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VILLAGE OF WILCOX, LOUISIANA

General Purpose Financial Statements
As Of And For The Year Ended June 30, 1998
With Supplemental Information Schedules

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Under provisions of state law, this report is a public document. A copy of the report has been submitted to the auditor, or reviewed, entity and other appropriate public officials. The report is available for public inspection at the Baton Rouge office of the Legislative Auditor and, where appropriate, at the office of the parish clerk of court.

JOHN D. BUTLER & COMPANY
A PROFESSIONAL CORPORATION
P. O. BOX 38
BARRIS, LOUISIANA 70308

(504) 275-9881

Independent Accountant's Report

Village of Wilson, Louisiana
P. O. Box 48
Wilson, Louisiana 70799

We have compiled the accompanying balance sheets of the Village of Wilson, Louisiana's General, Special Revenues, Capital Projects, and Enterprise funds and the General Fund Asset Group of accounts as of June 30, 1996, and the related Statement of Revenues, Expenditures and Changes in Fund Balances - All Governmental Fund Types, Budget vs. Actual, and Statement of Revenues and Expenses and Changes in Retained Earnings, Proprietary Fund and Statement of Cash Flows, Proprietary Fund for the year then ended.

A compilation is limited to presenting in the form of financial statements information that is the representation of management. We have not audited or reviewed the accompanying financial statements and, accordingly, do not express an opinion or any other form of assurance on them.

In accordance with the terms of our engagement, we have also issued a report on applying agreed-upon procedures dated December 30, 1996.



John D. Butler & Company, APAC

December 30, 1996

GENERAL PURPOSE FINANCIAL STATEMENTS

VILLAGE OF MILBON, LOUISIANA
COMBINED BALANCE SHEET - ALL FUND TYPES
AND ACCOUNT GROUPS
JUNE 30, 1998

	Government Fund Types		
	General	Special Revenues	Capital Projects
ASSETS			
Cash & cash equivalents	\$23,259.10	\$83,583.71	\$ 3.36
Accounts receivable (net of allowance for uncollectibles)	-0-	-0-	-0-
Restricted assets:			
Cash & cash equivalents	-0-	-0-	-0-
Fixed assets (net, where applicable, of accumulated depreciation)	-0-	-0-	-0-
Accrued interest receivable	-0-	1,323.85	-0-
Franchise fee receivable	3,255.02	-0-	-0-
Tobacco tax receivable	955.79	-0-	-0-
Sales tax receivable	-0-	5,848.34	-0-
Total Assets	28,469.92	89,695.70	3.36
LIABILITIES			
Accounts payable	2,583.58	334.00	-0-
Payables from restricted assets:			
Customer deposits	-0-	-0-	-0-
Total Liabilities	2,583.58	334.00	-0-
FUND EQUITY			
Contributed capital	1,942.39	-0-	-0-
Investment in general fixed assets	-0-	-0-	-0-
Retained earnings:			
Reserved for repairs & replacement	-0-	-0-	-0-
Unreserved & undesignated	-0-	-0-	-0-
Fund Balance:			
Unreserved & undesignated	20,843.05	89,441.70	3.36
Total Fund Equity	22,885.44	89,441.70	3.36
Total Liabilities and Fund Equity	25,469.02	89,695.70	3.36

See Accompanying Notes and Accountant's Report.

Proprietary Fund TYPES Description	ACCOUNT GROUPS		Totals non-revenue ONLY
	General	Fixed Assets	
\$20,860.84	\$	-0-	\$124,398.31
10,296.87		-0-	18,398.07
72,815.85		-0-	72,315.06
199,548.29	118,819.88		817,533.95
-0-	-0-		1,333.85
-0-	-0-		3,248.82
-0-	-0-		556.78
-0-	-0-		5,868.34
982,457.45	118,819.88		1,135,839.89
888.81		-0-	1,505.50
12,436.70		-0-	12,438.20
13,124.71		-0-	15,942.28
777,324.86		-0-	779,217.25
-0-	118,819.88		118,819.88
53,357.84		-0-	53,357.84
58,884.24		-0-	58,884.24
-0-		-0-	118,408.31
889,528.74	118,819.88		1,113,832.79
902,651.45	118,819.88		1,135,839.89

VILLAGE OF WILSON, LOUISIANA
 COMBINED STATEMENT OF REVENUES, EXPENDITURES, AND
 CHANGES IN FUND BALANCE -
 ALL GOVERNMENTAL FUND TYPES
 FOR THE YEAR ENDED JUNE 30, 1996

	Governmental Fund Types			Totals (Memorandum Only)
	General	Special Excesses	Capital Projects	
REVENUES				
Occupational licenses	\$12,412.30	\$ -0-	\$ -0-	\$12,412.30
Franchise fees	15,324.98	-0-	-0-	15,324.98
State revenue sharing	5,513.00	-0-	-0-	5,513.00
Tobacco tax	3,822.80	-0-	-0-	3,822.80
Interest income	349.38	2,098.86	-0-	2,448.24
Fines	15,717.80	-0-	-0-	15,717.80
Grant receipts	15,000.00	-0-	-0-	15,000.00
Sales tax revenue	-0-	33,123.16	-0-	33,123.16
Miscellaneous	238.72	-0-	-0-	238.72
Total Revenues	68,578.27	36,214.82	-0-	104,793.09
EXPENDITURES				
Advertising	376.70	5.00	-0-	381.70
Security	56.00	-0-	-0-	56.00
Auto expense	3,342.45	2,882.31	-0-	6,224.76
Books & subscriptions	385.10	-0-	-0-	385.10
Repairs - other	282.88	182.90	-0-	465.78
Repairs - road	-0-	2,582.10	-0-	2,582.10
Insurance	12,168.98	2,308.41	-0-	14,477.39
Legal	285.00	-0-	-0-	285.00
Accounting	7,332.18	568.55	-0-	7,900.73
Office expense	1,454.00	-0-	-0-	1,454.00
Salaries	24,282.95	10,825.87	-0-	35,108.82
Postage	288.22	-0-	-0-	288.22
Miscellaneous	728.68	6.33	-0-	735.01
Outside services	-0-	425.88	-0-	425.88
Payroll taxes	2,287.22	888.98	-0-	3,176.20
Telephone	1,368.35	-0-	-0-	1,368.35
Utilities	2,246.80	6,188.15	-0-	8,434.95
Post Control	61.50	-0-	-0-	61.50
Supplies	848.48	76.60	-0-	925.08
Capital outlay	19,710.28	178.65	-0-	19,888.93
Travel	52.82	-0-	-0-	52.82
Total Expenditures	77,786.25	25,897.31	-0-	103,683.56

Continued

VILLAGE OF WILSON, LOUISIANA
COMBINED STATEMENT OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - Continued
ALL GOVERNMENTAL FUND TYPES
FOR THE YEAR ENDED JUNE 30, 1996

	Governmental Fund Types			Totals (Memorandum Only)
	General	Special Revenues	Capital Projects	
Excess (Deficiency) of Revenues over Expenditures	(8,127.86)	10,116.71	-0-	1,988.79
OTHER FINANCING SOURCES (USES)				
Transfers in	-0-	1,988.79	-0-	1,988.79
Transfers out	(1,488.70)	-0-	-0-	(1,488.70)
Total Other Financing Sources (Uses)	(1,488.70)	1,988.79	-0-	-0-
Excess (Deficiency) of Revenues and Other Sources over Expenditures and Other Uses	(10,616.56)	12,105.41	-0-	1,488.79
Fund Balance, beginning of year	21,539.53	77,848.29	3.16	100,428.18
Fund Balance (Deficit), end of year	10,943.88	89,461.70	3.16	110,409.91

See Accompanying Notes and Accountant's Report.

VILLAGE OF WILSON, LOUISIANA
 COMBINED STATEMENT OF REVENUES, EXPENDITURES, AND
 CHANGES IN FUND BALANCE
 BUDGET (CASH BASIS) AND ACTUAL -
 GENERAL AND SPECIAL REVENUE FUNDS
 FOR THE YEAR ENDED JUNE 30, 1966

	General Fund		Variance Favorable (Unfavorable)
	Budget	Actual	
REVENUES			
Occupational licenses	\$ 6,400	\$13,432.38	\$ 6,432.38
Franchise fees	11,800	15,324.94	4,324.94
State revenue sharing	3,400	5,933.08	1,713.88
Tobacco tax	3,800	3,823.00	23.00
Interest income	400	549.30	149.30
Fines	9,800	15,717.00	6,717.00
Sales tax revenues	-0-	-0-	-0-
Grant receipts	-0-	15,000.00	15,000.00
Miscellaneous	-0-	238.75	238.75
Total Revenues	33,000	68,578.27	35,578.27
EXPENDITURES			
Advertising	-0-	374.70	(374.70)
Auto expenses	4,000	3,342.45	657.55
Dues & subscriptions	75	365.38	(290.38)
Repairs - other	400	283.98	116.02
Repairs - road	-0-	-0-	-0-
Insurance	10,800	12,363.98	(2,363.98)
Legal	-0-	285.00	(285.00)
Accounting	6,450	7,332.14	(882.14)
Office expense	2,100	1,854.88	245.12
Salaries	10,000	24,382.96	6,782.96
Postage	300	294.53	5.47
Miscellaneous	600	788.68	(188.68)
Outside services	-0-	-0-	-0-
Payroll taxes	3,000	2,267.23	732.78
Telephone	900	1,368.35	(468.35)
Utilities	2,000	2,248.80	(248.80)
Pest Control	-0-	61.50	(61.50)
Supplies	400	943.88	(543.88)
Security	-0-	55.80	(55.80)
Capital outlay	2,800	19,710.28	(17,710.28)
Travel	-0-	52.97	(52.97)
Total Expenditures	62,200	71,798.26	(15,431.35)

Special Revenue Fund

Budget	Actual	Variance Favorable (Disfavorable)
-0-	-0-	-0-
-0-	-0-	-0-
-0-	-0-	-0-
-0-	-0-	-0-
2,100	2,098.86	890.86
-0-	-0-	-0-
20,000	22,123.16	9,123.16
-0-	-0-	-0-
-0-	-0-	-0-
28,098	28,014.02	18,014.02
-0-	5.00	(5.00)
800	2,802.31	(2,002.31)
-0-	-0-	-0-
200	180.86	17.04
1,200	1,202.33	(202.33)
2,000	2,009.41	(109.41)
-0-	-0-	-0-
-0-	508.66	(508.66)
-0-	-0-	-0-
12,000	10,023.07	1,976.93
-0-	-0-	-0-
-0-	6.33	(6.33)
-0-	825.00	(425.00)
1,000	888.00	881.10
-0-	-0-	-0-
4,000	4,189.19	(2,189.19)
-0-	-0-	-0-
00	36.00	3.01
-0-	-0-	-0-
-0-	174.63	(174.63)
-0-	-0-	-0-
21,300	25,887.31	(4,587.31)

Continued

VILLAGE OF WILSON, LOUISIANA
COMBINED STATEMENT OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE -
BUDGET (CASH BASIS) AND ACTUAL - Continued
GENERAL AND SPECIAL REVENUE FUNDS
FOR THE YEAR ENDED JUNE 30, 1996

	General Fund		Variance Favorable (Unfavorable)
	Budget	Actual	
Excess (deficiency) of Revenues over Expenditures	(28,285)	(9,127.98)	29,157.82
OTHER FINANCING SOURCES (USES)			
Transfers in	24,880	-	(24,880.00)
Transfers out	-	(1,488.78)	(1,488.78)
Total Other Financing Sources (Uses)	24,880	(1,488.78)	(26,288.78)
Excess (Deficiency) of Revenues and Other Sources over Expenditures and Other Uses	(4,405)	(10,628.60)	(6,143.60)
Fund Balance, beginning of year	21,522	21,579.88	(57.68)
Fund Balance, end of year	27,094	29,943.85	(8,142.15)

See Accompanying Notes and Accountant's Report.

<u>Special Revenue Fund</u>		
<u>Budget</u>	<u>Actual</u>	<u>Variance</u> <u>Favorable</u> <u>(Unfavorable)</u>
\$ 4,640	\$10,116.71	\$ 5,476.71
-0-	1,498.78	1,498.78
-0-	-0-	-0-
-0-	1,498.78	1,498.78
4,640	11,615.41	6,975.41
17,846	23,894.39	.28
82,486	88,481.70	6,975.70

VILLAGE OF MILKON, LOUISIANA
 STATEMENT OF REVENUES AND EXPENSES AND
 CHANGES IN RETAINED EARNINGS - PROPRIETARY FUND TYPES
 FOR THE YEAR ENDED JUNE 30, 1994

OPERATING REVENUE	
Water sales	\$ 49,000.44
Sewer fees	14,908.34
Interest income	<u>1,638.80</u>
Total Operating Revenue	65,547.58
EXPENSES	
Depreciation	18,085.90
Bank Charges	8.00
Fees and subscriptions	338.12
Repairs	4,085.44
Insurance	9,318.93
Accounting	8,424.67
Office expense	312.54
Salaries	23,298.34
Postage	1,088.08
Miscellaneous expense	451.82
Payroll Taxes	1,888.00
Other taxes & license	884.91
Utilities	12,181.32
Sewer testing fees	1,486.08
Advertising	46.08
computer service	1,488.28
supplies	8,429.83
Bad debts	<u>387.58</u>
Total Expensed	<u>94,548.22</u>
Net Income (Loss)	(28,999.78)
Add depreciation on sewer system acquired by grant	14,908.47
Retained earnings, beginning of year	118,398.18
Retained earnings, end of year	<u>113,306.80</u>

See Accompanying Notes and Accountant's Report.

VILLAGE OF WILSON, LOUISIANA
 STATEMENT OF CASH FLOWS - PROPRIETARY FUND TYPES
 INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS
 FOR THE YEAR ENDED JUNE 30, 1994

Cash Flows from Operating Activities	
Cash received from customers	\$ 59,113.66
Cash paid to employees	(23,286.24)
Cash paid to suppliers	(41,318.22)
Net Cash Used in Operating Activities	(5,492.80)
Cash Flows from Capital and Related Financing	
Principal paid on bonds	(7,098.00)
Net Cash Used in Capital and Related Financing	(7,098.00)
Cash Flows From Non-Capital Financing	-0-
Cash Flows From Investing Activities	
Interest received on investments	1,624.66
Purchase of equipment	(13,598.00)
Net Cash Used in Investing Activities	(11,973.34)
Net Increase (Decrease) in Cash and Cash Equivalents	(22,428.24)
Cash and Cash Equivalents at beginning of Year	215,253.22
Cash and Cash Equivalents at end of Year	92,825.00
Reconciliation of operating loss to net cash used in operating activities:	
Operating loss	(24,509.44)
Adjustments to reconcile operating loss to net cash used in operating activities:	
depreciation	19,885.88
Changes in assets and liabilities	
(increase) in accounts receivable	(1,285.12)
(decrease) in accounts payable	(44.18)
increase in customer deposits	888.00
Total adjustments	(12,098.66)
Net Cash Used in Operating Activities	(5,492.80)

See Accompanying Notes and Accountant's Report.

VILLAGE OF WILSON, LOUISIANA
NOTE TO FINANCIAL STATEMENTS
AS OF AND FOR THE YEAR ENDED JUNE 30, 1966

INTRODUCTION

The Village of Wilson, Louisiana was created under the provisions of the Louisiana Act, Louisiana Revised Statute No. 19:331, in 1960. Therefore, it operates under a Mayor-Board of Aldermen form of government. 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 Mayor and three Aldermen are elected at large every four years by the citizens of the Village. They are compensated for their services.

The Village is situated in the southwest part of East Feliciana Parish. It is approximately 28.5 square miles in size with a population of 781 persons. Within the boundaries are approximately 18 miles of roads maintained by the Village. It is currently servicing 310 water customers and employs 9 persons.

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. REPORTING ENTITY

Section 2186 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 2186, the Village of Wilson, Louisiana includes all funds, account groups, or centers, that are within the oversight responsibility of the Village of Wilson, Louisiana. This includes the East Feliciana Waterworks District No. 1 which is reported in the accompanying financial statements as an enterprise fund. Certain units of local government over which the Village of Wilson, Louisiana 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 of Wilson, Louisiana.

VILLAGE OF WILSON, LOUISIANA
NOTES TO FINANCIAL STATEMENTS
AS OF AND FOR THE YEAR ENDED JUNE 30, 1998

N. FUND ACCOUNTING

The Village of Wilson, Louisiana 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 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 financial resources.

Funds of the Village of Wilson, Louisiana 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:

Governmental Funds

Governmental funds account for all or most of the Village of Wilson'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 - the general operating fund of the Village of Wilson, Louisiana 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.
3. Capital Projects Funds - account for financial resources received and used for the acquisition, construction, or improvement of capital facilities not reported in the other governmental funds.

VILLAGE OF WILSON, LOUISIANA
NOTES TO FINANCIAL STATEMENTS
AS OF AND FOR THE YEAR ENDED JUNE 30, 1996

Proprietary Funds

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. **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.

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 resource 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 in the accompanying financial statements even though the Village maintains its books on the cash basis during the year. The governmental funds use the following practices in recording revenues and expenditures:

Revenues

All revenues is recorded on the books when the cash or equivalent is received. The books are kept using the cash basis of accounting.

Expenditures

All expenditures are recorded on the books when the cash is paid out. The books are kept using the cash basis of accounting.

Other Financing Sources (Uses)

Transfers between funds that are not expected to be repaid are accounted for

VILLAGE OF WILSON, LOUISIANA
NOTES TO FINANCIAL STATEMENT
AS OF AND FOR THE YEAR ENDED JUNE 30, 1986

Other Financing Sources (Uses)

Transfers between funds that are not expected to be repaid are accounted for as other financing resources (uses). These other financing sources (uses) are recognized at the time the underlying events occur.

All proprietary funds are accounted for on a flow of economic resources measurement focus and a determination of net income and capital maintenance. With this measurement focus, all assets and all liabilities associated with the operation of these funds are included on the balance sheet. The proprietary fund uses the accrual basis of accounting. Revenues are recognized when earned, and expenses are recognized at the time the liabilities are incurred.

D. BUDGETS

The Village of Wilson, Louisiana uses the following budget practices:

1. The budget is prepared in advance of the fiscal year and is adopted at a public meeting in May for the fiscal year July to June. The budget is not published in any journal but is made available for public inspection at the Village Hall after the May meeting.
2. Appropriations lapse at year end.
3. A cash basis budget is prepared for all of the governmental fund types. A budget is prepared for the proprietary funds also, even though it is not required.
4. The Board of Aldermen is the administrative authority to make changes or amendments within the various budget classifications. No amendments have been made to the original budget for the fiscal year ended June 30, 1986. The financial statements and budgets presented in Statement C and the amounts in Statement B are the same.

E. ENCUMBRANCES

The Village does not use encumbrance accounting.

F. 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 of Wilson, Louisiana 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.

VILLAGE OF WILSON, LOUISIANA
NOTES TO FINANCIAL STATEMENTS
AS OF AND FOR THE YEAR ENDED JUNE 30, 1996

Under state law, the Village of Wilson, Louisiana, may invest in United States bonds, Treasury notes, or certificates. These are classified as investments if their original maturities exceed 90 days; however, if the original maturities are 90 days or less, they are classified as cash equivalents. There are no investments except for certificates of deposit which are considered cash equivalents in the accompanying financial statements.

6. RESTRICTED ASSETS

Caterpillar skidder tax receipts and customer deposits are recorded as restricted assets. Their use is limited to major repairs/replacements and returns of deposits, respectively.

7. FIXED ASSETS

Fixed assets of governmental funds are recorded as expenditures at the time they are purchased or constructed, and the related assets are capitalized (reported) in the general fixed asset account group. Public domain or infrastructures are capitalized. No depreciation has been provided on general fixed assets. All fixed assets are valued at historical cost or estimated cost if historical cost is not available.

Fixed assets used in the proprietary fund operations are included on the balance sheet of the fund net of accumulated depreciation. Depreciation of all depreciable fixed assets used by proprietary fund operations is charged as an expense against operations. Depreciation is computed using the straight-line method with the following and useful lives:

Water System	50 years
Office equipment	4 years
Equipment	5 years
Sewer system	50 years

Depreciation of contributed assets is charged against contributed capital as opposed to retained earnings.

8. COMPENSATED ABSENCES

The Village of Wilson, Louisiana does not have a written policy on vacation or sick leave. Employees are allowed two weeks vacation and time off when ill.

The cost of current leave privileges, computed in accordance with state modification Section 650, is recognized as a current-year expenditure in the governmental funds when leave is actually taken. The cost of leave privileges not requiring

VILLAGE OF WILSON, LOUISIANA
NOTES TO FINANCIAL STATEMENTS - 4
AS OF AND FOR THE YEAR ENDED JUNE 30, 1996

current resources is recorded in the general long-term obligations account group. However, loans are required to be recorded in the accompanying financial statements. Leave privileges associated with employees of the Enterprise Fund are recorded as a fund liability and operating expense if needed. All leaves expires at year end.

J. LONG-TERM OBLIGATIONS

Long-term obligations expected to be financed from governmental funds are reported in the general long-term obligations account group. Expenditures for principal and interest payments for long-term obligations are recognized in the governmental funds when due. Long-term obligations expected to be refinanced from proprietary fund operations are accounted for in those funds. At June 30, 1996, the Village had no long-term debt.

K. FUND EQUITY

Contributed Capital

Contributed capital is recorded in proprietary funds for capital grants restricted for the acquisition or construction of capital assets. Contributed capital is 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 appropriate for expenditures or legally segregated for a specific future use.

Designated Fund Balances

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

L. SALES TAXES

Sales taxes are levied by the Police Jury of East Feliciana Parish and allocated to the Village of Wilson, Louisiana according to their population.

M. 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.

VILLAGE OF WILSON, LOUISIANA
 NOTES TO FINANCIAL STATEMENT
 AS OF AND FOR THE YEAR ENDED JUNE 30, 1998

NOTE 2 - EXPENDITURES/EXPENSES - ACTUAL AND BUDGET

The following individual funds have actual expenditures/expenses over budgeted expenditures/expenses for the year ended June 30, 1998:

<u>Fund</u>	<u>Budget</u>	<u>Actual</u>	<u>Unfavorable Variance</u>
General	82,385	77,786	15,421
Special Revenue	21,360	25,887	4,527

NOTE 3 - CASH AND CASH EQUIVALENTS

At June 30, 1998, the Village of Wilson, Louisiana had cash and cash equivalents totaling \$198,577.80 as follows:

	<u>Governmental</u>	<u>Proprietary</u>	<u>Total</u>
Demand deposits	16,454.12	9,433.78	26,885.88
Interest-bearing demand deposits	11,455.08	30,025.60	41,481.67
Time deposits	72,652.31	53,257.62	125,912.93
Total	100,562.51	92,817.00	193,379.51

These deposits 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 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.

At June 30, 1998, the Village has \$223,493.13 in deposits. These deposits are secured from risk by \$223,493.13 of federal deposit insurance. State law requires that securities held for collateral can be in the name of the fiscal agent bank, but they should be in a holding or custodial bank that is mutually acceptable to both parties. The fiscal agent bank has \$250,000 of bonds pledged as collateral to the Village.

VILLAGE OF WILSON, LOUISIANA
 NOTES TO FINANCIAL STATEMENT
 AS OF AND FOR THE YEAR ENDED JUNE 30, 1996

NOTE 4 - RECEIVABLES

The following is a summary of receivables for June 30, 1996:

Class	General Fund	Special Revenue Fund	Enterprise Fund
Accounts	-0-	-0-	10,286.07
Accrued interest	-0-	1,123.65	-0-
Taxes:			
Franchise	3,266.82	-0-	-0-
Tobacco	355.78	-0-	-0-
Sales	-0-	5,868.34	-0-
Total	4,210.72	7,191.99	10,286.07

NOTE 5 - FIXED ASSETS

The changes in general fixed assets follow:

	Beginning Balance	Additions	Deletions	Ending Balance
Land	\$ 16,885.59	\$ -0-	\$ -0-	\$16,885.58
Buildings	12,637.61	-0-	-0-	12,637.53
Equipment	59,518.88	174.65	-0-	59,693.53
Vehicle	16,226.13	19,719.30	13,351.30	22,694.13
Total	114,268.21	19,893.95	13,351.30	120,810.86

A summary of proprietary property, plant and equipment follows:

	Beginning Balance	Additions	Deletions	Ending Balance
Water plant	\$143,802.56	13,588.00	-0-	157,390.56
Equipment	5,199.80	-0-	-0-	5,199.80
sewer system	785,423.33	-0-	-0-	785,423.33
	834,425.76	13,588.00	-0-	848,013.76

Less: accumulated depreciation				183,688.47
Total				664,325.29

VILLAGE OF WILSON, LOUISIANA
NOTES TO FINANCIAL STATEMENT
AS OF AND FOR THE YEAR ENDED JUNE 30, 1996

NOTE 6 - ACCOUNTING POLICY IN REGARD TO CASH FLOW STATEMENT

For purposes of the statement of cash flows, the District considers all highly liquid investments (including restricted assets) with a maturity of three months or less when purchased to be cash equivalents. Cash and cash equivalents shown on the cash flow statement at year end were \$92,815.09. These amounts were shown on the balance sheet as follows:

Cash	\$20,466.84
Restricted assets	72,348.25
	\$92,815.09

NOTE 7 - PENSION PLAN

A pension plan is not offered by the Village. All employees are covered under the federal social security program.

NOTE 8 - RESTRICTED ASSETS

Restricted assets are composed of the following:

The warranty fee account is for the purpose of major repairs and replacements to the system, and is composed of:

Certificates of Deposits	\$53,397.64
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The customer meter deposits is amounts owed to customers for security deposits and is composed of:

Cash	\$10,426.86
Savings	8,330.38
	18,757.41

NOTE 9 - OTHER POSTEMPLOYMENT BENEFITS

No post retirement benefits are provided.

NOTE 10 - ACCOUNTS AND OTHER PAYABLES

The following is a summary of payables at June 30, 1996:

VILLAGE OF WILSON, LOUISIANA
 NOTES TO FINANCIAL STATEMENTS
 AS OF AND FOR THE YEAR ENDED JUNE 30, 1996

NOTE 13 - RESERVED AND DESIGNATED RETAINED EARNINGS

Retained earnings are reserved for the following:

	Proprietary Fund
Repairs and replacements	\$ 53,357.64

NOTE 14 - CHANGES IN CONTRIBUTED CAPITAL

The following is a summary of changes in contributed capital:

Balance, June 30, 1995	\$ 782,183.33
Depreciation	(24,888.47)
Balance, June 30, 1996	757,294.86

NOTE 15 - LITIGATION AND CLAIMS

There were no pending or threatened litigation or asserted claims at June 30, 1996.

NOTE 16 - AMOUNTS PAID FOR MEMBERS OF THE GOVERNING BOARD

Members of the governing body were paid the following amounts during the year ended June 30, 1996:

Name	Amount
Mayor Jewel K. Hancock	\$ 5,220.00
Alderman Barbara Hayes	1,280.00
Alderman Betty Merling	1,280.00
Alderman Iona Palmer	1,280.00
Total	8,820.00

NOTE 17 - SUBSEQUENT EVENTS

There were no subsequent events that would have a material impact on the accompanying financial statements.

SUPPLEMENTAL INFORMATION SCHEDULE

JOHN D. BUTLER & COMPANY
A PROFESSIONAL ACCOUNTING CORPORATION
P. O. BOX 80
BARRI, LOUISIANA 70808
PHONE 775-8880

Independent Accountant's Report
on Applying Agreed-Upon Procedures

To The Management of the
Village of Wilson, Louisiana

We have performed the procedures included in the Louisiana Government Audit Guide and enumerated below, which were agreed to by the management of the Village of Wilson, Louisiana and the Legislative Auditor, State of Louisiana, solely to assist the users in evaluating management's assertions about the Village of Wilson, Louisiana's compliance with certain laws and regulations during the year ended June 30, 1998 included in the accompanying Louisiana Affidavit (Affidavits). This agreed-upon procedures engagement was performed in accordance with standards established by the American Institute of Certified Public Accountants. The sufficiency of these procedures is solely the responsibility of the specified users of the report. Consequently, we make no representation regarding the sufficiency of the procedures described below either for the purpose for which this report has been requested or for any other purpose.

Public Bid Law

1. Select all expenditures made during the year for material and supplies exceeding \$5,000, or public works exceeding \$50,000, and determine whether such purchases were made in accordance with LA-RR 38:1211-1251 (the public bid law).

We reviewed the cash disbursements journal for the fiscal year discovering only one expenditure of over \$5,000 for materials and supplies and none over \$50,000 for public work projects. We examined all supporting documentation which indicated appropriate procedures were followed under the State's cooperative purchasing agreement as stated in LA-RR 38:1703.

Code of Ethics for Public Officials and Public Employees

3. Obtain from management a list of the immediate family members of each board member as defined by LA-RR 42:1181-1124 (the code of ethics), and a list of outside business interests of all board members and employees, as well as their immediate families.

Management provided us with the required list including the noted information.

3. Obtain from management a listing of all employees paid during the period under examination.

Management provided us with the required list.

4. Determine whether any of those employees included in the listing provided from management in agreed-upon procedure (3) were also included on the listing obtained from management in agreed-upon procedure (2) as immediate family members.

None of the employees included on the list of employees provided by management in agreed-upon procedure no. 3 appeared on the list provided by management in agreed-upon procedure no. 2. However, the Mayor's wife's brother owns a gas station/convenience store from which the Village purchases gas and some supplies. Because this is the only store in the Village, no feasible alternative exists. Also, Alderwoman Betty Starling is a teller at the Feliciana Bank in the neighboring Village of Norwood at which the Village does its banking. Because this is the closest bank, no feasible alternative exists.

Budgeting

5. Obtain a copy of the legally adopted budget and all amendments.

Management provided us with a copy of the original budget. There were no amendments to the budget during the year.

6. Trace the budget adoption and amendments to the minute book.

We traced the adoption of the original budget to the minutes of a meeting held on September 12, 1996, which indicated that the budget had been adopted unanimously. During the period of July 1 to September 12, 1996, the Village operated without a legally adopted budget.

7. Compare the revenues and expenditures of the final budget to actual revenues and expenditures to determine if actual revenues or expenditures exceed budgeted amounts by more than 5%.

We compared the revenues and expenditures of the final budget to actual revenues and expenditures. Actual revenues and expenditures for the year did not exceed budgeted amounts by more than 5%, except that expenditures of the General Fund were 28% in excess of amounts budgeted for the year and expenditures of the Special Revenue Fund were 21% in excess of amounts budgeted for the year.

Accounting and Reporting

8. Randomly select 6 disbursements made during the period under examination and:

(a) trace payments to supporting documentation as to proper amount and payee;

We examined supporting documentation of each of the six selected disbursements and found that payment was for the proper amount and made to the correct payee.

(b) determine if payments were properly coded to the correct fund and general ledger account; and

Five of the payments were properly coded to the correct fund and general ledger account. One partially payment (ch. no. 8746), which should have been coded to supplies, was improperly coded to auto expense. The amounts, however, were immaterial.

(c) determine whether payments received approval from proper authorities.

Inspection of documentation supporting each of the six selected disbursements indicated approval by the Mayor. In addition, each of the disbursements were traced to the Village's minute book where they were approved by the full Board.

Meetings

9. Examine evidence indicating that agendas for meetings recorded in the minute book were passed or advertised as required by LA-PS 42:1 through 42:12 (the open meetings law).

The Village posted meeting notices of each meeting on the door of the Village's office building. However, an accompanying agenda was not posted.

Subc

10. Examine bank deposits for the period under examination and determine whether any such deposits appear to be proceeds of bank loans, bonds or like indebtedness.

We inspected copies of all bank deposit slips for the period under examination and noted no deposits which appeared to be proceeds of bank loans, bonds or like indebtedness.

11. Examine payroll records and minutes for the year to determine whether any payments have been made to employees which may constitute bonuses, advances, or gifts.

A reading of the minutes of the Village for the year indicated no approval of any payments that would constitute bonuses, advances, or gifts. We also inspected payroll records for the year and noted no instances which would indicate payments to employees which would constitute bonuses, advances or gifts.

We were not engaged to, and did not, perform an examination, the objective of which would be the expression of an opinion on management's assertions. Accordingly, we do not express such an opinion. Had we performed additional procedures, other matters might have come to our attention that would have been reported to you.

This report is intended solely for the use of management of the Village of Wilcox, Louisiana and the Legislative Auditor, State of Louisiana, and should not be used by those who have not agreed to the procedures and taken responsibility for the sufficiency of the procedures for their purposes. However, this report is a matter of public record and its distribution is not limited.



John D. Butler & Company, APAC