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VILLAGE OF WILSON, LOUISIANA

BASIC FINANCIAL STATEMENTS WITH SUPPLEMENTAL INFORMATION SCHEDULES

JUNE 30, 2009

VILLAGE OF WILSON, LOUISIANA
BASIC FINANCIAL STATEMENTS
WITH SUPPLEMENTAL INFORMATION SCHEDULES
AS OF AND FOR THE YEAR ENDED JUNE 30, 2009

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VILLAGE OF WILSON, LOUISIANA
BASIC FINANCIAL STATEMENTS
WITH SUPPLEMENTAL INFORMATION SCHEDULES
AS OF AND FOR THE YEAR ENDED JUNE 30, 2009

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BASIC FINANCIAL STATEMENTS

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Louisiana Society of Certified Public Accountants
American Institute of Certified Public Accountants
Association of Governmental Accountants
Governmental Audit Quality Control Center

INDEPENDENT ACCOUNTANTS' REVIEW REPORT

The Honorable Joshua Thomas, Mayor
and Board of Alderpersons
Village of Wilson, Louisiana
P. O. Box 40
Wilson, Louisiana 70789

We have reviewed the accompanying financial statements of the governmental activities, the business-type activities, each major fund and the aggregate remaining fund information of the Village of Wilson, Louisiana as of and for the year ended June 30, 2009, which collectively comprise the Village's basic financial statements, as listed in the table of contents. These financial statements are the responsibility of the Village's management.

Our review was conducted in accordance with *Statements on Standards for Accounting and Review Services* issued by the American Institute of Certified Public Accountants and applicable standards of *Government Auditing Standards* issued by the Comptroller General of the United States of America. A review consists principally of inquiries of the Village's personnel and analytical procedures applied to financial data. It is substantially less in scope than an audit in accordance with generally accepted auditing standards, the objective of which is the expression of an opinion regarding the financial statements taken as a whole. Accordingly, we do not express such an opinion.

Based on our review, we are not aware of any material modifications that should be made to the accompanying financial statements in order for them to be in conformity with generally accepted accounting principles.

We were not able to issue a report on the results of our agreed-upon procedures because management did not provide written assertions about the Village's compliance with certain laws and regulations during the year ended June 30, 2009.

Management's discussion and analysis and the budgetary comparison information are not a required part of the basic financial statements but are supplementary information required by the Governmental Accounting Standards Board. Such information has not been subjected to the inquiry and analytical procedures applied in the review of the basic financial statements, but were compiled from information that is the representation of management, without audit or review. Accordingly, we do not express an opinion or any other form of assurance on the supplementary information.

Mary Sue Stages, CPA

Mary Sue Stages, CPA
A Professional Accounting Corporation
November 4, 2009

REQUIRED SUPPLEMENTAL INFORMATION
(PART 1 OF 2)

Management's discussion and analysis (MD&A) is a required element of the new reporting model adopted by the Government Accounting Standards Board (GASB) in their Statement No. 34. Its purpose is to provide an overview of the financial activities of the Village based on currently known facts, decisions or conditions.

THE VILLAGE AS A WHOLE

The government-wide financial statements present financial information for all activities of the Village from an economic resources measurement focus using the accrual basis of accounting. They present governmental activities, such as public safety and general government, separately from business-type activities that include water and sewer services.

The Village's combined net assets as of June 30, 2009 and 2008 were:

	2009	2008
Invested in capital assets, net of related debt	$1,487,507.97	$1,516,680.88
Unrestricted	199,479.34	212,312.43
Total Net Assets	1,686,987.31	1,728,993.31

GOVERNMENTAL ACTIVITIES

Governmental funds, which include general government, public safety and streets and sidewalks, ended the current year with $581,874 in net assets as opposed to $581,967 in the prior year.

A summary of net assets and the changes thereof are presented below.

Summary of Net Assets

	2009	2008
Current and other assets	$ 144,143.56	$ 137,339.92
Capital assets, net	448,585.56	455,967.52
Total Assets	592,729.12	593,307.44
Current and other liabilities	10,855.53	11,340.06
Net Assets:		
Invested in capital assets, net of related debt	448,585.56	456,364.15
Unrestricted	133,288.03	125,603.23
Total Net Assets	581,873.59	581,967.38

Summary of Changes in Net Assets

	2009	2008
Charges for services	$ 29,666.75	$ 39,723.48
Operating grants and contributions	.00	650.00
Capital grants and contributions	23,038.68	42,171.64
General revenues and transfers	148,910.11	139,213.83
Total Revenues/Transfers	201,615.54	221,758.95
General government	59,587.07	44,525.58
Public safety	57,565.66	47,948.21
Public works	84,159.97	80,926.92
Total Expenses	201,312.70	173,400.71
Change in Net Assets	302.84	48,358.24

The comparison of budgeted revenues to actual amounts for the general fund was positive by $22,526. The most significant impact was sales tax. The expenditures for the general fund were $11,567 less than anticipated as well resulting in a positive change in fund balances of $34,092.

Actual revenues of the streets and sidewalks fund were $10 less than budgeted amounts. Expenditures were $78 less than budgeted amounts resulting in an overall positive change between budgeted and actual results of $67.

BUSINESS-TYPE ACTIVITIES

Proprietary funds, that include water and sewer services, experienced an operating loss of $21,047. Included in this loss is $34,668 in depreciation, which is a non-cash expense. Activity is summarized below.

Summary of Net Assets

	2009	2008
Current and other assets	$ 102,959.84	$ 113,772.50
Capital assets, net	1,038,922.41	1,060,316.73
Total Assets	1,141,882.25	1,174,089.23
Current and other liabilities	36,768.53	26,666.67

Net Assets:		
Invested in capital assets, net of related debt	$ 1,038,922.41	$ 1,060,316.73
Unrestricted	66,191.31	87,105.83
Total Net Assets	1,105,113.72	1,147,422.56

Summary of Changes in Net Assets

	2009	2008
Charges for services	$ 83,283.78	$ 83,193.83
General revenues and transfers, net	.00	.00
Non-operating revenues	9,517.13	11,527.98
Total Revenues	92,800.91	94,721.81
Operating expenses	135,109.75	121,773.51
Change in Net Assets	(42,308.84)	(38,579.68)

ECONOMIC FACTORS AND NEXT YEAR'S BUDGET

The operating budget for the year ending June 30, 2010, has not yet been finalized. The new administration is studying all aspects of the Village's operations in order to present the most logical budget based on the current revenue streams and needs of the community.

ADDITIONAL INFORMATION

This financial report is designed to provide a general overview of the Village's finances, comply with finance-related laws and regulations and demonstrate the Village's commitment to public accountability. Any questions or requests for additional information can be obtained by calling (225) 629-5415 (P. O. Box 40, Wilson, Louisiana 70789).

GOVERNMENT-WIDE FINANCIAL STATEMENTS

VILLAGE OF WILSON, LOUISIANA
STATEMENT OF NET ASSETS
JUNE 30, 2009

	Governmental Activities	Business-type Activities	Total
ASSETS			
Cash and cash equivalents	$ 69,113.49	$ 47,256.19	$ 116,369.68
Investments	43,459.85	26,314.01	69,773.86
Due from other funds	15,791.10	-	15,791.10
Receivables, net	15,779.12	12,573.20	28,352.32
Restricted assets			
Investments	-	16,816.44	16,816.44
Capitals assets, net	448,585.56	1,038,922.41	1,487,507.97
Total Assets	592,729.12	1,141,882.25	1,734,611.37
LIABILITIES			
Accounts payable	2,590.57	3,689.75	6,280.32
Payroll tax withholdings/payable	2,558.26	471.24	3,029.50
Due to other funds	-	15,791.10	15,791.10
Deferred revenue	5,706.70	-	5,706.70
Payables from restricted assets			
Customer deposits	-	16,816.44	16,816.44
Total Liabilities	10,855.53	36,768.53	47,624.06
NET ASSETS			
Invested in capital assets, net of related debt	448,585.56	1,038,922.41	1,487,507.97
Unrestricted	133,288.03	66,191.31	199,479.34
Total Net Assets	581,873.59	1,105,113.72	1,686,987.31

See Accompanying Notes and Accountants' Review Report

VILLAGE OF WILSON, LOUISIANA
STATEMENT OF ACTIVITIES
YEAR ENDED JUNE 30, 2009

		Program Revenues			Net Revenues (Expenses)		
Functions/Programs	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Business-type Activities	Total
Governmental Activities							
General government	$ 59,587.07	$ -	$ -	$ 23,038.68	$ (36,548.39)	$ -	$ (36,548.39)
Public safety	57,565.66	29,666.75	-	-	(27,898.91)	-	(27,898.91)
Public works	84,159.97	-	-	-	(84,159.97)	-	(84,159.97)
Total Governmental Activities	201,312.70	29,666.75	-	23,038.68	(148,607.27)	-	(148,607.27)
Business-type Activities							
Water	82,536.48	60,897.02	-	8,027.98	-	(13,611.48)	(13,611.48)
Sewer	52,573.27	22,386.76	-	-	-	(30,186.51)	(30,186.51)
Total Business-type Activities	135,109.75	83,283.78	-	8,027.98	-	(43,797.99)	(43,797.99)
Total Primary Government	336,422.45	112,950.53	-	31,066.66	(148,607.27)	(43,797.99)	(192,405.26)
		General Revenues and Transfers					
		Taxes, licenses and fees			141,861.43	-	141,861.43
		Other general revenues			5,076.27	1,035.13	6,111.40
		Investment earnings			1,972.41	454.02	2,426.43
		Total General Revenues			148,910.11	1,489.15	150,399.26
		Change in Net Assets			302.84	(42,308.84)	(42,006.00)
		Net Assets, beginning			581,570.75	1,147,422.56	1,728,993.31
		Net Assets, ending			581,873.59	1,105,113.72	1,686,987.31

See Accompanying Notes and Accountants' Review Report

FUND FINANCIAL STATEMENTS

VILLAGE OF WILSON, LOUISIANA
BALANCE SHEET
GOVERNMENTAL FUNDS
JUNE 30, 2009

	General	Streets and Sidewalks	Total Governmental Funds
ASSETS			
Cash and cash equivalents	$ 46,243.26	$ 22,870.23	$ 69,113.49
Investments	19,056.17	24,403.68	43,459.85
Due from other funds	15,791.10	-	15,791.10
Receivables, net			
Franchise fees	6,322.48	-	6,322.48
Sales taxes	-	9,092.62	9,092.62
Accrued interest	145.61	218.41	364.02
TOTAL ASSETS	87,558.62	56,584.94	144,143.56
LIABILITIES AND FUND BALANCES			
Liabilities			
Accounts payable	2,155.78	434.79	2,590.57
Payroll tax withholdings/payable	2,558.26	-	2,558.26
Deferred revenue	5,706.70	-	5,706.70
Total Liabilities	10,420.74	434.79	10,855.53
Fund Balances			
Unreserved	77,137.88	56,150.15	133,288.03
TOTAL LIABILITIES AND FUND BALANCES	87,558.62	56,584.94	144,143.56

See Accompanying Notes and Accountants' Review Report

VILLAGE OF WILSON, LOUISIANA
RECONCILIATION OF THE GOVERNMENTAL FUNDS BALANCE SHEET
TO THE GOVERNMENT-WIDE STATEMENT OF NET ASSETS
JUNE 30, 2009

Total Fund Balances - Total Governmental Funds	$ 133,288.03
Amounts reported for governmental activities in the Statement of Net Assets are different because:	
Capital assets used in governmental activities are not current financial resources and, therefore, are not reported in the Governmental Funds Balance Sheet	448,585.56
Total Net Assets - Governmental Activities	581,873.59

See Accompanying Notes and Accountants' Review Report

VILLAGE OF WILSON, LOUISIANA
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
YEAR ENDED JUNE 30, 2009

	General	Streets and Sidewalks	Total Governmental Funds
REVENUES			
Sales taxes	$ 56,383.93	$ 49,236.45	$ 105,620.38
Franchise fees	24,243.73	-	24,243.73
Occupational licenses	11,997.32	-	11,997.32
Fines	29,666.75	-	29,666.75
State revenue sharing	130.00	-	130.00
Rebates	4,946.27	-	4,946.27
Grant proceeds	23,038.68	-	23,038.68
Investment earnings	819.25	1,153.16	1,972.41
Total Revenues	151,225.93	50,389.61	201,615.54
EXPENDITURES			
General government	55,938.35	-	55,938.35
Public safety			
Police	49,630.36	-	49,630.36
Fire	725.65	-	725.65
Public works	20,861.69	39,922.27	60,783.96
Capital outlay	26,852.42	-	26,852.42
Total Expenditures	154,008.47	39,922.27	193,930.74
Excess (Deficiency) of Revenues over Expenditures	(2,782.54)	10,467.34	7,684.80
Fund Balances, beginning	79,920.42	45,682.81	125,603.23
Fund Balances, ending	77,137.88	56,150.15	133,288.03

See Accompanying Notes and Accountants' Review Report

VILLAGE OF WILSON, LOUISIANA
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES
YEAR ENDED JUNE 30, 2009

Net Change in Fund Balances - Total Governmental Funds	$ 7,684.80
Amounts reported for governmental activities in the Statement of Activities are different because:	
Governmental funds report capital outlays as expenditures. However, in the Statement of Activities, the cost of those assets is allocated over their estimated useful lives as depreciation expense. This is the amount by which depreciation differed from capital outlay charged in the current period.	(7,381.96)
Change in Net Assets - Governmental Activities	302.84

VILLAGE OF WILSON, LOUISIANA
BALANCE SHEET
PROPRIETARY FUNDS
JUNE 30, 2009

		Business-type Activities Enterprise Funds Water and Sewer
ASSETS		
Current Assets		
Cash and cash equivalents		$ 47,256.19
Accounts receivable, net		8,960.33
Unbilled receivables		3,365.79
Accrued interest receivable		247.08
	Total Current Assets	59,829.39
Restricted Assets		
Investments		16,816.44
Non-Current Assets		
Investments		26,314.01
Capital Assets		
Buildings and improvements		13,580.00
Equipment		32,703.88
Water system		781,365.66
Sewer system		745,423.33
Furniture and fixtures		2,541.29
Less: Accumulated depreciation		(536,691.75)
	Total Non-Current Assets	1,065,236.42
TOTAL ASSETS		1,141,882.25

Continued

VILLAGE OF WILSON, LOUISIANA
BALANCE SHEET (Continued)
PROPRIETARY FUNDS
JUNE 30, 2009

LIABILITIES	Business-type Activities Enterprise Funds Water and Sewer
Current Liabilities	
Accounts payable	$ 3,689.75
Payroll tax withholdings/payable	471.24
Due to other funds	15,791.10
Total Current Liabilities	19,952.09
Non-Current Liabilities	
Payables from restricted assets	
Customer deposits	16,816.44
Total Liabilities	36,768.53
NET ASSETS	
Invested in capital assets, net of related debt	1,038,922.41
Unrestricted	66,191.31
Total Net Assets	1,105,113.72
TOTAL LIABILITIES AND NET ASSETS	1,141,882.25

VILLAGE OF WILSON, LOUISIANA
STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET ASSETS
PROPRIETARY FUNDS
YEAR ENDED JUNE 30, 2009

	Business-type Activities Enterprise Funds Water and Sewer
OPERATING REVENUES	
Water sales and service	$ 60,897.02
Sewer sales and service	22,386.76
Total Operating Revenues	83,283.78
OPERATING EXPENSES	
Personal services	45,966.61
Employee and related expenses	22,685.20
Occupancy	20,732.26
Administrative	7,227.36
Depreciation	38,498.32
Total Operating Expenses	135,109.75
Operating Loss	(51,825.97)
NON-OPERATING REVENUES (EXPENSES)	
Grants and other contributions	8,027.98
Investment earnings	454.02
Miscellaneous refunds/rebates	1,035.13
Total Non-Operating Revenues (Expenses)	9,517.13
Change in Net Assets	(42,308.84)
Total Net Assets, beginning	1,147,422.56
Total Net Assets, ending	1,105,113.72

See Accompanying Notes and Accountants' Review Report

VILLAGE OF WILSON, LOUISIANA
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
YEAR ENDED JUNE 30, 2009

		Business-type Activities Enterprise Funds Water and Sewer
CASH FLOWS FROM OPERATING ACTIVITIES		
Cash received from customers	$	85,056.98
Cash paid to employees for services		(22,768.97)
Cash paid to suppliers for goods and services		(74,639.03)
Net Cash Used for Operating Activities		(12,351.02)
CASH FLOWS FROM NON-CAPITAL FINANCING ACTIVITIES		
Proceeds from other funds		9,983.64
Net Cash Provided by Non-Capital Financing Activities		9,983.64
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES		
Cash received from donors		9,063.11
Purchase of capital assets		(17,104.00)
Net Cash Used for Capital and Related Financing Activities		(8,040.89)
CASH FLOWS FROM INVESTING ACTIVITIES		
Interest received on investments		454.02
Certificates of deposit redeemed/reinvested		8,698.65
Net Cash Provided by Investing Activities		9,152.67
Net Decrease in Cash and Cash Equivalents		(1,255.60)
Cash and Cash Equivalents, Beginning of Year		48,511.79
Cash and Cash Equivalents, End of Year		47,256.19

Continued

VILLAGE OF WILSON, LOUISIANA
STATEMENT OF CASH FLOWS (Continued)
PROPRIETARY FUNDS
YEAR ENDED JUNE 30, 2009

		Business-type Activities Enterprise Funds Water and Sewer
RECONCILIATION OF OPERATING LOSS TO NET CASH USED FOR OPERATING ACTIVITIES:		
Operating loss	$	(51,825.97)
Adjustments to Reconcile Operating Loss to Net Cash Used for Operating Activities:		
Depreciation		38,498.32
(Increase) decrease in assets:		
Accounts receivable		858.41
Increase (decrease) in liabilities:		
Accounts payable		(712.80)
Payroll tax withholdings/payable		(83.77)
Customer deposits		914.79
Total Adjustments		39,474.95
Net Cash Used for Operating Activities		(12,351.02)

See Accompanying Notes and Accountants' Review Report

NOTES TO FINANCIAL STATEMENTS

VILLAGE OF WILSON, LOUISIANA
INDEX TO NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2009

INTRODUCTION

The Village of Wilson, Louisiana (hereafter referred to as the Village) was created under the provisions of the Lawrason Act, La. Revised Statute 33:321-463, in 1960. Therefore, it operates under a Mayor-Board of Aldermen form of government.

The Mayor and three Alderpersons are elected at large every four years by the citizens of the Village. They are compensated for their services.

The purpose of the municipality is to promote the general welfare and the safety, health, peace, good order, comfort, convenience and morals of its inhabitants.

The Village is situated in the northwest part of East Feliciana Parish. It is approximately 28.5 square miles in size with a population of 668 persons. Within the boundaries are approximately 10 miles of roads maintained by the Village. It is currently servicing 307 water customers, 106 sewer customers and employs 11 persons.

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The accounting and reporting practice of the Village conforms to generally accepted accounting principles as applicable to governments. Such accounting and reporting procedures also conform to the requirements of La. Revised Statute 24:513 and to the guidelines set forth in the *Louisiana Governmental Audit Guide,* and to the industry audit guide, *Audits of State and Local Governmental Units.*

The following is a summary of certain significant accounting policies:

Financial Reporting Entity: Section 2100 of the GASB Codification of Governmental Accounting and Financial Reporting Standards (GASB Codification) established criteria for determining the governmental reporting entity and component units that should be included within the reporting entity. For financial reporting purposes, in conformance with GASB Codification Section 2100, the Village includes all funds which are controlled by or dependent on the Village which was determined on the basis of oversight responsibility, including accountability for fiscal and budget matters, designation of management or governing authority and authority to issue debt. Certain units of local government over which the Village exercises no oversight responsibility, such as the parish police jury, parish school board, other independently elected officials, and other municipalities within the parish, are excluded from the accompanying financial statements. These units of government are considered separate reporting entities and issue financial statements separate from those of the Village.

Government-Wide Accounting: In accordance with Government Accounting Standards Boards Statement No. 34, the Village has presented a Statement of Net Assets and Statement of Activities for the Village as a whole. These statements include the primary government and its component units, if applicable, with the exception of fiduciary funds. Those funds are reported separately. Government-wide accounting is designed to provide a more comprehensive view of the government's operations and financial position as a single economic entity.

Government-wide statements distinguish between governmental-type and business-type activities. Governmental activities are those financed through taxes, intergovernmental revenues and other non-exchange revenues and are usually reported in governmental and internal service funds. Business activities are financed in whole or in part through fees charged for goods or services to the general public and are usually reported in proprietary funds.

Policies specific to the government-wide statements are as follows:

Eliminating Internal Activity

Interfund receivables and payables are eliminated in the Statement of Net Assets except for the net residual amounts due between governmental and business-type activities. These are presented as internal balances. The allocation of overhead expenses from one function to another, or within the same function, is eliminated in the Statement of Activities. Allocated expenses are reported by the function to which they were allocated.

Application of FASB Statements and Interpretations

Reporting on governmental-type and business-type activities is based on FASB Statements and Interpretations issued after November 30, 1989, except where they conflict or contradict GASB pronouncements.

Capitalizing Assets

Tangible and/or intangible assets used in operations with an initial useful life that extends beyond one year are capitalized. Infrastructure assets such as roads and bridges are also capitalized. Capital assets are recorded at their historical cost and are depreciated using the straight-line method of depreciation over their estimated useful lives. They are reported net of accumulated depreciation on the Statement of Net Assets. Depreciation of contributed assets of proprietary funds is charged against contributed capital as opposed to unrestricted net assets.

Under the requirements of GASB Statement No. 34, the Village is considered a Phase 3 government, as its total annual revenues are less than $10 million. Such governments are not required to report major general infrastructure assets retroactively. The Village has opted not to retroactively report these types of capital assets.

Program Revenues

The Statement of Activities presents three categories of program revenues – (1) charges for services; (2) operating grants and contributions; and (3) capital grants and contributions. Charges for services are those revenues arising from charges to customers who purchase, use or directly benefit from goods and services provided by the Village. Grants and contributions, whether operating or capital in nature, are revenues arising from receipts that are restricted for a specific use.

Indirect Expenses
Expenses are reported according to function except for those that meet the definition of special or extraordinary items. Direct expenses are specifically associated with a service or program. Indirect expenses include general government or administration that cannot be specifically traced to a service or program. Governments are not required to allocate indirect expenses to other functions, and the Village has chosen not to do so.

Operating/Non-Operating Revenues
Proprietary funds separately report operating and non-operating revenues. Revenues from transactions of the Village's operation of providing water and sewer services are considered operating revenues. All other revenues, which are reported as cash flows from capital or non-capital financing and investing, are reported as non-operating revenues.

Restricted Net Assets
Restricted net assets are those for which a constraint has been imposed either externally or by law. The Village recognizes the use of restricted resources for expenditures that comply with the specific restrictions. Restricted resources are exhausted before unrestricted net assets are used.

Fund Accounting: The Village uses funds 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 entity with a self-balancing set of accounts. Funds of the Village are classified into two categories: governmental and proprietary. Each category, in turn, is divided into separate fund types. The fund classifications and a description of each existing fund type follow:

<u>Governmental Funds:</u> Governmental funds 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 obligations. Governmental funds include:

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

2. Special Revenue Funds – account for the proceeds of specific revenue sources that are legally restricted to expenditures for specific purposes.

<u>Proprietary Funds:</u> Proprietary funds 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. Enterprises 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.

Basis of Accounting/Measurement Focus: The accounting and financial reporting treatment applied to a fund is determined by the type of financial statement presentation.

The government-wide statements are reported using an economic resources measurement focus and the accrual basis of accounting. With this measurement focus, all assets and liabilities associated with the operation of governmental-type and business-type activities are included in the statement of net assets. Revenues are recognized when earned, and expenses are recognized at the time the liabilities are incurred in the statement of activities. In these statements, capital assets are reported and depreciated in each fund.

This same measurement focus and basis of accounting is used by proprietary funds in the fund statements. However, all governmental funds are reported using a current financial resources measurement focus and the modified accrual basis of accounting. With this measurement focus, only current assets and current liabilities are generally included on the balance sheet. Operating statements present increases and decreases in net current assets. Expenditures for capital assets are reported as current expenses, and such assets are not depreciated.

Budgets and Budgetary Accounting: The Village adopts an annual budget for the General Fund, Special Revenue Fund and Enterprise Funds. It is prepared in accordance with the basis of accounting utilized by that fund. Any revisions that alter the total expenditures must be approved by the Board of Alderpersons. Budgeted amounts shown are as originally adopted or as amended by the Board. Budget amendments are passed on an as-needed basis. A balanced budget is required.

Cash and Cash Equivalents: Cash includes amounts in demand deposits, interest bearing demand deposits and certificates of deposits. Cash equivalents include amounts in time deposits and those investments with original maturities of 90 days or less. Under state law, the Village may deposit funds in demand deposits, interest-bearing demand deposits, money market accounts, or time deposits with state banks organized under Louisiana law and national banks having their principal offices in Louisiana.

Investments: Investments are limited by La. Revised Statute 49:327. If the original maturities of investments exceed 90 days, they are classified as investments. Otherwise, the investments are classified as cash and cash equivalents. In accordance with GASB Statement No. 31

investments are recorded at fair value with the corresponding increase or decrease reported in investment earnings. All investments of the Village are certificates of deposits held at Feliciana Bank & Trust Co., and the fair value is determined by the face value of the certificate.

Inventory: Inventory of the Village includes only office supplies, the amount of which is considered immaterial. Therefore, the acquisition of such items is expensed when purchased, and the inventory on hand at year-end is not reported in the accompanying financial statement.

Receivables: Receivables are recorded net of any allowance for uncollectible amounts in both governmental and business-type activities. Revenues become susceptible to accrual when they become both measurable and available.

Use of Estimates: The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

Restricted Assets: Certain proceeds of enterprise funds are classified as restricted assets on the balance sheet because their use is limited. Components of these assets are as follows:

	Customer Deposits
Certificates of Deposit	$ 16,816.44

Capital Assets: The Village's assets are recorded at historical cost. Depreciation is recorded using the straight-line method over the useful lives of the assets as follows:

Buildings	40 years	Vehicles	7-10 years
Equipment	4-10 years	Infrastructure	40-50 years
Office furniture	5-7 years		

In June 1999, the Governmental Accounting Standards Board issued Statement No. 34 which requires the inclusion of infrastructure assets used in governmental activities in the basic financial statements retroactively reported back to 1982. An exception exists for local governments with annual revenues of less than $10 million. As a result of this exception, the Village has elected to not report its governmental infrastructure retroactively. From this point forward, the Village will use the basic approach to infrastructure reporting for its governmental activities.

Compensated Absences: The Village does not have any compensated absences.

Long-Term Obligations: In the government-wide financial statements, debt principal payments of both government and business-type activities are reported as decreases in the balance of the liability on the Statement of Net Assets. In the fund financial statements, however, debt principal payments of governmental funds are recognized as expenditures when paid.

At June 30, 2009, the Village had no long-term debt.

Net Assets/Fund Balances: In the Statement of Net Assets, the difference between a government's assets and liabilities is recorded as net assets. The three components of net assets is as follows:

Invested in Capital Assets, Net of Related Debt
This category records capital assets net of accumulated depreciation and reduced by any outstanding balances of bonds, mortgages, notes or other borrowings attributable to the acquisition, construction or improvement of capital assets.

Restricted Net Assets
Net assets that are restricted by external sources such as banks or by law are reported separately as restricted net assets. When assets are required to be retained in perpetuity, these non-expendable net assets are recorded separately from expendable net assets. These are components of restricted net assets.

Unrestricted Net Assets
This category represents net assets not appropriable for expenditures or legally segregated for a specific future use.

In the Balance Sheet of governmental funds, fund balances are segregated as follows:

Reserved
These resources are segregated because their use is earmarked for a specific use.

Unreserved
This category represents that portion of equity not appropriable for expenditures or legally segregated for a specific future use.

Interfund Transactions: All interfund transactions, except quasi-external transactions, are reported as operating transfers. These are eliminated in the government-wide statements.

Sales Taxes: Sales taxes are levied by the Police Jury of East Feliciana Parish and allocated to the Village according to their population within the parish.

NOTE 2 – CASH AND CASH EQUIVALENTS

Deposits are stated at cost, which approximates market. Under state law, they 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 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.

With the adoption of GASB Statement No. 40, only deposits that are considered exposed to custodial credit risk are required to be disclosed. The Village has no deposits (bank balances) that are considered uninsured and uncollateralized at June 30, 2009.

Even though pledged securities are considered uncollateralized under the provisions of GASB Statement No. 3, La. 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.

A summary of cash and cash equivalents (book balances) at June 30, 2009, is as follows:

	Governmental Activities	Business-type Activities
Petty cash	$ 170.00	$ 20.00
Demand deposits	68,943.49	47,236.19
Total	69,113.49	47,256.19

NOTE 3 – INVESTMENTS

Investments can be exposed to custodial credit risk if the securities underlying the investment are uninsured and unregistered, not registered in the name of the entity or are held either by the counter-party or the counter-party's trust department or agent by not in the entity's name. Investments of the Village are certificates of deposit held by the counter-party in the Village's name. They are secured from risk by $200,000 of federal deposit insurance and $202,688 of pledged securities held by Feliciana Bank & Trust Co.

A summary of these investments is as follows at June 30, 2009:

	Cost	Fair Value	Gain (Loss)
Certificates of Deposit:			
Unrestricted	$ 26,314.01	$ 26,314.01	$ .00
Restricted	16,816.44	16,816.44	.00
Total	43,130.45	43,130.45	.00

NOTE 4 – RECEIVABLES

The following is a summary of receivables, not including interfund or intergovernmental transactions, at June 30, 2009:

Class	General Fund	Special Revenue Fund	Enterprise Funds	Total
Accounts	$ .00	$ .00	$ 12,326.12	$ 12,326.12
Accrued interest	145.61	218.41	247.08	611.10
Taxes:				
Franchise	6,322.48	.00	.00	6,322.48
Sales	.00	9,092.62	.00	9,092.62
Total	6,468.09	9,311.03	12,573.20	28,352.32

Utility meters are read on the 15th of each month and bills are computed and mailed by the 25th of each month. The amount of water used from the date the meter is read until the end of the month is an unbilled receivable in the Enterprise Fund. These receivables, included in the above totals, were $3,365.79.

NOTE 5 – CAPITAL ASSETS

Capital asset activity for the year ended June 30, 2009, was as follows:

	Beginning Balance	Additions	Retire-ments	Ending Balance
Governmental Activities				
Capital Assets, not being depreciated				
Land	$ 20,068.59	$ .00	$ .00	$ 20,068.59
Capital Assets, being depreciated				
Buildings and improvements	35,120.89	.00	.00	35,120.89
Less: accumulated depreciation	17,995.12	878.02	.00	18,873.14
Net Buildings and Improvements	17,125.77	(878.02)	.00	16,247.75
Equipment	106,850.13	26,852.42	.00	133,702.55
Less: accumulated depreciation	84,390.60	6,705.38	.00	91,095.98
Net Equipment	22,459.53	20,147.04	.00	42,606.57
Office furniture	4,342.97	.00	.00	4,342.97
Less: accumulated depreciation	4,223.29	119.68	.00	4,342.97
Net Office Furniture	119.68	(119.68)	.00	.00

	Beginning Balance	Additions	Retire-ments	Ending Balance
Vehicles	$ 91,468.95	$ .00	$ .00	$ 91,468.95
Less: accumulated depreciation	58,931.78	6,043.59	.00	64,975.37
Net Vehicles	32,537.17	(6,043.59)	.00	26,493.58
Infrastructure	409,754.10	.00	.00	409,754.10
Less: accumulated depreciation	46,097.32	20,487.71	.00	66,585.03
Net Infrastructure	363,656.78	(20,487.71)	.00	343,169.07
Total Capital Assets, being depreciated, net	435,898.93	(7,381.96)	.00	428,516.97
Capital Assets, net	455,967.52	(7,381.96)	..00	448,585.56
Business-type Activities				
Capital Assets, being depreciated				
Building and improvements	13,580.00	.00	.00	13,580.00
Less: accumulated depreciation	13,580.00	.00	.00	13,580.00
Net Building and Improvements	.00	.00	.00	.00
Water system	781,365.66	.00	.00	781,365.66
Less: accumulated depreciation	281,671.64	19,565.51	.00	301,237.15
Net Water System	499,694.02	(19,565.51)	.00	480,128.51
Sewer system	745,423.33	.00	.00	745,423.33
Less: accumulated depreciation	193,810.11	14,908.47	.00	208,718.58
Net Sewer System	551,613.22	(14,908.47)	.00	536,704.75
Equipment	15,599.88	17,104.00	.00	32,703.88
Less: accumulated depreciation	6,685.59	3,929.14	.00	10,614.73
Net Equipment	8,914.29	13,174.86	.00	22,089.15
Office furniture	2,541.29	.00	.00	2,541.29
Less: accumulated depreciation	2,446.09	95.20	.00	2,541.29
Net Office Furniture	95.20	(95.20)	.00	.00
Total Capital Assets, being depreciated, net	1,060,316.73	(21,394.32)	.00	1,038,922.41
Capital Assets, net	1,060,316.73	(21,394.32)	.00	1,038,922.41

Depreciation expense was charged to governmental functions as follows:

General government	$ 3,648.72
Public safety	7,209.65
Public works	23,376.01
Total Depreciation Expense	34,234.38

NOTE 6 – RETIREMENT SYSTEM

The Village has no retirement system in place other than social security/medicare.

NOTE 7 – ACCOUNTS AND OTHER PAYABLES

The following is a summary of payables at June 30, 2009:

	General Fund	Special Revenue Fund	Enterprise Funds	Total
Accounts (including withholdings)	$ 4,714.04	$ 434.79	$ 4,160.99	$ 9,309.82
Customer deposits	.00	.00	16,816.44	16,816.44
Total	4,714.04	434.79	20,977.43	26,126.26

NOTE 8 – DEFERRED REVENUE

Deferred revenue is as follows at June 30, 2009:

Occupational licenses	$ 5,706.70

The Village operates in a fiscal year while occupational licenses are issued for a calendar year. Funds received for the period June 1 to December 31, 2009, were deferred as stated above.

NOTE 9 – PROPRIETARY FUND SEGMENT INFORMATION

The Village maintains one enterprise fund which provides water and sewer services. Segment information for the year ended June 30, 2009, is as follows:

Condensed Statement of Net Assets

Current assets	$ 59,829.39
Restricted assets	16,816.44
Non-current assets	26,314.01
Capital assets, net	1,038,922.41
Total Assets	1,141,882.25

Current liabilities	$ 19,952.09
Long-term liabilities	16,816.44
Total Liabilities	36,768.53
Invested in capital assets, net	1,038,922.41
Unrestricted	66,191.31
Total Net Assets	1,105,113.72

Condensed Statement of Revenues, Expenses and Changes in Net Assets

Operating Revenues:	
Water sales and service	$ 60,897.02
Sewer sales and service	22,386.76
Total Operating Revenues	83,283.78
Operating expenses	96,611.43
Depreciation	38,498.32
Operating loss	(51,825.97)
Non-operating revenue	9,517.13
Change in Net Assets	(42,308.84)

Condensed Statement of Cash Flows

Net cash provided by (used for):	
Operating activities	$ (12,351.02)
Non-capital financing activities	9,983.64
Capital and related financing activities	(8,040.89)
Investing activities	9,152.67
Net decrease in cash and cash equivalents	(1,255.60)
Cash and cash equivalents, beginning of year	48,511.79
Cash and cash equivalents, end of year	47,256.19

NOTE 10 – COOPERATIVE ENDEAVOR AGREEMENTS

On June 8, 2004, the Village entered into a cooperative endeavor agreement with the Community Youth Organization of the Village of Wilson (the Organization) for the purpose of reviving, improving, maintaining, preserving and promoting the beneficial public use of the park area located at 6525 Sycamore Street in Wilson (volunteer fire department building). The Organization assumes full responsibility for its maintenance, supervision and security at all activities held there. While the property is to be open to the public, the Organization has the right to impose reasonable fees as may be necessary for the maintenance, operation and improvement of the park.

NOTE 11 – RELATED PARTY TRANSACTIONS

There were no related party transactions that require disclosure.

NOTE 12 – LITIGATION

There is no litigation that would require disclosure in the accompanying financial statements.

NOTE 13 - SUBSEQUENT EVENTS

There have been no transactions or events subsequent to June 30, 2009, through the date of this report that would materially impact the accompanying financial statements.

REQUIRED SUPPLEMENTAL INFORMATION
(PART 2 OF 2)

VILLAGE OF WILSON, LOUISIANA
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
YEAR ENDED JUNE 30, 2009

	Budgeted Amounts		Actual Amounts (Budgetary	Variance with Final Budget Positive
	Original	Final	Basis)	(Negative)
REVENUES				
Sales tax	$ 40,000.00	$ 40,000.00	$ 56,383.93	$ 16,383.93
Franchise fees	17,000.00	17,000.00	24,243.73	7,243.73
Occupational licenses	15,000.00	15,000.00	11,997.32	(3,002.68)
Fines	25,000.00	25,000.00	29,666.75	4,666.75
State revenue sharing	200.00	200.00	130.00	(70.00)
Rebates	4,600.00	4,600.00	4,946.27	346.27
Grant proceeds	21,000.00	26,500.00	23,038.68	(3,461.32)
Investment earnings	400.00	400.00	819.25	419.25
Total Revenues	123,200.00	128,700.00	151,225.93	22,525.93
EXPENDITURES				
General government	45,000.00	45,000.00	55,938.35	(10,938.35)
Public safety:				
Police	55,875.00	55,875.00	49,630.36	6,244.64
Fire	2,700.00	2,700.00	725.65	1,974.35
Public works	20,000.00	20,000.00	20,861.69	(861.69)
Capital outlay	42,000.00	42,000.00	26,852.42	15,147.58
Total Expenditures	165,575.00	165,575.00	154,008.47	11,566.53
Change in Fund Balances	288,775.00	294,275.00	305,234.40	34,092.46
Fund Balances, beginning	79,920.42	79,920.42	79,920.42	-
Fund Balances, ending	368,695.42	374,195.42	385,154.82	34,092.46

VILLAGE OF WILSON, LOUISIANA
BUDGETARY COMPARISON SCHEDULE
SPECIAL REVENUE FUND
YEAR ENDED JUNE 30, 2009

	Budgeted Amounts Original	Budgeted Amounts Final	Actual Amounts (Budgetary Basis)	Variance with Final Budget Positive (Negative)
REVENUES				
Sales tax	$ 50,000.00	$ 50,000.00	$ 49,236.45	$ (763.55)
Investment earnings	400.00	400.00	1,153.16	753.16
Total Revenues	50,400.00	50,400.00	50,389.61	(10.39)
EXPENDITURES				
Public works	40,000.00	40,000.00	39,922.27	77.73
Change in Fund Balances	10,400.00	10,400.00	10,467.34	67.34
Fund Balances, beginning	45,682.81	45,682.81	45,682.81	-
Fund Balances, ending	56,082.81	56,082.81	56,150.15	67.34

See Accountants' Review Report

SUPPLEMENTAL INFORMATION AND SCHEDULES

VILLAGE OF WILSON, LOUISIANA
SCHEDULE OF COMPENSATION PAID TO GOVERNING MEMBERS
YEAR ENDED JUNE 30, 2009

The following information is provided in compliance with House Concurrent Resolution No. 54 of the Louisiana Legislature.

Name	Amount
Mayor Bennie C. Jones, Jr.	$ 12,738.00
Alderwoman Marilyn Broadway	1,600.00
Alderwoman Harriett Sensley	1,600.00
Alderwoman Eunice Smiley	1,492.00
Total	17,430.00

VILLAGE OF WILSON, LOUISIANA
SCHEDULE OF OPERATING EXPENSES
PROPRIETARY FUNDS
YEAR ENDED JUNE 30, 2009

Personal Services:		
Chemicals and supplies		$ 27,179.36
Other taxes and licenses		78.89
Repairs and rentals		17,184.48
Sewer testing fees		1,523.88
	Total Personal Services	45,966.61
Employee and Related Expenses:		
Insurance		5,353.45
Payroll taxes		1,435.42
Salaries and labor		15,896.33
	Total Employee and Related Expenses	22,685.20
Occupancy:		
Insurance		2,177.50
Utilities and telephone		18,554.76
	Total Occupancy	20,732.26
Administrative:		
Advertising		211.20
Bad debts		1,455.78
Dues and subscriptions		200.00
Office expense		864.51
Postage		1,020.87
Professional fees		3,475.00
	Total Administrative	7,227.36
Depreciation:		
Depreciation - sewer		14,908.47
Depreciation - water		23,589.85
	Total Depreciation	38,498.32
Total Operating Expenses		135,109.75

We have reviewed the basic financial statements of the Village of Wilson, Louisiana as of and for the year ended June 30, 2009, and have issued our report thereon dated November 4, 2009. We conducted our review in accordance with *Statements on Standards for Accounting and Review Services,* issued by the American Institute of Certified Public Accountants and applicable standards of *Government Auditing Standards* issued by the Comptroller General of the United States. Our review of the financial statements as of June 30, 2009, indicated that there we were not aware of any material modifications that should be made to the financial statements in order for them to be in conformity with generally accepted accounting principles.

Financial Statement Findings

2009-01 Compliance with Reporting Requirements

Criteria. Louisiana Revised Statute 24:513 requires that reviewed financial statements be submitted to the Legislative Auditor within six months of the close of an entity's fiscal year. This equates to December 31st for the Village.

Condition. The reviewed financial statements were not submitted until March of 2010.

Impact. The Village is not in compliance with applicable laws.

Recommendation. We recommend that the current administration make every effort to communicate with the independent CPA in order to ensure timely submission of its annual report.

Management's Response. We will comply with this recommendation.

2009-02 Compliance with Engagement Standards

Criteria. Management is mandated by the Louisiana Governmental Audit Guide to complete the attestation questionnaire and submit it to the CPA prior to the commencement of the attestation engagement. The responses to the questionnaire are the basis for the attestation engagement and report.

Condition. Management did not provide written assertions regarding the Village's compliance with certain laws and regulations.

Impact. The Village is not in compliance with mandated guidelines of the Louisiana Governmental Audit Guide.

Recommendation. We recommend that management consider this requirement in the future.

Management's Response. Because the questionnaire covered the period of time prior to the Mayor's administration, he was not comfortable making the required assertions.

VILLAGE OF WILSON, LOUISIANA
MANAGEMENT'S CORRECTIVE ACTION PLAN
YEAR ENDED JUNE 30, 2009

Section I Compliance

Please refer to management's response in the schedule of findings and responses