

Village of Bryceland
Bryceland, Louisiana

Annual Financial Statements
As of June 30, 2012 and for the Year Then Ended

Village of Bryceland
Annual Financial Statements
As of and for the Year Ended June 30, 2012
With Supplemental Information Schedules

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EDWARDS, WADE & PERRY

Certified Public Accountants

A Professional Accounting Corporation

Members: AICPA / Society of LCPA's

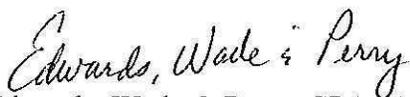
To the Mayor and Board of Aldermen
Village of Bryceland
Bryceland, Louisiana

We have compiled the accompanying financial statements of the governmental activities and the business-type activities of Village of Bryceland as of June 30, 2012, which collectively comprise the Village of Bryceland's basic financial statements as listed in the table of contents. We have not audited or reviewed the accompanying financial statements and, accordingly, do not express an opinion or provide any assurance about whether the financial statements are in accordance with accounting principles generally accepted in the United States of America.

The management of the Village of Bryceland is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America and for designing, implementing, and maintaining internal control relevant to the preparation and fair presentation of the financial statements.

Our responsibility is to conduct the compilation in accordance with Statements on Standards for Accounting and Review Services issued by the American Institute of Certified Public Accountants. The objective of a compilation is to assist the management of the Village of Bryceland in presenting financial information in the form of financial statements without undertaking to obtain or provide any assurance that there are no material modifications that should be made to the financial statements.

Management has not presented the management's discussion and analysis and budgetary comparison information that the Governmental Accounting Standards Board has determined is required to supplement, although not required to be part of, the basic financial statements.



Edwards, Wade & Perry, CPAs APAC
August 22, 2012

Village of Bryceland, Louisiana
Statement of Net Assets
June 30, 2012

	<u>Primary Government</u>		
	<u>Governmental</u>	<u>Business-Type</u>	
	<u>Activities</u>	<u>Activities</u>	<u>Total</u>
ASSETS			
Cash and cash investments	\$32,524	\$39,539	\$72,063
Receivables		2,352	2,352
Capital assets (net)		152,247	152,247
TOTAL ASSETS	<u>\$32,524</u>	<u>\$194,138</u>	<u>\$226,662</u>
LIABILITIES			
Accounts, salaries, and other payables	\$0	\$0	\$0
TOTAL LIABILITIES	<u>0</u>	<u>0</u>	<u>0</u>
NET ASSETS			
Invested in capital assets, net of related debt		152,247	152,247
Unrestricted	32,524	41,891	74,415
TOTAL NET ASSETS	<u>\$32,524</u>	<u>\$194,138</u>	<u>\$226,662</u>

See accompanying notes and accountants' compilation report.

Village of Bryceland, Louisiana
 Statement of Activities
 Year Ended June 30, 2012

	Program Revenues		Net (Expenses) Revenues and Changes of Primary Government			
	Charges for Services	Operating Grants and Contributions	Capital Grants & Contributions	Governmental Activities	Business-type Activities	Total
Governmental Activities:						
General government	\$4,232	0	0	(\$4,232)	0	(\$4,232)
Total governmental activities	4,232	0	0	(4,232)	0	(4,232)
Business-type activities						
Water utilities	40,061	\$27,310	\$25,000		\$12,249	12,249
Total business-type activities	40,061	27,310	25,000	0	12,249	12,249
Total primary government	\$44,293	\$27,310	\$25,000	(\$4,232)	\$12,249	\$8,017
General revenues:						
Franchise fees				3,983		3,983
Oil & gas royalty				382		382
Investment earnings				67	68	135
Other general revenues				500		500
Total general revenues and transfers				4,932	68	5,000
Change in Net Assets				700	12,317	13,017
Net assets - beginning				31,825	181,822	213,647
Net assets - ending				\$32,524	\$194,138	\$226,662

See accompanying notes and accountants' compilation report.

Village of Bryceland, Louisiana
 Balance Sheet, Governmental Funds
 June 30, 2012

		General Fund
ASSETS		
Cash and equivalents		<u>\$32,524</u>
TOTAL ASSETS		<u>\$32,524</u>
LIABILITIES AND FUND BALANCES		
Liabilities:		
Accounts, salaries, and other payables		<u>\$0</u>
Total liabilities		0
Fund balance - unreserved		<u>32,524</u>
TOTAL LIABILITIES AND FUND BALANCES		<u>\$32,524</u>

See accompanying notes and accountants' compilation report.

Village of Bryceland, Louisiana
Statement of Revenues, Expenditures, and
Changes in Fund Balances - Governmental Funds
For the Year Ended June 30, 2012

	<u>General Fund</u>
REVENUES	
Franchise fees	\$3,983
Oil & gas royalty	382
Interest income	67
Miscellaneous income	<u>500</u>
Total Revenues	4,932
EXPENDITURES	
Dues	125
Insurance	100
Office expense	113
Legal & professional	1,960
Utilities	<u>1,934</u>
Total Expenditures	<u>4,232</u>
Excess (Deficiency) of Revenues over (under) Expenditures	700
Fund Balance – beginning	<u>31,825</u>
Fund Balance – ending	<u><u>\$32,524</u></u>

See accompanying notes and accountants' compilation report.

Village of Bryceland, Louisiana
Statement of Net Assets, Proprietary Funds
June 30, 2012

		Business-Type Activities - Enterprise Fund	
		(Memo only)	
		2012	2011
ASSETS			
Current assets:			
Cash and cash investments		\$39,539	\$53,398
Receivables		<u>2,352</u>	<u>2,150</u>
Total current assets		<u>41,891</u>	<u>55,548</u>
Non-current assets:			
Capital assets (net of accumulated depreciation)		<u>152,247</u>	<u>126,274</u>
Total Non-current assets		<u>152,247</u>	<u>126,274</u>
TOTAL ASSETS		<u>\$194,138</u>	<u>\$181,822</u>
LIABILITIES			
Current Liabilities:			
Accounts, salaries, and other payables		<u>\$0</u>	<u>\$0</u>
Total current liabilities		<u>0</u>	<u>0</u>
NET ASSETS			
Invested in capital assets, net of related debt		152,247	126,274
Unrestricted		<u>41,891</u>	<u>55,548</u>
TOTAL NET ASSETS		<u>\$194,138</u>	<u>\$181,822</u>

See accompanying notes and accountants' compilation report.

Village of Bryceland, Louisiana
Statement of Revenues, Expenses, and Changes in Net Assets
Proprietary Funds
For the Year Ended June 30, 2012

	Business-Type Activities - Enterprise Fund	
	2012	(Memo only) 2011
Operating Revenues		
Charges for services:		
Water sales	<u>\$27,310</u>	<u>\$29,001</u>
Total Operating Revenues	<u>27,310</u>	<u>29,001</u>
Operating Expenses		
Cost of sales and services	20,706	14,960
Administration	7,158	4,106
Depreciation	<u>12,197</u>	<u>10,670</u>
Total Operating Expenses	<u>40,061</u>	<u>29,736</u>
Operating income (loss)	(12,751)	(735)
Nonoperating revenue (expenses)		
Interest earnings	68	113
Grant - State of Louisiana	<u>25,000</u>	<u>64,714</u>
Total Nonoperating Revenue (Expenses)	<u>25,068</u>	<u>64,827</u>
Income before contributions and transfers	12,317	64,092
Capital contributions	0	0
Transfers in	<u>0</u>	<u>0</u>
Change in Net Assets	12,317	64,092
Total Net Assets - Beginning	<u>181,822</u>	<u>117,730</u>
Total Net Assets - Ending	<u>\$194,138</u>	<u>\$181,822</u>

See accompanying notes and accountants' compilation report.

Village of Bryceland, Louisiana
Statement of Cash Flows, Proprietary Funds
For the Year Ended June 30, 2012

	2012	(Memo only) 2011
Cash Flows from Operating Activities		
Receipts from customers and users	\$27,107	\$28,699
Receipts from other funds	0	0
Payments to suppliers	(27,864)	(19,066)
Payments to employees	0	0
Net Cash Provided by Operating Activities	<u>(757)</u>	<u>9,633</u>
Cash Flows from Noncapital Financing Activities		
Transfer from other funds	0	0
Operating grant	0	0
Net Cash Provided (Used) by Noncapital Financing Activities	<u>0</u>	<u>0</u>
Cash Flows from Capital and Related Financing Activities		
Purchase of capital assets	(38,170)	(70,801)
Capital grants	25,000	64,714
Net Cash Provided (Used) by Capital and Related Financing Activities	<u>(13,170)</u>	<u>(6,087)</u>
Cash Flows from Investing Activities		
Interest and dividends received	68	113
Net Cash Provided by Investing Activities	<u>68</u>	<u>113</u>
Net Increase in Cash and equivalents	(13,859)	3,659
Cash and equivalents, Beginning of Year	53,398	49,739
Cash and equivalents, End of Year	<u>\$39,539</u>	<u>\$53,398</u>
Reconciliation of Operating Income to Net Cash Provided (used) by Operating Activities		
Operating income	(\$12,751)	(\$735)
Depreciation expense	12,197	10,670
(Increase) decrease in accounts receivable	(202)	(302)
Increase (decrease) in accounts payable	0	0
Net Cash Provided by Operating Activities	<u>(\$757)</u>	<u>\$9,633</u>
Reconciliation of total cash and cash investments:		
Current assets - cash and cash investments	\$39,539	\$53,398
Restricted assets - cash and cash investments	0	0
Total cash and cash investments	<u>\$39,539</u>	<u>\$53,398</u>

See accompanying notes and accountants' compilation report.

Village of Bryceland, Louisiana
Notes to the Financial Statements
As of and For the Year Ended June 30, 2012

INTRODUCTION

The Village of Bryceland, Louisiana is located in the southern portion of Bienville Parish in north-central Louisiana. The Village was incorporated under the provisions of Louisiana Revised Statutes 33:52. The Village operates under a form of government consisting of an elected mayor and a board of aldermen. The Village's major operations include water services through the utility fund and general administrative services to its residents.

GASB Statement No. 14, *The Reporting Entity*, established criteria for determining the governmental reporting entity and component units that should be included within the reporting entity. Under provisions of this Statement, the Village is considered a primary government, since it is a special purpose government that has a separately elected governing body, is legally separate, and is fiscally independent of other state and local governments. As used in GASB Statement No. 14, fiscally independent means that the Village may, without the approval or consent of another governmental entity, determine or modify its own budget, levy its own taxes or set rates or charges, and issue bonded debt. The Village has no component units.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The accompanying financial statements of the Village have been prepared in conformity with U.S. generally accepted accounting principles as applied to governmental units. The Governmental Accounting Standards Board (GASB) is the accepted standard setting body for establishing governmental accounting and financial reporting principles.

A. Government-Wide and Fund Financial Statements

The government-wide financial statements (i.e., the statement of net assets and the statement of changes in net assets) report information on all of the nonfiduciary activities of the primary government. For the most part, the effect of interfund activity has been removed from these statements. Governmental activities, which normally are supported by taxes and intergovernmental revenues, are reported separately from business-type activities, which rely to a significant extent on fees and charges for support. Likewise, the primary government is reported separately from certain legally separate component units for which the primary government is financially accountable.

The statement of activities demonstrates the degree to which the direct expenses of a given function or segment are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function or segment. Program revenues include 1) charge to customers or applicants who purchase, use or directly benefit from goods, services, or privileges provided by a given function or segment and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. Taxes and other items not properly included among program revenues are reported instead as general revenues.

Separate financial statements are provided for governmental funds, proprietary funds, and fiduciary funds, even though the latter are excluded from the government-wide financial statements. Major individual governmental funds and major individual enterprise funds are reported as separate columns in the fund financial statements.

Village of Bryceland, Louisiana
Notes to the Financial Statements
As of and For the Year Ended June 30, 2012

B. Measurement Focus, Basis of Accounting, and Financial Statement Presentation

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting, as are the proprietary fund financial statements. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the government considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences and claims and judgments, are recorded only when payment is due.

Franchise taxes, licenses and permits, and interest associated with the current fiscal period are all considered to be susceptible to accrual and so have been recognized as revenues of the current fiscal period. All other revenue items are considered to be measurable and available only when cash is received by the government.

The Village reports the following major governmental funds:

The General Fund is the Village's primary operating fund. It accounts for all financial resources of the general government, except those required to be accounted for in another fund.

The Village reports the following major proprietary funds:

The Water fund is to account for the provision of water services to the residents of the Village. All activities necessary to provide such services are accounted for in this fund, but not limited to, administration, operations, maintenance, financing, and related debt service and billing.

Private-sector standards of accounting and financial reporting issued prior to December 1, 1989, generally are followed in both the government-wide and proprietary fund financial statements to the extent that those standards do not conflict with or contradict guidance of the Governmental Accounting Standards Board. Governments also have the option of following subsequent private-sector guidance for their business-type activities and enterprise funds, subject to this same limitation. The government has elected not to follow subsequent private-sector guidance.

As a general rule the effect of interfund activity has been eliminated from the government-wide financial statements.

Amounts reported as program revenues include 1) charges to customers or applicants for goods, services, or privileges provided, 2) operating grants and contributions, and 3) capital grants and contributions, including special assessments. Internally dedicated resources are reported as general revenues rather than as program revenues. Likewise, general revenues include all taxes.

Village of Bryceland, Louisiana
Notes to the Financial Statements
As of and For the Year Ended June 30, 2012

Proprietary funds distinguish operating revenues and expenses from nonoperating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. Operating expenses for enterprise funds include the costs of sales and services, administrative expenses, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

When both restricted and unrestricted resources are available for use, it is the Village's policy to use restricted resources first, then unrestricted resources as they are needed.

C. Deposits and Investments

The Village's cash and cash equivalents are considered to be cash on hand, demand deposits, and short-term investments with original maturities of three months or less from the date of acquisition. State law and the Village's investment policy allow the Village to invest in collateralized certificates of deposits, government back securities, commercial paper, the state sponsored investment pool, and mutual funds consisting solely of government backed securities. Investments for the Village are reported at fair value.

D. Receivables and Payables

Activity between funds that are representative of lending/borrowing arrangements outstanding at the end of the fiscal year are referred to as either "due to/from other funds" (i.e., the current portion of interfund loans) or "advances to/from other funds" (i.e., the non-current portion of interfund loans). All other outstanding balances between funds are reported as "due to/from other funds." Any residual balances outstanding between the governmental activities and business-type activities are reported in the government-wide financial statements as "internal balances."

Advances between funds, as reported in the fund financial statements, are offset by a fund balance reserve account in applicable governmental funds to indicate that they are not available for appropriation and are not expendable available financial resources.

All trade receivables are shown net of an allowance for uncollectives. The Village calculates its allowance for uncollectible accounts using historical collection data and, in certain cases, specific account analysis. These statements contain no provision for uncollectible accounts, which the Village believes would be immaterial.

E. Capital assets

Capital assets, which include property, plant, equipment, and infrastructure assets (e.g., roads, bridges, sidewalks, and similar items), are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. Capital assets are capitalized at historical cost or estimated cost if historical cost is not available. Donated assets are recorded as capital assets at their estimated fair market value at the date of donation. The Village maintains a threshold level of \$600 or more for capitalizing capital assets. The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend assets lives are not capitalized.

The current administration of the Village of Bryceland does not know when some of the assets of the Village were acquired. For this reason, we have decided to estimate a remaining 10 year life on all assets.

Village of Bryceland, Louisiana
Notes to the Financial Statements
As of and For the Year Ended June 30, 2012

F. Fund Equity

In the fund financial statements, governmental funds report reservations of fund balance for amounts that are not available for appropriation or are legally restricted by outside parties for use for a specific purpose. Designations of fund balance represent tentative management plans that are subject to change. There are no reservations or designations for the year ended June 30, 2012.

G. Comparative Data/Reclassifications

Comparative total data for the prior year have been presented only for enterprise funds in the fund financial statements in order to provide an understanding of the changes in the financial position and operations of these funds. Also, certain amounts presented in the prior year data have been reclassified in order to be consistent with the current year's presentation.

H. Estimates

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America require management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues, expenditures, and expenses during the reporting period. Actual results could differ from the estimates.

2. STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY

BUDGET INFORMATION The Village does not use a budget.

3. CASH AND CASH EQUIVALENTS

At June 30, 2012, the Village has cash and cash equivalents (book balances) totaling \$72,064 as follows:

Demand deposits	\$0
Interest-bearing demand deposits	72,064
Time deposits	<u>0</u>
Total	<u><u>\$72,064</u></u>

These deposits are stated at cost, which approximates market. Under state law, these deposits (or the resulting bank balances) must be secured by federal deposit insurance or the pledge of securities 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, 2012, the Village has \$72,189 in deposits (collected bank balances). These deposits are secured from risk by \$72,189 of federal deposit insurance and \$0 of pledged securities held by the custodial bank in the name of the fiscal agent bank. (GASB Category 3).

Village of Bryceland, Louisiana
Notes to the Financial Statements
As of and For the Year Ended June 30, 2012

Even though the pledged securities are considered uncollateralized (Category 3) under the provisions of GASB Statement No. 3, R.S. 39:1229 imposes a statutory requirement on the custodial bank to advertise and sell the pledged securities within 10 days of being notified by the Village that the fiscal agent has failed to pay deposited funds upon demand.

4. RECEIVABLES

The receivables of \$2,352 at June 30, 2012, are as follows:

<u>Class of Receivable</u>	<u>General Fund</u>	<u>Water Fund</u>	<u>Total</u>
Accounts	<u>\$0</u>	<u>\$2,352</u>	<u>\$2,352</u>
Total	<u>\$0</u>	<u>\$2,352</u>	<u>\$2,352</u>

5. CAPITAL ASSETS

Capital assets and depreciation activity as of and for the year ended June 30, 2012, for the primary government is as follows:

	<u>Beginning Balance</u>	<u>Increases</u>	<u>Decreases</u>	<u>Ending Balance</u>
Business-type activities:				
Capital assets, not being depreciated:				
Land	<u>\$3,441</u>	<u>0</u>	<u>0</u>	<u>\$3,441</u>
Total capital assets not being depreciated	<u>3,441</u>	<u>0</u>	<u>0</u>	<u>3,441</u>
Capital assets being depreciated:				
Well system & improvements	<u>256,299</u>	<u>\$38,170</u>	<u>0</u>	<u>294,469</u>
Total capital assets being depreciated	<u>256,299</u>	<u>38,170</u>	<u>0</u>	<u>294,469</u>
Less accumulated depreciation	<u>133,466</u>	<u>12,197</u>	<u>0</u>	<u>145,663</u>
Total business-type assets being depreciated, net	<u>\$126,274</u>	<u>\$25,973</u>	<u>\$0</u>	<u>\$152,247</u>

Depreciation expense of \$12,197 was charged to the business-type functions for water service.

OTHER SUPPLEMENTAL INFORMATION SCHEDULE

VILLAGE OF BRYCELAND
Bryceland, Louisiana

CURRENT YEAR FINDINGS AND CORRECTIVE ACTION PLAN
For the Year Ended June 30, 2012

<u>Description of finding</u>	<u>Corrective Action Planned</u>	<u>Contact Person</u>	<u>Anticipated Completion</u>
No budget was prepared by the mayor and board of aldermen.	In the future, a budget will be prepared in the month of April before the end of the current fiscal year.	Donald Byrd, Mayor	4/30/13
No record of capital assets for dates when purchased prior to 6/30/08 to determine useful life.	In the future, the Village will keep all records of capital assets purchased by the Village.	Donald Byrd, Mayor	6/30/13