

VILLAGE OF HEFLIN, LOUISIANA

FINANCIAL STATEMENTS

DECEMBER 31, 2021

VILLAGE OF HEFLIN, LOUISIANA
Financial Statements
As of and for the year ended December 31, 2021

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CERTIFIED PUBLIC ACCOUNTANTS

To the Honorable Todd Leake, Mayor
and the members of the Board of Alderman
Village of Heflin, Louisiana

Management is responsible for the accompanying financial statements of the governmental activities, the business-type activities, and each major fund of the Village of Heflin, Louisiana, as of and for the year ended December 31, 2021, which collectively comprise the Village's basic financial statements as listed in the table of contents, in accordance with accounting principles generally accepted in the United States of America. We have performed a compilation engagement in accordance with Statements on Standards for Accounting and Review Services promulgated by the Accounting and Review Services Committee of the American Institute of Certified Public Accountants. We did not audit or review the financial statements nor were we required to perform any procedures to verify the accuracy or completeness of the information provided by management. Accordingly, we do not express an opinion, a conclusion, nor provide any form of assurance on these financial statements.

Supplementary Information

The accompanying schedule of compensation paid board members and schedule of compensation, benefits, and other payments the agency head are presented for purposes of additional analysis and are not a required part of the basic financial statements. The information is the responsibility of management. The information was subject to our compilation engagement, but we have not audited or reviewed the supplementary information and, accordingly, do not express an opinion, a conclusion, nor provide any assurance on such information.

The accompanying justice system funding schedules are presented for purposes of additional analysis and are not a required part of the basic financial statements. The information is the representation of management. We have not performed an audit, review or compilation on the required supplementary information and, accordingly, we do not express an opinion, a conclusion, nor provide any assurance on such information.

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the following supplementary information on page 14 be presented to supplement the basic financial statements:

Budgetary Comparison Schedule

Such information is presented for purposes of additional analysis and, although not a required part of the basic financial statements, is required by the Governmental Accounting Standards Board who

considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. This information is the representation of management. We have not performed an audit, review or compilation on the required supplementary information and, accordingly, we do not express an opinion, a conclusion, nor provide any assurance on such information.

Management has omitted Management Discussion & Analysis that accounting principles generally accepted in the United States of America require to be presented to supplement the basic financial statements. Such missing information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context.

Management has elected to omit substantially all of the disclosures required by accounting principles generally accepted in the United States of America. If the omitted disclosures were included in the financial statements, they might influence the user's conclusions about the Village's financial position, results of operations, and cash flows. Accordingly, the financial statements are not designed for those who are not informed about such matters.

We are not independent with respect to Village of Heflin, Louisiana.

Wise Martin & Cole, LLC

Minden, Louisiana

June 30, 2022

BASIC FINANCIAL STATEMENTS

VILLAGE OF HEFLIN, LOUISIANA

Statement of Net Position
December 31, 2021

	Primary Government		Total
	Governmental Activities	Business-type Activities	
ASSETS			
Cash and cash equivalents	\$ 114,534	\$ 42,804	\$ 157,338
Investments	-	41,058	41,058
Receivable, net	-	3,691	3,691
Internal balances	515	(515)	-
Restricted assets - noncurrent:			
Cash	-	6,397	6,397
Capital assets:			
Land	6,150	-	6,150
Capital assets, net of depreciation	244,731	408,872	653,603
TOTAL ASSETS	<u>365,930</u>	<u>502,307</u>	<u>868,237</u>
LIABILITIES			
Accounts, salaries, and other payables	3,085	2,490	5,575
Deposit payable	-	6,397	6,397
Unearned revenues	40,869	-	40,869
TOTAL LIABILITIES	<u>43,954</u>	<u>8,887</u>	<u>52,841</u>
NET POSITION			
Net investment in capital assets	250,881	408,872	659,753
Unrestricted	71,095	84,548	155,643
TOTAL NET POSITION	<u>\$ 321,976</u>	<u>\$ 493,420</u>	<u>\$ 815,396</u>

See accountants' report.

STATEMENT B

VILLAGE OF HEFLIN, LOUISIANA

Statement of Activities
For the year ended December 31, 2021

Functions:	Program Revenues			Net (Expenses)/ Revenue	Net (Expenses) Revenues and Changes of Primary Government		
	Expenses	Charges for Services	Operating Grants and Contributions		Governmental Activities	Business-type Activities	Total
Governmental activities:							
General government	\$ (50,536)	\$ 2,788	\$ 750	\$ (46,998)	\$ (46,998)	\$ -	\$ (46,998)
Public safety	(22,294)	22,360	6,000	6,066	6,066	-	6,066
Total governmental activities	<u>(72,830)</u>	<u>25,148</u>	<u>6,750</u>	<u>(40,932)</u>	<u>(40,932)</u>	<u>-</u>	<u>(40,932)</u>
Business-type activities:							
Water	(78,435)	59,037	-	(19,398)	-	(19,398)	(19,398)
Total primary government	<u>\$ (151,265)</u>	<u>\$ 84,185</u>	<u>\$ 6,750</u>	<u>\$ (60,330)</u>	<u>\$ (40,932)</u>	<u>\$ (19,398)</u>	<u>\$ (60,330)</u>
General revenues:							
Franchise taxes					31,576	-	31,576
Interest income					14	61	75
Miscellaneous					750	-	750
Total general revenues					<u>32,340</u>	<u>61</u>	<u>32,401</u>
Change in net position					(8,592)	(19,337)	(27,929)
Net position-beginning					<u>330,568</u>	<u>512,757</u>	<u>843,325</u>
Net position-ending					<u>\$ 321,976</u>	<u>\$ 493,420</u>	<u>\$ 815,396</u>

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See accountants' report.

VILLAGE OF HEFLIN, LOUISIANA

Balance Sheet - Governmental Funds
December 31, 2021

	General Fund	American Rescue Plan Fund	Total
	<u> </u>	<u> </u>	<u> </u>
ASSETS			
Cash and cash equivalents	\$ 73,665	\$ 40,869	\$ 114,534
Due from other funds	<u>515</u>	<u>-</u>	<u>515</u>
TOTAL ASSETS	<u>\$ 74,180</u>	<u>\$ 40,869</u>	<u>\$ 115,049</u>
LIABILITIES AND FUND BALANCES			
LIABILITIES			
Accounts, salaries, and other payables	\$ 3,085	\$ -	\$ 3,085
Unearned revenues	<u>-</u>	<u>40,869</u>	<u>40,869</u>
TOTAL LIABILITIES	<u>3,085</u>	<u>40,869</u>	<u>43,954</u>
FUND BALANCES			
Unassigned	<u>71,095</u>	<u>-</u>	<u>71,095</u>
TOTAL FUND BALANCES	<u>71,095</u>	<u>-</u>	<u>71,095</u>
TOTAL LIABILITIES AND FUND BALANCES	<u>\$ 74,180</u>	<u>\$ 40,869</u>	<u>\$ 115,049</u>

See accountants' report.

VILLAGE OF HEFLIN, LOUISIANA

Reconciliation of the Governmental Fund Balance Sheet
to the Government-Wide Financial Statement of Net Position
December 31, 2021

Amounts reported for governmental activities in the Statement of Net Position are different because:

Fund balances, total governmental funds (Statement C)	\$	71,095
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the fund financial statements		<u>250,881</u>
Net position of governmental activities (Statement A)	\$	<u>321,976</u>

See accountants' report.

VILLAGE OF HEFLIN, LOUISIANA

Statement of Revenues, Expenditures and Changes in Fund Balance - Governmental Funds
For the year ended December 31, 2021

	General Fund	American Rescue Plan Fund	Total
REVENUES			
Utility and franchise taxes	\$ 31,576	\$ -	\$ 31,576
Intergovernmental revenues:			
State	6,000	-	6,000
Parish	750	-	750
Fines and forfeitures	22,360	-	22,360
Investment earnings	14	-	14
Other revenues	3,538	-	3,538
Total revenues	<u>64,238</u>	<u>-</u>	<u>64,238</u>
EXPENDITURES			
General government:			
Utilities	13,113	-	13,113
Salaries and related expenditures	5,173	-	5,173
Office supplies	3,003	-	3,003
Advertising	769	-	769
Insurance	6,531	-	6,531
Repairs and maintenance	8,335	-	8,335
Accounting	5,250	-	5,250
Dues and subscriptions	125	-	125
Miscellaneous	1,193	-	1,193
Public safety:			
Salaries and related expenditures	11,610	-	11,610
Miscellaneous	6,314	-	6,314
Total expenditures	<u>61,416</u>	<u>-</u>	<u>61,416</u>
Excess of revenues over expenditures	2,822	-	2,822
Fund balance - beginning	<u>68,273</u>	<u>-</u>	<u>68,273</u>
Fund balance - ending	<u>\$ 71,095</u>	<u>\$ -</u>	<u>\$ 71,095</u>

See accountants' report.

VILLAGE OF HEFLIN, LOUISIANA

Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund
Balance of the Governmental Fund to the Statement of Activities
For the Year Ended December 31, 2021

Amounts reported for governmental activities in the Statement of Activities are different because:

Net change in fund balances, total governmental funds, (Statement E)	\$ 2,822
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 and reported as depreciation expense. This is the amount by which depreciation exceeded capital outlay in the current period.	<u>(11,414)</u>
Change in Net Position of Governmental Activities, (Statement B)	<u>\$ (8,592)</u>

See accountants' report.

VILLAGE OF HEFLIN, LOUISIANA

Statement of Net Position, Proprietary Fund
December 31, 2021

	Business-type Activity
	<u>Water Fund</u>
ASSETS	
Current assets:	
Cash and cash equivalents	\$ 42,804
Investments	41,058
Accounts receivable, net of allowance	<u>3,691</u>
Total current assets	<u>87,553</u>
Noncurrent assets:	
Restricted assets:	
Cash	6,397
Capital assets:	
Plant and equipment	1,026,449
Less: accumulated depreciation	<u>(617,577)</u>
Total noncurrent assets	<u>415,269</u>
TOTAL ASSETS	<u><u>502,822</u></u>
LIABILITIES	
Current liabilities:	
Accounts, salaries, and other payables	2,490
Deposit payable	6,397
Due to other funds	<u>515</u>
Total current liabilities	<u>9,402</u>
TOTAL LIABILITIES	<u>9,402</u>
NET POSITION	
Invested in capital assets	408,872
Unrestricted	<u>84,548</u>
TOTAL NET POSITION	<u><u>\$ 493,420</u></u>

See accountants' report.

VILLAGE OF HEFLIN, LOUISIANA

Statement of Revenues, Expenses and Changes in Net Position - Proprietary Fund
For the year ended December 31, 2021

	Business-type Activity
	<u>Water</u>
	<u>Fund</u>
Operating revenues	
Charges for services	
Water sales	\$ 52,012
Installation fees	<u>7,025</u>
Total operating revenues	<u>59,037</u>
Operating expenses	
Salaries	12,900
Meter reader and billing	480
Electricity	6,399
Office supplies	2,922
Accounting	1,875
Depreciation	24,492
Equipment repairs and maintenance	11,802
Travel	786
Taxes	1,138
Insurance	12,903
Other	<u>2,738</u>
Total operating expenses	<u>78,435</u>
Operating income (loss)	<u>(19,398)</u>
Nonoperating revenues (expenses)	
Interest income	<u>61</u>
Total nonoperating revenues (expenses)	<u>61</u>
Change in net position	(19,337)
Net position - beginning	<u>512,757</u>
Net position - ending	<u>\$ 493,420</u>

See accountants' report.

VILLAGE OF HEFLIN, LOUISIANA

Statement of Cash Flows, Proprietary Fund
For the year ended December 31, 2021

	Business-type Activity
	Water Fund
Cash flows from operating activities	
Receipts from customers	\$ 59,531
Payments to employees	(12,900)
Payments to suppliers	(42,443)
Net cash provided by operating activities	<u>4,188</u>
Cash flows from investing activities	
Interest and dividends received	<u>11</u>
Net cash provided by investing activities	<u>11</u>
Net increase in cash and cash equivalents	4,199
Cash and cash equivalents, beginning of year	<u>45,002</u>
Cash and cash equivalents, end of year	<u>\$ 49,201</u>
Reconciliation of operating income to net cash provided (used) by operating activities	
Operating income (loss)	<u>\$ (19,398)</u>
Depreciation	24,492
(Increase) decrease in accounts receivable	260
Increase (decrease) in accounts payable	(1,399)
Increase (decrease) in customer deposits	<u>233</u>
Total adjustments	<u>23,586</u>
Net cash provided by operating activities	<u>\$ 4,188</u>

See accountants' report.

REQUIRED SUPPLEMENTARY INFORMATION

VILLAGE OF HEFLIN, LOUISIANA

Governmental Fund Types
 Budgetary Comparison Schedule
 For the Year Ended December 31, 2021

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	Variance with
	<u>Original</u>	<u>Final</u>	<u>Cash Basis</u>	<u>Final Budget Over(Under)</u>
Revenues				
Utility and franchise taxes	\$ 39,000	\$ 39,000	\$ 31,576	\$ (7,424)
Intergovernmental revenues	-	-	750	750
Fines and forfeitures	40,900	40,900	22,373	(18,527)
Investment earnings	30	30	14	(16)
Other	<u>16,900</u>	<u>16,900</u>	<u>3,538</u>	<u>(13,362)</u>
Total revenues	<u>96,830</u>	<u>96,830</u>	<u>58,251</u>	<u>(38,579)</u>
Expenditures				
General government:				
Utilities	12,000	12,000	13,587	(1,587)
Salaries and related expenses	10,400	10,400	5,173	5,227
Office supplies	1,800	1,800	3,024	(1,224)
Advertising	2,000	2,000	918	1,082
Insurance	7,000	7,000	6,531	469
Repairs and maintenance	19,000	19,000	8,189	10,811
Legal and accounting	3,300	3,300	6,200	(2,900)
Dues and subscriptions	1,400	1,400	125	1,275
Travel	5,000	5,000	265	4,735
Miscellaneous	2,700	2,700	928	1,772
Public safety:				
Salary and related expenses	4,800	4,800	5,610	(810)
Miscellaneous	<u>9,000</u>	<u>9,000</u>	<u>6,434</u>	<u>2,566</u>
Total expenditures	<u>78,400</u>	<u>78,400</u>	<u>56,984</u>	<u>21,416</u>
Excess of revenues over expenditures	18,430	18,430	1,267	(17,163)
Fund balance at beginning of year	<u>-</u>	<u>-</u>	<u>72,101</u>	<u>72,101</u>
Fund balance at end of year	<u>\$ 18,430</u>	<u>\$ 18,430</u>	<u>\$ 73,368</u>	<u>\$ 54,938</u>

VILLAGE OF HEFLIN, LOUISIANA

Notes to Budgetary Comparison Schedule
For the Year Ended Decemeber 31, 2021

01) The Village of Heflin's budget is adopted on a cash basis.

02) The following schedule reconciles the excess of revenues of expenditures on cash basis with the excess of revenues over expenditures on GAAP basis.

Excess of revenues over expenditures, GAAP basis	\$ 2,822
To adjust for payables	<u>(1,555)</u>
Excess of revenues over expenditure, cash basis	<u>\$ 1,267</u>

SUPPLEMENTARY INFORMATION

VILLAGE OF HEFLIN, LOUISIANA

Schedule of Compensation Paid Board Members
As of and for the year ended December 31, 2021

The following served on the Board without compensation or other benefits:

Todd Leake	Mayor
Hallie DeMoss	Alderman
Ralph James	Alderman
Matt Austin	Alderman

VILLAGE OF HEFLIN, LOUISIANA

Schedule of Compensation, Benefits and Other
Payments to Agency Head
As of and for the year ended December 31, 2021

Agency Head: Todd Leake, Mayor

No payments made as of and for the year ended December 31, 2021.

VILLAGE OF HEFLIN, LOUISIANA

Justice System Funding Schedule - Receiving Entity
 For the year ended December 31, 2021

Cash Basis Presentation	First Six Month Period Ended 6/30/2021	Second Six Month Period Ended 12/31/2021
Receipts From:		
<i>Louisiana Department of Public Safety - Other</i>	\$ 13	\$ 105
Subtotal Receipts	<u>\$ 13</u>	<u>\$ 105</u>
Ending Balance of Amounts Assessed but Not Received	<u>\$ -</u>	<u>\$ -</u>

VILLAGE OF HEFLIN, LOUISIANA

Justice System Funding Schedule - Collecting/Disbursing Entity
 For the year ended December 31, 2021

Cash Basis Presentation	First Six Month Period Ended 6/30/2021	Second Six Month Period Ended 12/31/2021
Beginning Balance of Amounts Collected	\$ -	\$ -
Add: Collections		
Other	9,846	12,409
Subtotal Collections	9,846	12,409
Less: Disbursements To Governments & Nonprofits		
Louisiana Commission on Law Enforcement - Other	84	102
Louisiana State Treasurer - Other	42	52
Louisiana Supreme Court - Other	23	29
Louisiana Traumatic Head and Spinal Cord Injury Trust Fund-Act 654-1993 Legislative Session - Other	215	265
North Louisiana Criminalistics Laboratory Commission - Other	320	280
Ware Youth Center - Other	323	390
Less: Amounts Retained by Collecting Agency		
Amounts self-disbursed to collecting agency - Other	8,839	11,291
Subtotal Disbursements/Retainage	9,846	12,409
Total: Ending Balance of Amounts Collected but not Disbursed/Retained	-	-
Ending Balance of "Partial Payments" Collected but not Disbursed	-	-

Other Information:		
Ending Balance of Total Amounts Assessed but not yet Collected	-	-
Total Waivers During the Fiscal Period	-	-

SCHEDULES FOR LOUISIANA LEGISLATIVE AUDITOR

VILLAGE OF HEFLIN, LOUISIANA

Summary Schedule of Prior Year Findings
As of and for the year ended December 31, 2021

There were no findings required to be reported in the prior year.

VILLAGE OF HEFLIN, LOUISIANA

Schedule of Current Year Findings
As of and for the year ended December 31, 2021

There were no findings required to be reported in the current year.