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VILLAGE OF HALL SUMMIT, LOUISIANA

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FINANCIAL STATEMENTS

December 31, 1995

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: 7-31-96

# VILLAGE OF HALL SUMMIT, LOUISIANA

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VILLAGE OF HALL SUMMIT, LOUISIANA

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## INDEPENDENT AUDITORS' REPORT

The Honorable Mayor Wayne Meyer  
and the Members of the Board of Aldermen of  
Village of Hall Summit, Louisiana

We have audited the accompanying general purpose financial statements of the Village of Hall Summit, Louisiana, as of December 31, 1995, and for the year then ended, as listed in the accompanying table of contents. These general purpose financial statements are the responsibility of the Village'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; and the provisions of Office of Management and Budget (OMB)-Circular A-128, *Audits of State and Local Governments*. 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 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 aspects, the financial position of the Village of Hall Summit, Louisiana, as of December 31, 1995, and the results of its operations and the cash flows of its proprietary fund for the year then ended in conformity with generally accepted accounting principles.

In accordance with Government Auditing Standards, we have also issued a report dated May 28, 1996, on our consideration of the Village of Hall Summit, Louisiana's internal control structure and a report dated May 28, 1996, on its compliance with laws and regulations.

Our audit was conducted for the purpose of forming an opinion on the basic financial statements taken as a whole. The Schedule of Mayor's and Aldermen's Compensation on page 13 is presented for the purpose of additional analysis and is not a required part of the general purpose financial statements of the Village of Hall Summit, Louisiana. Such information has been subjected to the auditing procedures applied in the audit of the general purpose financial statements and, in our opinion, is fairly presented in all material aspects in relation to the general purpose financial statements taken as a whole.

*Smith Pugh Rabinowitz LLP*  
Certified Public Accountants

May 28, 1996

VILLAGE OF HALL SUMMIT, LOUISIANA

Condensed Balance Sheet - All Fund Types and Account Group  
December 31, 2022

ASSETS

Cash	\$ 18,213	\$	1,103	\$	24,266	\$	25,278
Receivables							
Accounts							
Due from other funds							14,142
1990 LCOBAG funds							1,408
Inventory			2,972		2,922		3,078
Fund assets, net of accumulated depreciation			1,239,999		1,264,143		1,368,577
Unamortized grant funds			85,132		85,132		85,132
Total assets	<u>\$ 18,213</u>	<u>\$</u>	<u>1,247,012</u>	<u>\$</u>	<u>1,286,433</u>	<u>\$</u>	<u>1,727,485</u>

LIABILITIES AND FUND EQUITY

Liabilities							
Accounts payable and accrued expenses	\$ 1,907	\$	4,907	\$	6,410	\$	7,502
Due to other funds	606				606		14,142
Contract deposits			11,112		11,112		11,652
Total liabilities	<u>2,513</u>	<u>\$</u>	<u>16,019</u>	<u>\$</u>	<u>18,128</u>	<u>\$</u>	<u>32,296</u>
Fund equity							
Contributed capital			201,610		201,610		207,298
Investment in general fund assets					194,143		194,143
Retained earnings							
Reserve			11,112		11,112		11,652
Unreserved			377,642		377,642		381,689
Fund balances							
Unreserved, undesignated			388,754		388,754		393,341
Total Fund Equity	<u>14,699</u>	<u>\$</u>	<u>130,993</u>	<u>\$</u>	<u>145,722</u>	<u>\$</u>	<u>150,940</u>
Total Liabilities and Fund Equity	<u>\$ 18,213</u>	<u>\$</u>	<u>1,247,012</u>	<u>\$</u>	<u>1,286,433</u>	<u>\$</u>	<u>1,727,485</u>

See accompanying notes to financial statements.

## VILLAGE OF HALL SUMMIT, LOUISIANA

### Condensed Statement of Revenues, Expenditures, and Changes in Fund Balances All Governmental Fund Types For the Year Ended December 31, 1999

	Governmental Fund Types		Totals	
			(Interfund Only)	
	General	Capital Projects	1999	1998
<b>Revenues</b>				
Taxes	\$ 9,371	\$	\$ 9,371	\$ 7,508
Licenses and permits	3,397		3,397	3,518
Intergovernmental revenues	2,817		2,817	3,059
Fees and fines	7,832		7,832	4,497
Miscellaneous	1,315		1,315	1,476
Federal and State grants		32,300	32,300	15,000
<b>Total Revenues</b>	<u>32,822</u>	<u>32,300</u>	<u>65,122</u>	<u>50,058</u>
<b>Expenditures</b>				
General government	17,228		17,228	19,281
Public safety	4,578		4,578	4,572
Grant Expenditures		30,280	30,280	
Capital outlay	2,655		2,655	462
<b>Total Expenditures</b>	<u>24,461</u>	<u>30,280</u>	<u>54,741</u>	<u>38,315</u>
<b>Excess (Deficiency) of Revenues over Expenditures</b>	<u>8,361</u>		<u>10,381</u>	<u>11,743</u>
<b>Other Financing Sources (Uses)</b>				
Operating transfers in	18,854		18,854	
Operating transfers out	<u>(18,029)</u>		<u>(18,029)</u>	
<b>Total Other Financing Sources (Uses)</b>	<u>855</u>		<u>825</u>	
<b>Excess (Deficiency) of Revenues over Expenditures and Other Financing Sources (Uses)</b>	<u>(9,206)</u>		<u>(9,206)</u>	<u>11,743</u>
Fund Balances at Beginning of Year	<u>30,022</u>		<u>30,022</u>	<u>24,295</u>
<b>Fund Balances at End of Year</b>	<u>\$ 20,816</u>	<u>\$</u>	<u>\$ 20,816</u>	<u>\$ 36,038</u>

VILLAGE OF BALL SUMMIT, LOUISIANA

Combined Statement of Revenues, Expenditures, and Changes in Fund Balances - Budget (GAAP Basis) and Actual - All Governmental Fund Types  
For the Year Ended December 31, 2022

	General Fund		Capital Projects		Sewer Projects		Total Governmental	
	Budget	Actual	Budget	Actual	Budget	Actual	Budget	Actual
	\$	\$	\$	\$	\$	\$	\$	\$
<b>Revenues</b>								
Taxes	1,000	947	0	0	0	0	1,000	947
License and permits	2,000	1,870	0	0	0	0	2,000	1,870
Intergovernmental revenues	1,000	1,007	0	0	0	0	1,000	1,007
Fees and fines	4,000	1,000	0	0	0	0	4,000	1,000
Miscellaneous	1,000	1,100	0	0	0	0	1,000	1,100
Interest and Note Sales	0	0	0	0	0	0	0	0
<b>Total Revenues</b>	<b>11,000</b>	<b>11,924</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>11,000</b>	<b>11,924</b>
<b>Expenditures</b>								
General government	11,000	11,070	0,000	0	0	0	11,000	11,070
Public safety	1,000	1,700	0	0	0	0	1,000	1,700
Other Expenditures	0	0	0	0	0	0	0	0
Capital outlay	0	0	0	0	0	0	0	0
<b>Total Expenditures</b>	<b>12,000</b>	<b>12,770</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>12,000</b>	<b>12,770</b>
Revenues (Expenditures) of Revenues and Expenditures	(1,000)	(846)	0	0	0	0	(1,000)	(846)
Other Financing (Source) (Uses)	0	0	0	0	0	0	0	0
Operating transfers in	0	0	0	0	0	0	0	0
Operating transfers out	0	0	0	0	0	0	0	0
<b>Total Other Financing (Source) (Uses) and Other Financing (Source) (Uses)</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
<b>Total Balance at Beginning of Year</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
<b>Total Balance at End of Year</b>	<b>\$ (1,000)</b>	<b>\$ (846)</b>	<b>\$ 0</b>	<b>\$ 0</b>	<b>\$ 0</b>	<b>\$ 0</b>	<b>\$ (1,000)</b>	<b>\$ (846)</b>

See accompanying notes to financial statements.

## VILLAGE OF HALL SUMMIT, LOUISIANA

Statement of Revenues, Expenses and Changes in Retained Earnings -  
 Proprietary Fund Type - Enterprise Fund  
 For the Year Ended December 31, 1999  
With Comparative Amounts for the Year Ended December 31, 1998

	<u>1999</u>	<u>1998</u>
<b>Operating Revenues</b>		
Water services	\$ 34,481	\$ 35,534
Street services	<u>13,538</u>	<u>14,379</u>
<b>Total Operating Revenues</b>	<u>48,019</u>	<u>49,913</u>
<b>Operating Expenses</b>		
Personnel cost	9,231	1,231
Repairs and maintenance	18,218	6,854
Utilities	18,471	18,550
Administration	18,344	11,510
Depreciation	31,749	31,514
Miscellaneous	<u>1,217</u>	<u>1,283</u>
<b>Total Operating Expenses</b>	<u>107,230</u>	<u>100,942</u>
<b>Operating Loss</b>	<u>(59,211)</u>	<u>(51,029)</u>
<b>Non-operating Expenses</b>		
Interest		1,441
Amortization of grant costs	<u>4,959</u>	<u>4,959</u>
<b>Total Non-operating Expenses</b>	<u>4,959</u>	<u>6,400</u>
<b>Loss Before Operating Transfers</b>	<u>(64,170)</u>	<u>(57,429)</u>
<b>Other Financing Sources (Uses):</b>		
Operating transfers in	38,074	
Operating transfers out	<u>(18,899)</u>	
<b>Total Other Financing Sources (Uses)</b>	<u>19,175</u>	
<b>Net Loss</b>	115,680	(38,218)
<b>Amounts Charged to Contributions Accounts -</b>		
Depreciation on fixed assets	14,834	
<b>Retained Earnings at Beginning of Year, Restated</b>	<u>789,189</u>	<u>789,699</u>
<b>Retained Earnings at End of Year</b>	<u>\$ 388,152</u>	<u>\$ 318,624</u>

See accompanying notes to financial statements.



VILLAGE OF HALL SUMMIT, LOUISIANA

Statement of Cash Flow - Proprietary Fund Type - Enterprise Fund  
 For the Year Ended December 31, 1999  
 With Comparative Amounts for the Year Ended December 31, 1998

	1999	1998
<b>Cash Flows from Operating Activities</b>		
Operating loss	\$ (28,811)	\$ (11,802)
Adjustments to reconcile net operating income to net cash provided by operating activities		
Depreciation	31,749	35,204
Gain on sale of 1993 facilities		(2,500)
<b>Change in operating assets and liabilities</b>		
(Decrease)/decrease in accounts receivable	2,507	(284)
(Decrease)/decrease in inventory	846	(371)
Decrease in due from other funds		3,580
Increase in accounts payable	(1,609)	(15,876)
Increase (decrease) in customer deposits	510	(381)
Increase (decrease) in due to other funds	(16,162)	(4,141)
<b>Net Cash Provided by Operating Activities</b>	<u>12,371</u>	<u>36,280</u>
<b>Cash Flows from Noncapital Financing Activities</b>		
Receipts of grants	_____	31,811
<b>Net Cash Provided by Noncapital Financing Activities</b>	<u>_____</u>	<u>31,811</u>
<b>Cash Flows from Capital and Related Financing Activities</b>		
Proceeds from sale of 1993 facilities		7,200
Payments for capital additions	(7,751)	(19,404)
Principal payments	_____	(19,622)
<b>Net Cash Used for Capital and Related Financing Activities</b>	<u>(7,751)</u>	<u>(31,826)</u>
<b>Cash Flows from Noncapital Financing Activities</b>		
Operating transfers in (out)	(18,181)	_____
<b>Net Cash Provided (Used) by Noncapital Financing Activities</b>	<u>(18,181)</u>	<u>_____</u>
<b>Cash Flows from Investing Activities</b>		
Interest yield	_____	(1,460)
<b>Net Cash Used for Investing Activities</b>	<u>_____</u>	<u>(1,460)</u>
<b>Net Increase in Cash</b>	4,839	583
<b>Cash at Beginning of Year</b>	<u>2,868</u>	<u>2,488</u>
<b>Cash at End of Year</b>	<u>\$ 7,707</u>	<u>\$ 3,071</u>

See accompanying notes to financial statements.

## VILLAGE OF HALL, SUMMIT, LOUISIANA

Notes to Financial Statements  
December 31, 1991

The Village of Hall Summit, Louisiana, was incorporated on September 17, 1960, under the provisions of the Louisiana Act. The Village operates under the Mayor-Board of Aldermen form of government.

### B. Summary of Significant Accounting Policies

The accounting and reporting policies of the Village of Hall Summit, Louisiana, conform to generally accepted accounting principles as applicable to governments. Such accounting and reporting procedures also conform to the requirements of Louisiana revised statute 24:317 and to the guidelines found in the "Louisiana Municipal Audit and Accounting Guide."

The following is a summary of certain significant accounting policies:

- A. **Reporting Entity** - This report includes all funds and account groups which are controlled by or dependent on the Village's Executive and Legislative Branches (the Mayor and Board of Aldermen). Control by an department on the Village was determined on the basis of budget adoption, taxing authority, authority to incur debt, election or appointment of governing body, and other general oversight responsibility.
- 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 comprises 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 operating activities are conducted. The following funds and group of accounts are used by the Village:

#### Governmental Funds

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

**Capital Projects Fund** - The Capital Projects Fund accounts for all financial resources used for the rehabilitation of bonding.

#### Proprietary Fund

**Enterprise Fund** - The Enterprise Fund is used to account for operations that are financed and operated in a manner similar to private business enterprises where the costs (expenses, including depreciation of providing goods and services to the general public on a continuing basis are financed or recovered primarily through user charges.

#### General Fixed Assets

**General Fixed Assets** - The General Fixed Assets Account Group is used to account for fixed assets used in governmental fund type operations for control purposes. All fixed assets are valued at historical cost or estimated historical cost if actual historical cost is not available. Donated fixed assets are valued at their estimated fair value on the date of donation. No depreciation is recorded on general fixed assets.

# VILLAGE OF HALL, SUMMIT, LOUISIANA

## Notes to Financial Statements December 31, 1991

### 1. Summary of Significant Accounting Policies (Continued)

- C. **Basis of Accounting** - The accounting and financial reporting treatment applied to a fund is determined by its measurement focus. All governmental funds are accounted for using a current financial resources measurement focus. With this measurement focus, only current assets and current liabilities generally are included on the balance sheet. Operating statements of these funds present increases (i.e., revenues and other financing sources) and decreases (i.e., expenditures and other financing uses) in net current assets.

The modified accrual basis of accounting is used by all governmental fund types. Under the modified accrual basis of accounting, revenues are recognized when susceptible to accrual (i.e., when they become both measurable and available). "Measurable" means the amount of the transaction can be determined and "available" means it is collectible within the current period or soon enough thereafter to be used to pay liabilities of the current period. A one-year availability period is used for revenue recognition for all governmental revenues. Expenditures are recorded when the related fund liability is incurred.

All proprietary funds are accounted for on a flow of economic resources measurement focus. With this measurement focus, all assets and liabilities associated with the operation of these funds are included in the balance sheet. Fund equity (i.e., net total assets) is segregated into contributed capital and retained earnings components. Proprietary fund type operating statements present increases (i.e., revenues) and decreases (i.e., expenses) in net total assets.

Those revenues susceptible to accrual are franchise taxes, interest revenues and charges for services. Fees, grants and interest revenues are not susceptible to accrual because generally they are not measurable until received in cash.

The accrual basis of accounting is utilized by the proprietary fund type. Under this method, revenues are recorded when earned and expenses are recorded as the time liabilities are incurred.

The preparation of financial statements generally requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

- D. **Budgets and Budgetary Accounting** - The Village follows these procedures in establishing the budgetary data reflected in these financial statements:

1. The Mayor prepares a proposed budget and submits same to the Board of Aldermen no later than fifteen days prior to the beginning of each fiscal year.
2. A summary of the proposed budget is published and the public notified that the proposed budget is available for public inspection. At the same time, a public hearing is called.
3. A public hearing is held on the proposed budget at least ten days after publication of the call for the hearing.
4. After the holding of the public hearing, and completion of all action necessary to finalize and implement the budget, the budget is adopted through passage of an ordinance prior to the commencement of the fiscal year for which the budget is being adopted.

# VILLAGE OF HALL SUMMIT, LOUISIANA

Notes to Financial Statements  
December 31, 1993

## 1. Summary of Significant Accounting Policies (Continued)

### D. Budgets and Budgetary Accounting - (Continued)

3. The budget utilization is structured such that revenues are budgeted by source and appropriations are budgeted by departments and by particular object of expenditures. The Board of Aldermen may amend or amend the budget at its discretion during legally authorized sessions. Management may amend the budget only below the department level. There were no amendments made to the budget for 1993.
4. The Village utilizes formal budgetary integration as a management control device for all funds.

### E. Inventories - Inventory of supplies in the Proprietary Fund is stated at cost and adjusted to actual count at year end using the first-in, first-out method.

### F. Bad Debts - Uncollectible amounts due for the customer's utility receivables, which are historically immaterial, are charged against current earnings as they are determined to be uncollectible by the Board. There was no bad debt expense for 1993.

### G. Property, Plant, and Equipment -

#### General Fund Assets Account Group

Fund assets in governmental fund type operations are accounted for in the General Fund Assets Account Group, rather than in governmental funds. Public domain ("infrastructure") general fixed assets, including roads, bridges, curbs and gutters, streets and sidewalks, drainage systems and lighting systems are not capitalized along with other general fixed assets. No depreciation has been provided on such assets.

#### Water and Sewer System

Depreciation is provided in the Enterprise fund to allocate sufficient to reflect the cost of the depreciable assets in operations over their estimated service lives on the straight-line basis. The estimated service lives by asset type are as follows:

Water System	50 Years
Sewerage System	40-50 Years
Other Equipment	3-20 Years

### H. Refundable Deposits - The enterprise fund of the Village requires customers to place a deposit before service is rendered. The monies are considered reserved and are held until the customer discontinues service.

### I. Compensated Absence - The Village of Hall Summit has only part-time employees and does not grant vacation or sick leave.

## VILLAGE OF HALL SUMMIT, LOUISIANA

Notes to Financial Statements  
December 31, 1965

### 1. Summary of Significant Accounting Policies (Continued)

#### J. Fund Equity -

Reserves represent those portions of fund equity not appropriate for expenditures or legally obligated for a specific future use.

Contributed Capital is recorded in the Unexpended Fund for capital gains realized for the acquisition or construction of capital assets. Contributed capital is amortized based on the depreciation required on that portion of the assets acquired or constructed from such resources. A gain receivable is recorded when the Village has a right to reimbursement under the related grant.

#### K. Due to and Due from Other Funds

Interfund receivables and payables arise from interfund transactions and are recorded by all funds affected in the period in which transactions are occurred.

#### L. Grant Costs consist of the administrative and engineering costs associated with the construction of the diverted water tank and additional water lines. These costs were paid by the 1960 LCDBG grant and will be amortized over 20 years.

#### M. Comparative Data - Comparative totals for the prior year have been presented in the accompanying general purpose financial statements in order to provide an understanding of changes in the Village's financial position and operations. However, presentation of prior-year amounts by fund type have not been presented in each of the statements since their inclusion would make the statements unduly complex and difficult to read.

#### N. Total Columns on Combined Statements - Total columns on the combined statements are captioned "Memorandum Only" to indicate that they are presented only to facilitate financial analysis. Data in these columns do not present financial position or results of operations in conformity with generally accepted accounting principles. Neither is such data comparable to a consolidation. Inferred eliminations have not been made in the aggregation of this data.

#### O. Reclassification - Certain 1964 amounts were reclassified to conform to 1965 presentation.

### 2. Cash and Investments

At December 31, 1965, the carrying amount of the Village's deposits was \$25,166, and the bank balance was \$25,167. The bank balance was covered by Federal depository insurance.

### 3. Changes in Fixed Assets

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

	Balance for Year End 1964		Additions	Deductions	Balance For Year End 1965
Buildings and improvements	\$ 77,676	\$		\$	\$ 77,676
Furniture and fixtures	5,989		2,195		8,184
Police vehicles and equipment	17,875		418		18,293
Total	<u>\$ 101,540</u>		<u>\$ 2,613</u>		<u>\$ 104,153</u>

VILLAGE OF HALL, SHIMMET, LOUISIANA

Notes to Financial Statements  
December 31, 1995

3. Changes in Fixed Assets (Continued)

A summary of enterprise fund property, plant, and equipment at December 31, 1994 and 1995, is as follows:

	1995	1994
Land	\$ 38,716	\$ 38,776
Water system	657,764	657,764
Street system	847,254	808,683
	<u>1,343,734</u>	<u>1,505,223</u>
Less: accumulated depreciation	113,290	177,540
Property, plant and equipment - net	<u>\$ 1,230,444</u>	<u>\$ 1,327,683</u>

4. Sales and Use Tax

A use percent sales and use tax is in effect in the Village. The proceeds are dedicated to any lawful purposes of the City.

5. Commitments and Contingencies

As of December 31, 1995, there was no indication of pending litigation against the Village.

6. Reversal of Prior-year Balance

Adjustments were made to the beginning fund balance and retained earnings to rectify depreciation expenses to contributed capital. A summary of the adjustment is as follows:

	Enterprise Retained Earnings
As originally reported December 31, 1994	\$ 759,674
Adjustment	<u>29,700</u>
As stated, December 31, 1994	<u>\$ 789,374</u>

7. Interfund Operating Transfers

Individual fund operating transfers for fiscal year 1995, were as follows:

	Transfer In	Transfer Out
General Fund	\$ 18,884	\$ 38,078
Enterprise	88,876	18,695
Development Corp.	<u>31</u>	<u>        </u>
<b>Totals</b>	<u>\$ 107,791</u>	<u>\$ 56,773</u>

## VILLAGE OF HALL SUMMIT, LOUISIANA

### Schedule of Mayor's and Aldermen's Compensation For the Year Ended December 31, 1993

During 1993 the following amounts were paid to the Mayor and Aldermen:

Jimmy Ward - Mayor's Salary		\$ 1,000
Jimmy Hagan - Alderman/Mayor Pro Tem's Salary		800
Aldermen - per diem:		
Barbara Moore	\$ 600	
Gary Aynn	600	
L. F. Lofin	600	1,800
Total		<u>\$ 3,000</u>

**INDEPENDENT AUDITOR'S REPORT ON INTERNAL CONTROL  
STRUCTURE BASED ON AN AUDIT OF GENERAL PURPOSE FINANCIAL  
STATEMENTS PERFORMED IN ACCORDANCE  
WITH GOVERNMENT ACCOUNTING STANDARDS**

The Honorable Johnny Ragan, Mayor  
and the Members of the Board of Aldermen of  
The Village of Hall Summit, Louisiana

We have audited the general purpose financial statements of the Village of Hall Summit, Louisiana, as of and for the year ended December 31, 1983, and have issued our report thereon dated May 28, 1984.

We conducted our audit in accordance with generally accepted auditing standards, *Governments Auditing Standards*, issued by the Comptroller General of the United States, and the provisions of Office of Management and Budget (OMB) Circular A-133, *Audit of State and Local Governments*. These standards and OMB Circular A-133 require that we plan and perform the audit to obtain reasonable assurance about whether the general purpose financial statements are free of material misstatements.

The management of the Village of Hall Summit, 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 recorded in accordance with management's authorizations and recorded properly to permit the preparation of general purpose 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, properties 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 general purpose financial statements of the Village of Hall Summit, Louisiana, for the year ended December 31, 1983, 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 general purpose financial statements and not to provide an opinion on the internal control structure. Accordingly, we do not express such an opinion.



Our examination of the internal control structure would not necessarily disclose all matters in the internal control structure that might be material weaknesses under standards established by the American Institute of Certified Public Accountants. A material weakness is a 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 errors or irregularities in accounts 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 internal control structure performing their assigned functions. We noted no matters involving the internal control structure and its operation that we consider to be material weaknesses as defined above.

This report is intended for the information of Management and the Board of Directors. However, this report is a matter of public record, and its distribution is not limited.

*Smith, Pugh, Robinson & LLP*  
Certified Public Accountants

May 28, 1996



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**INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE  
 BASED ON AN AUDIT OF GENERAL PURPOSE  
 FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH  
 GOVERNMENT AUDITING STANDARDS**

The Honorable Johnny Hayes, Mayor  
 and the Members of the Board of Aldermen of  
 The Village of Hall Booth, Louisiana

We have audited the general purpose financial statements of the Village of Hall Booth, Louisiana, as of and for the year ended December 31, 1993, and have issued our report thereon dated May 28, 1994.

We conducted our audit in accordance with generally accepted auditing standards, Government Auditing Standards, issued by the Comptroller General of the United States; and the provisions of Office of Management and Budget (OMB) Circular A-128, Audit of State and Local Governments. These 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.

Compliance with laws, regulations, contracts, and grants applicable to the Village of Hall Booth, Louisiana is the responsibility of the Village of Hall Booth, Louisiana's management. As part of obtaining reasonable assurance about whether the financial statements are free of material misstatement, we performed tests of the Village of Hall Booth, Louisiana's compliance with certain provisions of laws, regulations, contracts, and grants. However, the objective of our audit of the general purpose financial statements 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 and the Board of Aldermen. However, this report is a matter of public record and its distribution is not limited.

*Smith Pugh Rabinowitz LLP*  
 Certified Public Accountants

May 28, 1994



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**INDEPENDENT AUDITOR'S REPORT ON  
INTERNAL CONTROL STRUCTURE USED IN ADMINISTERING  
FEDERAL FINANCIAL ASSISTANCE PROGRAMS**

The Honorable Johnny Hagin, Mayor  
and the Members of the Board of Aldermen of the  
Village of Hall Summit, Louisiana

We have audited the general purpose financial statements of the Village of Hall Summit, Louisiana, as of and for the year ended December 31, 1995, and have issued our report thereon dated May 28, 1996. We have also audited the compliance of the Village of Hall Summit, Louisiana, with requirements applicable to major federal financial assistance programs and have issued our report thereon dated May 28, 1996.

We conducted our audits in accordance with generally accepted auditing standards, Government Auditing Standards, issued by the Comptroller General of the United States; and Office of Management and Budget (OMB) Circular A-133, *Audits of State and Local Governments*. Those standards and OMB Circular A-133 require that we plan and perform the audit to obtain reasonable assurance about whether the generally accepted financial statements are free of material misstatements and about whether the Village of Hall Summit, Louisiana, complied with laws and regulations, noncompliance with which would be material to a major federal financial assistance program.

In planning and performing our audits for the year ended December 31, 1995, we considered the internal control structure of the Village of Hall Summit, Louisiana, in order to determine our auditing procedures for the purpose of expressing our opinions on the general purpose financial statements of the Village of Hall Summit, Louisiana, and on the compliance of the Village of Hall Summit, Louisiana, with requirements applicable to major programs and to report on the internal control structure in accordance with OMB Circular A-133. 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 internal control structure policies and procedures relevant to our audit of the general purpose financial statements in a separate report dated May 28, 1996.

The management of the Village of Hall Summit, 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, the transactions are executed in accordance with management's authorizations and recorded properly to permit the preparation of general purpose 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:

Cash and Cash Equivalents  
Receivables  
Property and Equipment  
Payables and Accrued Liabilities  
Debt  
Fund Balance or Retained Earnings

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 December 31, 1995, the Village of Hall County, Louisiana expended 100% of its total federal financial assistance under major federal financial assistance 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 and amounts claimed or used for matching that are applicable to each of the Village of Hall County, Louisiana's major federal financial assistance programs, which are 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 operation that we consider to be material weaknesses as defined above.

This report is intended for the information of Management and the Board of Aldermen. However, this report is a matter of public record and its distribution is not limited.

  
Smith Pugh Belinewitz, CPA  
Certified Public Accountant

May 18, 1996



SMITH PUGH RABINOWITZ L.L.P. CERTIFIED PUBLIC ACCOUNTANTS

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**INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE  
 WITH THE GENERAL REQUIREMENTS APPLICABLE TO  
 FEDERAL FINANCIAL ASSISTANCE PROGRAMS**

The Honorable Johnny Hagas, Mayor  
 and the Members of the Board of Aldermen of the  
 Village of Hall Summit, Louisiana

We have audited the general purpose financial statements of the Village of Hall Summit, Louisiana, as of and for the year ended December 31, 1995, and have issued our report thereon dated May 18, 1996.

We have applied procedures to test the Village of Hall Summit, Louisiana's 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 December 31, 1995: (I) political activity, (D) Davis-Bornet Act, (N) civil rights, (H) cash management, and (C) federal financial reports.

Our procedures were limited to the applicable provisions 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 Village of Hall Summit, Louisiana's 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 material instances of noncompliance with the requirements listed in the second paragraph of this report. With respect to items not tested, nothing came to our attention that caused us to believe that the Village of Hall Summit, Louisiana, had not complied, in all material respects, with these requirements.

This report is intended for the information of management and the Board of Aldermen. However, this report is a matter of public record and its distribution is not limited.

*Smith Pugh Rabinowitz LLP*  
 Certified Public Accountants

May 18, 1996



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**INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE  
WITH SPECIFIC REQUIREMENTS APPLICABLE TO MAJOR  
FEDERAL FINANCIAL ASSISTANCE PROGRAMS**

The Honorable Henry Hagan, Mayor  
and the Members of the Board of Aldermen of the  
Village of Hall Summit, Louisiana

We have audited the general purpose financial statements of the Village of Hall Summit, Louisiana, as of and for the year ended December 31, 1993, and have issued our report thereon dated May 28, 1994.

We have also audited the Village of Hall Summit, Louisiana's compliance with the requirements governing types of services allowed or unallowable; eligibility; matching; level of effort, or cost-sharing; reporting; claims for advances and reimbursements; and amounts claimed or used for matching that are applicable to each of its major federal financial assistance programs, which are identified in the accompanying Schedule of Federal Financial Assistance for the year ended December 31, 1993. The management of the Village of Hall Summit, Louisiana, is responsible for the Village of Hall Summit, Louisiana's compliance with these requirements. Our responsibility is to express an opinion on compliance with these requirements based on our audit.

We conducted our audit of compliance with these requirements in accordance with generally accepted auditing standards, Government Auditing Standards, issued by the Comptroller General of the United States, and Office of Management and Budget Circular A-119, *Audit of State and Local Governments*. These standards and OMB Circular A-119 require that we plan and perform the audit to obtain reasonable assurance about whether material noncompliance with the requirements referred to above occurred. An audit also includes examining, on a test basis, evidence about the Village of Hall Summit, Louisiana's compliance with these requirements. We believe that our audit provides a reasonable basis for our opinion.

The results of our audit procedures did not disclose any financial instances of noncompliance with the requirements referred to above.

In our opinion, the Village of Hall Summit, Louisiana, complied, in all material respects, with the requirements governing types of services allowed or unallowable; eligibility; matching; level of effort, or cost-sharing; reporting; claims for advances and reimbursements; and amounts claimed or used for matching that are applicable to each of its major federal financial assistance programs for the year ended December 31, 1993.

This report is intended for the information of the Management and the Board of Aldermen. However, this report is a matter of public record and its distribution is not limited.

*Smith Pugh Rabinowitz LLP*  
Certified Public Accountants

May 28, 1994



SMITH PUGH RABINCOWITZ L.L.P. CERTIFIED PUBLIC ACCOUNTANTS

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INDEPENDENT AUDITOR'S REPORT ON SCHEDULE OF  
FEDERAL FINANCIAL ASSISTANCE

The Honorable Jeffrey Hagan, Mayor  
and the Members of the Board of Aldermen of the  
Village of Hall Summit, Louisiana

We have audited the general purpose financial statements of the Village of Hall Summit, Louisiana, as of and for the year ended December 31, 1995, and have issued our report thereon dated May 28, 1996. These general purpose financial statements are the responsibility of the Village of Hall Summit, Louisiana'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, and the provisions of Office of Management and Budget Circular A-118, *Quality of State and Local Government*. These standards and Office Circular A-118 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 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 Village of Hall Summit, 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 aspects in relation to the general purpose financial statements taken as a whole.

*Smith Pugh Rabincowitz L.L.P.*  
Certified Public Accountants

May 28, 1996

VILLAGE OF HALL SUMMIT, LOUISIANA

Schedule of Federal Financial Statements  
December 31, 1992

Program Name	Grant	CFDA No.	Program Amount	Cash Balance January 1, 1993	Revised	Federal Expenditures	Cash Balance December 31, 1992
Housing Rehabilitation	State of Louisiana Division of Administration (40080 P01-000)	14-218	\$ 50,000	\$	\$ 50,000	\$ 50,000	\$



## VILLAGE OF HALL SUMMIT, LOUISIANA

Notes to Schedule of Federal Financial Assistance  
December 31, 1999

### NOTE A - BASIS OF ACCOUNTING

The accompanying Schedule of Federal Financial Assistance is a summary of the cash activity of the Village's federal financial assistance programs and does not present transactions that would be included in financial statements of the Village prepared on the accrual basis of accounting, as contemplated by generally accepted accounting principles.

### NOTE B - HOUSING REHABILITATION

In accordance with terms of the loan, the Village has expended matching contributions totaling \$52,208 during the year ended December 31, 1999.



SMITH PUGH RABINOWITZ L.L.P. CERTIFIED PUBLIC ACCOUNTANTS

ACCOUNTING LEGISLATIVE COUNCIL

200 WASHINGTON ROAD SUITE 1114 MONROE CITY, LOUISIANA 70111 TELEPHONE 337 233 8761 FAX 337 233 8762

May 28, 1996

To the members of the Board of Aldermen  
Village of Hall Summit, Louisiana

In planning and performing our audit of the general purpose financial statements of Village of Hall Summit, Louisiana, for the years ended December 31, 1995 and 1994, we considered its internal control structure 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 structure. However, we noted certain matters involving internal control structure and its operation that we consider to be reportable conditions 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 Village of Hall Summit's ability to record, process, summarize, and report financial data consistent with the assertions of management in the general purpose financial statements. We noted the following reportable conditions:

Local Adopting Budgeting

During our audit, we noted that the 1996 budget has not been prepared. The Local Budget Act requires that a budget be submitted to the governing authority and made available for public inspection at least 15 days prior to the beginning of the budget year (LSA-RS-38:1505).

We recommend that the Village prepare and adopt a 1996 budget.

Other

We also noted that a bank account (Water Works-East American Bank & Trust Co. #881-179-4) was closed out in 1995 without mention in the minutes.

We will review the status of these comments during our next audit engagement. We have already discussed these comments and suggestions with various District officials, and we will be pleased to discuss them in further detail at your convenience.

This report is intended solely for the information of management, and applicable Federal, state, and parish agencies. This restriction is not intended to limit the distribution of this report, which is a matter of public record.

Sincerely,

*Smith Pugh Rabinowitz L.L.P.*  
Certified Public Accountants