

**VILLAGE OF OAK RIDGE, LOUISIANA**

**ANNUAL FINANCIAL STATEMENTS**

**As of and For the Year Ended**

**December 31, 2014**

**With Supplemental Information Schedules**

VILLAGE OF OAK RIDGE, LOUISIANA  
 General Purpose Financial Statements  
 As of and For the Year Ended December 31, 2014  
 With Supplemental Information Schedules

**C O N T E N T S**

	<b><u>Statement</u></b>	<b><u>Page No.</u></b>
Transmittal Letter		2
Independent Accountants' Compilation Report		3
 <b>GENERAL PURPOSE FINANCIAL STATEMENTS (COMBINED STATEMENTS - OVERVIEW)</b>		
Combined Balance Sheet - All Fund Types and Account Groups	A	4
Combined Statement of Revenues, Expenditures, and Changes in Fund Balances - All Governmental Fund Types	B	6
Statement of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual - General Fund	C	7
Statement of Revenues, Expenses and Changes In Retained Earnings (Deficit) - Proprietary Fund Type	D	8
Statement of Cash Flows - Proprietary Fund Type	E	9
Notes to the Financial Statements		10
	<b><u>Schedule</u></b>	<b><u>Page No.</u></b>
 <b>SUPPORTING SCHEDULES</b>		
Schedule of General Fund Revenues	1	20
Schedule of General Fund Expenditures	2	21
Schedule of Per Diem and Salary Paid to Aldermen	3	22
Supplemental Information Schedule – Schedule of Compensation, Reimbursements, Benefits and Other Payments to Political Subdivision Head	4	23

**TRANSMITTAL LETTER**  
**ANNUAL FINANCIAL STATEMENTS**

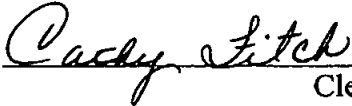
April 9, 2015

Ms. Suzanne Elliot  
Office of Legislative Auditor  
1600 North Third  
Post Office Box 94397  
Baton Rouge, Louisiana 70804-9397

Dear Ms. Elliot:

In accordance with Louisiana Revised Statute 24:514, enclosed are the annual financial statements for the Village of Oak Ridge, Louisiana as of and for the fiscal year ended December 31, 2014. The report includes all funds under the control and oversight of the municipality. The accompanying financial statements have been prepared on the modified accrual basis of accounting. The statements are not prepared in accordance with the provisions of Government Accounting Standards Board Statement No. 34.

Sincerely,

  
Clerk

Enclosure

# *Zoe P. Meeks · A Professional Accounting Corporation*

217 Benedette Street · Rayville, Louisiana 71269

Zoe P. Meeks  
Certified Public Accountant

Ph. 318-728-0007  
Fax. 318-728-5533

## INDEPENDENT ACCOUNTANTS' COMPILATION REPORT

Honorable Mayor and Members of  
the City Council  
Village of Oak Ridge, Louisiana

We have compiled the accompanying general purpose financial statements of the Village of Oak Ridge, Louisiana as of December 31, 2014 and for the year then ended. We have not audited or reviewed the accompanying financial statements and, accordingly, do not express an opinion or provide any assurance about whether the financial statements are in accordance with accounting principles generally accepted in the United States of America.

Management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America and for designing, implementing, and maintaining internal control relevant to the preparation and fair presentation of the financial statements.

Our responsibility is to conduct the compilation in accordance with Statements on Standards for Accounting and Review Services issued by the American Institute of Certified Public Accountants. The objective of a compilation is to assist management in presenting the financial information in the form of financial statements without undertaking to obtain or provide any assurance that there are not material modifications that should be made to the financial statements. During our compilation, we did become aware of a departure from accounting principles generally accepted in the United States of America that is described in the following paragraph.

The supplementary information appearing on pages 20 through 23 is presented for purposes of additional analysis and is not a required part of the basic financial statements. The supplementary information has been compiled from information that is the representation of management. We have not audited or reviewed the supplementary information, and, accordingly, do not express an opinion or provide any assurance on such supplementary information.

As disclosed in Note A to the financial statements, accounting principles generally accepted in the United States of America require State and Local Governments to adopt and report under Governmental Accounting Standards Board (GASB) Statement No. 34, "Basic Financial Statements - and Management's Discussion and Analysis - for State and Local Governments: Omnibus." Management has informed me that the Village is not presenting its financial statements under those standards. Those standards require that the Village report information regarding its financial position by governmental activities, business-type activities, each major fund, and the aggregate remaining fund information that comprise the Village's basic financial statements. The standards also require that a management's discussion and analysis be included as supplementary information. The effect of these departures from accounting principles generally accepted in the United States of America on financial position, results of operations, and cash flows have not been determined.



April 9, 2015

VILLAGE OF OAK RIDGE, LOUISIANA  
 COMBINED BALANCE SHEET - ALL FUND TYPES AND ACCOUNT GROUPS  
 December 31, 2014

	<u>Governmental Fund Types</u>			<u>Proprietary Fund Types Enterprise</u>	<u>Account Groups</u>		<u>Totals (Memorandum Only)</u>
	<u>General</u>	<u>Special Revenue</u>	<u>Debt Service</u>		<u>General Fixed Assets</u>	<u>General Long-Term Debt</u>	
	ASSETS:						
Cash and Cash Equivalents	\$ 84,628	\$ -	\$ -	\$ 108,684	\$ -	\$ -	\$193,312
Investment in Certificates of Deposit	107,831	43,527	123,983	21,697	-	-	297,038
Due from other funds	-	-	-	-	-	-	-
Accounts Receivable - Taxes, Grants and Customers	4,196	-	-	6,644	-	-	10,840
Restricted Assets:							
Cash and Cash Equivalents	-	-	-	1,343	-	-	1,343
Certificates of Deposit	-	-	-	-	-	-	-
Water & Sewer Systems	-	-	-	1,506,736	-	-	1,506,736
Accumulated Depreciation	-	-	-	(800,478)	-	-	(800,478)
Land	-	-	-	2,100	-	-	2,100
General Fixed Assets	-	-	-	-	131,440	-	131,440
<b>Total Assets</b>	<u>196,655</u>	<u>43,527</u>	<u>123,983</u>	<u>846,726</u>	<u>131,440</u>	<u>-</u>	<u>1,342,331</u>
LIABILITIES AND FUND EQUITY:							
Liabilities:							
Customer Deposits	-	-	-	3,275	-	-	3,275
Accrued Liabilities	396	-	-	-	-	-	396
General Obligation Bonds Payable	-	-	-	-	-	-	-
Accounts Payable	994	-	-	441	-	-	1,435
Due to Other Funds	-	-	-	-	-	-	-
<b>Total Liabilities</b>	<u>1,390</u>	<u>-</u>	<u>-</u>	<u>3,716</u>	<u>-</u>	<u>-</u>	<u>5,106</u>

VILLAGE OF OAK RIDGE, LOUISIANA  
 COMBINED BALANCE SHEET - ALL FUND TYPES AND ACCOUNT GROUPS  
 December 31, 2014

	<u>Governmental Fund Types</u>			<u>Proprietary Fund Types Enterprise</u>	<u>Account Groups</u>		<u>Totals (Memorandum Only)</u>
	<u>General</u>	<u>Special Revenue</u>	<u>Debt Service</u>		<u>General Fixed Assets</u>	<u>General Long-Term Debt</u>	
<b>EQUITY AND OTHER CREDITS:</b>							
Contributed Capital	-	-	-	1,191,473	-	-	1,191,473
Investment in General Fixed Assets	-	-	-	-	131,440	-	131,440
Retained Earnings (Deficit)	-	-	-	(348,463)	-	-	(348,463)
<b>Fund Balances:</b>							
Reserved for:							
Water Maintenance & Fire Protection	-	-	123,983	-	-	-	123,983
Unreserved	<u>195,265</u>	<u>43,527</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>238,792</u>
<b>Total Equity and Other Credits</b>	<u>195,265</u>	<u>43,527</u>	<u>123,983</u>	<u>843,010</u>	<u>131,440</u>	<u>-</u>	<u>1,337,225</u>
<b>Total Liabilities, Equity and     Other Credits</b>	<u>\$196,655</u>	<u>\$43,527</u>	<u>\$123,983</u>	<u>\$ 846,726</u>	<u>\$131,440</u>	<u>\$ -</u>	<u>\$1,342,331</u>

See accountants' report and accompanying notes to financial statements.

VILLAGE OF OAK RIDGE, LOUISIANA  
 COMBINED STATEMENT OF REVENUES, EXPENDITURES AND  
 CHANGES IN FUND BALANCE -  
 ALL GOVERNMENTAL FUND TYPES  
 Year Ended December 31, 2014

	<u>General</u>	<u>Special Revenue</u>	<u>Debt Service</u>	<u>Totals (Memorandum Only)</u>
REVENUES:				
Taxes	\$ 17,120	\$ -	\$ -	17,120
Licenses & Permits	16,133	-	-	16,133
Fines & Forfeitures	1,043	-	-	1,043
Interest Revenues	329	136	310	775
Grant – State of Louisiana	8,550	-	-	8,550
Miscellaneous	<u>4,849</u>	<u>-</u>	<u>-</u>	<u>4,849</u>
Total Revenues	<u>48,024</u>	<u>136</u>	<u>310</u>	<u>48,470</u>
EXPENDITURES:				
General Government	11,034	-	-	11,034
Public Safety	3,003	-	-	3,003
Health & Welfare	914	-	-	914
Highways & Streets	7,541	-	-	7,541
Capital Outlay	<u>8,550</u>	<u>-</u>	<u>-</u>	<u>8,550</u>
Total Expenditures	<u>31,042</u>	<u>-</u>	<u>-</u>	<u>31,042</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	<u>16,982</u>	<u>136</u>	<u>310</u>	<u>17,428</u>
OTHER FINANCING SOURCES (USES)				
Operating Transfers In	-	-	-	-
Operating Transfers Out	<u>(3,746)</u>	<u>-</u>	<u>-</u>	<u>(3,746)</u>
	<u>(3,746)</u>	<u>-</u>	<u>-</u>	<u>(3,746)</u>
EXCESS OF REVENUES AND OTHER SOURCES OVER EXPENDITURES AND OTHER USES	13,236	136	310	13,682
FUND BALANCES, January 1	<u>182,029</u>	<u>43,391</u>	<u>123,673</u>	<u>349,093</u>
FUND BALANCES, December 31	<u>\$195,265</u>	<u>\$43,527</u>	<u>\$123,983</u>	<u>\$362,775</u>

See accountants' report and accompanying notes to financial statements.

VILLAGE OF OAK RIDGE, LOUISIANA  
 COMBINED STATEMENT OF REVENUES, EXPENDITURES AND  
 CHANGES IN FUND BALANCE -  
 BUDGET AND ACTUAL - GENERAL FUND  
 Year Ended December 31, 2014

	<u>Final Budget</u>	<u>Actual (Budgetary Basis)</u>	<u>Variance Favorable (Unfavorable)</u>
<b>REVENUES:</b>			
Taxes	\$ 16,000	\$17,120	\$ 1,120
Licenses & Permits	15,000	16,133	1,133
Fines & Forfeitures	1,500	1,043	(457)
Fees & Commissions	4,000	3,724	(276)
Grant – State of Louisiana	-	8,550	8,550
Interest Revenues	1,000	329	(671)
Rental and Sale of Property	<u>1,000</u>	<u>1,125</u>	<u>125</u>
<b>Total Revenues</b>	<u>38,500</u>	<u>48,024</u>	<u>9,524</u>
<b>EXPENDITURES:</b>			
General Government	22,000	11,034	10,966
Public Safety	3,500	3,003	497
Health & Welfare	600	914	(314)
Highways & Streets	11,400	7,541	3,859
Capital Outlay	<u>-</u>	<u>8,550</u>	<u>(8,550)</u>
<b>Total Expenditures</b>	<u>37,500</u>	<u>31,042</u>	<u>6,458</u>
<b>EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES</b>	<u>1,000</u>	<u>16,982</u>	<u>15,982</u>
<b>OTHER FINANCING SOURCES (USES)</b>			
Operating Transfers In	-	-	-
Operating Transfers Out	<u>-</u>	<u>(3,746)</u>	<u>(3,746)</u>
	<u>-</u>	<u>(3,746)</u>	<u>(3,746)</u>
<b>EXCESS (DEFICIENCY) OF REVENUES AND OTHER SOURCES OVER EXPENDITURES AND OTHER USES</b>	1,000	13,236	12,236
<b>FUND BALANCE, January 1</b>	<u>182,029</u>	<u>182,029</u>	<u>-</u>
<b>FUND BALANCE, December 31</b>	<u>\$183,029</u>	<u>\$195,265</u>	<u>\$12,236</u>

See accountants' report and accompanying notes to financial statements.



VILLAGE OF OAK RIDGE, LOUISIANA  
 STATEMENT OF REVENUES, EXPENSES AND CHANGES IN  
 RETAINED EARNINGS (DEFICIT)  
 PROPRIETARY FUND TYPE  
 WATER AND SEWER ENTERPRISE FUND  
 Year Ended December 31, 2014

	<u>Enterprise</u>
OPERATING REVENUES:	
Charges for Services	\$ <u>71,045</u>
OPERATING EXPENSES	
Bad Debts	-
Depreciation	37,685
Insurance	3,746
Interest Expense	-
Office & Postage	1,082
Repairs & Maintenance	24,108
Salaries	4,200
Supplies	3,379
Testing & fees	5,407
Utilities	3,820
Meter Reading Service	<u>1,500</u>
Total Operating Expenses	<u>84,927</u>
OPERATING INCOME (LOSS)	<u>(13,882)</u>
NON-OPERATING REVENUES	
Grant-State of LA	-
Interest Income	<u>118</u>
Total Non-operating Revenues	<u>118</u>
INCOME (LOSS) BEFORE OTHER FINANCING SOURCES (USES)	<u>(13,764)</u>
OTHER FINANCING SOURCES (USES)	
Operating Transfers In	3,746
Operating Transfers Out	<u>-</u>
Total Other Financing Sources (Uses)	<u>3,746</u>
NET INCOME (LOSS)	(10,018)
Retained Earnings (Deficit), January 1	<u>(338,445)</u>
Retained Earnings (Deficit), December 31	<u>(\$348,463)</u>

See accountants' report and accompanying notes to financial statements.

VILLAGE OF OAK RIDGE, LOUISIANA  
STATEMENT OF CASH FLOWS  
PROPRIETARY FUND TYPE  
WATER AND SEWER ENTERPRISE FUND  
Year Ended December 31, 2014

Enterprise

## CASH FLOWS FROM OPERATING ACTIVITIES:

Operating Income (Loss)	\$ (13,882)
Adjustments to reconcile net income (loss) to net cash provided by operating activities:	
Depreciation	37,685
(Increase) Decrease in Customer Accounts	(361)
Increase (Decrease) in Accounts Payable	<u>(2,707)</u>
Net Cash Provided by Operating Activities	<u>20,735</u>

## CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:

Loan repaid to General Fund	-
Operating Transfers from Other Funds	<u>3,746</u>
Net Cash Provided by Noncapital Financing Activities	<u>3,746</u>

CASH FLOWS FROM CAPITAL AND  
RELATED FINANCING ACTIVITIES

Retirement of Utilities Revenue Bonds	<u>-</u>
Net Cash Provided (Used) for Capital and Related Financing Activities	<u>-</u>

## CASH FLOWS FROM INVESTING ACTIVITIES

Interest earned on time deposits	118
Interest reinvested	<u>(55)</u>
Net Provided by Investing Activities	<u>63</u>

NET INCREASE IN CASH	24,544
CASH, January 1	<u>103,186</u>
CASH, December 31	<u>\$ 85,483</u>

\*Includes \$1,342 restricted for customer deposits.

See accountants' report and accompanying notes to financial statements.

VILLAGE OF OAK RIDGE, LOUISIANA  
NOTES TO FINANCIAL STATEMENTS

INTRODUCTION

The Village of Oak Ridge, Louisiana was incorporated July 1, 1867. The Village operates under a mayor-board of aldermen form of government and provides the following services as authorized by its charter: public safety (police), highways and streets, health and welfare, water and sewer services, and general administrative services. The Village is governed by the mayor and a board of aldermen consisting of three elected members who receive a per diem of \$24 per year. The Village has one employee.

The accounting and reporting practices of the Village of Oak Ridge, Louisiana, except as noted in the following paragraph, conform to generally accepted accounting principles applicable to governmental units. Such accounting procedures also conform to the accounting requirements of Louisiana Revised Statutes 24:517 and to the guides set forth in the Louisiana Municipal Audit and Accounting Guide, to the industry audit guide, Audits of State and Local Governmental Units published by the American Institute of Certified Public Accountants, and to Governmental Accounting and Financial Reporting Principles, published by the National Council on Governmental Accounting.

The Village of Oak Ridge, Louisiana has not adopted the provisions of Governmental Accounting Standards Board Statement No. 34 as required by generally accepted accounting standards. Those standards require that the Village report information regarding its financial position by governmental activities, business-type activities, each major fund, and the aggregate remaining fund information that comprise the Village's basic financial statements. The Village is not presenting its financial statements in accordance with GASB 34, "Basic Financial Statements - and Management's Discussion and Analysis - for State and Local Governments: Omnibus" which is a departure from generally accepted accounting principles.

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

**A. REPORTING ENTITY**

As the municipal governing authority, for reporting purposes, the Village of Oak Ridge, Louisiana is considered a separate financial reporting entity. The financial reporting entity consists of (a) the primary government village, (b) organizations for which the primary government is financially accountable, and (c) other organizations for which nature and significance of their relationship with the primary government are such that exclusion would cause the reporting entity's financial statements to be misleading or incomplete.

Governmental Accounting Standards Board (GASB) Statement No. 14 established criteria for determining which component units should be considered part of the Village of Oak Ridge, Louisiana for financial reporting purposes. The basic criterion for including a potential component unit within the reporting entity is financial accountability. The GASB has set forth criteria to be considered in determining financial accountability. These criteria include:

VILLAGE OF OAK RIDGE, LOUISIANA  
NOTES TO FINANCIAL STATEMENTS

1. Appointing a voting majority of an organization's governing body, and
  - a. The ability of the municipality to impose its will on that organization and/or
  - b. The potential for the organization to provide specific financial benefits to or impose specific financial burdens on the municipality.
2. Organizations for which the Village does not appoint a voting majority but are fiscally dependent on the Village.
3. Organizations for which the reporting entity financial statements would be misleading if data of the organization is not included because of the nature or significance of the relationship.

As required by generally accepted accounting principles, these financial statements present the Village of Oak Ridge, Louisiana (the primary government). The Village has no potential component units to include at this time.

**B. FUND ACCOUNTING**

The Village uses funds and account groups to report on its financial position and the results of its operations. Fund accounting is designed to demonstrate legal compliance and to aid financial management by segregating transactions relating to certain government functions or activities.

A fund is a separate accounting entity with a self-balancing set of accounts. On the other hand, an account group is a financial reporting device designed to provide accountability for certain assets and liabilities that are not recorded in the funds because they do not directly affect net expendable available financial resources.

Funds of the Village are classified into two categories: governmental and proprietary. In turn, each category is divided into separate fund types. The fund classifications and a description of each existing fund type follow:

**Governmental Funds**

Governmental funds are used to account for all or most of the Village's general activities, including the collection and disbursement of specific or legally restricted monies, the acquisition or construction of general fixed assets, and the servicing of general long-term debt. Governmental funds include:

1. General Fund - the general operating fund of the Village accounts for all financial resources, except those required to be accounted for in other funds.

VILLAGE OF OAK RIDGE, LOUISIANA  
NOTES TO FINANCIAL STATEMENTS

2. **Special Revenue Funds** - account for the proceeds of specific revenue sources that are legally restricted to expenditures for specified purposes.
3. **Debt Service Funds** - account for transactions relating to resources retained and used for the payment of principal and interest on those long-term obligations recorded in the general long-term obligation account group.
4. **Capital Project Funds** - account for financial resources received and used for the acquisition, construction, or improvement of capital facilities not reported in the other governmental funds.

**Proprietary Funds**

Proprietary funds are used to account for activities similar to those found in the private sector, where the determination of net income is necessary or useful to sound financial administration. Proprietary funds differ from governmental funds in that their focus is on income measurement, which, together with the maintenance of equity, is an important financial indicator. Proprietary funds include:

1. **Enterprise funds** - account for operations (a) where the intent of the governing body is that the costs (expenses, including depreciation) of providing goods or services to the general public on a continuing basis be financed or recovered primarily through user charges, or (b) where the governing body has decided that periodic determination of revenues earned, expenses incurred, and/or net income is appropriate for capital maintenance, public policy, management control, accountability, or other purposes.

**General Fixed Assets and General Long-Term Debt Account Groups:**

General Fixed Assets - The General Fixed Assets Account Group is used to account for fixed assets used in governmental fund type operations for control purposes. All fixed assets are valued at historical cost or estimated historical cost if actual historical cost is not available. Donated fixed assets are valued at their estimated fair value on the date of donation. No depreciation is recorded on general fixed assets.

General Long-Term Debt Account Group - The General Long-Term Debt Account Group is used to account for long-term liabilities to be financed from governmental funds.

The two account groups are not “funds.” They are concerned only with the measurement of financial position. They are not involved with measurement of results of operations.

VILLAGE OF OAK RIDGE, LOUISIANA  
NOTES TO FINANCIAL STATEMENTS

**C. BASIS OF ACCOUNTING**

The accounting and financial reporting treatment applied to a fund is determined by its measurement focus. All governmental funds and expendable trust funds are accounted for using a current financial resources measurement focus. With this measurement focus, only current assets and current liabilities are generally included on the balance sheet. Operating statements of these funds present increases and decreases in net current assets. The modified accrual basis of accounting is used by all governmental funds, expendable trust funds, and agency funds. The governmental funds use the following practices in recording revenues and expenditures:

**Revenues** are recognized when they are available and measurable.

**Expenditures** are recognized when incurred.

**Other Financing Sources (Uses)** - Transfers between funds that are not expected to be repaid (and any other financing sources / use) are accounted for as other financing sources (uses) in the period in which they are paid or received.

All proprietary funds are accounted for using the accrual basis of accounting. Their revenues are recognized when earned, and their expenses are recognized when incurred.

**D. BUDGETS AND BUDGETARY ACCOUNTING**

The Board of Aldermen adopts annual budgets for the General Fund and the Water and Sewer Enterprise Fund which are prepared on the basis of accounting utilized by those funds. Annual budgets are not adopted for the other funds.

The budget for the year of 2014 was prepared by the secretary-treasurer prior to December 31 of the preceding year. The budget was then made available for public inspection 30 days prior to its being adopted during the board's regular December meeting on December 16, 2013. There were no amendments to the 2014 budget.

Neither encumbrance accounting nor formal budget integration (within the accounting records) are employed as management control devices. Unexpended appropriations lapse at year end and must be re-appropriated in the next year's budget to be expended. The board reserves all authority to make changes to the budget.

**E. ENCUMBRANCES**

Encumbrance accounting under which purchase orders, contracts and other commitments for the expenditure of monies are recorded in order to reserve that portion of the applicable appropriation, is not employed by the Village of Oak Ridge, Louisiana.

VILLAGE OF OAK RIDGE, LOUISIANA  
NOTES TO FINANCIAL STATEMENTS

**F. CASH, CASH EQUIVALENTS AND INVESTMENTS**

For reporting purposes, cash and cash equivalents include cash, demand deposits, time deposits, and certificates of deposit with original maturities of three months or less. Investments include certificates of deposit with original maturities of more than three months. Under state law, the Village of Oak Ridge, Louisiana may deposit funds in demand deposits, interest bearing demand deposits, money market accounts, or time deposits with state banks organized under the laws of Louisiana and national banks having their principal office in the state of Louisiana.

**G. RESTRICTED ASSETS**

The ordinance authorizing the Water and Sewer System revenue bonds required that the Village establish a sinking fund (Revenue Bond Sinking and Reserve Fund) in an amount not less than the maximum annual requirement for the payment of principal and interest on all the revenue bonds. The revenue bonds were paid off during the year ended December 31, 2013; therefore, the sinking fund is no longer required.

The ordinance further required that the Village establish a Reserve Fund and a Contingency Fund with monthly deposits of \$80 and \$82 to the respective funds beginning June 20, 1991. The reserve deposits were discontinued during 2013 following the retirement of the revenue bonds.

At December 31, 2014, the Reserve and Contingency fund balances were:

Enterprise Fund

Revenue Bond Sinking & <u>Reserve Fund</u>	Bond & Grant Construction <u>Fund</u>	Customer <u>Deposits</u>	<u>Total</u>
<u>\$54,205</u>	<u>\$ -</u>	<u>\$1,342</u>	<u>\$55,547</u>

The Revenue Bond Sinking and Reserve Funds are no longer restricted as the revenue bonds were fully retired in the year ended December 31, 2013.

**H. PROPERTY, PLANT AND EQUIPMENT**

General Fixed Assets Accounts Group - Fixed assets used in governmental fund type operations are accounted for in the General Fixed Assets Group of Accounts, rather than in governmental funds.

VILLAGE OF OAK RIDGE, LOUISIANA  
NOTES TO FINANCIAL STATEMENTS

Public domain (“infrastructure”) general fixed assets including roads, bridges, curbs and gutters, streets and sidewalks, drainage systems and lighting systems, are not capitalized along with other general fixed assets. No depreciation has been provided on such assets.

All fixed assets are valued at historical cost or estimated historical cost if actual historical cost is not available. Donated assets are valued at their estimated fair value on the date donated. Repairs and maintenance are recorded as expenditures; renewals and betterments are capitalized.

Water and Sewer System - Additions to the utility plant in service are recorded at cost or, if contributed property, at their estimated fair value at time of contribution. Repairs and maintenance are recorded as expenses; renewals and betterments are capitalized. The sale or disposal of fixed assets is recorded by removing cost and accumulated depreciation from the accounts and charging the resulting gain or loss to income.

Depreciation has been calculated on each class of depreciable property using the straight-line method and an estimated useful life of 40 years.

**I. COMPENSATED ABSENCES**

The Village of Oak Ridge, Louisiana employs two individuals on a part-time basis only. Therefore, the Village does not maintain or participate in any retirement system or have a policy for accumulation of annual, vacation or sick leave.

**J. LONG-TERM OBLIGATIONS**

Long-term obligations expected to be financed from governmental funds are reported in the general long-term obligations account group. Long-term obligations expected to be financed from proprietary fund operations are accounted for in those funds.

**K. FUND EQUITY**

**Contributed Capital**

Contributed capital is recorded in proprietary funds that have received capital grants or contributions from developers, customers, or other funds when such resources are restricted for the acquisition or construction of capital assets. Contributed capital is not amortized based on the depreciation recognized on that portion of the assets acquired or constructed from such resources.

**Reserves**

Reserves represent those portions of fund equity not appropriable for expenditure or legally segregated for a specific future use.



VILLAGE OF OAK RIDGE, LOUISIANA  
NOTES TO FINANCIAL STATEMENTS

**Designated Fund Balances**

Designated fund balances represent tentative plans for future use of financial resources.

**L. TOTAL COLUMNS ON COMBINED STATEMENTS**

Total columns on the Combined Statements are captioned "Memorandum Only" to indicate that they are presented only to facilitate financial analysis. Data in these columns do not present financial position, results of operations or changes in financial position in conformity with generally accepted accounting principles. Neither is such data comparable to a consolidation. Interfund eliminations have not been made in the aggregation of this data.

**NOTE 2 - ENTERPRISE FUND DEFICIT**

The accumulated deficit in the water utility fund of \$338,445 as of December 31, 2013, resulted from the following: prior to June 20, 1991, an effective transfer to the General Fund of the excess of cash received from water utility operations over the cash disbursed incident to those operations was made. No cash was maintained in the water utility fund; receipts were deposited in the General Fund and disbursements were made from the same, with all excess becoming General Fund cash.

This practice continued through June 30, 1991, when the water and sewer operations were combined and a separate bank account was established for the enterprise fund. This deficit of \$37,482 was reduced by net income in 1991 of \$4,048 and increased by net losses in 1992, 1993, 1994, 1995, 1996, 1997, 1998, and 1999 of \$6,486, \$21,608, \$16,109, \$11,143, \$8,128, \$11,315, \$5,340, and \$3,984. The 1992 - 1999 losses included depreciation expense in the amount of \$25,583 in each of the eight years. The amount of the deficit was reduced by net income of \$1,557 in 2000 and \$5,300 in 2009 and increased by net losses of \$3,815 in 2001, \$14,915 in 2002, \$17,154 in 2003, \$20,634 in 2004, \$11,792 in 2005, \$17,689 in 2006, \$8,181 in 2007, \$9,776 in 2008, \$22,967 in 2010, \$38,306 in 2011, \$47,559 in 2012, and \$14,968 in 2013. The 2001 through 2005 losses included depreciation in the amount of \$37,356. The 2006, 2007, and 2008 losses included depreciation expense in the amount of \$37,325. The 2010, 2011, and 2012 losses included depreciation in the amount of \$36,156. The 2013 loss included depreciation in the amount of \$37,822.

**NOTE 3 - LEVIED TAXES**

The Village levies ad valorem taxes in the following amounts:

General fund	8.80 mills
Sewer, Water and Road	5.00 mills

VILLAGE OF OAK RIDGE, LOUISIANA  
NOTES TO FINANCIAL STATEMENTS

**NOTE 4 - CASH AND CASH EQUIVALENTS**

Cash and investments in certificates of deposit at December 31, 2014 were secured as follows:

	<u>Interest Bearing Demand Deposits</u>	<u>Certificates of Deposit</u>	<u>Total</u>
Carrying amount on Balance Sheet	<u>\$160,804</u>	<u>\$330,889</u>	<u>\$491,693</u>
Insured (FDIC) or collateralized with securities held by the entity or its agent <u>in the entity's name</u>	160,804	250,000	410,804
Collateralized with securities held by pledging financial institution's trust department or agency <u>in the entity's name</u>	<u>-</u>	<u>80,889</u>	<u>80,889</u>
Total FDIC insurance and pledged securities	<u>\$160,804</u>	<u>\$330,889</u>	<u>\$491,693</u>

As reflected in the Combined Balance Sheet, the Village of Oak Ridge, Louisiana had cash and investments in certificates of deposit totaling \$491,693. The total collected bank balances at December 31, 2013 were \$492,265. Cash and investments are stated at cost, which approximates market. Under state law these deposits must be secured by federal deposit insurance or the pledge of securities owned by the fiscal agent bank. The market value of the pledged securities plus the federal deposit insurance must at all times equal the amount on deposit with the fiscal agent. These pledged securities are held in the name of the pledging fiscal agent bank in a holding or custodial bank that is mutually acceptable to both parties. The collateral was sufficient at all times during 2014 to secure the deposits.

Even though the pledged securities are considered uncollateralized (Category 3) under the provisions of GASB Statement No. 3, Louisiana Revised Statute 39:1229 imposes a statutory requirement on the custodial bank to advertise and sell the pledged securities within 10 days of being notified that the fiscal agent has failed to pay deposited funds upon demand.

**NOTE 5 - RECEIVABLES**

The following is a summary of receivables for December 31, 2014:

<u>Fund</u>	<u>General Fund</u>	<u>Water &amp; Sewer</u>
Ad valorem taxes	\$3,403	-
Utility commissions	793	-
Customers	<u>-</u>	<u>6,644</u>
	<u>\$4,196</u>	<u>\$6,644</u>

VILLAGE OF OAK RIDGE, LOUISIANA  
NOTES TO FINANCIAL STATEMENTS

**NOTE 6 - FIXED ASSETS**

A summary of the changes in general fixed assets is as follows:

	Balance January 1, <u>2014</u>	<u>Additions</u>	<u>Deletions</u>	Balance December 31, <u>2014</u>
Land & Buildings	\$52,706	\$ -	\$ -	\$52,706
Equipment & Vehicles	<u>70,184</u>	<u>8,550</u>	<u>-</u>	<u>78,734</u>
Total	<u>\$122,890</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$131,440</u>

A summary of the enterprise fund depreciable fixed assets and depreciation at December 31, 2014 is as follows:

	<u>Life</u>	<u>Cost</u>	<u>Accumulated Depreciation</u>	<u>Net</u>	<u>Depreciation This Year</u>
Sewer System	40	\$ 325,057	\$198,076	\$126,981	\$ 8,126
Sewer System-Expansion	40	450,634	152,089	298,545	11,266
Water System-Old	40	142,425	122,969	19,456	2,477
Water System-Expansion	40	584,720	325,173	259,547	15,660
Fence	25	<u>3,900</u>	<u>2,171</u>	<u>1,729</u>	<u>156</u>
Totals		<u>\$1,506,736</u>	<u>\$800,478</u>	<u>\$706,258</u>	<u>\$37,685</u>

**NOTE 7 - CHANGES IN LONG-TERM DEBT**

There were no bond transactions in the enterprise fund of the Village for the year ended December 31, 2014.

VILLAGE OF OAK RIDGE, LOUISIANA  
NOTES TO FINANCIAL STATEMENTS

**NOTE 8 - LITIGATION AND CLAIMS**

The Village is not involved in any litigation or aware of any claims at December 31, 2014.

**NOTE 9 - RISK MANAGEMENT**

The Village is exposed to a variety of risks that may result in losses. These risks include possible loss from acts of God, injury to employees, property damage, or breach of contract. The Village finances these potential losses through the purchase of insurance from commercial insurance companies. The level of coverage has remained constant. Management believes such coverage is sufficient to preclude any significant uninsured losses to the Village.

VILLAGE OF OAK RIDGE, LOUISIANA  
 SCHEDULE OF GENERAL FUND REVENUES  
 Year Ended December 31, 2014

<b>Taxes:</b>	
Ad Valorem	<u>\$17,120</u>
<b>Licenses &amp; Permits:</b>	
Occupational Licenses	<u>16,133</u>
<b>Fees and Commissions:</b>	
Utility Franchise Fees and Commissions	<u>3,724</u>
<b>Fines and Forfeitures:</b>	
Traffic Violations	<u>1,043</u>
<b>Intergovernmental Revenues</b>	8,550
<b>Other:</b>	
Interest Earned on Time Deposits	329
Sales and Rental of Property	<u>1,125</u>
	<u>1,454</u>
<b>Total General Fund Revenues</b>	<u>\$48,024</u>

See accountants' report.

VILLAGE OF OAK RIDGE, LOUISIANA  
 SCHEDULE OF GENERAL FUND EXPENDITURES  
 Year Ended December 31, 2014

**General Government:**

Salaries & Employee Taxes	\$ 1,733
Insurance	1,527
Utilities & Telephone	2,375
Repairs & Maintenance	1,931
Other Operating Expenses	856
Legal & Accounting	2,612
Capital Outlay	<u>          -</u>
	<u>11,034</u>

**Public Safety:**

Police:	
Salaries & Employee Taxes	255
Fuel & Repairs	1,303
Insurance	1,445
Other Operating Expense	-
Capital Outlay	<u>          -</u>
	<u>3,003</u>

**Health & Welfare - Mosquito Control:**

Supplies	-
Contracted Services	290
Insurance	<u>624</u>
	<u>914</u>

**Highways & Streets:**

Insurance	365
Street Light Utilities	7,176
Street Repairs	-
Capital Outlay	<u>          -</u>
	<u>7,541</u>

Total General Fund Expenditures	<u>\$31,042</u>
---------------------------------	-----------------

See accountants' report.

VILLAGE OF OAK RIDGE, LOUISIANA  
Schedule of Per Diem and Salary Paid to Aldermen  
Year Ended December 31, 2014

The following compensation was paid to the Aldermen of the Village of Oak Ridge, Louisiana for the year ended December 31, 2014.

The Honorable Anderson W. Barham, Mayor	\$ 48
Clint E. Shephard, Alderman	24
Gene Allen, Alderman	24
Woodard Mott	<u>24</u>
	<u>\$120</u>

See accountants' report.

## VILLAGE OF OAK RIDGE, LOUISIANA

Schedule of Compensation, Reimbursements, Benefits and Other Payments to Mayor of the Village  
For the Year Ended December 31, 2014

The Honorable Anderson W. Barham, Mayor:

<b>Purpose</b>	<b>Amount</b>
Salary	0
Benefits-insurance	0
Benefits-retirement	0
Benefits-other	0
Car allowance	
Vehicle provided by government	0
Per diem	\$48
Reimbursements	0
Travel	0
Registration fees	0
Conference travel	0
Continuing professional education fees	0
Housing	0
Unvouchered expenses*	0
Special meals	0

See accountants' report.