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VILLAGE OF HESSNER, LOUISIANA

Financial Report

Year Ended August 31, 2003

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the entity and other appropriate public officials. This
report is available for public inspection at the State
House office of the Legislative Auditor and, where
appropriate, at the office of the parish clerk of court.

Release Date 08-14-04

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INDEPENDENT AUDITORS' REPORT

The Honorable Mayor Mark Jansonne
And The Board of Aldermen
Village of Houma, Louisiana

We have audited the accompanying general purpose financial statements of the Village of Houma, Louisiana as of August 31, 2003, and for the year then ended, as listed in the table of contents. These general purpose financial statements are the responsibility of Village of Houma's management. Our responsibility is to express an opinion on these general purpose financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the 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 evaluating the overall general purpose 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 Village of Houma, Louisiana, as of August 31, 2003, and the results of its operations and the cash flows of its proprietary fund types for the year then ended in conformity with generally accepted accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, we have also issued a report dated October 11, 2003 on our consideration of the Village of Houma's internal control over financial reporting and on our tests 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 our audit.

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Our audit was conducted for the purpose of forming an opinion on the general purpose financial statements taken as a whole. The accompanying financial information listed as "supplemental information" in the table of contents is presented on pages 24-53 for purposes of additional analysis and is not a required part of the general purpose financial statements of the Village of Bossier, 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 financial statements and, in our opinion, is fairly presented in all material respects in relation to the general purpose financial statements taken as a whole.

Kaiser, Champagne, Stevens & Company, LLC
Certified Public Accountants

Bossierville, Louisiana
October 11, 2000

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

VILLAGE OF BERKSHIRE, ILLINOIS

Combined Balance Sheet - all Fund Types and Account Groups
August 31, 2001

	Governmental Fund Types		Proprietary Fund Types		Accounts Receivable			Totals	
	General Fund	Capital Projects	Debt Service	Water	General Accounts	Long-Term Debt	Due Within 1 Year	(Minus within 1 Year)	Total
Cash	\$ 140,588	\$ -	\$ 4,088	\$ 176,084	\$ -	\$ -	\$ 280,022	\$ 267,314	
Interest-bearing deposits	1,000	-	11,466	156,278	-	-	154,744	154,693	
Receivables:									
Accounts	-	-	-	54,200	-	-	54,200	27,588	
Due from other governmental agencies	481	-	-	-	-	-	481	103,633	
Accounts receivable	28	-	8	281	-	-	289	239	
Due from other funds	4,008	-	12,308	1,712	-	-	20,028	23,768	
Prepaid assets	50,792	-	-	4,666	-	-	21,428	16,263	
Inventory	-	-	-	17,925	-	-	17,925	17,613	
Restricted assets	-	-	-	-	-	-	-	-	
Cash	-	-	-	145,259	-	-	145,259	148,761	
Interest-bearing deposits	-	-	-	16,119	-	-	16,119	17,874	
Accounts receivable	-	-	-	289	-	-	289	289	
Land	-	-	-	-	26,492	-	26,492	26,492	
Buildings	-	-	-	-	89,833	-	89,833	89,833	
Equipment	-	-	-	-	17,291	-	17,291	14,210	
Vehicles	-	-	-	-	73,823	-	73,823	73,603	
Utility property, plant and equipment	-	-	-	1,800,349	-	-	1,800,349	1,800,681	
Accumulated depreciation	-	-	-	(177,209)	-	-	(177,209)	(183,089)	
Amount available to debt service funds	-	-	-	-	-	22,868	22,868	24,088	
Amount to be provided for retirement of general long-term debt	-	-	-	-	-	-	-	-	
Total assets and other debits	\$ 141,588	\$ -	\$ 20,602	\$ 1,911,651	\$ 1,250,756	\$ 12,868	\$ 1,817,246	\$ 1,817,422	

(continued)

VILLAGE OF HIGHLAND, ILLINOIS

Condensed Balance Sheet - All Fund Types and Account Groups (Continued)
August 31, 2003

Liabilities	Governmental Fund Types		Proprietary				Account Groups			Totals
	General Fund	Capital Projects	Enterprise	Financial	Internal	Long Term Assets	Debt	Internal	External	
Accounts payable	\$ -	\$ -	\$ 3,777	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 37,800
Contract payable	-	-	-	-	-	-	-	-	-	71,918
Retainage payable	-	-	-	-	-	-	-	-	-	34,248
Due to other funds	1,506	58	466	-	-	-	-	-	-	31,758
Payable from restricted items -	-	-	-	-	-	-	-	-	-	11,001
Customer deposits	-	-	31,887	-	-	-	-	-	-	31,887
Customer deposits	-	-	1,000	-	-	-	-	-	-	6,000
Revenue bonds payable	-	-	3,341	-	-	-	-	-	-	3,341
Accrued interest	-	-	4,778	-	-	-	-	-	-	4,778
Capital lease payable	-	-	-	-	31,000	-	-	-	-	31,000
General obligation bonds payable	-	-	-	-	-	-	-	-	-	24,000
Revenue bonds payable	-	-	34,000	-	-	-	-	-	-	34,000
Total liabilities	\$ 1,506	\$ 58	\$ 68,082	\$ -	\$ 31,000	\$ -	\$ -	\$ -	\$ -	\$ 100,546
Equity and other credits	-	-	1,428,811	-	-	-	-	-	-	1,428,811
Contributed capital (net of accumulated amortization)	-	-	-	208,708	-	-	-	-	-	208,708
Investment in general fund assets	-	-	-	-	-	-	-	-	-	-
Restricted earnings -	-	-	-	-	-	-	-	-	-	62,138
Unencumbered	-	-	150,827	-	-	-	-	-	-	150,827
Reserve	-	-	750,255	-	-	-	-	-	-	750,255
Total liabilities	\$ -	\$ -	\$ 1,428,811	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 1,428,811
Reserve for debt service	28,762	-	-	-	-	-	-	-	-	28,762
Reserve for subsequent expenditures	111,611	-	-	-	-	-	-	-	-	111,611
Unreserved-unobligated	-	-	-	-	-	-	-	-	-	164,331
Total Fund Balances	\$ 139,373	\$ -	\$ 1,428,811	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 1,428,811
Total equity and other credits	\$ 139,373	\$ -	\$ 1,428,811	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 1,428,811
Total liabilities, equity and other credits	\$ 1,645,879	\$ 58	\$ 1,496,892	\$ -	\$ 31,000	\$ -	\$ -	\$ -	\$ -	\$ 1,645,879

The accompanying notes are an integral part of this statement.

VILLAGE OF BISSMER, LOUISIANA

Combined Statement of Revenues, Expenditures, and Changes in Fund Balances -
All Governmental Fund Types
Fiscal Year Ended August 31, 2000

	General Fund	Capital Projects	Debt Service	Totals (Microcomputer Only)	
				2000	2000
Revenues:					
Taxes	\$ 25,728	\$ -	\$ 4,818	\$ 30,546	\$ 30,546
Licenses and permits	25,349	-	-	25,349	25,349
Intergovernmental	22,853	158,163	-	181,016	835,868
Fees and forfeits	181,260	-	-	181,260	181,682
Miscellaneous	86,054	-	362	86,416	88,226
Total revenues	<u>371,244</u>	<u>158,163</u>	<u>5,180</u>	<u>415,887</u>	<u>1,071,731</u>
Expenditures:					
Current -					
General government	51,147	-	-	51,147	44,568
Public safety:					
Police	147,886	-	-	147,886	125,702
Fire	27,978	-	-	27,978	29,378
Streets and drainage	28,313	-	-	28,313	22,095
Recreation	14,421	-	-	14,421	14,061
Capital outlay	6,882	238,621	-	277,900	845,149
Debt service	6,960	-	4,682	10,641	10,227
Total expenditures	<u>284,686</u>	<u>238,621</u>	<u>4,682</u>	<u>515,889</u>	<u>1,094,998</u>
Excess (deficiency) of revenues over expenditures	(12,442)	(80,458)	1,498	(103,801)	(22,842)
Other financing sources					
Operating transfers in	<u>26,080</u>	<u>90,458</u>	<u>-</u>	<u>117,418</u>	<u>26,080</u>
Excess of revenues and other sources over expenditures	21,507	-	1,498	15,657	5,158
Fund balances, beginning	<u>113,278</u>	<u>-</u>	<u>27,112</u>	<u>140,390</u>	<u>117,222</u>
Fund balances, ending	<u>\$131,825</u>	<u>\$ -</u>	<u>\$28,212</u>	<u>\$160,037</u>	<u>\$122,380</u>

The accompanying notes are an integral part of this statement.

VILLAGE OF WESSIER, LOUISIANA

Consolidated Statement of Revenues, Expenditures, and Changes in Fund Balances
Budget (GAAP Basis) and Actual -
General and Debt Service Fund
Fiscal Year Ended August 31, 2000

	General Fund			Debt Service Fund		
	Budget	Actual	Variance - Favorable (Unfavorable)	Budget	Actual	Variance - Favorable (Unfavorable)
Revenues:						
Taxes	\$ 22,480	\$ 25,125	\$ 2,645	\$ 4,800	\$ 4,800	\$ 0.00
Licenses and permits	34,880	35,149	(811)	-	-	-
Intergovernmental	22,880	22,855	225	-	-	-
Fees and tariffs	80,880	101,260	20,380	-	-	-
Miscellaneous	70,280	86,814	16,534	800	781	(19)
Total revenues	<u>231,400</u>	<u>271,203</u>	<u>39,804</u>	<u>4,800</u>	<u>5,581</u>	<u>781</u>
Expenditures:						
Current -						
General government:						
Public safety:						
Police	128,080	145,886	(17,806)	-	-	-
Fire	36,180	27,978	8,202	-	-	-
Streets and drainage	24,150	26,110	(1,960)	-	-	-
Recreation	15,280	14,431	849	-	-	-
Capital outlay	14,250	6,882	7,368	-	-	-
Debt service	4,580	10,879	(6,299)	4,800	4,081	719
Total expenditures	<u>211,520</u>	<u>268,082</u>	<u>43,438</u>	<u>4,800</u>	<u>4,081</u>	<u>719</u>
Excess (deficiency) of revenues over expenditures	(20,120)	(1,441)	25,367	700	1,500	400
Other financing sources:						
Operating transfers in	36,880	36,800	80	-	-	-
Excess (deficiency) of revenues and other sources over expenditures	(2,800)	22,157	25,367	700	1,500	400
Fund balances, beginning	<u>112,278</u>	<u>112,278</u>	<u>-</u>	<u>25,112</u>	<u>25,112</u>	<u>-</u>
Fund balances, ending	<u>\$110,498</u>	<u>\$135,435</u>	<u>\$ 25,367</u>	<u>\$25,812</u>	<u>\$26,612</u>	<u>\$ 400</u>

The accompanying notes are an integral part of this statement.

VILLAGE OF HESSMER, LOUISIANA

Enterprise Funds- Proprietary Fund Type
 Combined Statement of Revenues, Expenses, and Changes in Retained Earnings
 Fiscal Years Ended August 31, 2001 and 2000

	<u>2001</u>	<u>2000</u>
Operating revenues:		
Charges for services	\$ 124,085	\$ 122,539
Operating expenses:		
Salaries and labor	41,790	34,483
Payroll taxes	3,288	3,633
Depreciation	53,937	52,312
Maintenance and repairs	18,573	18,287
Office supplies	5,144	4,316
Legal and professional	3,885	3,449
Insurance	8,998	6,138
Fuel and oil	2,385	2,039
Chemicals and supplies	22,719	26,111
Utilities	12,238	13,183
Laboratory testing	1,036	944
Other	8,986	5,657
Total operating expenses	<u>178,887</u>	<u>168,711</u>
Operating income	<u>45,198</u>	<u>53,828</u>
Nonoperating revenues (expenses):		
Interest on investments	12,523	12,982
Interest expense	(3,790)	(5,413)
Miscellaneous	(1,851)	1,486
Total nonoperating revenues	<u>6,882</u>	<u>9,055</u>
Income before other financing uses	52,080	62,883
Operating transfers out	<u>(127,638)</u>	<u>(26,080)</u>
Net income (loss)	<u>(75,558)</u>	<u>36,803</u>
Depreciation on fixed assets acquired by grants, entitlements, and shared revenues externally restricted for capital acquisition and construction that reduces contributed capital	22,762	18,515
Retained earnings, beginning	<u>822,711</u>	<u>778,395</u>
Retained earnings, ending	<u>\$ 747,153</u>	<u>\$ 815,208</u>

The accompanying notes are an integral part of this statement.

VILLAGE OF HESSMER, LOUISIANA

Enterprise Funds - Proprietary Fund Type
 Combined Statement of Cash Flows
 Fiscal Years Ended August 31, 2003 and 2002

	<u>2003</u>	<u>2002</u>
Cash flows from operating activities:		
Operating income	<u>\$ 41,498</u>	<u>\$ 52,828</u>
Adjustments to reconcile operating income to net cash provided by operating activities -		
Depreciation	51,927	52,312
Changes in assets and liabilities:		
(Increase) decrease in accounts receivable	(2,719)	2,472
Increase in prepaid insurance	(454)	(2,868)
(Decrease) increase in accounts payable	(2,810)	1,308
Increase in customer deposits	1,454	1,658
Total adjustments	<u>46,298</u>	<u>54,824</u>
Net cash flows provided by operating activities	<u>87,796</u>	<u>107,652</u>
Cash flows from noncapital financing activities:		
Advances from (to) other funds	(2,885)	2,793
Other	-	1,406
Transfers out	<u>(127,699)</u>	<u>(26,800)</u>
Net cash used by noncapital financing activities	<u>(128,584)</u>	<u>(22,601)</u>
Cash flow from capital and related financing activities:		
Increase in contributed capital	1,024,086	-
Principal paid on bonds and capital lease payable	(18,754)	(16,434)
Interest paid on bonds and capital lease payable	(3,990)	(6,615)
Purchase of fixed assets	<u>(1,616,227)</u>	<u>(12,732)</u>
Net cash used by capital and related financing activities	<u>(22,985)</u>	<u>(29,881)</u>
Cash flows from investing activities:		
(Increase) decrease in interest-bearing deposits	51,944	(6,817)
Interest earned on interest-bearing deposits	<u>13,292</u>	<u>34,238</u>
Net cash provided by investing activities	<u>65,236</u>	<u>27,421</u>
Net increase in cash and cash equivalents	4,695	64,841
Cash and cash equivalents, beginning of year	<u>317,268</u>	<u>252,427</u>
Cash and cash equivalents, end of year	<u>\$ 321,963</u>	<u>\$ 317,268</u>

The accompanying notes are an integral part of this statement.

VILLAGE OF HESSMER, LOUISIANA

Notes to Financial Statements

11) Summary of Significant Accounting Policies

The Village of Hessmer was incorporated in 1953 under the provisions of the Louisiana Act. The Village operates under a Mayor-based of Aldermen form of government and provides the following services: public safety (police and fire), highway and streets, sanitation, culture-recreation, public improvements, planning and zoning, and general administrative services.

The accounting and reporting policies of the Village of Hessmer conform to generally accepted accounting principles as applicable to governments. Such accounting and reporting procedures also conform to the requirements of Louisiana Revised Statutes 24:517 and to the guides set forth in the Louisiana Municipal Audit and Accounting Guide, and to the industry audit guide, Audit of State and Local Government Units.

The following is a summary of certain significant accounting policies and practices:

A. Financial Reporting Entity

This report includes all funds and account groups which are controlled by or dependent on the Village executive and legislative branches (the Mayor and Board of Aldermen). Control by or dependence on the Village is determined on the basis of budget adoption, taxing authority, authority to issue debt, election or appointment of governing body, and other general oversight responsibility.

Based on the foregoing criteria, the volunteer fire department, as a governmental organization, is not part of the Village and is thus excluded from the accompanying financial statements. This organization is staffed by volunteers and although the Village does provide some of its financing, no control is exercised over its operations. These financial statements include only expenditures incurred directly by the Village for fire protection and does not include operating expenditures paid with self-generated funds of the volunteer fire department.

B. Fund Accounting

The accounts of the Village 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 activities are controlled. The various funds are grouped, in the financial statements in this report, into generic fund types and broad fund categories as follows:

VILLAGE OF HESSMER, LOUISIANA

Notes to Financial Statements (Continued)

Governmental Funds

General Fund -

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

Capital Projects Fund

Capital Projects Funds accounts for the financial resources to be used for the improvement of the existing water and sewer systems. The only capital project fund presented is the 1999 LCDBG Grant Sewer Improvements Fund which is used to account for repairing and renovating the sewer system.

Debt Service Fund

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

Enterprise Funds

Enterprise Funds -

Enterprise Funds are used to account for operations (1) 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 (2) where the governing body has decided that periodic determination of revenues earned, expenses incurred, and/or net income is appropriate accountability, or other purposes. The Water System Fund and the Sewer System Fund are used to account for the operations of the Water and Sewer Utility Enterprise Funds.

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.

VILLAGE OF BISSMER, LOUISIANA

Notes to Financial Statements (Continued)

All governmental fund type operations are accounted for on a spending or "financial flow" measurement focus and 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 uses) in net 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 fund assets) are accounted for in the General Fixed Assets Account Group, rather than in governmental funds. Public domain ("infrastructure") general fixed assets consisting of certain improvements other than buildings, including roads, bridges, curbs and gutters, streets and sidewalks, drainage systems, and lighting systems, have not been capitalized. Such assets are normally inseparable and of value only to the Village, therefore, the purpose of stewardship for these items is satisfied without recording of these assets. No depreciation has been provided on general fixed assets.

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 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 the 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 results of operations.

Because of their spending measurement focus, expenditure recognition for governmental fund types is limited to exclude amounts represented by noncurrent 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.

VILLAGE OF HESSMER, LOUISIANA

Notes to Financial Statements (Continued)

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 of the assets using the straight-line method. The estimated useful lives are as follows:

	<u>Water System</u>	<u>Sewer System</u>
Pumps, meters, compressors	10 years	18 years
Lines and other systems	28-30 years	20-18 years
Vehicles and movable equipment	5-8 years	5-8 years

Major portions of the sewer system and water system were contributed by federal grants. The cost of these systems donated by the federal grants is included in Property Plant and Equipment. Depreciation on this cost is a reduction of Contributed Capital as amortization and an increase in retained earnings.

C. 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 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. Property Taxes are recorded as revenue when levied even though a portion of the taxes may be collected in subsequent years. Penalties and Interest, Corporation Court Fines and Miscellaneous Revenues are recorded when received in cash because they are generally not measurable until actually received. Franchise taxes, Intergovernmental Revenue, and Interest Income are accrued, when their receipt occurs soon enough after the end of the accounting period so as to be both measurable and available.

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

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.

VILLAGE OF HESSMER, LOUISIANA

Notes to Financial Statements (Continued)

D. Budgets and Budgetary Accounting

The Mayor meets with the Council to review the prior year revenue and expenditures as a basis for projecting the current fiscal year budget.

Anticipated changes from the prior year are taken into account and reflected in the projections.

Once adopted the budget is made available for public inspection and a budget summary is published in the Village's designated official journal.

The Village doesn't formally integrate its budget as a management tool.

All budgetary appropriations lapse at the end of each fiscal year.

Budgets are prepared for the general fund and the debt service fund utilizing generally accepted accounting principles.

E. Inventories

Purchases of various operating supplies are regarded as expenditures at the time purchased. Inventories are stated at cost using the first-in, first-out method of pricing. Inventories are adjusted at year-end.

F. Interest-bearing Deposits

Time deposits are stated at cost.

G. Restricted Assets

These assets consist of cash and short-term investments restricted for the Sewer System Fund's debt service.

H. Bad Debts

Uncollectible amounts due from customers' utility receivables are recognized as bad debts once management determines that the amount will not be collected.

VILLAGE OF HESSMER, LOUISIANA

Notes to Financial Statements (Continued)

I. Accumulated Unpaid Vacation, Sick-pay, and Other Employee Benefits.

Employees of the Village are not covered under any specific vacation or sick-leave policy. It is the Village's policy that unused compensated absences lapse at the end of the year. Therefore, no accruals for accumulated unused compensated absences have been made in these financial statements.

J. Reserves

The Village records reserves to indicate that a portion of the retained earnings is legally segregated for a specific future use.

K. Comparative Data

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

L. Total Columns on Combined statements – Overview

Total columns on the Combined Statements – Overview are captioned "Memorandum 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. Intended eliminations have not been made in the aggregation of this data.

(2) Cash and Interest-bearing Deposits

For purposes of the statement of cash flow, the Village considers all highly liquid time deposits with a maturity of three months or less to be cash equivalents. Cash and interest-bearing deposits are in various state banks organized under Louisiana law which is permissible. In compliance with state law, these cash and interest-bearing deposits are fully insured by federal deposit insurance and investments designated by the banks.

A. Cash

At year-end, the carrying amount of the Village's deposits was \$434,881 and the bank balance was \$436,819. Cash on the Balance Sheet also included \$369 of cash on hand.

VILLAGE OF HESSEMER, LOUISIANA

Notes to Financial Statements (Continued)

B. Interest-bearing Deposits

The Village's interest-bearing deposits are certificates of deposit and saving accounts. The market value approximates the carrying amount which is \$180,893.

(1) Property Taxes

Property taxes attach as an enforceable lien on property as of January 2 of each year. Taxes are levied by the Village in October. Billed taxes become delinquent on January 1 of the following year. Revenue from property taxes are budgeted in the year billed. The Village bills and collects its own property taxes using the assessed values determined by the tax assessor of Avoyelles Parish.

For the year ended August 31, 2003, taxes of 2.30 mills were levied on property with assessed valuations totaling \$2,094,348 and were dedicated as follows:

<u>Description</u>	<u>Assessment (\$Mill)</u>	<u>Tax Revenue</u>
Sewerage Dist. #1 Bonds	1.15	\$2,498
Sewerage Public Improvements Bonds	<u>1.15</u>	<u>2,498</u>
	<u>2.30</u>	<u>\$4,996</u>

Total taxes levied were \$4,996 with collections of penalty and interest of \$-0-. Taxes receivable at August 31, 2003 were \$-0-.

(4) Receivables

Receivables consisted of the following:

	<u>General Fund</u>	<u>Capital Projects Fund</u>	<u>Debt Service Fund</u>	<u>Enterprises</u>		<u>Total</u>
				<u>Water System</u>	<u>Sewer System</u>	
Betterment Accounts -	\$ 681	\$ -	\$ -	\$ -	\$ -	\$ 681
Unbilled receivables	-	-	-	5,719	1,220	6,939
Utility billings	-	-	-	16,823	4,622	21,445
Other receivables	-	-	-	151	-	151
Total	<u>\$ 681</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 22,693</u>	<u>\$ 5,842</u>	<u>\$ 28,536</u>

VILLAGE OF HISSNER, LOUISIANA

Notes to Financial Statements (Continued)

(5) Interfund Receivables, Payables

	<u>Interfund Receivables</u>	<u>Interfund Payables</u>
General Fund	\$ 8,389	\$ 1,136
1999-Capital Projects Fund	-	50
Debt Service Fund	12,198	488
Water System Fund	326	8,189
Sewer System Fund	<u>1,385</u>	<u>12,484</u>
Total	<u>\$22,308</u>	<u>\$22,308</u>

(6) Restricted Assets - Proprietary Fund Types

Restricted assets consisted of cash and interest-bearing deposits in the following accounts at August 31, 2000:

	<u>Water System Fund</u>	<u>Sewer System Fund</u>	<u>Total</u>
Customer Deposit Fund -			
Cash	\$28,007	\$ 4,682	\$ 32,689
Interest-bearing deposits	12,188	-	12,188
Accrued interest receivable	<u>488</u>	<u>-</u>	<u>488</u>
	<u>\$2,817</u>	<u>6,002</u>	<u>\$8,819</u>
State Grant Funds -			
Interest-bearing deposits	-	23,449	23,449
Accrued interest receivable	<u>-</u>	<u>189</u>	<u>189</u>
	<u>-</u>	<u>23,638</u>	<u>23,638</u>
Bond Debt Service -			
Cash -			
Revenue Bond Fund	-	71,250	71,250
Revenue Bond Reserve Fund	-	15,882	15,882
Replacement and Depreciation Fund	<u>-</u>	<u>12,888</u>	<u>12,888</u>
	<u>-</u>	<u>119,940</u>	<u>119,940</u>
	<u>\$2,817</u>	<u>\$149,780</u>	<u>\$182,607</u>

The cash and interest-bearing deposits in the customer deposit funds must at least equal the liability for customer deposits. See note (8) for restrictions on bond accounts.

VILLAGE OF HESSMER, LOUISIANA

Note to Financial Statements (Continued)

(7) Fixed Assets

A summary of changes in General Fixed Assets follows:

	<u>8/1/2002</u>	<u>Additions</u>	<u>Deletions</u>	<u>8/31/2003</u>
Land	\$ 39,492	\$ -	\$ -	\$ 39,492
Buildings and Improvements	89,855	-	-	89,855
Equipment	54,211	3,189	-	57,399
Vehicles	73,022	-	-	73,022
	<u>\$256,580</u>	<u>\$ 3,189</u>	<u>\$ -</u>	<u>\$259,769</u>

A summary of changes in proprietary fund type property, plant and equipment is as follows:

	<u>8/1/2002</u>	<u>Additions</u>	<u>Deletions</u>	<u>8/31/2003</u>
Water System	\$1,180,333	\$ 3,365	\$ (8,027)	\$1,189,663
Sewer System	662,326	1,838,611	(1,326)	2,700,484
Total	1,842,659	1,842,976	(5,581)	2,689,347
Construction in progress	12,732	-	(12,732)	-
Total	1,855,391	1,842,976	(18,313)	2,689,347
Less: Accumulated Depreciation	(823,898)	(57,827)	3,638	(878,087)
	<u>\$1,031,493</u>	<u>\$ 1,785,149</u>	<u>\$ (14,675)</u>	<u>\$1,811,260</u>

(8) Changes in Long-Term Debt

The following is a summary of bond transactions of the Village for the year August 31, 2003:

	<u>General Obligation Bonds</u>	<u>Series Revenue Bonds</u>	<u>Total</u>
Bonds Payable at 8/1/02	\$24,090	\$187,090	\$211,080
Less: Bonds Retired	(2,080)	(8,080)	(10,160)
Bonds Payable at 8/31/03	<u>\$22,010</u>	<u>\$181,010</u>	<u>\$203,020</u>

VILLAGE OF BISSMER, LOUISIANA

Notes to Financial Statements (Continued)

Bonds payable at August 31, 2003 are comprised of the following individual issues:

General Obligation Bonds

\$10,000 - 1974 Sewer System Improvement Serial bonds due in annual installments of \$1,000 through January 1, 2014; interest rate at 7%, funded by property taxes.	\$ 11,000
\$20,000 - 1974 Sewer System Improvement serial bonds due in annual installments of \$1,000 through January 1, 2014; interest rate at 7%, funded by property taxes.	11,000
	<u>\$ 22,000</u>

Sewer Revenue Bonds

\$100,000 - 1974 Sewer Revenue serial bonds due in annual installments of \$6,000 to \$11,000 through January 1, 2004; interest rate at 5%.	\$ 101,000
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The above revenue bonds are secured by sewer system revenues.

The annual requirements to amortize all bond debt outstanding at August 31, 2003 are as follows:

Year Ending August 31,	General Obligation Bonds			
	Series 1974		Series 1974	
	Principal	Interest	Principal	Interest
2004	\$ 1,000	\$ 518	\$ 1,000	\$ 500
2005	1,000	500	1,000	500
2006	1,000	458	1,000	450
2007	1,000	400	1,000	400
2008	1,000	350	1,000	350
2009-2010	4,000	900	4,000	900
2011-2014	<u>2,000</u>	<u>150</u>	<u>2,000</u>	<u>150</u>
Total	<u>\$11,000</u>	<u>\$3,328</u>	<u>\$11,000</u>	<u>\$3,300</u>

VILLAGE OF HISSMER, LOUISIANA

Notes to Financial Statements (Continued)

Year Ending August 31,	Sewer Revenue Bonds	
	Principal	Interest
2004	\$ 1,000	\$ 5,050
2005	1,000	4,700
2006	2,000	4,100
2007	2,000	3,550
2008	3,000	3,150
2009-2012	60,000	9,550
2013-2014	72,000	1,850
	<u>\$101,000</u>	<u>\$32,000</u>

\$12,000 is available in the Debt Service Fund to retire general obligation bonds.

A. Dedication of Water and Sewer Revenues and Sinking Fund Requirements

The 1961 Water Revenue Bonds were paid off during the fiscal year ended August 31, 1987.

B. 1974 Sewer System Revenue Bonds

The revenues of the sewer system are partially pledged to retire the sewer revenue bonds dated September 16, 1974.

The bond resolution of the 1974 issue of Bonds requires the establishment and maintenance of the following bank accounts:

- Sewer Revenue Bond and Interest Sinking Fund
- Sewer Reserve Fund
- Sewer Depreciation Fund

The Sewer Fund is to transfer to the Sewer Revenue and Interest Sinking Fund on a monthly basis, a sum not less than one-twelfth (1/12th) of the amount of the principal which will become due on the next following payment date and not less than one-sixth (1/6th) of the amount of the interest due on the next following payment date. In addition to these transfers the Sewer Fund is to transfer to the Sewer Reserve Fund five percent (5%) of the amount to be paid to the Sinking Fund until a total of \$12,000 is accumulated therein. In addition, the Sewer Fund is to transfer \$40 per month into the Sewer Depreciation Fund.

VILLAGE OF HESSMER, LOUISIANA

Notes to Financial Statements (Continued)

For the year ended August 31, 2003, all required transfers were adequate.

In regards to compliance with revenue bond resolutions, a summary of the applicable activity in the accounts is as follows:

<u>Fund Account</u>	<u>Transfer (T) or Minimum (M) Balance Required</u>	<u>Transfer During Year</u>	<u>Over (Under) Requirements</u>
Sever Revenue Bond and Interest Sinking Fund	\$ 11,700 (T)	\$ 11,700	\$ -
Sever Reserve Fund	12,658 (M)	23,802	21,142
Sever Depreciation Fund	488 (T)	900	412

(9) Retirement Commitments

As of August 31, 2003 all employees of the Village are members of the Social Security System. All required payments into this fund have been paid for the year ended August 31, 2003. Social security taxes in the amount of \$11,385 were paid on qualified payroll of \$148,821.

(10) Encumbrances

Encumbrances represent commitments related to unperformed contracts for goods or services. There were no encumbrances outstanding at year-end.

(11) Designation of Fund Balance

In the General Fund, unreserved fund balance has been designated for subsequent year's expenditures in the amount of \$18,782. This designation represents \$18,782 of prepaid insurance at August 31, 2003 for which the Village had already expended funds.

(12) Litigation

The Village is not involved in any litigation as of August 31, 2003.

VILLAGE OF HESSMER, LOUISIANA

Notes to Financial Statements (Continued)

(13) Grant Proceeds

During the year ended August 31, 1995, the Village received \$56,869 of state grant monies to be used for the upgrading of the sewer system. As of the end of the year the Village had expended \$26,311 of these funds. Therefore, there has been a reservation of retained earnings of \$31,649 at year-end which includes interest earned on this money.

Also, the Village received \$253,325 in LCDBO grant funds for sewer renovations during the year ended August 31, 2003. Of this amount, \$139,160 was reported as income in the Capital Projects Fund and \$114,199 was used to offset the amount recorded as accounts receivable in the prior year. The total cost of the project was \$1,121,317, with funding by LCDBO of 1999,085 and local funding of \$123,900. The grant was completed as of August 31, 2000. The Village received \$8,187 in FEMA funds during the year ended August 31, 2000.

(14) Expenditures in Excess of Appropriations

For the year ended August 31, 2000, the following fund had actual expenditures over budgeted appropriations.

	<u>Budgeted Expenditures</u>	<u>Actual Expenditures</u>	<u>Variance</u>
General Fund	\$271,418	\$ 284,686	\$(13,278)

(15) Segment Information for Enterprise Funds

The Village maintains two Enterprise Funds. Segment information for these funds for the year ended August 31, 2003 follows:

	<u>Water System Fund</u>	<u>Sewer System Fund</u>	<u>Total</u>
Operating revenues	\$ 189,118	\$ 41,279	\$ 230,397
Depreciation	36,388	21,339	57,927
Operating income (loss)	52,124	(19,820)	40,888
Net income (loss)	18,837	(99,913)	(81,076)
Current capital contributions	-	1,834,986	1,834,986
Plant property & equipment net additions	3,146	1,831,878	1,838,227
Net working capital	(21,943)	14,320	234,463
Total assets	1,872,642	1,698,210	3,561,812
Long-term liabilities payable from operating revenues	-	94,808	94,808
Total Equity	1,841,315	1,603,402	3,444,717

VILLAGE OF HESSMER, LOUISIANA

Notes to Financial Statements (Continued)

(16) Mayor and Alderman Compensation

The following is a schedule of the compensation paid to the Mayor and Alderman for the year ended August 31, 2003.

	<u>Amount</u>	<u>Term Expires</u>
Mayor, Lynn Beaudoin	\$1,500	December 31, 2004
Alderman		
Robert P. Ray	600	December 31, 2004
Sammy Fontenotte	600	December 31, 2004
Scott Kelly	<u>600</u>	December 31, 2004
	<u>\$3,300</u>	

(17) Capital Lease Payable

The Village entered into a capital lease for the purchase of a utility truck used one half for water feed and one half for the sewer feed. The terms of the lease are monthly payments of \$431 with interest at 7% for a term of 60 months. The cost of the truck included in fixed assets of such kind is \$11,527. At August 31, 2003 the total payments remaining is 47,031 less interest cost of \$262 leaving net principal due of \$8,315. The principal is to be repaid \$4,994 and \$1,354 in the years ending August 31, 2004 and 2005 respectively.

The Village entered into a capital lease for the purchase of a police car used in the general fund. The terms of the lease are monthly payments of \$697 with interest at 6% for a term of 60 months. The cost of the auto included in general fixed assets is \$21,051. At August 31, 2003 the total payments remaining is \$-0- less interest cost of \$-0- leaving net principal due of \$-0-.

(18) New Reporting Standard

In June 1999, the Governmental Accounting Standards Board (GASB) issued Statement 34 "Basic Financial Statements and Management's Discussion and Analysis for State and Local Governments." This Statement establishes new financial reporting requirements for state and local governments throughout the United States. When implemented, it will require new information and estimates much of the information that governments have presented in the past. Compatibility with reports issued in all prior years will be affected. The Village of Hessmer is required to implement this standard for the first year ending August 31, 2004. The Village has not yet determined the full impact that adoption of GASB Statement 34 will have on the financial statements.

SUPPLEMENTARY INFORMATION

**SCHEDULES OF INDIVIDUAL FUNDS
AND
ACCOUNT GROUPS**

GENERAL FUND

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

VILLAGE OF HESNER, LOUISIANA

General Fund
Comparative Balance Sheet
August 31, 2000 and 2001

	<u>2000</u>	<u>2001</u>
ASSETS		
Cash	\$ 107,988	\$ 98,604
Interest-bearing deposits	7,080	13,080
Receivables -		
Accounts	-	1,075
Accrued interest	29	85
Due from other governmental agencies	681	1,475
Due from other funds	8,589	18,621
Prepaid insurance	<u>28,762</u>	<u>11,091</u>
TOTAL ASSETS	<u>\$ 144,949</u>	<u>\$ 136,952</u>
LIABILITIES AND FUND BALANCE		
Liabilities:		
Accounts payable	\$ 7,798	\$ 13,021
Due to other funds	<u>1,136</u>	<u>583</u>
Total Liabilities	<u>8,934</u>	<u>13,604</u>
Fund Balance:		
Designated for subsequent expenditures	28,762	11,091
Unreserved - undesignated	<u>115,033</u>	<u>101,282</u>
	<u>143,835</u>	<u>112,373</u>
TOTAL LIABILITIES AND FUND BALANCE	<u>\$ 144,869</u>	<u>\$ 126,677</u>

VILLAGE OF HESSMER, LOUISIANA

General Fund
Statement of Revenues, Expenditures, and Changes in Fund Balance -
Budget (GAAP Basis) and Actual
Fiscal Year Ended August 31, 2003

With Comparative Actual Amounts for the Fiscal Year Ended August 31, 2002

	2003		Variance - Favorable (Unfavorable)	2002 Actual
	Budget	Actual		
Revenues:				
Taxes	\$ 25,480	\$ 25,725	\$ 245	\$ 24,844
Licenses and permits	34,080	35,349	(851)	35,855
Intergovernmental	21,080	22,853	1,873	43,485
Fees & forfeits	88,080	101,260	21,280	181,683
Miscellaneous	78,280	88,024	13,844	88,080
Total Revenue	<u>273,600</u>	<u>273,241</u>	<u>28,642</u>	<u>273,927</u>
Expenditures:				
Current -				
General government	47,150	51,147	(3,997)	44,398
Public Safety:				
Police	128,980	147,886	(18,906)	125,782
Fire	38,180	27,978	2,122	29,570
Streets and sanitation	24,150	26,313	(2,163)	22,185
Recreation	18,380	14,621	4,879	14,161
Capital outlay	13,250	6,882	8,368	14,783
Debt service	6,580	10,059	(3,479)	5,984
Total Expenditures	<u>271,430</u>	<u>284,686</u>	<u>(13,276)</u>	<u>286,923</u>
over expenditures	<u>(18,830)</u>	<u>(11,445)</u>	<u>25,367</u>	<u>(23,029)</u>
Other Financing Sources:				
Operating transfer in	35,080	35,080	-	35,080
Total other financing sources	<u>35,080</u>	<u>35,080</u>	<u>-</u>	<u>35,080</u>
Excess (deficiency) of revenues and other sources over expenditures and other uses	<u>(2,810)</u>	<u>22,977</u>	<u>25,367</u>	<u>2,971</u>
Fund balance, beginning	<u>(112,278)</u>	<u>(112,278)</u>	<u>-</u>	<u>(118,187)</u>
Fund balance, ending	<u>\$ (115,088)</u>	<u>\$ (89,301)</u>	<u>\$ 25,367</u>	<u>\$ (115,216)</u>

VILLAGE OF BISSMER, LOUISIANA

General Fund
Statement of Revenues - Budget (DARF Basis) and Actual
Fiscal Year Ended August 31, 2000

With Comparative Actual Amounts for the Fiscal Year Ended August 31, 2000

	2000		Variance - Favorable (Unfavorable)	2000 Actual
	Budget	Actual		
Taxes:				
Franchise	\$ 15,400	\$ 15,721	\$ 321	\$ 15,864
Licenses and Permits:				
Occupational	25,000	15,149	(9,851)	15,852
Intergovernmental:				
Beer taxes	3,000	2,149	(851)	1,884
2% Fire insurance	6,100	8,248	2,148	7,457
Rural fire	1,200	1,200	-	1,200
Mowing-State contracts	2,700	2,671	(29)	2,671
Shuttle-up program	-	-	-	1,418
DOTD grant	-	-	-	10,663
Rural development grant	-	-	-	13,808
Fees	8,000	8,187	187	-
Total intergovernmental	21,000	32,855	1,855	41,483
Fees & Forfeits	80,000	181,260	21,260	181,852
Miscellaneous:				
Grand Casino funds	25,000	70,620	15,620	49,272
Miscellaneous grants	1,000	1,615	615	1,641
Proceeds of capital lease	-	-	-	7,900
Other	5,000	5,484	484	7,644
Interest income	2,000	1,125	(875)	1,293
Rental income	7,200	7,200	-	200
Total miscellaneous	70,200	86,054	15,854	68,080
Total revenues	215,600	271,241	38,641	271,926

VILLAGE OF HESMER, LOUISIANA

General Fund

Statement of Expenditures - Budget (DAAP Basis) and Actual
Fiscal Year Ended August 31, 2003

With Comparative Actual Amounts for the Fiscal Year Ended August 31, 2002

	2003		Variance - Favorable (Unfavorable)	2002 Actual
	Budget	Actual		
GENERAL GOVERNMENT -				
Salaries and per diem	\$ 15,825	\$ 15,828	\$ (004)	\$ 15,118
Per diem - Mayor and Aldermen	2,700	3,275	(575)	2,700
Legal and professional	4,000	3,200	800	3,995
Repairs & maintenance	100	815	(815)	882
Printing	3,200	3,242	(42)	3,323
Payroll taxes	1,325	1,098	227	1,151
Data & subscriptions	350	307	43	465
Insurance	4,500	4,515	(15)	3,996
Office administration	4,000	3,511	489	3,361
Utilities & telephone	4,000	3,996	4	4,379
Adopt-A-Flag program	4,000	3,989	11	3,183
Tarvel and convention	2,700	6,099	(3,399)	1,793
Miscellaneous	350	312	35	648
Total general government	<u>47,150</u>	<u>51,147</u>	<u>(3,997)</u>	<u>48,598</u>
PUBLIC SAFETY -				
Police Department:				
Salaries	80,000	83,124	(3,124)	73,475
Supplies	2,500	4,613	(2,113)	6,798
Fuel and oil	5,000	7,284	(2,284)	5,157
Payroll taxes	5,700	6,319	(619)	5,611
Insurance	13,000	13,298	298	8,608
Prisoner expenses	400	412	(12)	438
Uniforms	3,000	3,600	(600)	3,813
Repairs & maintenance	1,500	10,319	(8,819)	3,238
Miscellaneous	1,000	1,473	(473)	4,293
Telephone	1,800	1,808	(8)	2,055
Court costs	15,000	16,528	(1,528)	13,151
Total police department	<u>128,900</u>	<u>147,886</u>	<u>(18,986)</u>	<u>125,702</u>

(continued)

VILLAGE OF HESSMER, LOUISIANA

General Fund
 Statement of Expenditures - Budget (GAAP Basis) and Actual (Continued)
 Fiscal Year Ended August 31, 2003
 With Comparative Actual Amounts for the Fiscal Year Ended August 31, 2002

	2003		Variance - Favorable (Unfavorable)	2002 Actual
	Budget	Actual		
Fire Department:				
Salaries	1,000	1,434	1,546	-
Payroll taxes	200	111	89	-
Supplies	5,000	3,143	437	7,201
Repairs & maintenance	3,000	2,803	917	4,437
Fuel and oil	3,000	1,718	1,282	1,796
Utilities & telephone	2,500	1,204	904	2,816
Insurance	10,000	11,253	(1,253)	9,475
Miscellaneous	1,600	1,212	812	3,033
Total fire department	34,100	27,978	2,122	29,178
Streets and sanitation:				
Repairs & maintenance	500	1,198	(898)	124
Fuel and oil	200	266	(16)	202
Supplies	900	1,700	(2,000)	756
Insurance	3,200	1,038	2,172	4,918
Utilities	200	112	87	127
Street lights	10,000	11,218	(928)	10,589
Animal control	1,500	1,723	(1,223)	1,321
Street project	4,000	1,318	602	2,003
Miscellaneous	800	443	113	1,840
Total streets & sanitation	24,100	26,513	(2,613)	22,191
RECREATION -				
Youth program	3,000	2,658	831	1,605
Salaries	4,000	3,168	2,232	1,263
Payroll taxes	500	288	212	87
Repairs & maintenance	-	-	-	1,000
Supplies	1,500	4,144	1,150	3,913
Miscellaneous	2,000	1,804	190	4,620
Utilities-park & court	3,000	2,148	152	1,514
Total recreation	17,000	16,421	4,879	14,161

(continued)

VILLAGE OF HESSNER, LOUISIANA

General Fund

Statement of Expenditures - Budget (GAAP Basis) and Actual (Continued)

Fiscal Year Ended August 31, 2003

With Comparative Actual Amounts for the Fiscal Year Ended August 31, 2002

	2003		Variance - Favorable (Unfavorable)	2002 Actual
	Budget	Actual		
CAPITAL OUTLAY -				
Police department	5,250	3,188	2,062	10,576
Sidewalk project	18,080	3,700	14,380	22,189
Total capital outlay	23,330	6,888	16,442	32,765
DEBT SERVICE -				
Principal paid	6,080	9,498	(3,418)	3,168
Interest paid	180	588	(408)	796
Total debt service	6,260	10,086	(3,826)	3,964
TOTAL EXPENDITURES	\$29,590	\$26,974	\$12,616	\$36,729

CAPITAL PROJECTS FUND

1999 LCDBG Grant Sewer Improvements

To account for repairing and renovations to the existing sewer system. Financing is provided by a LCDBG

VILLAGE OF BISSMER, LOUISIANA

1999 LCDCO Capital Projects Fund
Balance Sheet
August 31, 2000

ASSETS	
Cash	<u>\$ 58</u>
LIABILITIES AND FUND BALANCE	
Liabilities:	
Due to other funds	<u>58</u>
Fund Balance:	
Unreserved/undesignated	<u>0</u>
TOTAL LIABILITIES AND FUND BALANCE	<u>\$ 58</u>

VILLAGE OF HISSMER, LOUISIANA

1999 LCDBG Capital Project Fund
 Statement of Revenues, Expenditures, and Changes in Fund Balance
 Fiscal Year Ended August 31, 2003

Revenue:	
Grant revenue	<u>\$ 178,162</u>
Expenditures:	
Capital outlay -	
Engineering fees	13,000
Other	600
Construction expense	<u>213,081</u>
Total expenditures	<u>216,681</u>
Excess (deficiency) of revenues over expenditures	(91,638)
Other financing sources	
Operating transfer in	<u>91,638</u>
Excess revenues and other financing sources over expenditures	-
Fund Balance, beginning	<u>-</u>
Fund Balance, ending	<u>\$ -</u>

DEBT SERVICE FUND

1974 Sewer System Improvement Fund

To accumulate monies from ad valorem taxes for payment of the 1974 \$20,808 Sewer System Improvement Bonds.

VILLAGE OF HESSMER, LOUISIANA

Debt Service Fund
 Comparative Balance Sheet
 August 31, 2002 and 2001

	<u>2002</u>	<u>2001</u>
ASSETS		
Cash	\$ 4,888	\$ 4,151
Interest-bearing deposits	11,466	11,176
Receivables -		
Taxes receivable	-	17
Due from other funds	12,138	12,198
Accrued interest	<u>0</u>	<u>0</u>
TOTAL ASSETS	<u>\$28,612</u>	<u>\$27,532</u>
LIABILITIES AND FUND BALANCE		
Liabilities:		
Due to other funds	<u>\$ 400</u>	<u>\$ 480</u>
Fund Balance:		
Reserved for debt service	22,809	24,080
Unreserved-undesignated	<u>6,212</u>	<u>3,112</u>
Total fund balance	<u>29,212</u>	<u>27,112</u>
TOTAL LIABILITIES AND FUND BALANCE	<u>\$29,612</u>	<u>\$27,532</u>

VILLAGE OF HESSMER, LOUISIANA

Debt Service Fund
 Statement of Revenues, Expenditures, and Changes in Fund Balances
 Budget (GAAP Basis) and Actual
 Fiscal Year Ended August 31, 2001
 With Comparative Actual Amounts for the Fiscal Year Ended August 31, 2000

	2001		Variance - Favorable (Unfavorable)	2000 Actual
	Budget	Actual		
Revenues:				
Ad valorem taxes	\$ 4,000	\$ 4,814	\$ 814	\$ 3,954
Interest on interest-bearing deposits	800	365	(435)	440
Total revenues	<u>4,800</u>	<u>5,181</u>	<u>381</u>	<u>4,440</u>
Expenditures:				
Debt Service -				
Bond principal retirement	2,800	2,800	-	2,800
Interest	1,200	1,200	-	1,000
Assessor charge and postage	900	881	19	933
Total expenditures	<u>4,900</u>	<u>4,881</u>	<u>19</u>	<u>4,733</u>
Excess of revenues over expenditures	700	1,300	400	187
Fund balance, beginning	<u>27,113</u>	<u>27,113</u>	<u>-</u>	<u>26,824</u>
Fund balance, ending	<u>\$27,813</u>	<u>\$28,413</u>	<u>\$ 400</u>	<u>\$27,113</u>

ENTERPRISE FUNDS

Water System Fund

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

Sewer System Fund

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

WILLAGE OF WILMINGTON, DELAWARE

Enterprise Funds
 Combining Balance Sheet
 August 31, 2003

With Comparative Totals as of August 31, 2002

	2003		2002		Total
	Year Ended	Year Ended	Year Ended	Year Ended	
ASSETS					
Current Assets:					
Cash	\$ 144,213	\$ 9,790	\$ 176,000	\$ 176,000	\$ 176,000
Investment deposits	184,278	18,499	184,278	184,278	184,278
Accounts receivable	24,091	8,482	24,091	24,091	24,091
Accrued interest receivable	31	46	31	31	45
Inventory, at cost	11,044	2,929	17,413	17,413	17,413
Due from other funds	324	1,388	1,712	1,712	989
Prepaid expenses	2,211	1,222	3,000	3,000	3,212
Total current assets	<u>311,151</u>	<u>31,257</u>	<u>395,724</u>	<u>395,724</u>	<u>395,724</u>
Noncurrent Assets:					
Cash	20,071	12,862	143,949	143,949	146,774
Investment deposits	11,806	23,489	26,149	26,149	87,438
Accrued interest receivable	492	182	182	182	1,231
Total noncurrent assets	<u>32,369</u>	<u>36,533</u>	<u>170,280</u>	<u>170,280</u>	<u>235,443</u>
Plant and Equipment, at Cost					
Plant and equipment	1,188,041	1,700,000	1,600,167	1,600,167	1,681,647
Less accumulated depreciation	(853,025)	(822,279)	(828,295)	(828,295)	(851,959)
Total plant assets	<u>635,016</u>	<u>877,721</u>	<u>771,872</u>	<u>771,872</u>	<u>829,688</u>
TOTAL ASSETS	<u>\$1,980,627</u>	<u>\$1,945,717</u>	<u>\$1,962,726</u>	<u>\$1,962,726</u>	<u>\$1,962,726</u>

(Continued)

WILLIAMS OF MISSOURI, LOUISIANA

Emerging Funds
 Continuing Balance Sheet (Continued)
 August 31, 2003

With Comparative Totals as of August 31, 2002

	Year Ending Fund	Emer- ging Fund	Totals
LIABILITIES AND FUND EQUITY			
Current Liabilities (Payable from Current Assets)			
Sales tax payable	\$ -	\$ 3,199	\$ 3,199
Accounts payable	\$ 82	\$ 1,216	\$ 1,298
Current portion of capital lease payable	\$ 2,028	\$ 4,278	\$ 6,306
Due to other funds	\$ 8,082	\$ 20,911	\$ 28,993
Total current liabilities payable from current assets	\$ 10,192	\$ 29,604	\$ 39,796
Current Liabilities (Payable from Restricted Assets)			
Customer's notes deposits	\$ -	\$ 3,343	\$ 3,343
Annual income payable	\$ -	\$ 3,688	\$ 3,688
Total current liabilities payable from restricted assets	\$ -	\$ 7,031	\$ 7,031
Long-term Liabilities			
Capital lease payable (port of current portion)	\$ -	\$ 4,088	\$ 4,088
Bonds payable (port of current portion)	\$ -	\$ 4,088	\$ 4,088
Total long-term liabilities	\$ -	\$ 8,176	\$ 8,176
Fund Equity			
Contributed capital, net	\$ 41,142	\$ 1,250,475	\$ 1,291,617
Residual earnings - (Unreserved)	\$ 14,111	\$ 4,411	\$ 18,522
Reserved	\$ -	\$ 13,121	\$ 13,121
Total restricted earnings	\$ 14,111	\$ 17,532	\$ 31,643
Total fund equity	\$ 59,264	\$ 1,285,439	\$ 1,344,703
TOTAL LIABILITIES AND FUND EQUITY	\$ 110,142	\$ 1,319,211	\$ 1,429,353

VILLAGE OF HESSMER, LOUISIANA

Enterprise Funds

Combining Statement of Revenues, Expenses, and Changes in Retained Earnings
 Fiscal Year Ended August 31, 2009
 With Comparative Totals for the Fiscal Year Ended August 31, 2008

	Water	Sewer	Totals	
	System Fund	System Fund	2009	2008
Operating revenues:				
Charges for services	\$185,110	\$ 45,275	\$234,385	\$222,519
Operating expenses:				
Salaries and labor	27,318	14,478	41,796	34,800
Payroll taxes	2,898	1,107	3,205	2,812
Depreciation	35,388	21,258	57,607	50,312
Maintenance and repairs	14,845	4,728	19,573	18,287
Office supplies	4,677	467	5,144	4,318
Legal and professional	1,815	1,178	3,003	2,448
Insurance	7,188	2,452	9,640	8,528
Fuel and oil	2,156	-	2,156	2,009
Chemicals and supplies	26,118	1,481	27,599	26,111
Utilities	12,238	-	12,238	13,193
Laboratory testing	-	1,035	1,035	944
Other	1,575	7,211	8,786	8,497
Total operating expenses	126,782	56,181	182,967	169,711
Operating income (loss)	58,328	(10,906)	41,498	52,808
Nonoperating revenues (expenses):				
Interest on investments	7,556	4,567	12,123	12,682
Interest expense	(310)	(5,479)	(5,790)	(6,412)
Miscellaneous	(1,850)	-	(1,850)	3,498
Total nonoperating revenues (expenses)	5,396	(922)	4,482	7,972
Income (loss) before other financing acts	63,724	(11,828)	46,188	60,780
Other financing acts:				
Operating transfers out	(18,872)	(88,186)	(112,458)	(26,080)
Net income (loss)	44,852	(100,014)	(51,178)	34,700
Depreciation on fixed assets acquired by grants, endowments, and shared revenues externally sourced for capital acquisition and construction that reduces contributed capital				
	70,779	12,000	52,782	18,513
Retained earnings, beginning	544,555	778,158	810,711	778,158
Retained earnings, ending	\$ 574,176	\$ 690,244	\$ 765,411	\$ 810,711

VILLAGE OF HESSMER, LOUISIANA

Enterprise Funds
 Combining Statement of Cash Flows
 Fiscal Year Ended August 31, 2002
 With Comparative Totals for the Fiscal Year Ended August 31, 2001

	Water System Fund	sewer System Fund	Totals	
			2001	2002
Cash flows from operating activities:				
Operating income (loss)	\$ 31,524	\$ (10,620)	\$ 41,698	\$ 31,628
Adjustments to reconcile operating income (loss) to net cash provided by operating activities -				
Depreciation	36,188	21,538	57,927	52,112
Changes in assets and liabilities -				
(Increase) decrease in accounts receivable	(1,874)	(887)	(2,761)	2,472
Increase in prepaid insurance	62	(110)	(48)	(2,388)
(Dcrease) increase in accounts payable	(6,598)	640	(5,958)	1,188
Increase (decrease) in customer deposits	1,482	(28)	1,454	3,688
Total adjustments	<u>28,258</u>	<u>20,173</u>	<u>48,431</u>	<u>24,664</u>
Net cash flows provided by operating activities	<u>\$6,852</u>	<u>\$ 9,544</u>	<u>\$8,726</u>	<u>\$17,322</u>
Cash flows from noncapital financing activities:				
Advances from (to) other funds	(2,182)	(754)	(2,896)	2,792
Other	-	-	-	1,428
Transfers out	(28,872)	(28,588)	(112,458)	(28,008)
Net cash used by noncapital financing activities	<u>(31,054)</u>	<u>(29,342)</u>	<u>(118,348)</u>	<u>(24,808)</u>
Cash flows from capital and related financing activities:				
Increase in contributed capital	-	1,004,006	1,004,006	-
Principal paid on bonds and capital lease payable	(2,347)	(8,347)	(10,714)	(18,454)
Interest paid on bonds and capital lease payable	(328)	(2,478)	(3,298)	(8,612)
Purchase of fixed assets	(2,148)	(1,628,878)	(1,631,222)	(12,112)
Net cash used by capital and related financing activities	<u>(4,823)</u>	<u>(2,055,697)</u>	<u>(2,060,520)</u>	<u>(28,986)</u>
Cash flows from investing activities:				
(Increase) decrease in time deposits	(2,792)	36,792	33,999	(6,017)
Interest earned on interest-bearing deposits	7,828	3,628	11,282	14,178
Net cash provided by investing activities	<u>4,877</u>	<u>40,412</u>	<u>45,281</u>	<u>8,161</u>
Net increase in cash and cash equivalents	<u>\$6,679</u>	<u>(20,984)</u>	<u>4,695</u>	<u>\$4,681</u>
Cash and cash equivalents, beginning of year	<u>147,561</u>	<u>169,787</u>	<u>317,348</u>	<u>233,227</u>
Cash and cash equivalents, end of year	<u>\$154,240</u>	<u>\$148,803</u>	<u>\$303,043</u>	<u>\$237,908</u>

VILLAGE OF BEECHER, ILLINOIS

Water System - Enterprise Fund
Comparative Balance Sheet
August 31, 2003 and 2002

	2003	2002
ASSETS		
Current Assets		
Cash	\$ 166,223	\$ 129,874
Interest-bearing deposits	126,274	124,509
Accounts receivable	34,681	21,409
Accrued interest receivable	251	197
Inventory, at cost	14,044	14,044
Due from other funds	326	327
Prepaid expenses	3,321	3,182
Total current assets	<u>315,782</u>	<u>293,692</u>
Restricted Assets		
Cash	24,077	17,487
Investments	12,180	12,180
Accrued interest receivable	182	182
Total restricted assets	<u>37,439</u>	<u>30,849</u>
Plant and Equipment, at Cost:		
Plant and equipment	1,188,861	1,196,151
Less accumulated depreciation	<u>(625,929)</u>	<u>(475,633)</u>
Total plant and equipment	<u>562,932</u>	<u>720,518</u>
TOTAL ASSETS	<u>\$1,016,153</u>	<u>\$1,045,159</u>

(Continued)

VILLAGE OF HESSMEL, LOUISIANA

Water System - Enterprise Fund
 Comparative Balance Sheet (Continued)
 August 31, 2001 and 2002

	2001	2002
LIABILITIES AND FUND EQUITY		
Current Liabilities (Payable from Current Assets):		
Sales tax payable	\$ 2,518	\$ 618
Accounts payable	82	6,612
Current portion of capital lease payable	3,319	3,207
Due to other funds	8,052	18,211
Total current liabilities payable from current assets	13,969	18,708
Current Liabilities (Payable from Noncurrent Assets):		
Customers' water deposits	27,631	23,975
Total current liabilities	27,631	23,975
Long-term Liabilities:		
Capital lease payable (net of current portion)	-	3,179
Total liabilities	49,597	45,862
Fund Equity:		
Contributed capital, net	415,185	447,944
Restricted earnings - Unreserved	574,171	544,532
Total fund equity	1,011,326	992,476
TOTAL LIABILITIES AND FUND EQUITY	<u>\$ 1,011,326</u>	<u>\$ 1,011,326</u>

VILLAGE OF HESSNER, LOUISIANA

Water System - Enterprise Fund
 Comparative Statement of Revenues, Expenses, and Changes in Retained Earnings
 Fiscal Year Ended August 31, 2003 and 2002

	2003	2002
Operating revenues:		
Charges for services	<u>\$ 185,110</u>	<u>\$ 178,807</u>
Operating expenses:		
Salaries and casual labor	27,310	28,566
Payroll taxes	2,898	1,934
Depreciation	24,588	25,954
Maintenance and repairs	14,845	13,628
Office supplies	4,877	4,180
Legal and professional	1,835	2,538
Insurance	3,148	3,232
Fuel and oil	3,265	3,039
Chemicals	26,318	26,031
Utilities	12,238	13,159
Other	<u>1,535</u>	<u>2,788</u>
Total operating expenses	<u>124,796</u>	<u>132,672</u>
Operating income	<u>60,314</u>	<u>46,135</u>
Nonoperating revenues (expenses):		
Interest expense	(320)	(482)
Interest on investments	3,556	5,982
Miscellaneous income	<u>(1,851)</u>	<u>1,466</u>
Total nonoperating revenues	<u>3,185</u>	<u>6,966</u>
Income before other financing uses	63,499	53,101
Other financing uses:		
Operating transfers out	<u>(24,672)</u>	<u>(24,000)</u>
Net income	<u>38,827</u>	<u>29,101</u>
Depreciation on fixed assets acquired by grants, endowments, and shared revenues annually restricted for capital acquisition and construction that reduces contributed capital	16,779	16,779
Retained earnings, beginning	<u>144,515</u>	<u>208,672</u>
Retained earnings, ending	<u>\$ 174,171</u>	<u>\$ 244,515</u>

VILLAGE OF HESSNER, LOUISIANA

Water System - Gasolite Fund
 Comparative Statement of Cash Flows
 Fiscal Years Ended August 31, 2003 and 2002

	<u>2003</u>	<u>2002</u>
Cash flows from operating activities:		
Operating income	\$ 52,324	\$ 44,188
Adjustments to reconcile operating income to net cash provided by operating activities -		
Depreciation	38,788	35,958
Changes in assets and liabilities :		
(Increase) decrease in accounts receivable	(2,854)	2,488
(Increase) decrease in prepaid insurance	62	(2,112)
Increase (decrease) in accounts payable	(4,590)	1,688
Increase in customer deposits	1,682	1,681
Total adjustments	<u>38,528</u>	<u>39,711</u>
Net cash flows provided by operating activities	<u>90,852</u>	<u>83,799</u>
Cash flows from noncapital financing activities:		
Advances from (to) other funds	(2,141)	2,009
Other	-	1,488
Transfers out	<u>(18,871)</u>	<u>(26,088)</u>
Net cash used by noncapital financing activities	<u>(21,012)</u>	<u>(22,591)</u>
Cash flow from capital and related financing activities:		
Payment of principal on capital loans	(2,387)	(2,327)
Payment of interest on capital loans	(300)	(482)
Purchase of fixed assets	<u>(3,249)</u>	<u>-</u>
Net cash used by capital and related financing activities	<u>(6,036)</u>	<u>(2,799)</u>
Cash flows from investing activities:		
Increase in interest-bearing deposits	(2,719)	(3,141)
Interest earned on interest-bearing deposits	<u>7,838</u>	<u>8,438</u>
Net cash provided by investing activities	<u>4,897</u>	<u>3,273</u>
Net increase in cash and cash equivalents	58,679	61,706
Cash and cash equivalents, beginning of year	<u>147,361</u>	<u>85,843</u>
Cash and cash equivalents, end of year	<u>\$ 186,040</u>	<u>\$ 147,549</u>

VALUATION OF HERMES, LOS ANGELES

Server System - Enterprise Fund
 Comparative Balance Sheet
 August 31, 2003 and 2002

	<u>2003</u>	<u>2002</u>
ASSETS		
Current Assets:		
Cash	\$ 5,781	\$ 46,003
Interest-bearing deposits	90,000	11,000
Accounts receivable	3,842	4,077
Accrued interest receivable	46	48
Inventory	2,809	2,809
Due from other funds	1,286	612
Prepaid insurance	1,233	817
Total current assets	<u>11,317</u>	<u>71,856</u>
Restricted Assets:		
Cash	115,842	115,816
Interest-bearing deposits	21,849	75,314
Accrued interest receivable	189	814
Total restricted assets	<u>147,880</u>	<u>191,944</u>
Plant and Equipment, at Cost	1,760,484	862,799
Less accumulated depreciation	<u>(217,210)</u>	<u>(212,213)</u>
Net plant and equipment	<u>1,543,274</u>	<u>650,586</u>
Reserve	-	12,112
Construction in progress	<u>1,238,014</u>	<u>222,775</u>
TOTAL ASSETS	<u>\$ 3,599,311</u>	<u>\$ 1,959,099</u>

VILLAGE OF HESKIMER, LOUISIANA

Street System - Statutory Fund
 Comparative Balance Sheet (Continued)
 August 31, 2001 and 2002

	<u>2002</u>	<u>2001</u>
LIABILITIES AND FUND EQUITY		
Current Liabilities (Payable from Current Assets)		
Accounts payable	\$ 1,074	\$ 504
Current portion of capital lease payable	1,079	1,207
Due to other funds	<u>11,484</u>	<u>11,484</u>
Total current liabilities payable from current assets	13,637	13,201
Current Liabilities (Payable from Restricted Assets)		
Bonds payable	1,800	6,800
Accrued interest	1,242	1,242
Customer deposits	<u>5,052</u>	<u>5,017</u>
Total current liabilities payable from restricted assets	8,094	13,069
Total current liabilities	<u>21,731</u>	<u>26,270</u>
Long-term Liabilities		
Capital lease payable (net of current portion)	94,800	93,800
Bonds payable (net of current portion)	<u>94,800</u>	<u>94,319</u>
Total long-term liabilities	189,600	188,119
Total liabilities	<u>407,062</u>	<u>454,389</u>
Fund Equity:		
Contributed Capital, net	1,199,872	128,075
Residual earnings -		
Reserved for grant expenditures	25,449	76,199
Reserved for local debt service	96,099	99,019
Reserved for bond contingency	12,838	11,562
Unreserved	<u>58,617</u>	<u>95,482</u>
Total retained earnings	193,003	282,262
Total fund equity	<u>1,392,875</u>	<u>410,337</u>
TOTAL LIABILITIES AND FUND EQUITY	<u>\$ 1,000,311</u>	<u>\$100,000</u>

VILLAGE OF HERSSMER, LOUISIANA

Sewer System - Enterprise Fund
 Comparative Statement of Revenues, Expenses, and Changes in Retained Earnings
 Fiscal Years Ended August 31, 2003 and 2002

	2003	2002
Operating revenues		
Charges for services	<u>\$ 43,273</u>	<u>\$ 43,712</u>
Operating expenses:		
Salaries	14,478	8,877
Payroll taxes	1,107	674
Depreciation	21,539	14,336
Maintenance and repairs	4,728	4,659
Office	467	134
Legal and professional fees	1,178	911
Insurance	2,852	1,295
Chemicals and supplies	1,401	58
Laboratory testing	1,816	944
Other	7,031	3,199
Total operating expenses	<u>58,100</u>	<u>57,092</u>
Operating income (loss)	<u>(14,826)</u>	<u>6,620</u>
Nonoperating revenues (expenses):		
Interest income	4,967	8,090
Interest expense	<u>(5,470)</u>	<u>(5,923)</u>
Total nonoperating revenues (expenses)	<u>(503)</u>	<u>2,167</u>
Other financing uses:		
Operating transfers out	<u>(28,386)</u>	-
Net income (loss)	<u>(49,915)</u>	<u>8,697</u>
Depreciation on fixed assets acquired by grants, entitlements, and shared revenues externally restricted for capital acquisition and construction that reduces contributed capital	12,800	7,734
Retained earnings, beginning	<u>278,156</u>	<u>361,710</u>
Retained earnings, ending	<u>\$ 191,244</u>	<u>\$ 278,156</u>

VILLAGE OF BISSHOP, LOUISIANA

Sewer System - Enterprise Fund
 Comparative Statement of Cash Flows
 Fiscal Years Ended August 31, 2003 and 2002

	<u>2003</u>	<u>2002</u>
Cash flows from operating activities:		
Operating income (loss)	\$ (70,820)	\$ 5,640
Adjustments to reconcile operating (income) loss to net cash provided by operating activities:		
Depreciation	21,210	16,154
Changes in assets and liabilities -		
(Increase) decrease in accounts receivable	(605)	4
Increase in prepaid insurance	(516)	(216)
Increase (decrease) in accounts payable	640	(499)
Increase (decrease) in customer deposits	(28)	67
Total adjustments	<u>20,710</u>	<u>15,177</u>
Net cash provided by operating activities	<u>9,940</u>	<u>21,817</u>
Cash flows from noncapital financing activities:		
Transfers to other funds	(38,980)	-
Advances from (to) other funds	(714)	714
Net cash provided (used) by noncapital financing activities	<u>(39,694)</u>	<u>714</u>
Cash flows from capital and related financing activities:		
Increase in contributed capital	1,024,080	-
Purchase of fixed assets	(1,028,878)	(11,710)
Principal paid on capital lease	(2,187)	(2,227)
Interest paid on capital lease	(120)	(483)
Principal paid on bonds	(6,080)	(6,080)
Payment of interest on bonds	(5,150)	(5,690)
Net cash flows used by capital and related financing activities	<u>(18,225)</u>	<u>(22,080)</u>
Cash flows from investing activities:		
(Increase) decrease in interest-bearing deposits	58,700	(2,850)
Interest earned on interest-bearing deposits	5,600	7,722
Net cash provided by investing activities	<u>64,300</u>	<u>4,872</u>
Net increase (decrease) in cash and cash equivalents	<u>(21,684)</u>	<u>5,121</u>
Cash and cash equivalents, beginning of year	<u>169,707</u>	<u>167,181</u>
Cash and cash equivalents, end of year	<u>\$ 148,023</u>	<u>\$ 169,707</u>

GENERAL FIXED ASSETS ACCOUNT GROUP

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

VILLAGE OF HESSMER, LOUISIANA

Comparative Statement of General Fixed Assets
August 31, 2003 and 2002

	<u>2003</u>	<u>2002</u>
General fixed assets, at cost:		
Land	\$ 38,492	\$ 38,492
Buildings	89,815	89,815
Equipment	51,291	54,211
Vehicles	<u>71,822</u>	<u>71,822</u>
Total general fixed assets	<u>\$252,420</u>	<u>\$254,340</u>
Investment in general fixed assets:		
Property acquired from -		
General fund revenues	127,379	124,349
Revenue sharing	18,485	18,485
Municipality	4,975	4,975
Other	<u>58,731</u>	<u>58,731</u>
Total investment in general fixed assets	<u>\$209,570</u>	<u>\$206,540</u>

VILLAGE OF HESSMER, LOUISIANA

Statement of Changes in General Fixed Assets
Fiscal Year Ended August 31, 2003

	<u>Land</u>	<u>Buildings</u>	<u>Equipment</u>	<u>Vehicles</u>	<u>Total</u>
General fixed assets, beginning of year	\$18,481	\$89,850	\$ 54,211	\$73,022	\$235,564
Additions:	-	-	3,180	-	3,180
Deletions:	-	-	-	-	-
General fixed assets, end of year	<u>\$18,481</u>	<u>\$89,850</u>	<u>\$ 57,391</u>	<u>\$73,022</u>	<u>\$238,744</u>

**COMPLIANCE, INTERNAL CONTROL
AND
OTHER INFORMATION**

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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 Mayor Mark Jansonne
and Members of the Board of Aldermen
Village of Bossier, Louisiana

We have audited the general purpose financial statements of the Village of Bossier, Louisiana, as of and for the year ended August 31, 2003, and have issued our report thereon dated October 31, 2003. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States.

Compliance

As part of obtaining reasonable assurance about whether the Village of Bossier, Louisiana's general purpose financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grants, non-compliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with these provisions was not an objective of our audit and, accordingly, we do not express such an opinion. The results of our tests disclosed no instances of non-compliance that are required to be reported under Government Auditing Standards.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered the Village of Bossier, Louisiana's internal control over financial reporting in order to determine our auditing procedures for the purpose of expressing our opinion on the general purpose 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 judgment, could adversely affect the Village of Bossier, Louisiana's ability to record, process, summarize and report financial data consistent with the assertions of management in the general purpose financial statements. The reportable condition is described in the accompanying schedule of findings and questioned costs as item (C)(1).

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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 general purpose financial statements being audited may occur and not be detected within a timely period by 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. We believe Item E2-1 to be a material weakness.

This report is intended solely for the information and use of management and federal awarding agencies; however, this report is a matter of public record and its distribution is not limited. Also, under Louisiana Revised Statute 28:313, this report is distributed by the Legislative Auditor as a public document.

Kaiser, Champagne, Siron & Company, LLC
Certified Public Accountants

Monroe, Louisiana
October 31, 2013

VILLAGE OF HESKIMER, LOUISIANA

Summary Schedule of Current and Prior Year Audit Findings
and Corrective Action Plans
Fiscal Year Ended August 31, 2007

Fiscal Year Finding Identify Account	Description of Finding	Corrective Action Taken	Corrective Action Planned	Status of Corrective Process	Anticipated Date of Completion
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CURRENT YEAR (8/31/07) -

Internal Control:

82-100 Unknown Due to the small number of accounting employees, the Village did not have adequate segregation of functions within the accounting system.

N/A Based upon the size of the accounting operations and the constraints of additional personnel, it may not be feasible to achieve complete segregation of duties.

N/A

Compliance:

There are no instances of noncompliance that is required to report under Government Auditing Standards.

PRIOR YEAR (8/31/06) -

Internal Control:

00-100 Unknown Due to the small number of accounting employees, the Village did not have adequate segregation of functions within the accounting system.

N/A

N/A

Compliance:

There were no instances of noncompliance that were required to report under Government Auditing Standards.

Municipal Utility Controls:

0401-00 Separate Accounting of road receipts for Arroyito Field projects performing services for the Village of Heskimer.

N/A

N/A

VILLAGE OF HISSNER, LOUISIANA

Sewer System - Enterprise Fund
 Statement of Changes in Assets
 Restricted For Revenue Bond Debt Service
 Fiscal Year Ended August 31, 2000

	Fund and Interest Sinking Fund	Sewer Reserve Fund	Sewer Depreciation Fund	Total
Cash and interest-bearing deposits - beginning of year	\$ 79,776	\$74,741	\$11,562	\$113,041
Cash receipts -				
Transfers from operating account	10,458	-	960	11,418
Interest on investments	1,412	1,097	765	3,274
Total cash receipts	11,870	1,097	1,725	14,692
Total cash and interest-bearing deposits available	91,646	75,838	13,287	119,789
Cash disbursements				
Bond principal payments	6,000	-	-	6,000
Bond interest payments	3,380	-	-	3,380
Total cash disbursements	9,380	-	-	9,380
Cash and interest-bearing deposits - end of year	\$ 71,251	\$75,838	\$13,287	\$119,949

VILLAGE OF HESSMER
Enterprise Funds
Water and Sewer System Funds

Schedule of Number of Utility Customers
(Unaudited)
August 31, 2003

Records maintained by the Village indicated the following number of customers were being served during the month of August, 2003:

<u>Department</u>	<u>2003</u>
Water	
Commercial	12
Residential	<u>905</u>
Total	<u>917</u>
Sewer	
Commercial	19
Residential	<u>215</u>
Total	<u>234</u>

VILLAGE OF BESEMER

Schedule of Insurance in Force
(Continued)
August 31, 2005

<u>Description of Coverage</u>	<u>Asset Covered</u>	<u>Insurance Company</u>	<u>Policy #</u>	<u>Expiration Date</u>
Workmen's Comp	Employees	Risk Management	WC-4185	12/31/2005
Fire	Water Plant Community Center City Hall	1st Insurance 1st Insurance 1st Insurance	GPC0000119 GPC0000112 GPC0000112	5/1/2004 5/1/2004 5/1/2004
General Liability	n/a	1st Insurance	GPC0000112	5/1/2004
Physical Damage	Vehicles	1st Insurance	GPC0000112	5/1/2004
Blanket Bond	Clerk	1st Insurance	3-117190	11/1/200
Blanket Bond	Mayor	1st Insurance	3-117190	11/1/2004
Blanket Bond	Chief of Police	1st Insurance	3-117190	11/1/2004