

VILLAGE OF MOUND, LOUISIANA
MOUND, LOUISIANA
FINANCIAL STATEMENTS
AS OF JUNE 30, 2004

Under provisions of state law, this report is a public document. A copy of the report has been submitted to the 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.

Release Date 9-8-04

David Q. Richardson
Certified Public Accountant
P. O. Box 891
Tallulah, Louisiana
318-574-0514

**VILLAGE OF MOUND, LOUISIANA
TABLE OF CONTENTS**

	<u>Exhibit</u>	<u>Page</u>
Accountant's Compilation Report		1
GENERAL PURPOSE FINANCIAL STATEMENTS:		
Combined Balance Sheet - All Fund Types and Account Groups as of June 30, 2004	A	2
Combined Statement of Revenues, Expenditures and Changes in Fund Balance - All Government Fund Types for the year Ended June 30, 2004	B	3
Notes to Financial Statements		4-7
SUPPLEMENTAL INFORMATION SCHEDULES:		
	<u>Schedule</u>	
Schedule of Compensation Paid to Mayor and Aldermen	1	8
Schedule of Affidavit and Revenue Certification	2	9

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Village of Mound
2927 Hwy. 602
Mound, Louisiana 71282

I have compiled the accompanying general purpose financial statements of the of Village of Mound as of and for the year ended June 30, 2004, as listed in the table of contents, in accordance with Statements on Standards for Accounting and Review Services issued by the American Institute of Certified Public Accountants.

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

Tallulah, Louisiana
August 18, 2004



Exhibit A

VILLAGE OF MOUND, LOUISIANA
MOUND, LOUISIANA
COMBINED BALANCE SHEET - ALL FUND TYPES AND ACCOUNT GROUPS
AS OF JUNE 30, 2004

	<u>General</u>	Account Group <u>General</u> <u>Fixed Assets</u>	Totals (Memorandum <u>Only</u>)
<u>ASSETS</u>			
Cash	\$ 24,706.35	\$	\$ 24,706.35
Fixed assets		227,085.63	227,085.63
Total assets	<u>24,706.35</u>	<u>227,085.63</u>	<u>251,791.98</u>
<u>LIABILITIES AND FUND EQUITY</u>			
Investment in general fixed assets		227,085.63	227,085.63
Fund balance - unreserved	<u>24,706.35</u>		<u>24,706.35</u>
Total liabilities and fund equity	<u>\$ 24,706.35</u>	<u>\$ 227,085.63</u>	<u>\$ 251,791.98</u>

See Accountant's Compilation report and notes to the financial statements.

Exhibit B

VILLAGE OF MOUND, LOUISIANA
MOUND, LOUISIANA
COMBINED STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCES - ALL GOVERNMENT FUND TYPES
FOR THE YEAR ENDED JUNE 30, 2004

	Government Fund Type General
REVENUES	
Taxes	\$ 899.92
Interest earned	664.98
Total revenues	<u>1,564.90</u>
EXPENDITURES	
Utilities	651.54
Bookkeeping	175.00
Legal and accounting	400.00
Total expenditures	<u>1,226.54</u>
EXCESS (DEFICIT) OF REVENUES OVER EXPENDITURES	338.36
FUND BALANCE - BEGINNING OF YEAR	<u>24,367.99</u>
FUND BALANCE - END OF YEAR	<u>\$ 24,706.35</u>

See Accountant's Compilation report and notes to the financial statements.

**VILLAGE OF MOUND, LOUISIANA
MOUND, LOUISIANA
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2004**

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The Village of Mound was incorporated under the provision of the Lawson Act (Louisiana Revised Statutes [LSA-R.S.] 33:521-463). The Village operates under a Mayor-Board of Aldermen form of government. The general purpose financial statements of the Village of Mound have been prepared in conformity with generally accepted accounting principles (GAAP) as applied to government units. The Governmental Accounting Standards Board (GASB) is the accepted standard setting body for establishing governmental accounting and financial reporting principles. The more significant of the government's accounting policies are described below.

A. Reporting Entity

GASB established criteria for determining the governmental reporting entity and component units that should be included within the reporting entity. Because the Village is solely accountable for fiscal matters, which include (1) responsibility for funding deficits and operation deficiencies and (2) fiscal management for controlling the collection and disbursement of funds, and because of the scope of public service provided by the Village, the Village is a separate governmental reporting entity.

The Village includes all funds, account groups, activities, et cetera, that are within the oversight responsibility of the Village as an independent political subdivision of the State of Louisiana. Certain units of local government over which the Village exercises no oversight responsibility, such as the parish policy jury, the parish school board and independently elected parish officials, 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.

B. Fund Accounting

The government 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 related to certain government functions or activities.

A fund is a separate accounting entity with a self-balancing set of accounts. An account group, on the other hand, 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.

VILLAGE OF MOUND, LOUISIANA
MOUND, LOUISIANA
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2004

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

B. Fund Accounting (cont'd)

Funds are classified into three categories: governmental, proprietary and fiduciary. Each category, in turn is divided into separate "fund types".

Governmental funds are used to account for all or most of a government's general activities, including the collection and disbursement of earmarked monies (special revenue funds), the acquisition or construction of general fixed assets (capital projects funds), and the servicing of general long-term debt (debt service funds). The general fund is used to account for all activities of the general government not accounted for in some other fund.

Proprietary funds are used to account for activities similar to those found in the private sector, where the determination of net income is necessary or useful to sound financial administration. Goods or services from such activities can be provided either to outside parties (enterprise funds) or to other departments or agencies primarily within the government (internal service funds).

Fiduciary funds are used to account for assets held on behalf of outside parties, including other governments, or on behalf of other funds within the government. When these assets are held under the terms of a formal trust agreement, either a pension trust fund, a nonexpendable trust fund or an expendable trust fund is used. The terms "nonexpendable" and "expendable" refer to whether or not the government is under an obligation to maintain the trust principal. Agency funds generally are used to account for assets that the government holds on behalf of others as their agents.

C. Basis of Accounting

The accounting and financial reporting treatment applied to a fund is determined by its measurement focus. All governmental funds and expendable trust funds are accounted for using a current financial resource measurement focus. With this measurement focus, only current assets and current liabilities generally are included on the balance sheet. Operating statements of these funds present increases (i.e., revenues and other financing sources) and decreases (i.e., expenditures and other financing uses) in net current assets.

The modified accrual basis of accounting is used by all government fund types, expendable trust funds and agency funds. Under the modified accrual basis of accounting, revenues are recognized when susceptible to accrual (i.e., when they become both measurable and

VILLAGE OF MOUND, LOUISIANA
MOUND, LOUISIANA
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2004

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

C. Basis of Accounting (cont'd)

available). "Measurable" means the amount of the transaction can be determined and "available" means collectible within the current period or soon enough thereafter to be used to pay liabilities of the current period. The government considers property taxes as available if they are collected within 60 days after year end.

D. Budgets and Budgetary Accounting

The Village of Mound, Louisiana has no budgets or procedures established for budgetary accounting.

E. Cash and Investments

Cash includes amounts in demand deposits as well as short-term investments with a maturity date within three months of the date acquired by the government.

State statutes authorize the government to invest in obligations of the U.S. Treasury, commercial paper, corporate bonds and repurchase agreements.

F. Fixed Assets

General fixed assets are not capitalized in the funds used to acquire or construct them. Instead, capital acquisition and construction are reflected as expenditures in governmental funds, and the related assets are reported in the general fixed assets account group. All purchased fixed assets are valued at cost where historical records are available and at an estimated historical cost where no historical records exist. Donated fixed assets are valued at their estimated fair market value on the date received.

The costs of normal maintenance and repairs that do not add to the value of the assets or materially extend asset lives are not capitalized.

Public domain ("infrastructure") general fixed assets consisting of roads, bridges, curbs and gutters, street and sidewalks, drainage systems and lighting systems are not capitalized, as these assets are immovable and of value only to the government. Assets in the general fixed assets account group are not depreciated.

VILLAGE OF MOUND, LOUISIANA
MOUND, LOUISIANA
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2004

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

G. Memorandum Only - Total Columns

Total columns on the general purpose financial 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. Nor is such data comparable to a consolidation. Interfund eliminations have not been made in the aggregation of this data.

Schedule 1

**VILLAGE OF MOUND
MOUND, LOUISIANA
SCHEDULE OF COMPENSATION PAID MAYOR AND ALDERMEN
FOR THE YEAR ENDED JUNE 30, 2004**

The Village's Mayor and Aldermen receive no compensation for their services provided to the Village.

VILLAGE OF MOUND, LOUISIANA
MADISON PARISH
MOUND, LOUISIANA
FOR THE YEAR ENDED JUNE 30, 2004

Personally came and appeared before the undersigned authority, Margaret Yerger, Mayor, who, duly sworn, deposes and says that the financial statements herewith given present fairly the financial position of The Village of Mound as of June 30, 2004, and the results of operations for the year then ended, in accordance with the basis of accounting described within the accompanying financial statements.

In addition, Margaret Yerger, Mayor, who, duly sworn, deposes and says that The Village of Mound received \$50,000.00 or less in revenues and other sources for the year ended June 30, 2004, and accordingly, is not required to have an audit for the previously mentioned year.

Margaret Yerger
Signature

Sworn to and subscribed before me this 3rd day of September, 2004.

Leonard E. Neumann

NOTARY PUBLIC

Officer Name Margaret Yerger

Title Mayor

Address 2927 Hwy. 602

Mound, LA 71282

Telephone No. 318-574-4969



Leonard E. Neumann
Notary Public
Notary Number 77216
Madison Parish, Louisiana