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TOWN OF CAMPTI, LOUISIANA

ANNUAL FINANCIAL REPORT

JUNE 30, 1996

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

Release Date 3-26-97

Town of Campti, Louisiana
Annual Financial Report
June 30, 1996

TABLE OF CONTENTS

	<u>Exhibit</u>	<u>Page</u>
Independent Auditors' Report	---	1-2
General Purpose Financial Statements <u>(Combined Statements-Overview)</u>		
Combined Balance Sheet-All Fund Types and Account Groups	A	4
Combined Statement of Revenues, Expen- ditures, and Changes in Fund Balances- All Governmental Fund Types	B	5
Combined Statement of Revenues, Expen- ditures, and Changes in Fund Balances- Budget (GAAP Basis) and Actual- General, Special Revenue, Debt Service, and Capital Projects Fund Types	C	6
Statement of Revenues, Expenses and Changes in Retained Earnings- Proprietary Fund Type	D	7
Statement of Cash Flows-Proprietary Fund	E	8
Notes to the Financial Statements	---	10-19
Financial Schedules of the Individual <u>Funds and Account Groups</u>		
General Fund:		
Balance Sheet	F-1	22
Schedule of Revenues, Expenditures and Changes in Fund Balance-Budget (GAAP Basis) and Actual	F-2	23
Schedule of Revenues-Budget (GAAP Basis) and Actual	F-3	24

Town of Campti, Louisiana
Annual Financial Report
June 30, 1996

TABLE OF CONTENTS
(continued)

	<u>Exhibit</u>	<u>Page</u>
Schedule of Expenditures-Budget (GAAP Basis) and Actual	F-4	25-26
Special Revenue Funds:		
Balance Sheet-Special Revenue Fund	G-1	28
Schedule of Revenues, Expenditures, and Changes in Fund Balances-Budget (GAAP Basis) and Actual-Sales Tax Fund	G-2	29
Debt Service Funds:		
Combining Balance Sheet-All Debt Service Funds	H-1	31
Combining Schedule of Revenues, Expenditures and Changes in Fund Balances-All Debt Service Funds	H-2	32
Schedules of Revenues, Expenditures and Changes in Fund Balances-Budget (GAAP Basis) and Actual-		
Sales Tax Reserve Fund	H-3	33
Sales Tax Bonds Fund	H-4	34
1973 Water Bonds Fund	H-5	35
Capital Projects Funds:		
Balance Sheet	I-1	37
Schedule of Revenues, Expenditures and Changes in Fund Balance-Budget (GAAP Basis) and Actual-LCDBG Fund	I-2	38

Town of Campti, Louisiana
Annual Financial Report
June 30, 1996

TABLE OF CONTENTS
(continued)

	<u>Exhibit</u>	<u>Page</u>
Enterprise Fund:		
Balance Sheet	J	40-41
Agency Fund:		
Balance Sheet	K-1 K-2	43 43
General Fixed Assets Account Group:		
Schedule of General Fixed Assets	L-1	45
Schedule of Changes in General Fixed Assets	L-2	46
General Long-Term Debt Account Group:		
Schedule of Changes in General Long-Term Debt	M	48
<u>Internal Control and Compliance</u>		
Auditors' Report on Internal Control Structure in Accordance with <u>Government Auditing Standards</u>	N-1	50-51
Independent Auditors' Report on the Internal Control Structure Used in Administering Federal Financial Assistance Programs	N-2	52-54
Compliance Report Based on an Audit of the Financial Statements Performed in Accordance with <u>Government Auditing Standards</u>	N-3	55
Independent Auditors' Report on Compliance with the General Requirements Applicable to Federal Financial Assistance Programs	N-4	56-57
Independent Auditors' Report on Compliance with Specific Requirements Applicable to Nonmajor Federal Financial Assistance Program Transactions	N-5	58

Town of Campti, Louisiana
Annual Financial Report
June 30, 1996

TABLE OF CONTENTS
(continued)

	<u>Exhibit</u>	<u>Page</u>
Independent Auditors' Report on Schedule of Federal Financial Assistance	N-6	59
Supplementary Schedule of Federal Financial Assistance	O	60

The financial information for the preceding year, which is included for comparative purposes, was taken from the financial report for that year in which we expressed an unqualified opinion on the general purpose financial statements of the Town of Campti, Louisiana.

Johnson, Thomas & Cunningham
Johnson, Thomas & Cunningham, CPA's

December 16, 1996
Natchitoches, Louisiana

GENERAL PURPOSE FINANCIAL STATEMENTS
(COMBINED STATEMENTS - OVERVIEW)

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<u>Account Groups</u>		<u>Totals</u>	
<u>General</u>	<u>General</u>	<u>(Memorandum Only)</u>	
<u>Fixed</u>	<u>Long-term</u>	<u>June 30,</u>	<u>June 30,</u>
<u>Assets</u>	<u>Debt</u>	<u>1996</u>	<u>1995</u>
\$ 0	\$ 0	\$ 245,701	\$ 191,937
0	0	25,482	20,623
0	0	1,530	1,550
0	0	0	2,587
0	0	23,888	89,919
11,500	0	11,500	0
5,600	0	5,600	5,600
97,336	0	97,336	77,101
0	0	1,208,726	1,221,304
0	31,155	31,155	58,403
<u>0</u>	<u>0</u>	<u>0</u>	<u>(22,403)</u>
\$114,436	\$31,155	\$1,650,918	\$1,646,621
\$ 0	\$ 0	\$ 19,121	\$ 11,823
0	0	6,671	10,846
0	0	0	2,587
0	0	0	8,000
0	0	0	357
0	0	15,120	14,025
0	31,155	31,155	0
0	0	0	36,000
<u>0</u>	<u>0</u>	<u>0</u>	<u>16,000</u>
\$ 0	\$31,155	\$ 72,067	\$ 99,638
\$ 0	\$ 0	\$1,202,816	\$1,187,816
114,436	0	114,436	82,701
0	0	0	24,000
0	0	93,945	81,388
0	0	31,155	49,754
<u>0</u>	<u>0</u>	<u>136,499</u>	<u>121,324</u>
\$114,436	\$ 0	\$1,578,851	\$1,546,983
\$114,436	\$31,155	\$1,650,918	\$1,646,621

Town of Campti, Louisiana
Combined Statement of Revenues, Expenditures and Changes in Fund Balances-
All Governmental Fund Types
Year Ended June 30, 1996

	Governmental Fund Types				Totals	
	General	Special Revenue	Debt Service	Capital Projects	(Memorandum Only)	
					6-30-96	6-30-95
REVENUES:						
Taxes	\$ 80,555	\$ 43,514	\$ 6,096	\$ 0	\$130,165	\$128,490
Licenses & Permits	25,585	0	0	0	25,585	25,837
Intergovernmental	10,166	0	0	259,077	269,243	10,537
Fines & Forfeits	20,885	0	0	0	20,885	27,996
Miscellaneous	7,818	518	0	0	8,336	13,009
Total Revenues	<u>\$145,009</u>	<u>\$44,032</u>	<u>\$ 6,096</u>	<u>\$259,077</u>	<u>\$454,214</u>	<u>\$205,869</u>
EXPENDITURES:						
Current-						
General Government	\$111,207	\$ 0	\$ 0	\$ 33,030	\$144,237	\$ 85,912
Public Safety	66,198	0	0	0	66,198	49,464
Public Transportation	1,864	0	0	226,047	227,911	18,825
Debt Service-						
Principal Retirement	1,130	0	36,000	0	37,130	11,000
Interest & Charges	489	0	2,458	0	2,947	2,858
Total Expenditures	<u>\$180,888</u>	<u>\$ 0</u>	<u>\$ 38,458</u>	<u>\$259,077</u>	<u>\$478,423</u>	<u>\$168,059</u>
Excess (Deficiency) of Revenues over Expenditures	<u>\$ (35,879)</u>	<u>\$ 44,032</u>	<u>\$ (32,362)</u>	<u>\$ 0</u>	<u>\$ (24,209)</u>	<u>\$ 37,810</u>
OTHER FINANCING SOURCES (USES):						
Operating Transfers						
In (Out)	\$ 0	\$(28,659)	\$ 17,159	\$ 0	\$ (11,500)	\$ (10,667)
Debt Proceeds	32,285	0	0	0	32,285	0
Total Other Financing	<u>\$ 32,285</u>	<u>\$(28,659)</u>	<u>\$ 17,159</u>	<u>\$ 0</u>	<u>\$ 20,785</u>	<u>\$(10,667)</u>
Excess (Deficiency) of Revenues and Other Sources over Expen- ditures & Other Uses	<u>\$ (3,594)</u>	<u>\$ 15,373</u>	<u>\$(15,203)</u>	<u>\$ 0</u>	<u>\$ (3,424)</u>	<u>\$ 27,143</u>
Fund Balances-Beginning	<u>46,621</u>	<u>74,703</u>	<u>49,754</u>	<u>0</u>	<u>171,078</u>	<u>143,935</u>
Fund Balances-Ending	<u>\$ 43,027</u>	<u>\$ 90,076</u>	<u>\$ 34,551</u>	<u>\$ 0</u>	<u>\$167,654</u>	<u>\$171,078</u>

See notes to financial statements.

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<u>Debt Service Funds</u>			<u>Capital Projects Fund</u>		
<u>Budget</u>	<u>Actual</u>	<u>Variance- Favorable (Unfavorable)</u>	<u>Budget</u>	<u>Actual</u>	<u>Variance- Favorable (Unfavorable)</u>
\$ 5,850	\$ 6,096	\$246	\$ 0	\$ 0	\$ 0
0	0	0	0	0	0
0	0	0	274,426	259,077	(15,349)
0	0	0	0	0	0
0	0	0	0	0	0
<u>\$ 5,850</u>	<u>\$ 6,096</u>	<u>\$246</u>	<u>\$274,426</u>	<u>\$259,077</u>	<u>\$(15,349)</u>
\$ 0	\$ 0	\$ 0	\$ 35,000	\$ 33,030	\$ 1,970
0	0	0	0	0	0
0	0	0	239,426	226,047	13,379
36,000	36,000	0	0	0	0
2,380	2,458	(78)	0	0	0
<u>\$ 38,380</u>	<u>\$ 38,458</u>	<u>\$(78)</u>	<u>\$274,426</u>	<u>\$259,077</u>	<u>\$ 15,349</u>
\$(32,530)	\$(32,362)	\$168	\$ 0	\$ 0	\$ 0
\$ 28,720	\$ 28,659	\$ (61)	\$ 0	\$ 0	\$ 0
(11,500)	(11,500)	0	0	0	0
0	0	0	0	0	0
<u>\$ 17,220</u>	<u>\$ 17,159</u>	<u>\$(61)</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>
\$(15,310)	\$(15,203)	\$107	\$ 0	\$ 0	\$ 0
49,754	49,754	0	0	0	0
<u>\$ 34,444</u>	<u>\$ 34,551</u>	<u>\$107</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>

Town of Campti, Louisiana
Comparative Statement of Revenues, Expenses and Changes in Retained Earnings
Proprietary Fund Type
Enterprise Fund
Years Ended June 30, 1996 and 1995

	<u>1996</u>	<u>1995</u>
OPERATING REVENUES:		
General Customers-Water & Sewer	\$138,963	\$135,395
Miscellaneous	<u>9,705</u>	<u>2,189</u>
Total Operating Revenues	<u>\$148,668</u>	<u>\$137,584</u>
OPERATING EXPENSES:		
Administrative & General	\$ 20,138	\$ 13,763
Production & Collection	80,500	93,494
Distribution & Treatment	44,658	21,810
Customer's Accounting	2,933	2,692
Depreciation	<u>24,079</u>	<u>23,695</u>
Total Operating Expenses	<u>\$172,308</u>	<u>\$155,454</u>
Operating Income (Loss)	<u>\$ (23,640)</u>	<u>\$ (17,870)</u>
NON-OPERATING REVENUES AND (EXPENSES):		
Interest Income	\$ 1,768	\$ 1,622
Interest Expense	<u>(1,071)</u>	<u>(1,629)</u>
Total Non-Operating Revenues (Expenses)	<u>\$ 697</u>	<u>\$ (7)</u>
Income (Loss) Before Operating Transfers	<u>\$ (22,943)</u>	<u>\$ (17,877)</u>
OTHER FINANCING SOURCES:		
Operating Transfers In	11,500	10,667
Intergovernmental Grant	<u>15,000</u>	<u>0</u>
NET INCOME (LOSS)	<u>\$ 3,557</u>	<u>\$ (7,210)</u>
Retained Earnings-Beginning of Year	\$105,388	\$112,598
Increase in Contributed Capital	<u>(15,000)</u>	<u>0</u>
Retained Earnings-End of Year	<u>\$ 93,945</u>	<u>\$105,388</u>

See notes to financial statements.

Town of Campti, Louisiana
Enterprise Fund

Water & Sewer Utility Fund
Comparative Statement of Cash Flows
Years Ended June 30, 1996 and 1995

	<u>1996</u>	<u>1995</u>
CASH FLOWS FROM OPERATING ACTIVITIES:		
Operating Loss for the Year	\$ (23,640)	\$ (17,870)
Adjustment to Reconcile Net Loss to Net Cash Provided by Operating Activities-		
Depreciation	24,079	23,695
Changes in Assets or Liabilities-		
(Increase) in Accounts Receivable	(929)	(452)
(Increase) Decrease in Due from Other Funds	2,587	(2,587)
Increase in Accounts Payable	1,472	2,183
(Decrease) in Accrued Interest	(357)	(461)
Increase in Customers' Deposits	<u>1,095</u>	<u>2,033</u>
Net Cash Provided by Operating Activities	<u>\$ 4,307</u>	<u>\$ 6,541</u>
CASH FLOWS FROM NON-CAPITAL FINANCING ACTIVITIES:		
Transfers from Other Funds	\$ 11,500	\$ 10,667
Intergovernmental Grant	<u>15,000</u>	<u>0</u>
Net Cash Provided by Non-Capital Financing Activities	<u>\$ 26,500</u>	<u>\$ 10,667</u>
CASH FLOWS FROM CAPITAL ACTIVITIES:		
Interest Paid on Bonds	\$ (1,071)	\$ (1,629)
Principal Paid on Bonds	<u>(24,000)</u>	<u>(8,000)</u>
Total Cash Flows from Capital Activities	<u>\$ (25,071)</u>	<u>\$ (9,629)</u>
CASH FLOWS FROM INVESTING ACTIVITIES:		
Interest Income	\$ 1,768	\$ 1,622
Purchase of Building	<u>(11,500)</u>	<u>0</u>
Cash Flows from Investing Activities	<u>\$ (9,732)</u>	<u>\$ 1,622</u>
Net Increase (Decrease) in Cash	\$ (3,996)	\$ 9,201
Cash at Beginning of Year	<u>103,324</u>	<u>94,123</u>
Cash at End of Year	<u>\$ 99,328</u>	<u>\$103,324</u>

See notes to financial statements.

NOTES TO THE FINANCIAL STATEMENTS

Town of Campti, Louisiana
Notes to Financial Statements
June 30, 1996

1. Summary of Significant Accounting Policies:

The financial statements of the Town of Campti have been prepared in conformity with generally accepted accounting principles (GAAP) as applied to government units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The more significant of the Town's accounting policies are described below.

Reporting Entity-

The financial reporting entity consists of (a) the primary government, (b) organizations for which the primary government is financially accountable, and (c) other organizations for which the primary government is not accountable, but for which the nature and significance of their relationship with the primary government are such that exclusion would cause the reporting entity's financial statements to be misleading or incomplete. Component units are legally separate organizations for which the elected officials of the primary government are financially accountable. In addition, component units can be other organizations for which the nature and significance of their relationship with the primary government are such they exclusion would cause the reporting entity's financial statements to be misleading or incomplete.

Primary Government-

Town of Campti-The Town operates under an elected Mayor/Council (5 members) administrative/legislative form of government. The Town's operations include police protection, streets and drainage, recreation, and general administration services. The Town owns and operates one enterprise activity, a utilities system which provides water and sewer services. As required by generally accepted accounting principles, these financial statements present the Town (the primary government). The Town has no component units.

Fund Accounting-The Accounts of the Town of Campti are organized on the basis of funds and account groups, each of which is considered a separate accounting entity, and accounted for with a 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 six generic fund types and three broad fund categories as follows:

Governmental Funds-

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

Town of Campti, Louisiana
Notes to Financial Statements
June 30, 1996

Special Revenue Fund-The Special Revenue Fund is used to account for the proceeds of specific revenue sources that are legally restricted to expenditures for specific purposes.

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

Capital Projects Fund-Capital Projects Funds are used to account for the proceeds of specific revenue sources that are to be used for the construction of capital facilities.

Proprietary Fund-

Enterprise Fund-The Enterprise Fund is used to account for operations (a) that are financed and operated in a manner similar to private business enterprises where the intent of the governing body is that the cost (expenses, including depreciation) of providing goods or services to the general public on a continuing basis be financed or recovered primarily through user charges, or (b) where the governing body has decided the 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 Fund-

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

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 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.

Fixed Assets used in governmental fund type operations (general fixed assets) are accounted for in the general fixed assets account group, and are recorded as expenditures in the governmental fund types when purchased. All assets are shown at historical cost. The Town has elected not to capitalize public domain ("infrastructure") fixed assets consisting of certain improvements other than buildings, including roads, bridges, sidewalks, and drainage improvements. No depreciation has been provided on general fixed assets.

Long-term liabilities expected to be financed from governmental funds are accounted for in the general long-term debt account group, and not in the governmental funds.

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

Town of Campti, Louisiana
Notes to Financial Statements
June 30, 1996

The proprietary fund is accounted for on a cost of services or "capital maintenance" measurement focus, and all assets and all liabilities (whether current or noncurrent) associated with its activity are included on the balance sheet.

Depreciation of all exhaustible fixed assets used by the proprietary fund is charged as an expense against the operations. Assets are shown at historical cost less an allowance for depreciation. Depreciation has been provided over the estimated useful lives using the straight-line method. Accumulated depreciation at June 30, 1996 was \$353,767, and was \$329,689 for 1995. The estimated useful lives, in years, are as follows:

Buildings	30 years
Water System	75 years
Sewer System	75 years
Equipment	10 years

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 and the agency fund 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 that accumulated unpaid vacation and sick pay are not accrued and principal and interest on general long-term debt is recognized when due. Purchase of various operating supplies are regarded as expenditures at the time purchased. Accumulated unpaid vacation pay, if any, is not material in amount.

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

Budgets and Budgetary Accounting-

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

1. The Mayor prepares the budget which is submitted to the Town Council at the May meeting of the Council. The budget is then voted on at the June meeting.
2. The final budget is published in the Town's journal.

Town of Campti, Louisiana
Notes to Financial Statements
June 30, 1996

3. The budget can be amended after adoption by the Mayor submitting an amended budget to the Council, and the adoption of the amended budget by the Council.
4. All budgetary appropriations lapse at the end of each fiscal year.
5. Budgets for the general, special revenue, debt service, and capital projects funds are adopted on a basis consistent with generally accepted accounting principles.

Water Supplies-

Water supplies used in the proprietary fund are expensed when purchased since the amount on hand, if any, is not material in amount, and is approximately the same as the preceding year.

Bad Debts-

Uncollectible amounts due for customers' utility receivables are recognized as bad debts through the establishment of an allowance account at the time information becomes available which would indicate the uncollectibility of the particular receivable. Allowance for bad debts at June 30, 1996 and 1995 was \$430.

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 those 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.

Encumbrances-

Encumbrance accounting is not employed by the Town of Campti.

Short-Term Interfund Receivables/Payables-

During the course of operations, numerous transactions occur between the individual funds. These interfund receivables/payables are classified on the balance sheet as "Due from Other Funds" or "Due to Other Funds".

Town of Campti, Louisiana
Notes to Financial Statements
June 30, 1996

Interfund Transactions-

Quasi-external transactions are accounted for as revenues, expenditures or expenses. Transactions that constitute reimbursements to a fund for expenditures/expenses initially made from it that are properly applicable to another fund, are recorded as expenditures/expenses in the reimbursing fund and as reductions of expenditures/expenses in the fund that is reimbursed.

All other interfund transactions, except quasi-external transactions and reimbursements, are reported as transfers. Nonrecurring or nonroutine permanent transfers of equity are reported as residual equity transfers. All other interfund transfers of equity are reported as residual equity transfers. All other interfund transfers are reported as operating transfers.

Restricted Assets-

Certain resources of the Utility Fund are classified as restricted assets on the balance sheet because their use is limited by bond ordinances, or because they represent customers' deposits being held by the fund.

Fund Equity-

Contributed capital is recorded in the proprietary fund to present capital grants or contributions from other governmental agencies or other funds. reserves represent those portions of fund equity appropriated for expenditures or legally segregated for a specific future use. Designated fund balances represent plans for future use of financial resources.

Cash and Cash Equivalents -

Cash includes amounts in demand deposits, interest-bearing demand deposits, and time deposits. Cash equivalents include amounts in time deposits and those investments with original maturities of 90 days or less. Under state law, the municipality may deposit funds in demand deposits, interest-bearing demand deposits, or time deposits with state banks organized under Louisiana law or any other state of the United States, or under the laws of the United States.

2. Ad Valorem Taxes:

Ad valorem taxes attach as an enforceable lien on property as of January 1 of each year. Taxes are levied by the Town in June and are actually billed to taxpayers in October. Billed taxes become delinquent on January 1 of the following year. Revenues from Ad Valorem taxes are budgeted in the year billed.

The Town bills and collects its own property taxes using the assessed values determined by the Tax Assessor of Natchitoches Parish.

Town of Campti, Louisiana
Notes to Financial Statements
June 30, 1996

For the year ended June 30, 1996, taxes of 10.48 mills were levied on property with an assessed valuation totaling \$1,430,350 as follows:

General corporate purpose	6.23 mills
Debt service	4.25 mills

Total taxes collected for the year 1996 were \$15,196, and \$14,282 for 1995.

The six largest taxpayers and their assessed values are as follows:

<u>Taxpayer</u>	<u>Assessed Value</u>
Campti-Pleasant Hill Telephone	\$270,790
Central LA Electric	146,860
City Bank & Trust	120,660
Trans LA Gas	84,290
Tally Ho Apartments	39,200
Louisiana and Arkansas Railway	<u>39,230</u>
Total	<u>\$701,030</u>

3. Restricted Assets - Proprietary Fund Type:

Restricted assets were applicable to the following at June 30:

Customer's Deposits	\$23,888
---------------------	----------

4. Changes in General Fixed Assets:

A summary of changes in general fixed assets follows:

	<u>Balance</u> <u>7-1-95</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance</u> <u>6-30-96</u>
Building	\$ 0	\$11,500	\$0	\$ 11,500
Land	5,600	0	0	5,600
Equipment	<u>77,101</u>	<u>20,235</u>	<u>0</u>	<u>97,336</u>
Total	\$82,701	\$31,735	\$0	\$114,436

Town of Campti, Louisiana
Notes to Financial Statements
June 30, 1996

A summary of proprietary fund property, plant and equipment at June 30, 1996 follows:

Water Utility-	
Building	\$ 32,814
Land	1,540
Water Distribution System	520,586
Equipment	30,111
Sewer Utility-	
Sewer Plant	<u>977,442</u>
Total	\$1,562,493
Less, Accumulated Depreciation	<u>(353,767)</u>
Total, net	\$1,208,726

5. Changes in Long-Term Debt:

The following is a summary of long-term obligation transactions for the year ended June 30, 1996:

	General Obligation <u>Bonds</u>	Certificate of <u>Indebtedness</u>	Capital <u>Leases</u>	Revenue <u>Bonds</u>	<u>Total</u>
Payable at July 1, 1995	\$ 36,000	\$ 0	\$ 0	\$ 24,000	\$ 60,000
Additions	0	12,000	20,285	0	32,285
Deductions	<u>(36,000)</u>	<u>0</u>	<u>(1,130)</u>	<u>(24,000)</u>	<u>(61,130)</u>
Payable at June 30, 1996	\$ 0	\$12,000	\$19,155	\$0	\$31,155

Long-term debt at June 30, 1996 is comprised of the following issues:

<u>Issue</u>	<u>Issue Date</u>	<u>Final Maturity</u>	<u>Rate</u>	<u>Balance Outstanding</u>
Certificate of Indebtedness	5-1-96	4-1-01	6.5%	\$12,000
Capital Lease	5-10-96	4-10-99	6.28%	<u>19,155</u>
Total				\$31,155

The certificate of indebtedness was issued to purchase a new municipal building. The capital lease was entered into to finance a police car. Both debts are being financed by the General Fund.

Town of Campti, Louisiana
Notes to Financial Statements
June 30, 1996

The annual requirements to amortize all debts outstanding as of June 30, 1996 including interest of \$4,280 are as follows:

<u>Year Ending June 30:</u>	<u>C of I</u>	<u>Capital Lease</u>	<u>Total</u>
1997	\$ 2,815	\$ 7,436	\$10,251
1998	2,944	7,436	10,380
1999	2,894	6,197	9,091
2000	2,838	0	2,838
2001	<u>2,875</u>	<u>0</u>	<u>2,875</u>
Totals	\$14,366	\$21,069	\$35,435

6. Pension Plan:

The Town's Marshal is covered by the Municipal Police Employees Retirement System of Louisiana. All of the other Town employees became members of the Municipal Employees Retirement System of Louisiana after June 30, 1996. These systems are cost-sharing, multiple-employer defined benefit pension plans administered by separate boards of trustees. Pertinent information for the Police Retirement System follows:

Municipal Police Employees Retirement System of Louisiana (System)

Plan Description-All full-time police department employees engaged in law enforcement are required to participate in the System. Employees who retire at or after 50 with at least 20 years of creditable service or at or after age 55 with at least 12 year 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 36 consecutive of 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 employee 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, 8401 United Plaza Boulevard, Baton Rouge, Louisiana 70809-2250, or by calling (504) 929-7411.

Town of Campti, Louisiana
Notes to Financial Statements
June 30, 1996

Funding Policy-Plan members are required by state statute to contribute 7.5 percent of their annual covered salary and the Town of Campti is required to contribute at an actuarially determined rate. The current rate is 9.0 percent of annual covered payroll. The contribution requirements of plan members and the Town of Campti are established and may be amended by state statute. As provided by Louisiana Revised Statute 11:103, the employer contributions are determined by actuarial valuation and are subject to change each year based on the results of the valuation for the prior fiscal year. The Town of Campti's contributions to the System for the year ended June 30, 1996 were \$1,253, equal to the required contributions for the year.

7. Litigation:

At June 30, 1996, there was one civil suit filed against the Town. The Town's insurance is sufficient to pay any damages arising from this suit.

8. Cash:

The Town's cash is held in separate cash accounts, and accounted for separately in each of the Town's funds. At June 30, 1996, the Town's cash totaled \$269,459. All of this cash is held by banks, and \$156,994 is covered by FDIC insurance.

The Town's cash is categorized below to give an indication of the level of risk assumed by the Town at June 30, 1996. Category 1 includes cash held by the Town which is insured and held in the Town's name. Category 2 would include cash and investments held in the Town's name which is uninsured or unregistered. Category 3 would include the Town's cash held by a trustee or other third party not in the Town's name and uninsured and unregistered.

	Category <u>1</u>	Category <u>2</u>	Category <u>3</u>	Carrying <u>Value</u>
Total Cash & Cash Equivalents	\$269,459	\$0	\$0	\$269,459

9. Compensation of Town Council:

Compensation paid to individual Town Council members for the year ended June 30, 1996, is as follows:

<u>Council Member</u>	<u>Compensation</u>
Mary Douglas	\$ 500
Essie Beavers	540
Travis Guin, Jr.	480
Jennie Winslow	540
Lisa Telsee	420
Total	<u>\$2,480</u>

Town of Campti, Louisiana
Notes to Financial Statements
June 30, 1996

10. Sales Taxes:

The Town levies a 1% sales and use tax on all purchases within Town limits. This tax is dedicated to water and sewer maintenance, and for road, bridges and drainage projects.

11. Changes in Contributed Capital:

The following is a summary of changes in contributed capital:

Beginning Balance	\$1,187,816
Additions-	
Rural Development Grant	<u>15,000</u>
Ending Balance	\$1,202,816

FINANCIAL SCHEDULES OF THE 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.

Town of Campti, Louisiana
General Fund

Balance Sheet
June 30, 1996

	<u>1996</u>	<u>1995</u>
<u>Assets</u>		
Cash	\$38,964	\$43,229
Revenue Receivables	10,562	10,408
Other Receivables	<u>1,530</u>	<u>1,550</u>
Total Assets	\$51,056	\$55,187
<u>Liabilities & Fund Balance</u>		
Liabilities-		
Accounts Payable	\$ 8,029	\$ 5,979
Due to Water Fund	<u>0</u>	<u>2,587</u>
Total Liabilities	\$ <u>8,029</u>	\$ <u>8,566</u>
Fund Balance-		
Reserved for Debt Service	\$31,155	\$ 0
Unreserved-Undesignated	<u>11,872</u>	<u>46,621</u>
Total	\$43,027	\$46,621
Total Liabilities & Fund Balance	\$51,056	\$55,187

See notes to financial statements.

Town of Campti, Louisiana
General Fund

Schedule of Revenues, Expenditures and Changes in Fund Balance-
Budget (GAAP Basis) and Actual
Year Ended June 30, 1996
With Comparative Amounts from Year Ended June 30, 1995

	1996		Variance- Favorable (Unfavorable)	1995 Actual
	Budget	Actual		
REVENUES:				
Taxes	\$ 89,000	\$ 80,555	\$(8,445)	\$ 81,105
License & Permits	26,500	25,585	(915)	25,837
Intergovernmental	7,000	10,166	3,166	10,537
Fines & Forfeits	18,000	20,885	2,885	27,996
Miscellaneous	<u>6,807</u>	<u>7,818</u>	<u>1,011</u>	<u>12,521</u>
Total Revenues	<u>\$147,307</u>	<u>\$145,009</u>	<u>\$(2,298)</u>	<u>\$157,996</u>
EXPENDITURES:				
Current-				
General Government	\$104,880	\$111,207	\$(6,327)	\$ 85,912
Public Safety	68,547	66,198	2,349	49,464
Streets & Transportation	2,800	1,864	936	18,825
Debt Service	<u>3,580</u>	<u>1,619</u>	<u>1,961</u>	<u>0</u>
Total Expenditures	<u>\$179,807</u>	<u>\$180,888</u>	<u>\$(1,081)</u>	<u>\$154,201</u>
Excess (Deficiency) of Revenues over Expenditures	\$ (32,500)	\$ (35,879)	\$(3,379)	\$ 3,795
OTHER FINANCING SOURCES:				
Debt Proceeds	<u>32,500</u>	<u>32,285</u>	<u>(215)</u>	<u>0</u>
Excess (Deficiency) of Revenues and Other Sources Over Expenditures	\$ 0	\$ (3,594)	\$(3,594)	\$ 3,795
Fund Balance-Beginning of Year	<u>46,621</u>	<u>46,621</u>	<u>0</u>	<u>42,826</u>
Fund Balance-End of Year	<u>\$ 46,621</u>	<u>\$ 43,027</u>	<u>\$(3,594)</u>	<u>\$ 46,621</u>

See notes to financial statements.

Town of Campti, Louisiana
General Fund

Schedule of Revenues
Budget (GAAP Basis) and Actual
Year Ended June 30, 1996
With Comparative Amount from Year Ended June 30, 1995

	1996		Variance- Favorable (Unfavorable)	1995 Actual
	Budget	Actual		
REVENUES:				
Taxes-				
Sales Tax	\$ 45,000	\$ 43,946	\$(1,054)	\$ 44,123
Ad Valorem Taxes	15,500	9,111	(6,389)	8,611
2% Utility Tax	<u>28,500</u>	<u>27,498</u>	<u>(1,002)</u>	<u>28,371</u>
Total	<u>\$ 89,000</u>	<u>\$ 80,555</u>	<u>\$(8,445)</u>	<u>\$ 81,105</u>
Licenses & Permits-				
Occupational Licenses	\$ 25,000	\$ 24,205	\$ (795)	\$ 24,442
Liquor Licenses	<u>1,500</u>	<u>1,380</u>	<u>(120)</u>	<u>1,395</u>
Total	<u>\$ 26,500</u>	<u>\$ 25,585</u>	<u>\$ (915)</u>	<u>\$ 25,837</u>
Intergovernmental-				
Beer Tax	\$ 3,000	\$ 2,948	\$ (52)	\$ 4,107
Tobacco Tax	4,000	3,917	(83)	6,430
Video Poker Tax	<u>0</u>	<u>3,301</u>	<u>3,301</u>	<u>0</u>
Total	<u>\$ 7,000</u>	<u>\$ 10,166</u>	<u>\$ 3,166</u>	<u>\$ 10,537</u>
Fines & Forfeits-				
Court Fines	<u>\$ 18,000</u>	<u>\$ 20,885</u>	<u>\$ 2,885</u>	<u>\$ 27,996</u>
Miscellaneous-				
Rents & Recreation & Miscellaneous	<u>\$ 6,807</u>	<u>\$ 7,818</u>	<u>\$ 1,011</u>	<u>\$ 12,521</u>
TOTAL REVENUES	\$147,307	\$145,009	\$(2,298)	\$157,926

See notes to financial statements.

Town of Campti, Louisiana
General Fund

Schedule of Expenditures-
Budget (GAAP Basis) and Actual
Year Ended June 30, 1996

With Comparative Amounts from Year Ended June 30, 1995

	1996		Variance- Favorable (Unfavorable)	1995 Actual
	Budget	Actual		
GENERAL GOVERNMENT:				
Town Hall-				
Mayor's Salary	\$ 720	\$ 870	\$ (150)	\$ 955
Mayor's Expense	1,800	1,800	0	1,650
Clerk Salaries	23,920	23,189	731	12,052
Office Supplies	5,000	4,468	532	3,140
Councilmen's Per Diem	2,400	2,480	(80)	2,160
Publication of Minutes	1,200	1,727	(527)	1,765
Total	<u>\$ 35,040</u>	<u>\$ 34,534</u>	<u>\$ 506</u>	<u>\$21,722</u>
General Accounts-				
Recreation Department Expense	\$ 4,000	\$ 8,771	\$(4,771)	\$ 3,727
Utilities	15,000	18,393	(3,393)	14,596
Insurance	13,307	15,420	(2,113)	17,840
Payroll Taxes	7,500	5,380	2,120	3,300
Professional Services	0	0	0	433
Tax Roll	2,033	1,784	249	269
Audit & Legal	3,500	2,842	658	2,500
Building & Grounds	6,000	3,094	2,906	6,634
Dues & Miscellaneous	1,500	1,241	259	10,641
Repay LCDBG Grant	0	0	0	4,250
Capital Expenditures	10,000	11,500	(1,500)	0
Equipment Rentals	4,000	4,404	(404)	0
Travel	3,000	3,844	(844)	0
Total	<u>\$ 69,840</u>	<u>\$ 76,673</u>	<u>\$(6,833)</u>	<u>\$64,190</u>
TOTAL GENERAL GOVERNMENT	<u>\$104,880</u>	<u>\$111,207</u>	<u>\$(6,327)</u>	<u>\$85,912</u>

Continued next page.

See notes to financial statements.

Town of Campti, Louisiana
General Fund

Schedule of Expenditures-
Budget (GAAP Basis) and Actual
Year Ended June 30, 1996

With Comparative Amounts from Year Ended June 30, 1995

	1996		Variance- Favorable (Unfavorable)	1995 Actual
	<u>Budget</u>	<u>Actual</u>		<u>Actual</u>
PUBLIC SAFETY:				
Police-				
Salaries	\$ 36,000	\$ 35,038	\$ 962	\$ 25,359
Retirement	1,547	1,253	294	1,162
Supplies & Repairs	5,000	5,295	(295)	16,090
Gas & Oil	3,500	4,327	(827)	3,958
Capital Expenditures	<u>22,500</u>	<u>20,285</u>	<u>2,215</u>	<u>2,895</u>
TOTAL PUBLIC SAFETY	\$ <u>68,547</u>	\$ <u>66,198</u>	\$ <u>2,349</u>	\$ <u>49,464</u>
STREETS & TRANSPORTATION:				
Salaries	\$ 0	\$ 0	\$ 0	\$ 11,742
Gas & Oil	0	0	0	1,144
Repairs & Supplies	2,800	1,864	936	2,474
Equipment Rents	<u>0</u>	<u>0</u>	<u>0</u>	<u>3,465</u>
TOTAL STREETS & TRANSPORTATION	\$ <u>2,800</u>	\$ <u>1,864</u>	\$ <u>936</u>	\$ <u>18,825</u>
DEBT SERVICE:				
Principal Paid	\$ 3,000	\$ 1,130	\$ 1,870	\$ 0
Interest Paid	<u>580</u>	<u>489</u>	<u>91</u>	<u>0</u>
TOTAL DEBT SERVICE	\$ <u>3,580</u>	\$ <u>1,619</u>	\$ <u>1,961</u>	\$ <u>0</u>
TOTAL EXPENDITURES	\$179,807	\$180,888	\$(1,081)	\$154,201

See notes to financial statements.

SPECIAL REVENUE FUND

Sales Tax Fund - To account for the collection of the 1% sales and use tax and the subsequent disposition in accordance with sales tax dedication.

Town of Campti, Louisiana
Special Revenue Fund

Sales Tax Fund
Balance Sheet
June 30, 1996

	<u>1996</u>	<u>1995</u>
<u>Assets</u>		
Cash	\$ <u>90,076</u>	\$ <u>74,703</u>
Total Assets	\$ <u>90,076</u>	\$ <u>74,703</u>
<u>Liabilities & Fund Balance</u>		
Liabilities	\$ 0	\$ 0
Fund Balance- Unreserved-Undesignated	<u>90,076</u>	<u>74,703</u>
Total Liabilities & Fund Balance	\$ <u>90,076</u>	\$ <u>74,703</u>

See notes to financial statements.

Town of Campti, Louisiana
Special Revenue Fund

Sales Tax Fund

Schedule of Revenues, Expenditures and Changes in Fund Balance-
Budget (GAAP) Basis and Actual
Year Ended June 30, 1996
With Comparative Amounts from Year Ended June 30, 1995

	1996		Variance- Favorable (Unfavorable)	1995 Actual
	Budget	Actual		
REVENUES:				
Taxes	\$ 42,000	\$ 43,514	\$1,514	\$ 41,714
Miscellaneous	500	518	18	488
Total Revenues	\$ 42,500	\$ 44,032	\$1,532	\$ 42,202
EXPENDITURES:	0	0	0	0
Excess (Deficiency) of Revenues over Expenditures	\$ 42,500	\$ 44,032	\$1,532	\$ 42,202
OTHER FINANCING USES:				
Operating Transfers (Out)	(28,720)	(28,659)	61	(10,158)
Excess (Deficiency) of Revenues over Expenditures and Other Uses	\$ 13,780	\$ 15,373	\$1,593	\$ 32,044
Fund Balance-Beginning of Year	74,703	74,703	0	42,659
Fund Balance-End of Year	\$ 88,483	\$ 90,076	\$1,593	\$ 74,703

See notes to financial statements.

DEBT SERVICE FUNDS

Sales Tax Reserve Fund - To account for monies which were deposited into a separate account at the rate of \$200 per month until a total of \$12,279 was accumulated. This fund was to be used as reserve funds to pay the sales tax bonds in times that other monies were not available. These bonds were paid off during 1996.

Sales Tax Bond Fund - To accumulate monies for payment of the 1973 Water and Sewer Improvement Bonds to be repaid from Sales and Use Tax collections. These bonds were paid off during 1996.

1973 Water & Sewer Bonds - To accumulate monies to pay the bonds issued in 1973 for Water & Sewer Improvements. The bonds are to be repaid from ad valorem taxes. These bonds were paid off during 1996.

Town of Campti, Louisiana
All Debt Service Funds

Combining Balance Sheet
June 30, 1996

	Sales Tax Reserve	Sales Tax Bonds	1973 Water Bonds	Totals	
				June 30, 1996	June 30, 1995
<u>Assets</u>					
Cash	\$12,279	\$5,907	\$16,365	\$34,551	\$49,754
<u>Liabilities & Fund Balances</u>					
Liabilities	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Fund Balances-					
Reserved for Debt Service	0	0	0	0	49,754
Unreserved- Undesignated	<u>12,279</u>	<u>5,907</u>	<u>16,365</u>	<u>34,551</u>	<u>0</u>
Total Liabilities & Fund Balances	\$12,279	\$5,907	\$16,365	\$34,551	\$49,754

See notes to financial statements.

Town of Campti, Louisiana
All Debt Service Funds

Combining Schedule of Revenues, Expenditures and Changes in Fund Balances-
Year Ended June 30, 1996

	Sales Tax <u>Reserve</u>	Sales Tax <u>Bonds</u>	1973 Water <u>Bonds</u>	<u>Totals</u>	
				June 30, 1996	June 30, 1995
REVENUES:					
Taxes	\$ 0	\$ 0	\$ 6,096	\$ 6,096	\$ 5,671
Miscellaneous	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Total Revenues	\$ <u>0</u>	\$ <u>0</u>	\$ <u>6,096</u>	\$ <u>6,096</u>	\$ <u>5,671</u>
EXPENDITURES:					
Debt Service-					
Bond Principal	\$ 0	\$ 27,000	\$ 9,000	\$ 36,000	\$ 11,000
Bond Interest	0	1,824	634	2,458	2,585
Paying Agent Fee	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>273</u>
Total Expenditures	\$ <u>0</u>	\$ <u>28,824</u>	\$ <u>9,634</u>	\$ <u>38,458</u>	\$ <u>13,858</u>
Excess (Deficiency) of Revenues over Expenditures	\$ 0	\$(28,824)	\$ (3,538)	\$(32,362)	\$ (8,187)
OTHER FINANCING SOURCES (USES):					
Operating Transfers-In (Out)-	<u>0</u>	<u>28,659</u>	<u>(11,500)</u>	<u>17,159</u>	<u>(509)</u>
Excess (Deficiency) of Revenues and Other Sources over Expen- ditures and Other Uses	\$ 0	\$ (165)	\$(15,038)	\$(15,203)	\$ (8,696)
Fund Balance-Beginning	<u>12,279</u>	<u>6,072</u>	<u>31,403</u>	<u>49,754</u>	<u>58,450</u>
Fund Balance-Ending	\$ <u>12,279</u>	\$ <u>5,907</u>	\$ <u>16,365</u>	\$ <u>34,551</u>	\$ <u>49,754</u>

See notes to financial statements.

Town of Campti, Louisiana
Debt Service Funds

Sales Tax Reserve Fund
Schedule of Revenues, Expenditures and Changes in Fund Balance-
Budget (GAAP Basis) and Actual
Year Ended June 30, 1996
With Comparative Amounts from Year Ended June 30, 1995

	1996		Variance- Favorable (Unfavorable)	1995 Actual
	Budget	Actual		
REVENUES:				
Miscellaneous	\$ 0	\$ 0	\$0	\$ 0
EXPENDITURES:	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Excess of Revenues over Expenditures	\$ 0	\$ 0	\$0	\$ 0
Fund Balance-Beginning of Year	<u>12,279</u>	<u>12,279</u>	<u>0</u>	<u>12,279</u>
Fund Balance-End of Year	\$12,279	\$12,279	\$0	\$12,279

See notes to financial statements.

Town of Campti, Louisiana
Debt Service Funds

Sales Tax Bonds Fund
Schedule of Revenues, Expenditures and Changes in Fund Balance-
Budget (GAAP Basis) and Actual
Year Ended June 30, 1996
With Comparative Amounts from Year Ended June 30, 1995

	1996		Variance- Favorable (Unfavorable)	1995 Actual
	Budget	Actual		
REVENUES:	\$ <u>0</u>	\$ <u>0</u>	\$ <u>0</u>	\$ <u>0</u>
EXPENDITURES:				
Debt Service-				
Bond Principal	\$ 27,000	\$ 27,000	\$ 0	\$ 8,000
Bond Interest	<u>1,720</u>	<u>1,824</u>	(104)	<u>1,925</u>
Total	\$ <u>28,720</u>	\$ <u>28,824</u>	\$ (104)	\$ <u>9,925</u>
Excess (Deficiency) of Revenues over Expenditures	\$(28,720)	\$(28,824)	\$(104)	\$ (9,925)
OTHER FINANCING SOURCES:				
Transfer From-				
Sales Tax Fund	<u>28,720</u>	<u>28,659</u>	<u>(61)</u>	<u>10,158</u>
Excess (Deficiency) of Revenues and Other Sources over Expenditures	\$ 0	\$ (165)	\$(165)	\$ 233
Fund Balance-Beginning of Year	<u>6,072</u>	<u>6,072</u>	<u>0</u>	<u>5,839</u>
Fund Balance-End of Year	\$ <u>6,072</u>	\$ <u>5,907</u>	\$(165)	\$ <u>6,072</u>

See notes to financial statements.

Town of Campti, Louisiana
Debt Service Funds

1973 Water Bonds Fund
Schedule of Revenues, Expenditures and Changes in Fund Balance-
Budget (GAAP Basis) and Actual
Year Ended June 30, 1996
With Comparative Amounts from Year Ended June 30, 1995

	1996		Variance- Favorable (Unfavorable)	1995 Actual
	Budget	Actual		
REVENUES:				
Taxes	\$ <u>5,850</u>	\$ <u>6,096</u>	\$ <u>246</u>	\$ <u>5,671</u>
EXPENDITURES:				
Debt Service:				
Bond Principal	\$ 9,000	\$ 9,000	\$ 0	\$ 3,000
Bond Interest	660	634	26	660
Paying Agent Fees	<u>0</u>	<u>0</u>	<u>0</u>	<u>273</u>
Total	\$ <u>9,660</u>	\$ <u>9,634</u>	\$ <u>26</u>	\$ <u>3,933</u>
Excess (Deficiency) of Revenues over Expenditures	\$ (3,810)	\$ (3,538)	\$ 272	\$ 1,738
OTHER FINANCING SOURCES (USES)				
Transfers (Out)-	(11,500)	(11,500)	<u>0</u>	(10,667)
Excess (Deficiency) of Revenues over Expenditures and Other Uses	\$(15,310)	\$(15,038)	\$ 272	\$ (8,929)
Fund Balance-Beginning of Year	<u>31,403</u>	<u>31,403</u>	<u>0</u>	<u>40,332</u>
Fund Balance-End of Year	\$ <u>16,093</u>	\$ <u>16,365</u>	\$ 272	\$ <u>31,403</u>

See notes to financial statements.

CAPITAL PROJECTS FUND

LCDBG Fund - To account for a federal grant passed through the Louisiana Division of Administration to be used for street improvements.

Town of Campti, Louisiana
Capital Projects Fund

LCDBG Fund
Balance Sheet
June 30, 1996

<u>Assets</u>	
Revenue Receivable	\$3,776
<u>Liabilities & Fund Balance</u>	
Liabilities-	
Accounts Payable	\$3,776

See notes to financial statements.

Town of Campti, Louisiana
Capital Projects Fund

LCDBG Fund
Schedule of Revenues, Expenditures and Changes in Fund Balance-
Budget (GAAP Basis) and Actual
Year Ended June 30, 1996

	1996		Variance- Favorable (Unfavorable)
	Budget	Actual	
REVENUES:			
Intergovernmental- LCDBG Grant	\$274,426	\$259,077	\$(15,349)
EXPENDITURES:			
Current-			
General Government	\$ 35,000	\$ 33,030	\$ 1,970
Capital Outlay	239,426	226,047	13,379
Total Expenditures	\$274,426	\$259,077	\$ 15,349
Excess (Deficiency) of Revenues Over Expenditures	\$ 0	\$ 0	\$ 0
Fund Balance-Beginning of Year	0	0	0
Fund Balance-End of Year	\$ 0	\$ 0	\$ 0

See notes to financial statements.

ENTERPRISE FUND

Water & Sewer Utility Fund - To account for the provision of water and sewer services to the residents of the Town. 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.

Town of Campti, Louisiana
Enterprise Fund

Water & Sewer Utility Fund
Balance Sheet
June 30, 1996

	<u>Assets</u>	
	<u>1996</u>	<u>1995</u>
Current Assets:		
Cash	\$ 75,439	\$ 13,405
Accounts Receivable, Net of Allowance for Uncollectibles	11,144	10,215
Due From Other Funds	<u>0</u>	<u>2,587</u>
Total Current Assets	<u>\$ 86,583</u>	<u>\$ 26,207</u>
Restricted Assets:		
Bond Reserve Account	\$ 0	\$ 13,020
Bond Contingency Accounts	0	31,705
Customers' Deposits	23,888	21,791
Bond Interest & Redemption Account	<u>0</u>	<u>23,403</u>
Total Restricted Assets	<u>\$ 23,888</u>	<u>\$ 89,919</u>
Fixed Assets:		
Water & Sewer Plant and Equipment, at cost, net of allowance for depreciation of \$353,767 and \$329,689 respectively	\$1,208,726	\$1,221,304
Total Assets	<u>\$1,319,197</u>	<u>\$1,337,430</u>

Continued next page.

See notes to financial statements.

Town of Campti, Louisiana
Enterprise Fund

Water & Sewer Utility Fund
Balance Sheet
June 30, 1996

Liabilities & Fund Equity

	<u>1996</u>	<u>1995</u>
Current Liabilities:		
Payable from Current Assets-		
Accounts Payable	\$ <u>7,316</u>	\$ <u>5,844</u>
Current Liabilities:		
Payable from Restricted Assets-		
Accrued Interest on Revenue Bonds	\$ 0	\$ 357
Customers' Deposits	15,120	14,025
Bonds Payable	<u>0</u>	<u>8,000</u>
Total Payable from Restricted Assets	\$ <u>15,120</u>	\$ <u>22,382</u>
Long-Term Liabilities:		
Bonds Payable	\$ <u>0</u>	\$ <u>16,000</u>
Total Liabilities	\$ <u>22,436</u>	\$ <u>44,226</u>
Fund Equity:		
Contributed Capital-		
Municipal & Federal Grants	\$1,202,816	\$1,187,816
Retained Earnings-		
Reserved for Revenue Bond Retirement	0	24,000
Unreserved	<u>93,945</u>	<u>81,388</u>
Total Retained Earnings	\$ <u>93,945</u>	\$ <u>105,388</u>
Total Fund Equity	\$ <u>1,296,761</u>	\$ <u>1,293,204</u>
Total Liabilities & Fund Equity	\$ <u>1,319,197</u>	\$ <u>1,337,430</u>

See notes to financial statements.

Town of Campti, Louisiana
Agency Fund

Cash Bond Fund
Balance Sheet
June 30, 1996 and 1995

	<u>1996</u>	<u>1995</u>
<u>Assets</u>		
Cash	\$6,671	\$10,846
<u>Liabilities</u>		
Cash Bonds Held for Future Disposition	\$6,671	\$10,846

Exhibit K-2

Schedule of Changes in Assets and Liabilities
Year Ended June 30, 1996

	<u>Balance</u> <u>7-1-95</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance</u> <u>6-30-96</u>
Cash	\$10,846	\$22,686	\$(26,861)	\$6,671
Cash Bonds Held for Future Disposition	\$10,846	\$22,686	\$(26,861)	\$6,671

See notes to financial statements.

GENERAL FIXED ASSETS ACCOUNT GROUP

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

Town of Campti, Louisiana
General Fixed Assets Account Group

Schedule of General Fixed Assets
June 30, 1996 and 1995

	<u>1996</u>	<u>1995</u>
General Fixed Assets-		
Building	\$ 11,500	\$ 0
Land	5,600	5,600
Equipment	<u>97,336</u>	<u>77,101</u>
Total General Fixed Assets	\$114,436	\$82,701
Investment in General Fixed Assets-		
Property Acquired by General Fund	\$114,436	\$82,701

See notes to financial statements.

Town of Campti, Louisiana
General Fixed Assets Account Group

Schedule of Changes in General Fixed Assets
Year Ended June 30, 1996

	<u>Balance</u> <u>7-1-95</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance</u> <u>6-30-96</u>
Building	\$ 0	\$11,500	\$0	\$ 11,500
Land	5,600	0	0	5,600
Equipment	<u>77,101</u>	<u>20,235</u>	<u>0</u>	<u>97,336</u>
Total General Fixed Assets	\$82,701	\$31,735	\$0	\$114,436

See notes to financial statements.

GENERAL LONG-TERM DEBT ACCOUNT GROUP

To account for unmatured principal amounts on general long-term debt expected to be financed from governmental type funds. Payments of maturing obligations, including interest, are accounted for in the general fund.

Town of Campti, Louisiana
General Long-Term Debt Account Group

Schedule of Changes in General Long-Term Debt
Year Ended June 30, 1996

	Balance <u>7-1-95</u>	Long-Term Debt <u>Additions</u>	Long-Term Debt <u>Retired</u>	Debt Service Funds <u>Operations</u>	Balance <u>6-30-96</u>
Amount Available in Debt Service Fund	\$ 49,754	\$ 0	\$ 0	\$(49,754)	\$ 0
Amount to be Provided for Retirement of Long-Term Debt From-					
Sales & Use Tax	8,649	0	(27,000)	18,351	0
Ad Valorem Taxes (Overprovided)	(22,403)	0	(9,000)	31,403	0
General Fund	<u>0</u>	<u>32,285</u>	<u>(1,130)</u>	<u>0</u>	<u>31,155</u>
Amount Available and To Be Provided	\$ <u>36,000</u>	\$ <u>32,285</u>	\$ <u>(37,130)</u>	\$ <u>0</u>	\$ <u>31,155</u>
General Long-Term Debt Payable	\$(36,000)	\$32,285	\$(37,130)	\$0	\$(31,155)

See notes to financial statements.

COMPLIANCE, INTERNAL CONTROL,
AND OTHER GRANT INFORMATION

Johnson, Thomas & Cunningham

Certified Public Accountants

Exhibit N-1

Page 50

Eddie G. Johnson, Jr., C.P.A., P.A. Professional Corporation
Mark D. Thomas, C.P.A., P.A. Professional Corporation
Roger W. Cunningham, C.P.A., P.A. Professional Corporation

321 Bienville Street
Natchitoches, Louisiana 71457
(318) 352-3658
Fax (318) 352-4447

AUDITORS' REPORT ON THE INTERNAL CONTROL
STRUCTURE IN ACCORDANCE WITH
GOVERNMENT AUDITING STANDARDS

To the Town Council of
Campti, Louisiana

We have audited the general purpose financial statements of the Town of Campti, Louisiana, as of and for the year ended June 30, 1996, and have issued our report thereon dated December 16, 1996.

We conducted our audit in accordance with generally accepted auditing standards, Government Auditing Standards, issued by the Comptroller General of the United States, the provisions of Office of Management and Budget Circular A-128, "Audits of State and Local Governments", and the Louisiana Governmental Audit Guide. Those standards and OMB Circular A-128 require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements covered by our report are free of material misstatement.

The management of the Town of Campti, Louisiana, is responsible for establishing and maintaining an internal control structure. In fulfilling this responsibility, estimates and judgments by management are required to assess the expected benefits and related costs of internal control structure policies and procedures. The objectives of an internal control structure are to provide management with reasonable, but not absolute, assurance that assets are safeguarded against loss from unauthorized use or disposition, and that transactions are executed in accordance with management's authorization and recorded properly to permit the preparation of financial statements in accordance with generally accepted accounting principles. Because of inherent limitations in any internal control structure, errors or irregularities may nevertheless occur and not be detected. Also, projection of any evaluation of the structure to future periods is subject to the risk that procedures may become inadequate because of changes in conditions or that the effectiveness of the design and operation of policies and procedures may deteriorate.

In planning and performing our audit of the aforementioned financial statements of the Town of Campti, Louisiana, as of and for the year ended June 30, 1996, we obtained an understanding of the internal control structure. With respect to the internal control structure, we obtained an understanding of the design of relevant policies and procedures and whether they have been placed in operation, and we assessed control risk in order to determine our auditing procedures for the purpose of expressing our opinion on the financial statements and not to provide an opinion on the internal control structure. Accordingly, we do not express such an opinion.

We noted a certain matter involving the internal control structure and its operation that we consider to be a reportable condition under standards established by the American Institute of Certified Public Accountants. Reportable conditions involve matters coming to our attention relating to significant deficiencies in the design or operation of the internal control structure that, in our judgment, could adversely affect the Town's ability to record, process, summarize, and report financial data consistent with the assertions of management in the general purpose financial statements.

A material weakness is a reportable condition in which the design or operation of the specific internal control structure elements does not reduce to a relatively low level the risk that errors or irregularities 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 structure would not necessarily disclose all matters in the internal control structure that might be reportable conditions and, accordingly, would not necessarily disclose all reportable conditions that are also considered to be material weaknesses as defined above. However, we noted the following reportable condition that we believe to be material weakness.

Separation of Duties

The accounting department of the Town of Campti is too small to allow for a proper separation of duties necessary for strong internal control. However, it is not practicable for the Town to add employees to achieve this separation of duties.

This condition was considered in determining the nature, timing, and extent of the audit tests to be applied in our audit of the 1996 financial statements. This report does not affect our reports on the June 30, 1996 financial statements and on the Town's compliance with laws and regulations dated December 16, 1996.

This report is intended solely for the use of management and should not be used for any other purpose. This restriction is not intended to limit the distribution of this report, which, upon acceptance by the Town of Campti, Louisiana, is a matter of public record.


Johnson, Thomas & Cunningham, CPA's

December 16, 1996
Natchitoches, Louisiana

Johnson, Thomas & Cunningham

Certified Public Accountants

Exhibit N-2

Page 52

Eddie G. Johnson, Jr., C.P.A., A Professional Corporation
Mark D. Thomas, C.P.A., A Professional Corporation
Roger W. Cunningham, C.P.A., A Professional Corporation

321 Bienville Street
Natchitoches, Louisiana 71457
(318) 352-3652
Fax (318) 352-4447

INDEPENDENT AUDITORS' REPORT ON THE INTERNAL CONTROL STRUCTURE USED IN ADMINISTERING FEDERAL FINANCIAL ASSISTANCE PROGRAMS

To the Town Council
of Campti, Louisiana

We have audited the general purpose financial statements of the Town of Campti, Louisiana, as of and for the year ended June 30, 1996, and have issued our report thereon dated December 16, 1996. We have also audited the Town of Campti, Louisiana's compliance with requirements applicable to federal financial assistance programs and have issued our report thereon dated December 16, 1996.

We conducted our audit in accordance with generally accepted auditing standards; Government Auditing Standards, issued by the Comptroller General of the United States; Office of Management and Budget (OMB) Circular A-128, "Audits of State and Local Governments", and the Louisiana Governmental Audit Guide. Those standards and OMB Circular A-128 require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement and about whether the Town of Campti, Louisiana, complied with laws and regulations, noncompliance with which would be material to a federal financial assistance program.

In planning and performing our audit for the year ended June 30, 1996, we considered the Town's internal control structure in order to determine our auditing procedures for the purpose of expressing our opinion on the Town's financial statements and on its compliance with requirements applicable to major programs and not to provide assurance on the internal control structure. This report addresses our consideration of internal control structure policies and procedures relevant to compliance with requirements applicable to federal financial assistance programs. We have addressed policies and procedures relevant of our audit of the financial statements in a separate report dated December 16, 1996.

The management of the Town of Campti, Louisiana, is responsible for establishing and maintaining an internal control structure. In fulfilling this responsibility, estimates and judgments by management are required to assess the expected benefits and related costs of internal control structure policies and procedures. The objectives of an internal control structure are to provide management with reasonable, but not absolute, assurance that assets are safeguarded against loss from unauthorized use or disposition, that transactions are executed in accordance with management's authorization and recorded properly to permit the preparation of financial statements in accordance with generally accepted accounting principles, and that federal financial assistance programs are managed in compliance with applicable laws and regulations. Because of inherent limitations in any internal control structure, errors,

irregularities or instances of noncompliance may nevertheless occur and not be detected. Also, projection of any evaluation of the structure to future periods is subject to the risk that procedures may become inadequate because of changes in conditions or that the effectiveness of the design and operation of policies and procedures may deteriorate.

For the purpose of this report, we have classified the significant internal control structure policies and procedures used in administering federal financial assistance programs in the following categories:

General requirements:

- Political activity
- Civil rights
- Cash management
- Federal financial reports
- Allowable costs/cost principles
- Administrative requirements

Specific requirements:

- Types of services
- Reporting
- Special requirements

Claims for advances and reimbursements

For all of the internal control structure categories listed above, we obtained an understanding of the design of relevant policies and procedures and determined whether they have been placed in operation, and we assessed control risk.

During the year ended June 30, 1996, the Town of Campti, Louisiana, had no major federal financial assistance programs, and expended 100% of its total federal financial assistance under non-major programs.

We performed tests of controls, as required by OMB Circular A-128, to evaluate the effectiveness of the design and operation of internal control structure policies and procedures that we considered relevant to preventing or detecting material noncompliance with specific requirements, general requirements, and requirements governing claims for advances and reimbursements that are applicable to the Town's federal financial assistance program, which is identified in the accompanying schedule of federal financial assistance. Our procedures were less in scope than would be necessary to render an opinion on these internal control structure policies and procedures. Accordingly, we do not express such an opinion.

Our consideration of the internal control structure policies and procedures used in administering federal financial assistance would not necessarily disclose all matters in the internal control structure that might constitute material weaknesses under standards established by the American Institute of Certified Public Accountants. A material weakness is a reportable condition in which the design or operation of one or more of the internal control structure elements does not reduce to a relatively low level the risk that noncompliance with laws and regulations that would be material to a federal financial assistance program

may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. We noted no matters involving the internal control structure and its operations that we consider to be material weaknesses as defined above.

This report is intended for the information of management, all applicable federal agencies, and those other governmental agencies from which financial assistance was received and should not be used for any other purpose. However, upon delivery to the Town of Campti, Louisiana, this report is a matter of public record and its distribution is not limited.


Johnson, Thomas & Cunningham, CPA's

December 16, 1996
Natchitoches, Louisiana

Johnson, Thomas & Cunningham

Certified Public Accountants

Exhibit N-3
Page 55

Eddie G. Johnson, Jr., C.P.A., P.C. Professional Corporation
Mark D. Thomas, C.P.A., P.C. Professional Corporation
Roger W. Cunningham, C.P.A., P.C. Professional Corporation

321 Bienville Street
Natchitoches, Louisiana 71457
(318) 352-3652
Fax (318) 352-4447

COMPLIANCE REPORT BASED ON AN AUDIT OF THE FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS

To the Town Council of
Campti, Louisiana

We have audited the general purpose financial statements of the Town of Campti, Louisiana, as of and for the year ended June 30, 1996, and have issued our report thereon dated December 16, 1996.

We conducted our audit in accordance with generally accepted auditing standards, Government Auditing Standards, issued by the Comptroller General of the United States, the provision of Office of Management and Budget Circular A-128, "Audits of State and Local Governments", and the Louisiana Governmental Audit Guide. Those standards and OMB Circular A-128 require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements being audited are free of material misstatement.

Compliance with laws, regulations, contracts, and grants applicable to the Town of Campti, Louisiana, is the responsibility of the Town's management. As part of obtaining reasonable assurance about whether the aforementioned financial statements are free of material misstatement, we performed tests of the Town's compliance with certain provisions of laws, regulations, contracts and grants. However, our objective was not to provide an opinion on overall compliance with such provisions. Accordingly, we do not express such an opinion.

The results of our tests disclosed no instances of noncompliance that are required to be reported under Government Auditing Standards.

This report is intended for the information of management. This restriction is not intended to limit the distribution of this report, which, upon delivery to the Town of Campti, Louisiana, is a matter of public record.

Johnson, Thomas & Cunningham
Johnson, Thomas & Cunningham, CPA's

December 16, 1996
Natchitoches, Louisiana

Johnson, Thomas & Cunningham
Certified Public Accountants

Exhibit N-4
Page 56

Eddie G. Johnson, Jr., C.P.A., S. Professional Corporation
Mark D. Thomas, C.P.A., S. Professional Corporation
Roger M. Cunningham, C.P.A., S. Professional Corporation

321 Bienville Street
Natchitoches, Louisiana 71457
(318) 352-3632
Fax (318) 352-4447

INDEPENDENT AUDITORS' REPORT ON COMPLIANCE
WITH THE GENERAL REQUIREMENTS APPLICABLE
TO FEDERAL FINANCIAL ASSISTANCE PROGRAMS

To the Town Council of
Campti, Louisiana

We have audited the general purpose financial statements of the Town of Campti, Louisiana, as of and for the year ended June 30, 1996, and have issued our report thereon dated December 16, 1996.

We have applied procedures to test the Town of Campti, Louisiana, compliance with the following requirements applicable to its federal financial assistance programs, which are identified in the schedule of federal financial assistance, for the year ended June 30, 1996:

Political activity
Civil rights
Cash management
Federal financial reports
Allowable costs/cost principles
Administrative requirements

Our procedures were limited to the applicable procedures described in the Office of Management and Budget's Compliance Supplement for Single Audits of State and Local Governments. Our procedures were substantially less in scope than an audit, the objective of which is the expression of an opinion on the Town of Campti, Louisiana, compliance with the requirements listed in the preceding paragraph. Accordingly, we do not express such an opinion.

With respect to the items tested, the results of those procedures disclosed no instances of noncompliance with the requirements listed in the first paragraph of this report. With respect to items not tested, nothing came to our attention that caused us to believe that the Town of Campti, Louisiana had not complied, in all material respects, with those requirements.

This report is intended for the information of management, applicable Federal agencies, and other governmental agencies from which federal financial assistance was received. This restriction is not intended to limit the distribution of this report, which upon delivery to the Town of Campti, Louisiana, is a matter of public record.

Johnson, Thomas & Cunningham
Johnson, Thomas & Cunningham, CPA's

December 16, 1996
Natchitoches, Louisiana

Johnson, Thomas & Cunningham

Certified Public Accountants

Exhibit N-5

Page 58

Eddie G. Johnson, Jr., C.P.A., S.A. Professional Corporation
Mark P. Thomas, C.P.A., S.A. Professional Corporation
Roger W. Cunningham, C.P.A., S.A. Professional Corporation

321 Bienville Street
Natchitoches, Louisiana 71457
(318) 352-3652
Fax (318) 352-4447

INDEPENDENT AUDITORS' REPORT ON COMPLIANCE WITH
SPECIFIC REQUIREMENTS APPLICABLE TO NONMAJOR
FEDERAL FINANCIAL ASSISTANCE PROGRAM TRANSACTIONS

To the Town Council of
Campti, Louisiana

We have audited the general purpose financial statements of the Town of Campti, Louisiana, as of and for the year ended June 30, 1996, and have issued our report hereon dated December 16, 1996.

In connection with our audit of the 1996 general purpose financial statements of the Town of Campti, Louisiana, and with our study and evaluation of the Town of Campti, Louisiana, internal control systems used to administer federal financial assistance programs, as required by Office of Management and Budget Circular A-128, "Audits of State and Local Governments", we selected certain transactions applicable to certain nonmajor federal financial assistance programs for the year ended June 30, 1996. As required by OMB Circular A-128, we have performed auditing procedures to test compliance with the requirements governing types of services allowed or unallowed, and claims for reimbursements that are applicable to those transactions. Our procedures were substantially less in scope than an audit, the objective of which is the expression of an opinion on the Town of Campti, Louisiana, compliance with these requirements. Accordingly, we do not express such an opinion.

With respect to the items tested, the results of those procedures disclosed no material instances of noncompliance with the requirements listed in the preceding paragraph. With respect to items not tested, nothing came to our attention that caused us to believe that the Town of Campti, Louisiana, had not complied, in all material respects, with those requirements.

This report is intended for the information of management, applicable Federal agencies, and other governmental agencies from whom federal financial assistance was received. This restriction is not intended to limit the distribution of this report, which, upon delivery to Town of Campti, Louisiana, is a matter of public record.

Johnson, Thomas & Cunningham
Johnson, Thomas & Cunningham, CPA's

December 16, 1996
Natchitoches, Louisiana

Johnson, Thomas & Cunningham

Certified Public Accountants

Exhibit N-6

Page 59

Eddie G. Johnson, Jr., C.P.A., A Professional Corporation
Mark D. Thomas, C.P.A., A Professional Corporation
Roger M. Cunningham, C.P.A., A Professional Corporation

321 Bienville Street
Natchitoches, Louisiana 71457
(318) 352-3652
Fax (318) 352-4447

INDEPENDENT AUDITORS' REPORT ON SCHEDULE OF
FEDERAL FINANCIAL ASSISTANCE

To the Town Council of
Campti, Louisiana

We have audited the general purpose financial statements of the Town of Campti, Louisiana, as of and for the year ended June 30, 1996, and have issued our report thereon dated December 16, 1996. These general purpose financial statements are the responsibility of the Town'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 generally accepted auditing standards, Government Auditing Standards, issued by the Comptroller General of the United States, the provisions of Office of Management and Budget Circular A-128, "Audits of State and Local Governments", and the Louisiana Governmental Audit Guide. Those standards and OMB Circular A-128 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 disclosure 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 financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

Our audit was conducted for the purpose of forming an opinion on the general purpose financial statements of the Town of Campti, Louisiana, taken as a whole. The accompanying Schedule of Federal Financial Assistance is presented for purposes of additional analysis and is not a required part of the general purpose financial statements. The information in that schedule 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.

Johnson, Thomas & Cunningham
Johnson, Thomas & Cunningham, CPA's

December 16, 1996
Natchitoches, Louisiana

Town of Campti, Louisiana
Supplementary Schedule of Federal Financial Assistance
Year Ended June 30, 1996

<u>Grantor/Program</u>	<u>Federal CFDA Number</u>	<u>Award Amount</u>	<u>Program Income</u>	<u>Current Year Revenues</u>	<u>Current Year Expenditures</u>	<u>Total Program Expenditures</u>
PASS-THROUGH PROGRAM:						
Louisiana Division of Administration-						
Community Development Block Grant	14,228	\$274,426	\$0	\$259,077	\$259,077	\$259,077