

ANNUAL FINANCIAL REPORT  
OF THE  
VILLAGE OF MAURICE, LOUISIANA  
FOR THE YEAR ENDED JUNE 30, 2013

*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 DEC 11 2013

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James L. Nicholson, Jr., CPA  
 G. Kenneth Pavy, II, CPA  
 Michael A. Roy, CPA  
 Lisa Trouille Manuel, CPA  
 Dana D. Quebedeaux, CPA



**JOHN S. DOWLING & COMPANY**  
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John S. Dowling, CPA  
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 1996  
 Dwight Ledoux, CPA  
 1998  
 Joel Lanclos, Jr., CPA  
 2003  
 Russell J. Stelly, CPA  
 2005

INDEPENDENT AUDITOR'S REPORT

The Honorable Mayor and Board of Aldermen  
 of the Village of Maurice  
 Maurice, Louisiana

**Report on the Financial Statements**

We have audited the accompanying financial statements of the governmental activities, the business-type activities, and each major fund of the Village of Maurice as of and for the year ended June 30, 2013, and the related notes to the financial statements, which collectively comprise the Village's basic financial statements as listed in the table of contents

**Management's Responsibility for the Financial Statements**

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America, this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error

**Auditor's Responsibility**

Our responsibility is to express opinions on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

The Honorable Mayor and Board of Aldermen  
of the Village of Maunce  
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### **Opinions**

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, and each major fund of the Village of Maunce, as of June 30, 2013, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America

### **Other Matters**

#### Required Supplementary Information

Management has omitted the management's discussion and 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. Our opinion on the basic financial statements is not affected by this missing information.

Accounting principles generally accepted in the United States of America require that the budgetary comparison schedules on pages 30-32 be presented to supplement the basic financial statements. Such 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. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

#### Other Information

Our audit was conducted for the purpose of forming opinions on the financial statement that collectively comprise Village of Maurice's basic financial statements. The other supplementary information on pages 33-43 and pages 52-56 and 58 is presented for purposes of additional analysis and is not a required part of the basic financial statement. The schedule of expenditures of federal awards is presented for purposes of additional analysis as required by U.S. Office of Management and Budget Circular A-133, Audits of States, Local Governments, and Nonprofit Organizations, and is also not a required part of the basic financial statements.

The other supplementary information on pages 33-43 and pages 52-56 and 58 and the schedule of expenditures of federal awards is the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statement or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the other supplementary information and the schedule of expenditures of federal awards, except for the schedule of insurance in force, are fairly stated in all material respects in relation to the basic financial statements as a whole. The schedule of insurance in force on page 57 is presented for the purpose of additional analysis and is not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and related directly to the underlying accounting and other records used to prepare the financial statements. The information has not been subjected to the audit procedures applied in the

The Honorable Mayor and Board of Aldermen  
of the Village of Maurice  
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audit of the basic financial statements and, accordingly, we do not express an opinion or provide any assurance on it.

Other Reporting Required by Government Auditing Standards

In accordance with Government Auditing Standards, we have also issued our report dated November 20, 2013 on our consideration of the Village of Maurice's internal control over financial reporting and on our test of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with Government Auditing Standards in considering the Village of Maurice's internal control over financial reporting and compliance.

*John S Powley & Co*

Opelousas, Louisiana  
November 20, 2013

**BASIC FINANCIAL STATEMENTS**

GOVERNMENT-WIDE FINANCIAL STATEMENTS



VILLAGE OF MAURICE, LOUISIANA  
STATEMENT OF NET POSITION  
FOR THE YEAR ENDED JUNE 30, 2013

	<u>GOVERNMENTAL ACTIVITIES</u>	<u>BUSINESS-TYPE ACTIVITIES</u>	<u>TOTAL</u>
<b><u>ASSETS</u></b>			
Cash and cash equivalents	\$ 370,049	\$ 85,285	\$ 455,334
Investments	1,147,900	12,781	1,160,681
Prepaid insurance	6,742	11,774	18,516
Receivables (net of allowances for uncollectibles)	132,559	26,226	158,785
Restricted assets	-	84,546	84,546
Other	-	21,539	21,539
Capital assets (net)	687,636	6,311,753	6,999,389
<u>Total assets</u>	<u>2,344,886</u>	<u>6,553,904</u>	<u>8,898,790</u>
<b><u>LIABILITIES</u></b>			
Accounts payable and accrued expenses	24,439	10,193	34,632
Payable from restricted assets	-	15,238	15,238
Capital lease payable			
Due within one year	20,086	-	20,086
Due in more than one year	24,453	-	24,453
Bonds payable			
Due within one year	-	32,228	32,228
Due in more than one year	-	1,448,525	1,448,525
<u>Total liabilities</u>	<u>68,978</u>	<u>1,506,184</u>	<u>1,575,162</u>
<b><u>NET POSITION</u></b>			
Invested in capital assets, net of related debt	643,097	4,831,000	5,474,097
Restricted for			
Debt service	-	55,375	55,375
Youth athletics	19,048	-	19,048
Sales tax dedications	1,358,514	-	1,358,514
Unrestricted	255,249	161,345	416,594
<u>Total net position</u>	<u>2,275,908</u>	<u>5,047,720</u>	<u>7,323,628</u>

The accompanying notes are an integral part of the basic financial statements

VILLAGE OF MAURICE, LOUISIANA  
STATEMENT OF ACTIVITIES  
FOR THE YEAR ENDED JUNE 30, 2013

FUNCTIONS/PROGRAMS	EXPENSES	PROGRAM REVENUES			NET (EXPENSES) REVENUES AND CHANGES IN NET POSITION		
		FEES, FINES AND CHARGES FOR SERVICES	OPERATING GRANTS AND CONTRIBUTIONS	CAPITAL GRANTS AND CONTRIBUTIONS	GOVERNMENTAL ACTIVITIES	BUSINESS-TYPE ACTIVITIES	TOTAL
<b>Governmental Activities</b>							
General government	\$ 361,446	\$ 116,071	\$ 21,786	\$ -	\$ (223,589)	\$ -	\$ (223,589)
Public safety	330,603	221,460	-	-	(109,143)	-	(109,143)
<u>Total governmental activities</u>	<u>692,049</u>	<u>337,531</u>	<u>21,786</u>	<u>-</u>	<u>(332,732)</u>	<u>-</u>	<u>(332,732)</u>
<b>Business-type Activities</b>							
Water and sewer	516,472	280,447	-	244,128	-	8,103	8,103
Interest expense	49,094	-	-	-	-	(49,094)	(49,094)
<u>Total business-type activities</u>	<u>565,566</u>	<u>280,447</u>	<u>-</u>	<u>244,128</u>	<u>-</u>	<u>(40,991)</u>	<u>(40,991)</u>
<u>Total primary government</u>	<u>1,257,615</u>	<u>617,978</u>	<u>21,786</u>	<u>244,128</u>	<u>(332,732)</u>	<u>(40,991)</u>	<u>(373,723)</u>
<b>General Revenues</b>							
Taxes							
Sales taxes, levied for general purposes					674,061	-	674,061
Franchise taxes					58,415	-	58,415
Property taxes					23,289	-	23,289
Interest and investment earnings					11,617	314	11,931
Gain (loss) on disposal of fixed assets					345	(78)	267
State beer tax					5,883	-	5,883
Miscellaneous					5,685	-	5,685
Transfers					(362,703)	362,703	-
<u>Total general revenues and transfers</u>					<u>416,592</u>	<u>362,939</u>	<u>779,531</u>
Change in net position					83,860	321,948	405,808
Net position - July 1, 2012					<u>2,192,048</u>	<u>4,725,772</u>	<u>6,917,820</u>
Net position - June 30, 2013					<u>2,275,908</u>	<u>5,047,720</u>	<u>7,323,628</u>

The accompanying notes are an integral part of the basic financial statements

FUND FINANCIAL STATEMENTS

MAJOR FUND DESCRIPTIONSGENERAL FUND

The General Fund is used to account for resources traditionally associated with governments which are not required to be accounted for in another fund. The General Fund has a greater number and variety of revenue sources than any other fund, and its resources normally finance a wider range of activities. The resources of the General Fund are ordinarily largely expended and replenished on an annual basis.

1975 SALES TAX FUND

To account for proceeds of the 1% sales and use tax levied by the Village. These proceeds are dedicated to the construction and maintenance of the sewer and water system as well as the payment of principal and interest on bonds incurred for the sewer system.

1989 SALES TAX FUND

To account for proceeds of the 1/2% sales and use tax levied by the Village. These proceeds are dedicated to public safety law enforcement.

ENTERPRISE FUND

The Utility Fund is used to account for operations that are financed and operated in a manner 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.

VILLAGE OF MAURICE, LOUISIANA  
BALANCE SHEET  
GOVERNMENTAL FUNDS  
JUNE 30, 2013

	<u>GENERAL</u>	<u>1975 SALES TAX FUND</u>	<u>1989 SALES TAX FUND</u>	<u>TOTAL</u>
<b><u>ASSETS</u></b>				
Cash	\$ 88,986	\$ 265,145	\$ 15,918	\$ 370,049
Investments	185,946	961,954	-	1,147,900
Receivables, net of allowance for uncollectibles				
From other governments	-	-	-	-
Taxes	16,099	77,640	38,820	132,559
<b><u>Total assets</u></b>	<b><u>291,031</u></b>	<b><u>1,304,739</u></b>	<b><u>54,738</u></b>	<b><u>1,650,508</u></b>
<b><u>LIABILITIES AND FUND EQUITY</u></b>				
<b><u>LIABILITIES</u></b>				
Accounts payable	\$ 13,633	\$ 963	\$ -	\$ 14,596
Due to LA Law Enforcement Commission	430	-	-	430
Retirement payable	4,368	-	-	4,368
Payroll taxes payable	5,045	-	-	5,045
<b><u>Total liabilities</u></b>	<b><u>23,476</u></b>	<b><u>963</u></b>	<b><u>-</u></b>	<b><u>24,439</u></b>
<b><u>FUND BALANCES</u></b>				
Fund balances				
Restricted				
Youth athletics	19,048	-	-	19,048
Sales tax dedications	-	1,303,776	54,738	1,358,514
Unassigned	248,507	-	-	248,507
<b><u>Total fund balances</u></b>	<b><u>267,555</u></b>	<b><u>1,303,776</u></b>	<b><u>54,738</u></b>	<b><u>1,626,069</u></b>
<b><u>Total liabilities and fund balances</u></b>	<b><u>291,031</u></b>	<b><u>1,304,739</u></b>	<b><u>54,738</u></b>	<b><u>1,650,508</u></b>

The accompanying notes are an integral part of the basic financial statements

VILLAGE OF MAURICE, LOUISIANA  
RECONCILIATION OF THE GOVERNMENTAL FUNDS' BALANCE SHEET  
TO THE STATEMENT OF NET POSITION  
JUNE 30, 2013

Total fund balances for governmental funds at June 30, 2013		\$ 1,626,069
Prepaid insurance at June 30, 2013		6,742
Capital lease payable		(44,539)
Cost of capital assets at June 30, 2013	\$ 1,173,514	
Less Accumulated depreciation as of June 30, 2013	<u>(485,878)</u>	<u>687,636</u>
Net position at June 30, 2013		<u><u>2,275,908</u></u>

The accompanying notes are an integral part of the basic financial statements

VILLAGE OF MAURICE, LOUISIANA  
COMBINED STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES  
GOVERNMENTAL FUNDS  
FOR THE YEAR ENDED JUNE 30, 2013

	GENERAL	1975 SALES TAX FUND	1989 SALES TAX FUND	TOTAL
<b><u>REVENUES</u></b>				
Taxes	\$ 81,704	\$ 449,374	\$ 224,687	\$ 755,765
Licenses and permits	116,071	-	-	116,071
Intergovernmental	27,669	-	-	27,669
Fines and forfeits	221,460	-	-	221,460
Investment income	2,338	9,209	70	11,617
Miscellaneous	5,685	-	-	5,685
<u>Total revenues</u>	<u>454,927</u>	<u>458,583</u>	<u>224,757</u>	<u>1,138,267</u>
<b><u>EXPENDITURES</u></b>				
Current				
General and administrative	332,350	10,529	-	342,879
Public safety	306,915	-	-	306,915
Debt service	15,461	-	-	15,461
Capital outlay	102,237	-	-	102,237
<u>Total expenditures</u>	<u>756,963</u>	<u>10,529</u>	<u>-</u>	<u>767,492</u>
<b><u>EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES</u></b>				
	<u>(302,036)</u>	<u>448,054</u>	<u>224,757</u>	<u>370,775</u>
<b><u>OTHER FINANCING SOURCES (USES)</u></b>				
Operating transfers in	233,136	-	-	233,136
Operating transfers out	-	(362,703)	(233,136)	(595,839)
Inception of capital lease	60,000	-	-	60,000
Insurance proceeds	28,842	-	-	28,842
Gain on disposal of assets	2,300	-	-	2,300
<u>Total other financing sources (uses)</u>	<u>324,278</u>	<u>(362,703)</u>	<u>(233,136)</u>	<u>(271,561)</u>
<b><u>NET CHANGE IN FUND BALANCES</u></b>				
	22,242	85,351	(8,379)	99,214
<b><u>FUND BALANCES, beginning of year</u></b>				
	<u>245,313</u>	<u>1,218,425</u>	<u>63,117</u>	<u>1,526,855</u>
<b><u>FUND BALANCES, end of year</u></b>				
	<u>267,555</u>	<u>1,303,776</u>	<u>54,738</u>	<u>1,626,069</u>

The accompanying notes are an integral part of the basic financial statements

VILLAGE OF MAURICE, LOUISIANA  
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES, AND  
CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS  
TO THE STATEMENT OF ACTIVITIES  
FOR THE YEAR ENDED JUNE 30, 2013

Total net change in fund balances for the year ended June 30, 2013 per Statement of Revenues, Expenditures, and Changes in Fund Balances		\$ 99,214
Prepaid insurance expense		1,283
Book value of asset sold		(30,797)
Inception of capital lease which is considered revenue on Statement of Revenues, Expenditures and Changes in Fund Balances		(60,000)
Capital lease payments considered expenditures on Statement of Revenues, Expenditures and Changes in Fund Balances		15,461
Capital outlay which is considered expenditures on Statement of Revenues, Expenditures and Changes in Fund Balances	\$ 102,237	
Depreciation expense for year ended June 30, 2013	<u>(43,538)</u>	<u>58,699</u>
Total change in net position for the year ended June 30, 2013 per Statement of Activities		<u><u>83,860</u></u>

The accompanying notes are an integral part of the basic financial statements



VILLAGE OF MAURICE, LOUISIANA  
STATEMENT OF NET POSITION  
PROPRIETARY FUND  
JUNE 30, 2013

BUSINESS-TYPE ACTIVITY  
ENTERPRISE FUND

<u>ASSETS</u>	
<u>CURRENT ASSETS</u>	
Cash	\$ 85,285
Investments - Certificate of deposit	12,781
Prepaid insurance	11,774
Receivables net of allowance for uncollectibles accounts	26,226
<u>Total current assets</u>	<u>136,066</u>
<u>RESTRICTED ASSETS</u>	
Cash-Utility deposits	15,238
Cash-Debt reserve	9,117
Revenue Bond Sinking Fund Series 2008	8,880
Revenue Bond Sinking Fund Series 2011	5,053
Sewer Short-Lived Assets Fund Series 2011	46,258
<u>Total restricted assets</u>	<u>84,546</u>
<u>PROPERTY, PLANT, AND EQUIPMENT</u>	
Utility plant and depreciable assets (net of accumulated depreciation)	6,311,753
<u>Total property, plant, and equipment</u>	<u>6,311,753</u>
<u>OTHER</u>	
Unamortized bond issuance costs	21,539
<u>Total other assets</u>	<u>21,539</u>
<u>Total assets</u>	<u>6,553,904</u>
<u>LIABILITIES AND NET POSITION</u>	
<u>CURRENT LIABILITIES (from current assets)</u>	
Accounts payable	8,891
State safe drinking water fee	1,302
Bonds payable within one year	18,295
<u>Total</u>	<u>28,488</u>
<u>CURRENT LIABILITIES (from restricted assets)</u>	
Customers' deposits	15,238
Bonds payable within one year	13,933
<u>Total</u>	<u>29,171</u>
<u>Total current liabilities</u>	<u>57,659</u>

Continued on next page

The accompanying notes are an integral part of the basic financial statements

VILLAGE OF MAURICE, LOUISIANA  
STATEMENT OF NET POSITION  
PROPRIETARY FUND – (CONTINUED)  
JUNE 30, 2013

	<u>BUSINESS-TYPE ACTIVITY ENTERPRISE FUND</u>
<u>LONG-TERM LIABILITIES</u>	
Bond payable	\$ 1,448,525
<u>Total long-term liabilities</u>	<u>1,448,525</u>
<u>Total liabilities</u>	<u>1,506,184</u>
<u>NET POSITION</u>	
Invested in capital assets, net of related debt	4,831,000
Restricted for debt service	55,375
Unrestricted	<u>161,345</u>
<u>Total net position</u>	<u><u>5,047,720</u></u>

The accompanying notes are an integral part of the basic financial statements

VILLAGE OF MAURICE, LOUISIANA  
STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION  
PROPRIETARY FUND  
FOR THE YEAR ENDED JUNE 30, 2013

	<u>BUSINESS-TYPE ACTIVITY ENTERPRISE FUND</u>
<b><u>OPERATING REVENUES</u></b>	
Charges for services	
Water services	\$ 165,204
Sewer services	98,199
Miscellaneous income	
Water and sewer connection fees	8,905
State safe drinking water fee	1,456
Other	6,683
<u>Total operating revenues</u>	280,447
<b><u>OPERATING EXPENSES</u></b>	
Personal service	167,190
Supplies	1,602
Other expenses	144,573
Depreciation and amortization	203,107
<u>Total operating expenses</u>	516,472
<b><u>OPERATING LOSS</u></b>	<b>(236,025)</b>
<b><u>NONOPERATING REVENUES (EXPENSES)</u></b>	
Interest income	314
State grant proceeds	69,956
LCDBG grant proceeds	174,172
Loss on sale of equipment	(78)
Interest expense	(49,094)
<u>Total nonoperating revenues (expenses)</u>	195,270
<b><u>LOSS BEFORE OPERATING TRANSFERS</u></b>	<b>(40,755)</b>
<b><u>OPERATING TRANSFERS IN</u></b>	
Operating transfers in	362,703
<u>Total operating transfers in</u>	362,703
<b><u>INCREASE IN NET POSITION</u></b>	<b>321,948</b>
<b><u>NET POSITION, beginning of year</u></b>	<b>4,725,772</b>
<b><u>NET POSITION, end of year</u></b>	<b>5,047,720</b>

The accompanying notes are an integral part of the basic financial statements

VILLAGE OF MAURICE, LOUISIANA  
STATEMENT OF CASH FLOWS  
PROPRIETARY FUND  
FOR THE YEAR ENDED JUNE 30, 2013

BUSINESS-TYPE ACTIVITY  
ENTERPRISE FUND

<u>CASH FLOWS FROM OPERATING ACTIVITIES</u>	
Cash received from customers	\$ 280,436
Cash paid to suppliers	(283,554)
Cash paid to employees	(167,190)
<u>Net cash used in operating activities</u>	<u>(170,308)</u>
 <u>CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES</u>	
Operating transfers in from other funds	362,703
<u>Net cash provided by noncapital financing activities</u>	<u>362,703</u>
 <u>CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES</u>	
Customers' deposits	1,800
Acquisition of plant and equipment	(416,673)
Cash received from grant	361,304
Principal paid on bonds	(30,247)
Interest paid	(49,094)
<u>Net cash used by capital and related financing activities</u>	<u>(132,910)</u>
 <u>CASH FLOWS FROM INVESTING ACTIVITIES</u>	
Interest collected	425
Acquisition of investments	(158)
<u>Net cash provided by investing activities</u>	<u>267</u>
 <u>NET INCREASE IN CASH AND CASH EQUIVALENTS</u>	
	59,752
 <u>CASH AND CASH EQUIVALENTS, beginning of year</u>	
	<u>110,079</u>
 <u>CASH AND CASH EQUIVALENTS, end of year</u>	
	<u>169,831</u>
 <u>RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES</u>	
Operating loss	\$ (236,025)
Adjustments to reconcile net loss to net cash provided (used) by operating activities	
Depreciation	202,352
Amortization of bond issue cost	755
(Increase) decrease in accounts receivable	(11)
(Increase) decrease in prepaid insurance	(2,395)
Increase (decrease) in accounts payable	(135,022)
Increase (decrease) in state safe drinking water payable	38
<u>Total adjustments</u>	<u>65,717</u>
<u>Net cash used by operating activities</u>	<u>(170,308)</u>

The accompanying notes are an integral part of the basic financial statements

NOTES TO BASIC FINANCIAL STATEMENTS

VILLAGE OF MAURICE, LOUISIANA  
NOTES TO BASIC FINANCIAL STATEMENTS  
JUNE 30, 2013

**NOTE (1) - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

The Village of Maurice, Louisiana was incorporated on December 27, 1911 and operates under a mayor-council form of government.

The accompanying financial statements of the Village of Maurice, Louisiana have been prepared in conformity with generally accepted accounting principles (GAAP) as applied to governmental units. GAAP includes all relevant Governmental Accounting Standards Board (GASB) pronouncements. The accounting and reporting framework and the more significant accounting policies are discussed in the subsequent subsection of this note.

The following is a summary of certain significant accounting policies and practices of the Village of Maurice, Louisiana.

**A FINANCIAL REPORTING ENTITY**

Governmental Accounting Standards Board Statement No. 14 established criteria for determining which component units should be considered part of the Village of Maurice for financial reporting purposes. The basic criterion for including a potential component unit within the reporting entity is financial accountability. The GASB has set forth criteria to be considered in determining financial accountability. This criteria includes:

1. Appointing a voting majority of an organization's governing body, and
  - a. The ability of the Village to impose its will on that organization and/or
  - b. The potential for the organization to provide specific financial benefits to or impose specific financial burdens on the Village.
2. Organizations for which the Village does not appoint a voting majority but are fiscally dependent on the Village.
3. Organizations for which the reporting entity financial statements would be misleading if data of the organization is not included because of the nature or significance of the relationship.

The Village of Maurice is a primary government and has no component units. The accompanying basic financial statements present information only on the funds maintained by the Village and do not present information on any other governmental unit.

**B BASIS OF PRESENTATION**

**Government-wide Financial Statements (GWFS)** The Statement of Net Position and the Statement of Activities display information on all of the nonfiduciary activities of the Village of Maurice, the primary government, as a whole. They include all funds of the reporting entity. 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. Fiduciary funds are not included in the GWFS. Fiduciary funds are reported only in the Statement of Net Position at the fund financial statement level.

VILLAGE OF MAURICE, LOUISIANA  
NOTES TO BASIC FINANCIAL STATEMENTS  
JUNE 30, 2013

NOTE (1) - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

**B** BASIS OF PRESENTATION (CONTINUED)

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 specifically associated with a program or function and, therefore, are clearly identifiable to a particular function. Program revenues include (a) fees and charges paid by the recipients of goods or services offered by the programs, and (b) grants and contributions that are restricted to meeting the operational or capital requirements of a particular program. Revenues that are not classified as program revenues, including all taxes, are presented as general revenues.

Fund Financial Statements The accounts of the Village are organized and operated on the basis of funds and account groups, each of which is considered a separate accounting entity. The operations of each fund are accounted for with a separate set of self-balancing accounts that comprise its assets, liabilities, fund equity, revenues, and expenditures, or expenses, as appropriate. Government resources are allocated to and accounted for in individual funds based upon the purposes for which they are to be spent and the means by which spending activities are controlled.

The various funds of the Village are classified into two categories - governmental and proprietary. The emphasis on fund financial statements is on major governmental and enterprise funds, each displayed in a separate column. A fund is considered major if it is the primary operating fund of the Village or meets the following criteria:

- 1 Total assets, liabilities, revenues, or expenditures/expenses of that individual governmental or enterprise fund are at least 10% of the corresponding total for all funds of that category or type, and
- 2 Total assets, liabilities, revenues, or expenditures/expenses of the individual governmental or enterprise fund are at least 5% of the corresponding total for all governmental and enterprise funds combined.

The Village reports the following major governmental funds:

Governmental Funds

General Fund The General Fund is the general operating fund of the Village. It is used to account for all financial resources except those required to be accounted for in another fund.

Special Revenue Funds Special Revenue funds are used to account for the proceeds of specific revenue sources (other than special assessments, expendable trusts, or major capital projects) that are legally restricted to expenditures for specified purposes.

The Village reports the following major proprietary fund:

Enterprise Fund

Utility Fund The Utility Fund accounts for water and sewer services to residents of the Village of Maurice. All activities necessary to provide such services are accounted for in this fund including, but not limited to, operations, construction, administration, maintenance, financing and related debt service, and billing and collection.

VILLAGE OF MAURICE, LOUISIANA  
NOTES TO BASIC FINANCIAL STATEMENTS  
JUNE 30, 2013

NOTE (1) - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

**C MEASUREMENT FOCUS/BASIS OF ACCOUNTING**

Measurement focus is a term used to describe "which" transactions are recorded within the various financial statements. Basis of accounting refers to "when" transactions are recorded regardless of the measurement focus applied.

Measurement Focus

On the government-wide Statement of Net Position and the Statement of Activities, both governmental and business-type activities are presented using the economic resources measurement focus as defined in item b below.

In the fund financial statements, the "current financial resources" measurement focus or the "economic resources" measurement focus is used as appropriate.

- a All governmental funds utilize a "current financial resources" measurement focus. Only current financial assets and liabilities are generally included on their balance sheets. Their operating statements present sources and uses of available spendable financial resources during a given period. These funds use fund balance as their measure of available spendable financial resources at the end of the period.
- b The proprietary fund utilizes an "economic resources" measurement focus. The accounting objective of this measurement focus is the determination of operating income, changes in net position (or cost recovery), financial position, and cash flows. All assets and liabilities (whether current or noncurrent) associated with their activities are reported. Proprietary fund equity is classified as net position.

Basis of Accounting

In the government-wide Statement of Net Position and Statement of Activities, both governmental and business-type activities are presented using the accrual basis of accounting. Under the accrual basis of accounting, revenues are recognized when earned and expenses are recorded when the liability is incurred or economic asset used. Revenues, expenses, gains, losses, assets, and liabilities resulting from exchange and exchange-like transactions are recognized when the exchange takes place.

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 (including capital outlay) generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures are recorded only when payment is due.

The proprietary fund utilizes the accrual basis of accounting. Under the accrual basis of accounting, revenues are recognized when earned and expenses are recorded when the liability is incurred or economic asset used.

Services for water are recorded as revenue when billed to the customers on a monthly route reading cycle. At the end of the year, utility services which have been rendered from the latest date of each route reading cycle to the year-end which are unbilled are not recorded due to the immateriality at June 30, 2013.



VILLAGE OF MAURICE, LOUISIANA  
NOTES TO BASIC FINANCIAL STATEMENTS  
JUNE 30, 2013

NOTE (1) - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

C MEASUREMENT FOCUS/BASIS OF ACCOUNTING (CONTINUED)

Program Revenues

Program revenues included in the Statement of Activities are derived directly from the program itself or from parties outside the Village's taxpayers or citizenry, as a whole, program revenues reduce the cost of the function to be financed from the Village's general revenues

Allocation of Indirect Expenses

The Village reports all direct expenses by function in the Statement of Activities. Direct expenses are those that are clearly identifiable with a function. Indirect expenses of other functions are not allocated to those functions, but are reported separately in the Statement of Activities. Depreciation expense is specifically identified by function and is included in the direct expense of each function. Interest on general long-term debt is considered an indirect expense and is reported separately in the Statement of Activities.

D CASH AND INVESTMENTS

Louisiana statutes authorize the Village to invest in United States Treasury obligations, bonds, debentures, notes, or other evidence of indebtedness issued or guaranteed by federal agencies and backed by the United States, bonds, debentures, notes, or other evidence of indebtedness issued or guaranteed by United States government instrumentalities, which are federally sponsored, and certificates of deposit.

Bank deposits must be secured by federal depository insurance or the pledge of securities owned by the bank. The market value of the pledged securities must at all times equal or exceed 100% of the uninsured amount on deposit with the bank.

At year-end, the carrying amount of the Village's cash and investments was \$1,700,560. The bank balance of cash was \$577,989 and of investments was \$1,160,681. Investments are stated at cost or amortized cost, which approximates market. Cash and certificates of deposit are secured through the pledge of bank-owned securities or federal depository insurance. At June 30, 2013, approximately \$524,789 of the bank balance was covered by FDIC insurance and \$1,213,881 was covered by securities held by the pledging financial institution in the Village of Maurice's name.

Cash and Cash Equivalents For purposes of the Statement of Cash Flows, the Village considers all highly liquid debt instruments purchased with a maturity of three months or less to be cash equivalents.

E INTERFUND RECEIVABLES AND PAYABLES

During the course of operations numerous transactions occur between individual funds that may result in amounts owed between funds. Those related to goods and services type transactions are classified as "due to and from other funds." Short-term interfund loans are reported as "interfund receivables and payables." Interfund receivables and payables between funds within governmental activities are eliminated in the Statement of Net Position.

F INVENTORY

The Village practices the policy of recording materials and supplies as expenditures or expenses when acquired. The Village does not record any of these items as inventory because the amount of the items in stock is insignificant.

**VILLAGE OF MAURICE, LOUISIANA**  
**NOTES TO BASIC FINANCIAL STATEMENTS**  
**JUNE 30, 2013**

**NOTE (1) - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**G CAPITAL ASSETS**

The accounting treatment over property, plant and equipment (capital assets) depends on whether they are used in governmental fund operations or proprietary fund operations and whether they are reported in the government-wide or fund financial statements

Prior to GASB No 34, governments were not required to report general infrastructure assets. The Village of Maurice will capitalize infrastructure expenditures as incurred.

In the government-wide financial statements, capital assets are capitalized at historical cost, or estimated historical cost if actual is unavailable, except for donated assets, which are recorded at their estimated fair value at the date of donation. The Village maintains a threshold level of \$300 or more for capitalizing capital assets.

Depreciation of all exhaustible capital assets is recorded as an allocated expense in the Statement of Activities, with accumulated depreciation reflected in the Statement of Net Position. Depreciation is provided over the assets' estimated useful lives using the straight-line method of depreciation. The range of estimated useful lives by type of asset is as follows:

Buildings and improvements	10 - 40 years
Furniture and equipment	3 - 25 years
Vehicles	5 - 20 years
Water and sewer system	7 - 40 years

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

It is the policy of the Village to capitalize material amounts of interest resulting from borrowings in the course of the construction of fixed assets. There was no interest expense related to the construction of fixed assets for the year ended June 30, 2013.

In the fund financial statements, capital assets used in governmental fund operations are accounted for as facilities acquisition and construction expenditures of the governmental fund upon acquisition.

**H ALLOWANCE FOR DOUBTFUL ACCOUNTS**

Uncollectible amounts due for ad valorem taxes and customers' utility receivables are recognized as bad debt through the establishment of an allowance account at the time information available indicates the uncollectibility of the particular receivables.

**I BUDGETS AND BUDGETARY ACCOUNTING**

The Village follows these procedures in establishing the budgetary data reflected in these financial statements:

1. Prior to the beginning of the fiscal year the Mayor submits to the Village Council an operating and capital budget for the succeeding year.
2. A public meeting is scheduled by the Village Council after allowing for at least 10 days notice to the public at the time the budget is initially submitted to the Village Council.
3. The budget must be finally adopted by the Council no later than the last day of the preceding fiscal year.

VILLAGE OF MAURICE, LOUISIANA  
NOTES TO BASIC FINANCIAL STATEMENTS  
JUNE 30, 2013

**NOTE (1) - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**I BUDGETS AND BUDGETARY ACCOUNTING (CONTINUED)**

- 4 The Mayor and Village Council may authorize transfers of budgetary amounts within departments and revisions requiring alteration of levels of expenditures or transfers between departments
- 5 Operating appropriations, to the extent not expended or encumbered, lapse at year-end Capital appropriations continue in force until the project is completed or deemed abandoned
- 6 Formal budgetary integration is employed as a management control device during the year for the General Fund and Special Revenue Funds Budgets are adopted on a basis consistent with generally accepted accounting principles (GAAP)

The budgeted amounts shown in these financial statements as of June 30, 2013, were properly amended during a public meeting held on June 19, 2013

**J ENCUMBRANCES**

The Village does not employ the encumbrance system of accounting

**K COMPENSATED ABSENCES**

Employees of the Village of Maurice earn vacation and sick leave on a calendar year basis Accrued unused sick leave, earned by an employee can be carried forward to succeeding calendar years, not to exceed 90 days Unused vacation cannot be carried forward to the next calendar year Upon termination, unused vacation and sick leave is forfeited Therefore, there is no provision for compensated absences at year-end

**L RESTRICTED ASSETS**

Restricted assets include cash and interest-bearing deposits of the proprietary fund that are legally restricted as to their use The restricted assets include utility meter deposits from customers and the revenue bond sinking fund for debt service

**M LONG-TERM DEBT**

The accounting treatment of long-term debt depends on whether the assets are used in governmental fund operations or proprietary fund operations and whether they are reported in the government-wide or fund financial statements

All long-term debt to be repaid from governmental and business-type resources are reported as liabilities in the government-wide statements

Long-term debt for governmental funds is not reported as liabilities in the fund financial statements The accounting for proprietary fund long-term debt is the same in the fund statements as it is in the government-wide statements

**N REVENUES, EXPENDITURES, AND EXPENSES**

**Operating Revenues and Expenses**

Operating revenues and expenses for proprietary funds are those that result from providing services and producing and delivering goods and/or services It also includes all revenues and expenses not related to capital and related financing, noncapital financing or investing activities

VILLAGE OF MAURICE, LOUISIANA  
NOTES TO BASIC FINANCIAL STATEMENTS  
JUNE 30, 2013

NOTE (1) - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

N REVENUES, EXPENDITURES, AND EXPENSES (CONTINUED)

Expenditures/Expenses

In the government-wide financial statements, expenses are classified by function for both governmental and business-type activities

In the fund financial statements, expenditures are classified as follows

Governmental Funds - By Character  
 Proprietary Fund - By Operating and Nonoperating

In the fund financial statements, governmental funds report expenditures of financial resources. Proprietary funds report expenses relating to use of economic resources

O INTERFUND TRANSFERS

Permanent reallocations of resources between funds of the reporting entity are classified as interfund transfers. For the purposes of the Statement of Activities, all interfund transfers between individual governmental funds have been eliminated

P EQUITY CLASSIFICATIONS

In the government-wide statements, equity is classified as net position and displayed in three components

- 1 Invested in capital assets, net of related debt - Consist of capital assets including restricted capital assets, net of accumulated depreciation and reduced by the outstanding balances of any bonds, mortgages, notes, or other borrowing that are attributable to the acquisition, construction, or improvement of those assets
- 2 Restricted net position - Consist of net position with constraints placed on the use either by (1) external groups, such as creditors, grantors, contributors, or laws or regulations of other governments, or (2) law through constitutional provisions or enabling legislation
- 3 Unrestricted net position - All other net position that do not meet the definition of "restricted" or "invested in capital assets, net of related debt"

In the fund financial statements, governmental fund equity is classified as fund balance. Fund balance reports aggregate amounts for five classifications of fund balances based on the constraints imposed on the use of these resources. Proprietary fund equity is classified the same as in the government-wide statements

The nonspendable fund balance classification includes amounts that cannot be spent because they are either (a) not in spendable form – prepaid items or inventories, or (b) legally or contractually required to be maintained intact

The spendable portion of the fund balance comprises the remaining four classifications: restricted, committed, assigned and unassigned

- 1 Restricted fund balance – This classification reflects the constraints imposed on resources either (a) externally by creditors, grantors, contributors, or laws or regulations of other governments, or (b) imposed by law through constitutional provisions for enabling legislation

VILLAGE OF MAURICE, LOUISIANA  
NOTES TO BASIC FINANCIAL STATEMENTS  
JUNE 30, 2013

NOTE (1) - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

P EQUITY CLASSIFICATIONS (CONTINUED)

- 2 Committed fund balance – These amounts can only be used for specific purposes pursuant to constraints imposed by formal resolutions or ordinances of the Board of Aldermen – the government's highest level of decision making authority. Those committed amounts cannot be used for any other purpose unless the Board of Aldermen removes the specified use by taking the same type of action imposing the commitment. This classification also includes contractual obligations to the extent that existing resources in the fund have been specifically committed for use in satisfying those contractual requirements.
- 3 Assigned fund balance – This classification reflects the amounts constrained by the Village's "intent" to be used for specific purposes, but are neither restricted nor committed. The Board of Aldermen, Mayor and Village Clerk have the authority to assign amounts to be used for specific purposes. Assigned fund balances include all remaining amounts (except negative balances) that are reported in governmental funds, other than the General Fund, that are not classified as nonspendable and are neither restricted nor committed.
- 4 Unassigned fund balance – This fund balance is the residual classification for the General Fund. It is also used to report negative fund balances in other governmental funds.

When both restricted and unrestricted resources are available for use, it is the Village's policy to use externally restricted resources first, then unrestricted resources – committed, assigned and unassigned – in order as needed.

Q 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 those estimates.

R COMPARATIVE DATA

Comparative total data for the prior year has been presented in the accompanying financial statements in order to provide an understanding of changes in the individual fund financial statements. However, comparative data has not been presented in all statements because their inclusion would make certain statements unduly complex and difficult to understand.

NOTE (2) – RECEIVABLES

Receivables at June 30, 2013 consist of the following

	<u>Governmental Activities</u>	<u>Business-type Activities</u>	<u>Total</u>
Accounts	\$ -	\$ 26,226	\$ 26,226
Taxes	132,559	-	132,559
<u>Total</u>	<u>132,559</u>	<u>26,226</u>	<u>158,785</u>

VILLAGE OF MAURICE, LOUISIANA  
NOTES TO BASIC FINANCIAL STATEMENTS  
JUNE 30, 2013

**NOTE (2) - RECEIVABLES (CONTINUED)**

The accounts receivable of the Village of Maurice's Utility Fund consisted of billed utility services. An aging schedule is as follows:

<u>Days</u>	<u>Sewer June 30, 2013</u>		<u>Water June 30, 2013</u>	
	<u>Amounts</u>	<u>Approximate Number of Accounts</u>	<u>Amounts</u>	<u>Approximate Number of Accounts</u>
Current	\$ 7,795	455	\$ 16,453	455
31-60	526	51	1,117	51
61-90	92	11	195	11
91 and older	1,332	29	2,831	29
Less Allowance for Doubtful accounts	<u>(1,317)</u>		<u>(2,798)</u>	
<u>Total</u>	<u>8,428</u>	<u>546</u>	<u>17,798</u>	<u>546</u>

The total number of current sewer users at June 30, 2013 is 429. At June 30, 2013, there were 351 residential and 78 commercial users.

The total number of current water users at June 30, 2013 is 451. At June 30, 2013, there were 372 residential and 79 commercial users.

The sewer rates at June 30, 2012 were as follows:

Residential users at 6/30/13

Flat \$6.00 per 2,000 gallons or less  
Over 2,000 gallons, \$2.36 per 1,000 gallons

Commercial users at 6/30/13

\$3.80 per 1,000 gallons

The water rates at June 30, 2013 were as follows:

Residential users at 6/30/13

Flat \$10.00 per 2,000 gallons or less  
Over 2,000 gallons, \$3.00 per 1,000 gallons

Commercial users at 6/30/13

Flat \$15.00 per 2,000 gallons or less  
Over 2,000 gallons, \$3.25 per 1,000 gallons

Sewer rates for residents outside Village limits are \$31.25 flat monthly rate.

**NOTE (3) - RETIREMENT COMMITMENTS**

Village employees are eligible to be members of one of the following retirement systems: Municipal Employees' Retirement System of Louisiana or Municipal Police Employees' Retirement System. In addition to employee payroll deductions, Village funds are remitted to the retirement systems and are recorded as expenditures. These systems are cost-sharing, multiple-employer public employee retirement systems (PERS), administered and controlled by a separate board of trustees. Contributions of participating agencies are pooled within the systems to fund accrued benefits, with contribution rates approved by the Louisiana Legislature.

Summary of Benefits

Municipal Employees' Retirement System

Plan Description Substantially all full-time employees of the Village are members of the Municipal Employees' Retirement System of Louisiana, Plan B. The retirement system is a cost-sharing, multiple-employer, statewide retirement system which is administered and controlled by a separate board of trustees. It provides retirement, disability, and survivor benefits to participating, eligible employees. Contributions of participating agencies are pooled within the system to fund accrued benefits, with contribution rates approved by state statute. The Municipal Employees' Retirement System issues a publicly available financial report that includes financial statements and required supplementary information. The report may be obtained by writing to Municipal Employees' Retirement System, 7937 Office Park Boulevard, Baton Rouge, Louisiana 70809, or by calling (225) 925-4810.

VILLAGE OF MAURICE, LOUISIANA  
NOTES TO BASIC FINANCIAL STATEMENTS  
JUNE 30, 2013

**NOTE (3) - RETIREMENT COMMITMENTS (CONTINUED)**

**Funding Policy** Plan B members of the Municipal Employees' Retirement System are required by state statute to contribute 5% of their annual covered salary and the Village (as the employer) is required to contribute at an actuarially determined rate. The current employer rate is 8% of annual covered payroll. The contribution requirements of plan members and the employer are established by, and may be amended by, state law. As required by state law, the employer contributions are determined by actuarial valuation and are subject to change each year based on the results of the valuation for the prior fiscal year. The employer contribution is additionally funded by the State of Louisiana through the annual legislative appropriation. The Village of Maurice's employer contributions to Municipal Employees' Retirement System for the years ended June 30, 2013, 2012, 2011, were \$17,611, \$17,580, \$13,962, respectively, and were equal to the required contribution for each year.

**Municipal Police Employees' Retirement System**

**Plan Description** Substantially all full-time employees are currently members of the Municipal Police Employees' Retirement System of Louisiana. The retirement system is a cost-sharing, multiple-employer plan which was created for full-time municipal police officers in Louisiana. The system is administered by a Board of Trustees and includes a representative from the Retirement Committee of the House of Representatives and the Chairman of the Senate Finance Committee or their designees to serve as voting ex-officio members of the Board.

Membership is mandatory for any full-time police officer employed by a municipality of the State of Louisiana and engaged in law enforcement, empowered to make arrests, providing he does not have to pay social security and providing he meets the statutory criteria.

Any member is eligible for normal retirement, if he has 25 years of creditable service at any age, has 20 years of creditable service and is age 50, or has 12 years creditable service and is age 55. The individual also must be a member of the system for one year.

Benefit rates are 3 1/3 % of average final compensation (average monthly earnings during the highest 36 consecutive months or joined months if service was interrupted) per number of years of creditable service not to exceed 100% of final salary. The Municipal Police Employees' Retirement System issues a publicly available financial report that includes financial statements and required supplementary information. The report may be obtained by writing to Municipal Employees' Retirement System, 7722 Office Park Boulevard Suite 200, Baton Rouge, Louisiana, 70809-7601 or by calling (225) 929-7411.

**Funding Policy** Contributions for all members are established by state statute at 10% of earnable compensation. The contributions are deducted from the member's salary and remitted by the participating municipality. Contributions for all employers are established by state statute at 31% of the employee's earnable compensation excluding overtime but including state supplemental pay. In addition, according to state statute, the system receives the difference in the actuarially required employer contribution and the estimated actual employer contributions in insurance premium tax. This tax is appropriated by the legislature each year based on an actuarial study. The Village of Maurice's employer contributions to the Municipal Police Employees' Retirement System for the years ended 2013, 2012 and 2011 were \$41,640, \$25,460, \$38,227, respectively, and were equal to the required contribution for each year.

**NOTE (4) - AD VALOREM TAXES**

Each taxing district in the parish sets its own millage based on election results and various guidelines. The tax roll is then prepared by the Parish Assessor, who submits the information to the Village. The Village then bills and collects its own property taxes. The ad valorem tax is due on or before December 31 and becomes delinquent on January 1. The Village levied 2.44 mills general alimony tax for the year ended June 30, 2013 on property with assessed valuation totaling \$9,679,000. Total tax levied was \$23,617. Ad valorem tax receivable at June 30, 2013 was \$238 net of an allowance for uncollectable accounts of \$238.

VILLAGE OF MAURICE, LOUISIANA  
NOTES TO BASIC FINANCIAL STATEMENTS  
JUNE 30, 2013

**NOTE (5) - CAPITAL ASSETS**

Capital assets and depreciation, as of and for the year ended June 30, 2013, for the Village of Maurice are as follows

	<u>Balances</u> July 1, 2012	<u>Additions</u>	<u>Disposals</u>	<u>Balances</u> June 30, 2013
<b>Governmental activities</b>				
Land	\$ 1,200	\$ -	\$ -	\$ 1,200
Buildings and improvements	236,814	11,423	-	248,237
Equipment	148,495	-	4,893	143,602
Furniture and fixtures	105,637	-	2,832	102,805
Vehicles	339,029	90,814	71,437	358,406
Other structures and improvements	319,403	-	139	319,264
<u>Totals at historical cost</u>	<u>1,150,578</u>	<u>102,237</u>	<u>79,301</u>	<u>1,173,514</u>
<b>Less accumulated depreciation</b>				
Buildings and improvements	44,384	6,486	-	50,870
Equipment	96,536	4,311	2,456	98,391
Furniture and fixtures	78,150	5,458	4,115	79,493
Vehicles	249,852	25,539	41,794	233,597
Other structures and improvements	21,922	1,744	139	23,527
<u>Total accumulated depreciation</u>	<u>490,844</u>	<u>43,538</u>	<u>48,504</u>	<u>485,878</u>
<b>Governmental activities</b>				
Capital assets, net	<u>659,734</u>	<u>58,699</u>	<u>30,797</u>	<u>687,636</u>

Depreciation expense was charged to governmental activities as follows

General government	\$ 19,850
Public safety	<u>23,688</u>
<u>Total</u>	<u>43,538</u>



**VILLAGE OF MAURICE, LOUISIANA**  
**NOTES TO BASIC FINANCIAL STATEMENTS**  
**JUNE 30, 2013**

**NOTE (5) - CAPITAL ASSETS (CONTINUED)**

	Balances July 1, 2012	Additions	Disposals	Balances June 30, 2013
<b>Business-type activities</b>				
Land	\$ 104,243	\$ -	\$ -	\$ 104,243
Sewer system	4,350,085			4,350,085
Water system	2,647,098	331,930		2,979,028
Vehicles	32,252	-		32,252
Machinery and equipment	155,761	52,200	1,091	206,870
Buildings	78,667	4,119		82,786
<u>Total at historical cost</u>	<u>7,368,106</u>	<u>388,249</u>	<u>1,091</u>	<u>7,755,264</u>
<b>Less accumulated depreciation</b>				
Sewer system	216,254	113,190		329,444
Water system	874,361	78,237		952,598
Vehicles	21,331	1,203		22,534
Machinery and equipment	106,831	7,359	1,013	113,177
Buildings	23,395	2,363		25,758
<u>Total accumulated depreciation</u>	<u>1,242,172</u>	<u>202,352</u>	<u>1,013</u>	<u>1,443,511</u>
<b>Business-type, activities</b>				
Capital assets, net	<u>6,125,934</u>	<u>185,897</u>	<u>78</u>	<u>6,311,753</u>

**NOTE (6) - SALES TAXES**

Proceeds of the 1975 1% sales and use tax are dedicated to constructing, acquiring, extending, improving, operating and maintaining a new sanitary sewer and water system for the Village of Maurice, and purchasing and acquiring the necessary land, equipment and furnishings, therefore, title to which shall be in the public, said tax to be subject to funding into bonds by the Village and/or used to pay principal and interest on any bonds or funded indebtedness of the Village incurred for the sewer and water systems to the extent and in the manner permitted by the laws of Louisiana

Proceeds of the 1989 1/2% sales tax are dedicated to fund law enforcement, including salaries, equipment and other necessary operating expenses

**NOTE (7) - LEASES**

On December 16, 1995, the Village of Maurice entered into an agreement to lease to the Maurice Volunteer Fire Department a 1995 fire truck pumper Freightliner Model FL80 which was purchased at a cost of \$196,752. The lease is for a term of 10 years at \$1 00 per year ending on the 16th day of December, 2005 at midnight. The lease was renewed in December, 2005 for a term of 10 years at \$1 00 per year ending on the 16th day of December, 2015. The Maurice Volunteer Fire Department paid \$10 00 for the 10 year lease in the first year.

VILLAGE OF MAURICE, LOUISIANA  
NOTES TO BASIC FINANCIAL STATEMENTS  
JUNE 30, 2013

**NOTE (7) – LEASES (CONTINUED)**

On April 30, 2012, the Village of Maurice entered into a capital lease for two Dodge Charger police vehicles with First Capital Equipment Leasing Corporation. The lease is for a period of three years with an interest rate of 3.83% and requires monthly payments of \$1,790. The capitalized cost of \$52,633 less accumulated depreciation of \$5,100 is included in capital assets. Depreciation expense for the vehicles was \$5,100 for the year ended June 30, 2013. The annual requirements to retire the capital lease at June 30, 2013 are as follows:

<u>Year ended June 30</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2014	\$ 20,086	\$ 1,650	\$ 21,736
2015	20,781	700	21,481
2016	3,672	16	3,688
	<u>44,539</u>	<u>2,366</u>	<u>46,905</u>

**NOTE (8) - WATER SYSTEM IMPROVEMENTS**

During the year ended June 30, 2012, the Village of Maurice was awarded a Louisiana Community Development Block Grant in the amount of \$430,000 for water system improvements. The total cost of the project was \$567,502 with the Village's portion being \$137,502.

	<u>Funded By</u>		<u>Total</u>
	<u>LCDBG</u>	<u>Utility Fund</u>	
Water system improvements			
Fiscal year-ended June 30, 2012	\$ 255,828	\$ 60,712	\$ 316,540
Fiscal year-ended June 30, 2013	174,172	76,790	250,962
	<u>430,000</u>	<u>137,502</u>	<u>567,502</u>

**NOTE (9) - INTERFUND TRANSFERS**

Transfers consisted of the following at June 30, 2013:

	<u>Transfers In</u>	<u>Transfers Out</u>
Major Funds		
Governmental Funds		
General	\$ 233,136	\$ -
1975 Sales Tax	-	362,703
1989 Sales Tax	-	233,136
Proprietary Fund		
Utility Fund	<u>362,703</u>	<u>-</u>
	<u>595,839</u>	<u>595,839</u>

Transfers are used to (a) move revenues from the fund that statute or budget requires to collect them to the fund that statute requires to expend them and to (b) use unrestricted revenues collected in the utility fund to finance various programs accounted for in other funds in accordance with budgetary authorizations.

VILLAGE OF MAURICE, LOUISIANA  
NOTES TO BASIC FINANCIAL STATEMENTS  
JUNE 30, 2013

**NOTE (10) - LONG-TERM OBLIGATIONS**

On January 24, 2008, the Village issued \$250,000 of Certificates of Revenue Bond Series 2008, of which \$213,000 bears interest at the rate of 4.50% and \$37,000 bears interest at the rate of 0%. The bond has a final maturity of January 1, 2033.

For the payment of the principal and the interest on the Revenue Bonds Series 2008, a Sinking Fund must be established and maintained with the regularly designated fiscal agent bank of the Village. The Village shall deposit in said Sinking Fund monthly in advance on or before the 20<sup>th</sup> day of each month a sum equal to one-sixth of the next interest payment date and a sum equal to one-twelfth of the principal falling due on the next principal payment date.

On June 30, 2011, the Village issued \$1,085,117 of Sewer Revenue Bonds Series 2011 No R-1 of which \$1,084,117 bears interest at a rate of 3.38% and \$1,000 of Sewer Revenue Bonds Series 2011 No R-2 which bears interest at the rate of 3.25%. The bonds have a final maturity of July 5, 2051.

On July 5, 2011, the Village issued \$129,883 of Sewer Revenue Bonds Series NO R-1 which bears interest at a rate of 3.38% and \$99,000 of Sewer Revenue Bonds Series 2011 No R-2 which bears interest at the rate of 3.25%.

Under the terms of the Sewer Revenue Bonds Series 2011 the following funds are to be maintained by the Village:

For the payment of the principal and the interest on the Bonds, a Debt Service Fund must be established and maintained with monthly payments in the amount of 1/12 of the principal and interest for the immediately preceding bond year.

The Reserve Fund is to be maintained solely for the purpose of paying the principal of and interest on bonds payable from the Debt Service Fund as to which there would otherwise be default. The Village is required to make monthly payments in the amount of \$253 into the Debt Service Fund until \$60,624 has been accumulated therein. The payments commence in the month following completion of and acceptance of the sewer system improvements.

The Contingencies Fund is established to care for extensions, additions, improvements, renewals and replacements necessary to properly operate the system. The Village is required to make monthly payments in the amount of \$253 into the Debt Service Fund until \$60,624 has been accumulated then it shall increase to \$506 per month. The payments commence in the month following completion of and acceptance of the sewer system improvements.

The Asset Fund is established to provide for the maintenance and replacement of short-lived assets of the system and is to be funded in monthly installments in the amount of \$1,304 on the 20<sup>th</sup> day of each month. The payments commence in the month following completion of and acceptance of the sewer system improvements.

**VILLAGE OF MAURICE, LOUISIANA**  
**NOTES TO BASIC FINANCIAL STATEMENTS**  
**JUNE 30, 2013**

**NOTE (10) - LONG-TERM OBLIGATIONS (CONTINUED)**

A summary of changes in long-term debt is as follows

<u>Description of Debt</u>	<u>Balance 7/1/12</u>	<u>Additions</u>	<u>Reductions</u>	<u>Balance 6/30/13</u>
Revenue Bonds				
Series 2008 at 4 5%	\$ 189,000	\$ -	\$ 7,000	\$ 182,000
Revenue Bonds				
Series 2008 at 0%	8,000	-	8,000	-
Sewer Revenue Bonds				
Series 2011 No R-1 at 3 38%	1,214,000	-	14,052	1,199,948
Sewer Revenue Bonds				
Series 2011 No R-2 at 3 25%	100,000	-	1,195	98,805
	<u>1,511,000</u>	<u>-</u>	<u>30,247</u>	<u>1,480,753</u>

Maturities of long-term debt are scheduled as follows

<u>Year ending June 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2014	\$ 32,228	\$ 51,299	\$ 83,527
2015	33,765	50,014	83,779
2016	34,372	48,687	83,059
2017	36,000	47,317	83,317
2018	37,649	45,955	83,604
2019-2023	208,268	206,554	414,822
2024-2028	128,022	175,098	303,120
2029-2033	151,605	151,515	303,120
2034-2038	179,397	123,723	303,120
There after	639,447	152,298	791,745
<u>Total</u>	<u>1,480,753</u>	<u>1,052,460</u>	<u>2,533,213</u>

**NOTE (11) - OTHER POST - EMPLOYMENT BENEFITS**

The Village of Maurice does not provide any post-employment benefits to retirees other than pension and therefore is not required to report under GASB Statement No 45, Accounting and Financial Reporting by Employers for Post-employment Benefits Other Than Pensions

**NOTE (12) - SUBSEQUENT EVENTS**

Subsequent events were evaluated through November 20, 2013, which is the date the financial statements were available to be issued. As of November 20, 2013, there were no subsequent events noted.

**REQUIRED SUPPLEMENTARY INFORMATION**

**BUDGETARY COMPARISON SCHEDULES**

**VILLAGE OF MAURICE, LOUISIANA**  
**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE**  
**BUDGETARY COMPARISON SCHEDULE**  
**GENERAL FUND**  
**FOR THE YEAR ENDED JUNE 30, 2013**

	Budget		Actual	Variance
	Original	Final		Favorable (Unfavorable)
<b><u>REVENUES</u></b>				
Taxes	\$ 75,800	\$ 77,684	\$ 81,704	\$ 4,020
Fines	156,000	208,054	221,460	13,406
Licenses and permits	86,500	93,170	116,071	22,901
Intergovernmental	18,745	27,654	27,669	15
Investment income	1,550	2,615	2,338	(277)
Miscellaneous	5,530	7,435	5,685	(1,750)
<b>Total revenues</b>	<b>344,125</b>	<b>416,612</b>	<b>454,927</b>	<b>38,315</b>
<b><u>EXPENDITURES</u></b>				
Current operating				
General and administrative	300,549	333,088	332,350	738
Public safety	304,196	306,322	306,915	(593)
Debt service	-	17,917	15,461	2,456
Capital outlay	67,253	102,511	102,237	274
<b>Total expenditures</b>	<b>671,998</b>	<b>759,838</b>	<b>756,963</b>	<b>2,875</b>
<b><u>EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES</u></b>				
	(327,873)	(343,226)	(302,036)	41,190
<b><u>OTHER FINANCING SOURCES</u></b>				
Operating transfers in from 1989 Sales Tax Fund	185,115	221,136	233,136	12,000
Inception of capital lease	61,920	64,435	60,000	(4,435)
Insurance proceeds	-	28,842	28,842	-
Gain on disposal of assets	-	-	2,300	2,300
<b>Total other financing sources</b>	<b>247,035</b>	<b>314,413</b>	<b>324,278</b>	<b>9,865</b>
<b><u>NET CHANGE IN FUND BALANCE</u></b>	<b>(80,838)</b>	<b>(28,813)</b>	<b>22,242</b>	<b>51,055</b>
<b><u>FUND BALANCE, beginning of year</u></b>	<b>217,300</b>	<b>245,313</b>	<b>245,313</b>	<b>-</b>
<b><u>FUND BALANCE, end of year</u></b>	<b>136,462</b>	<b>216,500</b>	<b>267,555</b>	<b>51,055</b>

**VILLAGE OF MAURICE, LOUISIANA**  
**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE**  
**BUDGETARY COMPARISON SCHEDULE**  
**1975 SALES TAX FUND**  
**FOR THE YEAR ENDED JUNE 30, 2013**

	<u>Budget</u>		<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
	<u>Original</u>	<u>Final</u>		
<b><u>REVENUES</u></b>				
Taxes				
Sales tax collection	\$ 370,000	\$ 444,069	\$ 449,374	\$ 5,305
Interest income	7,300	9,952	9,209	(743)
<b><u>Total revenues</u></b>	<b><u>377,300</u></b>	<b><u>454,021</u></b>	<b><u>458,583</u></b>	<b><u>4,562</u></b>
<b><u>EXPENDITURES</u></b>				
Current operating				
General and administrative	11,530	13,000	10,529	2,471
<b><u>Total expenditures</u></b>	<b><u>11,530</u></b>	<b><u>13,000</u></b>	<b><u>10,529</u></b>	<b><u>2,471</u></b>
<b><u>EXCESS OF REVENUES OVER EXPENDITURES</u></b>				
	<b><u>365,770</u></b>	<b><u>441,021</u></b>	<b><u>448,054</u></b>	<b><u>7,033</u></b>
<b><u>OTHER FINANCING USES</u></b>				
Operating transfers out to Utility Fund	(375,000)	(435,204)	(362,703)	72,501
<b><u>Total other financing uses</u></b>	<b><u>(375,000)</u></b>	<b><u>(435,204)</u></b>	<b><u>(362,703)</u></b>	<b><u>72,501</u></b>
<b><u>NET CHANGE IN FUND BALANCE</u></b>				
	(9,230)	5,817	85,351	79,534
<b><u>FUND BALANCE, beginning of year</u></b>				
	<b><u>1,177,703</u></b>	<b><u>1,218,425</u></b>	<b><u>1,218,425</u></b>	<b><u>-</u></b>
<b><u>FUND BALANCE, end of year</u></b>				
	<b><u>1,168,473</u></b>	<b><u>1,224,242</u></b>	<b><u>1,303,776</u></b>	<b><u>79,534</u></b>

VILLAGE OF MAURICE, LOUISIANA  
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE  
BUDGETARY COMPARISON SCHEDULE  
1989 SALES TAX FUND  
FOR THE YEAR ENDED JUNE 30, 2013

	<u>Budget</u>		<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
	<u>Original</u>	<u>Final</u>		
<b><u>REVENUES</u></b>				
Taxes				
Sales tax collection	\$ 185,000	\$ 222,034	\$ 224,687	\$ 2,653
Interest	60	57	70	13
Other revenues	55	-	-	-
<u>Total revenues</u>	<u>185,115</u>	<u>222,091</u>	<u>224,757</u>	<u>2,666</u>
<b><u>EXPENDITURES</u></b>				
<u>Total expenditures</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b><u>EXCESS OF REVENUES OVER EXPENDITURES</u></b>				
	<u>185,115</u>	<u>222,091</u>	<u>224,757</u>	<u>2,666</u>
<b><u>OTHER FINANCING USES</u></b>				
Operating transfers out to General Fund	(185,115)	(221,136)	(233,136)	(12,000)
<u>Total other financing uses</u>	<u>(185,115)</u>	<u>(221,136)</u>	<u>(233,136)</u>	<u>(12,000)</u>
<b><u>NET CHANGE IN FUND BALANCE</u></b>				
	-	955	(8,379)	(9,334)
<b><u>FUND BALANCE, beginning of year</u></b>				
	<u>60,630</u>	<u>63,117</u>	<u>63,117</u>	<u>-</u>
<b><u>FUND BALANCE, end of year</u></b>				
	<u>60,630</u>	<u>64,072</u>	<u>54,738</u>	<u>(9,334)</u>



OTHER SUPPLEMENTARY INFORMATION

GENERAL FUND

The General Fund is used to account for resources traditionally associated with governments which are not required to be accounted for in another fund. The General Fund has a greater number and variety of revenue sources than any other fund, and its resources normally finance a wider range of activities. The resources of the General Fund are ordinarily largely expended and replenished on an annual basis.

VILLAGE OF MAURICE, LOUISIANA  
GENERAL FUND  
COMPARATIVE BALANCE SHEET  
JUNE 30, 2013 AND 2012

	<u>2013</u>	<u>2012</u>
<b><u>ASSETS</u></b>		
Cash	\$ 88,986	\$ 71,297
Investments	185,946	183,804
Receivables, net of allowance for uncollectibles		
From other governments	-	2,010
Taxes	<u>16,099</u>	<u>12,718</u>
<u>Total assets</u>	<u>291,031</u>	<u>269,829</u>
 <b><u>LIABILITIES AND FUND BALANCES</u></b>		
<b><u>LIABILITIES</u></b>		
Accounts payable	\$ 13,633	\$ 17,048
Payroll taxes payable	5,045	4,070
Retirement payable	4,368	2,979
Due to LA Law Enforcement Commission	430	419
<u>Total liabilities</u>	<u>23,476</u>	<u>24,516</u>
 <b><u>FUND BALANCE</u></b>		
Restricted		
Youth athletics	19,048	16,560
Unassigned	<u>248,507</u>	<u>228,753</u>
<u>Total fund balances</u>	<u>267,555</u>	<u>245,313</u>
<u>Total liabilities and fund balances</u>	<u>291,031</u>	<u>269,829</u>

VILLAGE OF MAURICE, LOUISIANA  
GENERAL FUND  
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES  
BUDGET AND ACTUAL  
FOR THE YEARS ENDED JUNE 30, 2013 AND 2012

	<u>2013</u>		Variance Favorable (Unfavorable)	2012 Actual
	<u>Budget</u>	<u>Actual</u>		
<b><u>REVENUES</u></b>				
Taxes	\$ 77,684	\$ 81,704	\$ 4,020	\$ 71,781
Fines	208,054	221,460	13,406	178,236
Licenses and permits	93,170	116,071	22,901	91,387
Intergovernmental	27,654	27,669	15	49,892
Investment income	2,615	2,338	(277)	2,496
Miscellaneous	7,435	5,685	(1,750)	4,475
<u>Total revenues</u>	<u>416,612</u>	<u>454,927</u>	<u>38,315</u>	<u>398,267</u>
<b><u>EXPENDITURES</u></b>				
Current operating				
General and administrative	333,088	332,350	738	301,635
Public safety	306,322	306,915	(593)	270,065
Debt service	17,917	15,461	2,456	-
Capital outlay	102,511	102,237	274	29,347
<u>Total expenditures</u>	<u>759,838</u>	<u>756,963</u>	<u>2,875</u>	<u>601,047</u>
<b><u>EXCESS (DEFICIENCY) OF REVENUES</u></b>				
<b><u>OVER (UNDER) EXPENDITURES</u></b>	<b><u>(343,226)</u></b>	<b><u>(302,036)</u></b>	<b><u>41,190</u></b>	<b><u>(202,780)</u></b>
<b><u>OTHER FINANCING SOURCES</u></b>				
Operating transfers in from 1989 Sales Tax Fund	221,136	233,136	12,000	199,497
Gain on disposal of assets	-	2,300	2,300	801
Insurance proceeds	28,842	28,842	-	-
Inception of capital lease	64,435	60,000	(4,435)	-
<u>Total other financing sources</u>	<u>314,413</u>	<u>324,278</u>	<u>9,865</u>	<u>200,298</u>
<b><u>NET CHANGE IN FUND BALANCES</u></b>	<b><u>(28,813)</u></b>	<b><u>22,242</u></b>	<b><u>51,055</u></b>	<b><u>(2,482)</u></b>
<b><u>FUND BALANCES, beginning of year</u></b>	<b><u>245,313</u></b>	<b><u>245,313</u></b>	<b><u>-</u></b>	<b><u>247,795</u></b>
<b><u>FUND BALANCES, end of year</u></b>	<b><u>216,500</u></b>	<b><u>267,555</u></b>	<b><u>51,055</u></b>	<b><u>245,313</u></b>

VILLAGE OF MAURICE, LOUISIANA  
GENERAL FUND  
DETAILED SCHEDULE OF REVENUES  
BUDGET AND ACTUAL  
FOR THE YEARS ENDED JUNE 30, 2013 AND 2012

	2013		Variance Favorable (Unfavorable)	2012 Actual
	Budget	Actual		
<b><u>TAXES</u></b>				
Property tax	\$ 23,354	\$ 23,289	\$ (65)	\$ 16,546
Franchise - electric	42,208	45,453	3,245	42,508
Franchise - cable television	8,609	9,449	840	8,284
Franchise - gas	3,513	3,513	-	4,443
<u>Total taxes</u>	<u>77,684</u>	<u>81,704</u>	<u>4,020</u>	<u>71,781</u>
<b><u>FINES</u></b>				
Fines	208,054	221,460	13,406	178,236
<u>Total fines</u>	<u>208,054</u>	<u>221,460</u>	<u>13,406</u>	<u>178,236</u>
<b><u>LICENSES AND PERMITS</u></b>				
Occupational licenses	85,219	102,095	16,876	83,391
Building permits	7,951	13,976	6,025	7,996
<u>Total licenses and permits</u>	<u>93,170</u>	<u>116,071</u>	<u>22,901</u>	<u>91,387</u>
<b><u>INTERGOVERNMENTAL</u></b>				
State beer tax	5,868	5,883	15	5,496
Maintenance service fees	4,020	4,020	-	4,020
State grants	15,279	15,279	-	37,421
Youth athletics funds	2,487	2,487	-	2,955
<u>Total intergovernmental</u>	<u>27,654</u>	<u>27,669</u>	<u>15</u>	<u>49,892</u>
<b><u>INVESTMENT INCOME</u></b>				
Interest income	2,615	2,338	(277)	2,496
<b><u>MISCELLANEOUS</u></b>				
Accident reports	405	420	15	641
Other	7,030	5,265	(1,765)	3,834
<u>Total miscellaneous</u>	<u>7,435</u>	<u>5,685</u>	<u>(1,750)</u>	<u>4,475</u>
<u>Total revenues</u>	<u>416,612</u>	<u>454,927</u>	<u>38,315</u>	<u>398,267</u>

VILLAGE OF MAURICE, LOUISIANA  
GENERAL FUND  
DETAILED SCHEDULE OF EXPENDITURES  
BUDGET AND ACTUAL  
FOR THE YEARS ENDED JUNE 30, 2013 AND 2012

	2013		Variance Favorable (Unfavorable)	2012 Actual
	Budget	Actual		
<u>GENERAL AND ADMINISTRATIVE</u>				
<u>Personal services</u>				
Salaries	\$ 110,395	\$ 116,519	\$ (6,124)	\$ 100,248
Payroll taxes	10,577	11,181	(604)	8,621
Retirement	11,206	11,281	(75)	10,860
<u>Supplies</u>				
Office supplies and postage	5,655	5,837	(182)	7,361
Uniform rental	3,860	4,740	(880)	5,418
Maintenance supplies	4,377	5,435	(1,058)	4,096
<u>Other</u>				
Medical		195	(195)	136
Insurance	37,522	45,774	(8,252)	38,298
Utilities	27,095	27,703	(608)	27,510
Automobile expense	11,547	13,446	(1,899)	10,850
Telephone	6,278	5,637	641	6,468
Professional expense	29,982	20,985	8,997	29,070
Repairs and maintenance	20,805	9,963	10,842	14,370
Miscellaneous	4,082	2,528	1,554	1,855
Crime lab	15,200	14,860	340	13,970
LA Law Enforcement Commission	2,753	3,228	(475)	2,452
Dues and subscriptions	1,595	1,376	219	926
Advertising	2,153	2,268	(115)	4,793
Travel expense	5,106	4,952	154	4,379
Continued education	1,155	1,155	-	830
Grant refund	5,636	5,636	-	-
Trash collection	730	696	34	696
Parks and recreation	100	1,676	(1,576)	9
Historical Society	15,279	15,279	-	8,419
<u>Total general and administrative</u>	<u>333,088</u>	<u>332,350</u>	<u>738</u>	<u>301,635</u>

Continued on next page

VILLAGE OF MAURICE, LOUISIANA  
GENERAL FUND  
DETAILED SCHEDULE OF EXPENDITURES  
BUDGET AND ACTUAL (CONTINUED)  
FOR THE YEARS ENDED JUNE 30, 2013 AND 2012

	<u>2013</u>		Variance Favorable (Unfavorable)	2012 Actual
	<u>Budget</u>	<u>Actual</u>		
<b><u>PUBLIC SAFETY</u></b>				
<b><u>Personal services</u></b>				
Salaries	\$ 169,187	\$ 165,763	\$ 3,424	\$ 156,257
Payroll taxes	14,247	13,074	1,173	13,394
Retirement	39,836	41,640	(1,804)	25,460
<b><u>Other</u></b>				
Automobile equipment and maintenance	9,434	11,027	(1,593)	10,207
Communications	1,980	2,053	(73)	1,954
Gas - autos	24,006	23,471	535	18,701
Insurance	19,862	22,780	(2,918)	24,102
Miscellaneous	2,367	5,244	(2,877)	197
Police supplies	6,293	4,974	1,319	3,659
Telephone	8,093	7,821	272	7,324
Travel	666	-	666	-
Dues and subscriptions	964	764	200	844
Continued education	200	570	(370)	485
Uniforms	5,037	2,831	2,206	3,497
Professional services	-	-	-	150
Repairs and maintenance	4,150	4,903	(753)	3,834
<u>Total public safety</u>	<u>306,322</u>	<u>306,915</u>	<u>(593)</u>	<u>270,065</u>
<b><u>Debt service</u></b>	<u>17,917</u>	<u>15,461</u>	<u>2,456</u>	<u>-</u>
<b><u>Capital outlay</u></b>	<u>102,511</u>	<u>102,237</u>	<u>274</u>	<u>29,347</u>
<b><u>Total expenditures</u></b>	<u>759,838</u>	<u>756,963</u>	<u>2,875</u>	<u>601,047</u>

**SPECIAL REVENUE FUNDS****1975 SALES TAX FUND**

To account for proceeds of the 1% sales and use tax levied by the Village. These proceeds are dedicated to the construction and maintenance of the sewer and water system as well as the payment of principal and interest on bonds incurred for the sewer and water system.

**1989 SALES TAX FUND**

To account for proceeds of the 1/2% sales and use tax levied by the Village. These proceeds are dedicated to public safety-law enforcement.



VILLAGE OF MAURICE, LOUISIANA  
SPECIAL REVENUE FUNDS  
COMBINING BALANCE SHEET  
JUNE 30, 2013 AND 2012

	1975 SALES	1989 SALES	TOTALS	
	TAX FUND	TAX FUND	2013	2012
<b><u>ASSETS</u></b>				
Cash	\$ 265,145	\$ 15,918	\$ 281,063	\$ 593,944
Investments	961,954	-	961,954	577,665
Receivables, net of allowance for uncollectibles				
Taxes	77,640	38,820	116,460	110,592
Interest receivable	-	-	-	779
<b><u>Total assets</u></b>	<b><u>1,304,739</u></b>	<b><u>54,738</u></b>	<b><u>1,359,477</u></b>	<b><u>1,282,980</u></b>
<b><u>LIABILITIES AND FUND BALANCES</u></b>				
<b><u>LIABILITIES</u></b>				
Accounts payable	\$ 963	\$ -	\$ 963	\$ 1,438
<b><u>Total liabilities</u></b>	<b><u>963</u></b>	<b><u>-</u></b>	<b><u>963</u></b>	<b><u>1,438</u></b>
<b><u>FUND BALANCES</u></b>				
Fund balances				
Restricted				
Sales tax dedications	1,303,776	54,738	1,358,514	1,281,542
<b><u>Total fund balances</u></b>	<b><u>1,303,776</u></b>	<b><u>54,738</u></b>	<b><u>1,358,514</u></b>	<b><u>1,281,542</u></b>
<b><u>Total liabilities and fund balances</u></b>	<b><u>1,304,739</u></b>	<b><u>54,738</u></b>	<b><u>1,359,477</u></b>	<b><u>1,282,980</u></b>

**VILLAGE OF MAURICE, LOUISIANA**  
**SPECIAL REVENUE FUNDS**  
**COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES**  
**FOR THE YEARS ENDED JUNE 30, 2013 AND 2012**

	1975 SALES	1989 SALES	TOTALS	
	TAX FUND	TAX FUND	2013	2012
<b>REVENUES</b>				
Taxes				
Sales tax collections	\$ 449,374	\$ 224,687	\$ 674,061	\$ 581,530
Interest income	9,209	70	9,279	8,487
Miscellaneous				
Other	-	-	-	55
<u>Total revenues</u>	<u>458,583</u>	<u>224,757</u>	<u>683,340</u>	<u>590,072</u>
<b>EXPENDITURES</b>				
Current operating				
General and administrative	10,529	-	10,529	10,780
<u>Total expenditures</u>	<u>10,529</u>	<u>-</u>	<u>10,529</u>	<u>10,780</u>
<b>EXCESS OF REVENUES OVER EXPENDITURES</b>	<u>448,054</u>	<u>224,757</u>	<u>672,811</u>	<u>579,292</u>
<b>OTHER FINANCING USES</b>				
Operating transfers out				
to General Fund	-	(233,136)	(233,136)	(199,497)
to Utility Fund	(362,703)	-	(362,703)	(180,097)
<u>Total other financing uses</u>	<u>(362,703)</u>	<u>(233,136)</u>	<u>(595,839)</u>	<u>(379,594)</u>
<b>NET CHANGE IN FUND BALANCES</b>	85,351	(8,379)	76,972	199,698
<b>FUND BALANCES, beginning of year</b>	<u>1,218,425</u>	<u>63,117</u>	<u>1,281,542</u>	<u>1,081,844</u>
<b>FUND BALANCES, end of year</b>	<u>1,303,776</u>	<u>54,738</u>	<u>1,358,514</u>	<u>1,281,542</u>

VILLAGE OF MAURICE, LOUISIANA  
SPECIAL REVENUE FUNDS - 1975 SALES TAX FUND  
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES  
BUDGET AND ACTUAL  
FOR THE YEARS ENDED JUNE 30, 2013 AND 2012

	2013		Variance Favorable (Unfavorable)	2012 Actual
	Budget	Actual		
<b><u>REVENUES</u></b>				
Taxes				
Sales tax collection	\$ 444,069	\$ 449,374	\$ 5,305	\$ 387,687
Interest income	9,952	9,209	(743)	8,416
<u>Total revenues</u>	<u>454,021</u>	<u>458,583</u>	<u>4,562</u>	<u>396,103</u>
<b><u>EXPENDITURES</u></b>				
Current operating				
General and administrative				
Office supplies	7,000	4,833	2,167	5,759
Professional services	6,000	5,696	304	5,021
<u>Total expenditures</u>	<u>13,000</u>	<u>10,529</u>	<u>2,471</u>	<u>10,780</u>
<b><u>EXCESS OF REVENUES OVER</u></b>				
<b><u>EXPENDITURES</u></b>	<u>441,021</u>	<u>448,054</u>	<u>7,033</u>	<u>385,323</u>
<b><u>OTHER FINANCING USES</u></b>				
Operating transfers out to Utility Fund	(435,204)	(362,703)	72,501	(180,097)
<u>Total other financing uses</u>	<u>(435,204)</u>	<u>(362,703)</u>	<u>72,501</u>	<u>(180,097)</u>
<b><u>NET CHANGE IN FUND BALANCES</u></b>	5,817	85,351	79,534	205,226
<b><u>FUND BALANCES, beginning of year</u></b>	<u>1,218,425</u>	<u>1,218,425</u>	<u>-</u>	<u>1,013,199</u>
<b><u>FUND BALANCES, end of year</u></b>	<u>1,224,242</u>	<u>1,303,776</u>	<u>79,534</u>	<u>1,218,425</u>

**VILLAGE OF MAURICE, LOUISIANA**  
**SPECIAL REVENUE FUNDS - 1989 SALES TAX FUND**  
**STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES**  
**BUDGET AND ACTUAL**  
**FOR THE YEARS ENDED JUNE 30, 2013 AND 2012**

	2013		Variance Favorable (Unfavorable)	2012 Actual
	Budget	Actual		
<b><u>REVENUES</u></b>				
Taxes				
Sales tax collection	\$ 222,034	\$ 224,687	\$ 2,653	\$ 193,843
Interest income	57	70	13	71
Other revenues	-	-	-	55
<u>Total revenues</u>	<u>222,091</u>	<u>224,757</u>	<u>2,666</u>	<u>193,969</u>
<b><u>EXPENDITURES</u></b>	-	-	-	-
<u>Total expenditures</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b><u>EXCESS OF REVENUES OVER EXPENDITURES</u></b>	<u>222,091</u>	<u>224,757</u>	<u>2,666</u>	<u>193,969</u>
<b><u>OTHER FINANCING USES</u></b>				
Operating transfers out to General Fund	(221,136)	(233,136)	(12,000)	(199,497)
<u>Total other financing uses</u>	<u>(221,136)</u>	<u>(233,136)</u>	<u>(12,000)</u>	<u>(199,497)</u>
<b><u>NET CHANGE IN FUND BALANCES</u></b>	955	(8,379)	(9,334)	(5,528)
<b><u>FUND BALANCES, beginning of year</u></b>	<u>63,117</u>	<u>63,117</u>	<u>-</u>	<u>68,645</u>
<b><u>FUND BALANCES, end of year</u></b>	<u>64,072</u>	<u>54,738</u>	<u>(9,334)</u>	<u>63,117</u>

RELATED REPORTS

James L. Nicholson, Jr., CPA  
 G. Kenneth Pavy, II, CPA  
 Michael A. Roy, CPA  
 Lisa Trouille Manuel, CPA  
 Dana D. Quebedeaux, CPA



**JOHN S. DOWLING & COMPANY**  
 A CORPORATION OF CERTIFIED PUBLIC ACCOUNTANTS

**INDEPENDENT AUDITOR'S REPORT ON INTERNAL CONTROL OVER  
 FINANCIAL REPORTING AND ON COMPLIANCE  
 AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL  
 STATEMENTS PERFORMED IN ACCORDANCE WITH  
 GOVERNMENT AUDITING STANDARDS**

John S. Dowling, CPA  
 1904-1984  
 John Newton Stout, CPA  
 1836-2005  
 Chizaf S. Fontenot, CPA  
 1955-2012

Retired

Harold Dupre, CPA  
 1996  
 Dwight Ledoux, CPA  
 1998  
 Joel Landos, Jr., CPA  
 2003  
 Russell J. Stelly, CPA  
 2005

The Honorable Mayor and Board of Aldermen  
 of the Village of Maurice  
 Maurice, Louisiana

We have audited, in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States the financial statements of the governmental activities, the business-type activities and each major fund of the Village of Maurice, Louisiana, as of and for the year ended June 30, 2013, and the related notes to the financial statements which collectively comprise the Village of Maurice's basic financial statements and have issued our report thereon dated November 20, 2013

**Internal Control Over Financial Reporting**

In planning and performing our audit of the financial statements, we considered the Village of Maurice's internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Village of Maurice's internal control. Accordingly, we do not express an opinion on the effectiveness of the Village of Maurice's internal control.

A deficiency in internal control exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct misstatements on a timely basis. A material weakness is a deficiency, or combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis. A significant deficiency is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control over financial reporting was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control, material weaknesses or significant deficiencies and therefore, material weaknesses or significant deficiencies may exist that were not identified. Given these limitations, we did not identify any deficiencies in internal control that we consider to be material weaknesses, as defined above. However, material weaknesses may exist that have not been identified. We did identify certain deficiencies in internal control, described in the accompanying schedule of findings and questioned costs that we consider to be significant deficiencies as items 2013-1, 2013-2, 2013-3, 2013-4.

The Honorable Mayor and Board of Aldermen  
of the Village of Maurice  
Page 2

### **Compliance and Other Matters**

As part of obtaining reasonable assurance about whether the Village of Maurice, Louisiana's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed one instance of noncompliance or other matters that are required to be reported under Government Auditing Standards and which is described in the accompanying schedule of findings and questioned costs as items 2013-5.

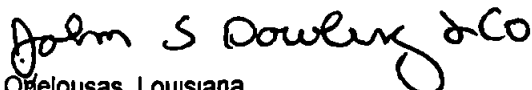
### **Village of Maurice's Response to Findings**

The Village of Maurice's response to the findings identified in our audit is described in the accompanying Schedule of Findings and Questioned Costs. The Village of Maurice's response was not subjected to the auditing procedures applied in the audit of the financial statements and, accordingly, we express no opinion on it.

### **Purpose of this Report**

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with Government Auditing Standards in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

This report is intended solely for the information and use of management of the Village of Maurice, Louisiana, Board of Aldermen, others within the entity, federal awarding agencies, and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties. Under Louisiana Revised Statute 24:513 this report is distributed by the Legislative Auditor as a public document.



Opelousas, Louisiana  
November 20, 2013

VILLAGE OF MAURICE, LOUISIANA  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
JUNE 30, 2013

I Summary of Audit Results

- 1 The auditor's report expresses an unqualified opinion on the financial statements of the Village of Maurice as of and for the year ended June 30, 2013
- 2 Four significant deficiencies relating to the audit of the financial statements are reported in the Report on Internal Control over Financial Reporting and on Compliance and other Matters Based on an Audit of Financial Statements Performed in Accordance with Government Auditing Standards
- 3 One instance of noncompliance material to the financial statements of the Village of Maurice, which would be required to be reported in accordance with Government Auditing Standards, was disclosed during the audit

II Findings – Financial Statement Audit

2013-1 Inadequate Segregation of Duties within the Accounting System

**Condition** Certain accounting duties were not adequately segregated for a proper system of checks and balances. The Village clerk prepares the disbursement checks, is one of the two required signatories on checks, distributes the checks, records the transactions in the accounting system, and reconciles the bank accounts. Office employees also have mostly unrestricted access to system applications and data.

**Criteria** Proper internal controls dictate that duties be segregated so that no one individual performs or controls all duties related to the accounting system.

**Cause** There is inadequate segregation of duties within the accounting system.

**Effect** Without adequate segregation of duties and oversight, errors or fraud could occur and not be detected, increasing the risk of loss or theft of Village assets.

**Recommendation** The Village should ensure that no single individual controls all facets of the accounting system and that adequate supervision is implemented. Separating incompatible duties and performing supervisory review is significant in reducing risk. It is also recommended that the Mayor remove the signatory authority of the clerk and assign to a designated alderman. Management also should review access by employees in detail and restrict access to applications which are not necessary for their specific duties. New passwords should be established and password sharing should be prohibited.

**Corrective action plan** Due to limited resources, human and financial, increased segregation of duties is limited. The Mayor, now being in office full-time, supervision of all facets of accounting has increased. Aldermen are not available during workday to allow us to efficiently process payments by removing signature authority of clerk. All accounts require two signatures, Mayor, Clerk and/or Mayor Pro-tem in emergency situations. Mayor opens all bank statements, reviews statements prior to clerk reconciling. Mayor reviews all bank reconciliations once completed. The installation of a backup file server has eliminated the need to access the clerk's system which contains the system applications and data. All programs are now based on the backup file server and not on the clerk's system.

**Contact person** Wayne Theriot, Mayor



VILLAGE OF MAURICE, LOUISIANA  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
JUNE 30, 2013

II Findings - Financial Statement Audit -- Continued

2013-2 Internal Controls over Payroll

**Condition** Management did not require all Village employees to prepare daily time records to account for their attendance at work

**Criteria** Proper internal controls prevent fraud and errors that could occur and not be detected, increasing the risk of loss or theft of the Village's assets

**Cause** The Village did not have certain procedures in place to ensure proper internal controls over the payroll system

**Effect** Without strong internal controls over the payroll system, errors or fraud could occur and not be detected, increasing the risk of loss or theft of Village assets

**Recommendation** Management should require all employees to prepare daily time records to document their hours worked and leave taken. Time records should be signed by the employee and the review and approval of the supervisor should be documented. Management should require all employees to comply with the Village's leave policies. Leave slips should be prepared by all employees to document leave taken and the review and approval of the supervisor should be documented. The leave slips should be forwarded to the clerk to ensure complete and accurate leave records and leave balances are maintained on all Village employees

**Corrective action plan** Currently the Village uses a time and effort reporting by exception method. Exception is leave taken and reported. Police department personnel will utilize the same leave request/reporting as other employees. All leave request will be approved by the Mayor or the Police Chief, for employees under the police department, and upon approval submitted to the clerk. Payrolls are reviewed by the Mayor prior to distribution. Under the newly appointed Assistant Chief of Police, Police Department leave records are being maintained and slips are forwarded to the payroll clerk for the appropriate pay period. Time and effort reports are being kept by the Assistant Chief

Contact person Wayne Theriot, Mayor

2013-3 Internal Controls over Capital Assets

**Condition** The Village's capital assets were not tagged and that a complete physical inventory had not been conducted

**Criteria** Proper internal controls prevent fraud and errors that could occur and not be detected. Good controls require that assets be tagged for ownership and identification purposes, and that assets are inventoried and reconciled to the detailed records at least annually

**Cause** The Village's capital assets were not tagged and a complete physical inventory had not been conducted

**Effect** Without strong internal controls over capital assets, errors or fraud could occur and not be detected, increasing the risk of loss or theft

**Recommendation** The Village should tag all capital assets and take a complete physical inventory each fiscal year

**Corrective action plan** The Village will implement an asset control program including a system of tagging for applicable assets. Assets will be listed by departments and reconciled at the end of each fiscal year

Contact person Wayne Theriot, Mayor

**VILLAGE OF MAURICE, LOUISIANA**  
**SCHEDULE OF FINDINGS AND QUESTIONED COSTS**  
**JUNE 30, 2013**

II Findings - Financial Statement Audit - Continued

2013-4 Written Policies and Procedures

**Condition** The Village of Maurice does not have written policies and procedures for the majority of its business and financial functions

**Criteria** Formal policies and procedures ensure a clear understanding of what should be done, how it should be done, who should do it, and when it should be done Also, written procedures aid in the continuity of operations and for cross training

**Cause** Formal written policies and procedures have not been developed and approved by the board

**Effect** The Village administration and employees have no written guidance on the procedures and policies that should be followed This could lead to confusion as to who is responsible for different functions and how different situations should be handled

**Recommendation** Management should develop written policies and procedures, in accordance with applicable Louisiana laws, for the key business and operational functions of the Village The written policies and procedures should be submitted to the Board of Aldermen for review and adoption

**Corrective action plan** A written policy and procedures manual will be developed Due to limited resources, this will be a long range project.

**Contact person** Wayne Theriot, Mayor

2013-5 Records Retention

**Condition** The Village has not prepared and submitted a records retention schedule to the State Archivist for approval

**Criteria** Louisiana Revised Statute 44 411 requires the Village to develop and submit a records retention schedule, including e-mail communications, to the State Archivist for approval

**Cause** The Village does not have a records retention schedule approved by the Louisiana State Archivist

**Effect** The Village is not in compliance with Louisiana State Law concerning approval of a record retention schedule

**Recommendation** The Village should prepare a record retention schedule, including e-mail communications and have it approved by the Louisiana State Archivist

**Corrective action plan** The Village of Maurice will contact the Louisiana Municipal Association concerning an appropriate records retention schedule

**Contact person** Wayne Theriot, Mayor

VILLAGE OF MAURICE, LOUISIANA  
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
JUNE 30, 2013

<u>FEDERAL GRANTOR/PASS-THROUGH GRANTOR/PROGRAM OR CLUSTER TITLE</u>	<u>FEDERAL CFDA NUMBER</u>	<u>EXPENDITURES</u>
U S Department of Homeland Security Pass-through payments State of Louisiana Division of Administration Hazard Mitigation Grant	97 039	\$ 19,256
U S Department of Housing and Urban Development Pass-through payments State of Louisiana Division of Administration Community Development Block Grant	14 228	<u>174,172</u>
<u>Total expenditures of federal awards</u>		<u><u>193,428</u></u>

See accompanying notes to Schedule of Expenditures of Federal Awards

VILLAGE OF MAURICE, LOUISIANA  
NOTES TO SCHEDULE OF EXPENDITURES  
OF FEDERAL AWARDS  
JUNE 30, 2013

**NOTE (1) – GENERAL**

The accompanying Schedule of Expenditures of Federal Awards presents the activity of all the federal financial assistance programs of the Village of Maurice. The information in this schedule is presented in accordance with the requirements of OMB Circular A-133, Audits of States, Local Governments, and Nonprofit Organizations.

**NOTE (2) – BASIS OF ACCOUNTING**

The accompanying Schedule of Expenditures of Federal Awards is presented using the modified accrual basis of accounting for the federal assistance. The basis of accounting is described in Note 1 to the financial statements.

**NOTE (3) – RELATIONSHIP TO THE FINANCIAL STATEMENTS**

Federal financial assistance revenues and expenses are reported in the Village of Maurice's basic financial statements as follows:

U S Department of Homeland Security	\$	19,256
LCDBG revenue		<u>174,172</u>
		<u><u>193,428</u></u>

VILLAGE OF MAURICE, LOUISIANA  
SCHEDULE OF PRIOR YEAR FINDINGS  
JUNE 30, 2013

SECTION I - INTERNAL CONTROL AND COMPLIANCE MATERIAL TO THE FINANCIAL STATEMENTS

2012-1 Inadequate Segregation of Duties within the Accounting System

Repeat comment

2012-2 Internal Controls over Purchases and Distributions

Resolved

2012-3 Internal Controls over Payroll

Repeat comment

2012-4 Internal Controls over Capital Assets

Repeat comment

2012-5 Internal Controls over Confiscated Evidence

Resolved

2012-6 Written Policies and Procedures

Repeat comment

2012-7 Records Retention

Repeat comment

2012-8 Budgeted Expenditures Exceeded Actual Expenditures by More than Five Percent

Resolved

SECTION II - INTERNAL CONTROL AND COMPLIANCE MATERIAL TO FEDERAL AWARDS

N/A

SECTION III - MANAGEMENT LETTER

N/A

OTHER SUPPLEMENTARY SCHEDULES

**VILLAGE OF MAURICE, LOUISIANA**  
**COMPARATIVE STATEMENT OF NET POSITION – PROPRIETARY FUND**  
**FOR THE YEARS ENDED JUNE 30, 2013 AND 2012**

<u>ASSETS</u>	<u>SEWER</u>		<u>WATER</u>		<u>TOTAL</u>	
	<u>2013</u>	<u>2012</u>	<u>2013</u>	<u>2012</u>	<u>2013</u>	<u>2012</u>
<b><u>CURRENT ASSETS</u></b>						
Cash	\$ 53,429	\$ 44,407	\$ 31,856	\$ 11,321	\$ 85,285	\$ 55,728
Investments - Certificate of deposit	6,391	6,312	6,390	6,311	12,781	12,623
Prepaid insurance	5,887	4,690	5,887	4,689	11,774	9,379
Grant receivable	-	57,677	-	59,499	-	117,176
Receivables net of allowance for uncollectable						
Accounts	8,428	9,150	17,798	17,065	26,226	26,215
Interest	-	56	-	55	-	111
<u>Total current assets</u>	<u>74,135</u>	<u>122,292</u>	<u>61,931</u>	<u>98,940</u>	<u>136,066</u>	<u>221,232</u>
<b><u>RESTRICTED ASSETS</u></b>						
Cash-Utility deposits	7,618	6,719	7,620	6,719	15,238	13,438
Cash-Debt reserve	9,117	1,518	-	-	9,117	1,518
Sinking fund	5,053	-	8,880	8,880	13,933	8,880
Sewer Short-Lived Assets Fund Series 2011	46,258	30,515	-	-	46,258	30,515
<u>Total restricted assets</u>	<u>68,046</u>	<u>38,752</u>	<u>16,500</u>	<u>15,599</u>	<u>84,546</u>	<u>54,351</u>
<b><u>PROPERTY, PLANT, AND EQUIPMENT</u></b>						
Utility plant and depreciable assets (net of accumulated depreciation)	4,152,982	4,243,515	2,158,771	1,882,420	6,311,753	6,125,935
<u>Total property, plant, and equipment</u>	<u>4,152,982</u>	<u>4,243,515</u>	<u>2,158,771</u>	<u>1,882,420</u>	<u>6,311,753</u>	<u>6,125,935</u>
<b><u>OTHER</u></b>						
Unamortized bond issuance costs	19,149	19,653	2,390	2,641	21,539	22,294
<u>Total other assets</u>	<u>19,149</u>	<u>19,653</u>	<u>2,390</u>	<u>2,641</u>	<u>21,539</u>	<u>22,294</u>
<u>Total assets</u>	<u>4,314,312</u>	<u>4,424,212</u>	<u>2,239,592</u>	<u>1,999,600</u>	<u>6,553,904</u>	<u>6,423,812</u>

Continued on next page

**VILLAGE OF MAURICE, LOUISIANA**  
**COMPARATIVE STATEMENT OF NET POSITION - PROPRIETARY FUND (CONTINUED)**  
**FOR THE YEARS ENDED JUNE 30, 2013 AND 2012**

	<u>SEWER</u>		<u>WATER</u>		<u>TOTAL</u>	
	<u>2013</u>	<u>2012</u>	<u>2013</u>	<u>2012</u>	<u>2013</u>	<u>2012</u>
<b><u>LIABILITIES AND NET ASSETS</u></b>						
<b><u>CURRENT LIABILITIES</u> (from current assets)</b>						
Accounts payable	\$ 4,446	\$ 66,648	\$ 4,445	\$ 77,265	\$ 8,891	\$ 143,913
State safe drinking water fee	-	-	1,302	1,264	1,302	1,264
Retainage payable	-	-	-	28,425	-	28,425
Bonds payable within one year	12,175	15,247	6,120	5,120	18,295	20,367
<u>Total</u>	<u>16,621</u>	<u>81,895</u>	<u>11,867</u>	<u>112,074</u>	<u>28,488</u>	<u>193,969</u>
<b><u>CURRENT LIABILITIES</u> (from restricted assets)</b>						
Customers' deposits	7,619	6,719	7,619	6,719	15,238	13,438
Bonds payable within one year	5,053	-	8,880	8,880	13,933	8,880
<u>Total</u>	<u>12,672</u>	<u>6,719</u>	<u>16,499</u>	<u>15,599</u>	<u>29,171</u>	<u>22,318</u>
<u>Total current liabilities</u>	<u>29,293</u>	<u>88,614</u>	<u>28,366</u>	<u>127,673</u>	<u>57,659</u>	<u>216,287</u>
<b><u>LONG-TERM LIABILITIES</u></b>						
Bond payable	1,281,525	1,298,753	167,000	183,000	1,448,525	1,481,753
<u>Total long-term liabilities</u>	<u>1,281,525</u>	<u>1,298,753</u>	<u>167,000</u>	<u>183,000</u>	<u>1,448,525</u>	<u>1,481,753</u>
<u>Total liabilities</u>	<u>1,310,818</u>	<u>1,387,367</u>	<u>195,366</u>	<u>310,673</u>	<u>1,506,184</u>	<u>1,698,040</u>
<b><u>NET POSITION</u></b>						
Invested in capital assets, net of related debt	2,854,229	2,929,515	1,976,771	1,656,995	4,831,000	4,586,510
Restricted for debt service	55,375	32,033	-	-	55,375	32,033
Unrestricted	93,890	75,297	67,455	31,932	161,345	107,229
<u>Total net position</u>	<u>3,003,494</u>	<u>3,036,845</u>	<u>2,044,226</u>	<u>1,688,927</u>	<u>5,047,720</u>	<u>4,725,772</u>



VILLAGE OF MAURICE, LOUISIANA  
COMPARATIVE STATEMENT OF REVENUES, EXPENDITURES,  
AND CHANGES IN NET POSITION – PROPRIETARY FUND  
FOR THE YEARS ENDED JUNE 30, 2013 AND 2012

	<u>SEWER</u>		<u>WATER</u>		<u>TOTAL</u>	
	<u>2013</u>	<u>2012</u>	<u>2013</u>	<u>2012</u>	<u>2013</u>	<u>2012</u>
<b><u>OPERATING REVENUES</u></b>						
Charges for services	\$ 98,199	\$ 91,432	\$ 165,204	\$ 157,779	\$ 263,403	\$ 249,211
Miscellaneous income					-	-
Connection fees	-	-	8,905	6,369	8,905	6,369
State safe drinking fee	-	-	1,456	1,434	1,456	1,434
Other	3,341	4,706	3,342	4,706	6,683	9,412
<u>Total operating revenues</u>	<u>101,540</u>	<u>96,138</u>	<u>178,907</u>	<u>170,288</u>	<u>280,447</u>	<u>266,426</u>
<b><u>OPERATING EXPENSES</u></b>						
Personal Service						
Salaries	74,668	75,468	74,668	75,468	149,336	150,936
Payroll Taxes	5,712	5,773	5,712	5,773	11,424	11,546
Retirement	3,215	3,360	3,215	3,360	6,430	6,720
Other						
Materials and supplies	801	674	801	2,816	1,602	3,490
Repairs and maintenance	19,159	4,426	9,914	14,605	29,073	19,031
Electricity	21,133	16,811	9,128	8,913	30,261	25,724
Insurance	4,220	4,723	4,451	3,255	8,671	7,978
Automobile expense	1,718	3,172	293	261	2,011	3,433
Dues and subscriptions	1,137	1,265	1,137	1,265	2,274	2,530
Travel	694	-	694	-	1,388	-
Telephone	625	1,370	625	1,369	1,250	2,739
Continuing education	-	140	-	140	-	280
Professional services	4,577	7,864	4,577	7,864	9,154	15,728
Bad debt expense	1,317	-	2,798	-	4,115	-
Advertising	138	402	138	402	276	804
Other operating expenses	17,583	13,536	38,517	28,338	56,100	41,874
Depreciation and amortization	119,408	83,782	83,699	64,785	203,107	148,567
<u>Total operating expenses</u>	<u>276,105</u>	<u>222,766</u>	<u>240,367</u>	<u>218,614</u>	<u>516,472</u>	<u>441,380</u>
<b><u>OPERATING LOSS</u></b>	<u>(174,565)</u>	<u>(126,628)</u>	<u>(61,460)</u>	<u>(48,326)</u>	<u>(236,025)</u>	<u>(174,954)</u>

**VILLAGE OF MAURICE, LOUISIANA**  
**COMPARATIVE STATEMENT OF REVENUES, EXPENDITURES,**  
**AND CHANGES IN NET POSITION - PROPRIETARY FUND - (CONTINUED)**  
**FOR THE YEARS ENDED JUNE 30, 2013 AND 2012**

	<u>SEWER</u>		<u>WATER</u>		<u>TOTAL</u>	
	<u>2013</u>	<u>2012</u>	<u>2013</u>	<u>2012</u>	<u>2013</u>	<u>2012</u>
<b><u>NONOPERATING REVENUES (EXPENSES)</u></b>						
Interest income	\$ 157	\$ 155	\$ 157	\$ 155	\$ 314	\$ 310
State grant proceeds	-	361,906	69,956	-	69,956	361,906
LCDBG grant proceeds	-	-	174,172	255,828	174,172	255,828
USDA grant proceeds	-	1,046,500	-	-	-	1,046,500
Loss on sale of equipment	-	(717,225)	(78)	-	(78)	(717,225)
Interest expense	(40,295)	(118)	(8,799)	(8,757)	(49,094)	(8,875)
<b>Total nonoperating revenues (expenses)</b>	<b>(40,138)</b>	<b>691,218</b>	<b>235,408</b>	<b>247,226</b>	<b>195,270</b>	<b>938,444</b>
<b><u>INCOME (LOSS) BEFORE OPERATING</u></b>	<b>(214,703)</b>	<b>564,590</b>	<b>173,948</b>	<b>198,900</b>	<b>(40,755)</b>	<b>763,490</b>
<b><u>OPERATING TRANSFERS IN</u></b>						
Operating transfers in	181,352	90,048	181,351	90,049	362,703	180,097
<b>Total operating transfers in</b>	<b>181,352</b>	<b>90,048</b>	<b>181,351</b>	<b>90,049</b>	<b>362,703</b>	<b>180,097</b>
<b><u>INCREASE (DECREASE) IN NET POSITION</u></b>	<b>(33,351)</b>	<b>654,638</b>	<b>355,299</b>	<b>288,949</b>	<b>321,948</b>	<b>943,587</b>
<b><u>NET POSITION, beginning of year</u></b>	<b>3,036,845</b>	<b>2,382,207</b>	<b>1,688,927</b>	<b>1,399,978</b>	<b>4,725,772</b>	<b>3,782,185</b>
<b><u>NET POSITION, end of year</u></b>	<b>3,003,494</b>	<b>3,036,845</b>	<b>2,044,226</b>	<b>1,688,927</b>	<b>5,047,720</b>	<b>4,725,772</b>

VILLAGE OF MAURICE, LOUISIANA  
SCHEDULE OF COMPENSATION PAID TO GOVERNING BODY  
FOR THE YEAR ENDED JUNE 30, 2013

<u>NAME</u>	<u>TERM</u>	<u>POSITION</u>	<u>CONTACT</u>	<u>COMPENSATION</u>
Wayne Thenot	1/1/11 - 12/31/14	Mayor	500 Lastie Ave Maunce, LA 70555 (337) 898-0487	\$ 15,000
Phyllis Johnson	1/1/11 - 12/31/14	Alderwoman	224 East Vincent Maunce, LA, 70555 (337) 898-0696	4,800
Gary Villien	1/1/11 - 12/31/14	Alderman	345 Andre' Ave Maurice, LA 70555 (337) 898-9404	4,800
Darrn Desormeaux	1/1/11 - 12/31/14	Alderman	231 East Etienne Rd Maunce, LA 70555 (337) 898-9799	<u>4,800</u>
<u>Total compensation</u>				<u><u>29,400</u></u>

VILLAGE OF MAURICE, LOUISIANA  
SCHEDULE OF INSURANCE IN FORCE  
FOR THE YEAR ENDED JUNE 30, 2012  
(UNAUDITED)

Insurer	Coverage	Risk Covered	Coverage Limits	Policy Period	
				From	To
LMRMA	Employees	Workers compensation	\$500,000	1/1/2013	1/1/2014
LMRMA	General liabilities	Bodily injury & property damage	500,000	5/1/2013	5/1/2014
	Law enforcement officer	Personal injury & property damage	500,000	5/1/2013	5/1/2014
	Errors and omissions	Errors and omissions	500,000	5/1/2013	5/1/2014
	Auto	Bodily injury & property damage	500,000	5/1/2013	5/1/2014
American Alternative	Equipment	Catastrophe	1,500,000	10/7/2012	10/7/2013
Essex Insurance Co	Auto (Crown Vic)	Collision	8,501	6/1/2013	6/1/2014
	Auto (2012 Charger)	Collision	30,863		
	Auto (2013 Charger)	Collision	30,496		
	Auto (Impala)	Collision	16,908		
	Auto (Ranger)	Collision	12,025		
State Farm	Property	Newly acquired personal property	100,000	7/26/2012	7/26/2013
	Property	New construction	250,000		
	Property	Personal property off premises	15,000		
	Property	Pollutant cleanup & removal	10,000		
State Farm	Employees	Surety bond (Mayor)	75,000	1/1/2011	1/1/2015
		Surety bond (Alderman)	75,000	1/11/2011	1/11/2015
		Fidelity bond (Maintenance Employees)	75,000	9/15/2012	9/15/2013
		Surety bond (Maintenance Employees)	75,000	2/4/2013	2/4/2014
		Surety bond (Secretary)	75,000	2/8/2013	2/8/2014
		Surety bond (Assistant Clerk)	75,000	5/1/2013	5/1/2014
		Surety bond (Clerk)	75,000	6/2/2013	6/2/2014

VILLAGE OF MAURICE, LOUISIANA  
SCHEDULE OF INVESTMENTS - ALL FUNDS  
JUNE 30, 2013

<u>HOLDER</u>	<u>MATURITY DATE</u>	<u>INTEREST RATE</u>	<u>AMOUNT</u>
<u>GENERAL FUND</u>			
Bank of Abbeville	9/21/2013	0.65%	\$ 25,649
Gulf Coast Bank	3/3/2015	1.40%	160,297
<u>SPECIAL REVENUE FUNDS</u>			
1975 Sales Tax Fund			
Bank of Abbeville	6/25/2014	0.75%	268,825
Bank of Abbeville	9/6/2013	0.75%	302,136
Bank of Abbeville	3/27/2014	1.00%	75,189
Gulf Coast Bank	2/26/2015	1.40%	135,373
Gulf Coast Bank	4/18/2015	1.40%	180,431
<u>ENTERPRISE FUND</u>			
Utility Fund			
Bank of Abbeville	10/15/2013	0.75%	<u>12,781</u>
<u>TOTAL INVESTMENTS - ALL FUNDS</u>			<u>1,160,681</u>