

VILLAGE OF STANLEY, LOUISIANA

GENERAL-PURPOSE FINANCIAL STATEMENTS

As of and for the year ended

June 30, 2013

VILLAGE OF STANLEY, LOUISIANA
General Purpose Financial Statements
As of and for the Year Ended June 30, 2013

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Independent Accountant's Compilation Report

Mayor and Board of Aldermen
Village of Stanley
Stanley, Louisiana

I have compiled the accompanying general-purpose financial statements of the Village of Stanley, Louisiana, as of and for the year ended June 30, 2013. I 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.

The management of the Village of Stanley, Louisiana, is responsible for the preparation and fair presentation of the financial statements and for designing, implementing, and maintaining internal control relevant to the preparation and fair presentation of the financial statements.

My 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 the management of the Village of Stanley, Louisiana, in presenting financial information in the form of financial statements without undertaking to obtain or provide any assurance that there are no material modifications that should be made to the financial statements.

Deborah D. Dees, CPA

Certified Public Accountant
Mansfield, Louisiana

August 29, 2013

Statement A

VILLAGE OF STANLEY, LOUISIANA

Combined Balance Sheet - All Fund Types and Account Groups
June 30, 2013

| | <u>Governmental Fund Type - General Fund</u> | <u>Account Group</u> | <u>Totals (Memorandum Only)</u> |
|--|--|--------------------------|---|
| Assets | | | |
| Cash | \$ 95,384 | \$ - | \$ 95,384 |
| General fixed assets | <u>-</u> | <u>31,402</u> | <u>31,402</u> |
| Total assets | <u>\$ 95,384</u> | <u>\$ 31,402</u> | <u>\$ 126,786</u> |
| Liabilities and Fund Equity | | | |
| Liabilities | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> |
| Total liabilities | - | - | - |
| Fund equity | | | |
| Net investment in capital assets | - | 31,402 | 31,402 |
| Fund balance - unrestricted/unassigned | <u>95,384</u> | <u>-</u> | <u>-</u> |
| Total fund equity | <u>95,384</u> | <u>31,402</u> | <u>31,402</u> |
| Total liabilities and fund equity | <u>\$ 95,384</u> | <u>\$ 31,402</u> | <u>\$ 126,786</u> |

Statement B

VILLAGE OF STANLEY, LOUISIANA
Statement of Revenues, Expenditures,
and Changes in Fund Balance - General Fund
For the year ended June 30, 2013

Revenues

| | |
|----------------|----------------|
| Franchise tax | \$ 4,557 |
| Local grant | 100,000 |
| Total revenues | <u>104,557</u> |

Expenditures

Current:

General government

| | |
|--------------------------|------------|
| Utilities | 2,120 |
| Insurance | 1,358 |
| Professional fees | 1,500 |
| Office exepense/supplies | 438 |
| Repairs and maintenance | 18,550 |
| Dues and subscriptions | <u>125</u> |

| | |
|--------------------|---------------|
| Total expenditures | <u>24,091</u> |
|--------------------|---------------|

Excess of revenues over expenditures 80,466

Fund balance, beginning 14,918

Fund balance, ending \$ 95,384

VILLAGE OF STANLEY, LOUISIANA

Notes to Financial Statements
June 30, 2013

The Village of Stanley, Louisiana, was incorporated under the provisions of the Lawrason Act. The Village operates under a Mayor/Board of Aldermen form of government. The village has no employees.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. Reporting Entity

As the governing authority of the village, for reporting purposes, the Village of Stanley is considered a separate financial reporting entity. The financial reporting entity consists of (a) the primary government (the 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 Stanley 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. This criterion includes:

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 municipality does not appoint a voting majority but are fiscally dependent on the municipality.
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.

Based on the above criteria, the village has no component units.

VILLAGE OF STANLEY, LOUISIANA

Notes to Financial Statements
June 30, 2013

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 municipality are classified into three categories: governmental, proprietary, and fiduciary. In turn, each category is divided into separate fund types. Governmental funds are used to account for all or most of the government's general activities, where the focus of attention is on providing services to the public as opposed to proprietary funds where the focus of attention is recovering the cost of providing services to the public or other agencies through service charges or user fees. Fiduciary funds are used to account for assets held for others. The village's current operations require the use of the following:

Governmental Fund Type - General Fund. The General fund is the general operating fund of the village. It accounts for all financial resources.

C. Basis of Accounting

The accounting and financial reporting treatment applied to a fund is determined by its measurement focus. All governmental funds are accounted for using a current financial resources 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. The Village uses the following practices in recognizing and reporting revenues and expenditures:

Revenues: Franchise taxes and state/local grants are recorded when the village receives the funds.

Expenditures: Expenditures are generally recognized when the liability is paid.

D. Budget

The Village adopted a budget for the year ended June 30, 2013. The alderwomen/men monitor the cash level during the year.

VILLAGE OF STANLEY, LOUISIANA

Notes to Financial Statements
June 30, 2013

E. Fixed Assets

Fixed assets used in governmental funds are recorded as expenditures at the time purchased or constructed, and the related assets are reported in the general fixed assets account group. Public domain or infrastructures are not reported. No depreciation has been provided on general fixed assets. All fixed assets are valued at historical cost. There were no changes in general fixed assets for the fiscal year ended June 30, 2013.

F. Total Column on the Combined Balance Sheet

Total columns on the combined balance sheet is captioned "Memorandum Only" to indicate that it is presented only to facilitate financial analysis. Data in this column does not present financial position in conformity with generally accepted accounting principles. Neither is such data comparable to a consolidation.

2. CASH

Under state law, the village may deposit funds in demand deposits, interest-bearing demand deposits, or time deposits with state banks organized under Louisiana law or any other state of the United States, or under the laws of the United States. At June 30, 2013, the village has cash (book balance) totaling \$95,384.

These deposits are stated at cost, which approximates market. Under state law, these deposits, or the resulting bank balances, must be secured by federal deposit insurance or the pledge of securities by the fiscal agent bank. Deposit balance (bank balance) at June 30, 2013 totals \$102,384 and is fully secured by federal deposit insurance.

3. PER DIEM/REIMBURSEMENTS TO MAYOR AND BOARD OF ALDERMEN

Per diem or reimbursements paid to the Mayor and Board of Aldermen for the year ended June 30, 2013, is as follows:

| | | |
|-------------------------------|----|-----|
| Honorable Scotty Liles, Mayor | \$ | - |
| Mark Murphrey | | - |
| Dwena Henry | | 400 |
| Clemmie McCoy | | - |

4. SUBSEQUENT EVENTS

There are no significant events requiring recognition or disclosure through August 29, 2013, the date and time these financial statements were issued.

VILLAGE OF STANLEY, LOUISIANA

Schedule of Findings
June 30, 2013

Current year: No findings

Prior year finding: No findings