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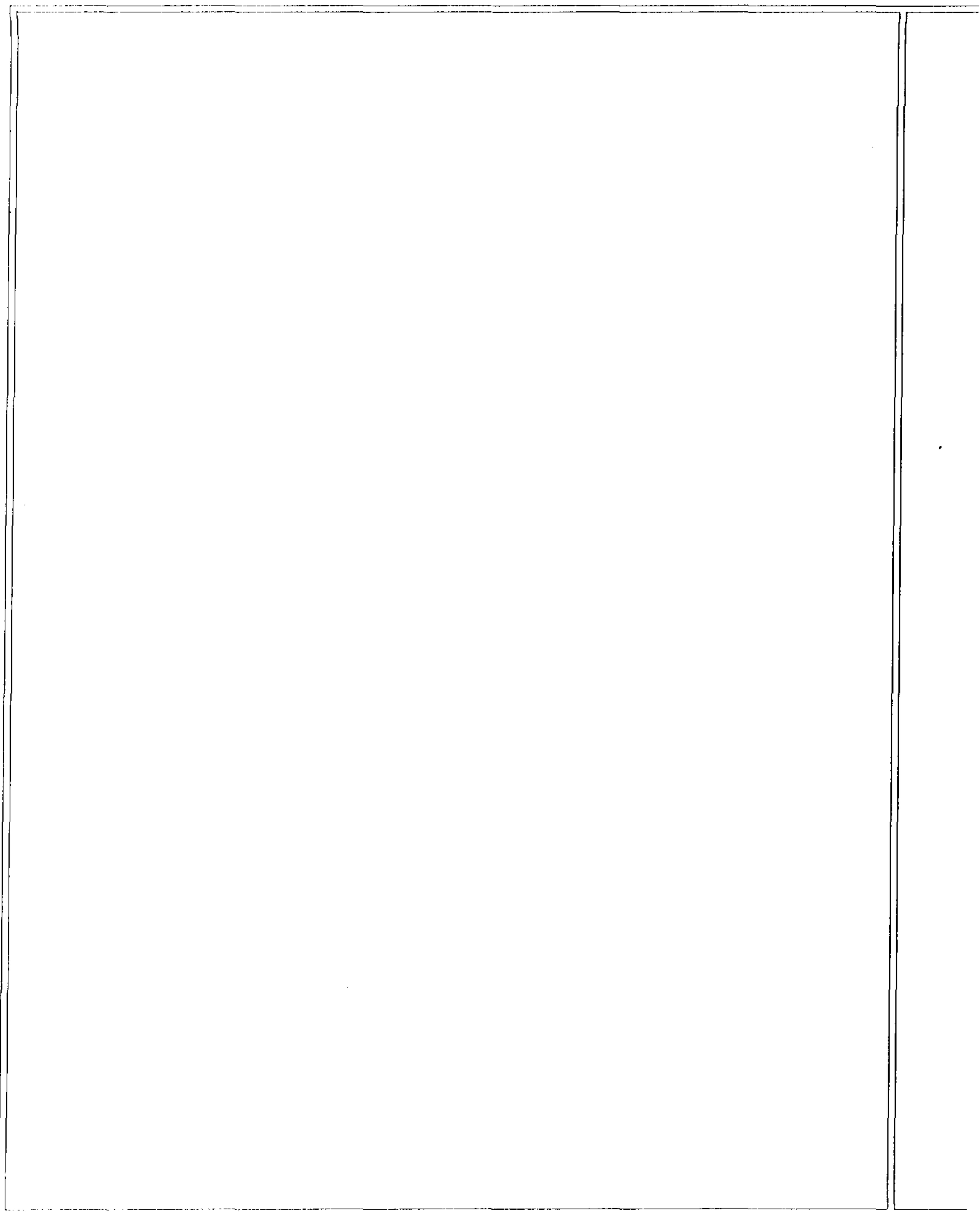
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CITY OF RAYNE, LOUISIANA

Financial Report  
September 30, 1999

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Release Date APR 05 2000



## CONTENTS

	Exhibit	Schedule/ Table	Page
INDEPENDENT AUDITOR'S REPORT ON THE FINANCIAL STATEMENTS	-		1-2
GENERAL PURPOSE FINANCIAL STATEMENTS (COMBINED STATEMENTS--OVERVIEW)	-		3
Combined balance sheet--all fund types and account groups and discretely presented component units	A		4-7
Combined statements of revenues, expenditures, and changes in fund balance--budget (GAAP basis) and actual--all government fund types	B		8-9
Combined statement of revenues, expenditures, and changes in fund balance--budget (GAAP basis) and actual--general and special revenue fund types	C		10-11
Combined statement of revenues, expenditures, and <i>changes in fund balance--budget (GAAP basis) and actual--debt service fund type</i>	D		12
Combined statement of revenues, expenditures and changes in retained earnings--proprietary fund types and discretely presented component units	E		14-15
Combined statement of cash flows--proprietary fund types and discretely presented component units	F		16-21
Combined statement of revenues, expenditures, and changes in fund balance--fiduciary fund type	G		22
Combined statement of changes in financial position--fiduciary fund type	H		23
Combining balance sheet-component units	I		24-25
Combined statement of revenue, expenditures and changes in fund balance--component units	J		26-27
Notes to financial statements	-		29-45
PRIMARY GOVERNMENT INDIVIDUAL FUNDS	-		47
General Fund:	-		49
Comparative balance sheet	K-1		50
Statement of revenues, expenditures, and changes in fund balance--budget (GAAP basis) and actual	K-2		51-52
Statement of expenditures, compared to budget (GAAP basis) and actual	K-3		53-55

## CONTENTS

	<u>Exhibit</u>	<u>Schedule/ Table</u>	<u>Page</u>
Special Revenue Funds:	-		57
Combining balance sheet	L-1		58-59
Combining statement of revenues, expenditures, and changes in fund balance	L-2		60-61
Sales Tax Fund--			
Comparative balance sheet	L-3		62
Statement of revenues, expenditures, and changes in fund balance--budget (GAAP basis) and actual	L-4		63
Youth Recreation Fund--			
Comparative balance sheet	L-5		64
Statement of revenues, expenditures, and changes in fund balance--budget (GAAP basis) and actual	L-6		65
Section 8 -- Housing Assistance Fund			
Comparative balance sheet	L-7		66
Statement of revenues, expenditures, and changes in fund balance--budget (GAAP basis) and actual	L-8		67
LCDBG--			
Balance sheet	L-9		68
Statement of revenues, expenditures, and changes in fund balance--budget (GAAP basis) and actual	L-10		69
Debt Service Funds:	-		71
Combining balance sheet	M-1		72-73
Combining statement of revenues, expenditures, and changes in fund balance	M-2		74-75
Combining statement of revenues, expenditures, and changes in fund balance--budget (GAAP basis) and actual	M-3		76-78

## CONTENTS

	<u>Exhibit</u>	<u>Schedule/ Table</u>	<u>Page</u>
Enterprise Fund:	-		79
Combining balance sheet	N-1		80-83
Utility Fund:			
Comparative balance sheet	N-2		84-85
Statement of changes in retained earnings	N-3		86
Statement of revenues and expenses-- budget (GAAP basis) and actual	N-4		87
Statement of operating expenses-- budget (GAAP basis) and actual	N-5		88-89
Statement of non-operating revenues and expenditures--budget (GAAP basis) and actual	N-6		90
Schedule of additions to property, plant, and equipment		N-7	91
Sanitation Fund:			
Comparative balance sheet	N-8		92
Statement of revenues, expenditures, and changes in fund balance--budget (GAAP basis) and actual	N-9		93
Schedule of additions to property, plant, and equipment		N-10	94
Fiduciary Funds:	-		95
Payroll Funds--			
Statement of changes in assets and liabilities	O-1		96
Unemployment compensation fund--			
Comparative balance sheet	O-2		97
Statement of revenues, expenditures, and changes in fund balance--budget (GAAP basis) and actual	O-3		98
General Fixed Assets Group of Accounts	-		99
Statement of changes in general fixed assets	P-1		100
Schedule of additions to general fixed assets		P-2	101
General Long-Term Debt Group of Accounts	-		103
Statement of general long-term debt	Q-1		104-105
REPORT ON COMPLIANCE AND ON INTERNAL CONTROL OVER FINANCIAL REPORTING BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH <i>GOVERNMENT AUDITING STANDARDS</i>	-		107-108
REPORT ON COMPLIANCE WITH REQUIREMENTS TO EACH MAJOR PROGRAM AND INTERNAL CONTROL OVER COMPLIANCE IN ACCORDANCE WITH OMB CIRCULAR A-133	-		109-110

## CONTENTS

	<u>Exhibit</u>	<u>Schedule/ Table</u>	<u>Page</u>
Schedule of Expenditures of Federal Awards			111
Schedule of Corrective Action Taken on Prior Year Findings			112
Schedule of Findings and Questioned Cost			113-114
Corrective Action Plan			115
STATISTICAL SECTION	-		117
Property tax levels and collections--last ten fiscal years		1	118
General revenue by sources--last four fiscal years		2	118
General governmental expenditures by function-- last four fiscal years		3	119
Ratio of annual debt service expenditures for general bonded debt to total general expenditures-- last four fiscal years		4	119
Utility revenue bond coverage--last four fiscal years		5	120
Gross salaries by function--last four fiscal years		6	120

# Brupbacher & Associates

A PROFESSIONAL ACCOUNTING CORPORATION  
CERTIFIED PUBLIC ACCOUNTANTS

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## INDEPENDENT AUDITOR'S REPORT

The Honorable James J. Petitjean, Mayor  
And the Board of Alderman  
City of Rayne, Louisiana

We have audited the accompanying general-purpose financial statements and the combining and individual fund and account group financial statements of the City of Rayne, Louisiana, as of and for the year ended September 30, 1999, as listed in the table of contents. These general-purpose financial statements are the responsibility of the City of Rayne's management. Our responsibility is to express an opinion on these general-purpose financial statements based on our audit. We did not audit the financial statements of the Housing Authority of the City of Rayne, which statements reflect the total assets of \$ 2,357,219 and total revenues of \$ 515,420 for the year then ended. Those financial statements were audited by other auditors whose report has been furnished to us, and our opinion on the financial statements, insofar as it relates to the amounts included for the Housing Authority of the City of Rayne in the component unit column, is based on the report of the other auditors.

We conducted our audit in accordance with generally accepted auditing standards 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 of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statement. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

In our opinion, the general-purpose financial statements referred to above present fairly, in all material respects, the financial position of the City of Rayne, Louisiana as of September 30, 1999, and the results of its operations and the cash flows of its proprietary fund types and nonexpandable trust funds for the year then ended in conformity with generally accepted accounting principles. Also, in our opinion, the combining and individual fund and account group financial statements referred to above present fairly, in all material respects, the financial position of each of the individual funds and account groups of City of Rayne, Louisiana, as of September 30, 1999, and the results of operations of such funds and the cash flows of individual proprietary fund types and nonexpendable trust funds for the year then ended in conformity with generally accepted accounting principles.

In accordance with *Government Auditing Standards*, we have also issued our report dated December 27, 1999 on our consideration of the City of Rayne's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts and grants.

MEMBER OF  
AMERICAN INSTITUTE OF  
CERTIFIED PUBLIC ACCOUNTANTS  
SOCIETY OF LOUISIANA  
CERTIFIED PUBLIC ACCOUNTANTS

The Honorable James J. Petitjean, Mayor  
And the Board of Alderman  
City of Rayne, Louisiana

Our audit was performed for the purpose of forming an opinion on the general-purpose financial statements of the City of Rayne, Louisiana, taken as a whole. The accompanying 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 Non-Profit Organizations*, and is not a required part of the general-purpose financial statements. Such information has been subjected to the auditing procedures applied in the audit of the general-purpose financial statements and, in our opinion, is fairly stated, in all material respects, in relation to the general-purpose financial statements taken as a whole. The accompanying information listed as supporting schedules and statistical information in the table of contents is presented for the purposes of additional analysis and is not a required part of the financial statements of the City of Rayne, Louisiana. Such information, except for that portion marked "unaudited," on which we express no opinion, has been subjected to the auditing procedures applied in the audit of the general purpose, combining, individual fund, and account group financial statements and, in our opinion, is fairly stated in all material respects in relation to the financial statements of each of the respective individual funds and account groups taken as a whole.



***Brupbacher & Associates***  
A Professional Accounting Corporation

Rayne, Louisiana  
December 27, 1999



**GENERAL PURPOSE FINANCIAL STATEMENTS  
(COMBINED STATEMENTS—OVERVIEW)**

CITY OF RAYNE, LOUISIANA

COMBINED BALANCE SHEET

ALL FUND TYPES, ACCOUNT GROUPS AND DISCRETELY PRESENTED

COMPONENT UNITS

September 30, 1999

ASSETS	Governmental Fund Types			Proprietary Fund Types
	General	Special Revenue	Debt Services	Enterprise
Cash	\$ 357,879	\$ 378,163	\$ -	\$ 898,018
Equity in cash expense fund	-	-	-	-
Investments	-	562	137,012	345,265
Receivable (net of allowances for uncollectables)	-	-	-	892,331
Other Receivables	2,038	-	31,424	44,265
Accrued interest	-	-	-	-
Due from other funds	-	18	116,755	-
Due from other government	-	-	-	-
Inventory, at cost	-	485	-	174,644
Prepaid expenses	-	-	-	9,312
Restricted assets:				
Cash	-	-	-	9,159
Investments, at cost	-	-	-	835,388
Buildings	-	-	-	-
Improvements, other than buildings	-	-	-	-
Land & land improvements	-	-	-	500,000
Machinery and equipment	-	-	-	-
Utility plant and equipment	-	-	-	13,800,263
Accumulated depreciation	-	-	-	(5,629,321)
Idle plant facility	-	-	-	3,286,151
Accumulated depreciation	-	-	-	(2,843,447)
Construction in progress	-	-	-	780,746
Amount available in Debt Service Fund	-	-	-	-
Amount to be provided for retirement of general long-term debt	-	-	-	-
<b>Total Assets</b>	<b>\$ 359,917</b>	<b>\$ 379,228</b>	<b>\$ 285,191</b>	<b>\$ 13,102,774</b>

See Notes To Financial Statements

Exhibit A

Fiduciary Fund Types	Account Groups		Primary Government Total (Memorandum Only)	Component Units	Reporting Entity Total (Memorandum Only)
	Trust and Agency	General Fixed Assets			
\$ 8,620	\$ -	\$ -	1,642,680	\$ 105,378	\$ 1,748,058
-	-	-	-	-	-
17,003	-	-	499,842	235,000	734,842
-	-	-	892,331	-	892,331
-	-	-	77,727	1,542	79,269
-	-	-	-	-	-
-	-	-	116,773	6,717	123,490
-	-	-	-	7,289	7,289
-	-	-	175,129	20,271	195,400
-	-	-	9,312	-	9,312
-	-	-	9,159	-	9,159
-	-	-	835,388	-	835,388
-	1,302,478	-	1,302,478	6,509,057	7,811,535
-	-	-	-	-	-
-	7,274,731	-	7,274,731	6,145	7,280,876
-	-	-	500,000	296,928	796,928
-	1,071,123	-	1,071,123	217,770	1,288,893
-	-	-	13,800,263	-	13,800,263
-	-	-	(5,629,321)	(4,991,903)	(10,621,224)
-	-	-	3,286,151	-	3,286,151
-	-	-	(2,843,447)	-	(2,843,447)
-	-	-	780,746	-	780,746
-	-	285,191	285,191	-	285,191
-	-	-	-	-	-
-	-	1,169,736	1,169,736	-	1,169,736
<u>\$ 25,623</u>	<u>\$ 9,648,332</u>	<u>\$ 1,454,927</u>	<u>\$ 25,255,992</u>	<u>\$ 2,414,194</u>	<u>\$ 27,670,186</u>

CITY OF RAYNE, LOUISIANA

COMBINED BALANCE SHEET (CONTINUED)  
 ALL FUND TYPES, ACCOUNT GROUPS AND DISCRETELY PRESENTED  
 COMPONENT UNITS  
 September 30, 1999

	Governmental Fund Types			Proprietary Fund Types
	General	Special Revenue	Debt Services	Enterprise
<b>LIABILITIES AND FUND EQUITY</b>				
<b>LIABILITIES</b>				
Accounts payable	\$ 52,218	\$ 40,448	\$ -	\$ 495,138
Accrued liabilities	-	-	-	-
Payable from restricted assets:				
Accrued interest	-	-	-	-
Revenue bonds	-	-	-	275,000
Deposits	-	-	-	273,908
Due to other funds	18	-	-	116,755
Due to other governments	-	54,857	-	-
Payroll payables	69,164	1,738	-	58,100
Other payables	27,596	-	-	27,340
Deferred revenues	-	3,898	-	-
General obligation bonds payable	-	-	-	770,073
Revenue bonds payable	-	-	-	5,277,506
<b>Total liabilities</b>	<b>\$ 148,996</b>	<b>\$ 100,941</b>	<b>\$ -</b>	<b>\$ 7,293,820</b>
<b>FUND EQUITY</b>				
Contributed capital	\$ -	\$ -	\$ -	\$ 876,114
Investment in general fixed assets	-	-	-	-
Retained earnings:				
Reserve for capital projects	-	-	-	-
Reserve for revenue bond retirement	-	-	-	494,228
Reserve for revenue bond contingency	-	-	-	75,000
Unreserved	-	-	-	4,363,612
Fund balances:				
Designated for debt service	-	-	285,191	-
Undesignated	210,921	278,287	-	-
<b>Total fund equity</b>	<b>\$ 210,921</b>	<b>\$ 278,287</b>	<b>\$ 285,191</b>	<b>\$ 5,808,954</b>
<b>Total liabilities and fund equity</b>	<b>\$ 359,917</b>	<b>\$ 379,228</b>	<b>\$ 285,191</b>	<b>\$ 13,102,774</b>

See Notes To Financial Statements

Exhibit A  
(Continued)

Fiduciary Fund Types Trust and Agency	Account Groups		Primary Government Total (Memorandum Only)	Component Units	Reporting Entity Total (Memorandum Only)
	General Fixed Assets	General Long-term Debt			
\$ -	\$ -	\$ -	\$ 587,804	\$ 8,221	\$ 596,025
-	-	-	-	62,550	62,550
-	-	-	-	-	-
-	-	-	275,000	-	275,000
-	-	-	273,908	-	273,908
-	-	-	116,773	6,892	123,665
-	-	-	54,857	4,302	59,159
-	-	-	129,002	-	129,002
-	-	-	54,936	20,131	75,067
-	-	-	3,898	-	3,898
-	-	1,454,927	2,225,000	-	2,225,000
-	-	-	5,277,506	-	5,277,506
<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,454,927</u>	<u>\$ 8,998,684</u>	<u>\$ 102,096</u>	<u>\$ 9,100,780</u>
\$ -	\$ -	\$ -	\$ 876,114	\$ 2,031,853	\$ 2,907,967
-	9,648,332	-	9,648,332	6,145	9,654,477
-	-	-	-	-	-
-	-	-	494,228	-	494,228
-	-	-	75,000	-	75,000
-	-	-	4,363,612	-	4,363,612
-	-	-	285,191	-	285,191
25,623	-	-	514,831	274,100	788,931
<u>\$ 25,623</u>	<u>\$ 9,648,332</u>	<u>\$ -</u>	<u>\$ 16,257,308</u>	<u>\$ 2,312,098</u>	<u>\$ 18,569,406</u>
<u>\$ 25,623</u>	<u>\$ 9,648,332</u>	<u>\$ 1,454,927</u>	<u>\$ 25,255,992</u>	<u>\$ 2,414,194</u>	<u>\$ 27,670,186</u>

CITY OF RAYNE, LOUISIANA

COMBINED STATEMENT OF REVENUES, EXPENDITURES,  
AND CHANGES IN FUND BALANCES  
GOVERNMENTAL AND EXPENDABLE TRUST FUNDS AND  
DISCRETELY PRESENTED COMPONENT UNITS  
Year Ended September 30, 1999

	General	Special Revenue	Debt Service
Revenues:			
Taxes	\$ 222,231	\$ 1,321,874	\$ -
Licenses and permits	231,087	-	-
Intergovernmental revenues	177,535	522,264	-
Charges for services	23,402	27,988	-
Rental income	-	-	-
Fines	48,688	-	-
Miscellaneous	128,619	34,665	4,583
Total Revenues	<u>\$ 831,562</u>	<u>\$ 1,906,791</u>	<u>\$ 4,583</u>
Expenditures:			
Current--			
General government	\$ 785,684	\$ 43,246	\$ -
Public safety	851,572	-	-
Public works	513,956	-	-
Sanitation	-	-	-
Culture and recreation	271,621	132,216	-
Urban redevelopment and housing	-	516,851	-
Debt Service--			
Principal retirement	-	-	356,748
Interest and fiscal charges	-	-	44,916
Total expenditures	<u>\$ 2,422,833</u>	<u>\$ 692,313</u>	<u>\$ 401,664</u>
Excess (deficiency) of revenues over expenditures	<u>\$ (1,591,271)</u>	<u>\$ 1,214,478</u>	<u>\$ (397,081)</u>
Other sources (uses):			
Operating transfers in	\$ 1,580,000	\$ 20,000	\$ 401,532
Operating transfers out	(20,000)	(1,081,532)	-
Total other sources (uses)	<u>\$ 1,560,000</u>	<u>\$ (1,061,532)</u>	<u>\$ 401,532</u>
Excess (deficiency) of revenues and other sources over expenditures and other uses	\$ (31,271)	\$ 152,946	\$ 4,451
Fund balance (deficit), beginning of year	242,798	124,340	280,740
Prior period adjustment	(606)	1,001	-
Fund balance, end of year	<u>\$ 210,921</u>	<u>\$ 278,287</u>	<u>\$ 285,191</u>

See Notes To Financial Statements

Fiduciary Funds Trust and Agency	Primary Government Total (Memorandum Only)	Component Units	Reporting Entity Total (Memorandum Only)
\$ -	\$ 1,544,105	\$ -	\$ 1,544,105
-	231,087	-	231,087
-	699,799	75,924	775,723
-	51,390	118,819	170,209
-	-	418,207	418,207
-	48,688	-	48,688
9,697	177,564	21,289	198,853
<u>\$ 9,697</u>	<u>2,752,633</u>	<u>\$ 634,239</u>	<u>\$ 3,386,872</u>
\$ 570	\$ 829,500	\$ 116,347	\$ 945,847
-	851,572	-	851,572
-	513,956	-	513,956
-	-	-	-
-	403,837	-	403,837
-	516,851	720,292	1,237,143
-	356,748	-	356,748
-	44,916	-	44,916
<u>\$ 570</u>	<u>\$ 3,517,380</u>	<u>\$ 836,639</u>	<u>\$ 4,354,019</u>
<u>\$ 9,127</u>	<u>\$ (764,747)</u>	<u>\$ (202,400)</u>	<u>\$ (967,147)</u>
\$ -	\$ 2,001,532	\$ -	\$ 2,001,532
-	(1,101,532)	-	(1,101,532)
<u>\$ -</u>	<u>\$ 900,000</u>	<u>\$ -</u>	<u>\$ 900,000</u>
\$ 9,127	\$ 135,253	\$ (202,400)	\$ (67,147)
16,496	664,374	475,846	1,140,220
-	395	2,032,507	2,032,902
<u>\$ 25,623</u>	<u>\$ 800,022</u>	<u>\$ 2,305,953</u>	<u>\$ 3,105,975</u>

CITY OF RAYNE, LOUISIANA

COMBINED STATEMENT OF REVENUES, EXPENDITURES, AND  
 CHANGES IN FUND BALANCES--BUDGET (GAAP BASIS) AND ACTUAL  
 GENERAL AND SPECIAL REVENUE FUND TYPES-PRIMARY GOVERNMENT  
 Year Ended September 30, 1999

	General Fund		
	Budget	Actual	Variance-- Favorable (Unfavorable)
Revenues:			
Taxes	\$ 235,250	\$ 222,231	\$ (13,019)
Licenses	235,000	231,087	(3,913)
Intergovernmental revenues	149,000	177,535	28,535
Charges for services	27,000	23,402	(3,598)
Fines	46,200	48,688	2,488
Miscellaneous	96,526	128,619	32,093
Total revenues	<u>\$ 788,976</u>	<u>\$ 831,562</u>	<u>\$ 42,586</u>
Expenditures:			
Current--			
General government	\$ 788,380	\$ 785,684	\$ 2,696
Public safety	826,831	851,572	(24,741)
Public works	504,934	513,956	(9,022)
Culture and recreation	256,191	271,621	(15,430)
Urban redevelopment and housing	-	-	-
Total expenditures	<u>\$ 2,376,336</u>	<u>\$ 2,422,833</u>	<u>\$ (46,497)</u>
Excess (deficiency) of revenues Over expenditures	<u>\$ (1,587,360)</u>	<u>\$ (1,591,271)</u>	<u>\$ (3,911)</u>
Other sources ( uses):			
Operating transfers in	\$ 1,580,000	\$ 1,580,000	\$ -
Operating transfers out	(20,000)	(20,000)	-
Total other sources (uses)	<u>\$ 1,560,000</u>	<u>\$ 1,560,000</u>	<u>\$ -</u>
Excess (deficiency) of revenues and other sources over expenditures and other uses	<u>\$ (27,360)</u>	<u>\$ (31,271)</u>	<u>\$ (3,911)</u>
Fund balance (deficit), beginning of year	242,798	242,798	-
Transfer of equity	-	-	-
Prior period adjustment	-	(606)	(606)
Fund balance (deficit), end of year	<u>\$ 215,438</u>	<u>\$ 210,921</u>	<u>\$ (4,517)</u>

See Notes To Financial Statements



## Special Revenue Funds

Budget	Actual	Variance-- Favorable (Unfavorable)
\$ 1,302,000	\$ 1,321,874	\$ 19,874
-	-	-
168,000	522,264	354,264
30,000	27,988	(2,012)
-	-	-
21,625	34,665	13,040
<u>\$ 1,521,625</u>	<u>\$ 1,906,791</u>	<u>\$ 385,166</u>
\$ 24,585	\$ 43,246	\$ (18,661)
-	-	-
-	-	-
128,328	132,216	(3,888)
199,580	516,851	(317,271)
<u>\$ 352,493</u>	<u>\$ 692,313</u>	<u>\$ (339,820)</u>
<u>\$ 1,169,132</u>	<u>\$ 1,214,478</u>	<u>\$ 45,346</u>
\$ 20,000	\$ 20,000	\$ -
(1,081,650)	(1,081,532)	118
<u>\$ (1,061,650)</u>	<u>\$ (1,061,532)</u>	<u>\$ 118</u>
\$ 107,482	\$ 152,946	\$ 45,464
124,340	124,340	-
-	-	-
-	1,001	1,001
<u>\$ 231,822</u>	<u>\$ 278,287</u>	<u>\$ 46,465</u>

## CITY OF RAYNE, LOUISIANA

COMBINED STATEMENT OF REVENUES, EXPENDITURES, AND  
 CHANGES IN FUND BALANCE--BUDGET (GAAP BASIS) AND ACTUAL  
 DEBT SERVICE FUND TYPE-PRIMARY GOVERNMENT  
 Year Ended September 30, 1999

	Debt Service Fund		
	Budget	Actual	Variance-- Favorable (Unfavorable)
Revenues:			
Taxes--ad valorem	\$ -	\$ -	\$ -
Miscellaneous	3,800	4,583	783
Total revenues	<u>\$ 3,800</u>	<u>\$ 4,583</u>	<u>\$ 783</u>
Expenditures:			
Principal retirement	\$ 318,200	\$ 356,748	\$ (38,548)
Interest	83,430	44,896	38,534
Paying agents' fees	-	20	(20)
Total expenditures	<u>\$ 401,630</u>	<u>\$ 401,664</u>	<u>\$ (34)</u>
Excess (deficiency) of revenues over expenditures	<u>\$ (397,830)</u>	<u>\$ (397,081)</u>	<u>\$ 749</u>
Other sources (uses):			
Operating transfers in	\$ 401,650	\$ 401,532	\$ (118)
Operating transfers out	-	-	-
Total other sources (uses)	<u>\$ 401,650</u>	<u>\$ 401,532</u>	<u>\$ (118)</u>
Excess of revenues and other sources over expenditures and other uses	\$ 3,820	\$ 4,451	\$ 631
Fund balance, beginning of year	<u>280,740</u>	<u>280,740</u>	<u>-</u>
Fund balance, end of year	<u>\$ 284,560</u>	<u>\$ 285,191</u>	<u>\$ 631</u>

See Notes To Financial Statements

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CITY OF RAYNE, LOUISIANA

COMBINED STATEMENT OF REVENUES, EXPENSES  
AND CHANGES IN RETAINED EARNINGS AND DISCRETELY PRESENTED  
COMPONENT UNITS

PROPRIETARY FUND TYPE  
Years Ended September 30, 1999

	Enterprise Fund		Total Column
	Utility	Sanitation	
Operating revenues:			
Charges for services	\$ 6,045,247	\$ 780,470	\$ 6,825,717
Other	168,366	39,825	208,191
Total operating revenues	<u>\$ 6,213,613</u>	<u>\$ 820,295</u>	<u>\$ 7,033,908</u>
Operating Expenses:			
Electric generating expense	\$ 3,282,276	\$ -	\$ 3,282,276
Electric distribution expense	288,519	-	288,519
Water department expense	243,660	-	243,660
Water treatment plant expense	171,023	-	171,023
Overhead expense	1,097,712	-	1,097,712
Warehouse expense	35,195	-	35,195
Sanitation	-	738,871	738,871
Total operating expenses	<u>\$ 5,118,385</u>	<u>\$ 738,871</u>	<u>\$ 5,857,256</u>
Operating income	\$ 1,095,228	\$ 81,424	\$ 1,176,652
Non-operating revenues (expenses)	<u>25,157</u>	<u>-</u>	<u>25,157</u>
Income before operating transfers	<u>\$ 1,120,385</u>	<u>\$ 81,424</u>	<u>\$ 1,201,809</u>
Other sources (uses):			
Bond Proceeds	\$ -	\$ -	-
Operating transfers out	(900,000)	-	(900,000)
Total other sources (uses)	<u>\$ (900,000)</u>	<u>\$ -</u>	<u>(900,000)</u>
Net income	\$ 220,385	\$ 81,424	\$ 301,809
Retained earnings, beginning of year	3,292,054	1,333,489	4,625,543
Prior period adjustment	-	5,488	5,488
Retained earnings, end of year	<u>\$ 3,512,439</u>	<u>\$ 1,420,401</u>	<u>\$ 4,932,840</u>

See Notes To Financial Statements

Exhibit E

Primary Government Total (Memorandum Only)	Component Units	Reporting Entity Total (Memorandum Only)
\$ 6,825,717	\$ -	\$ 6,825,717
208,191	-	208,191
<u>\$ 7,033,908</u>	<u>\$ -</u>	<u>\$ 7,033,908</u>
\$ 3,282,276	\$ -	\$ 3,282,276
288,519	-	288,519
243,660	-	243,660
171,023	-	171,023
1,097,712	-	1,097,712
35,195	-	35,195
738,871	-	738,871
<u>\$ 5,857,256</u>	<u>\$ -</u>	<u>\$ 5,857,256</u>
\$ 1,176,652	\$ -	\$ 1,176,652
25,157	-	25,157
<u>\$ 1,201,809</u>	<u>\$ -</u>	<u>\$ 1,201,809</u>
\$ -	\$ -	\$ -
(900,000)	-	(900,000)
<u>\$ (900,000)</u>	<u>\$ -</u>	<u>\$ (900,000)</u>
\$ 301,809	\$ -	301,809
4,625,543	-	4,625,543
5,488	-	5,488
<u>\$ 4,932,840</u>	<u>\$ -</u>	<u>\$ 4,932,840</u>

COMBINED STATEMENT OF CASH FLOWS  
 PROPRIETARY FUND TYPE AND DISCRETELY PRESENTED  
 COMPONENT UNITS  
 INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS  
 Year Ended September 30, 1999

	UTILITY	SANITATION	Primary Government Total (Memorandum Only)
Cash flows from operating activities:			
Cash received from customers	\$ 5,954,906	\$ 766,041	\$ 6,720,947
Cash payment to suppliers for goods and services	(4,041,692)	(204,031)	(4,245,723)
Cash payments to employees for services	(676,693)	(139,076)	(815,769)
Other operating revenues	168,366	-	168,366
Net cash provided by operating activities	<u>\$ 1,404,887.0</u>	<u>\$ 422,934</u>	<u>\$ 1,827,821</u>
Cash flows from non-capital financing activities:			
Operating transfers-out to other funds	\$ (900,000)	\$ -	\$ (900,000)
Operating transfers-in from other funds	-	-	-
Other non-operating revenue	19,499	7,364	26,863
Loans (to) from other funds	-	-	-
Net receipts (payments) of customers' deposits	10,704	-	10,704
Net cash used for non-capital financing activities	<u>\$ (869,797)</u>	<u>\$ 7,364</u>	<u>\$ (862,433)</u>
Cash flows from capital and related financing activities:			
Certificate of Indebtedness principal paid	\$ (61,792)	\$ (40,000)	\$ (101,792)
Bond proceeds	-	862,662	862,662
Acquisition and construction of capital assets	(106,027)	(807,249)	(913,276)
Principal paid on revenue bonds	-	(245,000)	(245,000)
Interest paid on revenue bonds	(21,468)	(176,881)	(198,349)
Net cash used for capital and related financing activities	<u>\$ (189,287)</u>	<u>\$ (406,468)</u>	<u>\$ (595,755)</u>

See Notes To Financial Statements

Component Units	Reporting Entity Total (Memorandum Only)
\$ -	\$ 6,720,947
-	(4,245,723)
-	(815,769)
-	168,366
\$ -	\$ 1,827,821
\$ -	\$ (900,000)
-	-
-	26,863
-	-
-	10,704
\$ -	\$ (862,433)
\$ -	\$ (101,792)
-	862,662
-	(913,276)
-	(245,000)
-	(198,349)
\$ -	\$ (595,755)

CITY OF RAYNE, LOUISIANA

COMBINED STATEMENT OF CASH FLOWS  
 PROPRIETARY FUND TYPE AND DISCRETELY PRESENTED  
 COMPONENT UNITS  
 Year Ended September 30, 1999

Increase (Decrease) in Cash

	<u>UTILITY</u>	<u>SANITATION</u>	Primary Government Total (Memorandum Only)
Cash flows from investing activities			
Purchase of investments	\$ 17,270	\$ (18,537)	\$ (1,267)
Proceeds from maturities of investments	-	-	-
Interest on investments	<u>27,126</u>	<u>32,461</u>	<u>59,587</u>
Net cash provided by investing activities	<u>\$ 44,396</u>	<u>\$ 13,924</u>	<u>\$ 58,320</u>
Net increase (decrease) in cash	\$ 390,199	\$ 37,754	\$ 427,953
Cash, beginning of year	<u>436,107</u>	<u>43,117</u>	<u>479,224</u>
Cash, end of year	<u><u>\$ 826,306</u></u>	<u><u>\$ 80,871</u></u>	<u><u>\$ 907,177</u></u>
Reconciliation of Operating Income to Net Cash Provided by Operating Activities:			
Operating income	<u>\$ 1,095,228</u>	<u>\$ 218,480</u>	<u>\$ 1,313,708</u>
Adjustments to reconcile operating income to net cash provided by operating activities:			
Depreciation	\$ 366,830	\$ 171,881	538,711
Net provision for uncollectible accounts	11,795	3,208	15,003
Changes in assets and liabilities:			
Decrease (Increase) in receivables	(90,341)	(14,429)	(104,770)
Decrease (Increase) in inventory	(5,008)	-	(5,008)
Decrease (Increase) in prepaid expenses	20,580	-	20,580
(Decrease) Increase in accounts payable	5,881	38,961	44,842
(Decrease) Increase in sales tax payable	(1,123)	-	(1,123)
(Decrease) Increase in accruals	<u>1,045</u>	<u>4,833</u>	<u>5,878</u>
Total adjustments	<u>\$ 309,659</u>	<u>\$ 204,454</u>	<u>\$ 514,113</u>
Net cash provided by operating activities	<u><u>\$ 1,404,887</u></u>	<u><u>\$ 422,934</u></u>	<u><u>\$ 1,827,821</u></u>

See Notes To Financial Statements



Component Units	Reporting Entity Total (Memorandum Only)
\$ -	\$ (1,267)
-	-
-	59,587
\$ -	\$ 58,320
\$ -	\$ 427,953
-	479,224
\$ -	\$ 907,177
\$ -	\$ 1,313,708
\$ -	\$ 538,711
-	15,003
-	(104,770)
-	(5,008)
-	20,580
-	44,842
-	(1,123)
-	5,878
\$ -	\$ 514,113
\$ -	\$ 1,827,821

CITY OF RAYNE, LOUISIANA

COMBINED STATEMENT OF CASH FLOWS  
 PROPRIETARY FUND TYPE AND DISCRETELY PRESENTED  
 COMPONENT UNITS

Year Ended September 30, 1999

Increase (Decrease) in Cash

	<u>UTILITY</u>	<u>SANITATION</u>	<u>Primary Government Total (Memorandum Only)</u>
Reconciliation of Cash			
Unrestricted--			
Cash	<u>\$ 817,147</u>	<u>\$ 80,871</u>	<u>\$ 898,018</u>
Restricted--			
Bond and interest redemption fund	\$ -	\$ -	\$ -
Customers' deposits	<u>9,159</u>	<u>-</u>	<u>9,159</u>
Total restricted cash	<u>\$ 9,159</u>	<u>\$ -</u>	<u>\$ 9,159</u>
Total Cash	<u><u>\$ 826,306</u></u>	<u><u>\$ 80,871</u></u>	<u><u>\$ 907,177</u></u>

See Notes To Financial Statements

Component Units	Reporting Entity Total (Memorandum Only)
\$ -	\$ 898,018
\$ -	\$ -
-	9,159
\$ -	\$ 9,159
\$ -	\$ 907,177

## CITY OF RAYNE, LOUISIANA

STATEMENT OF REVENUES, EXPENDITURES,  
AND CHANGES IN FUND BALANCE  
FIDUCIARY FUND TYPE  
Year Ended September 30, 1999

	<u>Expendable Trust Unemployment Compensation</u>
	<u>1999</u>
Revenues:	
Contributions from other funds	\$ 9,388
Interest on investments	309
Total revenues	<u>\$ 9,697</u>
Expenditures:	
Administrative fees	<u>\$ 570</u>
Excess of revenues over expenditures	<u>\$ 9,127</u>
Other Sources (uses)	
Operating transfers out	
Refunding bonds	<u>-</u>
Excess (deficiency) of revenues and other sources over expenditures and other uses	\$ 9,127
Fund balance, beginning of year	<u>106,778</u>
Fund balance, end of year	<u><u>\$ 115,905</u></u>

See Notes To Financial Statements

CITY OF RAYNE, LOUISIANA

STATEMENT OF CHANGES IN FINANCIAL POSITION--  
 FIDUCIARY FUND TYPE  
 Year Ended September 30, 1999

	<u>Expendable Trust</u> <u>(Unemployment Compensation)</u>
	<u>1999</u>
<b>SOURCES OF WORKING CAPITAL</b>	
Operations:	
Net income	\$ 9,127
<b>ELEMENTS OF NET INCREASE IN WORKING CAPITAL</b>	
Cash	\$ (1,182)
Investments	10,309
<i>Transfer to refunding bond fund</i>	-
Increase in working capital	<u>\$ 9,127</u>

See Notes To Financial Statements

CITY OF RAYNE, LOUISIANA  
 COMBINING BALANCE SHEET-COMPONENT UNITS  
 Year Ended September 30, 1999

	Rayne City Court	Rayne Marshal's Fund	Housing Authority
<b>ASSETS</b>			
Cash	\$ 41,742	\$ 2,058	\$ 61,578
Investments, at cost	-	-	235,000
Receivables	313	-	1,229
Due from other funds	6,717	-	-
Due from other governments	-	-	7,289
Inventories	-	-	20,271
Property, plant & equipment (Net of accumulated depreciation)	6,145	-	2,031,852
<b>Total Assets</b>	<b>\$ 54,917</b>	<b>\$ 2,058</b>	<b>\$ 2,357,219</b>
<b>LIABILITIES AND FUND BALANCE</b>			
<b>LIABILITIES</b>			
Accounts payable	\$ -	\$ -	\$ 8,221
Accrued liabilities	-	-	62,550
Due to other funds	6,892	-	-
Due to other governments	4,302	-	-
Tenants security deposits	-	-	9,900
Due to other agencies	10,231	-	-
<b>Total Liabilities</b>	<b>\$ 21,425</b>	<b>\$ -</b>	<b>\$ 80,671</b>
<b>FUND EQUITY</b>			
Investment in general fixed assets	\$ 6,145	\$ -	\$ -
Net HUD contributions	-	-	2,031,853
Fund Balances:			
Reserved for capital projects	-	-	-
Reserved for debt service	-	-	-
Unreserved:			
Undesignated	27,347	2,058	244,695
<b>Total Fund Equity</b>	<b>\$ 33,492</b>	<b>\$ 2,058</b>	<b>\$ 2,276,548</b>
<b>Total Liabilities and Fund Equity</b>	<b>\$ 54,917</b>	<b>\$ 2,058</b>	<b>\$ 2,357,219</b>

See Notes To Financial Statements

<u>Totals</u>	
\$	105,378
	235,000
	1,542
	6,717
	7,289
	20,271
	<u>2,037,997</u>
\$	<u>2,414,194</u>
\$	8,221
	62,550
	6,892
	4,302
	9,900
	<u>10,231</u>
\$	<u>102,096</u>
\$	6,145
	2,031,853
	-
	-
	<u>274,100</u>
\$	<u>2,312,098</u>
\$	<u>2,414,194</u>

CITY OF RAYNE, LOUISIANA

COMBINED STATEMENT OF REVENUES, EXPENDITURES  
AND CHANGES IN FUND BALANCE--COMPONENT UNITS  
Year Ended September 30, 1999

	Rayne City Court	Rayne Marshal's Fund	Housing Authority
<b>Revenues:</b>			
Charges for services	\$ 108,046	\$ 10,773	\$ -
Intergovernmental revenue	-	-	75,924
Rental income	-	-	418,207
Interest on investments	-	-	17,981
Miscellaneous	-	-	3,308
Total revenue	<u>\$ 108,046</u>	<u>\$ 10,773</u>	<u>\$ 515,420</u>
<b>Expenditures:</b>			
Current--			
General government	\$ 103,589	\$ 12,758	\$ -
Public safety	-	-	-
Culture and recreation	-	-	-
Sanitation	-	-	-
Urban redevelopment and housing	-	-	720,292
Debt Service:			
Principal retirement	-	-	-
Interest	-	-	-
Total expenditures	<u>\$ 103,589</u>	<u>\$ 12,758</u>	<u>\$ 720,292</u>
Excess (deficiency) of revenues over expenditures	\$ 4,457	\$ (1,985)	\$ (204,872)
Fund balance (deficit), beginning of year	22,236	4,043	305,128
HUD - REAC prior year GAAP adjustments	<u>-</u>	<u>-</u>	<u>144,439</u>
Retained earnings, 9/30/98	<u>\$ 26,693</u>	<u>\$ 2,058</u>	<u>\$ 244,695</u>
Prior period adjustment	654	-	-
Net HUD contribution 9/30/98	-	-	7,622,858
Current year addition and REAC adjustments	<u>-</u>	<u>-</u>	<u>(5,591,005)</u>
Net HUD Contribution, 9/30/98	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 2,031,853</u>
Fund balance (deficit), end of year	<u>\$ 27,347</u>	<u>\$ 2,058</u>	<u>\$ 2,276,548</u>

See Notes To Financial Statements



	<u>Total</u>
\$	118,819
	75,924
	418,207
	17,981
	3,308
\$	<u>634,239</u>

\$	116,347
	-
	-
	-
	720,292
	-
	-
\$	<u>836,639</u>

\$ (202,400)

\$ 331,407

144,439

\$ 273,446

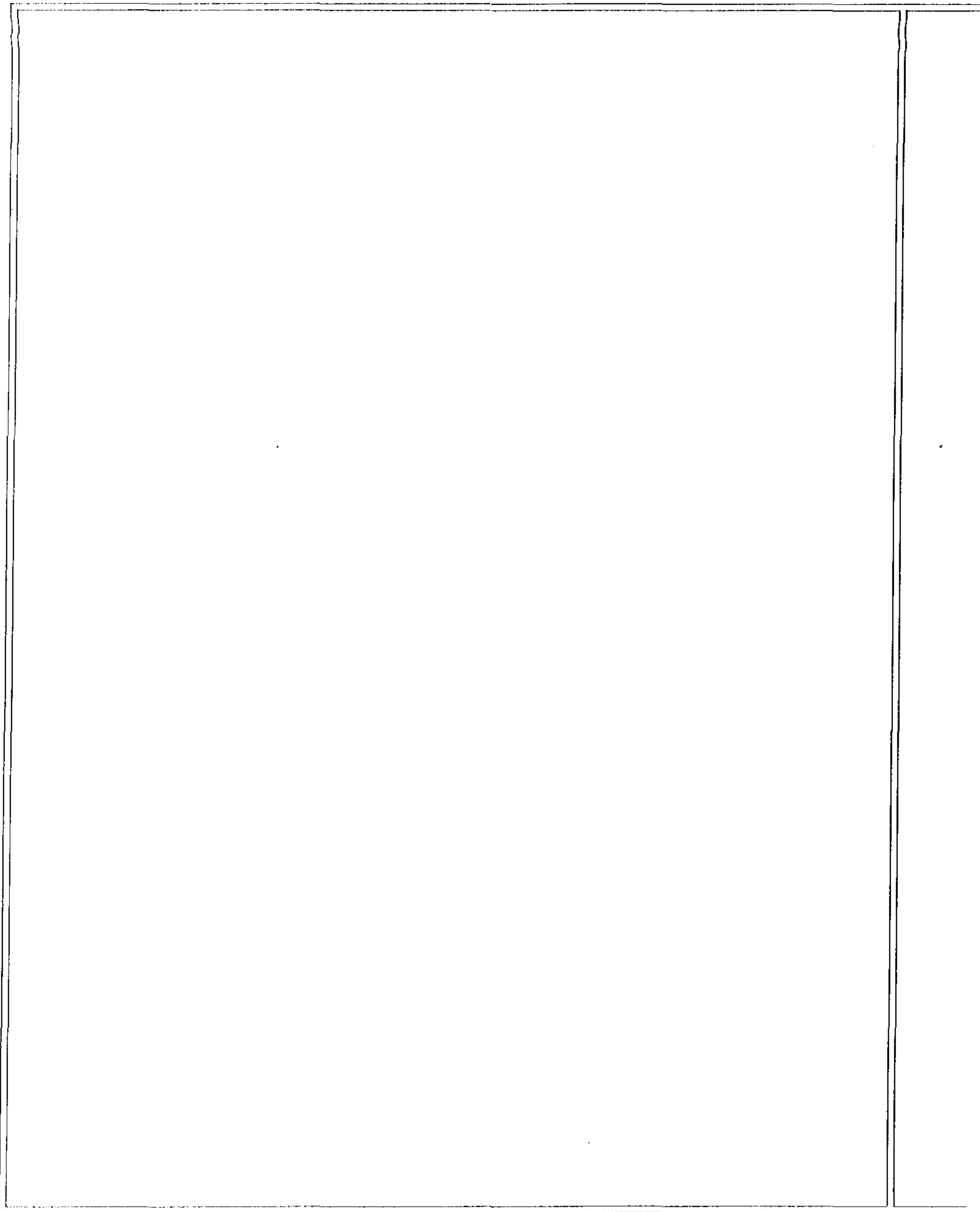
654

7,622,858

\$ (5,591,005)

\$ 2,032,507

\$ 2,305,953



CITY OF RAYNE, LOUISIANA

NOTES TO FINANCIAL STATEMENTS

Note 1. Financial Reporting Entity

The City of Rayne was incorporated on May 2, 1883, under the provisions of the Lawrason Act. The City operates under a Mayor-Board of Aldermen form of government and provides the following services as authorized by its charter: public safety (police and fire), highways and streets, sanitation, health and social services, culture-recreation, public improvements, planning and zoning, and general administrative services.

As the municipal governing authority for financial reporting purposes, the City of Rayne is considered a separate financial reporting entity. The financial reporting entity consists of (a) the primary government (municipality), (b) organizations for which the primary government is financially accountable, and (c) other organizations for which nature and significance of their relationship with the primary government are such that exclusion would cause the reporting entity's financial statements to be misleading or incomplete.

Governmental Accounting Standards Board (GASB) Statement No. 14 established criteria for determining which component units should be considered part of the City of Rayne for financial reporting purposes. The basic criteria 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 for an organization's governing body, and
  - a. The ability of the municipality 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 municipality.
2. Organizations for which the municipality does not appoint a voting majority but are fiscally dependent on the municipality.
3. Organizations for which the reporting entity's financial statements would be misleading if data of the organization is not included because of the nature of significance of the relationship.

As required by generally accepted accounting principles, these financial statements present the City of Rayne (the primary government) and its component units. The component units included in the accompanying financial statements are discretely presented.

**Discretely Presented Component Units**

Component units that are legally separate from the municipality but are financially accountable to the municipality, or whose relationship with the municipality are such that exclusion would cause the municipality's financial statements to be misleading or incomplete are discretely presented. The Component Units column of the combined financial statements includes the financial data of these discretely presented component units. They are reported in a separate column to emphasize that they are legally separate from the municipality.

NOTES TO FINANCIAL STATEMENTS

The following component units are discretely presented in the accompanying financial statements:

1. Rayne City Court is fiscally dependent on the City for office space and courtrooms. The City also has authority over its budget. The Rayne City Court's fiscal year end is September 30, 1999. A copy of Rayne City Court's audit can be obtained by sending a request to Rayne City Court, Post Office Box 61, Rayne, LA 70578.
2. Rayne Marshal's Fund is fiscally dependent on the City for office space. The Marshal's fund year end is September 30, 1999 and a copy of the audit report can be obtained by sending a request to Rayne Marshal's Fund, Post Office Box 61, Rayne, LA 70578.
3. Rayne Housing Authority board is appointed by the City to provide housing to low income families. The fiscal year end is September 30, 1999 and a copy of the audit can be obtained by sending a request to Rayne Housing Authority, Post Office Box 164, Rayne, LA 70578.

The following presents the condensed financial statements for each of the discretely presented component units:

Condensed Balance Sheet:

	<u>Rayne City Court</u>	<u>Rayne Marshal's Fund</u>	<u>Housing Authority</u>
Current Assets	\$ 48,470	\$ 4,043	\$ 325,367
Property, Plant & Equipment (Net)	<u>6,145</u>	<u>          </u>	<u>2,031,852</u>
Total Assets	<u>\$ 54,615</u>	<u>\$ 4,043</u>	<u>\$ 2,357,219</u>
Current Liabilities	\$ 21,185	\$ -	\$ 80,671
Long-Term Liabilities	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Total Liabilities	\$ 21,185	\$ -	\$ 80,671
Fund Equity	<u>\$ 33,430</u>	<u>\$ 4,043</u>	<u>\$ 2,276,548</u>
Total Liabilities & Fund Equity	<u>\$ 54,615</u>	<u>\$ 4,043</u>	<u>\$ 2,357,219</u>

NOTES TO FINANCIAL STATEMENTS

Condensed statements of revenues and expenses, for component units:

Condensed Statement of Revenues and Expenditures

	<u>Rayne City Court</u>	<u>Rayne Marshal's Fund</u>	<u>Housing Authority</u>
Revenues	\$ <u>259,716</u>	\$ <u>9,358</u>	\$ <u>515,420</u>
Expenditures	<u>249,918</u>	<u>9,395</u>	<u>720,292</u>
Excess (deficiency) of revenues over expenditures	\$ <u>9,798</u>	\$ <u>(37)</u>	\$ <u>(240,872)</u>

Fund Accounting:

The accounts of the City are organized 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 is controlled. The various funds are grouped, in the financial statements of this report, into six generic fund types and three broad fund categories as follows:

Governmental Funds

General Fund

The General Fund is the general operating fund of the City. 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.

Debt Service Funds

Debt Service Funds are used to account for the accumulation of resources for, and the payment of, general long-term debt principal, interest, and other related costs.

Capital Projects Funds

Capital Projects Funds are used to account for financial resources to be used for the acquisition or construction of major capital facilities (other than those financed by proprietary funds, special assessment funds, and trust funds.)

## NOTES TO FINANCIAL STATEMENTS

### Proprietary Funds

#### Enterprise Funds

Enterprise funds are used to account for operations (a) that are financed and operated in a manner similar to private business enterprises--where the intent of the governing body is that the costs (expenses, including depreciation) of providing goods or services to the general public on a continuing basis be financed or recovered primarily through user charges; or (b) where the governing body has decided that periodic determination of revenues earned, expenses incurred, and/or net income is appropriate for capital maintenance, public policy, management control, accountability, or other purposes.

### Fiduciary Funds

#### Agency Funds

Agency Funds are used to account for assets held by the City as an agent for other funds. Agency Funds are custodial in nature (assets equal liabilities) and do not involve measurement of results of operations.

### Trust Funds

Trust funds are used to account for assets held by the City as an administrator for other funds. Trust Funds are accountable for the results of operations in administering the trust principal transferred.

On January 1, 1982, the City of Rayne elected the option of paying actual unemployment claims in lieu of State unemployment taxes. Funds equal to amounts, which would be paid to the State, are transferred to the Unemployment Compensation Fund quarterly and will be used to pay all qualifying claims.

### Fixed assets and long-term liabilities:

The accounting and reporting treatment applied to the fixed assets and long-term liabilities associated with a fund are determined by its measurement focus. All governmental funds are accounted for on a spending or "financial flow" measurement focus. This means that only current assets and current liabilities are generally included on their balance sheets. Their reported fund balance (net current assets) is considered a measure of "available spendable resources." Governmental fund operating statements present increases (revenues and other financing sources) and decreases (expenditures and other financing sources) in net and current assets. Accordingly, they are said to present a summary of sources and uses of "available spendable resources" during a period.

Fixed assets used in governmental fund type operations (general fixed assets) are accounted for in the General Fixed Assets Account Group, rather than in governmental funds. General fixed assets consisting of certain improvements other than buildings, including drainage systems and lighting systems, are capitalized along with other general fixed assets. No depreciation has been provided on general fixed assets.

## NOTES TO FINANCIAL STATEMENTS

All fixed assets are valued at historical cost or estimated historical cost if actual historical cost is not available. Donated fixed assets are valued at their estimated fair value on the date donated.

Long-term liabilities expected to be financed from governmental funds are accounted for in the General Long-Term Debt Account Group, not in governmental funds.

The two account groups are not "funds." They are concerned only with the measurement of financial position. They are not involved with measurement of operations.

Because of their spending measurement focus, expenditure recognition for governmental fund types is limited to exclude amounts represented by non-current liabilities. Since they do not affect net current assets, such long-term amounts are not recognized as governmental fund type expenditures or fund liabilities. They are instead reported as liabilities in the General Long-Term Debt Account Group.

All proprietary funds are accounted for on a cost of services or "capital maintenance" measurement focus. This means that all assets and all liabilities (whether current or noncurrent) associated with their activity are included on their balance sheets. Their reported fund equity (net total assets) is segregated into *contributed capital and retained earnings components*. *Proprietary fund type operating statements present increases (revenues) and decreases (expenses) in net total assets.*

Depreciation of all exhaustible fixed assets used by proprietary funds is charged as an expense against their operations. Accumulated depreciation is reported on proprietary fund balance sheets. Depreciation has been provided over the estimated useful lives using the straight-line method.

The estimated useful lives are as follows:

Buildings	40 years
Improvements	6-40 years
Equipment	3-40 years

Basis of accounting:

Basis of accounting refers to when revenues and expenditures or expenses are recognized in the account and reported in the financial statements. Basis of accounting relates to the timing of the measurement made, regardless of the measurement focus applied.

All governmental funds are accounted for using the modified accrual basis of accounting. Their revenues are recognized when they become measurable and available as net current assets. Taxpayer-assessed taxes, gross receipts, and sales taxes are considered "measurable" when in the hands of intermediary collecting governments and are recognized as revenue at that time. Anticipated refunds of such taxes are recorded as liabilities and reductions of revenue when they are measurable and their validity is certain.

Expenditures are generally recognized under the modified accrual basis of accounting when the related fund liability is incurred. Exception to this general rule is the principal and interest on general long-term debt, which is recognized when due.

## NOTES TO FINANCIAL STATEMENTS

All proprietary funds are accounted for using the accrual basis of accounting. Their revenues are recognized when they are earned, and their expenses are recognized when they are incurred.

The preparation of financial statements in conformity with generally accepted accounting principles requires 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 and expenses during the reporting period. Actual results could vary from those estimates.

### Budget and budgetary accounting:

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

1. Prior to September 1, the Mayor submits to the Board of Aldermen a proposed operating budget for the ensuing fiscal year. The operating budget includes proposed expenditures and the means of financing them.
2. Public hearings are conducted at the City Hall to obtain taxpayer comments.
3. The budget is legally enacted through adoption of an ordinance.
4. Budgets for the General, Special Revenue, and Enterprise Funds are adopted on a basis consistent with generally accepted accounting principles.
5. The budget is employed as a management control device during the year for the General, Special Revenue, and Enterprise Funds.
6. All budget amendments require approval of the Board of Aldermen. The budget was amended once during the fiscal year. The following is a list of amendments to the 1998-99 budget as approved by the Board of Aldermen on September 13, 1999:
  - A. General Fund--increased total revenues by \$150,000, increased appropriations by \$22,923 and increased total expenditures by \$182,549.
  - B. Sales Tax Fund--increased total revenues by \$116,000 and increased appropriations by \$80,000.
  - C. Youth Recreation Fund - increased revenues by \$20,000 and increased total expenditures by \$20,000.
7. All budget appropriations lapse at year end.



NOTES TO FINANCIAL STATEMENTS

Cash and Investments:

Cash consists of amounts in demand deposit accounts, interest bearing demand deposits, and passbook savings accounts. Cash held by the City and with the paying agent for utility revenue bonds is also included as cash.

Investments are stated at cost and consisted of time certificates of deposits purchased from local financial institutions.

The following is a summary of the primary government's cash and cash equivalents at September 30, 1999 and were secured as follows:

	<u>Bank Balance</u>	<u>FDIC Insurance</u>	<u>Balance Uninsured</u>
Demand Deposits and Interest Bearing Demand deposits	\$1,787,958	\$ 300,000	\$1,487,958
Passbook savings, Money Market accounts and Time Deposits	<u>1,336,443</u>	<u>-0-</u>	<u>1,336,443</u>
Total	<u>\$3,124,401</u>	<u>\$ 300,000</u>	\$2,824,401
Securities Pledged and Held by the Custodial Bank In the name of the City			<u>3,364,800</u>
Difference			<u>\$ 540,399</u>

These deposits are stated at cost, under state law, these deposits (or resulting bank balances) must be secured by federal deposit insurance or the pledge of securities owned by the fiscal agent bank. The market value of the pledged securities plus the federal deposit insurance must at all times equal the amount on deposit with the fiscal agent. These securities are held in the name of the pledging fiscal agent bank in a holding or custodial bank that is mutually acceptable to both parties.

At September 30, 1999 the carrying amount of the City's deposits was \$3,124,401 and the bank balance was \$2,987,069. The deposits are secured from risk by \$300,000 of federal deposit insurance and \$3,364,800 of pledged securities held by the custodial bank in the name of the fiscal agent bank.

Comparative data:

Comparative total data for the prior year has been provided in the accompanying financial statements in order to provide an understanding of changes in the City's financial position and operations. However, comparative (i.e., presentation of prior year totals by fund type) data have not been presented in each of the statements since their inclusion would make the statements unduly complex and difficult to read.

NOTES TO FINANCIAL STATEMENTS

Bad debts:

Uncollectible amounts due for customers' utility receivables are recognized as bad debts through the establishment of an allowance account at the time information becomes available which would indicate the uncollectability of the particular receivable.

Total columns on Combined Statement--Overview:

Total columns on the Combined Statement--Overview are captioned Memorandum Only to indicate that they are presented only to facilitate analysis. Data in these columns do not present financial position, results of operations, or changes in financial position in conformity with generally accepted accounting principles. Neither is such data comparable to a consolidation. Interfund eliminations have not been made in the aggregation of this data.

Note 2. Property Taxes

Property taxes attach as an enforceable lien on property as of January 1. Taxes are levied on October 1, and payable on December 31. The City bills and collects its own property taxes. City property tax revenues are recognized when levied to the extent that they result in current receivables.

For the year ended September 30, 1999, taxes of 12.00 mills were levied on property with assessed valuations totaling \$16,624,210 and were dedicated as follows:

General corporate purposes	7.00 mills
Youth recreation	5.00 mills

Note 3. Changes in Fixed Assets

A summary of the changes in the general fixed assets is as follows:

	Balance Sept. 30, 1998	Additions	Reductions	Balance Sept. 30, 1999
Buildings	\$ 1,302,478	\$ -0-	\$ -0-	\$ 1,302,478
Improvements other than buildings	6,882,936	391,795	-0-	7,274,731
Equipment	1,053,233	30,619	12,729	1,071,123
	<u>\$ 9,238,647</u>	<u>\$ 105,225</u>	<u>\$ 12,729</u>	<u>\$ 9,648,332</u>

NOTES TO FINANCIAL STATEMENTS

A summary of proprietary fund type property, plant, and equipment at September 30, 1999 is as follows:

	<u>Enterprise</u>
Land	\$ 598,438
Buildings	548,023
Wells and pumps	217,930
Autos and trucks	565,686
Water equipment	102,923
Electrical distribution system	3,961,353
Water distribution system	1,446,231
Shop and office equipment	789,891
Water Treatment	672,002
Sewer equipment	<u>5,397,863</u>
	\$ 14,300,263
Less accumulated depreciation	<u>( 5,629,321)</u>
Net	<u>\$ 8,670,942</u>

A summary of idle plant facility as of September 30, 1999 is as follows:

Engines and generators	\$ 3,286,151
Less accumulated depreciation	<u>(2,843,447)</u>
Net	<u>\$ 442,704</u>

In May 1979, the City terminated its electricity generating operations. The City now purchases the majority of all electricity used from Louisiana Energy and Power Authority. The City is maintaining the engines and generators to be used only in an emergency.

Note 4. Changes in Long-Term Debt

The following is a summary of bond transactions of the City for the year ended September 30, 1999:

	<u>General Obligation</u>	<u>Revenue</u>	<u>Total</u>
Bonds payable at October 1, 1998	\$ 2,645,000	\$ 4,934,843	\$ 7,579,843
Bonds retired	( 420,000)	( 245,000)	( 665,000)
Bonds refinanced	-0-	-0-	-0-
Bonds - new issue	<u>-0-</u>	<u>862,662</u>	<u>862,662</u>
Bonds payable at September 30, 1999	<u>\$ 2,225,000</u>	<u>\$ 5,552,505</u>	<u>\$ 7,777,505</u>

NOTES TO FINANCIAL STATEMENTS

General obligation bonds:

\$500,000 1995 Certificates of Indebtedness due in annual installments of \$40,000 to \$65,000 through December 1, 2005; interest at 5.75% (to be retired from excess revenues of the City).	\$ 380,000
\$1,760,000 1998 Public Improvement Sales Tax Refunding Bonds due in annual installments of \$300,000 to \$360,000 through September 1, 2003; interest at the rate 4.7% (to be retired by proceeds of the 1% sales and use tax passed on October 1, 1963, and rededicated on April 30, 1983, and the 1% sales and use tax passed on December 1, 1978)	1,340,000
\$725,000 Series 1996 Certificates of Indebtedness due in annual installments of \$80,000 to \$45,000 through March 1, 2006; interest at 5.12% (to be retired from excess revenues of the City)	<u>505,000</u>
	<u>\$ 2,225,000</u>

Revenue bonds: (All issues being serviced--principal and interest--by the Sanitation Fund)

\$4,200,000 Series 1996 Sewer Revenue Bonds due in annual installments of \$155,000 to \$275,000 through March 1, 2017; interest at the rate of 2.95%.	\$ 3,885,000
\$2,250,000 Series 1997 Sewer Revenue Bonds of which \$1,837,505 has been provided; due to annual installments of \$85,000 to \$145,000 through March 1, 2017; interest at the rate of 2.95%.	<u>1,667,505</u>
	<u>\$ 5,552,505</u>

On September 26, 1968 the voters of the City of Rayne approved the issuance of revenue bonds totaling \$2,800,000 to run 30 years from the date thereof with interest at a rate not exceeding 6% per annum. Bond proceeds are to be used for constructing and acquiring extensions and improvements to combined waterworks plant and electric power and light plant. Bonds totaling \$2,442,000 have been sold as part of this authorized issue. These bonds and any future bonds issued under this authorization will be payable as principal and interest solely from income and revenues derived from the operation of the utility system. As of September 30, 1997, the Series 1968, 1969, 1972 and 1973 issues have been retired.

On May 1, 1996 the City of Rayne approved and authorized the issuance of Sewer Revenue Bonds in the aggregate principal amount not to exceed \$6,450,000. The bonds are issued in series from time to time and at this time specifically authorize the sale, issuance and delivery of \$4,200,000 principal amount of the Sewer Revenue Bonds, Series 1996. The Series 1997 Sewer Revenue Bonds were authorized and issued in the principal amount of \$2,250,000. The bond proceeds are to be used for the purpose of constructing and acquiring the Wastewater Treatment Facility Project. As of September 30, 1999, \$6,037,505 has been received for construction costs. Loan disbursements shall be made according to the progress of construction.

NOTES TO FINANCIAL STATEMENTS

On February 23, 1998 the City of Rayne adopted a resolution for a bond ordinance in order to provide for the issuance of \$1,760,000 principal amount of its Public Improvement Sales Tax Refunding Bonds, Series 1997, for the purpose of advance refunding the refunded bonds, Series ST-1989. The refunding of all of the 1989 bonds which mature September 1, 1998 through September 1, 2003 inclusive is financially advantageous to the issuer.

The annual requirements to amortize all debt outstanding as of September 30, 1999, including interest payments and administrative fees of \$ 2,146,571 are as follows:

<u>Year ending</u> <u>Sept. 30,</u>	<u>General</u> <u>Obligation</u>	<u>Revenue</u>	<u>Total</u>
2000	553,510	437,914	991,424
2001	551,637	439,654	991,291
2002	548,751	436,173	984,924
2003	559,776	437,470	997,246
2004	109,401	433,546	542,947
2005-2017	<u>221,191</u>	<u>4,573,284</u>	<u>4,794,475</u>
	<u>\$ 2,544,266</u>	<u>\$ 6,758,041</u>	<u>\$ 9,302,307</u>

To service the general obligation bonds \$136,989 is available in the Debt Service Funds, \$45,837 in the City Water and Light Plant Fund and \$281,754 in the Sewer Maintenance Fund. For the revenue bonds \$494,228 is available in the Sewer Maintenance Fund.

There are a number of limitations and restrictions contained in various bond indentures. The City is in compliance with all significant limitations and restrictions.

1. Constructing, paving, resurfacing, improving, and maintaining streets.
2. Constructing and improving drains, drainage canals, and subsurface drainage.
3. Constructing and purchasing fire department stations and equipment and operating same.
4. Constructing and purchasing garbage disposal and sanitation equipment and facilities and maintaining same.
5. For any other lawful purposes of the City.
6. Such tax to be subject to funding into Bonds by the City for the purpose of constructing, acquiring, extending, and/or improving streets, sewers, and any other works of capital improvements.
7. For the constructing and acquiring of the Wastewater Treatment Facility Project.

Under the terms of the bond indenture for the Series 1998 refunding bonds which are secured by sales tax proceeds, a minimum monthly payment to a bond sinking fund must be made equal to one-sixth of the next interest amount falling due plus one-twelfth of the next principal amount falling due. No bond reserve is required to be established, or maintained for the Series 1998 refunding bonds.

**NOTES TO FINANCIAL STATEMENTS**

Any funds remaining after the above transfers will be considered surplus and may be used for the purpose for which the sales tax was levied.

During the year ended September 30, 1999, the City complied with those provisions of the bond indenture relating to sales tax bond sinking and reserve funds. At September 30, 1999, the required and actual balances are as follows:

	<u>Required</u>	<u>Actual</u>	<u>Actual Amount Over Requirement</u>
Refunding bonds of 2/23/98			
Sinking fund	\$ 31,423	\$ 36,989	\$ 5,566
Reserve	-0-	100,000	100,000

The 1% sales and use tax approved November 7, 1978, can be used for any lawful corporate purpose of the City.

On September 10, 1990, the Board of Aldermen adopted a resolution authorizing the issuance of \$275,000 of Certificates of Indebtedness, Series 1990, for the purpose of constructing and acquiring sewer extensions and improvements to the sewerage system of the City.

On August 10, 1992, the Board of Aldermen adopted a resolution authorizing the issuance of \$250,000 of Certificates of Indebtedness, Series 1992, for the acquisition and improvements on a building which is to be converted into a new City Hall.

The Issuer is to create and maintain a special fund known as "Certificates of Indebtedness (1990) Sinking Fund", and to deposit into said fund monthly in advance on or before the 20th day of each calendar month, a sum equal to one-sixth (1/6) of the interest falling due on the next interest payment date and one-twelfth (1/12) of the principal falling due on the next principal payment date.

The above mentioned certificates, \$275,000 Series 1990 and \$250,000 Series 1992 were refinanced by the issuance of the \$725,000 Series 1996 Certificate of Indebtedness. The Certificate of Indebtedness will be used for the purpose of paying the refunding and refinancing of the Series 1996 and Series 1992 Certificates of Indebtedness and for paying the costs of waterworks and extensions and improvements. The Certificates are secured by and payable solely from a pledge and dedication of the excess of annual revenues of the Issuer.

During the year ended September 30, 1999, the City complied with the above provisions. The City accumulated during the 1998 fiscal year \$107,904 which was applied to the Certificate of Indebtedness debt service. Each month the City voluntarily deposits an amount equal to one-sixth (1/6) of the interest falling due on the next interest payment date and one-twelfth (1/12) of the next principal payment falling due.

Under the terms of the various bond indentures on outstanding utility revenue bonds, all income and revenues (hereinafter referred to as revenue of every nature) earned or derived from the operation of the utility system are pledged and dedicated to the retirement of said bonds and are to be deposited in all funds as indicated below.

## NOTES TO FINANCIAL STATEMENTS

All revenue shall be deposited daily in the revenue fund. This fund shall be used for the following purposes and in the following priority:

- A. Transfer, as needed, amounts into a sewer user fee account. Such funds are to be used to provide for the payment of the reasonable and necessary expenses of administering, operating, and maintaining the sewer system.
- B. Transfer on or before the 20th of each month an amount into the sinking fund a sum equal to the principle, interest and administrative fee accruing on the outstanding principle amount of the bonds together with such additional proportionate sum as may be required to pay said principle, interest and administrative fee as the same respectively become due.
- C. Transfer to the revenue bond reserve fund monthly an amount that within five years will make the balance of this fund equal to the highest principal and interest requirements in any succeeding fiscal year. The revenue bonds series 1969, 1968, 1972 and 1973 were retired during the fiscal year end September 30, 1997.
- D. Transfer into the capital additions and contingency fund on or before the 20th of each month an amount equal to 5% of the gross revenues of the utilities system for the preceding month. Funds in the capital additions and contingency fund are to be used primarily to care for extensions, additions, improvements, and renewals, provided however, that the balance does not fall below \$10,000.

The City of Rayne is currently making advance payments into the sinking fund, reserve fund and capital additions and contingency fund for the Series 1996 Sewer Revenue Bonds.

For the year ended September 30, 1999, the City of Rayne was in compliance with the bond indenture.

### Note 5. Defeased Debt

On February 23, 1998, the City of Rayne issued public improvement sales tax refunding bonds of \$1,760,000 with interest rates of 4.7% to advance refund the 1989 public improvement refunding bonds with various interest rates of 6.9% to 7.8%. The net proceeds from the issuance of the refunding bonds with the proceeds of the reserve funds on the prior bonds of \$70,647 were deposited with an escrow agent for the payment of the prior bonds on the earliest of their maturity dates or first allowable dates. An expense fund was created to pay the costs of issuance of the bonds, which were provided from the bond proceeds. The net savings from the refunding is \$153,976. The advance refunding met the requirements of an in-substance debt defeasance and the prior bonds were removed from the City's General Long-Term Debt Account Group.

### Note 6. Other required Individual Fund Disclosures

Generally accepted accounting principles require disclosures, as part of the Combined Statements--Overview of certain information concerning individual funds including

NOTES TO FINANCIAL STATEMENTS

individual fund interfund receivable and payable balances. Such balances at September 30, 1999, were:

	Interfund Receivables	Interfund Payables
General Fund	\$ -0-	\$ 18
Section 8	18	-0-
Refunding Bonds	116,755	-0-
City Water & Light	-0-	116,755
	<u>\$ 116,773</u>	<u>\$ 116,773</u>

There are no individual fund deficits which require disclosure.

Note 7. Enterprise Fund

Operations of the City of Rayne utility system consist of an electric distribution system, a water utility system, and a waste water treatment system.

Operating revenues of the individual utilities were as follows:

	Year Ended Sept. 30,	Charges For Services	Other Operating Revenues	Total Operating Revenues
Electric utility	1999	\$ 5,653,158	\$ 154,364	\$ 5,807,522
	1998	5,580,061	123,232	5,703,296
Water Utility	1999	392,089	14,002	406,091
	1998	416,020	11,375	427,393
Sanitation	1999	780,470	-0-	780,470
	1998	826,321	-0-	826,321

Operating expenses included \$3,570,795 in the electric utility department, \$414,683 in the water utility department and \$1,132,907 of unallocated overhead expenses. Operating expenses for sewer utility amounted to \$738,871.

Note 8. Restricted Assets--Proprietary Fund Type

There were no restricted assets for the revenue bonds, as they were retired during the fiscal year ended September 30, 1997. At September 30, 1999 the restricted assets consisted of customer deposits of \$275,319.

Note 9. Accumulated Vacation and Sick Leave

At September 30, 1999, employees of the City of Rayne have accumulated and vested \$65,388 of employee leave benefits, which was computed in accordance with GASB Codification Section C60.



NOTES TO FINANCIAL STATEMENTS

The maximum amount of annual leave which is allowed to be carried forward is one year's earned leave plus one-third of earned annual leave. Sick leave is accumulated based on continuous employment in the amount of one (1) day per month beginning with the seventh (7<sup>th</sup>) month of employment. Upon termination, employees are paid for all annual leave. Sick leave is forfeited upon termination of employment. A retiring employee, at his election, may use accrued sick leave towards extension of his retirement date.

Note 10. Prior Period Adjustment

The prior period adjustment reflected in the Section 8 fund is due to an adjustment by HUD for the prior year which was withheld from current revenues. The sanitation fund also contained a prior period adjustment due to the misposting of prior year interest. The prior period adjustment to the general fund is a result of a misposting.

Note 11. Compensation of Mayor and Aldermen

Compensation of the Mayor and members of the Board of Aldermen is set by the Board as monthly salaries. The following is a listing of the salaries of the Mayor and each member of the Board of Aldermen, which is included in the gross salaries of the City:

	<u>Total for Year</u>
Mayor:	\$ 42,750
Mayor Pro-Tem:	5,160
Aldermen:	
District #1	4,800
District #2	4,800
District #3	4,800
District #4	<u>4,800</u>
	<u>\$ 67,110</u>

At the council meeting of December 14, 1998, the mayor's salary was adjusted from \$36,000 per year to \$45,000 per year, effective January 1, 1999.

Note 12. Pension Plan

Substantially all employees of the City of Rayne are members of the following statewide retirement systems: Municipal Employees Retirement System of Louisiana (MERS), and Municipal Police Employees Retirement System of Louisiana (MPERS). these systems are cost-sharing, multiple-employee defined benefit pension plans administered by separate boards of trustees.

The City of Rayne participates in Plan B of the MERS. All permanent employees working at least 35 hours per week who are not covered by another public funded retirement system and under age 60 at date of employment are eligible to participate in the System. The retirement criteria for Plan B participants is as follows:

1. Age 55 with thirty years of creditable service.
2. Age 60 with a minimum of ten or more years of creditable service.
3. Under age 60 with ten years of creditable service eligible for disability benefits.
4. Survivor's benefits require twenty years creditable service at death of member.

## NOTES TO FINANCIAL STATEMENTS

Generally, the monthly amount of the retirement allowance for any member of Plan B consists of an amount equal to two percent of the member's final compensation multiplied by his years of creditable service. However, under certain conditions as outlined in the statutes, the benefits are limited to specified amounts.

Members of Plan B are required to contribute five percent of their annual covered salary and the City of Rayne is required to contribute at an actuarially determined rate. The current rate is 3.75% of annual covered payroll. The contribution requirement for the year ended September 30, 1999 was \$ 85,807 which consisted of \$ 35,801 from the City and \$ 50,006 from employees.

The system issues an annual publicly available financial report that includes financial statements and requested supplementary information. That report may be obtained by writing to the Municipal Employees Retirement System of Louisiana, 7937 Office Park Boulevard, Baton Rouge, Louisiana 70809.

All full-time police department employees engaged in law enforcement are required to participate in the System. Employees who retire at or after age 50 with at least 20 years of creditable service or at or after age 55 with at least 12 years of creditable service are entitled to a retirement benefit, payable monthly for life, equal to 3 1/3 percent of their final-average salary for each year of creditable service. Employees who terminate with at least the amount of creditable service stated above, and do not withdraw their employee contributions, may retire at the ages specified previously and receive the benefit accrued to their date of termination. The System also provides death and disability benefits.

Plan members are required by state statute to contribute 7.5 percent of their annual covered salary and the City of Rayne is required to contribute at an actuarially determined rate. The current rate is 9.0 percent of annual covered payroll. The contribution requirement for the year ended September 30, 1999 was \$ 64,516, which consisted of \$ 35,173 from the City and \$ 29,343 from employees.

The System issues an annual publicly available financial report that includes financial statements and required supplementary information. That report may be obtained by writing to the Municipal Police Employees Retirement System of Louisiana, 8401 United Plaza Boulevard, Baton Rouge, Louisiana 70809-2250.

### Note 13. Post Employment Benefits

The City of Rayne handles Cobra participants by notifying Risk Management, Inc. in writing of the Cobra qualifying event. The RMI notifies the qualified beneficiary of his Cobra rights in application form. The City is responsible for Cobra payments and termination for non-payment. The qualified beneficiary is responsible for the signed application to be returned. Upon payment to the City and return of the signed application, qualified beneficiary is re-instated by RMI and tracked until Cobra benefits have been fulfilled.

### Note 14. Police Supplement Pay

The City received state supplemental pay for qualified police officers totaling \$ 63,276. The supplemental pay was forwarded to the officers.

## NOTES TO FINANCIAL STATEMENTS

### Note 15. Contingencies

The City has constructed a new wastewater treatment facility in response to an EPA Administrative order. The city has acted on the recommendations of EPA noted in The Municipal Water Pollution Prevention Environmental Audit Report.

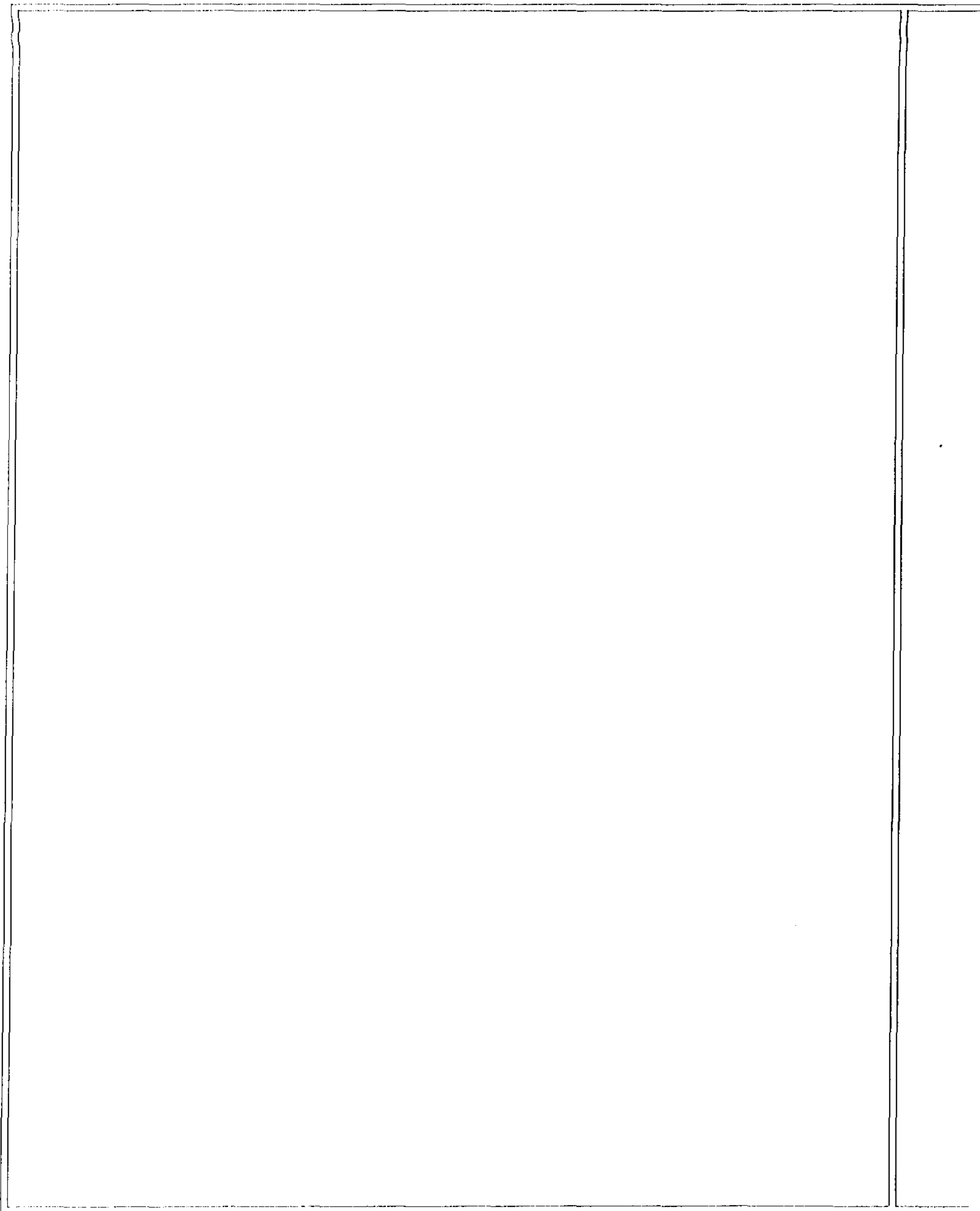
Arbitration has been set for March 2000 as the result of a claim by Magnolia Construction Company in reference to additional monies due under a contract for repairs to the sewer system. The amount of the claim is approximately \$35,000.

A suit was filed in regard to an accident where an individual pursued by the parish sheriff's department in the City of Rayne ran a red light collided with another individual causing her substantial and serious injury. Risk Management has been advised of the suit and has undertaken the defense. Due to the seriousness of the injuries and because of the potential for sympathy involved in this case could face some expense over the \$500,000 coverage provided by Risk Management.

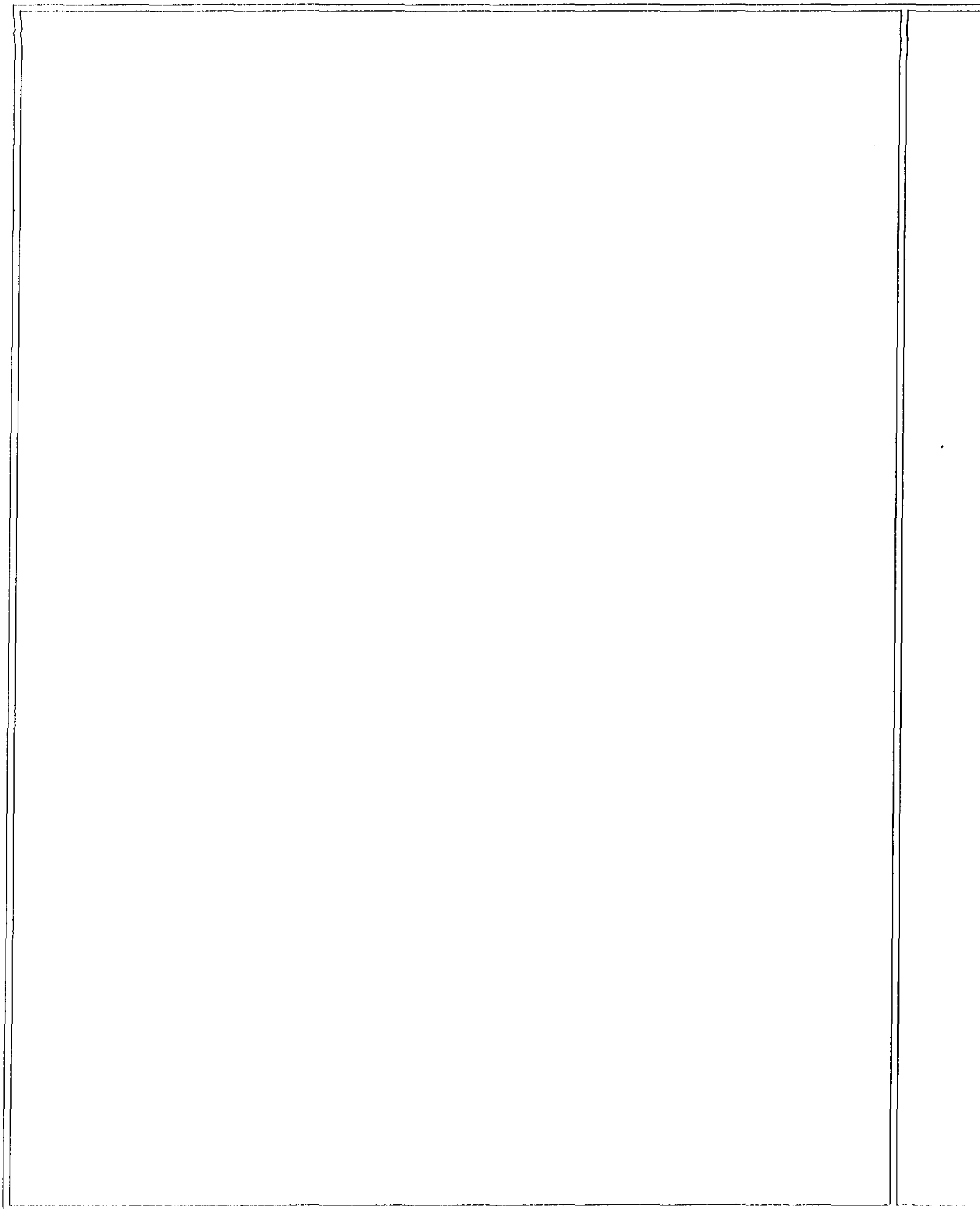
The City of Rayne may have a potential liability in reference to questioned costs in regard to the Acadia Council on Aging Section 5311 transportation costs. As of September 30, 1999 no decision has been made as to the amount of repayment to be made by the Acadia Council on Aging and/or the City of Rayne.

### Note 16. Year 2000 Issue

The City of Rayne is preparing for the impact of the Year 2000 on their operations. As of September 30, 1999, the City was working with a computer specialist to analyze the City's possible hardware and software problems associated with the Year 2000 issue.



**PRIMARY GOVERNMENT  
INDIVIDUAL FUNDS**



**GENERAL FUND**

To account for resources traditionally associated with governments  
which are not required to be accounted for in another fund.

CITY OF RAYNE, LOUISIANA  
GENERAL FUND

COMPARATIVE BALANCE SHEET  
September 30, 1999 and 1998

ASSETS	<u>1999</u>	<u>1998</u>
Cash	\$ 357,879	\$ 360,324
Receivables	2,038	32,373
Due from other funds	<u>-</u>	<u>-</u>
 Total Assets	 <u>\$ 359,917</u>	 <u>\$ 392,697</u>
 LIABILITIES AND FUND BALANCE		
LIABILITIES		
Accounts payable	\$ 52,218	\$ 76,521
Payroll payable	32,785	23,256
Vacation payable	36,379	23,293
Other payables	22,600	22,600
Due to other funds	18	229
Center rental deposits	<u>4,996</u>	<u>4,000</u>
 Total Liabilities	 <u>\$ 148,996</u>	 <u>\$ 149,899</u>
 FUND BALANCE--Unreserved	 <u>\$ 210,921</u>	 <u>\$ 242,798</u>
 Total Liabilities and Fund Balances	 <u>\$ 359,917</u>	 <u>\$ 392,697</u>

See Notes To Financial Statements



CITY OF RAYNE, LOUISIANA  
GENERAL FUND

STATEMENT OF REVENUES, EXPENDITURES, AND  
CHANGES IN FUND BALANCE--BUDGET (GAAP BASIS) AND ACTUAL  
Year Ended September 30, 1999

With Comparative Actual Amounts for Year Ended September 30, 1998

	1999		Variance-- Favorable (Unfavorable)	1998
	Budget	Actual		Actual
Revenues:				
Taxes--				
Ad valorem	\$ 115,000	\$ 115,362	362	\$ 113,724
Utility franchise	95,000	83,377	(11,623)	89,526
Cable TV franchise	25,250	23,492	(1,758)	20,522
	<u>\$ 235,250</u>	<u>\$ 222,231</u>	<u>\$ (13,019)</u>	<u>\$ 223,772</u>
Intergovernmental revenue--				
Beer tax	\$ 13,500	\$ 17,762	4,262	\$ 13,796
Tobacco tax	45,000	43,186	(1,814)	43,186
Grants	27,000	43,584	16,584	130,214
Housing authority payment in lieu of taxes	18,500	25,081	6,581	21,266
Video poker revenue	45,000	47,922	2,922	40,955
	<u>\$ 149,000</u>	<u>\$ 177,535</u>	<u>\$ 28,535</u>	<u>\$ 249,417</u>
Licenses and permits--				
Occupational licenses	\$ 215,000	\$ 209,235	\$ (5,765)	\$ 215,388
Permits	20,000	21,852	1,852	21,172
	<u>\$ 235,000</u>	<u>231,087</u>	<u>\$ (3,913)</u>	<u>236,560</u>
Charges for services				
Community center rent	\$ 27,000	\$ 23,402	\$ (3,598)	\$ 24,705
Fines and forfeits	\$ 46,200	\$ 48,688	\$ 2,488	\$ 36,577
Interest on investments	\$ 3,000	\$ 6,333	\$ 3,333	\$ 4,325
Miscellaneous revenue--				
Lease	\$ 5,500	\$ -	\$ (5,500)	\$ 5,160
Insurance claims	1,000	3,473	2,473	6,093
Police Jury	11,126	16,126	5,000	11,126
Sale of abandoned equipment	2,700	1,809	(891)	1,631
Prisoner reimbursements	65,000	81,054	16,054	76,904
Other	8,200	19,824	11,624	18,113
	<u>\$ 93,526</u>	<u>122,286</u>	<u>\$ 28,760</u>	<u>119,027</u>
Total Revenues	<u>\$ 788,976</u>	<u>\$ 831,562</u>	<u>\$ 42,586</u>	<u>\$ 894,383</u>

See Notes To Financial Statements

CITY OF RAYNE, LOUISIANA  
GENERAL FUND

STATEMENT OF REVENUES, EXPENDITURES, AND  
CHANGES IN FUND BALANCE--BUDGET (GAAP BASIS) AND ACTUAL (CONTINUED)  
Year Ended September 30, 1999

With Comparative Actual Amounts for Year Ended September 30, 1998

	1999		Variance-- Favorable (Unfavorable)	1998
	Budget	Actual		Actual
Expenditures:				
Current--				
General government	\$ 788,380	\$ 785,684	\$ 2,696	\$ 699,145
Public safety	826,831	851,572	(24,741)	864,604
Public works	504,934	513,956	(9,022)	526,631
Culture and recreation	256,191	271,621	(15,430)	240,562
Total expenditures	<u>\$ 2,376,336</u>	<u>\$ 2,422,833</u>	<u>\$ (46,497)</u>	<u>\$ 2,330,942</u>
Excess (deficiency) of revenues over expenditures	<u>\$ (1,587,360)</u>	<u>\$ (1,591,271)</u>	<u>\$ (3,911)</u>	<u>\$ (1,436,559)</u>
Other sources (uses):				
Operating transfers in--				
Sales tax fund	\$ 680,000	\$ 680,000	\$ -	\$ 650,000
City Water and Light Plant Fund	900,000	900,000	-	1,000,000
Operating transfers out--				
Youth Recreation	(20,000)	(20,000)	-	(10,000)
Pass through funds distributed	-	-	-	(57,250)
Total other sources	<u>\$ 1,560,000</u>	<u>\$ 1,560,000</u>	<u>\$ -</u>	<u>\$ 1,582,750</u>
Excess (deficiency) of revenues and other sources over expenditures and other uses	<u>\$ (27,360)</u>	<u>\$ (31,271)</u>	<u>\$ (3,911)</u>	<u>\$ 146,191</u>
Fund balance, beginning of year	242,798	242,798	-	96,607
Prior period adjustment	-	(606)	(606)	-
Fund balance, end of year	<u>\$ 215,438</u>	<u>\$ 210,921</u>	<u>\$ (4,517)</u>	<u>\$ 242,798</u>

See Notes To Financial Statements

CITY OF RAYNE, LOUISIANA  
GENERAL FUND  
STATEMENT OF EXPENDITURES, COMPARED TO BUDGET (GAAP BASIS)  
Year Ended September 30, 1999

With Comparative Actual Amounts for Year Ended September 30, 1998

	1999		Variance-- Favorable (Unfavorable)	1998
	Budget	Actual		Actual
General government:				
Administration--				
Salaries	\$ 106,490	\$ 111,136	\$ (4,646)	\$ 100,405
Car expense	1,704	1,579	125	1,732
Payroll taxes	56,370	58,837	(2,467)	55,101
Group insurance	150,100	149,179	921	118,308
General insurance	115,000	103,127	11,873	158,274
Publishing and recording	6,185	5,527	658	3,568
Administrative expense--			-	
Retirement system	13,803	14,049	(246)	11,702
Legal and professional	35,000	30,434	4,566	34,153
City promotion	75,000	67,109	7,891	11,761
Convention expense	1,967	6,892	(4,925)	2,281
Uniform	383	311	72	500
Tax roll	5,270	5,271	(1)	5,657
Utilities & telephone	31,234	31,867	(633)	32,512
Dues and subscriptions	3,387	2,772	615	3,133
City Hall and ground maintenance	10,988	8,865	2,123	3,306
Office supplies	4,628	3,556	1,072	8,432
Capital outlay	29,000	47,357	(18,357)	2,194
Festival expense	-	1,134	(1,134)	165
Miscellaneous	4,879	5,225	(346)	5,973
Equipment rental	150	654	(504)	274
Civil engineering	30,275	28,243	2,032	25,516
	<u>\$ 681,813</u>	<u>\$ 683,124</u>	<u>\$ (1,311)</u>	<u>\$ 584,947</u>
City Court--				
Salaries	\$ 46,509	47,082	\$ (573)	46,198
Extra labor	2,000	1,920	80	1,920
Office supplies	9,317	9,261	56	13,026
Professional fees	10,953	8,917	2,036	3,550
Building and grounds maintenance	4,500	4,108	392	1,766
Driver improvement program	5,400	5,400	-	5,400
Uniforms	1,475	1,685	(210)	750
Retirement	1,370	1,371	(1)	1,543
Utilities	6,768	7,840	(1,072)	9,241
Miscellaneous	9,325	8,259	1,066	7,428
Capital outlay	8,950	6,717	2,233	23,376
	<u>\$ 106,567</u>	<u>102,560</u>	<u>4,007</u>	<u>114,198</u>
 Total general government	<u>\$ 788,380</u>	<u>\$ 785,684</u>	<u>\$ 2,696</u>	<u>\$ 699,145</u>

See Notes To Financial Statements

CITY OF RAYNE, LOUISIANA  
GENERAL FUND  
STATEMENT OF EXPENDITURES, COMPARED TO BUDGET (GAAP BASIS)  
Year Ended September 30, 1999

With Comparative Actual Amounts for Year Ended September 30, 1998

	1999		Variance-- Favorable (Unfavorable)	1998
	Budget	Actual		Actual
Public Safety:				
Police Department--				
Salaries	\$ 466,000	\$ 479,307	\$ (13,307)	\$ 443,130
Prisoner care	37,000	43,895	(6,895)	35,100
Professional fees	7,000	4,510	2,490	11,772
Car maintenance and operations	53,500	48,043	5,457	50,229
Miscellaneous	14,200	23,350	(9,150)	14,282
Equipment maintenance	2,600	4,048	(1,448)	4,101
Uniforms	6,200	9,517	(3,317)	6,322
Utilities	16,000	16,493	(493)	16,599
Supplies	26,200	26,990	(790)	27,497
Building and ground maintenance	11,450	9,355	2,095	13,512
Police pension expense	4,150	4,137	13	4,137
Contributions to state police pension fund	38,000	35,173	2,827	34,096
Capital outlay	30,000	21,254	8,746	64,951
	<u>\$ 712,300</u>	<u>\$ 726,072</u>	<u>\$ (13,772)</u>	<u>\$ 725,728</u>
Fire Department--				
Truck maintenance and operations	\$ 7,000	\$ 7,571	\$ (571)	\$ 5,688
Utilities	9,600	9,243	357	7,938
Fire attendance	22,098	22,098	-	16,452
Miscellaneous	565	506	59	1,275
Appropriation	10,000	17,934	(7,934)	50,000
Building and equipment rentals	4,200	3,850	350	4,200
Rentals on fire hydrants	13,000	13,000	-	10,500
Capital outlay	1,500	1,500	-	-
Fire house maintenance and operations	2,767	1,848	919	3,168
	<u>\$ 70,730</u>	<u>\$ 77,550</u>	<u>\$ (6,820)</u>	<u>\$ 99,221</u>
Permit Department--				
Salaries	\$ 38,400	\$ 41,454	\$ (3,054)	\$ 33,652
Office supplies	1,050	1,399	(349)	768
Utilities	200	51	149	133
Capital outlay	-	-	-	-
Miscellaneous	1,975	2,892	(917)	2,174
	<u>\$ 41,625</u>	<u>\$ 45,796</u>	<u>\$ (4,171)</u>	<u>\$ 36,727</u>

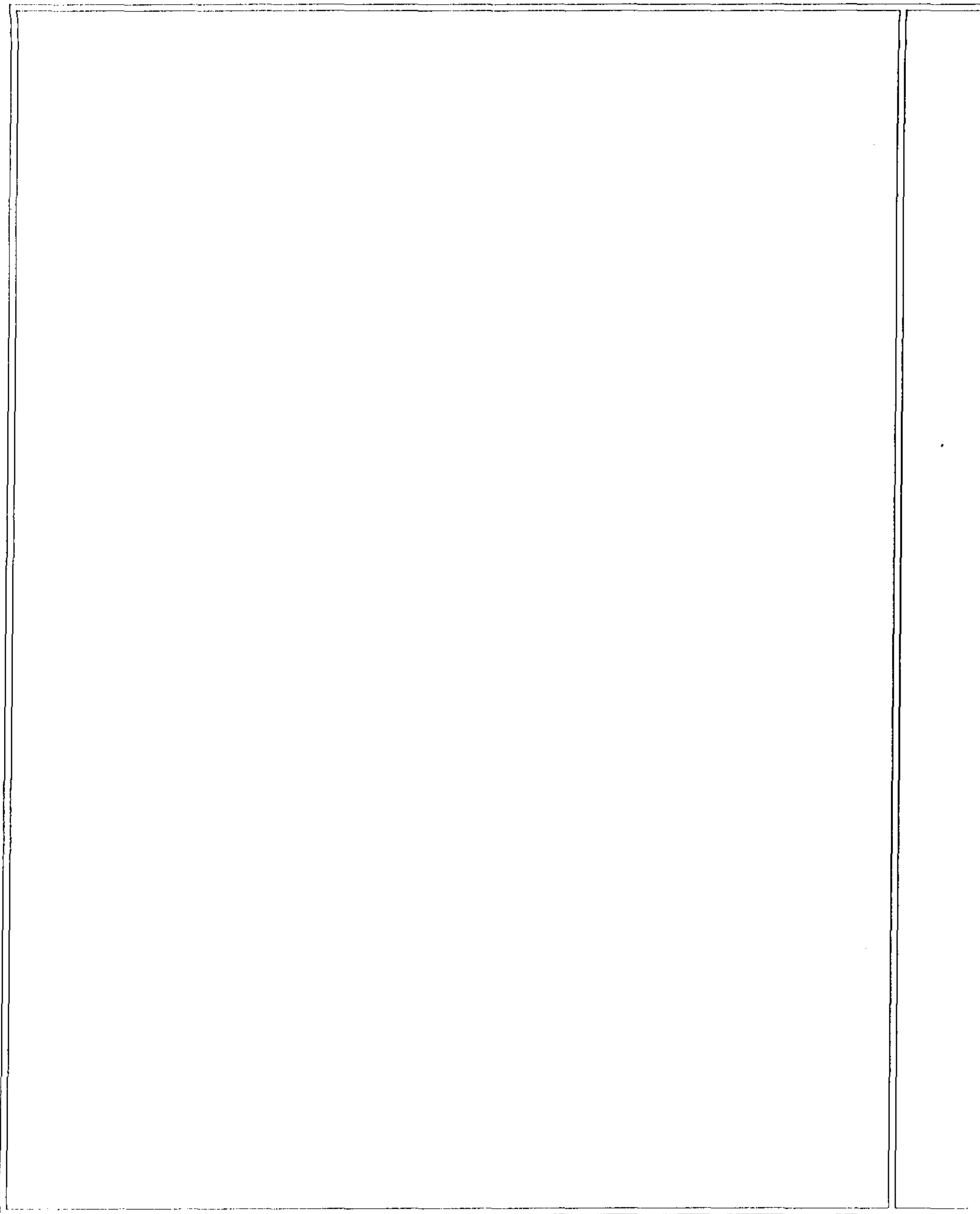
See Notes To Financial Statements

CITY OF RAYNE, LOUISIANA  
GENERAL FUND  
STATEMENT OF EXPENDITURES, COMPARED TO BUDGET (GAAP BASIS)  
Year Ended September 30, 1999

With Comparative Actual Amounts for Year Ended September 30, 1998

	1999		Variance-- Favorable (Unfavorable)	1998
	Budget	Actual		Actual
Public Safety: (Continued)				
Civil Defense	\$ 2,176	\$ 2,154	\$ 22	\$ 2,928
Total Public Safety	\$ 826,831	\$ 851,572	\$ (24,741)	\$ 864,604
Public Works:				
Salaries	\$ 257,950	\$ 273,588	\$ (15,638)	\$ 260,363
Street maintenance materials	35,500	27,776	7,724	67,338
Chemicals and supplies	6,418	6,894	(476)	6,102
Building and ground maintenance	7,600	6,987	613	6,337
Truck and tractor maintenance	102,396	105,690	(3,294)	67,922
Street lighting	32,000	32,000	-	31,319
Uniforms	8,760	8,987	(227)	7,141
Engineering Fees	-	-	-	-
Bridges and culverts	1,410	1,055	355	2,511
Utilities	5,100	5,255	(155)	5,183
Miscellaneous	4,100	4,995	(895)	993
Equipment rentals	13,700	19,408	(5,708)	9,826
Capital outlay	30,000	21,321	8,679	61,596
Total Public Works	\$ 504,934	\$ 513,956	\$ (9,022)	\$ 526,631
Culture and Recreation:				
Salaries	\$ 88,839	\$ 93,732	\$ (4,893)	\$ 96,705
Miscellaneous	10,703	10,612	91	8,523
Engineering Fee	16,000	14,777		
Upkeep of building and grounds	14,927	21,585	(6,658)	29,835
Utilities	35,435	41,447	(6,012)	40,143
Janitorial supplies	10,267	8,375	1,892	8,291
Capital outlay	71,880	69,721	2,159	49,997
Equipment maintenance & Rental	8,140	11,372	(3,232)	7,068
Total Culture and Recreation	\$ 256,191	\$ 271,621	\$ (15,430)	\$ 240,562
Total Expenditures	\$ 2,376,336	\$ 2,422,833	\$ (46,497)	\$ 2,330,942

See Notes To Financial Statements



## **SPECIAL REVENUE FUNDS**

**Sales Tax Fund**--to account for the collection and disbursement of the City's two percent (2%) sales and use tax.

**Youth Recreation Fund**--to account for the monies used in the daily operation of the City's parks.

**Section 8--Housing Assistance Fund**--to account for the administration of the housing assistance program funded by the Department of Housing and Urban Development.

**LCDBG**--to account for a grant received from the state of Louisiana for the purpose of Polk Street improvement.

CITY OF RAYNE, LOUISIANA  
ALL SPECIAL REVENUE FUNDS

COMBINING BALANCE SHEET  
Year Ended September 30, 1999

With Comparative Actual Amounts for Year Ended September 30, 1998

	<u>Sales Tax Fund</u>	<u>Youth Recreation Fund</u>
<b>ASSETS</b>		
Cash	\$ 282,595	\$ 15,214
Investments, at cost	-	562
Inventory	-	485
Due from other funds	-	-
Accrued interest receivable	-	-
	<hr/>	<hr/>
Total Assets	<u>\$ 282,595</u>	<u>\$ 16,261</u>
 <b>LIABILITIES AND FUND BALANCE</b>		
<b>LIABILITIES</b>		
Accounts payable	\$ 33,465	\$ 6,415
Accrued payroll liabilities	856	-
Due to other funds	-	-
Deferred revenues	-	-
Due to Department of Housing and Urban Development	-	-
	<hr/>	<hr/>
Total Liabilities	<u>\$ 34,321</u>	<u>\$ 6,415</u>
<b>FUND BALANCE (DEFICIT)</b>	<u>\$ 248,274</u>	<u>\$ 9,846</u>
 Total Liabilities and Fund Balance	 <u>\$ 282,595</u>	 <u>\$ 16,261</u>

See Notes to Financial Statements



Section 8 Housing Assistance Fund	LCDBG Fund	Sept. 30, 1999	Sept. 30, 1998
\$ 80,354	\$ -	\$ 378,163	\$ 251,311
-	-	562	162
-	-	485	-
18	-	18	229
-	-	-	-
<u>\$ 80,372</u>	<u>\$ -</u>	<u>\$ 379,228</u>	<u>\$ 251,702</u>
\$ 568	\$ -	40,448	\$ 36,009
882	-	1,738	1,884
-	-	-	-
3,898	-	3,898	21,439
-	-	-	-
<u>54,857</u>	<u>-</u>	<u>54,857</u>	<u>68,030</u>
<u>\$ 60,205</u>	<u>\$ -</u>	<u>100,941</u>	<u>\$ 127,362</u>
<u>\$ 20,167</u>	<u>\$ -</u>	<u>278,287</u>	<u>\$ 124,340</u>
<u>\$ 80,372</u>	<u>\$ -</u>	<u>379,228</u>	<u>\$ 251,702</u>

CITY OF RAYNE, LOUISIANA  
ALL SPECIAL REVENUE FUNDS

COMBINED STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE  
Year Ended September 30, 1999

With Comparative Actual Amounts for Year Ended September 30, 1998

	Sales Tax Fund	Youth Recreation Fund
Revenues:		
Taxes	\$ 1,239,473	\$ 82,401
Intergovernmental revenue	-	-
Charges for services	-	27,988
Interest on investments	13,174	400
Miscellaneous	7,583	10,975
Total revenue	<u>\$ 1,260,230</u>	<u>\$ 121,764</u>
Expenditures:		
Current--		
General government	\$ 43,246	\$ -
Public safety	-	-
Culture and recreation	-	132,216
Urban redevelopment and housing	-	-
Total expenditures	<u>\$ 43,246</u>	<u>\$ 132,216</u>
Excess (deficiency) of revenues over expenditures	<u>\$ 1,216,984</u>	<u>\$ (10,452)</u>
Other sources (uses):		
Operating transfers out	\$ (1,081,532)	\$ -
Operating transfers in	-	20,000
Total other sources (uses)	<u>\$ (1,081,532)</u>	<u>\$ 20,000</u>
Excess (deficiency) of revenues and other sources over expenditures and other uses	<u>\$ 135,452</u>	<u>\$ 9,548</u>
Fund balance (deficit), beginning of year	112,822	298
Transfer of Equity	-	-
Prior Period Adjustment	-	-
Fund balance (deficit), end of year	<u>\$ 248,274</u>	<u>\$ 9,846</u>

See Notes to Financial Statements

Section 8 Housing Assistance Fund	LCDBG Fund	Sept. 30, 1999	Sept. 30, 1998
\$ -	\$ -	\$ 1,321,874	\$ 1,228,578
205,075	317,189	522,264	513,909
-	-	27,988	27,141
2,533	-	16,107	14,248
-	-	18,558	15,005
<u>\$ 207,608</u>	<u>\$ 317,189</u>	<u>1,906,791</u>	<u>1,798,881</u>
\$ -	\$ -	43,246	44,060
-	-	-	-
-	-	132,216	146,678
199,662	317,189	516,851	511,916
<u>\$ 199,662</u>	<u>\$ 317,189</u>	<u>692,313</u>	<u>702,654</u>
<u>\$ 7,946</u>	<u>\$ -</u>	<u>1,214,478</u>	<u>1,096,227</u>
\$ -	\$ -	\$ (1,081,532)	\$ (1,291,586)
-	-	20,000	10,000
<u>\$ -</u>	<u>\$ -</u>	<u>(1,061,532)</u>	<u>\$ (1,281,586)</u>
\$ 7,946	\$ -	\$ 152,946	\$ (185,359)
11,220	-	124,340	311,006
-	-	-	-
1,001	-	1,001	(1,307)
<u>\$ 20,167</u>	<u>\$ -</u>	<u>278,287</u>	<u>\$ 124,340</u>

CITY OF RAYNE, LOUISIANA  
SPECIAL REVENUE FUNDS  
SALES TAX FUND

COMPARATIVE BALANCE SHEET  
September 30, 1999 and 1998

	1999	1998
<b>ASSETS</b>		
Cash	\$ 282,595	\$ 147,288
Total Assets	\$ 282,595	\$ 147,288
<b>LIABILITIES AND FUND BALANCE</b>		
Accounts payable	\$ 33,465	\$ 33,465
Accrued Payroll Liabilities	856	1,001
Total Liabilities	\$ 34,321	\$ 34,466
<b>FUND BALANCE</b>	\$ 248,274	\$ 112,822
Total Liabilities and Fund Balance	\$ 282,595	\$ 147,288

See Notes To Financial Statements

CITY OF RAYNE, LOUISIANA  
SPECIAL REVENUE FUNDS  
SALES TAX FUND

STATEMENT OF REVENUES, EXPENDITURES, AND  
CHANGES IN FUND BALANCE--BUDGET (GAAP BASIS) AND ACTUAL  
Year Ended September 30, 1999

With Comparative Actual Amounts for Year Ended September 30, 1998

	1999		Variance-- Favorable (Unfavorable)	1998
	Budget	Actual		Actual
Revenues:				
Taxes--				
Sales tax collections	\$ 1,220,000	\$ 1,239,473	\$ 19,473	\$ 1,147,346
Less fees and adjustments	-	(18,596)	(18,596)	(21,207)
Interest on investments	12,000	13,174	1,174	12,154
Miscellaneous income	-	7,583	7,583	-
Total revenues	<u>\$ 1,232,000</u>	<u>\$ 1,241,634</u>	<u>\$ 9,634</u>	<u>\$ 1,138,293</u>
Expenditures:				
Current--				
General government--				
Salaries	20,260	19,144	1,116	18,944
Insurance	225	1,046	(821)	-
Payroll taxes	1,700	1,520	180	1,544
Administrative charge-- retirement system	600	756	(156)	565
Miscellaneous	1,800	2,184	(384)	1,800
Total expenditures	<u>\$ 24,585</u>	<u>\$ 24,650</u>	<u>\$ (65)</u>	<u>\$ 22,853</u>
Excess of revenues over expenditures	<u>\$ 1,207,415</u>	<u>\$ 1,216,984</u>	<u>\$ 9,569</u>	<u>\$ 1,115,440</u>
Other sources (uses):				
Operating transfer (out)--				
General Fund	\$ (680,000)	\$ (680,000)	\$ -	\$ (650,000)
Refunding Bonds	(377,100)	(377,088)	12	(615,215)
Sewer Bonds	(24,550)	(24,444)	106	(26,371)
Total other sources (uses)	<u>\$ (1,081,650)</u>	<u>\$ (1,081,532)</u>	<u>\$ 118</u>	<u>\$ (1,291,586)</u>
Excess (deficiency) of revenues and other sources over expenditures and other uses	<u>\$ 125,765</u>	<u>\$ 135,452</u>	<u>\$ 9,687</u>	<u>\$ (176,146)</u>
Fund balance, beginning of year	<u>112,822</u>	<u>112,822</u>	<u>-</u>	<u>288,968</u>
Fund balance, end of year	<u><u>\$ 238,587</u></u>	<u><u>\$ 248,274</u></u>	<u><u>\$ 9,687</u></u>	<u><u>\$ 112,822</u></u>

See Notes To Financial Statements

CITY OF RAYNE, LOUISIANA  
SPECIAL REVENUE FUNDS  
YOUTH RECREATION FUND

COMPARATIVE BALANCE SHEET  
September 30, 1999 and 1998

ASSETS	<u>1999</u>	<u>1998</u>
Cash	\$ 15,214	\$ 16,286
Investments	562	255
Inventory - Concession	485	-
	<u>16,261</u>	<u>16,541</u>
<b>Total Assets</b>	<b>\$ 16,261</b>	<b>\$ 16,541</b>
 <b>LIABILITIES AND FUND BALANCE</b>		
<b>LIABILITIES</b>		
Accounts Payable	\$ 6,415	\$ 3,650
	<u>6,415</u>	<u>3,650</u>
<b>Total Liabilities</b>	<b>\$ 6,415</b>	<b>\$ 3,650</b>
<b>FUND BALANCE (DEFICIT)</b>		
	<u>9,846</u>	<u>12,891</u>
<b>Total Liabilities and Fund Balance</b>	<b>\$ 16,261</b>	<b>\$ 16,541</b>

See Notes To Financial Statements

CITY OF RAYNE, LOUISIANA  
SPECIAL REVENUE FUNDS  
YOUTH RECREATION FUND

STATEMENT OF REVENUES, EXPENDITURES, AND  
CHANGES IN FUND BALANCE--BUDGET (GAAP BASIS) AND ACTUAL  
Year Ended September 30, 1999  
With Comparative Actual Amounts for Year Ended September 30, 1998

	1999		Variance-- Favorable (Unfavorable)	1998
	Budget	Actual		Actual
<b>Revenues:</b>				
Taxes--ad valorem	\$ 82,000	\$ 82,401	\$ 401	\$ 81,232
Grant Proceeds	-	-	-	-
Charges for services				
Concession stand	20,000	17,678	(2,322)	19,146
Youth athletic program	10,000	10,310	310	7,995
Interest on investments	425	400	(25)	707
Miscellaneous income	8,000	10,975	2,975	15,005
<b>Total Revenues</b>	<b>\$ 120,425</b>	<b>\$ 121,764</b>	<b>\$ 1,339</b>	<b>\$ 124,085</b>
<b>Current--</b>				
<b>Culture and recreation</b>				
Salaries	\$ -	\$ 4,770	\$ (4,770)	\$ -
Labor	7,500	20,087	(12,587)	18,922
Engineering Fees	1,000	1,334	(334)	7,240
Insurance	3,200	300	2,900	4,573
Repairs and maintenance	9,500	10,948	(1,448)	3,726
Youth basketball	7,228	4,017	3,211	7,228
Youth baseball	32,000	24,381	7,619	31,878
Youth football	5,000	8,623	(3,623)	5,797
Umpires	9,000	6,010	2,990	8,606
Youth Camp	7,100	320	6,780	7,006
Material and supplies	1,000	2,310	(1,310)	1,318
Utilities	7,100	10,408	(3,308)	7,999
Equipment rental	1,500	2,509	(1,009)	1,880
Miscellaneous	2,200	3,173	(973)	3,465
Concession expense	15,000	14,940	60	11,798
Capital outlay	20,000	18,086	1,914	25,242
<b>Total expenditures</b>	<b>\$ 128,328</b>	<b>\$ 132,216</b>	<b>\$ (3,888)</b>	<b>\$ 146,678</b>
<b>Excess (deficiency) of revenues over expenditures</b>	<b>\$ (7,903)</b>	<b>\$ (10,452)</b>	<b>\$ (2,549)</b>	<b>\$ (22,593)</b>
<b>Other sources (uses)</b>				
Operating transfer (in)				
General Fund	20,000	20,000	-	10,000
<b>Excess (deficiency) of revenues and other sources over expenditures and other uses</b>	<b>\$ 12,097</b>	<b>\$ 9,548</b>	<b>\$ (2,549)</b>	<b>\$ (12,593)</b>
<b>Fund balance (deficit), beginning of year</b>	<b>298</b>	<b>298</b>	<b>\$ -</b>	<b>12,891</b>
<b>Fund balance (deficit), end of year</b>	<b>\$ 12,395</b>	<b>\$ 9,846</b>	<b>\$ (2,549)</b>	<b>\$ 298</b>

See Notes To Financial Statements

CITY OF RAYNE, LOUISIANA  
SPECIAL REVENUE FUNDS  
SECTION 8 HOUSING ASSISTANCE FUND

COMPARATIVE BALANCE SHEET  
September 30, 1999 and 1998

	1999	1998
<b>ASSETS</b>		
Cash	\$ 80,354	\$ 102,835
Due from General Fund	18	229
<b>Total Assets</b>	<b>\$ 80,372</b>	<b>\$ 103,064</b>
 <b>LIABILITIES AND FUND BALANCE</b>		
<b>LIABILITIES</b>		
Accounts payable	\$ 568	\$ 1,492
Accrued payroll liabilities	882	883
Deferred revenues	3,898	21,439
Due to Department of Housing and Urban Development	54,857	68,030
<b>Total Liabilities</b>	<b>\$ 60,205</b>	<b>\$ 91,844</b>
<b>FUND BALANCE (DEFICIT)</b>	<b>20,167</b>	<b>11,220</b>
<b>Total Liabilities and Fund Balance</b>	<b>\$ 80,372</b>	<b>\$ 103,064</b>

See Notes To Financial Statements



CITY OF RAYNE, LOUISIANA  
SPECIAL REVENUE FUNDS  
SECTION 8--HOUSING ASSISTANCE FUND

STATEMENT OF REVENUES, EXPENDITURES, AND  
CHANGES IN FUND BALANCE--BUDGET (GAAP BASIS) AND ACTUAL  
Year Ended September 30, 1999

With Comparative Actual Amounts for Year Ended September 30, 1998

	1999		Variance-- Favorable (Unfavorable)	1998
	Budget	Actual		Actual
<b>Revenues:</b>				
Intergovernmental revenues--				
Grant from Federal Government	\$ 168,000	\$ 205,075	\$ 37,075	\$ 190,056
Interest on investments	1,200	2,533	1,333	1,387
Other income	-	-	-	-
Total revenues	<u>\$ 169,200</u>	<u>\$ 207,608</u>	<u>\$ 38,408</u>	<u>\$ 191,443</u>
<b>Expenditures:</b>				
Current--				
Urban redevelopment and housing--				
Salaries	\$ 18,900	\$ 18,108	\$ 792	\$ 17,824
Professional fees	-	1,141	(1,141)	4,788
Office rent	-	-	-	-
Office supplies	200	745	(545)	429
Meeting expense	200	430	(230)	60
Miscellaneous	1,100	705	395	1,027
Capital outlay	2,100	-	2,100	-
Payroll taxes	1,350	1,269	81	1,272
Car expense	2,000	1,610	390	1,517
Auditing fees	2,000	2,000	-	-
Utility assistance	5,280	5,442	(162)	5,833
Group insurance	4,500	4,235	265	4,235
Utilities	550	-	550	-
Housing assistance	161,400	163,977	(2,577)	149,356
Total expenditures	<u>\$ 199,580</u>	<u>\$ 199,662</u>	<u>\$ (82)</u>	<u>\$ 186,341</u>
Excess of revenues over expenditures	\$ (30,380)	\$ 7,946	\$ 38,326	\$ 5,102
Fund balance (deficit), beginning of year	11,220	11,220	-	7,425
Prior Period Adjustment	-	1,001	1,001	(1,307)
Fund balance (deficit), end of year	<u>\$ (19,160)</u>	<u>\$ 20,167</u>	<u>\$ 39,327</u>	<u>\$ 11,220</u>

See Notes To Financial Statements

CITY OF RAYNE, LOUISIANA  
 SPECIAL REVENUE FUNDS  
 LCDBG FUND

BALANCE SHEET  
 September 30, 1999 and 1998

	<u>1999</u>	<u>1998</u>
<b>ASSETS</b>		
Cash	<u>\$ -</u>	<u>\$ -</u>
Total Assets		
<b>LIABILITIES AND FUND BALANCE</b>		
FUND BALANCE (DEFICIT)	<u>\$ -</u>	<u>\$ -</u>
Total Liabilities and Fund Balance	<u>\$ -</u>	<u>\$ -</u>

See Notes To Financial Statements

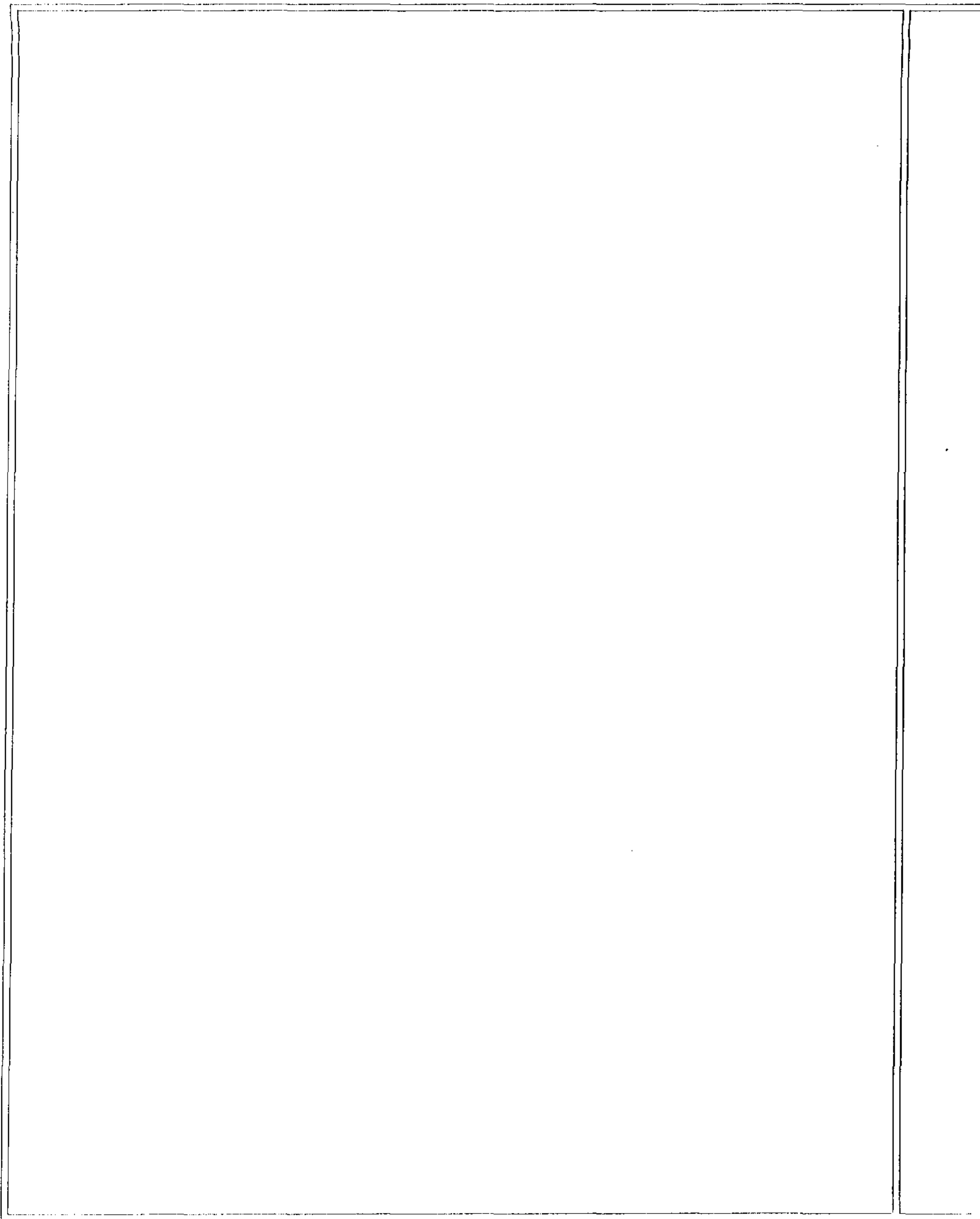
CITY OF RAYNE, LOUISIANA  
SPECIAL REVENUE FUNDS  
LCDBG FUND

STATEMENT OF REVENUE, EXPENDITURES, AND  
CHANGES IN FUND BALANCE--BUDGET (GAAP BASIS) AND ACTUAL  
Year Ended September 30, 1999

With Comparative Actual Amounts for Year Ended September 30, 1998

	1999		Variance-- Favorable (Unfavorable)	1998
	Budget	Actual		Actual
<b>Revenues:</b>				
Intergovernmental revenues--				
Grant from State Government	\$ -	\$ 317,189	\$ 317,189	\$ 323,853
<b>Expenditures:</b>				
Current--				
Urban redevelopment and housing--				
Management fees	\$ -	\$ 15,550	\$ (15,550)	\$ 22,137
Engineering fees	-	69,838	(69,838)	19,830
Capital outlay	-	231,603	(231,603)	282,870
Miscellaneous	-	198	(198)	738
Total Expenditures	\$ -	\$ 317,189	\$ (317,189)	\$ 325,575
Excess (deficiency) of revenues over expenditures	\$ -	\$ -	\$ -	\$ (1,722)
Fund balance, beginning of year	\$ -	\$ -	\$ -	\$ 1,722
Fund balance, end of year	\$ -	\$ -	\$ -	\$ -

See Notes To Financial Statements



**DEBT SERVICE FUNDS**

To accumulate monies for payment of two  
bond issues of the City.

CITY OF RAYNE, LOUISIANA  
DEBT SERVICE FUNDS

COMBINING BALANCE SHEET  
Year Ended September 30, 1999

With Comparative Actual Amounts for Year Ended September 30, 1998

	Sales Tax Refunding Bonds Series 1999	Certificates of Indebtedness 03/01/1996
	<u>                    </u>	<u>                    </u>
<b>ASSETS</b>		
Equity in cash expense fund	\$ -	\$ -
Due from other funds	116,755	-
Receivable	31,424	-
Investments, at cost	136,989	23
Total assets	<u>\$ 285,168</u>	<u>\$ 23</u>
<b>FUND BALANCE</b>		
Designated for debt service	<u>\$ 285,168</u>	<u>\$ 23</u>

See Notes To Financial Statements

Totals	
Sept. 30, 1999	Sept. 30, 1998
\$ .	\$ -
116,755	116,755
31,424	31,424
137,012	132,561
<u>\$ 285,191</u>	<u>\$ 280,740</u>
 <u>\$ 285,191</u>	 <u>\$ 280,740</u>

CITY OF RAYNE, LOUISIANA  
DEBT SERVICE FUNDS

COMBINING STATEMENT OF REVENUES, EXPENDITURES  
AND CHANGES IN FUND BALANCES  
Year Ended September 30, 1999

With Comparative Actual Amounts for Year Ended September 30, 1998

	<u>Sales Tax Refunding Bonds Series 1998</u>	<u>Certificates of Indebtedness 03/01/1997</u>
<b>Revenues:</b>		
Ad valorem taxes	\$ -	\$ -
Interest on investments	4,583	-
Total revenues	<u>\$ 4,583</u>	<u>\$ -</u>
<b>Expenditures:</b>		
Debt service--		
Bonds paid	\$ 338,540	\$ 18,208
Interest coupons paid	38,540	6,356
Miscellaneous	20	-
Total expenditures	<u>\$ 377,100</u>	<u>\$ 24,564</u>
Excess (deficiency) of revenues over expenditures	<u>\$ (372,517)</u>	<u>\$ (24,564)</u>
<b>Other sources (uses):</b>		
Operating transfers in--		
Sales Tax Fund	\$ 377,088	\$ 24,444
Unemployment Compensation Fund	-	-
Certificate of indebtedness	-	-
Bond Proceeds - new debt	-	-
Operating Transfers out	-	-
Refunding Bonds	-	-
Deposit to escrow account	-	-
Issuance costs - new debt	-	-
Total other sources (uses)	<u>\$ 377,088</u>	<u>24,444</u>
Excess (deficiency) of revenues and other sources (uses) over expenditures	\$ 4,571	\$ (120)
Fund balance, beginning of year	280,597	143
Prior Period Adjustment	<u>-</u>	<u>-</u>
Fund balance, end of year	<u>\$ 285,168</u>	<u>\$ 23</u>

See Notes To Financial Statements



Totals	
Sept. 30, 1999	Sept. 30, 1998
\$ -	\$ -
4,583	7,689
<u>\$ 4,583</u>	<u>\$ 7,689</u>
\$ 356,748	\$ 137,070
44,896	129,817
20	428
<u>\$ 401,664</u>	<u>\$ 267,315</u>
\$ (397,081)	\$ (259,626)
\$ 401,532	\$ 641,586
-	100,000
-	47,412
-	1,760,000
-	(47,413)
-	(2,426,908)
-	(39,565)
<u>\$ 401,532</u>	<u>\$ 35,112</u>
\$ 4,451	\$ (224,514)
280,740	509,478
-	(4,224)
<u>\$ 285,191</u>	<u>\$ 280,740</u>

CITY OF RAYNE, LOUISIANA  
DEBT SERVICE FUNDS

STATEMENT OF REVENUES, EXPENDITURES, AND  
CHANGES IN FUND BALANCE--BUDGET (GAAP BASIS) AND ACTUAL  
Year Ended September 30, 1999

	Sales Tax - Refunding Bonds--Series 1999		
	Budget	Actual	Variance-- Favorable (Unfavorable)
Revenues:			
Ad valorem taxes	\$ -	\$ -	\$ -
Interest on investments	3,000	4,583	1,583
Total revenues	<u>\$ 3,000</u>	<u>\$ 4,583</u>	<u>\$ 1,583</u>
Expenditures:			
Debt Service--			
Bonds paid	\$ 300,000	\$ 338,540	\$ (38,540)
Interest coupons paid	77,080	38,540	38,540
Paying agent fees	-	20	(20)
Total Expenditures	<u>\$ 377,080</u>	<u>\$ 377,100</u>	<u>\$ (20)</u>
Excess (deficiency) of revenues over expenditures	<u>\$ (374,080)</u>	<u>\$ (372,517)</u>	<u>\$ 1,563</u>
Other sources:			
Operating transfer in--			
Sales Tax Fund	\$ 377,100	\$ 377,088	\$ (12)
Unemployment fund	-	-	-
Certificates of indebtedness	-	-	-
Bond proceeds - new debt	-	-	-
Operating transfers out --			
Refunding bonds	-	-	-
Deposit to escrow account	-	-	-
Issuance costs - new debt	-	-	-
Total Other Sources (uses)	<u>\$ 377,100</u>	<u>\$ 377,088</u>	<u>\$ (12)</u>
Excess of revenues and other sources (uses) over expenditures	\$ 3,020	\$ 4,571	\$ 1,551
Fund balance, beginning of year	280,597	280,597	-
Prior Period Adjustment	-	-	-
Fund balance, end of year	<u>\$ 283,617</u>	<u>\$ 285,168</u>	<u>\$ 1,551</u>

See Notes To Financial Statements

Certificates of Indebtedness--03/01/96

Budget	Actual	Variance Favorable (Unfavorable)
\$ -	\$ -	\$ -
800	-	(800)
<u>\$ 800</u>	<u>\$ -</u>	<u>\$ (800)</u>
\$ 18,200	\$ 18,208	\$ (8)
6,350	6,356	(6)
-	-	-
<u>\$ 24,550</u>	<u>\$ 24,564</u>	<u>\$ (14)</u>
<u>\$ (23,750)</u>	<u>\$ (24,564)</u>	<u>\$ (814)</u>
\$ 24,550	\$ 24,444	(106)
-	-	-
-	-	-
-	-	-
-	-	-
-	-	-
<u>\$ 24,550</u>	<u>\$ 24,444</u>	<u>\$ (106)</u>
\$ 800	\$ (120)	\$ (920)
143	143	-
-	-	-
<u>\$ 943</u>	<u>\$ 23</u>	<u>\$ (920)</u>

(Continued)

See Notes To Financial Statements

CITY OF RAYNE, LOUISIANA  
DEBT SERVICE FUNDS

STATEMENTS OF REVENUES, EXPENDITURES, AND  
CHANGES IN FUND BALANCE--BUDGET (GAAP BASIS) AND ACTUAL (CONTINUED)  
Year Ended September 30, 1999

	Totals		Variance-- Favorable (Unfavorable)
	Budget	Actual	
Revenues:			
Ad valorem taxes	\$ -	\$ -	\$ -
Interest on investments	3,800	4,583	783
Total Revenues	<u>\$ 3,800</u>	<u>\$ 4,583</u>	<u>\$ 783</u>
Expenditures:			
Debt service--			
Bonds paid	\$ 318,200	\$ 356,748	\$ (38,548)
Interest coupons paid	83,430	44,896	38,534
Paying agent fees	-	20	(20)
Total Expenditures	<u>\$ 401,630</u>	<u>\$ 401,664</u>	<u>\$ (34)</u>
Excess (deficiency) of Revenues over Expenditures	<u>\$ (397,830)</u>	<u>\$ (397,081)</u>	<u>\$ 749</u>
Other sources:			
Operating transfer in--			
Sales Tax Fund	\$ 401,650	\$ 401,532	\$ (118)
Unemployment Fund	-	-	-
Certificates of indebtedness	-	-	-
Bond Proceeds - new debit	-	-	-
Operating transfers out - -			
Refunding Bonds	-	-	-
Deposit to Escrow Account	-	-	-
Issuance costs - new debit	-	-	-
Total Other Sources (uses)	<u>\$ 401,650</u>	<u>\$ 401,532</u>	<u>\$ (118)</u>
Excess of Revenues and Other Sources over Expenditures	\$ 3,820	\$ 4,451	\$ 631
Fund Balance, beginning of year	280,740	280,740	-
Prior Period Adjustment	-	-	-
Fund balance, end of year	<u>\$ 284,560</u>	<u>\$ 285,191</u>	<u>\$ 631</u>

See Notes To Financial Statements

## **ENTERPRISE FUND**

**City Water and Light Plant Fund (Utility Fund)**--to account for the provision of electricity and water services to the residents of the City and some residents of the Parish. All activities necessary to provide such services are accounted for in this fund, including, but not limited to, administrative, maintenance, financing and related debt service, and billing and collection.

**Sanitation Fund (Sewer Fund)**--to account for the provision of waste water treatment services to the residents of the City and some residents of the Parish. All activities necessary to provide such services are accounted for in this fund, including, but not limited to, administration, maintenance, financing and related debt service, billing and collection.

CITY OF RAYNE, LOUISIANA  
ENTERPRISE FUND

COMBINING BALANCE SHEET  
September 30, 1999 and 1998

ASSETS	<u>UTILITY FUND</u>	<u>SANITATION FUND</u>
<b>CURRENT ASSETS</b>		
Cash	\$ 817,147	\$ 80,871
Accounts receivable, Net	771,674	120,657
Due from other funds	-	-
Other receivables	2,890	41,375
Investments	63,511	281,754
Inventories--supplies (at cost)	174,644	-
Prepaid expenses	9,312	-
Total Current Assets	<u>\$ 1,839,178</u>	<u>\$ 524,657</u>
<b>RESTRICTED ASSETS</b>		
Bond reserve fund:		
Investments, at cost	\$ -	\$ 494,228
Bond depreciation and contingency fund:		
Investments, at cost	-	75,000
Customers' deposits:		
Cash	9,159	-
Investments, at cost	266,160	-
Total restricted assets	<u>\$ 275,319</u>	<u>\$ 569,228</u>
<b>PLANT AND EQUIPMENT, at cost, net of accumulated depreciation</b>	\$ 3,120,468	\$ 5,050,474
Land	-	500,000
Construction in progress	-	780,746
Total Plant and Equipment	<u>\$ 3,120,468</u>	<u>\$ 6,331,220</u>
<b>IDLE PLANT FACILITY, at cost, net of accumulated depreciation</b>	\$ 442,704	\$ -
Total Assets	<u>\$ 5,677,669</u>	<u>\$ 7,425,105</u>

See Notes To Financial Statements

TOTALS	
September 30, 1999	September 30, 1998
\$ 898,018	\$ 475,769
892,331	851,427
-	-
44,265	154
345,265	340,729
174,644	169,636
9,312	29,892
<u>\$ 2,363,835</u>	<u>\$ 1,867,607</u>
\$ 494,228	\$ 492,625
75,000	75,000
9,159	3,455
266,160	260,791
<u>\$ 844,547</u>	<u>\$ 831,871</u>
\$ 8,170,942	\$ 8,509,501
500,000	500,000
780,746	-
<u>\$ 9,451,688</u>	<u>\$ 9,009,501</u>
<u>\$ 442,704</u>	<u>\$ 510,326</u>
<u>\$ 13,102,774</u>	<u>\$ 12,219,305</u>

CITY OF RAYNE, LOUISIANA  
ENTERPRISE FUND

COMBINING BALANCE SHEET  
September 30, 1999 and 1998

LIABILITIES AND FUND EQUITY	UTILITY	SANITATION
<b>CURRENT LIABILITIES (payable from current assets)</b>		
Accounts payable	\$ 439,621	\$ 55,517
Sales tax payable	21,340	-
Accrued payroll	21,134	4,157
Accrued vacation pay	26,285	6,524
Retainage payable	-	6,000
Due to other funds	116,755	-
	\$ 625,135	\$ 72,198
<b>CURRENT LIABILITIES (payable from restricted assets)</b>		
Revenue bonds payable (due 3/01)	\$ -	\$ 275,000
Customers' deposits	273,908	-
	\$ 273,908	\$ 275,000
<b>Total Current Liabilities</b>	<b>\$ 899,043</b>	<b>\$ 347,198</b>
<b>LONG-TERM LIABILITIES</b>		
General obligation bonds	\$ 390,073	\$ 380,000
Revenue bonds payable	-	5,277,506
<b>Total Long-Term Liabilities</b>	<b>\$ 390,073</b>	<b>\$ 5,657,506</b>
<b>Total Liabilities</b>	<b>\$ 1,289,116</b>	<b>\$ 6,004,704</b>
<b>FUND EQUITY</b>		
<b>Contributed capital:</b>		
Contributions from Municipality	\$ 616,313	\$ -
Contributions from Federal Government	210,277	-
Contributions from State Government	49,524	-
	\$ 876,114	\$ -
<b>Retained earnings:</b>		
Reserved for revenue bond retirement	\$ -	\$ 494,228
Reserved for revenue bond contingency	-	75,000
Unreserved	3,512,439	851,173
	\$ 3,512,439	\$ 1,420,401
<b>Total Fund Equity</b>	<b>\$ 4,388,553</b>	<b>\$ 1,420,401</b>
<b>Total Liabilities and Fund Equity</b>	<b>\$ 5,677,669</b>	<b>\$ 7,425,105</b>

See Notes To Financial Statements



TOTALS	
September 30, 1999	September 30, 1998
\$ 495,138	\$ 450,296
21,340	22,463
25,291	19,598
32,809	32,624
6,000	6,000
116,755	116,755
<u>\$ 697,333</u>	<u>\$ 647,736</u>
\$ 275,000	\$ 270,000
273,908	263,204
<u>\$ 548,908</u>	<u>\$ 533,204</u>
\$ 1,246,241	\$ 1,180,940
\$ 770,073	\$ 871,865
5,277,506	4,664,843
<u>\$ 6,047,579</u>	<u>\$ 5,536,708</u>
\$ 7,293,820	\$ 6,717,648
\$ 616,313	\$ 616,313
210,277	210,277
49,524	49,524
<u>\$ 876,114</u>	<u>\$ 876,114</u>
\$ 494,228	\$ 492,625
75,000	75,000
4,363,612	4,057,918
<u>\$ 4,932,840</u>	<u>\$ 4,625,543</u>
\$ 5,808,954	\$ 5,501,657
<u>\$ 13,102,774</u>	<u>\$ 12,219,305</u>

CITY OF RAYNE, LOUISIANA  
ENTERPRISE FUND

UTILITY FUND  
COMPARATIVE BALANCE SHEET  
September 30, 1999 and 1998

ASSETS	1999	1998
<b>CURRENT ASSETS</b>		
Cash	\$ 817,147	\$ 432,652
Accounts receivable, net of allowance for uncollectable accounts (1999--\$121,775; 1998--\$109,981)	771,674	695,863
Other receivables	2,890	154
Investments	63,511	86,150
Inventories--supplies (at cost)	174,644	169,636
Prepaid expenses	9,312	29,892
Total current assets	\$ 1,839,178	\$ 1,414,347
<b>RESTRICTED ASSETS</b>		
Customers' deposits:		
Cash	\$ 9,159	\$ 3,455
Investments, at cost	266,160	260,791
Total restricted assets	\$ 275,319	\$ 264,246
<b>PLANT AND EQUIPMENT, at cost, net of accumulated depreciation (1999 - \$5,281,931; 1998 - \$4,982,719)</b>	<b>\$ 3,120,468</b>	<b>\$ 3,313,650</b>
<b>IDLE PLANT FACILITY, at cost, net of accumulated depreciation (1999 - \$ 2,843,447; 1998 - \$2,775,826)</b>	<b>\$ 442,704</b>	<b>\$ 510,326</b>
<b>Total Assets</b>	<b>\$ 5,677,669</b>	<b>\$ 5,502,569</b>

See Notes To Financial Statements

CITY OF RAYNE, LOUISIANA  
ENTERPRISE FUND

UTILITY FUND  
COMPARATIVE BALANCE SHEET  
September 30, 1999 and 1998

LIABILITIES AND FUND EQUITY	1999	1998
<b>CURRENT LIABILITIES (payable from current assets)</b>		
Accounts payable	\$ 439,621	\$ 433,740
Sales tax payable	21,340	22,463
Accrued payroll	21,134	16,324
Accrued vacation pay	26,285	30,050
Due to other funds	116,755	116,755
	\$ 625,135	\$ 619,332
<b>CURRENT LIABILITIES (payable from restricted assets)</b>		
Customers' deposits	273,908	263,204
	\$ 273,908	\$ 263,204
<b>Total Current Liabilities</b>	\$ 899,043	\$ 882,536
<b>LONG-TERM LIABILITIES</b>		
General obligation bonds	\$ 390,073	\$ 451,865
<b>Total Long-Term Liabilities</b>	\$ 390,073	\$ 451,865
<b>Total Liabilities</b>	\$ 1,289,116	\$ 1,334,401
<b>FUND EQUITY</b>		
<b>Contributed capital:</b>		
Contributions from municipality	\$ 616,313	\$ 616,313
Contributions from Federal Government	210,277	210,277
Contributions from State Government	49,524	49,524
	\$ 876,114	\$ 876,114
<b>Retained earnings:</b>		
Unreserved	3,512,439	3,292,054
	\$ 3,512,439	\$ 3,292,054
<b>Total Fund Equity</b>	\$ 4,388,553	\$ 4,168,168
<b>Total Liability and Fund Equity</b>	\$ 5,677,669	\$ 5,502,569

CITY OF RAYNE, LOUISIANA  
ENTERPRISE FUNDUTILITY FUND  
STATEMENT OF CHANGES IN RETAINED EARNINGS  
Years Ended September 30, 1999 and 1998

	<u>1999</u>	<u>1998</u>
Balance, beginning	\$ 3,292,054	\$ 3,138,792
Net Income (loss)	<u>220,385</u>	<u>153,262</u>
Balance, ending	<u>\$ 3,512,439</u>	<u>\$ 3,292,054</u>

See Notes To Financial Statements

CITY OF RAYNE, LOUISIANA  
ENTERPRISE FUND

UTILITY FUND  
STATEMENT OF REVENUE AND EXPENSES--BUDGET (GAAP BASIS) AND ACTUAL  
Year Ended September 30, 1999

With Comparative Actual Amounts for Year Ended September 30, 1998

	1999		Variance-- Favorable (Unfavorable)	1998
	Budget	Actual		Actual
<b>Operating Revenues:</b>				
Power customers	\$ 220,000	\$ 250,431	\$ 30,431	\$ 255,833
Residential	3,290,500	3,471,610	181,110	3,560,783
Commercial	1,604,500	1,797,379	192,879	1,669,660
Street lighting	32,000	32,000	-	31,000
Water revenue:	402,500	392,089	(10,411)	416,020
Fire hydrant rental	13,000	13,000	-	10,500
Delinquent charges	55,000	88,738	33,738	52,288
	<u>\$ 5,617,500</u>	<u>\$ 6,045,247</u>	<u>\$ 427,747</u>	<u>\$ 5,996,084</u>
Other operating revenue	165,740	168,366	2,626	134,607
<b>Total Operating Revenues</b>	<u>\$ 5,783,240</u>	<u>\$ 6,213,613</u>	<u>\$ 430,373</u>	<u>\$ 6,130,691</u>
<b>Operating Expenses:</b>				
Electric generating expense	\$ 3,112,300	\$ 3,282,276	\$ (169,976)	\$ 3,302,628
Electric distribution expense	274,150	288,519	(14,369)	262,422
Water department expense	241,025	243,660	(2,635)	216,754
Water treatment plant expense	145,500	171,023	(25,523)	137,687
Overhead expense	1,501,000	1,097,712	403,288	1,043,171
Warehouse expense	42,150	35,195	6,955	36,520
	<u>\$ 5,316,125</u>	<u>\$ 5,118,385</u>	<u>\$ 197,740</u>	<u>\$ 4,999,182</u>
<b>Total Operating Income</b>	<u>\$ 467,115</u>	<u>\$ 1,095,228</u>	<u>\$ 628,113</u>	<u>\$ 1,131,509</u>
<b>Non-Operating Revenues (expense)</b>	<u>502,251</u>	<u>25,157</u>	<u>(477,094)</u>	<u>21,753</u>
<b>Income before Operating Transfers</b>	<u>\$ 969,366</u>	<u>\$ 1,120,385</u>	<u>\$ 151,019</u>	<u>\$ 1,153,262</u>
<b>Other sources (uses):</b>				
Operating transfers out	\$ (900,000)	\$ (900,000)	\$ -	\$ (1,000,000)
<b>Total Other Sources</b>	<u>\$ (900,000)</u>	<u>\$ (900,000)</u>	<u>\$ -</u>	<u>\$ (1,000,000)</u>
<b>Net Income (Loss)</b>	<u>\$ 69,366</u>	<u>\$ 220,385</u>	<u>\$ 151,019</u>	<u>\$ 153,262</u>

See Notes To Financial Statements

CITY OF RAYNE, LOUISIANA  
ENTERPRISE FUND

UTILITY FUND  
STATEMENT OF OPERATING EXPENSES--BUDGET (GAAP BASIS) AND ACTUAL  
Year Ended September 30, 1999

With Comparative Actual Amounts for Year Ended September 30, 1998

	1999		Variance-- Favorable (Unfavorable)	1998
	Budget	Actual		Actual
Electric Generating Expense:				
Salaries	\$ 57,000	\$ 58,007	\$ (1,007)	\$ 58,655
Fuel	48,400	37,267	11,133	49,823
Repairs to generators	25,000	15,604	9,396	11,364
Purchased power	2,975,000	3,168,927	(193,927)	3,177,671
Small tools and supplies	1,300	295	1,005	828
Miscellaneous	5,600	2,176	3,424	4,287
	\$ 3,112,300	\$ 3,282,276	\$ (169,976)	\$ 3,302,628
Electric Distribution Expense:				
Salaries and wages	\$ 181,500	\$ 204,639	\$ (23,139)	\$ 169,739
Line maintenance	25,500	37,591	(12,091)	31,301
Street light maintenance	15,000	11,003	3,997	13,475
Meter maintenance	7,500	9,938	(2,438)	7,224
Maintenance equipment	4,400	7,031	(2,631)	2,763
Truck operation and maintenance	23,400	5,442	17,958	22,683
Tools and supplies	6,525	2,239	4,286	5,121
Uniforms	4,900	5,180	(280)	4,867
Miscellaneous	5,425	5,456	(31)	5,249
	\$ 274,150	\$ 288,519	\$ (14,369)	\$ 262,422
Water Department Expense:				
Salaries and wages	\$ 105,000	\$ 113,686	\$ (8,686)	\$ 97,914
Well maintenance	13,000	29,648	(16,648)	7,708
Line maintenance	25,000	25,460	(460)	24,127
Meter maintenance	14,000	14,060	(60)	13,775
Uniforms	4,000	5,702	(1,702)	4,173
Truck operation and maintenance	13,500	19,464	(5,964)	12,845
Engineering fees	-	4,591	(4,591)	-
Small tools and supplies	6,475	5,843	632	5,825
Chemicals	55,000	12,310	42,690	38,095
Miscellaneous	5,050	12,896	(7,846)	12,292
	\$ 241,025	\$ 243,660	\$ (2,635)	\$ 216,754

(continued)

CITY OF RAYNE, LOUISIANA  
ENTERPRISE FUND

UTILITY FUND  
STATEMENT OF OPERATING EXPENSES--BUDGET (GAAP BASIS) AND ACTUAL (CONTINUED)  
Year Ended September 30, 1999

With Comparative Actual Amounts for Year Ended September 30, 1998

	1999		Variance-- Favorable (Unfavorable)	1998
	Budget	Actual		Actual
<b>Water Treatment Plant:</b>				
Salaries	\$ 108,000	\$ 106,148	\$ 1,852	\$ 100,324
Chemicals	24,000	57,133	(33,133)	27,501
Tools and equipment maintenance	4,350	2,698	1,652	2,183
Building maintenance	2,425	2,377	48	2,090
Utilities	3,000	2,118	882	2,567
Miscellaneous	3,725	549	3,176	3,022
	<u>\$ 145,500</u>	<u>\$ 171,023</u>	<u>\$ (25,523)</u>	<u>\$ 137,687</u>
<b>Overhead Expenses:</b>				
Salaries and wages	176,000	170,377	5,623	161,968
Payroll taxes	53,000	51,724	1,276	46,541
Group insurance	102,000	102,117	(117)	94,448
Professional fees	20,000	32,221	(12,221)	45,872
General insurance	111,000	140,339	(29,339)	119,826
Depreciation	854,500	366,830	487,670	362,582
Postage and supplies	56,200	59,911	(3,711)	65,254
Utilities	16,800	12,468	4,332	17,806
Equipment maintenance	15,000	19,142	(4,142)	25,993
Bad debt expense	-	11,795	(11,795)	10,989
Promotions	40,000	27,701	12,299	35,953
Building and ground maintenance	22,000	15,824	6,176	20,493
Engineering fees	5,000	47,381	(42,381)	3,942
Miscellaneous	12,300	15,576	(3,276)	15,439
Administrative expense-Retirement	15,000	21,752	(6,752)	14,065
Uniforms	2,200	2,554	(354)	2,000
	<u>\$ 1,501,000</u>	<u>\$ 1,097,712</u>	<u>\$ 403,288</u>	<u>\$ 1,043,171</u>
<b>Warehouse Expense:</b>				
Salaries and wages	\$ 22,200	\$ 23,836	\$ (1,636)	\$ 23,241
Tools and equipment maintenance	900	1,257	(357)	580
Building and ground maintenance	10,350	3,811	6,539	5,605
Supplies	4,200	1,973	2,227	3,468
Miscellaneous	4,500	4,318	182	3,626
	<u>\$ 42,150</u>	<u>\$ 35,195</u>	<u>\$ 6,955</u>	<u>\$ 36,520</u>
<b>Total Operating Expenses</b>	<u>\$ 5,316,125</u>	<u>\$ 5,118,385</u>	<u>\$ 197,740</u>	<u>\$ 4,999,182</u>

See Notes To Financial Statements

CITY OF RAYNE, LOUISIANA  
ENTERPRISE FUND

UTILITY FUND  
STATEMENT OF NON-OPERATING REVENUE AND EXPENSES  
BUDGET (GAAP BASIS) AND ACTUAL  
Year Ended September 30, 1999

With Comparative Actual Amounts for Year Ended September 30, 1998

	1999		Variance-- Favorable (Unfavorable)	1998
	Budget	Actual		Actual
<b>Non-Operating Revenue:</b>				
Interest earned on investments	\$ 20,000	\$ 27,126	\$ 7,126	\$ 26,895
Sale of equipment	5,000	1,000	(4,000)	9,000
State contract	553,105	-	(553,105)	-
Miscellaneous	7,500	18,499	10,999	10,390
	<u>\$ 585,605</u>	<u>\$ 46,625</u>	<u>\$ (538,980)</u>	<u>\$ 46,285</u>
<b>Non-Operating Expenses:</b>				
Bond interest expense	\$ 21,554	\$ 21,468	\$ 86	\$ 24,532
Other expenses	61,800	-	61,800	-
	<u>\$ 83,354</u>	<u>\$ 21,468</u>	<u>\$ 61,886</u>	<u>\$ 24,532</u>
<b>Non-operating revenue (expenses)</b>	<u>\$ 502,251</u>	<u>\$ 25,157</u>	<u>\$ (477,094)</u>	<u>\$ 21,753</u>

See Notes To Financial Statements



CITY OF RAYNE, LOUISIANA  
ENTERPRISE FUND

UTILITY FUND  
SCHEDULE OF ADDITIONS TO PROPERTY, PLANT, AND EQUIPMENT  
Year Ended September 30, 1999

	Cost
<b>Electric Distribution Department:</b>	
Line extensions and improvements	\$ 16,657
Southside Center	235
Line improvements - Arenas Street	8,619
Improvements - Frog City	29,018
Gas tank/key guard	1,806
Line improvements - Edgewood	5,950
	\$ 62,285
<b>Water Department:</b>	
Line improvements	\$ 20,107
Gas tank/key guard	2,091
Line improvements - Burger King	5,002
	\$ 27,200
<b>General and Administrative Department:</b>	
Computers	\$ 4,099
Copier	7,750
Heater	1,530
Air conditioner	1,084
Incinerator	750
Improvements	752
	\$ 15,965
<b>Warehouse</b>	
Improvements	\$ 78
<b>Water Treatment:</b>	
Chemical pump	\$ 500
<b>Total Additions to Property, Plant and Equipment</b>	<b>\$ 106,028</b>

See Notes To Financial Statements

CITY OF RAYNE, LOUISIANA  
ENTERPRISE FUND  
  
SANITATION FUND  
COMPARATIVE BALANCE SHEET  
Years Ended September 30, 1999 and 1998

ASSETS	1999	1998
<b>CURRENT ASSETS</b>		
Cash	\$ 80,871	\$ 43,117
Accounts Receivable - Utilities Net of Allowance for Uncollectables of (1999 - \$20,536; 1998 - \$12,575)	120,657	155,564
Other Receivables	41,375	-
Investments	281,754	254,579
Total Current Assets	<u>\$ 524,657</u>	<u>\$ 453,260</u>
<b>RESTRICTED ASSETS</b>		
Bond Reserve Fund Investment, at cost	\$ 494,228	\$ 492,625
Bond Contingency Fund Investments, at cost	75,000	75,000
Total Restricted Assets	<u>\$ 569,228</u>	<u>\$ 567,625</u>
Land	\$ 500,000	\$ 500,000
Plant and Equipment, at cost, Net of Accumulated Depreciation (1999 - \$347,390; 1998 - \$175,509)	5,050,474	5,195,851
Construction in Progress	780,746	-
Total Plant and Equipment	<u>\$ 6,331,220</u>	<u>\$ 5,695,851</u>
Total Assets	<u>\$ 7,425,105</u>	<u>\$ 6,716,736</u>
<b>LIABILITIES AND FUND BALANCE</b>		
<b>CURRENT LIABILITIES</b>		
Accounts Payable	\$ 55,517	\$ 16,556
Accrued Payroll Liabilities	4,157	3,274
Vacation Accrual	6,524	2,574
Retainage Payable	6,000	6,000
Due to Other Funds	-	-
Total Liabilities	<u>\$ 72,198</u>	<u>\$ 28,404</u>
<b>CURRENT LIABILITIES (Payable from restricted assets)</b>		
Revenue Bonds Payable	<u>\$ 275,000</u>	<u>\$ 270,000</u>
Total Current Liabilities	<u>\$ 347,198</u>	<u>\$ 298,404</u>
<b>LONG-TERM LIABILITIES</b>		
Revenue Bonds Payable	\$ 5,277,506	\$ 4,664,843
Certificate of Indebtedness	380,000	420,000
Total Long-Term Liabilities	<u>\$ 5,657,506</u>	<u>\$ 5,084,843</u>
<b>FUND BALANCE (DEFICIT)</b>		
Total Liabilities and Fund Balance	<u>\$ 7,425,105</u>	<u>\$ 6,716,736</u>

See Notes To Financial Statements

CITY OF RAYNE, LOUISIANA  
ENTERPRISE FUND

SANITATION FUND  
STATEMENT OF REVENUES, EXPENDITURES, AND  
CHANGES IN FUND BALANCE--BUDGET (GAAP BASIS) AND ACTUAL  
Year Ended September 30, 1999  
With Comparative Actual Amounts for Year Ended September 30, 1998

	1999		Variance-- Favorable (Unfavorable)	1998
	Budget	Actual		Actual
Revenues:				
Operating Revenues:				
Charges for service	\$ 804,000	\$ 780,470	\$ (23,530)	\$ 826,322
Non-Operating Revenues:				
Miscellaneous income	-	7,364	7,364	4,188
Interest on investments	24,500	32,461	7,961	31,822
Total Revenues	<u>\$ 828,500</u>	<u>\$ 820,295</u>	<u>\$ (8,205)</u>	<u>\$ 862,332</u>
Expenditures:				
Current--				
Sanitation--				
Salaries	\$ 137,000	\$ 139,077	(2,077)	\$ 128,538
Payroll taxes	11,000	10,692	308	10,033
Line maintenance	2,000	3,744	(1,744)	2,173
Repairs and maintenance	23,500	26,129	(2,629)	21,156
Insurance	9,000	8,520	480	9,972
Utilities	45,000	43,290	1,710	45,948
Chemicals	6,000	5,237	763	15,885
Lab fees	14,000	11,245	2,755	11,641
Group insurance	13,500	14,304	(804)	13,001
Building & ground maintenance	3,025	3,000	25	-
Retirement system	2,100	4,325	(2,225)	2,390
Engineering fees	20,000	99,207	(79,207)	21,664
Department supplies	4,700	2,543	2,157	-
Miscellaneous	6,175	15,587	(9,412)	10,269
Depreciation	5,000	171,881	(166,881)	160,031
Bad debt	6,500	3,208	3,292	2,082
Bond interest	416,978	176,882	240,096	171,310
Total Expenditures	<u>\$ 725,478</u>	<u>\$ 738,871</u>	<u>\$ (13,393)</u>	<u>\$ 626,093</u>
Excess (deficiency) of revenue over expenditures	<u>\$ 103,022</u>	<u>\$ 81,424</u>	<u>\$ (21,598)</u>	<u>\$ 236,239</u>
Fund Balance, beginning of year	\$ 1,333,489	\$ 1,333,489	\$ -	\$ 1,097,250
Prior Period Adjustment	-	5,488	5,488	-
Fund Balance, end of year	<u>\$ 1,436,511</u>	<u>\$ 1,420,401</u>	<u>\$ (16,110)</u>	<u>\$ 1,333,489</u>

See Notes To Financial Statements

CITY OF RAYNE, LOUISIANA  
ENTERPRISE FUND

SANITATION FUND  
SCHEDULE OF ADDITIONS TO PROPERTY, PLANT, AND EQUIPMENT  
Year Ended September 30, 1999

	<u>Cost</u>
Sanitation Fund:	
Line extensions	\$ 1,952
Motor - Air Raiders	867
Performance fiber	532
Humidistat	3,700
Overload relays	682
Flow meters	705
Improvements	3,200
Mud boat improvements	7,827
25x60 Building	<u>7,038</u>
Total Additions to Property, Plant, and Equipment	<u>\$ 26,503</u>
Construction in Progress	<u>\$ 780,746</u>

See Notes To Financial Statements

**FIDUCIARY FUNDS**

**Payroll Fund**--to account for the disbursement of salaries and expenditures incurred in conjunction with payrolls.

**Unemployment Compensation Fund**--to account for the disbursements arising from actual claims under the workmen's compensation laws of the state.

CITY OF RAYNE, LOUISIANA  
PAYROLL FUND

STATEMENT OF CHANGES IN ASSETS AND LIABILITIES  
Year Ended September 30, 1999

	Balance Sept. 30, 1998	Additions	Deductions	Balance Sept. 30, 1999
<b>ASSETS</b>				
Cash	\$ 1	\$ 1,877,697	\$ 1,877,697	\$ 1
Total Assets	<u>\$ 1</u>	<u>\$ 1,877,697</u>	<u>\$ 1,877,697</u>	<u>\$ 1</u>
<b>LIABILITIES</b>				
Payroll taxes payable	\$ -	\$ 302,395	\$ 302,395	\$ -
Insurance payable	-	173,697	173,697	-
Other payables	1	1,401,605	1,401,605	1
Total Liabilities	<u>\$ 1</u>	<u>\$ 1,877,697</u>	<u>\$ 1,877,697</u>	<u>\$ 1</u>

See Notes To Financial Statements

CITY OF RAYNE, LOUISIANA  
UNEMPLOYMENT COMPENSATION FUNDCOMPARATIVE BALANCE SHEET  
September 30, 1999 and 1998

	<u>1999</u>	<u>1998</u>
ASSETS		
Cash	\$ 8,620	\$ 9,802
Investments, at cost	17,003	6,694
Total Assets	<u>\$ 25,623</u>	<u>\$ 16,496</u>
 FUND BALANCE	 <u>\$ 25,623</u>	 <u>\$ 16,496</u>

See Notes To Financial Statements

CITY OF RAYNE, LOUISIANA  
UNEMPLOYMENT COMPENSATION FUND

STATEMENT OF REVENUES, EXPENDITURES, AND  
CHANGES IN FUND BALANCE--BUDGET (GAAP BASIS) AND ACTUAL  
Year Ended September 30, 1999

With Comparative Actual Amounts for Year Ended September 30, 1998

	1999		Variance-- Favorable (Unfavorable)	1998
	Budget	Actual		Actual
<b>Revenues:</b>				
Contributions from other funds	\$ 9,100	\$ 9,388	\$ 288	\$ 8,791
Interest on investments	450	309	(141)	1,687
Total Revenues	<u>\$ 9,550</u>	<u>\$ 9,697</u>	<u>\$ 147</u>	<u>\$ 10,478</u>
<b>Expenditures:</b>				
Administrative fees	\$ 2,000	\$ 570	\$ 1,430	\$ 760
Excess of Revenues over Expenditures	\$ 7,550	\$ 9,127	\$ 1,577	\$ 9,718
<b>Other sources (uses):</b>				
Operating transfers out				
Refunding Bonds	\$ -	\$ -	\$ -	\$ 100,000
Excess (deficiency) of revenues and other sources over expenditures and other uses	\$ 7,550	\$ 9,127	\$ 1,577	\$ (90,282)
Fund Balance, beginning of year	16,496	16,496	-	106,778
Fund Balance, end of year	<u>\$ 24,046</u>	<u>\$ 25,623</u>	<u>\$ 1,577</u>	<u>\$ 16,496</u>

See Notes To Financial Statements



**GENERAL FIXED ASSET GROUP OF ACCOUNTS**

To account for fixed assets not used in proprietary fund operations.

CITY OF RAYNE, LOUISIANA  
GENERAL FIXED ASSET GROUP OF ACCOUNTS

STATEMENT OF CHANGES IN GENERAL FIXED ASSETS  
Year Ended September 30, 1999

	Balance Sept. 30, 1998	Additions	Deductions	Balance Sept. 30, 1999
General Fixed Assets, at cost:				
Buildings	\$ 1,302,478	\$ -	\$ -	\$ 1,302,478
Improvements other than buildings	6,882,936	391,795	-	7,274,731
Equipment, Autos & Trucks	1,053,233	30,619	12,729	1,071,123
<b>Total General Fixed Assets</b>	<b>\$ 9,238,647</b>	<b>\$ 422,414</b>	<b>\$ 12,729</b>	<b>\$ 9,648,332</b>
Investments in General Fixed Assets:				
Property acquired prior to October 1, 1978	\$ 1,722,099	\$ -	\$ -	1,722,099
Property acquired after October 1, 1978 from -				
General Fund	1,712,550	87,139	12,729	1,786,960
Special Revenue Funds	981,371	335,275	-	1,316,646
Capital Projects Funds	4,822,627	-	-	4,822,627
<b>Total Investments in General Fixed Assets</b>	<b>\$ 9,238,647</b>	<b>\$ 422,414</b>	<b>\$ 12,729</b>	<b>\$ 9,648,332</b>

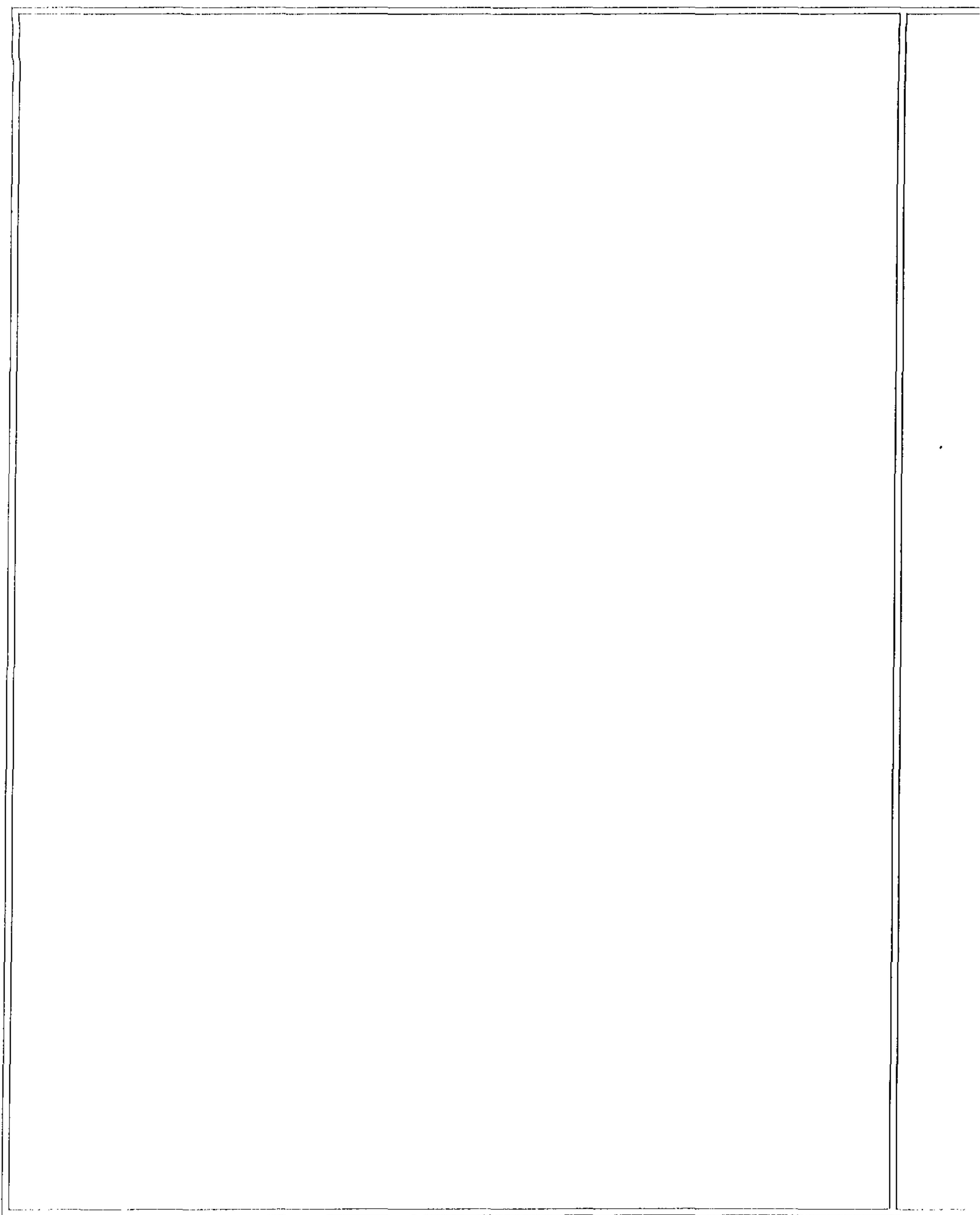
See Notes To Financial Statements

CITY OF RAYNE, LOUISIANA  
GENERAL FIXED ASSET GROUP OF ACCOUNTS

SCHEDULE OF ADDITIONS TO GENERAL FIXED ASSETS  
Year Ended September 30, 1999

	Cost
General Fund--	
Sidewalk & slab - Southside Community Ctr	\$ 1,633
Telephone	734
5 Ton blower & heater	3,892
Ford engine	1,500
Surveillance camera	5,540
(2) Gas tanks/key guard	5,264
Radio & antenna	720
Gate & fence - Street Dept	7,675
Hand held radio	650
Mowing equipment	3,695
Tables & chairs	5,684
Mauboules Park improvements	23,535
Park benches	772
Bathroom improvements	1,260
Sidewalk - Gossen Park	23,085
Five hoses	1,500
Total General Fund	\$ 87,139
Special Revenue Funds--	
Dugouts	\$ 15,979
Sidewalk	1,440
Air conditioner	667
Polk Street improvements	317,189
Total Special Revenue Fund	\$ 335,275
 Total All Funds	 \$ 422,414

See Notes To Financial Statements

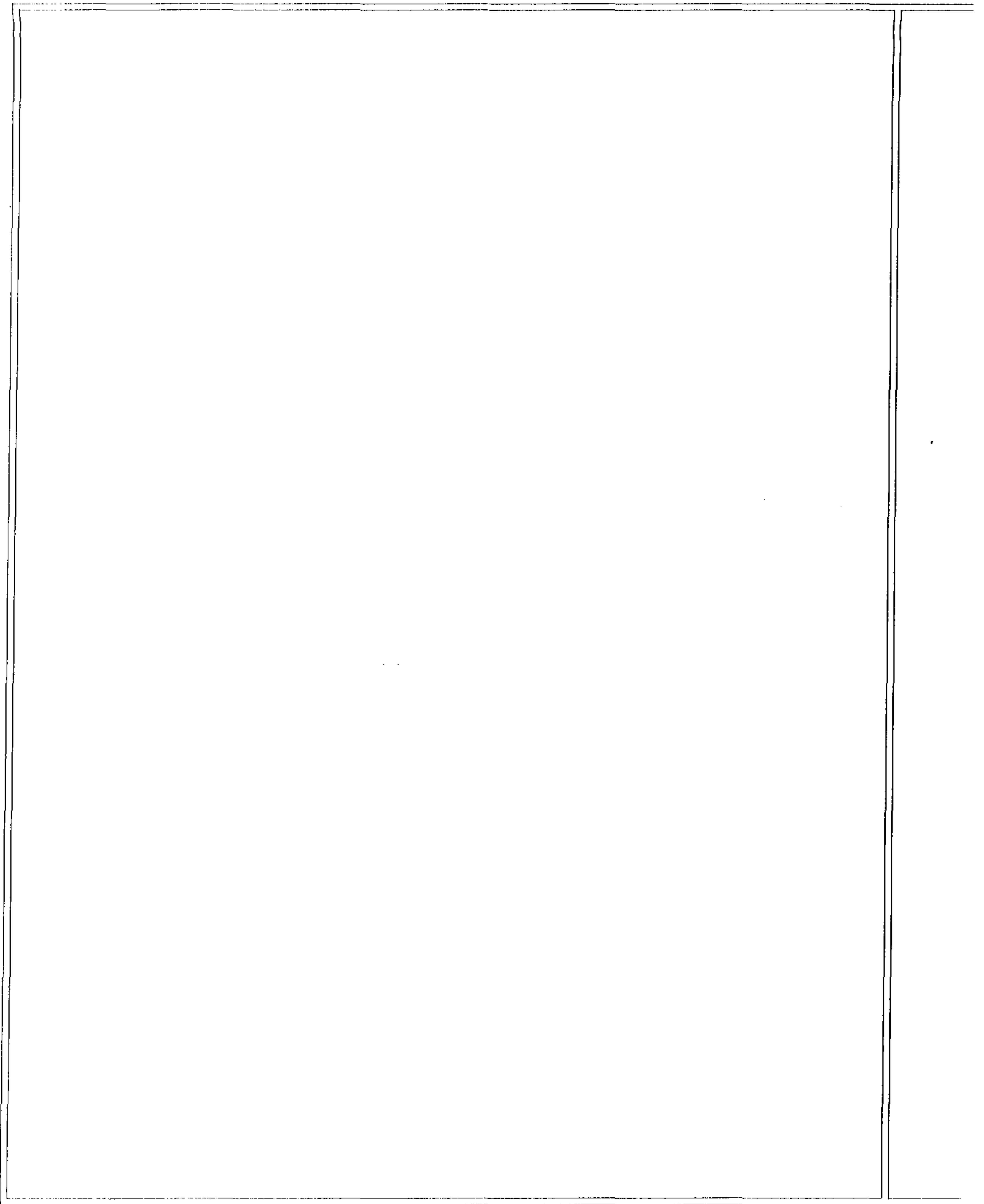


**GENERAL LONG-TERM DEBT GROUP OF ACCOUNTS**

*To account for general long-term liabilities of governmental units other than proprietary fund.*



Totals	
Sept. 30, 1999	Sept. 30, 1998
\$ 285,191	\$ 280,740
<u>1,169,736</u>	<u>1,492,395</u>
<u>\$ 1,454,927</u>	<u>\$ 1,773,135</u>
\$ 334,346	\$ 318,208
<u>1,120,581</u>	<u>1,454,927</u>
<u>\$ 1,454,927</u>	<u>\$ 1,773,135</u>





# Brupbacher & Associates

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## REPORT ON COMPLIANCE AND ON INTERNAL CONTROL OVER FINANCIAL REPORTING BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH *GOVERNMENT AUDITING STANDARDS*

The Honorable James J. Petitjean  
And the Board of Alderman  
City of Rayne, Louisiana

We have audited the financial statements of City of Rayne as of and for the year ended September 30, 1999, and have issued our report thereon dated December 27, 1999. We conducted our audit in accordance with generally accepted auditing standards and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by Comptroller of the United States.

### Compliance

As part of obtaining reasonable assurance about whether City of Rayne's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grants, 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 instances of noncompliance that are required to be reported under *Government Auditing Standards*, which are described in the accompanying schedule of findings and questioned costs as item 99-1 and 99-4.

### Internal Control Over Financial Reporting

In planning and performing our audit, we considered City of Rayne's internal control over financial reporting in order to determine our auditing procedures for the purpose of expressing our opinion on the financial statements and not to provide assurance on the internal control over financial reporting. However, we noted certain matters involving the internal control over financial reporting and its operation that we consider to be reportable conditions. Reportable conditions involve matters coming to our attention relating to significant deficiencies in the design or operation of the internal control over financial reporting that, in our judgement, could adversely affect City of Rayne's ability to record, process, summarize and report financial data consistent with the assertions of management in the financial statements. Reportable conditions are described in the accompanying schedule of findings and questioned costs as item 99-2 and 99-3.

A material weakness is a condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that misstatements in amounts that would be material in relation to the financial statements being audited may occur and not be detected within a timely period by

MEMBER OF  
AMERICAN INSTITUTE OF  
CERTIFIED PUBLIC ACCOUNTANTS  
SOCIETY OF LOUISIANA  
CERTIFIED PUBLIC ACCOUNTANTS

The Honorable James J. Petitjean  
And the Board of Alderman  
City of Rayne, Louisiana

employees in the normal course of performing their assigned functions. Our consideration of the internal control over financial reporting would not necessarily disclose all matters in the internal control that might be reportable conditions and, accordingly, would not necessarily disclose all reportable conditions that are also considered to be material weaknesses. However, we believe none of the reportable conditions described above is a material weakness.

This report is intended for the information of the audit committee, management and federal awarding agencies and pass-through entities. However, this report is a matter of public record and its distribution is not limited.

  
**Brupbacher & Associates**  
A Professional Accounting Corporation

Rayne, Louisiana  
December 27, 1999

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## REPORT ON COMPLIANCE WITH REQUIREMENTS APPLICABLE TO EACH MAJOR PROGRAM AND INTERNAL CONTROL OVER COMPLIANCE IN ACCORDANCE WITH OMB CIRCULAR A-133

The Honorable James J. Petitjean, Mayor  
And the Board of Alderman  
City of Rayne, Louisiana

### Compliance

We have audited the compliance of the City of Rayne with types of compliance requirements described in the *U.S. Office of Management and Budget (OMB) Circular A-133 Compliance Supplement* that are applicable to each of its major federal programs for the year ended September 30, 1999. City of Rayne's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs. Compliance with the requirements of laws, regulations, contracts and grants applicable to each of its major federal programs is the responsibility of Example entity's management's. Our responsibility is to express an opinion on Example Entity's compliance based on our audit.

We conducted our audit of compliance in accordance with generally accepted auditing standards; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and OMB Circular A-133, *Audits of States, Local Governments and Non-Profit Organizations*. Those standards are OMB Circular A-133 require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about City of Rayne's compliance with those requirements and performing such other procedures, as we considered necessary in the circumstances. We believe that our audit provides a reasonable basis for our opinion. Our audit does not provide a legal determination on City of Rayne's compliance with those requirements.

In our opinion, City of Rayne complied, in all material respects, with the requirements referred to above that are applicable to each of its major federal programs for the year ended September 30, 1999.

### Internal Control Over Compliance

The management of City of Rayne is responsible for establishing and maintaining effective internal control over compliance with requirements of laws, regulations, contracts, and grants applicable to federal programs. In planning and performing our audit, we considered City of Rayne's internal control over compliance with requirements that could have a direct and material effect on a major federal program in order to determine our auditing procedures for the purpose of expressing our opinion on compliance and to test and report on internal control over compliance in accordance with OMB Circular A-133.

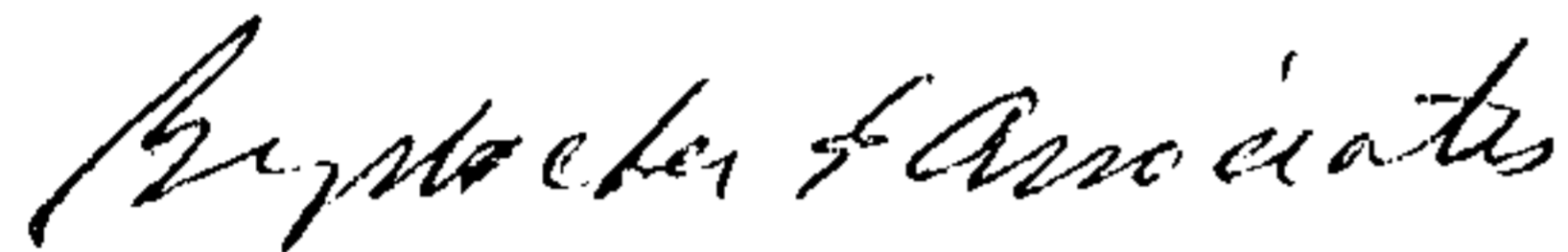
Our consideration of the internal control over compliance would not necessarily disclose all matters in the internal control that might be material weaknesses. A material weakness is a condition in which the design or operation of

MEMBER OF  
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The Honorable James J. Petitjean, Mayor  
And the Board of Alderman  
City of Rayne, Louisiana

one or more of the internal control components does not reduce to a relatively low level the risk that noncompliance with applicable requirements of laws, regulations, contracts, and grants that would be material in relation to a major federal program being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. We noted no matters involving the internal control over compliance and its operation that we consider to be material weaknesses.

This report is intended for the information of the audit committee, management and federal awarding agencies and pass-through entities. However, this report is a matter of public record and its distribution is not limited.



**Brupbacher & Associates**  
A Professional Accounting Corporation

Rayne, Louisiana  
December 27, 1999

CITY OF RAYNE, LOUISIANA

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
Year Ended September 30, 1999

Federal Grantor Program Title	Federal CFDA Number	Expenditures	Amounts to Subrecipients
U.S. Department of Housing and Urban Development Direct programs: Low income housing assistance-- Section 8 existing housing	14.156	\$ 199,661	\$ -
Division of Administration Community Development Block Grant Passed through State Program	14.219	\$ 317,189	\$ -
U.S. Department of Justice Office of Community Oriented Policing Services Grant Programs: COPS FAST	16.170	\$ 4,057	\$ -
Commission on Law Enforcement	16.592	\$ 5,489	-

City of Rayne, Louisiana

Schedule of Corrective Action Taken on Prior Year Findings  
Year Ended September 30, 1999

Part 1 Reportable Condition - Financial Reporting

98-1 Budget Compliance

*Finding: The City's actual expenses exceeded budget amounts by 8.5% in the youth recreation fund and 10.17% in the Sanitation Fund.*

**Recommendation:** The City should continue to utilize the budget and make revisions as they become necessary.

**Current Status:** In the current year, the City of Rayne is utilizing the budgets to monitor revenues and control expenses.

98-2 Budget Exceeding Five Percent

*Finding: The funds at one financial institution exceeded FDIC Insurance and bank pledged securities by \$304,597.*

**Recommendation:** The City should develop procedures in conjunction with the financial institutions to insure adequate amounts of securities are pledged on the City's behalf.

**Current Status:** In the current year, the City has maintained adequate amounts of pledged securities on the City's behalf.

Part 2 Findings relating to an audit in accordance with Government Auditing Standards.

98-1 See 98-1 and 98-2 above.

Part 3 Findings and questioned costs relating to federal programs.

There were no findings or questioned costs relating to federal programs.

Part 4 Management Letter

There was no management letter issued for September 30, 1998.

City of Rayne, Louisiana

Schedule of Findings and Questioned Cost  
Year Ended September 30, 1999

Part 1 Summary of Auditor's Results

Financial Statements

Auditor's Report

An unqualified opinion has been issued on the City of Rayne's general purpose financial statements as of and for the year ended September 30, 1999.

Reportable Conditions

The reportable conditions in internal control over financial reporting were disclosed during the audit of the financial statements and are shown as item 99-1, 99-2, 99-3, and 99-4 in Part 2.

Material Noncompliance – Financial Reporting

No instances of material noncompliance were disclosed during the audit of the financial statements for the period ended September 30, 1999.

Federal Awards

Major Program – Identification

The City of Rayne, Louisiana, at September 30, 1999, has one major program: The U.S. Department of Housing and Urban Development Community Development Block Grant.

Major Program – Threshold

The dollar threshold to distinguish Type A and Type B programs is \$300,000 for the fiscal year ended September 30, 1999.

Low-Risk Auditee

The City of Rayne is not considered a low-risk auditee for the fiscal year ended September 30, 1999.

Auditor's Report – Major Programs

An unqualified opinion has been issued on the City of Rayne's compliance for major programs as of September 30, 1999.

Part 2 Findings Relating to an Audit in Accordance with Government Auditing Standards

99-1 Budget Compliance

The City's LCDBG Fund actual expenses exceeded budget amounts by more than 5%.

Recommendation

The City of Rayne should continue to utilize the budget and make revisions as they become necessary.

99-2 Youth Athletic Program Registration

During the course of the audit we noted that there is no formal reconciliation of the Youth Athletic Program registrants to the payments received when submitted to the accounting department for depositing.

Recommendation

We recommend a reconciliation be submitted with each deposit noting the registrants and the amount of payment.

99-3 Untimely Deposits and Reconciliation of Police Bond Account

The police bond account collections are not reconciled or deposited on a regular basis.

Recommendation

We recommend that the Chief implement a daily reconciliation of collections. We would also recommend for reconciliation purposes that separate receipt books be used for each collection type. Due to small collection amounts, we recommend deposits be made weekly at a minimum.

99-4 Jail facility over capacity

The Department of Corrections inspected the facility and found that the facility was over capacity based on the bed capacity determined by the state fire marshal's office. The annual inspection by the fire marshal had not been done since August 1997. The City's Police Department participates in the housing of Department of Corrections (DOC) prisoners and is reimbursed at a current rate of \$23 per prisoner per day.

Recommendation

Documentation to be maintained by the compliance officer to enable the facility to properly monitor the number of inmates. We would also recommend that this information be monitored by the Chief on a regular basis. We would recommend that this information be presented as part of a regular monthly staff meeting.

Part 3 Findings and Questioned Costs Relating to Federal Programs

There were no findings or questioned costs relating to federal programs as defined in OMB Circular A-133 Section 510.



City of Rayne  
Rayne, Louisiana

Corrective Action Plan  
Year ended September 30, 1999

Response to findings:

99-1 Budget Compliance

The budget amounts for LCDBG were erroneously included with the Enterprise Fund Budget. At the time of budget preparation there was a consideration for Rural Development funding which was budgeted with the enterprise fund. The City later applied for and received funding through the LCDBG Economic Development Program for the amount budgeted. It was an oversight in transferring the budgeted amounts to the LCDBG Fund at the time the budget was amended.

99-2 Youth Athletic Program Registration

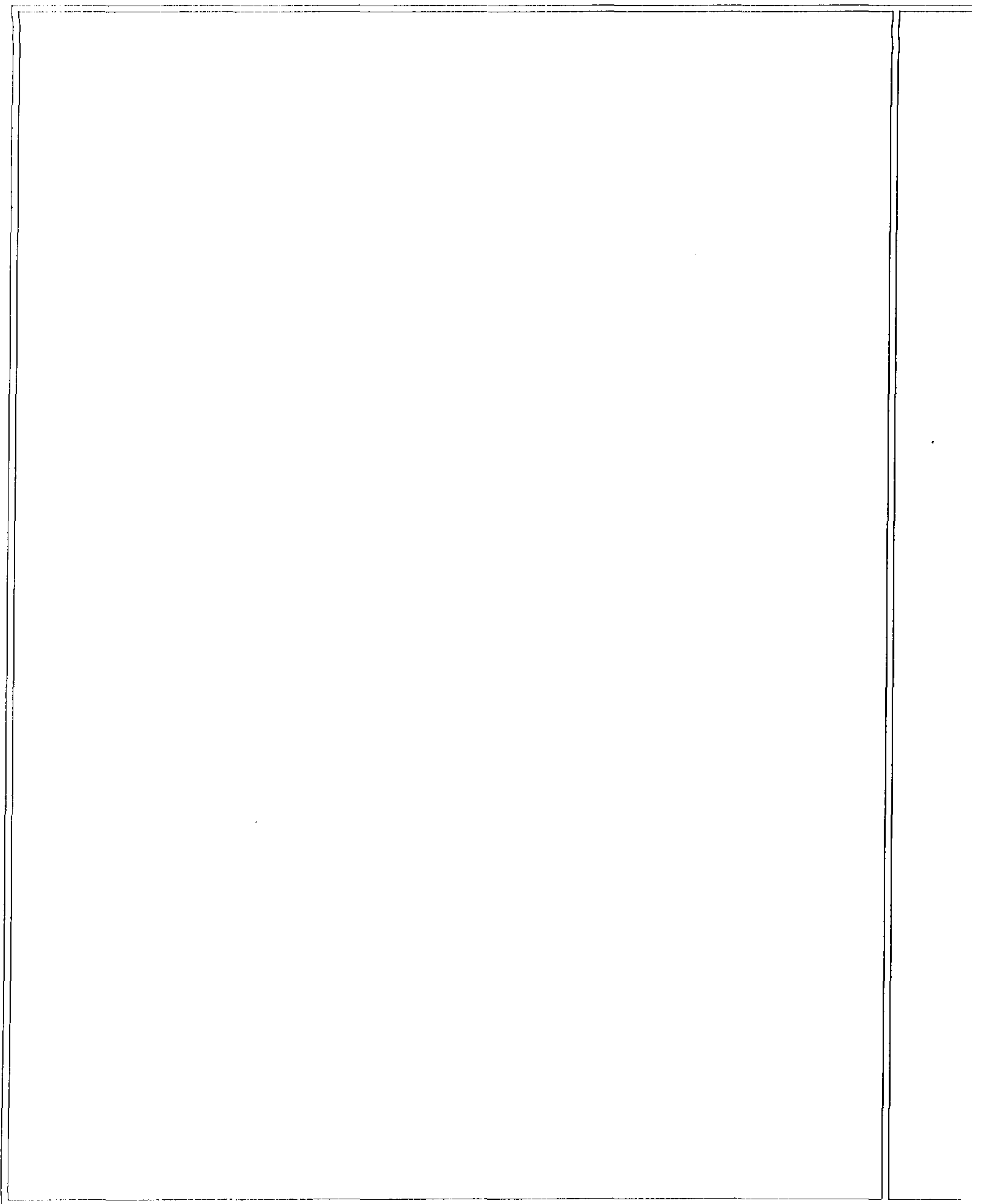
A formal reconciliation will be prepared to reflect the registrants and amounts received. This reconciliation will be submitted to the City's accounting department with the funds to be deposited.

99-3 Untimely Deposits and Reconciliation of Police Bond Account

The department will implement a daily collection reconciliation. Appropriate personnel will be assigned to the daily task and it will be reviewed by a supervisor. Deposits will be made on a timely basis and will also be subject to supervisory review.

99-4 Jail Facility Over Capacity

The police department has corrected the overcrowding issue according to the Department of Corrections. The department scheduled an inspection with the Fire Marshal's office and no violations were cited. Documentation will be maintained and reviewed to properly monitor the number of inmates. This information will be presented as part of the regular monthly staff meetings.



**STATISTICAL INFORMATION**

CITY OF RAYNE, LOUISIANA  
Statistical Information

Table 1

PROPERTY TAX LEVIES AND COLLECTION  
FOR THE LAST TEN FISCAL YEARS

Year	Valuation	Millage	Taxes
1989-90	9,944,720	27.50	273,415
1990-91	10,113,760	27.50	278,128
1991-92	10,319,760	26.50	273,476
1992-93	13,475,810	19.34	260,622
1993-94	13,843,530	19.34	267,735
1994-95	13,856,640	20.36	282,121
1995-96	13,976,060	12.00	167,713
1996-97	15,498,190	12.00	185,978
1997-98	16,246,560	12.00	194,959
1998-99	16,624,210	12.00	199,490

Table 2

GENERAL REVENUES BY SOURCE\*  
FOR THE LAST FOUR FISCAL YEARS

	1999	1998	1997	1996
Taxes	\$ 1,544,105	\$ 1,452,350	\$ 1,378,193	\$ 1,311,487
Licenses and permits	231,087	236,560	226,808	241,575
Intergovernmental	699,799	763,326	512,447	352,415
Charges for services	51,390	51,846	44,238	39,873
Fines	48,688	36,577	39,660	50,845
Miscellaneous	177,564	170,772	160,358	130,133
Totals	<u>\$ 2,752,633</u>	<u>\$ 2,711,431</u>	<u>\$ 2,361,704</u>	<u>\$ 2,126,328</u>

\*Includes General, Special Revenue, and Debt Service Funds.

CITY OF RAYNE, LOUISIANA  
STATISTICAL INFORMATION

Table 3

GENERAL GOVERNMENTAL EXPENDITURES BY FUNCTION\*  
FOR THE LAST FOUR FISCAL YEARS

	1999	1998	1997	1996
General governments	\$ 829,500	\$ 743,965	\$ 827,399	\$ 622,933
Public safety	851,572	864,604	784,471	812,521
Public works	513,956	526,631	505,774	429,756
Sanitation	-	-	-	-
Culture and recreation	403,837	387,240	395,284	260,053
Urban and housing redevelopment	516,851	511,916	212,524	182,352
Debt service	401,664	267,315	519,880	537,631
<b>Totals</b>	<b>\$ 3,517,380</b>	<b>\$ 3,301,671</b>	<b>\$ 3,245,332</b>	<b>\$ 2,845,246</b>

\* Includes General, Special Revenue, and Debt Service Funds.

Table 4

RATIO OF ANNUAL DEBT SERVICE EXPENDITURES  
FOR GENERAL BONDED DEBT TO TOTAL EXPENDITURES

	1999	1998	1997	1996
Principal	\$ 356,748	\$ 137,070	\$ 314,795	\$ 305,000
Interest	44,916	130,245	205,085	232,631
<b>Total Debt Service</b>	<b>\$ 401,664</b>	<b>\$ 267,315</b>	<b>\$ 519,880</b>	<b>\$ 537,631</b>
<b>Total general expenditures</b>	<b>\$ 3,517,380</b>	<b>\$ 3,301,671</b>	<b>\$ 3,245,332</b>	<b>\$ 2,845,246</b>
<b>Ratio of debt service to total general expenditures</b>	<b>11.4%</b>	<b>8.1%</b>	<b>16.0%</b>	<b>18.9%</b>

Includes General, Special Revenue, and Debt Service Funds.

CITY OF RAYNE, LOUISIANA  
STATISTICAL INFORMATION

Table 5

UTILITY REVENUE BOND COVERAGE  
FOR THE LAST FOUR FISCAL YEARS

	1999	1998	1997	1996
Gross revenues*	\$ 7,033,908	\$ 6,993,023	\$ 5,794,415	\$ 5,816,415
Operating expenditures**	5,141,664	4,932,832	4,775,271	4,534,939
Net available for debt service	<u>\$ 1,892,244</u>	<u>\$ 2,060,191</u>	<u>\$ 1,019,144</u>	<u>\$ 1,281,476</u>
Debt service requirements:				
Principal	\$ 346,792	\$ 301,792	\$ 197,000	\$ 187,000
Interest	198,349	195,842	41,427	51,575
Total	<u>\$ 545,141</u>	<u>\$ 497,634</u>	<u>\$ 238,427</u>	<u>\$ 238,575</u>
Coverage	<u>3.5</u>	<u>4.1</u>	<u>4.2</u>	<u>5.4</u>

\* Includes revenue from all sources.

\*\* Includes all expenditures except debt service interest and depreciation.

Table 6

GROSS SALARIES BY FUNCTION  
FOR LAST FOUR FISCAL YEARS

	1999	1998	1997	1996
General government	\$ 177,362	\$ 165,547	\$ 161,622	\$ 157,675
Public safety	520,761	476,782	480,795	472,394
Public works	273,588	260,363	273,310	231,844
Culture and recreations	93,732	96,705	98,338	84,381
Urban redevelopment and housing	18,108	17,824	17,537	16,087
Enterprise	815,769	740,379	743,596	732,277
Totals	<u>\$ 1,899,320</u>	<u>\$ 1,757,600</u>	<u>\$ 1,775,198</u>	<u>\$ 1,694,658</u>