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**GENERAL PURPOSE ANNUAL
FINANCIAL REPORT
OF THE
TOWN OF PLAIN DEALING, LOUISIANA**

**As of and for the
Year Ended December 31, 2002**

Under provisions of state law, this report is a public document. A copy of this report has been submitted to the entity and/or other appropriate public officials. The report is available for public inspection at the Fiscal Planning office of the Legislative Auditor and, where appropriate, at the office of the parish clerk of court.

Release Date: 2/10/03

**JAMES T. BATES
CERTIFIED PUBLIC ACCOUNTANT
811 Barkdale Blvd.
Bossier City, Louisiana 71101**

COMPREHENSIVE FINANCIAL REPORT

of the

TOWN OF PLAIN DEALING, LOUISIANA

for the

YEAR ENDED DECEMBER 31, 2002

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TOWN OF PLAIN DEALING, LOUISIANA

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**INDEPENDENT
AUDITOR'S REPORT - OPINION OF
CERTIFIED PUBLIC ACCOUNTANT**

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James T. Bates

CERTIFIED PUBLIC ACCOUNTANT
OF THE PARISH OF BOSSIERE
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MEMBER
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Independent Auditor's Report

The Honorable David Smith, Mayor
and the Members of the Board of Aldermen of
The Town of Plain Dealing, Louisiana

I have audited the accompanying general purpose financial statements and the combining and individual fund and account group financial statements of the Town of Plain Dealing, Louisiana, as of and for the year ended December 31, 2002, as listed in the accompanying table of contents. These general purpose financial statements are the responsibility of the Town of Plain Dealing, Louisiana's management. My responsibility is to express an opinion on these general purpose financial statements based on my audit.

I conducted my audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States. These standards require that I plan and perform the audit to obtain reasonable assurance about whether the general purpose financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the general purpose financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as the overall financial statement presentation. I believe that my audit provides a reasonable basis for my opinion.

In my opinion, the general purpose financial statements referred to above present fairly, in all material respects, the financial position of the Town of Plain Dealing, Louisiana, as of December 31, 2002, and the results of its operations and the cash flows of its proprietary fund types and similar trust and agency funds for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with Government Auditing Standards, I have also issued a report dated May 30, 2003, on my consideration of the Town of Plain Dealing, Louisiana's internal control over financial reporting and my test of its compliance with certain provisions of laws, regulations, contracts and grants. That report is an integral part of an audit performed in accordance with Government Auditing Standards and should be read in conjunction with this report in considering the results of my audit.

My audit was performed for the purpose of forming an opinion on the general purpose financial statements taken as a whole. The combining and individual fund and account group financial statements and schedules listed in the table of contents are presented for purposes of additional analysis and are not a required part of the general purpose financial statements of the Town of Plain Dealing, Louisiana. Such information has been subjected to the auditing procedures applied in the audit of the general purpose financial statements and, in my opinion, is fairly stated, in all material respects, in relation to the general purpose financial statements taken as a whole.



May 30, 2003

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GENERAL PURPOSE FINANCIAL STATEMENTS

The General Purpose Financial Statements include the combined financial statements which include all funds and account groups of the Town and are designed to provide an overview of the financial position and results of operations for the Town as a whole. Additional information in the form of combining and individual fund and account group statements and schedules are included elsewhere in this report.

Exhibit B

TOWN OF PLAIN BEACHING, LOUISIANA
Combined Balance Sheet - All Fund Types and Account Group

December 31, 2000

ASSETS	Governmental Fund Type			
	General	Special Revenue	Debt Service	Capital Outlay
Cash	\$ 14,760	\$ 2,671	\$ 0	\$ 177,146
Certificates of deposit	0	0	0	711,028
Receivables:				
Accounts	10,498	0	0	0
Accrued interest	28	0	0	1,060
Other	0	0	0	0
Due from the funds	1,760	0	0	0
Restricted assets - cash	8,688	0	0	0
Restricted assets - certificates of deposit	11,180	0	0	0
Prepays	20,409	0	0	793
Fund assets (net of accumulated depreciation)	0	0	0	0
Total assets	\$ 112,685	\$ 2,671	\$ 0	\$ 900,098
Liabilities				
Accounts payable	\$ 40,404	\$ 0	\$ 0	\$ 24
Accrued expenses	1,388	0	0	0
Due to other funds	70,689	0	0	0
Payable from restricted assets:				
Water revenue bond	0	0	0	0
Interest payable	0	0	0	0
Customer deposits	0	0	0	0
Water revenue bond payable	0	0	0	0
Total liabilities	112,682	0	0	24
Fund Equity				
Contributed capital	0	0	0	0
Investments in general fund assets	0	0	0	0
Retained earnings:				
Unreserved	0	0	0	0
Fund balance:				
Reserved for restricted assets	48,821	0	0	100,000
Unreserved - undesignated	60,112	2,671	0	0
Total fund equity	60,941	2,671	0	100,000
Total liabilities and fund equity	\$ 112,685	\$ 2,671	\$ 0	\$ 900,098

See accompanying notes to the financial statements.

Property Fund Type	Filtering Fund Type Transfer Agency	Account Group Component	Total	
			(Dollars/Units)	
			2001	2002
\$ 117,627	\$ 4,261	\$ 0	\$ 313,370	\$ 265,849
26,189	122,800	0	817,309	968,773
30,655	0	0	44,993	49,189
190	41	0	1,341	4,129
0	0	0	0	10
606,717	0	0	183,478	160,864
26,527	0	0	28,973	14,568
82,165	0	0	103,746	116,402
82,241	23	0	26,818	30,542
<u>1,081,611</u>	<u>0</u>	<u>1,188,127</u>	<u>1,078,645</u>	<u>1,191,007</u>
\$ 1,284,140	\$ 126,381	\$ 1,188,127	\$ 4,877,873	\$ 4,910,406
\$ 26,183	\$ 58	\$ 0	\$ 27,128	\$ 34,000
1,640	0	0	2,428	1,190
28,791	0	0	102,679	621,848
9,961	0	0	9,900	1,828
1,718	0	0	1,718	1,831
52,736	0	0	31,776	31,444
<u>188,094</u>	<u>0</u>	<u>0</u>	<u>188,196</u>	<u>798,117</u>
<u>262,697</u>	<u>58</u>	<u>0</u>	<u>397,621</u>	<u>811,675</u>
1,115,693	0	0	1,115,697	1,188,280
0	0	1,188,127	1,188,127	1,076,943
196,626	0	0	196,626	275,920
0	0	0	99,897	86,783
0	126,122	0	82,872	122,100
<u>1,112,020</u>	<u>126,122</u>	<u>1,188,127</u>	<u>4,180,119</u>	<u>4,768,423</u>
\$ 1,299,288	\$ 126,381	\$ 1,188,127	\$ 4,877,873	\$ 4,910,406

Table 1

TOWN OF PLAINFIELD, NEW JERSEY
Financial Statements of the Town, Departments, and Centers
In Plainfield - All Government Fund Types

For the Year Ended December 31, 2019

Description	Department Fund Type				Town	
	General	Special	EDA	Special	Miscellaneous	
	00000	00000	00000	00000	000	000
Depreciation	12,740	-	-	-	1,244	12,000
Transfer from	10,000	-	-	-	10,000	10,000
Other items	-	10,000	-	10,000	20,000	10,000
Other items	10,000	-	-	-	10,000	10,000
Interest and dividends	10,000	-	-	-	10,000	10,000
Intergovernmental	5,000	-	-	-	5,000	10,000
Grant income	5,000	-	-	-	5,000	10,000
Interest income	2,000	-	-	20,000	20,000	10,000
Chargeback services	10,000	-	-	-	10,000	10,000
Rental income	5,000	-	-	-	5,000	5,000
State and local aid	10,000	-	-	-	10,000	10,000
Other income	-	-	-	-	-	-
Other	1,000	-	-	-	1,000	5,000
Total revenue	100,000	10,000	-	10,000	61,244	170,000
Expenditures						
General government	100,000	-	-	5,000	15,000	100,000
Maintenance	100,000	-	-	-	10,000	100,000
Interest and maturities	100,000	-	-	-	10,000	100,000
Capital outlay	11,000	-	-	-	11,000	10,000
Grant expenditures	-	-	-	-	-	10,000
Other	-	-	-	-	-	-
Total expenditures	311,000	-	-	5,000	36,000	311,000
Excess (deficiency) of revenues over expenditures	1,000	10,000	-	5,000	25,244	39,000
Other financing resources (uses)						
Operating activities in continuing operations	10,000	-	-	-	10,000	10,000
Proceeds from sale of assets	-	10,000	-	-	10,000	10,000
Other	10,000	10,000	-	-	-	-
Excess (deficiency) of revenues and other financing resources over expenditures and other uses	20,000	20,000	-	5,000	25,000	20,000
Fund balance at beginning of year	11,000	11	-	10,000	10,000	10,000
Fund balance at end of year	31,000	31	-	15,000	35,000	30,000

See accompanying notes to the financial statements.

TOWN OF PLANTING ENLIGHTENMENT
Consolidated Statement of Expenses - Transportation with Budget & Fund Balance
Independent-Component Governmental Fund and Special Revenue Fund Types

Year Ended December 31, 2020

	General Fund			Special Revenue Fund Types		
	Budget	Actual	Variance Favorable (Adverse)	Budget	Actual	Variance Favorable (Adverse)
Revenues						
Property taxes	\$ 25,000	\$ 25,000	\$ 0	\$ 0	\$ 0	\$ 0
Transfer-in taxes	25,000	25,000	0	0	0	0
Sales taxes	0	0	0	200,000	200,000	0
Other taxes	0	0	0	0	0	0
Fees and permits	25,000	25,000	0	0	0	0
Intergovernmental	0	0	0	0	0	0
Grant revenues	0	0	0	0	0	0
Interest revenues	0	0	0	0	0	0
Change in receivables	0	0	0	0	0	0
Special licenses	0	0	0	0	0	0
Fines and forfeits	0	0	0	0	0	0
Lottery revenues	0	0	0	0	0	0
Other	0	0	0	0	0	0
Total revenues	200,000	200,000	0	200,000	200,000	0
Expenditures						
General government	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Public safety	0	0	0	0	0	0
Health and sanitation	0	0	0	0	0	0
Capital outlay	0	0	0	0	0	0
Total expenditures	0	0	0	0	0	0
Excess (deficiency) of revenues over expenditures	200,000	200,000	0	200,000	200,000	0
Other financing transactions						
Operating transfers in	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Operating transfers out	0	0	0	(200,000)	(200,000)	0
Net other financing activities (gain)	0	0	0	(200,000)	(200,000)	0
Change (addition) of governmental other financing transactions expenditures and advances	0	0	0	0	0	0
Fund balance at beginning of year	0	0	0	0	0	0
Fund balance at end of year	0	0	0	0	0	0

See accompanying notes to the financial statements.

TOWN OF PLAIN DEALEND, LOUISIANA
Combined Statement of Revenue, Expenditures, and Changes
in Retained Earnings/Fund Balances (Proprietary Fund Types
and Similar Trust and Agency Funds)

For the Year Ended December 31, 2005

	Proprietary Fund	Similar Fund	Total	
	Type Example	Item Type	2005	2004
Operating Revenue:				
Charges for services	\$ 287,878	\$ 2,125	\$ 289,003	\$ 288,890
Other	302	729	1,031	1,511
Total operating revenue	<u>288,180</u>	<u>2,854</u>	<u>291,034</u>	<u>290,401</u>
Operating Expenses:				
Personal services	111,486	0	111,486	182,230
Contractual services	15,887	0	15,887	5,489
Supplies and materials	61,431	6,988	68,419	27,811
Rent, light and power	25,544	0	25,544	23,677
Depreciation	68,349	0	68,349	83,215
Other	68,870	0	68,870	78,511
Total operating expenses	<u>340,644</u>	<u>6,988</u>	<u>347,632</u>	<u>391,134</u>
Operating income	<u>(52,464)</u>	<u>14,111</u>	<u>(38,353)</u>	<u>(101,733)</u>
Nonoperating revenue				
(Expense)				
Interest income	4,155	4,682	8,240	21,519
Interest expense	(10,148)	0	(10,148)	(10,518)
Transfer in	0	0	0	0
Net nonoperating	<u>(5,993)</u>	<u>4,682</u>	<u>(1,311)</u>	<u>11,001</u>
revenue/expense				
Net income	<u>(58,457)</u>	<u>18,793</u>	<u>(39,664)</u>	<u>(90,732)</u>
Retained earnings/fund				
balances, beginning	<u>225,855</u>	<u>176,172</u>	<u>402,027</u>	<u>504,288</u>
Retained earnings/fund				
balances, ending	<u>\$ 167,398</u>	<u>\$ 194,965</u>	<u>\$ 362,363</u>	<u>\$ 413,556</u>

See accompanying notes to the financial statements.

TOWN OF PLAIN DEALING, LOUISIANA

Combined Statement of Cash Flow -
Proprietary Fund Types and Similar Trust Funds
For the Year Ended December 31, 2003

	Proprietary Fund Type - Enterprise	Blended Fund Type - Community	Trusts	
			(Blended/Restated Only)	
			2003	2002
Cash flows from operating activities:				
Net income (loss)	\$ (71,817)	\$ (24,313)	\$ (77,468)	\$ (21,852)
Adjustments to reconcile net income to cash provided by operating activities:				
Depreciation	89,349	0	89,288	31,154
Change in assets and liabilities:				
(Increase) decrease in accounts receivable	1,792	0	1,792	9,114
(Increase) decrease in other receivables	1,179	39	1,208	(1,288)
(Increase) decrease in due from other funds	2,147	0	2,147	(8,799)
(Increase) decrease in prepaid	(1,215)	(77)	(1,292)	1,854
Increase (decrease) in accounts payable	2,618	0	2,618	2,125
Increase (decrease) in due to other funds	1,615	0	1,615	8,119
Increase (decrease) in other liabilities	(215)	0	(215)	(1,811)
Total adjustments	79,311	(38)	79,186	24,064
Net cash provided (used) by operating activities	11,500	(46,686)	2,718	11,697
Cash flows from investing activities:				
Purchase of fixed assets	(24,208)	28	(24,180)	(176,881)
Disposal of fixed assets	0	0	0	0
Purchase of investments	(26,889)	0	(26,889)	(172,178)
Proceeds from investments	16,178	0	16,178	187,611
Interest on investments	2,260	6,882	9,142	16,180
Net cash provided (used) by investing activities	1,341	6,910	(1,029)	(185,178)
Cash flows from financing activities:				
Increase in restricted assets	(4,882)	0	(4,882)	(28,201)
Decrease in restricted liabilities	217	0	217	87
Principal payments of long-term debt	(1,313)	0	(1,313)	(7,281)
Net cash used by financing activities	(5,978)	0	(5,978)	(35,395)
Cash flows from noncapital financing activities:				
Interest income	1,278	0	1,278	11,989
Interest expense	(18,162)	0	(18,162)	(18,282)
Grant proceeds	2,117	0	2,117	102,882
Net cash used by noncapital financing activities	(14,767)	0	(14,767)	100,598
Net increase (decrease) in cash and cash equivalents	(4,895)	(39)	(4,895)	(27,961)
Cash and cash equivalents at beginning of year	142,422	6,298	148,720	179,679
Cash and cash equivalents at end of year	\$ 137,527	\$ 6,259	\$ 143,825	\$ 151,718

See accompanying notes to the financial statements.

TOWN OF PLAIN DEALING, LOUISIANA

Notes to Financial Statements December 31, 2002

(f) Summary of Significant Accounting Policies:

The Town of Plain Dealing, Louisiana (Town), was incorporated in 1969, under the provisions of LA R.S. 33:921-923. The Town operates under the Mayor-Board of Aldermen form of government.

The Town of Plain Dealing, Louisiana, complies with Generally Accepted Accounting Principles (GAAP). The Town's reporting entity applies all relevant Government Accounting Standards Board (GASB) pronouncements. Proprietary funds apply Financial Accounting Standards Board (FASB) pronouncements and Accounting Principles Board (APB) opinions issued on or before November 10, 1988, unless those pronouncements conflict with or contradict GASB pronouncements, in which case, GASB prevails. GAAP as applicable to governments also conforms to the requirements of Louisiana R.S. 34:117 and the guides set forth in the *Louisiana Municipal Audit and Accounting Guide* and in the industry guide, *Audit of State and Local Government Units*, published by the American Institute of Certified Public Accountants.

The following is a summary of certain significant accounting policies:

- A. **Reporting Entity** - This report includes all funds and account groups which are controlled by or dependent on the Town's executive and legislative branches (the Mayor and Board of Aldermen). Control by or dependence on the Town was determined on the basis of budget adoption, taxing authority, authority to issue debt, election or appointment of governing body, and other general oversight responsibility.
- B. **Fund Accounting** - The accounts of the Town 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 purpose for which they are to be spent and the means by which spending activities are controlled. The following funds and group of accounts are used by the Town:

GOVERNMENTAL FUNDS

General Fund - The General Fund is the general operating fund of the Town. All financial resources, except those required to be accounted for in another fund, are accounted for in the General Fund.

Special Revenue Fund (Sales Tax Fund) - The Special Revenue Fund (Sales Tax Fund) is used to account for the proceeds of specific revenue sources (other than special assessments, expropriated taxes, or major capital projects) that are legally restricted to expenditures for specific purposes. The Sales Tax Fund accounts for general operating and maintenance of streets, alleys, etc. Financing is provided by a 1% sales and use tax.

Debt Service Fund - The Debt Service Fund will be used to account for the accumulation of resources for, and the payment of, general long-term debt principal, interest, and related costs.

Capital Projects Fund - The Capital Projects Fund is used to account for financial resources to be used for
(Continued)

TOWN OF PLAIN DEALING, LOUISIANA

Notes to Financial Statements

December 31, 2002

the acquisition or construction of major capital facilities (other than those financed by Proprietary Funds, Special Assessment Funds, and Trust Funds.)

PROPRIETARY FUNDS

The Proprietary Fund is used to account for the Town's ongoing organizations and activities which are similar to those often found in the private sector. The Proprietary Fund is accounted for on a capital maintenance measurement basis; that is the measurement flows in upon determination of net income.

Enterprise Funds - Enterprise Funds are used to account for operations (a) that are financial and operated in a manner similar to private business enterprises whose costs (expenses, including depreciation) of providing goods or services to the general public are determined (basis are financed through user charges), or (b) where the governing body has 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

Trust and Agency Funds - Trust and Agency Funds are used to account for assets held by the Town in a trust capacity or as an agent for individuals, private organizations, other governments, and/or other funds.

These include Expendable Trust, Nonexpendable Trust, Pension Trust, and Agency Funds. Nonexpendable Trust and Pension Trust Funds are accounted for in essentially the same manner as proprietary funds since capital maintenance is critical. Expendable Trust Funds are accounted for in essentially the same manner as governmental funds.

Agency Funds are custodial in nature (assets equal liabilities) and do not involve measurement of results of operations.

ACCOUNT GROUP

General Fund Assets Account Group - This account group is used to account for fixed assets used in governmental fund type operations for control purposes. 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 of donation. No depreciation is recorded on general fixed assets.

- C. **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 and Expendable Trust Funds are accounted for on a spending of "financial flow" measurement focus. This means that only current assets and current liabilities are generally included on their balance sheets. The reported fixed 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 used) in net current assets. Accordingly, they are said to present a summary of sources and uses of "available spendable resources" during a period.

(Continued)

TOWN OF PLAIN BEALING, LOUISIANA

Notes to Financial Statements

December 31, 2001

Fixed assets used in governmental fund type operations (general fixed assets) are accounted for in the General Fixed Assets Account Group, other than in governmental funds.

All fixed assets are valued at historical cost or estimated fair market value for assets acquired before 1929 and still on hand. Donated fixed assets are valued at their estimated fair market value on the date donated.

Because of their spending measurement focus, expenditures recognition for governmental fund types is limited to match amounts represented by concurrent 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 Account Group.

Fixed Assets - All items of property, plant and equipment which do not constitute assets of the enterprise fund are recorded in the general fixed assets group of accounts. Such assets are maintained on the basis of original cost (cash paid plus trade-in allowances, if applicable) except that assets acquired before 1929 and still on hand are recorded at their fair market value of the asset on July 1, 1989 and no depreciation is computed or recorded thereon.

Property, plant and equipment which constitute assets of the enterprise fund are recorded at cost, except for those assets acquired before July 1, 1989 and still on hand are recorded at their fair market value at July 1, 1989. Depreciation computed on those assets is made the straight-line method of depreciation based on the estimated useful lives of the individual assets.

Public domain ("infrastructure") general fixed assets consisting of certain improvements other than buildings, including roads, bridges, canals and gutters, streets and sidewalks, drainage systems and lighting systems, are not capitalized along with other general fixed assets.

- D. **Basis of Accounting** - Basis of Accounting refers to when revenues and expenditures or expenses are recognized in the accounts and reported in the financial statements. Basis of accounting relates to the timing of the measurements 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. Expenditures are generally recognized under the modified accrual basis of accounting when the related fund liability is incurred, except for principal and interest on general long-term debt which is recognized when due.

In applying the susceptible to accrual concept to intergovernmental revenues, the legal and contractual requirements of the numerous individual programs are used as guidance.

Licenses and permits, charges for general governmental services, fees and penalties, and miscellaneous other revenues (except investment earnings) are recorded as revenues when received in cash because they are generally not measurable until actually received. Ad valorem taxes are recorded as revenues at the end

(Continued)

TOWN OF PLAIN DEALING, LOUISIANA

Notes to Financial Statements
December 31, 2002

If they are collected within 60 days of year end. Other taxes, charges or services, and investment earnings are recorded as earned since they are measurable and available.

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

Purchases of various operating supplies are regarded as expenditures at the time purchased, and inventories of such supplies (if any) are not recorded as assets at the close of the fiscal year.

The preparation of financial statements generally 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 financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from these estimates.

E. Budgets and Budgetary Accounting - The Town follows these procedures in establishing the budgetary data reflected in these financial statements:

1. The Mayor prepares a proposed budget and submits same to the Board of Aldermen no later than fifteen days prior to the beginning of each fiscal year.
2. A summary of the proposed budget is published, and the public notified that the proposed budget is available for public inspection. At the same time, a public hearing is called.
3. A public hearing is held on the proposed budget at least ten days after publication of the call for the hearing.
4. After the holding of the public hearing and completion of all action necessary to finalize and implement the budget, the budget is adopted through passage of an ordinance prior to the commencement of the fiscal year for which the budget is being adopted.
5. The budget ordinance is structured such that revenues are designated by source and appropriations are designated by department and by principal object of expenditures. The Board of Aldermen may review or amend the budget at its discretion during legally convened sessions. Management may amend the budget only below the department level. The 2002 budget was amended on February 13, 2003, to adjust other taxes revenue, charges for services revenue, and general government, public safety, street and sanitation, and capital outlay expenditures in the General Fund. The other tax revenue was amended in the Special Revenue Fund. The water and sewer funds budget was amended to adjust other operating expenses, personal services, depreciation, and interest expense.
6. The Town utilizes fiscal budgetary integration as a management control device for all funds.

F. Investments - All investments are interest-bearing deposits with original maturity dated in excess of three months are stated at cost which approximates market value. The Town's investments comply with Louisiana Statute (LSA R.S. 13:2913).

(Continued)

TOWN OF FLAIN DEALING, LOUISIANA

Notes to Financial Statements
December 31, 2002

- G. **Inventory** - Inventory of supplies in the Proprietary Fund is not material and is charged to operations as purchased.
- H. **Bad Debt** - Uncollectible amounts due from customers' utility and ad valorem taxes receivable are recognized as bad debts through the establishment of an allowance account; write-offs in forwarder become available which would indicate the uncollectibility of the particular receivable. Provisions for uncollectible utility and ad valorem taxes have not been deemed necessary.
- I. **Restricted Assets** - The Debt Service and Enterprise Funds, because of certain bond covenants, are required to establish and maintain specified amounts of reserves (consisting of cash and temporary investments) that can be used only to service outstanding debt. The Enterprise Funds also restrict customer and vendor deposits. Also, the General Fund restricts the use of the Medical Clinic Funds and the Cemetery Fund restricts the use of its operating account and certificate of deposit.
- J. **Compensated Absences** - No liability is recorded for accumulating rights to receive vacation or sick pay benefits.
- K. **Comparative Data** - Comparative totals for the prior year have been presented in the accompanying general purpose financial statements in order to provide an understanding of changes in the Town's financial position and operations. However, presentation of prior year amounts by fund type has not been presented in each of the statements since their inclusion would make the statements unduly complex and difficult to read.
- L. **Total Columns on Combined Statements** - Total columns on the combined statements are captioned "Memberships Only" to indicate that they are presented only to facilitate financial analysis. Data in these columns do not present financial position, results of operations, or changes in financial position in conformity with generally accepted accounting principles. Neither is such data comparable to a consolidation. Interfund eliminations have not been made in the aggregation of this data.
- M. **Reserve** - Use of the term "reserve" in describing governmental fund "Fund Balances" and proprietary fund "Retained Earnings" indicates that a portion of the fund balance or retained earnings is not appropriate for expenditures or is legally obligated for a specific future use. These reserves are as follows:

General Fund:	
Medical Clinic - checking account	\$ 8,440
Medical Clinic - certificate of deposit	<u>31,381</u>
Total	\$ <u>39,821</u>
Capital Projects:	
Industrial Development - fund balance	<u>1,222,228</u>

(Continued)

TOWN OF FLAG LEALINE, LOUISIANA

Notes to Financial Statements
December 31, 2002

- N. **Interfund Transactions** - There are several types of transactions that are reported in the financial statements as inter-fund items. Interfund transactions which constitute reimbursements of the fund for expenditures or expenses initially made from that fund which are properly applicable to another fund are recorded as expenditures or expenses in the reimbursing fund and as reductions of the expenditures or expenses in the fund that is being reimbursed. Financing or non-exchange transfers of equity between funds are treated as restricted equity transfers and reported as additions to or deductions from fund balances. All other transfers are treated as operating transfers and are included in the results of operations of both governmental/proprietary funds. Reference should be made to Note 6 regarding interfund transactions.
- O. **Statements of Cash Flows (including restricted funds)** - For purposes of the statement of cash flows, the Town considers all highly liquid investments (including restricted assets) with an original maturity of three months or less when purchased to be cash equivalents.
- P. **Refundable Deposits** - The Water Fund of the Town requires customers to place a deposit before service is rendered. These monies are considered restricted and are held until the customer discontinues service.
- Q. **Reclassification** - Revenues to the General Fund were reclassified in 2002 to specifically identify major sources of tax revenue and to conform to 2002 presentation. This did not affect the presentation of the 2002 financial statements taken as a whole.

(2) **All Veterans Taxes**

All Veterans taxes attach to an ad valorem bill on property as of January 1 of each year. Taxes are levied by the Town in September or October and are actually billed to the taxpayers in November of the same year. Billed taxes become delinquent on January 1 of the following year. Revenues from all veterans taxes are budgeted in the year billed.

The Town bills and collects its own property taxes using the assessed values determined by the tax assessors of Bossier Parish.

For the year ended December 31, 2002, taxes of 0.01 mills were levied on property with assessed valuations totaling \$2,845,850 and were dedicated for general corporate purposes.

Total taxes levied were \$28,348. Taxes receivable at December 31, 2002, consisted of the following:

Taxes receivable current bill	\$ 1,700
Taxes receivable prior bill	118
	<u>1,818</u>
Less: allowance for uncollectible taxes	0
	<u>\$ 1,818</u>

(Continued)

TOWN OF PLAIN DEALING, LOUISIANA

Notes to Financial Statements
December 31, 2001

(3) Restricted Assets:

Restricted assets were applicable to the following at December 31:

	<u>2002</u>	<u>2001</u>
Governmental Fund Type:		
Restricted cash - state account	\$ 3,440	\$ 2,203
Restricted transfers of deposit	<u>21,581</u>	<u>20,011</u>
	<u>\$ 25,021</u>	<u>\$ 22,214</u>
Proprietary Fund Type:		
Customer deposit account	\$ 4,302	\$ 2,864
Customer deposits - certificate of deposit	21,000	21,000
Water Revenue Bond account	7,750	6,261
Water Revenue Bond Reserve - certificates of deposit	28,078	17,961
Water Revenue Bond Reserve - certificates of deposit	18,866	19,224
Water Replacement & Extension account - certificates of deposit	22,812	21,283
Water Replacement & Extension account	<u>8,400</u>	<u>3,600</u>
	<u>\$ 112,792</u>	<u>\$ 109,117</u>

(4) Sales and Use Tax:

On February 11, 1975, the voters of the Town of Plain Dealing approved a 1% sales and use tax. The revenues derived from the tax are to be used for the general operating purposes.

(5) General Fixed Assets and Property, Plant and Equipment:

	Balance January 1, <u>2001</u>	Additions	Deletions	Balance December 31, <u>2002</u>
Buildings	\$ 211,264	\$ 0	\$ 0	\$ 211,264
Machinery & equipment	41,023	0	0	42,323
Dams & levees	294,580	0	0	294,580
Cemetery	14,189	0	0	14,189
Fire department	201,640	0	0	205,640
General Fund	211,640	11,184	0	224,824
Industrial Park	133,148	0	0	138,148
Lake Plain Dealing	9,270	0	0	9,270
Street improvements	<u>480,771</u>	<u>0</u>	<u>0</u>	<u>480,771</u>
Total	<u>\$ 2,135,844</u>	<u>\$ 11,184</u>	<u>\$ 0</u>	<u>\$ 2,158,112</u>

(Continued)

TOWN OF FLAIR DEALING, LOUISIANA

Notes to Financial Statements
December 31, 2002

A summary of Proprietary fixed type property, plant and equipment at December 31, 2002:

Water utility:	
Wells	\$ 214,524
Storage tanks	88,260
Lines and meters	300,549
Other equipment	304,888
Right-of-way	5,879
Boiling water system	154,572
Building	<u>24,283</u>
	<u>1,087,145</u>
Sewer utility:	
Land	11,000
Lines	44,500
Treatment plant	461,153
Sewer Project 414	483,773
Other	<u>12,148</u>
	<u>1,012,574</u>
Total	1,589,816
Less accumulated depreciation	<u>(1,117,813)</u>
Net	<u>\$ 472,003</u>

Depreciation is computed using the straight-line method.

Depreciation of all exhaustible fixed assets used by proprietary funds is charged to an expense against their operations. Depreciation has been provided over the estimated useful lives using the straight-line method. The estimated useful lives are as follows:

Water Utility:	
Wells	20-25 years
Storage tanks	20-30 years
Lines and meters	20-30 years
Other equipment	4-10 years
Buildings	40 years
Right-of-ways	—
Sewer Utility:	
Water disposal plant	60 years
Lines	30 years
Other equipment	4-10 years

(Continued)

TOWN OF FLATY DEALING, LOUISIANA

Notes to Financial Statements
December 31, 2002

Since July 1, 1959, the Town had kept records with a history of fixed assets cost. All assets acquired since that time are recorded at original cost. Assets acquired before July 1, 1959, are recorded at their fair market value as of July 1, 1959.

(6) Other Required Individual Fund Disclosures:

A. Interfund Receivables and Payables

	Interfund <u>Receivables</u>	Interfund <u>Payables</u>
General fund	\$ 1,160	\$ 79,888
Enterprise funds:		
Water department	108,717	0
Sewer department	_____0	_____28,799
	<u>\$ 109,877</u>	<u>\$ 108,687</u>

B. Deposits Transfers

	Deposits In	Transfers Out
General fund	\$ 99,000	\$ 0
Water use department	_____0	_____98,000
	<u>\$ 99,000</u>	<u>\$ 98,000</u>

(7) Changes in Long-Term Debt:

The following is a summary of bond transactions for the year ended December 31, 2002:

	Water <u>Revenue</u>
Bonds outstanding January 1, 2002	\$ 105,812
Bonds retired	_____27,500
Bonds outstanding December 31, 2002	<u>\$ 78,312</u>

Bonds outstanding at December 31, 2002, are comprised of the following individual issues:

Water Revenue Bonds dated August 21, 1979, \$300,000, at 7%, due in annual installments of \$17,787, including interest, through 2019, and a final installment of \$3,791 in 2019 - to be retired from the income and revenues of the water system.	<u>\$ 105,000</u>
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(Continued)

TOWN OF PLAIN DEALING, LOUISIANA

Notes to Financial Statements

December 31, 2002

The annual requirements to amortize all debt outstanding as of December 31, 2002 including interest payments of \$92,164 follows:

Year Ended December 31,	Water Revenue
2003	\$ 17,167
2004-2008	88,915
2009-2013	88,915
2014-2018	88,915
2019	5,711
	<u>\$ 399,143</u>

Under the terms of the bond indenture on outstanding Water Utility Bonds dated August 11, 1979, all income and revenues of every nature, earned or derived from obligations of the Utility systems are pledged and dedicated to the retirement of said bonds, and are to be set aside monthly into the following special funds:

- (1) A sum equal to 0.12% of the total amount of principal and interest falling due in the coming year is to be deposited into an account entitled "Water and Revenue Bond Fund" and remitted to the Forest Home Administration on an annual basis.
- (2) A sum at least equal to five percent (5%) of the amount to be paid is to be deposited into an account entitled "Water Revenue Bond Reserve Fund" until such time as there has been accumulated a sum equal to the highest combined principal and interest falling due in any year, as a Debt Service Reserve. This Reserve is to be retained solely for the purpose of paying the principal of and interest on bonds payable from the Water Revenue Bond Fund as to which there would otherwise be default.
- (3) The sum of 1% into an account entitled "Water Replacement and Extension Fund" to care for depreciation, extensions, additions, improvements and replacements necessary to operate the system properly. The funds may also be used to make up deficiencies in the Revenue Bond Fund or Reserve Fund, but if so used, it shall be replaced as soon as possible out of earnings from the system after making the required payments into the respective funds.

Such notes payable are substantially in the form of Water Revenue Bonds and are collateralized by revenue of the system and the fixed assets of the system and mature 40 years from the date they were issued.

(8) Leases

The Town entered into a long term operating lease for the use of the telephone equipment in the municipal complex. The total cost on this equipment for the year ended December 31, 2002, was \$991. Notes

(Continued)

TOWN OF PLAIN DEALING, LOUISIANA

Notes to Financial Statements December 31, 2002

minimum lease payments under this lease are as follows:

2003	\$ 997
2004	997
2005	997
2006	418
	<u>\$ 3,409</u>

(7) Retirement Commitments

Municipal Police Employees Retirement System of Louisiana (MERS)

Only one police employee of the Town of Plain Dealing, Louisiana, is a member of the Municipal Police Employees Retirement System of Louisiana, a statewide retirement system. This system is a cost-sharing, multiple-employer defined benefit pension plan administered by a separate board of trustees. Payment information relative to this plan follows:

(1) Plan Description

All full-time police department employees engaged in law enforcement accepted to participate in the System. Employees who retire on or after age 50 with at least 20 years of creditable service or on or after age 55 with at least 15 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. Final-average salary is the employee's average salary over the 30-consecutive or joined months that produce the highest average. Employees who terminate with at least the amount of creditable service stated above, and do not withdraw their employer contributions, may retire at the ages specified above and receive the benefit accrued to their date of termination. The System also provides death and disability benefits. Benefits are established or amended by state statute.

The System issues an annual publicly available financial report that includes financial statements and required supplementary information for the System. That report may be obtained by writing to the Municipal Police Employees Retirement System of Louisiana, 8406 United Plant Boulevard, Baton Rouge, Louisiana 70809-2108, or by calling (225) 839-7411.

(2) Funding Policy

Plan members are required by state statute to contribute 7.50 percent of their annual covered salary and the Town of Plain Dealing is required to contribute at an actuarial determined rate. The current rate is 5.0 percent of annual covered payroll. The contribution requirements of plan members and the Town of Plain Dealing are established and may be amended by state statute. As provided by Louisiana Revised Statute 11:157, the employee contributions are determined by actuarial valuation and are subject to change each year based on the results of the valuation for the prior fiscal year. The Town of Plain Dealing's contributions to the System for the years ending December 31, 2002, 2001, and 2000, were \$1,761, \$1,765, and \$1,600, respectively, equal to required contributions for each year.

(Continued)

TOWN OF PLAIN DEALING, LOUISIANA

Notes to Financial Statements

December 31, 2002

110) Cash and Cash Equivalents:

For reporting purposes, cash equivalents include cash, demand deposits and certificates of deposit. Cash and cash equivalents are stated at cost, which approximates market. At December 31, 2002, the Town's cash deposits were \$1,423,592 and the bank balance was \$1,413,897. At December 31, 2002, all deposits were insured and collateralized by securities with market values exceeding the amount on deposit. Collateral securities were held in the Town's name by the Federal Reserve Bank and require the Town's approval in order to release the collateral. In accordance with GASB No. 3, all of the Town's bank balance is classified as Category 1.

<u>Certificate of Deposits</u>	<u>Interest Rate</u>	<u>Maturity Date</u>	<u>Total Book Value</u>
General Fund - Clinic - Restricted	2.25%	05/14/04	11,000
Prepayers Fund:			
Water Department - Meter Deposit - Restricted	2.25%	05/04/03	31,000
Water Department - Revenue Fund - Restricted	2.15%	05/03/03	10,431
Water Department - Replacement Est. - Restricted	2.37%	01/03/03	21,821
Water Department - Revenue Bond - Restricted	2.70%	03/14/03	19,860
Street Department	2.25%	01/08/03	20,189
Trust Funds:			
Cemetery	2.70%	04/24/03	131,000
Capital Project Funds:			
Industrial Development	2.45%	03/28/03	67,134
Industrial Development	2.00%	03/13/03	186,775
Industrial Development	2.75%	04/23/03	568,268
Industrial Development	2.00%	03/13/03	73,596
Industrial Development	2.00%	03/13/03	138,123
Total all funds			\$ 1,423,592

Investments are under the custody of the Town Clerk. Investing is performed in accordance with investment policies complying with State Statutes and the Town Charter. Funded funds may be invested in (1) direct obligations of the United States government in the payment of which full faith and credit of the United States government is pledged, (2) certificates of deposit at savings and loan associations and federally insured banks whose accounts are acceptable collateral, and (3) savings accounts at savings and loan associations and banks, to the extent fully insured.

(Continued)

TOWN OF PLAIN DEALING, LOUISIANA

Notes to Financial Statements
December 31, 2002

(11) Commitments and Contingencies:

The Town is exposed to various risks of loss related to theft, theft of, damage to and destruction of assets, errors and omissions, injuries to employees, and natural disasters. The Town carries commercial insurance for all risks afloat, including workers' compensation/employee health and accident insurance. Settlements have not exceeded insurance coverage in any of the past three fiscal years.

The Town participates in certain federal and state assisted programs. These programs are subject to program compliance audits by the grantors or their representatives. Any liability for reimbursement (which may arise as the result of these audits) is not believed to be material.

The Town is the defendant in various lawsuits arising principally in normal course of operations. In the opinion of the administration, the outcome of these lawsuits will not have a material adverse effect on the accompanying combined financial statements and accordingly, no provision for losses has been recorded.

(12) On-Behalf Payments:

Three Town police employees received a total of \$1,020 in police supplemental pay from the State of Louisiana. The Town is responsible for withholding taxes from these employees and paying the Town's matching portion of social security taxes for the amount of supplemental pay received. The Town must recognize this supplemental pay received by the employees as revenues and expenditures of the Town. The revenue is reported in the General Fund under intergovernmental revenue and the expenditure is reported in the Police Department.

SUPPLEMENTAL INFORMATION SCHEDULES

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. The Industrial Development Fund accounts for the special 1% tax increase levy beginning April 1, 1993 to be used for the purpose of acquiring, constructing and improvement of industrial parks and buildings. The Louisiana Community Development Block Grant Fund accounts for two block grants the Town received in 2008 for Bollinger Plant improvements and for street improvements. Schedules 1 and 2 present the Capital Projects Funds' Combining Balance Sheet and Combining Statement of Revenues, Expenditures, and Changes in Fund Balances.

Enterprise Funds - Water and Sewer Funds account for the provision of water and sewer services to the residents of the Town and some residents of the Parish. All activities necessary to provide such services are accounted for in the fund, including, but not limited to, administration, operations, maintenance, financing, billing, and collection. Schedules 3, 4, 5, 6, and 7 present the Enterprise Funds' Combining Balance Sheet, Combining Statement of Revenues, Expenditures, and Changes in Fund Balances, Combining Statement of Cash Flows, Statement of Revenues, Expenditures, and Changes in Retained Earnings - Budget (FOIAAF Basis) and Actual, and Schedule of Changes in Assets Restricted Under Revenue Bond Debt.

General Fixed Assets Group - This account group is established to account for all fixed assets of the Town other than those used in proprietary fund operations or accounted for in Trust funds. Capital expenditures in all funds are recorded as expenditures of those funds at the time of purchase and are subsequently recorded, at cost, for control purposes in the General Fixed Assets Account Group. In accordance with generally accepted accounting principles for governmental entities, depreciation is not recorded in general fixed assets. Schedules 8 and 9 present Schedule of General Fixed Assets - By sources and By Function and Activity.

Schedule of Compensation Paid Mayor and Aldermen - Schedule 10

Subsidiary

TOWN OF PLAIN DEALING, LOUISIANA
Capital Projects Funds
Combining Balance Sheet

December 31, 2002
 With Comparative Totals for December 31, 2001

	Louisiana		Totals	
	Industrial Development	Community Development Block Grants	2002	2001
Assets				
Cash in bank	\$ 177,140	\$ 0	\$ 177,140	\$ 15,483
Certificates of deposits	715,020	0	715,020	752,142
Accrued interest	1,061	0	1,061	500
Prepaid	763	0	763	833
Total assets	\$ 894,984	\$ 0	\$ 894,984	\$ 821,958
Liabilities and Fund Balances				
Liabilities				
Due to other funds	\$ 0	\$ 0	\$ 0	\$ 0
Accounts payable	24	0	24	13
Total liabilities	24	0	24	13
Fund balances	870,960	0	870,960	808,945
Total liabilities and fund balances	\$ 870,984	\$ 0	\$ 870,984	\$ 821,958

See accompanying notes to the financial statements.

TOWN OF PLUM ORANGE, LOUISIANA
Capital Project Fund
Continuing Statement of Revenues, Expenditures, and
Changes in Fund Balance

For the Year Ended December 31, 2013
 With Comparative Totals for December 31, 2012

	Louisiana Community Development Block Grants		Totals	
	Federal Expenditures	State Grants	2013	2012
Revenues:				
Sales taxes	\$ 181,604	\$ 0	\$ 181,604	\$ 94,181
Federal grants	0	0	0	(31,346)
Interest	26,128	0	26,128	38,984
Total Revenues	<u>207,732</u>	<u>0</u>	<u>207,732</u>	<u>101,819</u>
Expenditures:				
General government	2,893	0	2,893	6,360
Capital outlays	0	0	0	0
Grant Expenditures	0	0	0	(31,346)
Miscellaneous	0	0	0	0
Total Expenditures	<u>2,893</u>	<u>0</u>	<u>2,893</u>	<u>14,006</u>
Excess of revenues over expenditures	<u>204,839</u>	<u>0</u>	<u>204,839</u>	<u>126,796</u>
Other financing sources (uses)				
Operating transfers in	0	0	0	0
Operating transfers out	0	0	0	0
Net other financing sources (uses)	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Excess (deficiency) of revenues over expenditures	<u>204,839</u>	<u>0</u>	<u>204,839</u>	<u>126,796</u>
Fund balance at beginning of year	<u>828,117</u>	<u>0</u>	<u>828,117</u>	<u>700,120</u>
Fund balance at end of year	<u>\$ 1,032,956</u>	<u>\$ 0</u>	<u>\$ 1,032,956</u>	<u>\$ 826,916</u>

See accompanying notes to the financial statements.

TOWN OF PLAIN DEALING, LOUISIANA
Enterprise Fund
Combining Balance Sheet

December 31, 2002
 With Comparative Totals for December 31, 2001

ASSETS

	2002			2001
	Year Expenses	Year Expenses	Cash/Net	
Current Assets:				
Cash	\$ 71,290	\$ 85,236	\$ 171,507	\$ 142,402
Certificates of deposit	0	26,189	26,189	85,578
Reserve/funds:				
Accounts receivable	26,802	18,112	26,802	21,807
Accrued interest	181	0	181	1,408
Other	0	0	0	18
Due from other funds	100,717	0	100,717	100,884
Prepaids	4,888	1,452	10,340	5,888
Total current assets	<u>204,678</u>	<u>132,989</u>	<u>339,673</u>	<u>357,587</u>
Restricted Assets, Cash:				
Customer deposits	37,322	0	37,322	36,964
Water revenue bond fund	1,791	0	1,791	4,281
Water revenue bond reserve fund	23,244	0	23,244	37,187
Water replacement and extension fund	29,282	0	29,282	27,783
Total restricted assets	<u>131,739</u>	<u>0</u>	<u>131,739</u>	<u>106,215</u>
Property, Plant & Equipment:				
Improvements	1,981,145	1,214,694	2,309,836	2,381,633
Less accumulated depreciation	<u>(875,214)</u>	<u>(284,646)</u>	<u>(1,117,818)</u>	<u>(1,067,289)</u>
Net property, plant & equipment	<u>1,105,931</u>	<u>929,048</u>	<u>1,192,018</u>	<u>1,314,344</u>
Total Assets	<u>\$ 537,447</u>	<u>\$ 1,062,087</u>	<u>\$ 1,724,430</u>	<u>\$ 1,678,227</u>

See accompanying notes to the financial statements.

LIABILITIES AND STOCK EQUITY

	2003			
	Water Department	Sewer Department	Combined	Total
Liabilities				
Current liabilities/payable from current assets:				
Accounts payable	\$ 8,664	\$ 1,585	\$ 10,249	\$ 10,834
Due to other funds	0	24,796	24,796	27,177
Other	1,640	0	1,640	1,238
Total current liabilities/payable from current assets)	11,304	26,381	46,685	39,249
Current liabilities/payable from non-current assets:				
Current liabilities/payable from restricted assets:				
Water revenue bond	7,882	0	7,882	7,882
Accrued interest	1,714	0	1,714	1,811
Customer deposits	21,775	0	21,775	21,444
Total current liabilities/payable from restricted assets)	31,371	0	31,371	31,137
Long-Term Liabilities (payable from restricted assets):				
Water revenue bond	192,217	0	192,217	192,117
Total liabilities (payable from restricted assets)	315,205	0	315,205	343,869
Stock Equity:				
Contributed Capital:				
Municipality	0	219,673	219,673	219,673
Federal grants	149,000	755,821	904,821	884,807
Total contributed capital	149,000	975,494	1,124,494	1,104,480
Residual Earnings:				
Unassigned	492,573	687,367	1,179,940	211,040
Total fund equity	641,573	1,662,861	2,349,880	1,315,520
Total liabilities and fund equity	\$ 956,778	\$ 1,662,861	\$ 2,349,880	\$ 1,619,389

See accompanying notes to the financial statements.

TOWN OF PLUM DEALING, LOUISIANA
Sanction Fund

Comparing Statements of Revenues, Expenses, and Changes in Funded Savings

For the Year Ended December 31, 2001
 With Comparative Totals for December 31, 2000

	2001			
	New Government	New Government	Continued	2000
Operating Revenues:				
Charges for services	\$ 384,202	\$ 82,727	\$ 247,018	\$ 248,717
Other	311	0	311	1,097
Total operating revenues	<u>384,513</u>	<u>82,727</u>	<u>247,329</u>	<u>249,814</u>
Operating Expenses:				
Personnel services	73,651	27,824	111,486	102,226
Contractual services	7,331	7,330	10,087	7,408
Supplies and materials	21,249	24,023	41,492	20,273
Fuel, light and power	11,889	11,813	23,546	23,677
Depreciation	24,244	24,000	40,248	33,224
Other	31,022	12,811	48,279	78,200
Total operating expenses	<u>139,386</u>	<u>107,801</u>	<u>274,648</u>	<u>275,158</u>
Operating income (loss)	<u>(54,873)</u>	<u>(25,074)</u>	<u>(27,319)</u>	<u>(25,344)</u>
Nonoperating Revenues (Expenses):				
Interest income	1,878	2,280	4,134	13,124
Interest expense	(10,148)	0	(10,148)	(10,338)
Transfer in	0	0	0	0
Transfer out	0	0	0	0
Net nonoperating revenues (expenses)	<u>(8,270)</u>	<u>2,280</u>	<u>(6,014)</u>	<u>2,786</u>
Net income (loss)	<u>(63,143)</u>	<u>(22,794)</u>	<u>(33,333)</u>	<u>(22,558)</u>
Funded savings, beginning	<u>447,381</u>	<u>(171,548)</u>	<u>275,833</u>	<u>298,391</u>
Funded savings, ending	<u>\$ 405,833</u>	<u>\$ (200,267)</u>	<u>\$ 199,436</u>	<u>\$ 275,833</u>

See accompanying notes to the financial statements.

TOWN OF PLEIN BEAUFORT, LOUISIANA
Enterprise Funds
Combining Statement of Cash Flows

For the Year Ended December 31, 2001
 With Comparative Totals for December 31, 2000

	2001			2000
	Year Ended	Year Ended	Ended	
Cash flows from operating activities:				
Net income (loss)	\$ (11,116)	\$ 188,221	\$ (75,007)	\$ (28,009)
Adjustments to reconcile net income to net cash provided by operating activities:				
Depreciation	34,248	34,000	40,289	33,156
Change in assets and liabilities:				
(Increase)/decrease in accounts receivable	1,366	485	1,792	3,116
(Increase)/decrease in other receivables	1,279	0	3,278	(1,449)
(Increase)/decrease in due from other fund	1,147	0	2,147	(8,790)
(Increase)/decrease in prepaids	(1,179)	906	(1,250)	1,824
Increase/(decrease) in accounts payable	1,074	219	2,628	7,122
Increase/(decrease) in due to other funds	0	1,615	1,645	6,179
Increase/(decrease) in other liabilities	(215)	0	(218)	(1,311)
Total adjustments	41,686	21,226	11,222	53,946
Net cash provided by operating activities	30,270	209,447	11,215	25,211
Cash flows from investing activities:				
Purchase of fixed assets	(24,201)	0	(24,201)	(179,881)
Disposal of fixed assets	0	0	0	0
Purchase of investments	0	(28,395)	(26,189)	(26,276)
Proceeds from investments	0	98,728	98,728	47,431
Interest on investments	0	2,280	2,280	4,368
Net cash used in investing activities	(24,201)	70,333	4,518	(148,260)
Cash flows from financing activities:				
(Decrease)/decrease in restricted assets	(4,583)	0	(4,281)	(20,583)
Increase/(decrease) in restricted liabilities	211	0	211	85
Principal payments of long-term debt	(7,511)	0	(7,231)	(7,232)
Net cash provided by financing activities	(11,883)	0	(11,301)	(27,690)
Cash flows from other activities:				
Interest income	1,878	0	1,878	11,169
Interest expense	(8,148)	0	(8,148)	(82,518)
Grant proceeds	7,111	0	7,111	111,492
Net cash provided by other activities	(3,159)	0	(3,159)	39,753
Net increase in cash and cash equivalents	(8,473)	21,780	4,893	(26,211)
Cash and cash equivalents at beginning of year	193,928	181,452	143,431	169,642
Cash and cash equivalents at end of year	\$ 185,455	\$ 203,232	\$ 148,324	\$ 143,431

See accompanying notes to the financial statements.

Schedule 1

TOWN OF PLAIN DEADING, MASSACHUSETTS
Exception Funds

Statement of Revenues, Expenditures, and Changes in Retained Earnings
 Budget (GAAP basis) and Actual

For the Year Ended December 31, 2002

With Comparative Actual Amounts for the Year Ended December 31, 2001

	2002		Variance Amounts (favorable)	2001 Actual
	Budget	Actual		
Revenues:				
Charges for services	\$ 267,400	\$ 267,819	(581)	\$ 238,717
Interest	5,000	4,028	(972)	15,829
Other	8,500	312	(8,188)	1,897
Total revenues	<u>281,400</u>	<u>272,159</u>	<u>(9,241)</u>	<u>256,443</u>
Expenditures:				
Other operating expenses	142,500	148,833	(6,333)	138,281
Personnel services	83,230	111,486	(28,256)	182,236
Depreciation	40,000	40,249	(249)	39,336
Interest	17,571	13,740	3,831	13,218
Total expenditures	<u>283,301</u>	<u>314,308</u>	<u>(30,987)</u>	<u>373,071</u>
Excess (deficiency) of revenues over expenditures	(1,901)	(79,149)	80,698	(23,628)
Other financing sources (uses):				
Transfers in	0	0	0	0
Excess (deficiency) of revenues and other sources over expenditures	(1,901)	(79,149)	80,698	(23,628)
Retained savings, beginning	279,833	279,833	0	298,860
Retained savings, ending	<u>\$ 281,148</u>	<u>\$ 199,684</u>	<u>\$ 80,698</u>	<u>\$ 275,232</u>

See accompanying notes to the financial statements.

TOWN OF PLUM BEACH, LOUISIANA
Statement of Changes in Assets/Restricted Under Revenue Bond Debt

For the Year Ended December 31, 2002

	Bond		Water		Total
	Fund	Accounts	Fund	Replacements and Interest	
Cash January 1, 2002	\$ 4,261	\$ 17,961	\$ 22,760		\$ 44,982
Cash receipts:					
Transferred from operating activities	19,074	0	0	0	19,074
Interest credited	285	0	143	0	1,408
Total cash receipts	<u>19,359</u>	<u>0</u>	<u>1,433</u>	<u>0</u>	<u>21,274</u>
Total cash available	<u>33,620</u>	<u>17,961</u>	<u>24,193</u>	<u>0</u>	<u>76,774</u>
Cash disbursements:					
Principal payment	7,514	0	0	0	7,514
Interest payment	10,255	0	0	0	10,255
Transfer to certificate of deposit	0	0	0	0	0
Total disbursements	<u>17,769</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>17,769</u>
Cash December 31, 2002	\$ 15,851	\$ 17,961	\$ 24,193	\$ 0	\$ 58,005

See accompanying notes to the financial statements.

Schedule B

TOWNSHIP OF PLAIN DEWALING, LOUISIANA
Schedule of General Fixed Assets - By Source
 December 31, 2002 and 2001

	2002	2001
General Fixed Assets:		
General Fund	\$ 324,834	\$ 313,640
Fire department	200,640	200,640
Cemetery	14,389	14,389
Dams and reservoirs	204,580	204,580
Buildings	114,764	114,764
Miscellaneous and equipment	40,207	42,020
Industrial park	113,148	111,148
Street improvements	440,777	440,777
Lake Plain Feeding	9,278	9,278
Total general fixed assets	\$ 2,144,127	\$ 2,176,926
Investment in general fixed assets from:		
General fund/revenues	\$ 411,148	\$ 601,418
Federal grants	1,066,718	1,066,718
General obligation bonds	31,000	31,000
Sales tax revenues	237,758	237,758
Water and sewer fund	31,000	31,000
Louisiana Highway Safety Commission	31,000	35,000
Other sources	71,018	79,944
Total investment in general fixed assets	\$ 2,100,117	\$ 2,176,944

See accompanying notes to the financial statements.

Town of Plain Field, Louisiana
Schedule of Changes in General Fixed Assets
(By Function and Activity)

For the Year Ended December 31, 2002

	General Fixed Assets			General Fixed Assets December 31, 2002
	January 1, 2002	Additions	Reductions	
General Government				
General fund	\$ 315,640	\$ 11,384	\$ 0	\$ 327,024
Street improvements	440,777	0	0	440,777
Municipal buildings	318,564	0	0	318,564
Machinery and equipment	42,525	0	0	42,525
Industrial park	558,148	0	0	558,148
Lake Plain Dredging	5,278	0	0	5,278
Total general government	<u>1,680,832</u>	<u>11,384</u>	<u>0</u>	<u>1,692,216</u>
Fire Department	205,640		0	205,640
Cemetery	14,199		0	14,199
Debt and interests	<u>294,589</u>	<u>0</u>	<u>0</u>	<u>294,589</u>
	<u>514,428</u>	<u>0</u>	<u>0</u>	<u>514,428</u>
Total general fixed assets	<u>\$ 2,195,260</u>	<u>\$ 11,384</u>	<u>\$ 0</u>	<u>\$ 2,206,644</u>

See accompanying notes to the financial statements.

Schedule III

TOWN OF PLAIN DEALING, LOUISIANA
Schedule of Compensation Paid Mayor and Aldermen
For the Year Ended December 31, 2021

Mayor Smith	\$	11,000
Alderman Rightmeyer		1,200
Alderman Arnold		1,200
Alderman T. Hogg		1,200
Alderman P. Hogg		1,200
Alderman Anderson		1,200
		<u>17,000</u>
Total	\$	<u>18,000</u>

See accompanying notes to the financial statements.

**ADDITIONAL
REPORT REQUIRED BY
GOVERNMENTAL AUDITING
STANDARDS**

**Report on Compliance and on Internal Control Over Financial
Reporting Based on an Audit of Financial Statements Performed in
Accordance with Governmental Auditing Standards**

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James T. Bates

CERTIFIED PUBLIC ACCOUNTANT
412 BARRINGER (BONE) SQUARE
MONROE CITY, LOUISIANA 71111

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

The Honorable David Smith, Mayor,
and the members of the Board of Aldermen of
The Town of Plain Dealing, Louisiana

I have audited the general purpose financial statements of the Town of Plain Dealing, Louisiana, as of and for the year ended December 31, 2002, and have issued my report thereon dated May 30, 2003. I conducted my audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States.

Compliance

As part of obtaining reasonable assurance about whether the Town of Plain Dealing, Louisiana's general purpose financial statements are free of material misstatement, I 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 my audit, and accordingly, I do not express such an opinion. The results of my tests disclosed no instances of noncompliance that are required to be reported under Government Auditing Standards. I also noted certain immaterial instances of noncompliance that I have reported to management of the Town of Plain Dealing, Louisiana, in a separate letter dated May 30, 2003.

Internal Control Over Financial Reporting

In planning and performing my audit, I considered the Town of Plain Dealing, Louisiana's internal control over financial reporting in order to determine my auditing procedures for the purpose of expressing my opinion on the general purpose financial statements and not to provide assurance on the internal control over financial reporting. My consideration of the internal control over financial reporting would not necessarily disclose all matters in the internal control over reporting that might be material weaknesses. 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 accounts that would be material in relation to the financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned duties. I noted no matters involving the internal control over financial reporting and its operation that I consider to be material weaknesses.

This report is intended for the information of management, Board of Aldermen and the State of Louisiana's Legislative Auditor. This restriction is not intended to limit the distribution of this report, which is a matter of public record.


May 30, 2003

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AUDIT FINDINGS

Summary Schedule of Prior Audit Findings

Schedule of Findings and Questioned Costs

*Schedule of Prior Audit Findings for Louisiana
Legislative Auditor*

*Schedule of Current Audit Findings for Louisiana
Legislative Auditor*

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TOWN OF FLAIR DEALING, LOUISIANA

**Summary Schedule of Prior Audit Findings
December 31, 2002**

There was one audit finding and one management letter comment for the prior audit period ending December 31, 2001.

FINDING RELATED TO LEASE COMMITMENTS

Finding 2001-01: Lease Commitments

Condition: The Town entered into a long term lease agreement for telecommunications equipment without the appropriate annual appropriation, dependence clause and timing request for proposals for the desired equipment.

Current Status: No similar audit findings were noted in the audit for the year ended December 31, 2002.

TOWN OF PLAIN DEALING, LOUISIANA

**Schedule of Findings and Questioned-Costs
December 31, 2002**

A. SUMMARY OF AUDIT RESULTS

1. The auditor's report expresses an unqualified opinion on the financial statements of the Town of Plain Dealing, Louisiana.
2. No reportable conditions are reported in the Report on Compliance and on Internal Control Over Financial Reporting Based on an Audit of Financial Statements Performed in Accordance with Government Auditing Standards.
3. No instances of noncompliance material to the financial statements of the Town of Plain Dealing, Louisiana was disclosed during the audit.

TOWN OF FLAIN DEALEIVE, LOUISIANA

**Schedule of Prior Audit Findings For Louisiana Legislative Auditor
December 31, 2000**

SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS

There was one finding in the previous audit for the year ended December 31, 2001 as noted on Page 12 of this report.

There was one management letter comment in the previous audit for the year ended December 31, 2001.

Comment #1 - Internal Control

The Mayor and Town Clerk have conducted surprise cash counts during the audit period.

TOWN OF PLAIN DEALING, LOUISIANA

**Schedule of Current Audit Findings for Louisiana Legislative Auditor
December 31, 2002**

CORRECTIVE ACTION PLAN FOR CURRENT YEAR AUDIT FINDINGS

There are no findings for the current audit year ended December 31, 2002.

There is one management letter comment for the current audit year ended December 31, 2002.

Comment #1 - Utility Billing System

A function of management is to ensure that the computer system generated reports are properly reconciled to the general ledger. The utility billing system has the capability to track customer meter deposits. Given this balance has been determined within the system, the general ledger should be adjusted accordingly.

Management's Response

A staff member will be assigned the task of reviewing the reports generated by the billing system and once completed, the proper general ledger accounts will be adjusted accordingly.

James T. Bates

CERTIFIED PUBLIC ACCOUNTANT
BY THE BOARD OF ACCOUNTS
BOSSIER CITY, LOUISIANA 71111

COMMUNICATIONS SECTION
OFFICE OF THE COMPTROLLER

00 JUN 16 11 12 AM '03

MEMBER
AMERICAN INSTITUTE OF
CERTIFIED PUBLIC ACCOUNTANTS

MEMBER
(713) 142-2228
MEMBER 142-2188

Management Letter

The Honorable David Smith, Mayor,
and the members of the Board of Aldermen of
The Town of Plain Dealing, Louisiana

I have audited the general purpose financial statements of the Town of Plain Dealing, Louisiana (the Town), for the year ended December 31, 2002, and have issued my report thereon dated May 30, 2003. In planning and performing the audit of the financial statements of the Town, I considered its internal control over financial reporting in order to determine the auditing procedures for the purpose of expressing my opinion on the financial statements and not to provide assurance on the internal control over financial reporting.

During the audit the following items were noted involving the reconciliation of various computer generated reports to the general ledger and other operational matters which appear to merit your attention for consideration to improve the operations of the Town. This comment has been discussed with the appropriate members of management.

Utility Billing System

A function of management is to ensure that the computer system generated reports are properly reconciled to the general ledger. The utility system's capability to track the customer meter deposits should be utilized to its fullest extent and its balance reconciled to the general ledger.

I express sincere thanks to the Town's personnel for the cooperation and assistance provided me during my audit. I am available to provide you assistance and consultation in the implementation of the above mentioned items. This letter is furnished solely for the use of management and the Board of Aldermen and is not intended to be used for any other purpose.



May 30, 2003