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**VILLAGE OF HARRISONBURG  
LOUISIANA**

**GENERAL PURPOSE FINANCIAL STATEMENTS  
COMBINED AND INDIVIDUAL FUND AND  
ACCOUNT GROUP STATEMENTS AND SCHEDULES  
AND SUPPLEMENTAL DATA**

**JUNE 30, 1998**

Under provisions of state law, this report is a public document. A request for this report has been received from the parish clerk of court, and, under the provisions of the Louisiana Constitution, the request shall be granted unless the request is for the purpose of harassing or annoying the parish clerk of court. The Village of Harrisonburg is not responsible for the cost of this report, which is the responsibility of the office of the parish clerk of court.

Release Date... **08/13/98**

VILLAGE OF HARRISBURG  
HARRISBURG, LOUISIANA



\* The Village of Harrisburg was incorporated October 18, 1923, under the provisions of the Louisiana Act. The Village operates under the Mayor/Board of Aldermen form of government.

**Village of Harrisonburg, Louisiana**  
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**June 18, 1998**

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**INDEPENDENT AUDITORS' REPORT ON  
GENERAL PURPOSE FINANCIAL STATEMENTS**

The Honorable Gary Apkin, Mayor  
and Members of the Village Council  
Harrisonburg, Louisiana

I have audited the general purpose financial statements of the Village of Harrisonburg, Louisiana, as of and for the year ended June 30, 1998 as listed in the table of contents. These general purpose financial statements are the responsibility of the Village's management. My responsibility is to express an opinion on these general purpose financial statements based on my audit.

Except as discussed in the 12th paragraph, I conducted my audit in accordance with generally accepted auditing standards and Government Auditing Standards, issued by the Comptroller General of the United States. These standards require that I plan and perform the audit to obtain reasonable assurance about whether the general purpose financial statements are free of material misstatement. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. I believe that my audit provides a reasonable basis for my opinion.

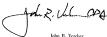
The general fixed assets account group does not include real property owned by the Village.

As described in Note 1, records concerning the fixed assets of the water system were not maintained prior to July 1, 1978; therefore, those assets, as well as accumulated depreciation thereon, are not reflected in the financial statements referred to in the first paragraph.

I was unable to determine what effect, if any, the year 2000 will have on the Village's computer system or what effect it will have on the Village's financial condition.

In my opinion, except for the situations described in the third and fourth paragraphs and except for the effects of such adjustments, if any, as might have been determined to be necessary had I been able to satisfy myself concerning the year 2000 question as discussed in the 12th paragraph, the general purpose financial statements present fairly in all material respects the financial position of the Village of Harrisonburg, Louisiana, as of and for the year ended June 30, 1998, and the results of its operations and cash flow of its proprietary fund for the year ended in conformity with generally accepted accounting principles.

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



John R. Yeager

November 13, 1998  
Iona, Louisiana

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

The Honorable Cater Apkin, Mayor  
and Members of the Village Council  
Harrisonburg, Louisiana

I have audited the general purpose financial statements of the Village of Harrisonburg, Louisiana, for the fiscal year ended June 30, 1998, and have issued my report thereon dated November 19, 1998. I conducted my audit in accordance with generally accepted auditing standards and the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States.

**Compliance**

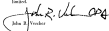
As part of obtaining reasonable assurance about whether Village of Harrisonburg, Louisiana's general purpose financial statements are free of material misstatement, I performed tests of its compliance with certain provisions of laws, regulations, contracts and grants, on compliance with which could have a direct and material effect on the determination of financial statements amounts. However, providing an opinion on compliance with these provisions was not an objective of my audit and, accordingly, I do not express such an opinion. The results of my tests disclosed no instances of noncompliance that are required to be reported under Government Auditing Standards, except as follows and discussed in management letter comments.

**1998-1 Maintenance of Bond Reserve Accounts**

**Internal Control Over Financial Reporting**

In planning and performing my audit, I considered Village of Harrisonburg, Louisiana's internal control over financial reporting in order to determine my auditing procedures for the purpose of expressing my opinion on the financial statements and not to provide assurance on the internal control over financial reporting. My consideration of the internal control over financial reporting would not necessarily disclose all matters in the internal control over financial reporting that might be material weaknesses. A material weakness is a condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level risk that misstatements in amounts that would be material in relation to the general purpose financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. I noted no matters involving the internal control over financial reporting and its operation that I consider to be material weaknesses.

This report is intended for the information of the Village of Harrisonburg's management and Legislative Auditor's Office. However, this report is a matter of public record and its distribution is not limited.



John R. Vreder

Legislative Auditor

November 15, 1990



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

Village of Harrisonburg, Louisiana  
 Combined Balance Sheet  
 All Fund Types and Account Group  
 June 30, 1988

	Governmental Fund Types	
	General Fund	Capital Projects
<b>ASSETS</b>		
Cash	\$ 8,000	\$ 0
Receivables (Net)	7,000	0-
Restricted Assets:		
Cash	0-	0-
Construction in Progress	0-	0-
General Fixed Assets	0-	0-
Fleet & Equipment	0-	0-
Accumulated Depreciation	0-	0-
Amount to be Provided for Retirement of General Long-Term Debt	0-	0-
<b>TOTAL ASSETS</b>	<b>\$ 15,000</b>	<b>\$ 0</b>
<b>LIABILITIES &amp; FUND EQUITY</b>		
<b>LIABILITIES</b>		
Accounts Payable	\$ 3,500	\$ 0-
Retained Liabilities	0-	0-
Payable from Restricted Assets:		
Retained Liabilities	0-	0-
Current Portion of Notes & Bonds	0-	0-
Customer Deposits	0-	0-
General Obligation Note Payable	0-	0-
Revenue Bonds Payable	0-	0-
Revenue Notes Payable	0-	0-
Enterprise Notes Payable	0-	0-
<b>TOTAL LIABILITIES</b>	<b>\$ 3,500</b>	<b>\$ 0-</b>
<b>Fund Equity</b>		
Unassigned Capital	\$ 0-	\$ 0-
Investments in General Fixed Assets	0-	0-
Retained Earnings:		
Reserved for Bond Retirement	\$ 0-	\$ 0-
Reserved for Bond Contingency	0-	0-
Unreserved (Deficit)	0-	0-
Fund Balance Unassigned - Undesignated	11,500	0
<b>TOTAL RESTRICTED EARNINGS/FUND BALANCE</b>	<b>\$ 11,500</b>	<b>\$ 0</b>
<b>TOTAL FUND EQUITY</b>	<b>\$ 11,500</b>	<b>\$ 0</b>
<b>TOTAL LIABILITIES AND FUND EQUITY</b>	<b>\$ 15,000</b>	<b>\$ 0</b>

Proprietary  
Fund Type

## Account Group

Interpretive  
Fund

General  
Fixed  
Assets

General  
Long-Term  
Debt

Total  
Governmental  
Entity

\$ 7,324	\$ -0-	\$ -0-	\$ 14,648
13,683	-0-	-0-	27,331
11,828	-0-	-0-	23,656
48,913	-0-	-0-	48,913
-0-	118,345	-0-	118,345
2,433,945	-0-	-0-	2,433,945
1827,5431	-0-	-0-	1827,5431
-0-	-0-	13,648	13,648
\$ 1,353,528	\$ 118,345	\$ 13,648	\$ 1,485,521
2 28,204	2 -0-	2 -0-	2 28,204
485	-0-	-0-	485
8,184	-0-	-0-	8,184
8,394	-0-	-0-	8,394
18,548	-0-	-0-	18,548
-0-	-0-	28,648	28,648
155,887	-0-	-0-	155,887
21,718	-0-	-0-	21,718
18,473	-0-	-0-	18,473
\$ 282,887	\$ -0-	\$ 28,648	\$ 311,535
3,458,813	3 318,348	3 -0-	3 3,777,161
-0-	318,348	-0-	318,348
0 -0-	0 -0-	0 -0-	0 -0-
5,555	-0-	-0-	5,555
1794,9461	-0-	-0-	1794,9461
-0-	-0-	-0-	-0-
0 1358,331	0 -0-	0 -0-	0 1358,331
0 1,485,521	0 118,345	0 -0-	0 1,603,866
0 1,213,328	0 118,345	0 13,648	0 1,345,321

The accompanying notes are an integral part of this statement.

Village of Harrisburg, Louisiana  
 Combined Statement of Revenues, Expenditures  
 and Changes in Fund Balances  
 All Governmental Types  
 Year Ended June 30, 1998

	General Fund	Capital Projects	Totals Dispositions Net/Pl
<b>Revenues:</b>			
Taxes	\$ 40,793	\$ -	\$ 40,793
Licenses & Permits	21,881	-	21,881
Intergovernmental	27,884	20,289	48,173
Charges for Services	8,423	-	8,423
Fines & Forfeits	24,457	-	24,457
Miscellaneous Revenue	8,787	-	8,787
Grants	18,380	-	18,380
<b>Total Revenues</b>	<b>\$ 148,735</b>	<b>\$ 20,289</b>	<b>\$ 169,024</b>
<b>Expenditures:</b>			
Current -			
General Government	\$ 181,258	\$ -	\$ 181,258
Inventory Build/ILL	18,125	-	18,125
Public Safety	29,148	-	29,148
Fire Protection	7,219	-	7,219
Neighborhood Revitalization	859	-	859
Capital Outlay	33,000	-	33,000
Rubb. Service	31,763	-	31,763
Construction Contracts	-	28,289	28,289
<b>Total Expenditures</b>	<b>\$ 301,362</b>	<b>\$ 28,289</b>	<b>\$ 329,651</b>
<b>Excess (Deficit) of Revenues Over Expenditures Before Other Financing Sources (Net)</b>	<b>\$ (152,627)</b>	<b>\$ -</b>	<b>\$ (152,627)</b>
<b>Other Financing Sources (Net):</b>			
Operating Transfers In	\$ 223,988	\$ -	\$ 223,988
Operating Transfers (Out)	(57,360)	-	(57,360)
<b>Total Other Financing Sources (Net)</b>	<b>\$ 166,628</b>	<b>\$ -</b>	<b>\$ 166,628</b>
<b>Excess (Deficit) of Revenue &amp; Other Sources over Expenditures &amp; OTHER</b>	<b>\$ 13,961</b>	<b>\$ -</b>	<b>\$ 13,961</b>
<b>Fund Balances Beginning of Year</b>	<b>\$ 1,588</b>	<b>\$ -</b>	<b>\$ 1,588</b>
<b>Fund Balances End of Year</b>	<b>\$ 15,521</b>	<b>\$ -</b>	<b>\$ 15,521</b>

The accompanying notes are an integral part of this statement.

Village of Harrisonburg, Louisiana  
 Combined Statement of Revenues, Expenditures  
 and Change in Fund Balances  
 Budget and Actual  
 General and Capital Program Funds  
 June 30, 1998

	GENERAL FUND			CAPITAL PROJECTS		
	Budget	Actual GAAP Basis	Variance Percentage (Difference/Percent)	Budget	Actual GAAP Basis	Variance Percentage (Difference/Percent)
<b>Revenues:</b>						
Seam	\$ 24,837	\$ 45,703	\$ 20,866	\$ -	\$ -	\$ -
License and Permit	21,740	21,011	(729)	-	-	-
Intergovernmental	21,216	27,041	(5,825)	16,148	16,148	-
Charge for Services	4,232	4,232	0	-	-	-
Fine	24,417	24,417	-	-	-	-
Miscellaneous Revenues	1,578	1,619	(41)	-	-	-
Interest	14	14	0	-	-	-
Other	11,017	11,017	-	-	-	-
<b>Total Revenues</b>	<b>\$ 116,041</b>	<b>\$ 136,044</b>	<b>\$ 20,003</b>	<b>\$ 16,148</b>	<b>\$ 16,148</b>	<b>\$ 0</b>
<b>Expenditures:</b>						
Police						
General Government	\$ 416,016	\$ 401,016	\$ 15,000	\$ -	\$ -	\$ -
Emergency Services	16,000	16,000	0	-	-	-
Public Safety	29,000	29,000	0	-	-	-
Fire Protection	7,000	7,000	0	-	-	-
Sanitation Services	1,000	1,000	0	-	-	-
Capital Outlay	22,000	22,000	0	-	-	-
Other Services	3,000	22,757	(19,757)	-	-	-
Public Works	-	-	-	22,000	22,000	-
Maintenance	-	-	-	22,000	22,000	-
<b>Total Expenditures</b>	<b>\$ 485,016</b>	<b>\$ 482,783</b>	<b>\$ 2,233</b>	<b>\$ 44,000</b>	<b>\$ 44,000</b>	<b>\$ 0</b>
<b>Excess (Deficit) of Revenues Over Official Expenditures</b>						
Excess Over Expenditures	\$ 116,041	\$ 136,044	\$ 20,003	\$ 16,148	\$ 16,148	\$ 0
Other Financing						
Bond Issue						
Special Time Fund	\$ 100,000	\$ 100,000	\$ 0	\$ -	\$ -	\$ -
Special Time Fund Debt	(100,000)	(100,000)	0	-	-	-
Total Other Financing	\$ 100,000	\$ 100,000	\$ 0	\$ -	\$ -	\$ -
Other Debt						
Other Debt	\$ 17,000	\$ 17,000	\$ 0	\$ -	\$ -	\$ -
<b>Total Revenues, Expenditures and Other Financing</b>	<b>\$ 116,041</b>	<b>\$ 136,044</b>	<b>\$ 20,003</b>	<b>\$ 16,148</b>	<b>\$ 16,148</b>	<b>\$ 0</b>
<b>Total Revenues, Expenditures and Other Financing</b>	<b>\$ 116,041</b>	<b>\$ 136,044</b>	<b>\$ 20,003</b>	<b>\$ 16,148</b>	<b>\$ 16,148</b>	<b>\$ 0</b>

The accompanying notes are an integral part of this statement.

Village of Harrisonburg, Louisiana  
 Combined Statement of Revenue, Expenses  
 and Change in Retained Earnings

All Proprietary Fund Types  
 Year Ended June 30, 1998

Operating Revenue:	
Charges for Services	\$ 346,400
Miscellaneous	5,755
Total Operating Revenue	\$ 352,155
Operating Expenses:	
Personnel Services	\$ 88,377
Material and Purchases	155,695
Supplies	18,107
Repairs and Maintenance	14,328
Utilities	13,488
Other Operating Expenses	7,493
Depreciation	66,249
Total Operating Expenses	\$ 463,584
Operating Income (Loss)	\$ 88,571
Non-Operating Revenue (Expense):	
Interest Income	\$ 1,710
Interest Expense and Financial Charges	(105,581)
Total Non-Operating Revenue (Expense)	\$ (103,871)
Income Before Operating Transfers	\$ 80,872
Transfers to Other Funds	\$ (288,688)
Net Income (Loss)	\$ (207,816)
Retained Earnings (Deficit), Beginning	\$ 184,188
Retained Earnings (Deficit), Ending	\$ (23,628)

The accompanying notes are an integral part of this statement.

Village of Harrisonburg, Louisiana  
 Combined Statement of Cash Flows

All Proprietary Fund Types  
 Year Ended June 30, 1998

	<u>Amount</u>
<b>Cash from Operations:</b>	
Income (Loss) Before Operating Transfers	\$ 48,813
Operating Transfers	1152,664
<b>Net Income (Loss)</b>	<b>\$ 1204,477</b>
<b>Adjustments to Net Income Items:</b>	
DEPRECIATION	88,343
Allocation for Bad Debt	12
Increase (Decrease) in Accounts Receivable	14
Increase (Decrease) in Accounts Payable	13,534
Increase (Decrease) in Accrued Interest	(282)
<b>Cash Provided by Operations</b>	<b>\$ 1,296,718</b>
Cash from Contributed Capital	48,813
Cash from Restricted Funds	28,134
<b>Total Cash Provided</b>	<b>\$ 1,373,665</b>
<b>Cash Was Applied To:</b>	
Revenue Bonds	\$ 4,000
Notes Payable	5,894
Construction Activities	48,813
<b>Total Cash Applied</b>	<b>\$ 58,707</b>
<b>Net Increase (Decrease) in Cash</b>	<b>\$ 1,314,958</b>
Cash Beginning of Year	13,698
<b>Cash End of Year</b>	<b>\$ 1,328,656</b>

The accompanying notes are an integral part of this statement.

**Village of Harrisonburg, Louisiana**  
**Notes to Financial Statements**

**1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

The Village of Harrisonburg was incorporated October 16, 1923, under the provisions of the Louisiana Act. The Village operates under the Mayor/Board of Aldermen form of government. The Village provides the following significant services to its residents as provided by its charter: public safety (police and fire), highways and streets, utilities (water, gas and sewer services) and general administrative functions, including coordination of related services with parish, state and federal governing bodies.

The accounting and reporting policies of the Village of Harrisonburg conform to generally accepted accounting principles as applicable to governments. Such accounting and reporting procedures also conform to the requirements of Louisiana Revised Statutes 24617 and to the guide set forth in the Louisiana Municipal Audit and Accounting Guide, and to the industry audit guide, *Guide of State and Local Governmental Units*.

The following is a summary of certain significant accounting policies:

**A. Financial 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 or dependence on the Village was determined on the basis of adoption, taxing authority, authority to issue debt, election or appointment of governing body, and other general oversight responsibility.

**B. Fund Accounting**

The accounts of the Village of Harrisonburg are organized on the basis of funds and an account group, each of which is considered a separate accounting entity. The operations of each fund are accounted for with a separate set of accounts that comprise its assets, liabilities, fund equity, revenues and expenditures, or expenses, as appropriate. Government resources are allocated to and accounted for in the 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 three generic fund types and two broad fund categories as follows:

**GOVERNMENTAL FUND TYPES**

**General Fund**

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

**Capital Projects**

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



**Village of Harrisburg, Louisiana**  
**Notes to Financial Statements (cont.)**

**1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - (CONTINUED)**

**PROPRIETARY FUND TYPES**

**Enterprise Fund**

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

**C. Fixed Assets and Long-Term Liabilities**

The accounting and reporting treatment applied to the fixed assets and long-term liabilities associated with a fund are determined by its measurement focus. All governmental 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 statement of assets and liabilities.

This means that only current assets and current liabilities are generally included on their balance sheets. Their reported fund balance less current assets is considered a measure of "available spendable resources." Fund operating statements present increases (revenues and other financing sources) and decreases (expenditures and other financing used) in net current assets. Accordingly they are said to present a summary of sources and uses of "available spendable resources" during a period.

Fixed assets used in governmental fund type operations (general fixed assets are recorded as expenditures in the governmental fund types when purchased, and are normally accounted for in the general fixed assets account group. Public domain ("infrastructure") general fixed assets consisting of certain improvements, including roads, bridges, canals and gates, streets and sidewalks, drainage systems and lighting systems are not capitalized. The general fixed asset account group is recorded at estimated historical cost and does not contain real property owned by the Village.

Long-term liabilities reported to be financed from governmental funds are accounted for in the general long-term debt account group.

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

All proprietary funds are 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 is included on their balance sheets.

**Village of Harrisonburg, Louisiana**  
**Notes to Financial Statements (Cont.)**

**1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - CONTINUED**

**C. Fixed Assets and Long-Term Liabilities - (Cont.)**

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

Vehicle and Equipment	5-10 years
Gas System	40 years
Water System	40 years
Power System	40 years

Records concerning the fixed assets of the water system were not maintained prior to the establishment of this fund as a separate accounting entity during the fiscal year ended June 30, 1978. Therefore, amounts reflected as fixed assets represent only assets acquired after June 30, 1978.

**D. Basis of Accounting**

Basis of accounting refers to when revenues and expenditures or expenses are recognized in the accounts and reported in the financial statement. Basis of accounting refers to the timing of the measurement made, regardless of the measurement base applied.

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

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

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

**E. Budgetary Accounting**

The Village adopts its budget annually on the modified accrual (GAAP) basis of accounting. Budgetary comparisons are included in the accompanying financial statements. All budgetary appropriations lapse at the end of each fiscal year and the budget can be amended from time to time during the year with approval from the council. Budgetary control is exercised at the fund level rather than individual budgetary line item or functional area. The general fund budget was amended for the year ended June 30, 1978. Budgets were prepared for the Capital Projects Fund. The budget is prepared on a "project wide" basis which may consist of several years. The budget comparison includes the remaining budgeted amounts in the project.

**Village of Harrisonburg, Louisiana**  
**Notes to Financial Statements (cont.)**

**I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - (CONTINUED)**

**F. Investments and Cash**

Investments (IF) with 90 days are stated at cost, which approximates market. All cash and investments are on deposit at an FDIC insured bank. Cash and investments on deposit bank balance at June 30, 1998 amount to \$34,694.

Southern Heritage Bank	\$ 30,800
Catahoula LaFollet Bank	... 3,894
	\$ 34,694

**G. Inventories**

Inventories of materials and supplies are considered to be expenditures at the time purchased. Amounts on hand at the financial statement date are considered immaterial and therefore are included on the statements of assets and liabilities.

**H. Accounts Receivable and Allowance for Bad Debt**

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 receivable. Below is a summary of accounts receivable and allowance for bad debts by funds:

	General Fund	Sewer Fund	Water Fund	Street Fund
Accounts Receivable - Trade	\$ 1,852	\$ 13,528	\$ 8,121	\$ 3,148
Intergovernmental	2,586	-0-	-0-	-0-
Franchise	4,457	-0-	-0-	-0-
Allowance for bad debt	... -0-	... (881)	... (386)	... (711)
<b>Total</b>	<b>\$ 7,425</b>	<b>\$ 12,157</b>	<b>\$ 7,735</b>	<b>\$ 2,437</b>

**I. RESERVES**

The Village records reserves to indicate that a portion of its retained earnings/fund balances are legally restricted for a specific future use. The following is a list of such reserves and a description of each:

**Reserve for Depreciation and Contingencies**

This amount represents monies reserved to make emergency repairs to the water and sewer system.

**Reserve - Revenue Bonds**

This amount represents monies reserved as required by the revenue bond indentures.

**Reserve for Debt Service**

Certain assets have been reserved in the Debt Service Fund for future payment of long-term liabilities of the governmental funds.

**Village of Harrisonburg, Louisiana**  
**Notes to Financial Statements (cont.)**

**1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - CONTINUED**

**1. Total Columns on Combined Statements - Overview**

Total columns on the combined statements are captioned "Measurement Only" to indicate that they 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 since interfund eliminations have not been made in the aggregation of this data.

**2. AD VALOREM TAXES**

For the year ended June 30, 1998, taxes of 7.18 mills were levied on property with assessed valuations totaling \$964,548 and were delinquent as follows:

General Corporate Purposes 7.18 mills

Total taxes levied were \$1089. Taxes are due October 15 of each year and become delinquent January 1.

**3. RESTRICTED ASSETS - PROPRIETARY FUND TYPES**

Restricted assets were applicable to the following at June 30, 1998:

Bond Interest and Redemption Account	\$	282
Bond Reserve Account		3,887
Maintenance Spare Part Account		1,185
MOE Reserve Account		-0-
Depreciation Reserve Account		2,553
Customer's Deposits		810
		-----
Total	\$	11,828
		-----

**4. CHANGES IN FIXED ASSETS**

A summary of enterprise fixed plant and equipment at June 30, 1998 follows:

	Beginning Balance	Additions	Deletions	Ending Balance
Land	\$ 494	\$ -0-	\$ -0-	\$ 494
Vehicles & Equipment	43,343	-0-	-0-	43,343
Office Equipment	3,234	-0-	-0-	3,234
Gas System	341,317	388,108	-0-	1,270,825
Water System	347,634	-0-	-0-	347,634
Electric System	377,823	-0-	-0-	377,823
Collection Pond	59,287	-0-	-0-	59,287
	-----	-----	-----	-----
TOTAL	\$ 1,783,837	\$ 388,108	\$ -0-	\$ 2,482,843
Construction in Progress	-0-	88,813	-0-	88,813
Less: Accumulated Depreciation	(787,225)	(185,242)	-0-	(972,467)
	-----	-----	-----	-----
	\$ 996,612	\$ 282,871	\$ -0-	\$ 1,279,483
	-----	-----	-----	-----

The water system is pledged as security on a \$10,000 revenue promissory note which is held by the General Electric Credit Corporation.

**Village of Harrisonburg, Louisiana**  
**Notes to Financial Statements (cont.)**

**4. CHANGES IN FIXED ASSETS - (CONT.)**

A portion of water system, known as Bird's Creek, is pledged as security on a \$50,000 promissory note which is held by the General Electric Credit Corporation.

**5. CHANGES IN GENERAL FIXED ASSETS**

	Balance 6-30-97	Additions	Deletions	Balance 6-30-98
Fixed Assets	\$ 318,345	\$ 50,000	\$ 50,000	\$ 318,345

**6. CHANGES IN LONG-TERM DEBT**

The following is a summary of revenue bond transactions of the Village of Harrisonburg for the year ended June 30, 1998:

Bonds payable - Beginning	\$ 182,000
Principal retirements	(18,000)
<b>Total</b>	<b>\$ 164,000</b>

Bonds payable at June 30, 1998 are comprised of the following issues:

**Revenue Bonds**

\$ 182,000 1990 Water Revenue Bonds due annually in installments of \$1,000 to \$10,000 through July 31, 1997; interest at 5 percent due annually \$ 182,000

The following is a summary of note transactions of the Village of Harrisonburg for the year ended June 30, 1998:

**General Obligation Note**

\$10,000 notes payable with Catahoula/Indella Bank beginning 6-05-98 at \$345 per month for 12 months with 1 final payment consisting of the full amount due 6-30-99 at 6.5% interest 10,000

**Revenue Note**

\$18,000 1993 Water Revenue Promissory Note due in annual installments of \$1,750 (two-thirds principal and interest) through May 5, 2000; interest 4.75% 18,000

**Enterprise Note**

\$50,000 1975 Water Revenue Fund note due in annual installments of \$1,750 (two-thirds principal and interest) through August 1, 2010, interest 5% 50,000

**Total** **\$ 78,000**

**Village of Harrisonburg, Louisiana**  
**Notes to Financial Statements (cont.)**

**6. CHANGES IN LONG-TERM DEBT - 2020**

The annual requirements to amortize all debt outstanding as of June 30, 2020, including interest payments of \$22,522 are as follows:

Year Ending June 30,	General Obligations	Revenue	Enterprise	Total
2020	\$ 26,224	\$ 28,288	\$ 2,792	\$ 57,304
2021-2021	-0-	82,200	8,812	109,012
2022-2022	-0-	82,200	8,812	109,012
2023-2023	-0-	82,200	2,792	87,692
2024-2024	-0-	82,200	-0-	87,692
2025	-0-	22,200	-0-	22,200
<b>Total</b>	<b>\$ 26,224</b>	<b>\$ 328,288</b>	<b>\$ 22,522</b>	<b>\$ 376,934</b>

**7. FLOW OF FUNDS, RESTRICTIONS ON USE - INTERPRETIVE FUND RESERVE**

The Village of Harrisonburg has two issues of revenue bonds and one revenue note outstanding. The flow of funds and restrictions on use are governed by the bond indentures and the note resolution, the terms of which are summarized as follows:

kl For the payment of all expenses of operation and maintenance of each system.

kl For the maintenance of a bond or note redemption account, by transferring sufficient amounts to pay all principal and interest falling due in the coming twelve months.

kl For the maintenance of a reserve account, by making designated payments as follows:

Water Fund - There should be deposited five percent (5%) of the amount to be paid from the redemption account, until such time as there has been accumulated therein the sum of \$12,500.

Sewer Fund - There should be deposited twenty-five dollars (\$25.00) per month until the rate has been fully retired.

kl For the maintenance of a contingency and depreciation account, by making designated payments as follows:

Water Fund - There should be deposited fifty dollars (\$50.00) per month commencing with the month following completion of the improvements to the system.

Sewer Fund - There should be deposited twenty dollars (\$20.00) per month until the balance therein has reached \$2,000.

**8. DEFICIT RETAINED EARNINGS**

The Village water fund and sewer fund have a deficit retained earnings balance of \$134,896 and \$352,875 respectively. The deficits are chiefly caused by depreciation expense taken on that portion of the plant and equipment funded by state and federal grants.

Village of Harrisonburg, Louisiana  
Notes to Financial Statements (cont.)

9. EXCESS EXPENDITURES OVER APPROPRIATIONS

The general fund overran its budget by \$14,677 or 3% during the year.

10. ELECTED OFFICIALS' SALARIES

<u>Name</u>	<u>Title</u>	<u>Annualized Salary</u>
Osmer Apkin	Mayor	\$ 1,000
Joe Holloway	Alderman	500
Idle Henderson	Alderman	500
Charles Watson	Alderman	500
Richard Watson	Police Chief	14,677

**FINANCIAL STATEMENTS  
OF INDIVIDUAL FUNDS  
AND ACCOUNT GROUPS**



## GENERAL FUND

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

Village of Harrisonburg, Louisiana  
General Fund

Balance Sheet  
June 30, 1958

ASSETS

Cash	\$ 8,682
Receivables (Net)	
Accounts	<u>7,428</u>
TOTAL ASSETS	\$ 16,110

LIABILITIES AND FUND BALANCE

Liabilities

Accounts Payable	\$ 3,538
Total Liabilities	<u>3,538</u>

Fund Balance

Unreserved - Undesignated	\$ 12,572
TOTAL LIABILITIES AND FUND BALANCE	<u>\$ 16,110</u>

The accompanying notes are an integral part of this statement.

Village of Harrisburg, Louisiana  
General Fund

Statement of Revenues and Expenditures  
and Changes in Fund Balances  
Budget GAAP Basis vs Actual  
Year Ended June 30, 1998

	<u>Budget</u>	<u>Actual</u>	<u>Variance</u>
<b>Revenues:</b>			
Taxes	\$ 34,333	\$ 40,983	\$ 6,650
Licenses & Permits	21,700	21,893	(783)
Intergovernmental	21,800	27,853	(20,343)
Charges for Services	4,320	4,423	103
Fines & Penalties	34,453	34,457	-6
Miscellaneous Revenues	1,778	2,400	1,622
Interest	10	74	64
Grants	20,000	20,000	-0-
<b>Total Revenues</b>	<b>\$ 149,814</b>	<b>\$ 149,790</b>	<b>\$ -224</b>
<b>Expenditures:</b>			
<b>Current:</b>			
General Government	\$ 134,882	\$ 133,356	\$ 1,526
Sanitary Landfill	10,300	10,300	0
Public Safety	20,204	20,180	24
Fire Protection	3,800	3,800	(20)
Boardwalk Festival	1,200	800	400
Capital Outlay	33,000	33,000	-0-
Debt Service	3,700	32,790	(29,090)
<b>Total Expenditures</b>	<b>\$ 207,586</b>	<b>\$ 207,526</b>	<b>\$ 60</b>
Deficiency of Revenues over expenditures Before Other Financing Sources	\$(57,772)	\$ 57,736	\$ 128,508
<b>Other Financing Sources:</b>			
Operating Transfers In	\$ 20,000	\$ 20,000	\$ 0
Operating Transfers (Out)	(50,000)	(50,000)	(300)
<b>Total Other Financing Sources</b>	<b>\$ 20,000</b>	<b>\$ 20,000</b>	<b>\$ 300</b>
Excess of Revenues & Other Sources over Expenditures	\$ (7,772)	\$ 21,267	\$ 29,039
Fund Balances, Beginning	1,504	1,504	-0-
<b>Fund Balances, Ending</b>	<b>\$ 10,232</b>	<b>\$ 22,771</b>	<b>\$ 12,539</b>

The accompanying notes are an integral part of this statement.

Village of Harwoodburg, Louisiana  
General Fund

Schedule of Revenues  
Year Ended June 30, 1993

Revenues:	
Taxes -	
Sales Tax	\$ 23,834
Ad Valorem	4,838
Total	\$ 28,672
Licenses & Permits -	
Occupational License	\$ 14,120
Franchise Fees	8,000
Total	\$ 22,120
Intergovernmental -	
Sales Tax	\$ 2,449
Fire Subsidy	2,883
Other	23,834
Total	\$ 29,166
Charges for Services -	
Garbage	4,140
Fines & Penalties -	
Traffic Citations	\$ 24,487
Miscellaneous -	
Interest	\$ 74
Miscellaneous	1,818
Total	\$ 1,892
Grants	\$ 25,000
Total Revenues	\$ 148,127

The accompanying notes are an integral part of this statement.

Village of Harrisonburg, Louisiana  
General Fund

Schedule of Expenditures  
Year Ended June 30, 1988

Expenditures:

General Government -

Personnel Services	\$ 88,888
Insurance	28,288
Professional Fees	7,443
Repairs and Maintenance	1,333
Supplies and Other	7,870
Utilities	21,874
Miscellaneous	5,501
ISO Expense	22,813
Interest	1,443
Sales Tax	20,287
Official Journal	2,814
	.....
Total	\$ 281,288

Sanitary Landfill

Personnel Services	\$ 4,820
Repairs and Maintenance	4,501
Supplies and Other	2,333
Utilities	60
Miscellaneous	221
	.....
Total	\$ 12,235

Public Safety

Personnel Services	\$ 28,888
Repairs and Maintenance	2,780
Supplies and Other	3,884
Miscellaneous	221
	.....
Total	\$ 35,773

Pine Protection

Personnel Services	\$ 4,280
Repairs and Maintenance	1,333
Supplies and Other	3,424
Miscellaneous	80
Utilities	888
	.....
Total	\$ 13,205

Nonsewered Sewer

	\$ 888
	.....

Capital Outlay

	\$ 28,080
	.....

Weld Services

	\$ 22,757
	.....

Total Expenditures	\$ 469,884
	.....

The accompanying notes are an integral part of this statement.

## CAPITAL PROJECTS FUNDS

To account for the purchase or construction of major capital facilities which are not financed by proprietary funds, special assessment funds or trust funds.

Buddy Hines Project to relocate gas and water lines.

LCRR: Project # 103-78046

Village of Harborsburg, Louisiana  
Capital Projects Fund

Combining Balance Sheet  
June 30, 1998

	Swainley Bayou	Area # 107-788185 Project	Total
<b>ASSETS</b>			
Cash	\$ 0- 0	\$ 0- 0-	\$ 0- 0
<b>TOTAL ASSETS</b>	<b>\$ 0 0</b>	<b>\$ 0 0-</b>	<b>\$ 0 0</b>
<b>LIABILITIES AND FUND BALANCE</b>			
Payables	\$ 0 0-	\$ 0 0-	\$ 0 0-
Fund Balance	0- 0	0- 0-	0- 0
<b>TOTAL LIABILITIES AND FUND BALANCE</b>	<b>\$ 0 0</b>	<b>\$ 0 0-</b>	<b>\$ 0 0</b>

The accompanying notes are an integral part of this statement.

Village of Harrisonburg, Louisiana  
 Capital Projects Fund  
 Combining Statement of Revenue, Expenditures  
 and Change in Fund Balance

For The Year Ended June 30, 1998

	Budgetary Inputs	LOCAL BUDGET-FUNDING Projects	Total
<b>REVENUES</b>			
Intergovernmental	\$ 1,500	\$ 48,500	\$ 50,000
<b>EXPENDITURES</b>			
Public Works	\$ 1,000	\$ 20,800	\$ 21,800
Administration	-0-	28,878	28,878
<b>TOTAL EXPENDITURES</b>	<b>\$ 1,000</b>	<b>\$ 49,678</b>	<b>\$ 50,678</b>
Excess (Deficiency) of Revenues Over Expenditures	\$ -0-	\$ -0-	\$ -0-
Fund Balance - Beginning	\$ 0	-0-	0
Fund Balance - Ending	\$ 0	-0-	0

The accompanying notes are an integral part of this statement.



Village of Harrisonburg, Louisiana  
Capital Projects Fund

Statement of Revenues, Expenditures  
and Changes in Fund Balance  
Budget GAAP Basis to Actual

For The Year Ended June 30, 1998

	Budget Basis		
	Budget	Actual	Variance
<b>REVENUES</b>			
Intergovernmental	\$ 1,576	\$ 1,576	\$ -0-
<b>EXPENDITURES</b>			
Public Works Administration	\$ 1,576	\$ 1,576	\$ -0-
	-0-	-0-	-0-
Total Expenditures	\$ 1,576	\$ 1,576	\$ -0-
Excess (Deficiency) of Revenues Over Expenditures	-0-	-0-	-0-
Fund Balance - Beginning	0	0	-0-
Fund Balance - Ending	\$ 0	\$ 0	\$ -0-

BUDGET # 201-T01101			Total		
Budget	Actual	Variance	Budget	Actual	Variance
\$ 48,813	\$ 48,813	\$ -0-	\$ 50,500	\$ 50,500	\$ -0-
\$ 33,843	\$ 33,843	\$ -0-	\$ 31,813	\$ 31,813	\$ -0-
14,970	14,970	-0-	18,970	18,970	-0-
\$ 48,813	\$ 48,813	\$ -0-	\$ 50,500	\$ 50,500	\$ -0-
-0-	-0-	-0-	-0-	-0-	-0-
-0-	-0-	-0-	0	0	-0-
\$ -0-	\$ -0-	\$ -0-	\$ 5	\$ 5	\$ -0-

The accompanying notes are an integral part of these statements.

### ENTERTAINMENT FUNDS

To account for the provision of gas, water and sewer systems to the residents of the Village. All activities necessary to provide such services are accounted for in these Funds, including, but not limited to, administration, operation, maintenance, financing, school debt service, billing, and collection.

**Village of Harrisonburg, Louisiana**  
**Enterprise Fund - Combining Balance Sheet**  
**June 30, 1998**

	1998 Revised Year	1998 Revised Year	1998 Revised Year	Total
<b>ASSETS</b>				
<b>Current Assets:</b>				
Cash	\$ 4,834	\$ 2,150	\$ 1,950	\$ 8,934
Receivables (Net)	36,817	2,412	1,120	40,349
<b>Total Current Assets</b>	<b>\$ 41,651</b>	<b>\$ 4,562</b>	<b>\$ 3,070</b>	<b>\$ 49,283</b>
<b>Restricted Assets:</b>				
State Matching Fund	\$ -	\$ 100	\$ -	\$ 100
State Reserve	-	2,112	170	2,282
Maintenance Fund - Tax	-	-	1,740	1,740
State Reserve - General	-	-	41	41
Infrastructure Reserve - General	-	2,112	2,100	4,212
Contractors' Reserve	310	-	-	310
<b>Total Restricted Assets</b>	<b>\$ 310</b>	<b>\$ 2,312</b>	<b>\$ 3,911</b>	<b>\$ 5,533</b>
Construction in Progress	\$ -	\$ 40,403	\$ -	\$ 40,403
Property, Plant and Equipment	1,346,320	600,000	400,000	2,346,320
Less Accumulated Depreciation	(840,000)	(168,000)	(110,000)	(1,118,000)
Net Plant & Equipment	\$ 506,320	\$ 432,000	\$ 290,000	\$ 1,228,320
<b>Total Assets</b>	<b>\$ 514,291</b>	<b>\$ 4,974,572</b>	<b>\$ 4,007,081</b>	<b>\$ 9,495,944</b>
<b>LIABILITIES &amp; FUND EQUITY</b>				
<b>Liabilities</b>				
<b>Current Liabilities</b>				
Payable from Current Receipts	\$ 10,000	\$ 100	\$ 100	\$ 10,200
Accounts Payable	-	100	-	100
Accounts Interest Payable	-	-	100	100
<b>Total Current Liabilities</b>	<b>\$ 10,000</b>	<b>\$ 200</b>	<b>\$ 200</b>	<b>\$ 10,400</b>
<b>Deferred Liabilities</b>				
Payable from Restricted Receipts	\$ -	\$ 1,500	\$ 0	\$ 1,500
Accounts Payable	-	4,000	2,100	6,100
Contract Payable - State & Bond	20,000	4,000	-	24,000
<b>Total Deferred Liabilities</b>	<b>\$ 20,000</b>	<b>\$ 9,500</b>	<b>\$ 2,100</b>	<b>\$ 31,600</b>
<b>Long-Term Liabilities:</b>				
Bonds Payable - Water System Refunding	\$ -	\$ 10,000	\$ -	\$ 10,000
Water System Payable	-	100,000	-	100,000
Water System Payable	-	-	21,500	21,500
<b>Total Long-Term Liabilities</b>	<b>\$ -</b>	<b>\$ 101,000</b>	<b>\$ 21,500</b>	<b>\$ 122,500</b>
<b>Total Liabilities</b>	<b>\$ 30,000</b>	<b>\$ 111,700</b>	<b>\$ 23,800</b>	<b>\$ 164,500</b>
<b>FUND EQUITY:</b>				
<b>Unrestricted Capital</b>				
Reserve/Retain	\$ 3,500	\$ 3,500	\$ 22,000	\$ 29,000
Surplus	700,000	-	20,000	720,000
Reserve	-	200,000	200,000	400,000
<b>Total Unrestricted Capital</b>	<b>\$ 703,500</b>	<b>\$ 203,500</b>	<b>\$ 242,000</b>	<b>\$ 949,000</b>
<b>Restricted Reserves</b>				
Reserve for State Refunding	\$ -	\$ 100	\$ -	\$ 100
Reserve for Bond Refunding	-	2,000	2,000	4,000
Unreserved Reserves	20,500	120,500	1,000,000	1,221,000
<b>Total Restricted Reserves</b>	<b>\$ 20,500</b>	<b>\$ 122,500</b>	<b>\$ 1,002,000</b>	<b>\$ 1,145,000</b>
<b>Total Fund Equity</b>	<b>\$ 724,000</b>	<b>\$ 326,000</b>	<b>\$ 1,244,000</b>	<b>\$ 1,094,000</b>
<b>Total Liabilities &amp; Fund Equity</b>	<b>\$ 304,000</b>	<b>\$ 437,700</b>	<b>\$ 1,267,800</b>	<b>\$ 1,258,500</b>

The accompanying notes are an integral part of this financial statement.

**Village of Harrisonburg, Louisiana**  
**Enterprise Funds**  
**Combining Statement of Revenues, Expenses**  
**and Changes in Retained Earnings**  
**Year Ended June 30, 1998**

	Gas Revenue Fund	Water Revenue Fund	Sewer Revenue Fund	Total
<b>Operating Revenues:</b>				
Charges for Services	\$ 287,843	\$ 68,433	\$ 16,839	\$ 373,115
MISCELLANEOUS	4,906	798	-	5,704
<b>Total Operating Revenues</b>	<b>\$ 292,749</b>	<b>\$ 69,231</b>	<b>\$ 16,839</b>	<b>\$ 378,819</b>
<b>Operating Expenses:</b>				
Personnel Services	\$ 25,359	\$ 21,878	\$ 28,388	\$ 75,625
Material and Supplies	135,875	-	-	135,875
Supplies	11,980	1,796	829	14,605
Repairs and Maintenance	22,838	1,708	-	24,546
Utilities	2,388	8,832	2,781	13,901
Other Operating Expenses	5,513	558	1,882	7,953
Depreciation	39,824	17,898	25,826	83,548
<b>Total Operating Expenses</b>	<b>\$ 253,677</b>	<b>\$ 50,872</b>	<b>\$ 59,424</b>	<b>\$ 364,973</b>
<b>Operating Income (Loss)</b>	<b>\$ 39,072</b>	<b>\$ 18,359</b>	<b>\$ 57,415</b>	<b>\$ 114,846</b>
<b>Non-Operating Revenues</b>				
<b>(Expenses):</b>				
Interest Income	\$ 1,456	\$ 578	\$ 137	\$ 2,171
Interest Expense and Fiscal Charges	(1,889)	(18,839)	(3,484)	(24,212)
<b>Total Non-Operating Revenues (Expenses)</b>	<b>\$ (433)</b>	<b>\$ (18,261)</b>	<b>\$ (3,347)</b>	<b>\$ (22,041)</b>
<b>Income (Loss) Before Operating Transfers</b>	<b>\$ 38,639</b>	<b>\$ 1,098</b>	<b>\$ 54,068</b>	<b>\$ 93,805</b>
Transfers to Other Funds	\$ (188,387)	\$ 135,388	\$ (31,346)	\$ (84,345)
Transfers from Other Funds	22,881	8,820	23,786	55,487
<b>Total Transfers</b>	<b>\$ (165,506)</b>	<b>\$ 144,208</b>	<b>\$ (7,560)</b>	<b>\$ (28,858)</b>
<b>Net Income (Loss)</b>	<b>\$ (126,867)</b>	<b>\$ 146,306</b>	<b>\$ 46,508</b>	<b>\$ 66,745</b>
<b>Retained Earnings</b>				
Retained, Beginning	\$ 187,038	\$ (188,388)	\$ (1,118,898)	\$ (1,099,748)
Retained, Ending	\$ 60,171	\$ (42,082)	\$ (1,072,390)	\$ (1,054,001)

The accompanying notes are an integral part of this statement.

Village of Harrisonburg, Louisiana  
Enterprise Fund  
Combining Statement of Cash Flows

Year Ended June 30, 2008

	Gas Revenue Fund	Water Revenue Fund	Sewer Revenue Fund	Total
<b>Operating Revenues:</b>				
Income (Loss) Before				
Operating Transfers	\$ 43,855	\$ 38,383	\$ (13,738)	\$ 68,499
Operating Transfers	1,171,879	185,890	18,188	1,375,957
Net Income (Loss)	\$ 1,215,734	\$ 224,273	\$ 4,450	\$ 1,444,457
<b>Adjustments to Net</b>				
Income (Loss):				
Add - Depreciation	30,854	23,853	18,498	73,205
Allowance for Bad Debt	18	(18)	(1)	(1)
Decrease (Increase) in				
Accounts Receivable	(782)	654	138	(1)
Increase (Decrease) in				
Accounts Payable	14,709	(812)	(282)	13,615
Increase (Decrease) in				
Accrued Interest	-0-	(288)	(135)	(423)
Cash Provided by Operations	\$ 142,812	\$ 12,820	\$ (6,486)	\$ 149,146
Cash from Contributed Capital	\$ -0-	\$ 48,813	\$ -0-	\$ 48,813
Cash from Restricted Funds	33,823	22,897	13,748	70,468
Total Cash Provided	\$ 177,438	\$ 84,530	\$ 8,262	\$ 270,230
Cash Was Applied For:				
Revenue Bonds	\$ -0-	\$ 4,800	\$ -0-	\$ 4,800
Notes Payable	-0-	879	2,137	3,016
Construction Activities	-0-	48,243	-0-	48,243
Total Cash Applied	\$ -0-	\$ 53,922	\$ 2,137	\$ 56,062
Net Increase (Decrease)				
In Cash Flow	\$ 177,438	\$ 30,608	\$ 6,125	\$ 214,171
Cash Beginning of Year	12,829	12,389	888	26,106
Cash End of Year	\$ 1,391	\$ 43,000	\$ 7,013	\$ 51,404

The accompanying notes are an integral part of this statement.

**GENERAL FIXED ASSETS ACCOUNT GROUP**

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

Village of Harrisonburg, Louisiana

Statement of General Fixed Assets

June 30, 1988

General Fixed Assets 6-30-87	\$ 118,948
Additions	-
Deletions	-
General Fixed Assets 6-30-88	\$ 118,948
TOTAL INVESTMENTS IN GENERAL FIXED ASSETS	\$ 118,948

The accompanying notes are an integral part of this statement.



#### 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. Payment of maturing obligations, including interest, are accounted for in the Debt Service Fund.

Village of Harrisonburg, Louisiana  
 Statement of General Long-Term Debt  
 June 30, 1930

Amount Available and to be Provided  
 for the Retirement of General  
 Long-Term Debt

Amount to be Provided

From -

All Valorem Bonds  
 General Revenues

\$ -0-  
 25,000

Total Available and to be Provided

\$ 25,000

General Long-Term  
 Debt Payable

Water Payable

\$ 25,000

Total General Long-Term Debt Payable

\$ 25,000

The accompanying notes are an integral part of this statement.

Village of Harrisonburg, Louisiana  
Management Letter Comments  
June 30, 1988

I have audited the financial statements of the Village of Harrisonburg, Louisiana, as of and for the year ended June 30, 1988, and have issued my report thereon dated November 19, 1988. I conducted my audit in accordance with generally accepted auditing standards and the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States.

As part of my examination, I have issued my report on the financial statements, dated November 19, 1988, and my report on internal control and compliance with laws, regulations, and contracts, dated November 19, 1988.

During the course of my audit, I observed conditions and circumstances that may be improved. Below are situations that may be improved (if any), recommendations for improvement, and the Village's response.

**CURRENT YEAR MANAGEMENT LETTER COMMENTS**

**1988(1) MAINTENANCE OF FUND RESERVE ACCOUNTS COMPLIANCE FINDING:**

Situation: During the year, the Village did not maintain its bond depreciation and contingency reserve and its bond reserve accounts for both the sewer and water funds as required by the Village's bond covenants. The bond sinking funds for both the water and sewer funds were maintained.

Recommendation: The Village should maintain the two reserves for the two funds as follows:

For the maintenance of a reserve account, by making designated payments as follows:

Water Fund - There should be deposited five percent (5%) of the amount to be paid into the redemption account, until such time as there has been accumulated therein the sum of \$15,000.

Sewer Fund - There should be deposited twenty-five dollars (\$25.00) per month until the note has been fully retired.

For the maintenance of a contingency and depreciation account, by making designated payments as follows:

Water Fund - There should be deposited fifty dollars (\$50.00) per month commencing with the month following completion of the improvements to the system.

Sewer Fund - There should be deposited twenty dollars (\$20.00) per month until the balance therein has reached \$5,000.

Village's Response: The Village will begin maintaining its reserve account and its depreciation and contingency account for both the water and sewer funds.

Village of Harrisonburg  
Harrisonburg, Louisiana

SCHEDULE OF FERR FINDINGS AND  
CORRECTIVE ACTION PLAN

For the Year Ended June 30, 1998

**FERR STATE MANAGEMENT LETTER COMMENTS**

**1997-98 AMENDED BUDGETS COMPLIANCE FINDING**

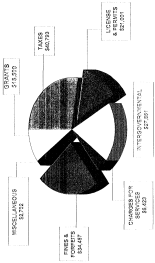
**Situation:** The Village amended the general fund budget for the year to account for expenditures that were not met. Even after the amendments, the Village overspent its budget by 27% in its general fund. Louisiana Rev. Stat. 38:180 requires that budgets be amended when actual revenue fails to meet budgeted revenue by 5% or more or when actual expenditures exceed budgeted expenditures by 5% or more. This finding was in last year's comments.

**Recommendation:** Budgets should be amended when actual revenue fails to meet budgeted revenue by 5% or more or when actual expenditures exceed budgeted expenditures by 5% or more.

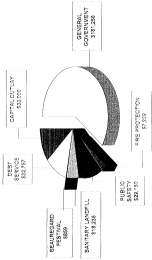
**Village's Action:** The Village began amending its budget at year end to determine that all revenues and expenditures fluctuations were anticipated. The problem was corrected in the current year.

## GRAPHS

# VILLAGE OF HARRISONBURG, LA. GENERAL FUND REVENUES 1998



# VILLAGE OF HARRISONBURG, LA. GENERAL FUND EXPENDITURES 1998



**VILLAGE OF HARRISONBURG, LA.  
ENTERPRISE FUND EXPENSES 1998**

