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**TOWN OF BOYCE, LOUISIANA**  
**ANNUAL FINANCIAL REPORT**

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**FOR THE YEAR ENDED MAY 31, 1998**  
**With Comparative Totals for May 31, 1997**

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These provisions of state law, this report is a public document. A copy of this report is being furnished to the district, or parish, city and other appropriate public entities. It is also being furnished to the parish supervisor of the Boyce House office of the Legislative Auditor General, where appropriate, at the office of the parish clerk of court.

Internet Date: **DEC 9 1998**

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July 28, 1988

## Independent Auditor's Report

The Honorable Julius Patrick, Jr., Mayor  
and Members of the Board of Aldermen  
Town of Boyce, Louisiana

We have audited the accompanying general purpose financial statements of the Town of Boyce, Louisiana as of May 31, 1988, and for the year then ended. These general purpose financial statements are the responsibility of the Town's management. Our responsibility is to express an opinion on these general purpose financial statements based on our audit.

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

In our opinion, the general purpose financial statements referred to above present fairly, in all material respects, the financial position of the Town of Boyce, Louisiana, as of May 31, 1988, and the results of its operations and cash flows of its proprietary fund types 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 July 28, 1988, on our consideration of the Town of Boyce, Louisiana's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts and grants.

Independent Auditors Report

Town of Boyce, Louisiana

July 25, 1998

Page 2

Our audit was made for the purpose of forming an opinion on the general purpose financial statements taken as a whole. The combining and individual fund financial statements and schedules listed in the table of contents are presented for purposes of additional analysis and are not a required part of the general purpose financial statements of the Town of Boyce, 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 respects in relation to the general purpose financial statements taken as a whole.

  
ROZIER, HARRINGTON & MOORE  
Certified Public Accountants

**TOWNSHIP OF BOVIE, LOUISIANA**  
**COMBINED BALANCE SHEET - ALL FUNDS (FUND BALANCE ACCOUNT CATEGORY)**  
 MAY 31, 2024  
 900-Corcoran | Dumbrie | Box 75, 70717

	Accumulated Fund Balances		Proprietary Funds		General Fund		Special Funds		Governmental Funds	
	Current	Capital	Debtless	Debt	Debtless	Debt	Debtless	Debt	Debtless	Debt
<b>Assets</b>										
Cash and cash equivalents	1,547,294	1	3,382,271	1	1,748	-	-	-	1	15,746
Receivables (net of allowance for doubtful accounts)	56,420	-	10,648	-	-	-	-	-	18,368	
Due from other funds	88	-	188	54	-	-	-	-	4,307	
Prepaid and unexpended obligations	-	-	10,818	-	-	-	-	-	14,652	
Inventory and supplies (net of accumulated depreciation)	-	-	1,073,227	-	-	-	-	-	6,843.14	
Capital assets (net of accumulated depreciation & long-term debt)	-	-	-	-	-	-	-	-	27,294	
<b>Total assets</b>	<b>1,603,800</b>	<b>1</b>	<b>4,573,984</b>	<b>5,402</b>	<b>1,758</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>43,857</b>	
<b>Liabilities</b>										
Accounts payable	1	-	13,416	1	6,674	-	-	-	1	
Accounts receivable	-	-	18,049	-	-	-	-	-	6,149	
Accounts payable - vendors	-	-	494,277	-	-	-	-	-	63,117	
Accounts payable - other	-	-	3,215	1,079	-	-	-	-	4,483	
Due to other funds	1,020	208	-	-	-	-	-	-	67,408	
Accrued liabilities	-	-	-	-	-	-	-	-	11,176	
Long-term debt (principal & interest payable)	-	-	11,126	-	-	-	-	-	20,111	
<b>Total liabilities</b>	<b>1,021</b>	<b>208</b>	<b>209,878</b>	<b>1,079</b>	<b>6,674</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>102,859</b>	
<b>Fund equity</b>										
Restricted - general fund assets	-	-	1,079,648	-	-	-	-	-	1,079,648	
Restricted - special fund assets	-	-	-	-	-	-	-	-	1,079,648	
Restricted - other	-	-	-	-	-	-	-	-	-	
Non-restricted - proprietary	-	-	38,479	-	-	-	-	-	38,479	
Unrestricted - general	-	-	3,455,857	-	-	-	-	-	3,455,857	
Unrestricted - governmental	-	-	-	-	-	-	-	-	-	
<b>Total fund equity</b>	<b>1,582,800</b>	<b>1</b>	<b>4,573,984</b>	<b>5,402</b>	<b>1,758</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>43,857</b>	
<b>Total liabilities and fund equity</b>	<b>1,603,800</b>	<b>1</b>	<b>4,573,984</b>	<b>5,402</b>	<b>1,758</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>43,857</b>	

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

# TOWN OF BOUCE, LOUISIANA

## COMBINED STATEMENT OF REVENUES, EXPENDITURES AND

### CHANGES IN FUND BALANCE

#### All Governmental Fund Types

For the year ended May 31, 1997

With Comparative Totals for the Year Ended May 31, 1997

			Membership Taxes	
	General	Capital Projects	1996	1997
<b>Revenues:</b>				
<b>Taxes:</b>				
Ad valorem	\$ 9,176	\$ -	\$ 9,176	\$ 9,061
Sales tax	194,298	-	194,298	189,899
Transfer	2,374	-	2,374	3,471
<b>Licenses and permits:</b>				
Occupational licenses	44,649	-	44,649	45,290
<b>Charges for services:</b>				
Garbage	39,823	-	39,823	38,791
Late fees	978	-	978	1,149
<b>Intergovernmental:</b>				
Federal grants	-	-	-	233,800
State grants	7,080	-	7,080	7,889
Fees/rent	3,344	-	3,344	3,647
<b>Fees:</b>	1,678	-	1,678	8,776
<b>Miscellaneous:</b>				
Interest	3,788	-	3,788	3,959
Land lease	10,140	-	10,140	88,889
Other	27,671	-	27,671	3,889
<b>Total revenues</b>	<u>383,444</u>	<u>-</u>	<u>375,240</u>	<u>541,431</u>
<b>Expenditures:</b>				
General government	119,544	-	119,544	86,943
Public safety	142,656	-	142,596	141,138
Storm and sanitation	92,882	-	92,882	81,708
Capital projects	-	-	-	241,230
Debt service	47,948	-	47,948	51,177
<b>Total expenditures</b>	<u>399,930</u>	<u>-</u>	<u>399,969</u>	<u>601,196</u>
<b>Excess (deficiency) of revenues over expenditures</b>	<u>(16,486)</u>	<u>-</u>	<u>(24,729)</u>	<u>(59,765)</u>
<b>OTHER FINANCING SOURCES (USES):</b>				
Proceeds from subscriptions	-	-	-	-
Opening transfers in	88,288	-	88,288	57,000
<b>Total other financing sources (uses)</b>	<u>88,288</u>	<u>-</u>	<u>88,288</u>	<u>57,000</u>
<b>Excess (deficiency) of revenues and other financing sources over expenditures and other uses</b>	<u>71,802</u>	<u>-</u>	<u>63,559</u>	<u>(2,765)</u>
<b>Fund balance - beginning of year</b>	<u>113,382</u>	<u>(32)</u>	<u>113,350</u>	<u>10,235</u>
<b>Fund balance - end of year</b>	<u>\$ 185,184</u>	<u>\$ (32)</u>	<u>\$ 176,909</u>	<u>\$ 7,470</u>

The accompanying notes are an integral part of the financial statements.

**TOWN OF BOYCE, LOUISIANA**  
**STATEMENT OF REVENUES, EXPENDITURES AND**  
**CHANGES IN FUND BALANCE - BUDGET (GAAP BASIS) AND ACTUAL**  
**General Fund**  
**For the year ended May 31, 2008**

	<u>Budget</u>	<u>Actual</u>	<u>Variance</u> <u>Favorable</u> <u>(Unfavorable)</u>
<b>Revenues:</b>			
Taxes	\$ 200,000	\$ 200,000	\$ (0,000)
Licenses and permits	40,000	40,049	4,049
Chargeable services	40,000	40,795	795
Inter-governmental	-	10,000	10,000
Fees	7,000	7,079	79
Miscellaneous	<u>20,000</u>	<u>21,280</u>	<u>1,280</u>
<b>Total revenues</b>	<u>307,000</u>	<u>309,203</u>	<u>2,203</u>
<b>Expenditures:</b>			
General government	140,000	119,080	(20,920)
Public safety	130,000	140,000	(10,000)
Health and sanitation	100,000	92,000	8,000
Debt service	<u>40,000</u>	<u>40,000</u>	<u>0,000</u>
<b>Total expenditures</b>	<u>390,000</u>	<u>391,080</u>	<u>(1,080)</u>
<b>Excess (deficiency) of revenues over</b> <b>expenditures</b>	<u>(83,000)</u>	<u>(81,877)</u>	<u>(1,877)</u>
<b>OTHER FINANCING SOURCES (USES):</b>			
Operating transfers-in	<u>75,000</u>	<u>94,500</u>	<u>19,500</u>
<b>Total other financing sources (uses)</b>	<u>75,000</u>	<u>94,500</u>	<u>19,500</u>
<b>Excess (deficiency) of revenues and</b> <b>and other financing sources over</b> <b>expenditures and other uses</b>	<u>10,000</u>	<u>12,623</u>	<u>2,623</u>
<b>Fund balance - beginning of year</b>	<u>110,000</u>	<u>110,000</u>	<u>0,000</u>
<b>Fund balance - end of year</b>	<u>\$ 120,000</u>	<u>\$ 122,623</u>	<u>\$ 2,623</u>

The accompanying notes are an integral part of the financial statements.

**TOWN OF BOYCE, LOUISIANA**  
**COMBINED STATEMENT OF REVENUES, EXPENDITURES AND**  
**CHANGES IN RETAINED EARNINGS**

**Fundatory Fund Type**

**For the year ended May 31, 2008**

**With Comparative Totals for the Year Ended May 31, 2007**

	Totals for Funds	
	2008	2007
Operating revenues:		
Charges for services	\$ 198,087	\$ 227,000
Development charges	28,344	21,763
Other operating income	3,335	5,736
<b>Total operating revenues</b>	<b>229,766</b>	<b>254,500</b>
Operating expenses:		
Salaries - operating	188,316	183,411
Salaries - clerical	49,342	44,888
Maintenance supplies	19,231	26,480
Electricity purchased	383,415	378,673
Natural gas purchased	182,909	178,799
Tire expense	8,188	6,210
Water testing	788	300
Repairs	22,074	14,884
Legal and professional	18,120	18,608
Payroll taxes	11,650	11,283
Insurance	35,909	47,156
Depreciation	98,284	85,174
Other	28,071	17,844
<b>Total operating expenses</b>	<b>944,618</b>	<b>989,307</b>
Operating income	(714,852)	(734,807)
Non-operating revenues (expenses):		
Interest income	23,408	24,121
Interest expense	(21,558)	(21,673)
<b>Total non-operating revenues</b>	<b>1,850</b>	<b>2,448</b>
Income (loss) before operating transfers	(713,002)	(732,359)
Operating transfers in (out)	(78,882)	(52,882)
Net income (loss)	(791,884)	(785,241)
Retained earnings - beginning of year	792,860	811,840
Retained earnings - end of year	\$ 1,000,976	\$ 79,599

The accompanying notes are an integral part of the financial statements.



**TOWN OF BOYCE, LOUISIANA**  
**COMBINED STATEMENT OF CASH FLOWS**  
**Operating Fund Type**  
**For the year ended May 31, 1998**  
**With Comparative Totals for the Year Ended May 31, 1997**

	Fiscal Year	
	1998	1997
<b>Cash flow from operating activities:</b>		
Operating income (loss)	\$ (1,940)	\$ 5,661
Adjustments to reconcile operating income to net cash provided by operating activities:		
Depreciation	98,184	85,191
(Decrease) increase in accounts receivable	(17,811)	31,133
(Decrease) increase in accounts payable	3,346	(1,873)
(Decrease) increase in other liabilities	119	3,139
(Decrease) increase in liabilities payable from restricted assets	9,333	(2,133)
<b>Net cash provided (used) by operating activities</b>	<b>81,971</b>	<b>97,118</b>
<b>Cash flow from non-capital financing activities:</b>		
Operating transfers in (out)	(98,888)	(31,123)
<b>Net cash provided (used) by non-capital financing activities</b>	<b>(98,888)</b>	<b>(31,123)</b>
<b>Cash flow from capital and related financing activities:</b>		
Acquisition of capital assets	(104,716)	(106,044)
Grant proceeds	30,900	210,033
Debt service	(33,345)	(21,871)
<b>Net cash provided (used) by capital and related financing activities</b>	<b>(107,161)</b>	<b>(17,882)</b>
<b>Cash flow from investing activities:</b>		
Interest	33,301	36,211
<b>Net cash provided (used) by investing activities</b>	<b>33,301</b>	<b>36,211</b>
<b>Net increase (decrease) in cash</b>	<b>107,283</b>	<b>(9,586)</b>
<b>Beginning cash balance</b>	<b>87,311</b>	<b>97,907</b>
<b>Ending cash balance</b>	<b>\$ 194,594</b>	<b>\$ 88,321</b>

**Reconciliation of cash flow activities:**

For the years ended May 31, 1998 and 1997 there were no investing, capital, and financing activities that did not result in cash receipts or payments.

The accompanying notes are an integral part of the financial statements.

TOWN OF BOYCE, LOUISIANA  
NOTES TO FINANCIAL STATEMENTS  
May 31, 1998

**NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

**Organization and Basis of Presentation:**

The Town of Boyce (the Town) was incorporated under the provisions of the Louisiana Act and operates under a Mayor-Board of Aldermen form of government. The Town provides various services including public safety (police and fire protection), streets and drainage, sanitation, public improvements, utility (gas, water, electricity and sewerage) and general administrative services.

The accounting and reporting practices of the Town of Boyce, Louisiana, conform to generally accepted accounting principles as applicable to governmental units on a consistent basis between periods.

The following is a summary of the more significant accounting policies.

**Financial Reporting Entity**

As the municipal governing authority, for reporting purposes, the Town of Boyce, Louisiana, is considered a separate financial reporting entity. The financial reporting entity consists of (a) the primary government, (b) organizations for which the primary government is financially accountable, and (c) other organizations for which nature and significance of their relationship with the primary government are such that exclusion would cause the reporting entity's financial statements to be misleading or incomplete.

Governmental Accounting Standards Board (GASB) Statement No. 14 established criteria for determining which component units should be considered part of the Town of Boyce, Louisiana, for financial reporting purposes. The basic criterion for including a potential component unit within the reporting entity is financial accountability. The GASB has set forth criteria to be considered in determining financial accountability. This criteria includes:

1. Appointing a voting majority of an organization's governing body, and
  - a. The ability of the municipality to impose its will on that organization sector
  - b. The potential for the organization to provide specific financial benefits to or impose specific financial burdens on the municipality.
2. Organizations for which the municipality does not appoint a voting majority but are fiscally dependent on the municipality.
3. Organizations for which the reporting entity financial statements would be misleading if data of the organization is not included because of the nature or significance of the relationship.

Based upon the above criteria, the Town of Boyce has no component units for the year ended May 31, 1998.

**Fund Accounting**

The accounts of the Town are organized on the basis of funds or account groups, each of which is considered a separate accounting entity. The operations of each fund are accounted for with a separate set of self-balancing accounts that comprise its assets, liabilities, fund equity, revenues, and expenditures or expenses as appropriate. Governmental resources are allocated to and accounted for in individual funds based upon the purposes for which they are to be spent and the means by which spending activities are conducted. The following fund types and account groups are used by the Town:

TOWN OF BOYDE, LOUISIANA  
NOTES TO FINANCIAL STATEMENTS  
May 31, 1998

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

**GOVERNMENTAL FUNDS**

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

**Capital Projects Fund** - Capital Project 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 and trust funds.

**AGENCY FUND**

**Agency Fund** - The Agency Fund accounts for assets held by the Town as an agent for individuals, private organizations, other governments, and/or other funds. This fund is custodial in nature (assets equal liabilities) and does not involve measurement of results of operations. The agency fund accounts for disbursement of the Town's payroll and related facilities.

**PROPRIETARY FUND**

**Enterprise Fund** - The Enterprise Fund is used to account for operations (a) that are financed and operated in a manner similar to private business enterprises - where the intent of the governing body is that the 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 (b) where the governing body has decided that periodic determination of revenues earned, expenses incurred, and/or net income is appropriate for capital maintenance, public policy, management control, accountability or other purposes. The enterprise funds of the Town account for operations of a natural gas, electricity, water, and sewerage system.

**ACCOUNT GROUPS**

**General Fund Assets Account Group** - This group of accounts is used to account for fund assets of the Town other than those accounted for in the Proprietary Funds.

**Special Long-Term Debt Account Group** - This group of accounts is used to account for long-term debt of the Town other than the debt accounted for in the Proprietary Funds.

**Basic of Accounting**

Basic of accounting refers to when revenues and expenditures or expenses are recognized in the accounts and reported in the financial statements. Basic of accounting refers to the timing of the measurements made, regardless of the measurement basis applied.

All governmental funds and agency 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-assessed income, gross receipts, and sales taxes are considered "measurable" when in the hands of the Town and are recognized as revenue at that time. Anticipated refunds of such taxes are recorded as liabilities and reductions of revenue when they are measurable and their liability seems certain.

**TOWN OF BOYCE, LOUISIANA**  
**NOTES TO FINANCIAL STATEMENTS**  
May 31, 1988

**NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

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 long-term debt, which is recognized when due.

In both governmental and proprietary funds, inventories of supplies are considered immaterial and are not recorded.

The proprietary (enterprise) fund is accounted for using the accrual basis of accounting. Revenues are recognized when they are earned, and expenses are recognized when they are incurred. Utility revenues are billed on a cycle basis and are recognized in the month billed. Unbilled service receivables resulting from utility services rendered between cycle billing and the end of the month have been recognized in the accompanying financial statements.

The basis of accounting followed by proprietary funds is similar to accounting practices utilized by business enterprises. Due to these similarities, proprietary funds are allowed to follow certain pronouncements that are developed by the Financial Accounting Standards Board (FASB) for business enterprises. However, the Town only applies those FASB pronouncements that were issued on or before November 30, 1987.

**Budgets and Budgetary Procedures**

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

1. The Town Clerk prepares a proposed budget for the general fund for the upcoming year and submits it to the Mayor and Board of Aldermen no later than fifteen days prior to the beginning of that year. This budget includes proposed expenditures and the means of financing them.
2. A summary of the proposed budget is published, and the public is notified that the proposed budget is available for public inspection. At the same time, the date of a public hearing is published.
3. A public hearing is held on the proposed budget at least ten days after publication of the call for the hearing.
4. After holding the public hearing and prior to the commencement of the new year, the budget is legally enacted through passage of an ordinance.
5. All budgetary appropriations lapse at the end of each fiscal year.
6. Budgets for the General Fund are adopted on a basis consistent with generally accepted accounting principles (GAAP). Budgeted amounts are as originally adopted, or as amended from time to time by the Mayor and Board of Aldermen. Such amendments were not material in relation to the original appropriations.

**Due To/From Other Funds**

Amounts in each fund listed as due to/from are offset by corresponding entries in other funds. Funds shown as such are considered available for expenditure unless specifically restricted within the statements.

**Fixed Assets and Long-Term Liabilities**

Fixed assets used in governmental fund type operations (general fixed assets) are accounted for in the

TOWN OF BOYCE, LOUISIANA  
NOTES TO FINANCIAL STATEMENTS  
May 31, 1998

**NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

General Fixed Assets Account Group, and they are recorded as expenditures in the governmental fund type when purchased. The Town has elected to capitalize public domain ("infrastructure") fixed assets consisting of certain improvements including roads, bridges, sidewalks and drainage improvements. No depreciation has been provided on general fixed assets. Fixed assets are valued at historical cost, including interest incurred during construction, unless they were donated in which case they are valued at fair market value at the date of donation. At May 31, 1998 there were no material amounts of donated assets.

Long-term liabilities expected to be financed from governmental funds are accounted for in the General Long-Term Debt Account Group.

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

Fixed assets used in the proprietary fund type operations are included on the balance sheet of the fund at historical cost including any interest incurred during construction. Depreciation of all depreciable fixed assets used by proprietary funds is charged as an expense against their operations. Accumulated depreciation is reported on proprietary fund balance sheets. Depreciation has been provided over the estimated useful lives using the straight-line method. The estimated useful lives are as follows:

<b>Water Utility and Sewerage System</b>	
Water Distribution System	25 years
Water Pools	25 years
Water Lines	50 years
Fire Hydrants	50 years
Pump, House and Force	25 years
Meters	25 years
<b>Lights Utility</b>	
Electric Distribution System	25 years
Trucks	4 years
Equipment	5 years
Transformers	25 years
<b>Gas Utility</b>	
Distribution System	50 years
Meters	50 years
Building	25 years
Equipment	5 years
Trucks	5 years
Water Tap/Gas Line Tie-ins	50 years

Effective June 1, 1992, the Lights and Water Fund was separated into two funds. In conjunction with this separation, the water system assets and their related accumulated depreciation and constituted capital have been transferred to the Water Fund.

Also effective June 1, 1992, the sewerage activities of the Town were separated from the General Fund. Accordingly, there-called sewer line/split system assets in the General Fixed Assets Account Group at this separation date. Since these assets would be fully depreciated if they had been accounted for in an enterprise fund through June 1, 1992, they have not been transferred to the Sewer Fund. Improvements to the sewer system in the future will be recorded in the Sewer Fund.

**TOWN OF BOYCE, LOUISIANA**  
**NOTES TO FINANCIAL STATEMENTS**  
**May 31, 1998**

**NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**Contributed Capital**

In the Enterprise Funds, amounts contributed to the Town for acquisition or construction of fixed assets are recorded as contributed capital. Depreciation of these contributed capital assets is computed using the straight-line method over the estimated useful lives of the assets and is charged as a current period expense.

**Statement of Cash Flow**

The Town has adopted Government Auditing Standards Board Statement No. 9 "Reporting Cash Flow of Proprietary and Non-Expendable Trust Funds and Governmental Entities That Use Proprietary Fund Accounting." This statement requires entities to report a statement of cash flow as part of a full set of financial statements instead of reporting a statement of changes in financial position. For the purposes of reporting cash flows, cash and cash equivalents includes all cash on hand, cash in bank and certificates of deposit.

For the year ended May 31, 1998 there were no material non-cash investing activities or capital and related financing activities.

**Compensated Absences**

Accumulated unpaid vacation and compensatory pay are accrued when incurred in Proprietary Funds during the accrual basis of accounting. These amounts relating to the Governmental Funds have been reported in the General Long-term Debt Group of accounts. At May 31, 1998 compensated absences for all funds and account groups combined totaled \$20,182.

**Contingency Accounting**

Purchase orders, contracts, and other commitments to engage in future expenditures are referred to as encumbrances. These encumbrances do not represent liabilities or current expenditures, encumbrances are not reported in the accompanying financial statements.

**Use of Estimates**

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

**Interfund Transactions**

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

All other interfund transactions, except quasi-external transactions and reimbursements, are reported as transfers. Non-recurring or non-routine permanent transfers of equity are reported as residual equity transfers. All other interfund transfers are reported as operating transfers.

**Total Columns on Combined Statements - Overview**

Total columns on the combined statements are captioned "Miscellaneous Totals" to indicate that they are

**TOWN OF BOYCE, LOUISIANA**  
**NOTES TO FINANCIAL STATEMENTS**  
**May 31, 1998**

presented only to facilitate financial analysis. Data in these columns do not present financial position, results of operations, or changes in cash flows in conformity with generally accepted accounting principles. Neither is such data comparable to a consolidation. Independent auditor's have not been made in the aggregation of this data.

**Comparative Data**

Comparative total data for the prior year have been presented in the accompanying financial statements in order to provide an understanding of changes in the Town's financial position and operations. However, comparative data (i.e., presentation of prior year totals 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.

**Bad Debt**

Uncollectible amounts due for ad valorem taxes and customers' utility receivables are recognized as bad debt through the establishment of an allowance account based on historical information which would indicate the uncollectibility of a percentage of the particular receivable.

**NOTE 3 - CASH AND CASH EQUIVALENTS**

At May 31, 1998 cash and cash equivalents totaled \$728,934 (Bank Balance) and \$730,517 (Bank Balance). The composition of these accounts is as follows:

	<u>Bank Balance</u>	<u>Bank Balance</u>
Demand Deposits -		
Money Market Investing	\$ 18,870	\$ 18,870
Interest Bearing Checking and Certificates of Deposit	710,065	710,654
Petty Cash	<u>    159</u>	<u>        </u>
<b>Total Cash</b>	<b><u>\$728,934</u></b>	<b><u>\$730,517</u></b>

Under state law, these deposits must be secured by Federal Deposit Insurance or the pledge of securities owned by the bank. The securities pledged are held in the name of the pledging bank in a holding or custodial bank that is mutually acceptable to both parties. At May 31, 1998 all deposits with financial institutions were fully covered by federal deposit insurance and pledged securities. A detailed analysis of this coverage is as follows:

Total Cash at May 31, 1998 (Bank Balance)	\$ 730,517
Less FDIC Coverage	<u>    118,000</u>
Deficit	<u>    612,517</u>
Less Securities Pledged to Town But held in the Name of the Financial Institution (Uncollateralized - OASB Category 3)	<u>    1,240,741</u>
Excess of FDIC Insurance and Pledged Securities	<b><u>\$ 629,276</u></b>

Even though the pledged securities are considered uncollateralized (Category 3) under the provisions of GASBS Statement 5, Louisiana law imposes a statutory requirement on the custodial bank to advertise and set the pledged securities within 30 days of being notified by the Town that the pledging bank has failed to pay deposited funds upon demand.

**TOWN OF BOYCE, LOUISIANA**  
**NOTES TO FINANCIAL STATEMENTS**  
**May 31, 1998**

**NOTE 3 - REVENUE RECOGNITION - AD VALOREM TAXES**

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

For the year ended May 31, 1998, taxes of \$3.88 mills were levied on property and were dedicated to general corporate purposes.

Total taxes levied were \$3,081. There were no material amounts of taxes receivable at May 31, 1998.

**NOTE 4 - RECEIVABLES**

The receivables at May 31, 1998 are as follows:

	General Fund	Lights	Water	Water Rate	Natural Gas	Miscellaneous Total
Charges for Services	\$ 8,271	\$17,820	\$4,273	\$11,480	\$18,320	\$ 47,164
Other	10,000					10,000
Allowance for Uncollectibles	(1,000)	(8,273)	—	—	(1,000)	(10,273)
<b>Total</b>	<b>\$ 7,271</b>	<b>\$ 9,547</b>	<b>\$ 4,273</b>	<b>\$ 11,480</b>	<b>\$ 17,320</b>	<b>\$ 48,891</b>

**NOTE 5 - INTERFUND RECEIVABLES, PAYABLES**

During the course of normal operations, the Town has numerous transactions between funds including expenditures and transfers of resources primarily to provide services. Individual fund interfund receivable and payable balances at May 31, 1998 arising from these transactions were as follows:

Receivable Fund	Payable Fund	Amount
General	Payroll	\$ 580
Lights	Payroll	604
Lights	Water	2,380
Natural Gas	General	1,000
Payroll	Natural Gas	30
Lights	Natural Gas	10
Water	Capital Projects	180
<b>Total</b>		<b>\$4,784</b>



**TOWN OF BOYCE, LOUISIANA**  
**NOTES TO FINANCIAL STATEMENTS**  
**May 31, 1998**

**NOTE 6 - GENERAL FIXED ASSETS**

A summary of changes in general fixed assets, if any, follows:

	Balance May 31, 1997	Additions	Deletions	Balance May 31, 1998
Land	\$ 170,007	\$	\$	\$ 170,007
Buildings	522,279	28,000		551,155
Improvements Other				
Truck Buildings	1,207,437	5,870		1,213,307
Equipment	189,185	4,783		193,968
Vehicles	88,000	12,180		100,180
Fire truck under capital lease	88,807			88,807
	<b>32,305,893</b>	<b>50,739</b>	<b>\$</b>	<b>32,357,632</b>

**NOTE 7 - PROPERTY AND EQUIPMENT**

A summary of the property and equipment in the Enterprise Funds at May 31, 1998 consists of the following:

	Natural Gas System	Light	Water	Sewer	Containing Tank
Land	\$ 3,127	\$	\$ 9,216	\$	\$ 12,350
Building	3,183	10,087			13,858
Distribution Systems	215,414	218,987	1,305,384	572,905	2,407,690
Equipment	48,005	43,189	22,179	4,070	116,359
Vehicles	9,508	63,087			72,595
Water Wells			280,121		280,121
	<u>375,247</u>	<u>335,353</u>	<u>1,587,664</u>	<u>576,975</u>	<u>2,845,753</u>
Less Accumulated Depreciation	<u>(232,157)</u>	<u>(237,085)</u>	<u>(468,958)</u>	<u>(33,987)</u>	<u>(812,222)</u>
Net Property and Equipment	<b>\$ 143,090</b>	<b>\$ 98,268</b>	<b>\$ 1,098,821</b>	<b>\$242,988</b>	<b>\$1,033,531</b>

Depreciation expense for the year totaled \$58,284 with \$8,888 relating to the Natural Gas System Fund, \$12,277 relating to the Light Fund, and \$34,388 relating to the Water Fund and \$2,891 relating to the Sewer Fund.

**TOWN OF BOYCE, LOUISIANA**  
**NOTES TO FINANCIAL STATEMENTS**  
 May 31, 1999

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

The following changes occurred in liabilities reported in the General Long-Term Debt Account Group during the year ended May 31, 1999:

	Payable At May 31, 1997	Additions	Deductions	Payable At May 31, 1999
Notes Payable	\$ 200,000	\$	\$ 20,000	\$ 200,000
Capitalized Lease Obligations	19,276		8,715	10,560
Compensated Absences	15,125	_____	5,234	4,891
	<b>\$ 234,401</b>	<b>\$ _____</b>	<b>\$ 33,949</b>	<b>\$ 200,452</b>

Capitalized lease obligations payable and compensated absences payable as of May 31, 1999, are comprised of the following:

**Capitalized Lease Obligations**

Five track, due in 120 monthly installments by August, 1999; the first 60 payments will be \$300 at 8.68% interest. The remaining payments will be adjusted to the 1999 Treasury Bill Index at 6%.

Total Capitalized Lease Obligation **\$ 10,560**

Title to the five track will vest permanently with the Town upon completion of all total payments.

Compensated absences for annual leave and compensatory leave payable at an undetermined time **\$ 4,891**

The following is a schedule by years of future general fund minimum lease payments under capital leases together with the present value of the minimum lease payments as of May 31, 1999:

Year Ending May 31	General Obligation
1999	19,872
2000	1,812
	_____ 21,684
Less amount representing interest	2,125
<b>Present Value of Minimum Lease Payments</b>	<b>\$ 19,559</b>

**TOWN OF BOYCE, LOUISIANA,  
NOTES TO FINANCIAL STATEMENTS  
May 31, 1986**

Notes payable consist of a \$265,000 Certificate of indebtedness payable to a local bank. The certificate bear an interest rate of 8.5% with principal payable on November 1 of each year starting 1986 and ending in 2004. Interest is payable on May 1 and November 1 beginning in 1986. The following is a schedule by years of the principal payments owed on these Certificates of Indebtedness:

Fiscal Year Ended	Principal Requirement
1986	25,000
2086	25,000
2081	25,000
2082	25,000
2083	25,000
2084	25,000
2088	25,000
<b>TOTAL</b>	<b><u>\$265,000</u></b>

Notes payable in the Enterprise Fund represent monies borrowed from the Farmers Home Administration for certain water system improvements. The original principal was \$428,100. The notes bear an interest rate of 8.125%. Principal and interest payments are due and payable in monthly installments of \$2,138.70 beginning April 1986 and ending March 2004. A summary by years of the amounts owed on this note are as follows:

Years Ended	Total Amount	Principal	Interest
1986	25,428	4,280	21,228
2086	25,428	4,420	21,008
2081	25,428	4,653	20,778
2082	25,428	4,887	20,552
2083	25,428	5,124	20,325
Terminated	272,572	282,832	387,145
	<b><u>\$428,100</u></b>	<b><u>\$428,100</u></b>	<b><u>\$449,045</u></b>

**NOTE 9 - GAS CONTRACT**

The Town has a long-term contract for the purchase of natural gas. The contract is with Union Gas company and renews each year. There are no minimum payments required under the contract except for amounts of actual delivery, with the rates being adjusted periodically.

**NOTE 10 - ELECTRICITY CONTRACT**

The Town has a contract with Central Louisiana Electric Company for the purchase of electricity. The contract automatically renews each year. There are no minimum payments required under the contract except amounts for actual delivery, and the rates are adjusted periodically.

**NOTE 11 - RISK MANAGEMENT**

Town of Boyce is exposed to various risks of loss related to torts, theft of, and destruction of assets, errors and omissions, injuries to employees, and natural disasters. These risks of loss are covered by a comprehensive commercial insurance policy and participation in a public entity risk pool that operates as a common insurance program. Claims resulting from these risks have historically not exceeded insurance coverage.

TOWN OF BOYCE, LOUISIANA  
 NOTES TO FINANCIAL STATEMENTS  
 May 31, 1998

**NOTE 12 - BOARD MEMBER SALARIES**

For the year ended May 31, 1998, the amounts of salaries and wages paid to the Mayor and Board of Aldermen were as follows:

Name	Position	Salary
Julius Patrick, Jr.	Mayor	\$ 4,480
Thomas Delta	Alderman	2,400
Haywood Joiner	Alderman	2,400
Darold Welch	Alderman	2,400
Kelvin McCoy	Alderman	2,400
Cathy Bryant	Alderman	2,400
<b>Totals</b>		<b>\$ 18,080</b>

**NOTE 13 - FUND EQUITY**

**Contributed Capital**

The following is a summary of changes in contributed capital:

	Natural Gas System	Water	Water	Street	Total
Balance at May 31, 1997	\$ -0-	\$ 77,858	\$ 743,819	\$ 438,480	\$ 1,258,947
Additions	-----	-----	-----	-----	-----
Balance at May 31, 1998	<u>\$ -0-</u>	<u>\$ 77,858</u>	<u>\$ 743,819</u>	<u>\$ 438,480</u>	<u>\$ 1,258,947</u>

**Reserves**

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

**NOTE 14 - RESTRICTED ASSETS**

Certain proceeds of enterprise fund revenue bonds, as well as certain resources set aside for their repayment, are classified as restricted assets on the balance sheet because their use is limited by applicable bond covenants. In addition, deposits collected from utility customers have been reported as restricted.

**NOTE 15 - DEFICIT FUND BALANCES**

The City has a deficit fund balance in its water fund of \$74,817 and a deficit fund balance in its capital project fund of \$70. Management anticipates eliminating these deficits either through operations or by spreading transfers from other funds.

**FINANCIAL STATEMENTS OF  
INDIVIDUAL FUNDS**

**TOWN OF BOYCE, LOUISIANA**

GENERAL FUND

Schedule of Expenditures - Budget (2017) Actual/Amend

for the Year Ended May 31, 2018

This comparative actual amount for the year ended May 31, 2017

	2018		2017	
	Budget	Actual	Variance Favorable Unfavorable	Actual
<b>General government</b>				
Salary - mayor	\$ 4,400	\$ 4,400	\$ -	\$ 4,400
Insurance - salaries	12,000	9,000	-	9,000
Utilities - office	4,070	4,070	-	4,070
Payroll taxes	1,400	1,200	200	1,200
Telephone	4,070	3,400	670	3,400
Office supplies	2,400	2,470	70	2,470
Advertising and printing	400	400	0	400
Post	1,200	1,200	0	1,200
Accounting	400	400	-	400
Legal	1,000	1,070	-	1,000
Insurance	12,000	20,400	(8,400)	12,000
Miscellaneous	24,000	24,000	0	24,000
Board accommodations	400	400	0	400
Capital outlay	20,000	20,000	0	20,000
<b>Total general government</b>	<b>104,070</b>	<b>117,540</b>	<b>(13,470)</b>	<b>104,070</b>
<b>Public works</b>				
Police				
Salaries	20,000	20,000	0	20,000
Payroll taxes	7,000	7,000	0	7,000
Travel and accommodations	400	400	0	400
Utilities and printing	1,400	1,070	270	1,000
Supplies and equipment	400	3,000	2,600	3,000
Telephone	1,000	1,000	0	1,000
Capital outlay	20,000	2,000	18,000	2,000
Miscellaneous	1,400	1,400	0	1,400
Fire/Protection				
Total gen. and maintenance	1,000	1,070	(70)	1,000
Telephone	700	700	0	700
Supplies and other	400	400	0	400
Insurance	1,000	1,000	0	1,000
Capital outlay	1,000	-	1,000	0
<b>Total public works</b>	<b>17,700</b>	<b>14,940</b>	<b>(2,760)</b>	<b>14,940</b>
<b>Street and utilities</b>				
Salaries	20,000	13,070	6,930	13,000
Payroll taxes	7,000	7,000	0	7,000
Travel and board accommodations	400	400	0	400
Board accommodations	20,000	20,000	0	20,000
College collection	20,000	20,000	0	20,000
Supplies	400	1,000	600	1,000
Utilities	400	1,000	600	1,000
Capital outlay	21,000	11,700	9,300	11,700
<b>Total street and utilities</b>	<b>91,000</b>	<b>85,070</b>	<b>5,930</b>	<b>85,700</b>
<b>Total services</b>	<b>117,000</b>	<b>113,000</b>	<b>4,000</b>	<b>113,000</b>
<b>Total expenditures</b>	<b>\$ 121,070</b>	<b>\$ 130,540</b>	<b>\$ 9,470</b>	<b>\$ 130,540</b>

## INTERFUND FUNDS

**Natural Gas Fund** - To account for the natural gas services provided to the residents of the Town and certain adjacent areas. All activities necessary to provide such services are accounted for in this fund, including but not limited to, administration, operations, maintenance, billing and collection.

**Lights Fund** - To account for electricity services provided to the residents of the Town and certain adjacent areas. All activities necessary to provide such services are accounted for in this fund, including but not limited to, administration, operations, maintenance, billing and collection.

**Water Fund** - To account for water services provided to the residents of the Town and certain adjacent areas. All activities necessary to provide such services are accounted for in this fund, including but not limited to, administration, operations, maintenance, billing and collection.

**Sewer Fund** - To account for sewerage services provided to the residents of the Town and certain adjacent areas. All activities necessary to provide such services are accounted for in this fund, including but not limited to, administration, operations, maintenance, billing and collection.

**TOWN OF BOYCE, LOUISIANA**  
**AN OFFICIAL STATEMENT**  
**Containing Balance Sheet**  
**For the Year Ended May 31, 1997**  
**With Comparative Data for May 31, 1996**

Assets	Balance				Comparison	
	1997	1996	1997	1996	1997	1996
<b>Current assets:</b>						
Cash and cash equivalents	\$ 23,136	\$ 148,876	\$ 3,790	\$ 3,489	\$ 29,346	\$ 45,387
Receivables, net of allowance for doubtful accounts	44,891	72,248	11,449	3,771	33,442	68,477
Due from other funds	1,885	3,779	-	184	1,699	3,595
<b>Total current assets</b>	<b>69,912</b>	<b>224,903</b>	<b>15,239</b>	<b>7,444</b>	<b>64,487</b>	<b>117,460</b>
<b>Restricted assets:</b>						
Capital and self-insurance	44,717	43,483	-	46,789	1,234	44,254
State deposited, other restricted and investments	-	-	3,284	-	3,284	3,284
<b>Total restricted assets</b>	<b>44,717</b>	<b>43,483</b>	<b>3,284</b>	<b>46,789</b>	<b>4,518</b>	<b>47,538</b>
<b>Investments and receivables:</b>						
Fixed assets net of depreciation	44,480	49,452	1,034,671	42,484	1,071,537	1,028,084
<b>Total assets</b>	<b>\$ 159,109</b>	<b>\$ 317,838</b>	<b>\$ 1,115,204</b>	<b>\$ 106,716</b>	<b>\$ 2,781,042</b>	<b>\$ 2,193,082</b>
<b>Liabilities and fund equity:</b>						
<b>Current liabilities:</b>						
Accounts payable	\$ 3,478	\$ 21,483	\$ 6,088	\$ 489	\$ 16,385	\$ 20,000
Due to other funds	12	-	2,490	-	1,974	2,490
Other	497	497	3,779	3,870	10,889	11,021
<b>Total current liabilities</b>	<b>4,087</b>	<b>22,463</b>	<b>12,357</b>	<b>4,369</b>	<b>29,248</b>	<b>33,511</b>
<b>Liabilities payable from restricted assets:</b>						
State deposits	44,717	43,483	-	-	12,024	44,717
Investments/Trade payables	-	-	492,314	-	492,513	492,314
<b>Total liabilities</b>	<b>49,804</b>	<b>65,946</b>	<b>514,671</b>	<b>4,369</b>	<b>513,785</b>	<b>520,542</b>
<b>Fund equity:</b>						
Restricted Capital	-	71,876	562,837	48,415	1,766,848	1,774,841
Unrestricted earnings:						
Unencumbered	44,717	49,640	(41,214)	(44,415)	10,440	44,717
Reserved for expenditures	11,480	-	3,284	46,789	(44,471)	39,089
<b>Total fund equity</b>	<b>56,204</b>	<b>121,516</b>	<b>624,907</b>	<b>44,773</b>	<b>1,832,867</b>	<b>1,853,747</b>
<b>Total liabilities and fund equity</b>	<b>\$ 106,008</b>	<b>\$ 187,462</b>	<b>\$ 1,139,578</b>	<b>\$ 49,142</b>	<b>\$ 2,346,652</b>	<b>\$ 1,974,289</b>



## TOWN OF BONCE, LOUISIANA

FOR THE YEAR ENDING 2008

Operating Statement of Revenues, Expenditures, and Changes Related Fundings  
For the Year Ended May 31, 2008  
With Comparative Data for May 31, 2007

	Natural Gas				Miscellaneous	
	2008	2008	2007	2008	Total 2007 2008	
<b>Operating revenues</b>						
Charge for service	\$ 244,031	\$ 134,167	\$ 13,020	\$ 11,790	\$ 260,681	\$ 261,700
Delinquent charges	1,790	11,884	1,121	790	20,084	21,902
Other operating revenues	3,731	3,024	1,480	100	3,731	3,730
<b>Total operating revenues</b>	<u>249,552</u>	<u>149,075</u>	<u>15,621</u>	<u>12,680</u>	<u>284,496</u>	<u>287,332</u>
<b>Operating expenses</b>						
Salaries - operating	20,480	21,730	21,114	20,175	200,234	202,427
Salaries - clerical	11,800	11,800	10,701	11,800	43,241	44,880
Maintenance supplies	3,057	3,240	3,421	4,000	25,221	26,680
Materials purchased	100	112,420	3,801	794	183,681	186,151
Natural gas purchased	143,200	-	-	-	445,000	136,000
Tools expense	1,000	1,000	-	-	9,000	9,000
White washing	-	-	700	-	700	700
Expans	1,000	1,000	1,000	1,000	12,000	12,000
Legal and professional	1,000	1,000	1,000	1,000	15,000	15,000
Payroll taxes	3,000	3,000	3,000	3,000	13,000	13,000
Insurance	1,000	1,000	1,701	1,000	22,000	47,100
Depreciation	1,000	12,777	14,000	12,500	10,000	10,000
Other	1,000	11,120	1,000	1,000	26,000	27,000
<b>Total operating expenses</b>	<u>244,160</u>	<u>171,124</u>	<u>101,021</u>	<u>44,075</u>	<u>284,634</u>	<u>289,627</u>
<b>Operating income (loss)</b>	<u>5,392</u>	<u>-22,049</u>	<u>(45,399)</u>	<u>(31,395)</u>	<u>(1,138)</u>	<u>(2,295)</u>
<b>Non operating (non-revenue) items</b>						
Interest income	9,571	9,580	104	1,104	11,014	14,261
Interest expense	-	-	(17,074)	-	(21,074)	(21,573)
<b>Total non operating revenues</b>	<u>9,571</u>	<u>9,580</u>	<u>(16,970)</u>	<u>1,104</u>	<u>(10,060)</u>	<u>(7,312)</u>
<b>Income (loss) before operating revenues</b>	<u>14,963</u>	<u>(11,469)</u>	<u>(62,369)</u>	<u>(30,291)</u>	<u>(11,198)</u>	<u>(10,007)</u>
<b>Operating revenues (in kind)</b>						
Ground	(17,000)	(17,000)	-	-	(24,000)	(24,000)
Capital projects	-	-	-	-	-	(17,000)
Water	(11,000)	(11,000)	-	-	(11,000)	-
Street	(13,000)	(13,000)	-	-	(17,000)	(20,000)
Gas	-	-	11,000	1,000	18,000	16,000
Light	-	-	(10,000)	(10,000)	44,000	14,000
<b>Total revenues (in kind)</b>	<u>(41,000)</u>	<u>(41,000)</u>	<u>11,000</u>	<u>(9,000)</u>	<u>(24,000)</u>	<u>(17,000)</u>
<b>Net income (loss)</b>	<u>(26,137)</u>	<u>(52,939)</u>	<u>(73,369)</u>	<u>(61,686)</u>	<u>(35,196)</u>	<u>(27,007)</u>
<b>Retained earnings, beginning of year</b>	<u>205,424</u>	<u>205,124</u>	<u>24,000)</u>	<u>(79,729)</u>	<u>703,000</u>	<u>611,881</u>
<b>Retained earnings, end of year</b>	<u>\$ 179,287</u>	<u>\$ 152,185</u>	<u>\$ (49,369)</u>	<u>\$ (14,375)</u>	<u>\$ 387,804</u>	<u>\$ 294,874</u>

**ROZIER, HARRINGTON & McKAY**  
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July 28, 1998

**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 Julius Patrick, Jr., Mayor  
And the Board of Aldermen  
Town of Bogys, Louisiana

We have audited the financial statements of the Town of Bogys, Louisiana, as of and for the year ended May 31, 1998, and have issued our report thereon dated July 28, 1998. We conducted our 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**

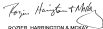
As part of obtaining reasonable assurance about whether the Town of Bogys, Louisiana's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grants, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit and, 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.

The Honorable Julius Patrick, Jr., Mayor  
And The Board of Aldermen  
July 28, 1998  
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Internal Control Over Financial Reporting

In planning and performing our audit, we considered the Town of Boyce, Louisiana's internal control over financial reporting in order to determine our auditing procedures for the purpose of expressing our opinion on the financial statements and not to provide assurance on the internal control over financial reporting. Our 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 the risk that misstatements in amounts that would be material in relation to the financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. We noted no matters involving the internal control over financial reporting and its operation that we consider to be material weaknesses.

This report is intended for the information of the audit committee, management and federal awarding agencies and pass-through entities. However, this report is a matter of public record and its distribution is not limited.



ROGER, HARRINGTON & MORAY  
CERTIFIED PUBLIC ACCOUNTANTS

**TOWN OF BOYCE, LOUISIANA**  
**SCHEDULE OF FINDINGS AND QUESTIONED COSTS**  
**For the Year Ended May 31, 1998**

We have audited the financial statements of the Town of Boyce, Louisiana, as of and for the year ended May 31, 1998, and have issued our report thereon dated July 28, 1998. We conducted our audit in accordance with generally accepted auditing standards and the standards applicable to financial audits contained in *Governmental Accounting Standards*, issued by the Comptroller General of the United States. Our audit of the financial statements as of May 31, 1998, resulted in an unqualified opinion.

**Section I Summary of Auditor's Reports**

**a. Report on Internal Control and Compliance Material to the Financial Statements:**

**Internal Control:**

Material Weakness No

Reportable Conditions No

**Compliance:**

Compliance Material to the Financial Statements No

**b. Federal Awards:**

Not Applicable

**c. Identification of Major Programs**

Not Applicable

**Section II Financial Statement Findings**

There were no reportable findings in relation to the financial statements for the period ended May 31, 1998.

**Section III Federal Award Findings and Questioned Costs**

Not Applicable - The Town did not receive or expend any Federal dollars during the period ended May 31, 1998.

**TOWN OF BOYCE, LOUISIANA**  
**SCHEDULE OF PRIOR YEAR FINDINGS**  
**For the Year Ended May 31, 1998**

<b>SECTION I - INTERNAL CONTROL AND COMPLIANCE MATERIAL TO THE FINANCIAL STATEMENTS</b>	
Finding - The Town failed to comply with certain statutory requirements regarding the budget by overspending total budgeted expenditures by greater than five percent (5%).	Resolved - During the current year, the Town was in full compliance with all statutory requirements regarding budgets.
<b>SECTION II - INTERNAL CONTROL AND COMPLIANCE MATERIAL TO FEDERAL AWARDS</b>	
Finding - There were no findings in connection with internal control and compliance to federal awards in the prior year.	Response - N/A
<b>SECTION III - MANAGEMENT LETTER</b>	
Finding - There was no management letter issued with the prior year report.	Response - N/A

**TOWN OF BOYCE, LOUISIANA**  
**SCHEDULE OF PRIOR YEAR FINDINGS**  
**For the Year Ended May 31, 1998**

<b>SECTION I - INTERNAL CONTROL AND COMPLIANCE MATERIAL TO THE FINANCIAL STATEMENTS</b>	
<i>Finding - There were no findings in connection with internal control and compliance to the financial statements in the prior year.</i>	<i>Response - N/A</i>
<b>SECTION II - INTERNAL CONTROL AND COMPLIANCE MATERIAL TO FEDERAL AWARDS</b>	
<i>Finding - There were no findings in connection with internal control and compliance to federal awards in the prior year.</i>	<i>Response - N/A</i>
<b>SECTION III - MANAGEMENT LETTER</b>	
<i>Finding - There was no management letter issued with the prior year report.</i>	<i>Response - N/A</i>

**TOWN OF BOYCE, LOUISIANA  
MANAGEMENT'S CORRECTIVE ACTION PLAN  
For the Year Ended May 31, 1998**

<b>SECTION I - INTERNAL CONTROL AND COMPLIANCE MATERIAL TO THE FINANCIAL STATEMENTS</b>	
<p>Finding - There were no findings in connection with internal control and compliance to the financial statements.</p>	<p>Response - NOA</p>
<b>SECTION II - INTERNAL CONTROL AND COMPLIANCE MATERIAL TO FEDERAL AWARDS</b>	
<p>Finding - There were no findings in connection with internal control and compliance to federal awards.</p>	<p>Response - NOA</p>
<b>SECTION III - MANAGEMENT LETTER</b>	
<p>Finding - There is no management letter issued with this report.</p>	<p>Response - NOA</p>