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TOWN OF OLLA  
LOUISIANA

GENERAL PURPOSE FINANCIAL STATEMENTS  
COMBINING, INDIVIDUAL FUND AND  
ACCOUNT GROUP STATEMENTS, SCHEDULES  
AND SUPPLEMENTAL DATA

JUNE 30, 1998

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Release Date 6/19/98

TOWN OF OLLA  
 OLLA, LOUISIANA



\* The Town of Olla was incorporated under the Incorporation Act in August of 1899. The Town operates under the Municipal form of government. The Town provides the following significant services to its residents as provided by its charter: public safety (police and fire), highways and streets, sanitation, utilities (water and sewer service) and general administrative functions, including coordination of school services with Parish, State and Federal governing bodies.

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**June 30, 1998**

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

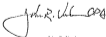
The Honorable Bruce Miller, Mayor  
and Members of the Board of Aldermen  
Orls, Louisiana

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

I conducted my audit in accordance with generally accepted auditing standards and Government Auditing Standards, issued by the Comptroller General of the United States. Those 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 includes examining, on a test basis, evidence supporting the amounts and disclosures in the general purpose financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. I believe that my audit provides a reasonable basis for my opinion.

In my opinion, the general purpose financial statements referred to above present fairly, in all material respects, the financial position of the Town of Orls, Louisiana, as of June 30, 1998, and the results of its operations and the cash flow of its proprietary fund type for the year then ended in conformity with generally accepted accounting principles.

My audit was conducted for the purpose of forming an opinion on the general purpose financial statements taken as a whole. The combining and individual fund group financial statements, which by and large listed in the table of contents are presented for the purpose of additional analysis and are not a required part of the general purpose financial statements of the Town of Orls, Louisiana. Such information has been subjected to the auditing procedures applied in the audit of the general purpose financial statements, and in my opinion, is fairly presented in all material respects in relation to the general purpose financial statements taken as a whole.



John R. Vercher

October 25, 1998  
Jena, Louisiana

John R. Vercher

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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 LOUISIANA AUDITING STANDARDS**

The Honorable Bernard M. Ehr, Mayor  
and President of the Board of Aldermen  
OLA, Louisiana

I have audited the general purpose financial statements of the Town of OLA, Louisiana as of and for the year ended June 30, 1999 and have issued my report thereon dated October 25, 1999. 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.

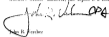
**Compliance**

In part of obtaining reasonable assurance about whether Town of OLA, 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, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with these provisions was not an objective of 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.

**Internal Control Over Financial Reporting**

In planning and performing my audit, I considered Town of OLA, 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 weaknesses 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 accounts that would be material in relation to the general purpose financial statements being audited may occur and not be detected within a timely period by employees in the 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 Town of OMA's management and Legislative Auditor's Office. However, this report is a matter of public record and its distribution is not limited.



John H. Gardner  
Town Auditor  
October 25, 1998

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



TOWN OF OLLA, LOUISIANA  
 COMMONS BALANCE SHEET  
 ALL FUND TYPES AND ACCOUNT GROUP  
 JUNE 30, 1998

	Governmental Fund Types	
	General Fund	Capital Projects
<b>ASSETS</b>		
Cash	\$ 22,000	\$ -0-
Investments(Rt. Cont)	240,821	-0-
Receivables:		
Customer Accounts Receivable	7,195	-0-
Other Receivables	7,448	-0-
Restricted Assets:		
Cash	-0-	-0-
Investments	-0-	-0-
General Fixed Assets	-0-	-0-
Plant & Equipment	-0-	-0-
Construction In Progress	-0-	-0-
Acc. Depreciation	-0-	-0-
Amount to be Provided for Retirement of Gen. Long-Term Debt	-0-	-0-
<b>TOTAL ASSETS</b>	<b>\$ 289,821</b>	<b>\$ -0-</b>
<b>LIABILITIES &amp; FUND EQUITY</b>		
<b>LIABILITIES</b>		
Accounts Payable	\$ 0,000	\$ -0-
Payable from Restricted Assets	-0-	-0-
Long Term Payables:		
Revenue Bonds	-0-	-0-
Notes Payable	-0-	-0-
<b>TOTAL LIABILITIES</b>	<b>\$ 0,000</b>	<b>\$ -0-</b>
<b>Fund Equity</b>		
Contributed Capital	\$ -0-	\$ -0-
Investment in General Fixed Assets	-0-	-0-
Retained Earnings:		
Reserved	-0-	-0-
Unreserved	-0-	-0-
Fund Balances		
Reserved For		
Unreserved-Un-designated	\$ 22,000	-0-
<b>TOTAL FUND EQUITY</b>	<b>\$ 22,000</b>	<b>\$ -0-</b>
<b>TOTAL LIABILITIES AND FUND EQUITY</b>	<b>\$ 22,000</b>	<b>\$ -0-</b>

Proprietary Fund Type	Account Group			Total (Memorandum Only)	Component Fund
	General Fixed Assets	General Long-Term Debt			
\$ 20,251	\$ -0-	\$ -0-	\$ 40,000	\$ 130,901	
100,995	-0-	-0-	440,210	3,700	
20,010	-0-	-0-	20,000	-0-	
-0-	-0-	-0-	7,000	-0-	
10,450	-0-	-0-	10,000	-0-	
200,710	-0-	-0-	200,710	-0-	
-0-	1,130,200	-0-	1,130,200	-0-	
0,000,000	-0-	-0-	0,000,000	-0-	
100,000	-0-	-0-	100,000	-0-	
(1,300,010)	-0-	-0-	(1,300,010)	-0-	
-0-	-0-	20,307	20,307	-0-	
\$ 2,020,001	\$ 1,130,200	\$ 20,307	\$ 2,070,070	\$ 130,701	
\$ 10,000	\$ -0-	\$ -0-	\$ 20,000	\$ -0-	
110,000	-0-	-0-	110,000	-0-	
700,000	-0-	-0-	700,000	-0-	
20,000	-0-	20,307	20,000	-0-	
\$ 800,000	\$ -0-	\$ 20,307	\$ 820,000	\$ -0-	
\$ 1,000,000	\$ -0-	\$ -0-	\$ 1,000,000	\$ -0-	
-0-	1,130,200	-0-	1,130,200	-0-	
100,000	-0-	-0-	100,000	-0-	
(200,010)	-0-	-0-	(200,010)	-0-	
-0-	-0-	-0-	000,000	100,000	
\$ 1,100,000	\$ 1,130,200	\$ -0-	\$ 2,000,000	\$ 100,000	
\$ 2,000,001	\$ 1,130,200	\$ 20,307	\$ 2,070,070	\$ 130,701	

The accompanying notes are an integral part of this statement.

TOWN OF OLLA, LOUISIANA  
 COMBINED STATEMENT OF REVENUES, EXPENDITURES  
 AND CHANGES IN FUND BALANCES  
 ALL GOVERNMENTAL TYPES  
 YEAR ENDED JUNE 30, 1968

	General Fund	Capital Projects	Totals (Memoranda Only)	Component Fund
				Change in Balance
<b>REVENUES:</b>				
State	\$ 84,288	\$ -0-	\$ 84,288	\$ -0-
Licenses & Permits	22,748	-0-	22,748	-0-
Intergovernmental	82,473	248,400	330,873	-0-
Charges for Services	84,474	-0-	84,474	-0-
Grants	80,343	-0-	80,343	-0-
Interest	-0-	-0-	-0-	6,877
Miscellaneous	22,803	-0-	22,803	-0-
Donations, Memorial, Etc.	-0-	-0-	-0-	2,282
Operating Income	-0-	-0-	-0-	2,832
<b>TOTAL REVENUES</b>	<b>\$ 386,736</b>	<b>\$ 248,400</b>	<b>\$ 635,136</b>	<b>\$ 12,868</b>
<b>EXPENDITURES:</b>				
Current -				
General Government	\$ 185,504	\$ -0-	\$ 185,504	\$ -0-
Public Safety	-0-	-0-	-0-	-0-
Police	128,805	-0-	128,805	-0-
Fire	21,400	-0-	21,400	-0-
Fire and Protection	88,548	-0-	88,548	-0-
Sanitary	-0-	-0-	-0-	8,127
Capital Projects	-0-	168,838	168,838	-0-
<b>TOTAL EXPENDITURES</b>	<b>\$ 314,857</b>	<b>\$ 168,838</b>	<b>\$ 483,695</b>	<b>\$ 8,127</b>
<b>EXCESS (DEFICIT) OF REVENUES OVER</b>				
<b>LENDING EXPENDITURES (OTHER THAN</b>				
<b>FINANCING SOURCES) (DEFICIT)</b>	<b>\$ 71,879</b>	<b>\$ -0-</b>	<b>\$ 71,879</b>	<b>\$ 4,741</b>
<b>OTHER FINANCING SOURCES (DEFICIT)</b>				
Transfers	\$ 1442	\$ -0-	\$ 1442	\$ -0-
<b>TOTAL OTHER FINANCING SOURCES (DEFICIT)</b>	<b>\$ 1442</b>	<b>\$ -0-</b>	<b>\$ 1442</b>	<b>\$ -0-</b>
<b>EXCESS (DEFICIT) OF REVENUES OVER</b>				
<b>LENDING EXPENDITURES AFTER OTHER</b>				
<b>FINANCING SOURCES (DEFICIT)</b>	<b>\$ 73,321</b>	<b>\$ -0-</b>	<b>\$ 73,321</b>	<b>\$ 4,741</b>
<b>FUND BALANCE, BEGINNING OF YEAR</b>	<b>218,710</b>	<b>-0-</b>	<b>218,710</b>	<b>128,681</b>
<b>FUND BALANCE, END OF YEAR</b>	<b>\$ 292,031</b>	<b>\$ -0-</b>	<b>\$ 292,031</b>	<b>\$ 133,422</b>

The accompanying notes are an integral part of this statement.

TOWN OF GILA, LOUISIANA  
 (CONTINUED) STATEMENT OF REVENUES, EXPENDITURES AND  
 CHANGES IN FUND BALANCES  
 BUDGET AND ACTUAL  
 GENERAL AND CAPITAL PROJECTS FUNDS  
 JUNE 30, 1988

	GENERAL FUND			CAPITAL PROJECTS		
	Budget	REVISED	VARIATION	Budget	ACTUAL	VARIATION
		AMOUNT	FAVORABLE/		GAAP	FAVORABLE/
	Basis	(Unfavorable)	Basis	(Unfavorable)		
<b>Revenues:</b>						
Taxes	\$ 48,384	\$ 44,388	\$ 18,084)	\$ -0-	\$ -0-	\$ -0-
License and						
Fees	32,000	32,784	3,784)	-0-	-0-	-0-
Intergovernmental	58,481	62,473	8,992)	188,488	188,488	-0-
Charges for						
Services	68,488	64,876	8,612)	-0-	-0-	-0-
Fines	71,000	80,343	3,343)	-0-	-0-	-0-
Miscellaneous	52,955	55,888	3,133)	-0-	-0-	-0-
<b>Total Revenues</b>	<b>\$ 382,308</b>	<b>\$ 386,952</b>	<b>\$ 4,644)</b>	<b>\$ 188,488</b>	<b>\$ 188,488</b>	<b>\$ -0-</b>
<b>Expenditures:</b>						
Current						
General						
Government	\$ 88,813	\$ 88,854	\$ 17,041)	\$ -0-	\$ -0-	\$ -0-
Police	182,343	188,488	(3,844)	-0-	-0-	-0-
Fire	18,817	21,488	(2,671)	-0-	-0-	-0-
Sewer &						
Sanitation	70,488	88,888	3,888)	-0-	-0-	-0-
Public Works	-0-	-0-	-0-	188,488	188,488	-0-
<b>Total Expenditures</b>	<b>\$ 382,851</b>	<b>\$ 386,418</b>	<b>\$ (8,881)</b>	<b>\$ 188,488</b>	<b>\$ 188,488</b>	<b>\$ -0-</b>
<b>Excess (Deficit) of</b>						
<b>Revenues Over (Under)</b>						
<b>Expenditures Before</b>						
<b>Other Financing</b>						
<b>Source (Uses)</b>	<b>\$ 48,457</b>	<b>\$ 47,534</b>	<b>\$ (1,321)</b>	<b>\$ -0-</b>	<b>\$ -0-</b>	<b>\$ -0-</b>
<b>Other Financing</b>						
<b>Source (Uses)</b>	<b>\$ -0-</b>	<b>\$ 1,881</b>	<b>\$ (481)</b>	<b>\$ -0-</b>	<b>\$ -0-</b>	<b>\$ -0-</b>
<b>Total Other Financing</b>	<b>\$ -0-</b>	<b>\$ 1,881</b>	<b>\$ (481)</b>	<b>\$ -0-</b>	<b>\$ -0-</b>	<b>\$ -0-</b>
<b>Excess (Deficit) of</b>						
<b>Revenues Over (Under)</b>						
<b>Expenditures After</b>						
<b>Other Financing</b>						
<b>Source (Uses)</b>	<b>\$ 48,457</b>	<b>\$ 49,415</b>	<b>\$ (1,858)</b>	<b>\$ -0-</b>	<b>\$ -0-</b>	<b>\$ -0-</b>
<b>Fund Balance</b>						
<b>Beginning of Year</b>	<b>288,328</b>	<b>288,328</b>	<b>-0-</b>	<b>-0-</b>	<b>-0-</b>	<b>-0-</b>
<b>Fund Balance End</b>	<b>\$ 288,328</b>	<b>\$ 288,328</b>	<b>\$ (1,858)</b>	<b>\$ -0-</b>	<b>\$ -0-</b>	<b>\$ -0-</b>
<b>of Year</b>						

The accompanying notes are an integral part of this statement.

TOWN OF OLEA, LOUISIANA  
 STATEMENT OF REVENUES, EXPENSES AND CHANGES IN RETAINED EARNINGS  
 ALL PROPRIETARY FUND TYPES  
 ENTERPRISE FUNDS  
 YEAR ENDED JUNE 30, 1998

<b>OPERATING REVENUES:</b>	
Water Department:	
Charges for Service	\$ 141,892
Other Charges	1,522
Total Water Department	\$ 143,414
Sewer Department:	
Charges for Service	\$ 88,500
Sales Taxes	145,500
Other Charges	800
Total Sewer Department	\$ 234,800
<b>TOTAL OPERATING REVENUES</b>	<b>\$ 378,214</b>
<b>OPERATING EXPENSES:</b>	
Water Department:	
Salaries and Related Cost	\$ 82,800
Materials and Supplies	24,500
Depreciation	22,000
Repairs and Maintenance	27,500
Utilities	18,700
Insurance	4,500
Travel Expense	2,000
Miscellaneous	1,500
Office Expense	1,000
Total Water Department	\$ 186,500
Sewer Department:	
Salaries and Related Costs	\$ 82,375
Materials and Supplies	11,500
Depreciation	47,000
Repairs and Maintenance	18,500
Utilities	12,400
Sewer Analysis	3,500
Insurance	3,800
Travel Expense	2,500
Miscellaneous	700
Postage	1,000
Expenses Paid	12,000
Sales Tax Expense	1,000
Total Sewer Department	\$ 187,275
<b>TOTAL OPERATING EXPENSES</b>	<b>\$ 373,775</b>
Operating Income (Loss)	\$ 4,439
Non-Operating Revenues (Expenses):	
Interest Income	\$ 22,400
Interest Expense	(42,500)
Intergovernmental - Sewer Grant	12,000
Sewer Grant Repairs	(12,000)
Transfers	400
<b>TOTAL NON-OPERATING REVENUES (EXPENSES)</b>	<b>\$ 0</b>
Net Income (Loss)	\$ 4,439
Retained Earnings (Deficit), Beginning	\$ 1,209,404
Retained Earnings (Deficit), Ending	\$ 1,213,843

The accompanying notes are an integral part of this statement.

TOWN OF OLLA, LOUISIANA  
STATEMENT OF CASH FLOWS

ALL PROPRIETARY FUND TYPES  
WATERFURNISH FUND  
YEAR ENDED JUNE 30, 1998

Cash from Operations:		
Net Income (Loss) Before Transfers		\$ 36,484
Operating Transfers		<u>    441</u>
Net Income after Transfers		\$ 36,925
Adjustments to Net Income (Loss):		
Add - Depreciation	\$ 71,000	
Add - Allowance For Bad Debts	220	
Decrease In Accrued Interest	(2,840)	
Decrease In Accounts Receivable	7,204	
Increase In Accounts Payable	<u>    2,882</u>	
Net Adjustments		<u>82,266</u>
Cash Provided by Operations		\$ 119,191
Cash from Customer Deposits		3,020
Cash Provided by Restricted Funds		2,720
Change in Contributions		<u>143,525</u>
Total Cash Provided		\$ 268,436
Cash Was Applied To:		
Notes Payable	\$ 21,224	
Revenue Bonds	32,787	
Payable to LaSalle High School	2,778	
Transmittals	62,410	
Fixed Assets	12,724	
Construction in Progress	<u>148,429</u>	
Total Cash Applied		\$ 317,652
Net Increase (Decrease) in Cash Flow		\$ 50,784
Cash Beginning of Year		<u>    22,882</u>
Cash End of Year		\$ 73,666

The accompanying notes are an integral part of this statement.

## NOTES TO THE FINANCIAL STATEMENTS

## Town of Olla, Louisiana

### Notes to Financial Statements

#### 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The Town of Olla was incorporated under the Louisiana Act in August of 1898. The Town operates under the Mayor-Board of Aldermen form of government. The Town provides the following significant services to its residents as provided by its charter: public safety (police and fire), highways and streets, sanitation, welfare center and sewer services and general administrative functions, including coordination of related services with Parish, State and Federal governing bodies.

The accounting policies of the Town of Olla conform to generally accepted accounting principles as applicable to governments. The following is a summary of the more significant accounting policies:

##### A. Reporting Entity

This report includes all funds and the account group which are controlled by or dependent on the Town's executive and legislative branches (the Mayor and Board of Aldermen). Control by or dependence on the Town 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 Town of Olla are organized on the basis of funds and an account group, each of which is considered a separate accounting entity. The various funds and account groups are reported by generic fund type in the financial statements. Each fund operates with a group of self-balancing accounts that comprise its assets, liabilities, fund equity, revenues and expenditures, as 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 manner by which spending activities are controlled. The following fund categories, fund types and account groups are used by the Town:

#### GOVERNMENTAL FUND TYPES

##### General Fund

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



## Town of Olla, Louisiana

### Notes to Financial Statements (cont.)

#### PROPRIETARY FUND TYPES

##### Enterprise Fund

The Enterprise Fund is used to account for operations that are financed and operated similar to private business enterprises whereby the intent of the governing body is that the costs, including depreciation, of providing goods or services to the general public be financed or recovered primarily through user charges or fee 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 Town's Enterprise Fund is comprised of its Utility Department's water and sewer systems.

##### ACCOUNTS GROUPS

###### General Fixed Assets Account Group

This account group is established to account for all fixed assets of the Town, except those accounted for in the Enterprise Fund.

###### General Long-Term Debt Account Group

This account group is established to account for all long-term obligations of the Town, except those long-term obligations accounted for in the Enterprise Fund. The Town had no general long-term debt at June 30, 1998.

#### C. BASIS OF ACCOUNTING

Basis of accounting refers to the time at which revenues and expenditures or expenses are recognized in the accounts and reported in the financial statements. Basis of accounting relates to the timing of the measurement made, regardless of the measurement basis applied.

##### Governmental Funds

These funds are accounted for using the modified accrual basis of accounting. Their revenues are recognized when they become measurable and available in net current assets. Ad Valorem taxes and charges for services are considered "measurable" at the time of billing. Licenses and permits, intergovernmental revenue, fines, franchise taxes and miscellaneous other revenues are generally recorded as revenues when accrued in cash because they are generally not measurable until actually received.

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

##### Proprietary Fund

This fund is accounted for using the accrual basis of accounting. Its revenues are

## Town of Olla, Louisiana

### Notes to Financial Statements (cont.)

recognized when they are earned, and its expense are recognized when they are incurred. Enterprise fund activities are classified when collection efforts indicate that such account is doubtful of being collected.

#### B. 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 funds are accounted for on a spending or "financial flow" measurement focus. This means that only current assets and current liabilities are generally included on their balance sheets. Their reported fund balances but current assets is considered a measure of "available spendable resources." Governmental fund operating statements present increases revenues and other financing sources and decreases expenditures and other financing used in net current assets. Accordingly, they are used to present a summary of sources and uses of "available spendable resources" during a period.

Fixed assets used in governmental fund type operations (physical fixed assets) are accounted for in the General Fixed Assets Account Group, rather than in governmental funds. Public domain (infrastructure) general fixed assets consisting of certain improvements, including roads, bridges, curbs and gutters, streets and sidewalks, drainage systems and lighting systems are not capitalized.

All fixed assets of the Proprietary Fund are valued at historical cost. The General fixed Asset Account Group property records are not sufficiently detailed to provide data with respect to whether the assets acquired prior to June 30, 1982, are recorded at historical cost, estimated historical cost, or at estimated fair value on date donated. General fixed assets acquired subsequent to June 30, 1982 are recorded at historical cost, with the exception of a \$5,000 building donated to the Town in 1993 and \$5,500 worth of land donated in 1996.

Long-term liabilities reported to be financed from governmental funds are accounted for in the General Long-Term Debt Account Group, not in the governmental funds.

The two account groups are not "funds." They are concerned only with the measurement of financial position. They are not involved with measurement of results of operations. Because of their spending measurement focus, expenditure recognition for governmental fund types is limited to include amounts represented by measured liabilities. Since they do not affect net current assets, such long-term amounts are not recognized as governmental fund type expenditures or fund liabilities. They are instead reported as liabilities in the General Long-Term Account Group.

The proprietary fund is accounted for on a cost of services or "capital maintenance" measurement focus. This means that all assets and all liabilities (whether current or measured) associated with its activity is included on its balance sheets. Its reported fund equity (net total assets) is segregated into contributed capital and retained earnings components. Proprietary fund type operating statements present increases revenues and decreases expenses in net total assets.

For the year ended June 30, 1998, no interest costs were capitalized for construction of fixed assets.

## Town of Olla, Louisiana

### Notes to Financial Statements (cont.)

#### 10. FIXED ASSETS AND LONG-TERM LIABILITIES/DEBTS

Depreciation of all depreciable fixed assets used by the proprietary fund is charged as an expense against its operations. Accumulated depreciation is reported on the proprietary fund balance sheet. Depreciation has been provided using the estimated useful lives using the straight line method. The estimated useful lives are as follows:

	31/31/11 Years
Water System	40
Power System	40
Buildings	20
Trucks and Tractors	5-8
Equipment	2-5

#### 11. BUDGETS AND BUDGETARY ACCOUNTING

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

1. The Town Clerk prepares a proposed budget, based on departmental group budget requests, and submits same to the Mayor and Board of Aldermen no later than fifteen days prior to the beginning of each fiscal year.
2. A summary of the proposed budget is published and the public notified that the proposed budget is available for public inspection. At the same time, a public hearing is called.
3. A public hearing is held on the proposed budget at least ten days after publication of the call for the hearing.
4. After the holding of the public hearing and completion of all action necessary to finalize and implement the budget, the budget adopted through passage of an ordinance prior to the commencement of the fiscal year for which the budget is being adopted.
5. Budgetary amendments involving the transfer of funds from one department, program or function to another or involving increases in expenditures resulting from revenues exceeding amounts estimated require the approval of the Board of Aldermen.
6. All budgetary appropriations lapse at the end of the fiscal year.
7. The budget was amended during the year.

#### 12. CASH AND INVESTMENTS

All cash and investments (TIC) on deposit at banks in excess of 90 days are reported at cost and are on deposit at the following federally insured banks:

Town of Olla, Louisiana

Notes to Financial Statements (cont)

F. CASH - (CONT)

Bank	Bank Statement Balance 6-30-99
Southern Heritage Bank	\$ 147,287
Bank of Java	85,852
Concordia Bank	6,822
Total	<u>\$ 239,961</u>

Amounts on deposit at the bank are secured by the following:

Description	Market Value
FDIC	\$ 242,289
Securities	22,212
Total	<u>\$ 264,501</u>

G. INVENTORIES

Material amounts of inventory are maintained for general fund and enterprise fund operations and, accordingly, supplies are reported as purchased.

H. BAD DEBTS - GENERAL FUND AND ALLOWANCE FOR BAD DEBTS - ENTERPRISE FUND

Uncollectible amounts due the customer's garbage billings are charged to a reserve for bad debts at the time information becomes available which would indicate the uncollectibility of the particular receivable. At June 30, 1999 no reserve for bad debts was required since the estimated uncollectible receivables outstanding was considered immaterial. The Enterprise Fund allowance for bad debts was established at 5% of total receivables. Detail receivables of the Enterprise Fund follow:

	Enterprise Fund
Total Accounts Receivable	\$ 32,119
Allowance For Bad Debts	<u>11,600</u>
Net Accounts Receivable	<u>\$ 20,519</u>

## Town of Olla, Louisiana

### Notes to Financial Statements (cont.)

#### I. COMPENSATION AGREEMENTS

Vacation and sick leave are accrued as an expenditure or expense when paid. Vacation earned is based on the number of years of service as follows:

<u>Full-Time Employment</u>	<u>Days Earned Per Year</u>
One year to less than three years	5
Three or more years	10

Vacation time is not cumulative and must be taken in 1/2 day or more increments. Sick leave is earned on the basis of one day per month of continuous employment. Unused accumulated sick leave from one year may be carried forward to the succeeding year. All sick leave is forfeited upon termination of employment with the Town.

Based on the above described compensated absence policy, no liability for compensated absences for the Town of Olla is required to be presented at June 30, 2008.

#### J. RESERVES

The Town reserves 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:

##### Reserved for Depreciation and Contingencies

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

##### Reserved - Revenue Bonds

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

##### Reserved for Debt Service

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

#### K. TOTAL LIABILITIES ON COMBINED STATEMENTS - OVERVIEW

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

Town of Olla, Louisiana

Notes to Financial Statements (cont.)

22 AD VALOREM TAXES AND SALES TAXES

The Town levies taxes on real and business personal property located within its boundaries. The Town utilizes the services of the LaSalle Parish Tax Assessor to assess the property values and prepare the Town's property tax roll. The Town bills and collects its own property taxes.

Property Tax Calendar

Assessment Date	January 1
Levy Date	No Later Than June 1
Tax Bills Mailed	On or About October 15
Total Taxes Due	December 31
Penalties and Interest are Added	January 1
lien Date	January 1

For the year ended June 30, 1998, taxes of 7.96 mills were levied against property having a valuation of some \$1,525,090 which produced some \$27,978 in revenue. All taxes levied, 7.96 mills, were for general corporate purposes. Ad Valorem taxes receivable are not of allowance for collectible taxes of less than \$100 as of June 30, 1998.

The Town began collecting a 3% Sales Tax on May 1, 1998 to fund operation and maintenance of the Town's sewage facilities.

23 RESTRICTED ASSETS - PROPRIETARY FUND TYPES

At June 30, 1998, restricted assets of the Enterprise fund were invested in other interest bearing checking accounts or time deposits and were restricted for the following purposes:

Revenue Bonds Payable	\$ 89,771
Revenue Bond Reserve Fund	43,075
Depreciation and Contingency Fund	43,888
Customer's Deposits	93,417
<b>Total</b>	<b>\$ 267,131</b>

24 CHANGES IN GENERAL FIXED ASSETS

	Balance 6-30-97	ADDITIONS	DELETIONS	Balance 6-30-98
land	\$ 84,388	\$ -0-	\$ -0-	\$ 84,388
Buildings	429,739	-0-	-0-	429,739
Improvements	32,423	-0-	-0-	32,423
Equipment	919,499	89,349	129,709	879,139
<b>Total</b>	<b>\$ 1,465,709</b>	<b>\$ 89,349</b>	<b>\$ 129,709</b>	<b>\$ 1,425,349</b>

25 ENTERPRISE FUND PROPERTY PLANT AND EQUIPMENT

A summary of enterprise fund property, plant and equipment at June 30, 1998, is as follows:

**Town of Olla, Louisiana**

**Notes to Financial Statements (cont)**

**(2) INTERPRETIVE TRAIL PROPERTY PLANT AND EQUIPMENT (cont)**

	Balance 6-30-87	Additions (Deductions)	Balance 6-30-88	6-30-88 Accumulated Depreciation
Buildings	\$ 81,425	\$ -0-	\$ 81,425	\$ 17,893
Water System	783,323	-0-	783,323	455,156
Sewer System	1,788,558	-0-	1,788,558	738,481
Trucks, Machinery & Equipment	128,578	15,795	144,373	114,480
Construction in Progress	35,158	385,439	420,597	-0-
<b>Subtotal</b>	<b>\$ 2,877,022</b>	<b>\$ 171,234</b>	<b>\$ 3,048,256</b>	<b>\$ 1,325,910</b>
Acc. Depreciation	(1,261,168)	-0-	(1,261,168)	-0-
<b>Net</b>	<b>\$ 1,615,854</b>	<b>\$ -0-</b>	<b>\$ 1,615,854</b>	<b>\$ 1,325,910</b>

**(3) CHANGES IN LONG-TERM DEBT**

The following is a summary of bond and installment notes payable transactions of the Town of Olla for the year ended June 30, 1988.

	Balance 6-30-87	Additions	Reductions	Balance 6-30-88
Revenue Bonds & Notes	\$ 692,714	\$ -0-	\$ (58,555)	\$ 789,191

Bond and installment notes payable at June 30, 1988 are comprised of the following individual items:

**Revenue Bonds (Enterprise Fund)**

\$ 200,000 Water Revenue Bonds dated 12-4-78, due in annual installments of \$ 2,000 to \$ 18,000 through December 31, 1988; interest at 8 percent.	\$ 200,000
\$ 180,000 Sewer Revenue Bonds dated 6-14-81, due in annual installments of \$ 2,000 to \$ 8,000 through August 31, 1988; interest at 8 percent.	180,000
\$ 100,000 Sewer Revenue Bonds dated 7-3-83, due in annual installments of \$ 20,400 through August 14, 1988; interest at 8 percent.	100,100

**Revenue Note:**

Note to Utility Services Co. originated for \$71,300, bearing an 8% rate, payable in 3 annual installments: the first for \$25,100 and the remaining at \$23,600. The agreement contains a nonrecognition clause.	71,300
---	--------

**TOTAL**

**\$ 789,191**

The annual requirements to amortize all debt outstanding as of June 30, 1988, including interest payments of \$734,075 are as follows:

**Town of Olla, Louisiana**

**Notes to Financial Statements (cont.)**

**(b) CHANGES IN LONG-TERM DEBT ACCOUNT**

Year Ending June 30,	Water Construction Bonds	Water Revenue Bonds	Sewer Revenue Bonds	Total
1999	\$ 25,766	\$ 10,000	\$ 42,500	\$ 83,266
2000-2000	-0-	75,000	222,250	307,250
2000-2010	-0-	75,000	222,250	307,250
2011-2020	-0-	125,000	724,250	849,250
<b>Total</b>	<b>\$ 25,766</b>	<b>\$ 305,000</b>	<b>\$ 1,283,500</b>	<b>\$ 1,614,266</b>

Under the terms of the bond indentures on outstanding Water Revenue Bonds dated December 4, 1978, earnings of the waterworks system are to be maintained separately and used for the following purposes:

(a) Payment of all reasonable and necessary expenses of operating and maintaining the system.

(b) Each month there will be set aside into a fund called the "Waterworks Revenue Bond and Interest Sinking Fund" an amount constituting 1/12 of the next principal and interest payment.

(c) Each month, there will be set aside into a "Waterworks Reserve Fund" 5% of the amount paid into the Sinking Fund until such time as there has been accumulated there in the sum of \$18,750. These funds may be used only for the payment of maturing bonds and interest coupons for which sufficient funds are not available in the Sinking Fund. As of June 30, 1999 the Town of Olla had set aside the minimum required amount into this "Waterworks Reserve Fund".

(d) There will also be set aside into a "Waterworks Depreciation and Contingency Fund" \$60 per month. These funds will be used to care for depreciation, extensions, additions, improvements and replacements necessary to operate the system properly, and to pay interest and principal on bonds when there is not sufficient money in the Sinking or Reserve Fund.

(e) All of the revenues received in any fiscal year and not required to be paid in such fiscal year into any of the above noted funds shall be regarded as surplus and may be used for any lawful purpose.

Under the terms of the bond indentures on outstanding Sewer Revenue Bonds dated August 21, 1980, and those dated September 5, 1989, earnings of the Sewer system are to be maintained separately and used for the following purposes:

(a) Payment of all reasonable and necessary expenses of operating and maintaining the system.



## Town of Olla, Louisiana

### Notes to the Financial Statement (cont.)

#### 16 CHANGES IN LONG-TERM DEBT - (CONT)

6d Each month, there will be set aside into a fund called the "Sinking Fund" an amount constituting 1/12 of the next principal and interest payment.

6e Each month, there will be set aside into a "Sewer Reserve Fund" 2% of the amount paid into the Sinking Fund until such time as there has been accumulated there in the sum of \$45,000. These funds may be used only for the payment of maturing bonds and interest coupons for which sufficient funds are not available in the Sinking Fund. As of June 30, 1998 the Town of Olla had set aside the amount of \$32,213 into this "Sewer Reserve Fund".

6f There will also be set aside into a "Sewer Depreciation and Contingency Fund" \$388 per month. These funds will be used to cover for depreciation, extensions, additions, improvements and replacements necessary to operate the system properly, and to pay interest and principal on bonds when there is not sufficient money in the Sinking or Reserve Funds. When the Revenue Bonds dated August 18, 1981 are paid in full the monthly payment may be reduced to \$164.

6g All of the revenues received in any fiscal year and not required to be paid in each fiscal year into any of the above noted funds shall be regarded as surplus and may be used for any local purpose.

At June 30, 1998 the Enterprise Fund Retained Earnings were reserved for the purposes noted above as follows:

Sewer Bond Reserve Fund	\$	18,288
Depreciation and Contingency Fund		42,564
		-----
Total	\$	61,852
		-----

#### 7. PENSION PLAN

Substantially all employees of the Town of Olla are members of the following statewide retirement systems: Municipal Employees Retirement System of Louisiana, Municipal Police Employees Retirement System of Louisiana, or Firefighters' Retirement System of Louisiana. These systems are cost-sharing, multiple-employer defined benefit pension plans administered by separate boards of trustees. Pertinent information relative to each plan follows:

##### A. Municipal Employees Retirement System of Louisiana System

*Plan Description.* The System is composed of two distinct plans, Plan A and Plan B, with separate assets and benefit provisions. All employees of the municipality are members of (Plan A) Plan B. (For Some employees of the municipality are members of Plan A and some are members of Plan B)

All permanent employees working at least 35 hours per week who are not covered by another pension plan and are paid wholly or in part from municipal funds and all elected municipal officials are eligible to participate in the System. Under Plan A, employees who retire at or after age 60 with at least 30 years of creditable service, or

## Town of Olla, Louisiana

### Notes to the Financial Statement (cont.)

#### V. PENSION PLAN - *Contd.*

or after age 55 with a least 25 years of creditable service, or after any age with at least 30 years of creditable service are entitled to a retirement benefit, payable monthly for life, equal to 2 percent of their final-average salary for each year of creditable service.

Under Plan B, employees who retire at or after age 58 with at least 30 years of creditable service or at or after age 55 with at least 35 years of creditable service are entitled to a retirement benefit, payable monthly for life, equal to 2 percent of their final-average monthly salary in excess of \$100 for each year of creditable service. Furthermore, employees with at least 30 years of creditable service, but less than 30 years, may take early retirement benefits commencing at or after age 60, with the basic benefit reduced 3 percent for each year retirement precedes age 62, unless he has at least 30 years of creditable service. In any case, monthly retirement benefits paid under Plan B cannot exceed 100 percent of final-average salary. Final-average salary is the employee's average salary over the 36 consecutive or placed months that produce the highest average. Employees who terminate with at least the amount of creditable service stated above, and do not withdraw their employee contributions, may retire at the age specified above and receive the benefits accrued to their date of termination. The System also provides death and disability benefits. Benefits are established or amended by state statute.

The System issues an annual publicly available financial report that includes financial statements and required supplementary information for the System. That report may be obtained by writing to the Municipal Employees Retirement System of Louisiana, 7047 Office Park, Boulevard, Baton Rouge, Louisiana 70809, or by calling 584-0025-4000.

**Planing Policy.** Under Plan A, members are required by state statute to contribute 9.25 percent of their annual covered salary and the Town of Olla is required to contribute at an actuarially determined rate. The current rate is 5.25 percent of annual covered payroll. Under Plan B, members are required by state statute to contribute 5.0 percent of their annual covered salary and the Town of Olla is required to contribute at an actuarially determined rate. The current rate is 2.75 percent of annual covered payroll. Contributions to the System also include one-fourth of one percent branch charges and East Baton Rouge Parish of the taxes shown to be collectible by the tax rolls of each parish. These tax charges are divided between Plan A and Plan B based proportionately on the salaries of the active members of each plan. The contribution requirements of plan members and the Town of Olla are established and may be amended by state statute. As provided by Louisiana Revised Statute 11:703, the employee contributions are determined by actuarial valuation and are subject to change each year based on the results of the valuation for the prior fiscal year. The Town of Olla's contributions to the System under Plan B for the years ending June 30, 1994, 1995, and 1996 were \$3,089, \$3,571, and \$2,782, respectively, equal to the required contributions for each year.

#### B. Municipal Police Employees Retirement System of Louisiana

**Plan Description.** All full-time police department employees engaged in law enforcement are required to participate in the System. Employees who retire at or after age 50 with at least 20 years of creditable service are at or after age 55 with at least 12 years of creditable service are entitled to a retirement benefit, payable monthly for life, equal to

## Town of Olla, Louisiana

### Notes to the Financial Statements (cont.)

#### 3. EMPLOYEE RETIREMENT SYSTEMS - CONT'D

3.18 percent of their *final* average salary for each year of creditable service. *Final* average salary is the employee's average salary over the 36 consecutive or joint months that produce the highest average. Employees who terminate with at least the amount of creditable service stated above, and do not withdraw their employee contributions, may retire at the ages specified above and receive the benefits accrued to their date of termination. The System also provides death and disability benefits. Benefits are established or amended by state statute.

The System issues an annual publicly available financial report that includes financial statements and required supplementary information for the System. That report may be obtained by writing to the Municipal Police Employees Retirement System of Louisiana, 804 United Plaza Boulevard, Baton Rouge, Louisiana 70804-2250, or by calling 504-939-7411.

*Funding Policy.* Plan members are required by state statute to contribute 7.5 percent of their annual covered salary and the Town of Olla is required to contribute at an actuarially determined rate. The current rate is 9.0 percent of annual covered payroll. The contribution requirements of plan members and the Town of Olla are established and may be amended by state statute. As provided by Louisiana Revised Statute 12:183, the employer contributions are determined by actuarial valuation and are subject to change each year based on the results of the valuation for the prior fiscal year. The Town of Olla's contributions to the System under the years ending June 30, 1998, 1997, and 1996 were \$2,085, \$4,819, and \$2,956, respectively, equal to the required contributions for each year.

#### 3. FUND INTEREST

The Intergovt Fund ended the year with a realized earnings deficit of \$102,868 that resulted from depreciation expense taken on that portion of the plant built with contributed capital. To date \$1,525,812 in depreciation expense has been taken on that portion of the plant funded with contributed capital.

#### 3. LITIGATION

The Town of Olla is involved in no litigation as June 30, 1998, which is not covered by the Town's applicable insurance policies or is considered to be significant to the Town's financial statements.

## Town of Olla, Louisiana

### Notes to the Financial Statement (cont.)

#### 10. TRUSTED OFFICIALS' SALARIES

<u>Name</u>	<u>TITLE</u>	<u>Annual Salary</u>	<u>Period of Service</u>
Edward Miller	Mayor	\$ 13,000	7/1/97 - 6/30/98
D. L. McDougald	Alderman	100	7/1/97 - 6/30/98
John Grimes	Alderman	00	7/1/97 - 6/30/98
Lee Bruchterpft	Alderman	100	7/1/97 - 6/30/98
Foy Masters	Alderman	100	7/1/97 - 6/30/98
Wanda Lewis	Alderman	100	7/1/97 - 6/30/98
Gary Taylor	Town Chief	24,000	7/1/97 - 6/30/98

#### 11. CONTINGENCIES AND SUBSEQUENT EVENTS

The Town was informed by letter on September 15, 1997 by the Louisiana Department of Environmental Quality that the Town is in violation of portions of the Louisiana Environmental Quality Act, La. R.S. 902801 as it related to the operation and maintenance of the Town's sewer system.

NOTES TO  
CILLA CEMETERY BOARD  
AS CORPUSCULE UNIT OF TOWN OF CILLA, LOUISIANA

**Olds Cemetery Board  
Town of Olds, Louisiana**

**Notes To Financial Statements**

**D. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

**The Cemetery Board**

The Cemetery Board was created to manage and maintain the Olds Cemetery. The board members are appointed by the Town of Olds, Louisiana and outline the Town's policies and acts. Therefore, the Cemetery Fund is considered a component unit of the Town of Olds, Louisiana.

**ACCOUNTING POLICIES**

The accounting policies of the Olds Cemetery Board conform to generally accepted accounting principles as applicable to governments. The following is a summary of the more significant accounting policies:

**A. REPORTING ENTITY**

This report includes all funds which are controlled by or dependent on the Board. Control by or dependence on the Town was determined on the basis of appointment of governing body and other general oversight responsibility.

**B. FUND ACCOUNTING**

The accounts of the Board are organized on the basis of funds, each of which is considered a separate accounting entity. The various funds are reported by generic fund type in the financial statements. Each fund operates with a group 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 the individual funds based upon the purposes for which they are to be spent and the means by which operating activities are controlled. The following fund types are used by the Board.

**GOVERNMENTAL FUND TYPES**

**General Fund**

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

**Special Revenue Fund**

Special Revenue Funds are used to account for the proceeds of specific revenue sources that are restricted to expenditures for specific purposes. The Board's only Special Revenue Fund is the Perpetual Care Fund.

Olla Cemetery Board  
Town of Olla, Louisiana

Notes To Financial Statements (cont.)

C. BASIS OF ACCOUNTING:

Basis of accounting refers to the time at which revenue and expenditures or expenses are recognized in the accounts and reported in the financial statements. Basis of accounting refers to the timing of the measurements made, regardless of the measurement basis applied.

Governmental Fund - These funds are accounted for using the modified accrual basis of accounting. Their revenues are recognized when they become measurable and available as net current assets.

Expenditures are generally recognized under the modified accrual basis of accounting when the related fund liability is incurred.

D. CASH AND INVESTMENTS

As June 30, 1998, the carrying amount (book balance) of the Board's deposits with financial institutions was \$335,981 and the bank balance was \$335,981. All of the bank balance was covered by federal deposit insurance and securities pledged to secure the Town's deposits. Investments represent 50 shares of Pacific Gas and Electric valued at \$21.50 per share or \$1,075 and 20 shares of General Public Utility valued at \$37.50 per share or \$750 as of June 30, 1998.

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



### GENERAL FUND

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

TOWN OF OLLA, LOUISIANA  
GENERAL FUND

BALANCE SHEET  
JUNE 30, 1993

ASSETS

Cash	\$ 12,442
Investments	262,321
Receivables:	
Customers Accounts Receivable	7,186
Franchise Receivables	<u>2,496</u>
Total Assets	\$ <u>384,445</u>

LIABILITIES AND FUND BALANCE

Liabilities

Accounts Payable	\$ <u>8,222</u>
Total Liabilities	\$ <u>8,222</u>

Fund Balance

Unreserved - Undesignated	\$ <u>282,182</u>
Total Liabilities and Fund Balance	\$ <u>290,404</u>

The accompanying notes are an integral part of this statement.

TOWN OF ILLA, LOUISIANA  
GENERAL FUND

STATEMENT OF REVENUES AND EXPENDITURES  
AND CHANGES IN FUND BALANCES  
BUDGET (GAAP BASIS) VS. ACTUAL  
YEAR ENDED JUNE 30, 2008

	Budget	ACTUAL	Variance
<b>Revenues:</b>			
Taxes	\$ 48,284	\$ 44,288	\$ (4,000)
Licenses & Permits	22,800	22,764	1,344
Intergovernmental	68,880	62,870	6,010
Charges for Services	82,400	84,600	2,200
Fees	17,800	88,242	7,042
Miscellaneous	72,700	79,800	1,140
<b>TOTAL REVENUES</b>	<b>\$ 395,864</b>	<b>\$ 398,562</b>	<b>\$ 2,698</b>
<b>Expenditures:</b>			
Current -			
General Government	\$ 88,213	\$ 288,054	\$ 19,841
Police	222,281	222,401	12,044
Fire	24,427	21,800	(2,627)
Street and Sanitation	72,489	48,560	2,929
<b>TOTAL EXPENDITURES</b>	<b>\$ 367,410</b>	<b>\$ 580,815</b>	<b>\$ 213,405</b>
<b>NEEDS DEFICIT (OR SURPLUS) OF REVENUES OVER (UNDER) EXPENDITURES BEFORE OTHER FINANCING SOURCES (DEBT)</b>	<b>\$ 28,454</b>	<b>\$ 117,747</b>	<b>\$ 89,293</b>
<b>OTHER FINANCING SOURCES (DEBT)</b>			
Transfers	\$ 0	\$ (481)	\$ (481)
<b>TOTAL OTHER FINANCING SOURCES (DEBT)</b>	<b>\$ 0</b>	<b>\$ (481)</b>	<b>\$ (481)</b>
<b>NEEDS DEFICIT (OR SURPLUS) OVER (UNDER) EXPENDITURES AFTER OTHER FINANCING SOURCES (DEBT)</b>	<b>\$ 28,454</b>	<b>\$ 117,266</b>	<b>\$ 88,812</b>
<b>FUND BALANCE, BEGINNING OF YEAR</b>	<b>212,712</b>	<b>212,712</b>	<b>0</b>
<b>FUND BALANCE, END OF YEAR</b>	<b>\$ 241,166</b>	<b>\$ 329,978</b>	<b>\$ 88,812</b>

The accompanying notes are an integral part of this statement.

**TOWN OF BELLA, LOUISIANA  
GENERAL FUND**

**SCHEDULE OF REVENUES  
BUDGET BASIS VS. ACTUAL  
YEAR ENDED JUNE 30, 1988**

Description:	Budget	Actual	Variance
<b>Taxes -</b>			
Payroll In Lieu of Taxes	\$ 4,304	\$ 4,304	\$ -
Ad Valorem	27,978	27,978	-
Franchise	12,858	12,858	-
Total	<u>\$ 42,140</u>	<u>\$ 42,140</u>	<u>\$ 0.00</u>
<b>Licensing &amp; Permits</b>			
	\$ 10,000	\$ 10,000	\$ 0.00
<b>Intergovernmental Revenues -</b>			
State Tax	\$ 4,004	\$ 4,004	\$ 0
Insurance Premiums	20,000	20,000	0.00
Beer Tax	3,000	3,000	0.00
Video Lottery	12,000	12,000	0.00
Total	<u>\$ 39,004</u>	<u>\$ 39,004</u>	<u>\$ 0.00</u>
<b>Charges for Services -</b>			
Salvage Fees	\$ 54,000	\$ 54,000	\$ 0.00
Pipe Protection Charge	20,000	20,000	0.00
Dog Plates & Registration	100	100	0.00
Total	<u>\$ 74,100</u>	<u>\$ 74,100</u>	<u>\$ 0.00</u>
<b>Fees -</b>			
Traffic Citations	\$ 27,000	\$ 27,000	\$ 0.00
<b>Miscellaneous -</b>			
Interest	\$ 0.00	\$ 10,000	\$ 0.00
Penalties	0.00	0.00	0
Cost of Cook	17,000	17,000	0.00
Garbage Bag Sales	0.00	0.00	0.00
Phone Charges	0.00	0.00	0
Police Reports	0.00	0.00	0
Reconnect Fees	0.00	4,000	0.00
Miscellaneous	1,000	2,000	1,000
Police Station	20,000	20,000	0.00
In Place Insurance	0.00	0.00	0
Meeting, Etc.	0.00	0.00	0.00
Cash Over (Short)	-	100	100
Charges for Gas Services	0.00	0.00	-
Reimbursements	0.00	1,100	0.00
Contract Fee	100	0.00	100
Map Sales	0	0	-
Sale of Old Equipment	1,000	-	1,000
Pipe Insurance STAM	0.00	0.00	-
Donations	0	1,000	0.00
SWP Checks	200	0.00	200
Total	<u>\$ 38,200</u>	<u>\$ 38,200</u>	<u>\$ 0.00</u>
<b>Total Revenues</b>	<u>\$ 162,544</u>	<u>\$ 162,544</u>	<u>\$ 0.00</u>

The accompanying notes are an integral part of this statement.

TOWN OF ILLA, LOUISIANA  
GENERAL FUND

SCHEDULE OF EXPENDITURES  
BUDGET VS. ACTUAL  
YEAR ENDED JUNE 30, 1998

	Budget	Actual	Variance
<b>Expenditures:</b>			
<b>General Government -</b>			
Salaries & Related Costs	\$ 20,864	\$ 21,302	\$ 438
Insurance	4,000	4,000	0
Supplies & Mater., equip.	400	891	491
Repairs & Maint. - Facilities	2,100	2,100	0
Official Printing	4,000	4,000	0
Utilities & Telephones	21,400	21,020	380
Advertising, Postcards & Misc	1,000	1,000	0
Postage & Freight	300	300	0
Office Expense	2,700	2,600	100
Special Services	1,000	1,000	0
Travel & Auto Expense	2,000	2,000	0
Legal	4,000	4,244	244
Auditing	4,000	4,000	0
Contingency	400	400	0
Admission Fees	400	400	0
Garbage Bags	2,000	1,870	130
Other	1,700	1,700	0
Tax Refd.	500	500	0
Public Utilities & Main Ckt.	10,700	10,000	700
Contract Cleaning	2,000	2,000	0
Concrete Fees	200	200	0
Capital Outlay	2,000	0	2,000
Electric Expense	0	2,000	2,000
Emergency Collection Fees	2,000	2,000	0
<b>Total</b>	<b>\$ 112,812</b>	<b>\$ 122,222</b>	<b>\$ 9,410</b>
<b>Police -</b>			
Salaries & Related Costs	\$ 90,000	\$ 90,000	\$ 0
Insurance	2,000	2,000	0
Supplies	1,500	1,500	0
Animal Control Office & Exp.	50	0	50
Auto Expense	4,400	4,050	350
Repairs & Maintenance	2,000	1,400	600
Travel Expense	200	200	0
Uniforms/Equipment	1,000	1,400	400
State Assessment	2,000	2,400	400
Other	200	200	0
Capital Outlay	10,000	10,000	0
Postage & Misc	750	800	50
Community Assessment Fee	2,000	4,000	2,000
Special Services	2,400	2,000	400
Utilities & Telephones	2,000	2,000	0
<b>Total</b>	<b>\$ 122,250</b>	<b>\$ 122,250</b>	<b>\$ 0</b>

The accompanying notes are an integral part of this statement.

TOWN OF OLLA, LOUISIANA  
GENERAL FUND

SCHEDULE OF EXPENDITURE - CONT'D  
BUDGET FISCAL YEAR VS. ACTUAL  
YEAR ENDING JUNE 30, 1999

<b>Fire -</b>				
Salaries & Related Costs	\$ 3,429	\$ 3,289	\$ 59	
Maintenance & Telephones	4,158	4,120	38	
Truck Expense	2,000	2,045	45	
Insurance	2,800	2,821	21	
Supplies	2,000	2,000	(100)	
Repairs & Maint. - Equip.	1,200	2,473	12,273	
Repairs & Maint. - Facilities	500	497	3	
Postage	300	283	17	
Fees	2,700	2,700	-	
Other	400	400	0	
Taxes and Misc.	400	442	42	
<b>Total</b>	<b>\$ 22,827</b>	<b>\$ 21,480</b>	<b>\$ 1,347</b>	
<b>Street &amp; Sanitation -</b>				
Salaries & Related Costs	\$ 12,188	\$ 12,828	\$ 640	
TRUCK EXPENSE	2,700	2,878	178	
Insurance	2,400	2,520	120	
Supplies & Materials	4,000	2,878	(1,122)	
Repairs & Maint.-Equip.	1,400	1,400	-	
Other	270	270	0	
Uniform Repairs & Maintenance	700	648	52	
Capital Expendures	2,000	-	2,000	
Mowing	2,000	2,000	-	
Special Projects	700	700	-	
Garbage Truck Misc	21,200	21,200	-	
<b>Total</b>	<b>\$ 32,858</b>	<b>\$ 32,858</b>	<b>\$ 0</b>	
<b>Total Expenditures</b>	<b>\$ 55,685</b>	<b>\$ 54,338</b>	<b>\$ 1,347</b>	

ENCLOSURE

The accompanying notes are an integral part of this statement.

**CAPITAL PROJECTS FUNDS**

LCISBC #101-6602 in the amount of \$165,439 for water system construction.

TOWN OF OLLA, LOUISIANA  
CAPITAL PROJECTS FUND

BALANCE SHEET  
JUNE 30, 1988

	10000
	101-8843
	-----
<b>ASSETS</b>	
Cash	\$ -0-
	-----
<b>TOTAL ASSETS</b>	\$ -0-
	-----
<b>LIABILITIES AND FUND BALANCE</b>	
Fund Balance	-0-
	-----
<b>TOTAL LIABILITIES AND FUND BALANCE</b>	\$ -0-
	-----

The notes to the financial statements are an integral part of this statement.



TOWN OF ORLA, LOUISIANA  
 CAPITAL PROJECTS FUND  
 STATEMENT OF REVENUES, EXPENDITURES AND  
 CHANGES IN FUND BALANCE  
 JUNE 30, 1998

	1998 191-6642
	<u>          </u>
<b>REVENUES</b>	
Intergovernmental	\$ 165,829
	<u>          </u>
<b>EXPENDITURES</b>	
Public Works	\$ 343,283
Acquisition	10,000
Administration	12,079
	<u>          </u>
Total Expenditures	\$ 365,362
	<u>          </u>
Excess (Deficiency) of Revenues Over Expenditures	-0-
Fund Balance Beginning of Year	-0-
	<u>          </u>
Fund Balance End of Year	\$ -0-
	<u>          </u>

The notes to the financial statements are an integral part of this statement.

TOWN OF OLLA, LOUISIANA  
CAPITAL PROJECTS FUND  
STATEMENT OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCE  
(BUDGET VS. ACTUAL)

FOR THE YEAR ENDED JUNE 30, 1998

	BUDGET	ACTUAL 121-6000	VARIANCE PAYABLES (COMPARABLE)
	-----	-----	-----
<b>REVENUES</b>			
Intergovernmental	\$ 143,638	\$ 143,638	\$ -0-
<b>TOTAL REVENUES</b>	<b>\$ 143,638</b>	<b>\$ 143,638</b>	<b>\$ -0-</b>
<b>EXPENDITURES</b>			
-0-			
Public Works	\$ 142,864	\$ 142,864	\$ -0-
Acquisition	28,800	28,800	-0-
Administration	38,375	38,375	
<b>Total Expenditures</b>	<b>\$ 210,039</b>	<b>\$ 210,039</b>	<b>\$ -0-</b>
<b>Source (Deficiency) of Revenues Over Expenditures</b>	<b>\$ -66-</b>	<b>\$ -66-</b>	<b>\$ -0-</b>
<b>Fund Balance Beginning of Year</b>	<b>-0-</b>	<b>-0-</b>	<b>-0-</b>
<b>Fund Balance End of Year</b>	<b>\$ -66-</b>	<b>\$ -66-</b>	<b>\$ -0-</b>

The notes to the financial statements are an integral part of this statement.

### PROPRIETARY FUND TYPE - ENTERPRISE FUNDS

The Town's Enterprise Fund accounts for the provision of water and sewer services to the residents of the Town. All in this fund, including, but not limited to, administration, operations, maintenance, financing and related debt service, billing, and collection.

**TOWN OF OLLA, LOUISIANA**  
**ENTERPRISE FUND**  
**BALANCE SHEET**  
**JUNE 30, 1980**

ASSETS

<b>CURRENT ASSETS:</b>		
Cash	\$	50,000
Investments		160,000
Receivables		
Billing Bills (Net)		20,000
<b>TOTAL CURRENT ASSETS</b>	\$	330,000
<b>RESTRICTED ASSETS:</b>		
Bond and Interest Sinking Fund	\$	80,741
Revenue Bond Reserve Fund:		
Certificates of Deposit (at cost)		90,000
Parson's Savings		9,175
Depreciation and Contingencies Fund:		
Checking-Interest Bearing		9,000
Certificates of Deposit		90,700
Customers' Deposits:		
Checking-Interest Bearing		9,000
Certificates of Deposit (at cost)		80,741
<b>TOTAL RESTRICTED ASSETS</b>	\$	350,257
<b>PROPERTY, PLANT AND EQUIPMENT:</b>		
Property, Plant and Equipment	\$	1,401,200
Construction in Progress		100,000
Less Accumulated Depreciation		(1,100,000)
<b>NET PROPERTY, PLANT, AND EQUIPMENT</b>	\$	401,200
<b>TOTAL ASSETS</b>	\$	1,182,457
	<u>LIABILITIES &amp; FUND EQUITY</u>	
<b>LIABILITIES:</b>		
<b>CURRENT LIABILITIES (Payable from Current Assets):</b>		
Revenue Payable	\$	10,000
<b>TOTAL CURRENT LIABILITIES (Payable from Current Assets)</b>	\$	10,000
<b>CURRENT LIABILITIES (Payable from Restricted Assets):</b>		
Revenue Bonds Payable	\$	80,741
UNPAID PAPERS		20,000
Customers' Deposits		40,000
<b>TOTAL CURRENT LIABILITIES (Payable from Restricted Assets)</b>	\$	140,741
<b>LONG-TERM LIABILITIES:</b>		
Revenue Bonds Payable	\$	400,000
Notes Payable		10,000
<b>TOTAL LONG-TERM LIABILITIES</b>	\$	410,000
<b>TOTAL LIABILITIES</b>	\$	560,741
<b>FUND EQUITY:</b>		
<b>CONTRIBUTED CAPITAL:</b>		
Membership	\$	200,000
State		400,000
Federal		200,000
<b>TOTAL CONTRIBUTED CAPITAL</b>	\$	800,000
<b>RETAINED EARNINGS:</b>		
Reserved for Depreciation & Contingencies	\$	80,741
Reserved for Revenue Bonds		80,000
Unreserved ( deficit )		(100,000)
<b>TOTAL RETAINED EARNINGS</b>	\$	60,741
<b>TOTAL FUND EQUITY</b>	\$	860,741
<b>TOTAL LIABILITIES &amp; FUND EQUITY</b>	\$	1,182,457

The accompanying notes are an integral part of this statement.

**TOWN OF OLLA, LOUISIANA**  
**STATEMENT OF REVENUES, EXPENSES AND CHANGES IN RETAINED EARNINGS**  
**ALL PROPRIETARY FUND TYPES**  
**ENTERPRISE FUNDS**  
**YEAR ENDED JUNE 30, 1998**

<b>OPERATING REVENUES:</b>	
<b>Water Department</b>	
Charges for Service	\$ 291,878
Other Charges	1,227
Total Water Department	\$ 293,105
<b>Sewer Department</b>	
Charges for Service	\$ 81,484
Sales Taxes	141,133
Fiber Charges	700
Total Sewer Department	\$ 223,317
<b>TOTAL OPERATING REVENUES</b>	<b>\$ 516,422</b>
<b>OPERATING EXPENSES:</b>	
<b>Water Department</b>	
Buildings and Related Costs	\$ 22,876
Materials and Supplies	26,118
Depreciation	22,870
Repairs and Maintenance	21,783
Utilities	18,721
Insurance	4,319
Travel Expenses	400
Miscellaneous	1,814
Office Expenses	1,021
Total Water Department	\$ 129,432
<b>Sewer Department</b>	
Buildings and Related Costs	\$ 22,271
Materials and Supplies	17,181
Depreciation	27,893
Repairs and Maintenance	26,338
Utilities	21,443
Sewer Analysis	2,818
Insurance	2,818
Travel Expenses	700
Miscellaneous	1,814
Postage	12,888
Telephone Fees	1,200
Sales Tax Expenses	1,200
Total Sewer Department	\$ 140,466
<b>TOTAL OPERATING EXPENSES</b>	<b>\$ 270,898</b>
<b>Operating Income (Loss)</b>	<b>\$ 245,524</b>
<b>Non-Operating Revenues (Expenses):</b>	
Interest Income	\$ 21,427
Interest Expense	(42,543)
Intergovernmental - Sewer Grant	22,289
Power Grant Expense	(12,000)
Transfers	441
Total Non-Operating Revenues (Expenses)	\$ (10,487)
<b>Net Income (Loss)</b>	<b>\$ 235,037</b>
<b>Retained Earnings (Deficit), Beginning</b>	<b>\$ 112,222</b>
<b>Retained Earnings (Deficit), Ending</b>	<b>\$ 377,264</b>

The accompanying notes are an integral part of these statements.

TOWN OF OLLA, LOUISIANA  
STATEMENT OF CASH FLOWS

ALL PROPRIETARY FUND TYPES  
ENTERPRISE FUND  
YEAR ENDED JUNE 30, 1998

Cash from Operations:		
Net Income (Loss) Before Transfers		\$ 26,485
Operating Transfers		_____881
Net Income after Transfers		\$ 26,364
Adjustments to Net Income (Loss):		
Add - Depreciation	\$ 71,903	
Add - Allowance For Bad Debt	225	
Decrease in Accrued Interest	(2,289)	
Decrease in Accounts Receivable	7,200	
Increase in Accounts Payable	____5,665	
Net Adjustments		_____82,799
Cash Provided by Operations		\$ 119,084
Cash from Customer Deposits		3,000
Cash Provided by Restricted Funds		8,720
Change in Contributions		_____165,429
TOTAL Cash Provided		\$ 396,233
Cash Was Applied To:		
Notes Payable	\$ 21,234	
Revenue Bonds	35,783	
Payable to Leland High School	3,720	
Investments	60,510	
Fixed Assets	12,720	
Construction in Progress	_____165,429	
Total Cash Applied		\$ _____397,416
Net Increase (Decrease) in Cash Flow		\$ (1,183)
Cash Beginning of Year		_____33,822
Cash End of Year		\$ _____32,639

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.

TOWNSHIP OF GEE, LOUISIANA  
STATEMENT OF GENERAL FIXED ASSETS  
JUNE 30, 1998

GENERAL FIXED ASSETS

Land	\$ 84,500
Buildings	439,739
Improvements Other Than Buildings	50,443
Equipment	<u>500,418</u>
TOTAL GENERAL FIXED ASSETS	\$ <u>1,075,000</u>
TOTAL INVESTMENTS IN GENERAL FIXED ASSETS	\$ <u>1,075,000</u>

The accompanying notes are an integral part of this statement.



**COMPONENT UNIT FINANCIAL STATEMENTS**  
**OLLA CEMETERY BOARD**

OIL & GAS BOARD  
TOWN OF OLLA, LOUISIANA  
COMPONENT UNIT

COMBINED BALANCE SHEETS  
JUNE 30, 1988

	<u>General Fund</u>	<u>Proprietary Fund</u>	<u>Total</u>
<b>ASSETS</b>			
Cash	\$ 81,287	\$ 24,194	\$ 105,481
Investments	2,389	-	2,389
<b>TOTAL ASSETS</b>	<u>\$ 83,676</u>	<u>\$ 24,194</u>	<u>\$ 107,870</u>
<b>LIABILITIES AND EQUITY</b>			
Fund Balance	\$ 83,676	\$ 24,194	\$ 107,870

The accompanying notes are an integral part of this statement.

ORLA CEMETERY BOARD  
TOWN OF ORLA, LOUISIANA  
COMPONENT UNIT

COMBINING STATEMENT OF REVENUES, EXPENDITURES  
AND CHANGES IN FUND BALANCE  
ALL FUND TYPES  
FOR THE YEAR ENDED JUNE 30, 1983

	<u>General Fund</u>	<u>Perpetual Care Fund</u>	<u>Total</u>
<b>REVENUE</b>			
Interest and Dividends	\$ 6,877	\$ -0-	\$ 6,877
Donations, Materials, Etc.	3,242	50	3,292
Equity Income	322	2,222	2,544
<b>TOTAL REVENUE</b>	<b>\$ 10,441</b>	<b>\$ 2,272</b>	<b>\$ 12,713</b>
<b>EXPENDITURES</b>			
Utilities	\$ 386	\$ -0-	\$ 386
Maintenance	4,589	-0-	4,589
Other	322	-0-	322
<b>TOTAL EXPENDITURES</b>	<b>\$ 5,297</b>	<b>\$ -0-</b>	<b>\$ 5,297</b>
<b>EXCESS REVENUE OVER EXPENDITURES</b>	<b>\$ 5,144</b>	<b>\$ 2,272</b>	<b>\$ 7,416</b>
<b>FUND BALANCE BEGINNING</b>	<b>11,578</b>	<b>11,578</b>	<b>23,156</b>
<b>FUND BALANCE ENDING</b>	<b>\$ 16,722</b>	<b>\$ 13,850</b>	<b>\$ 30,572</b>

The accompanying notes are an integral part of this statement.

TOWN OF OLLA, LOUISIANA  
MANAGEMENT LETTER COMMENTS

During the course of the audit, the Town's auditor observed conditions and circumstances that may be improved. Below are situations noted for improvement (if any), the auditor's recommendation for improvement and the Town's response. I have also included prior year management letter comments (if any) and the Town's action taken.

**A) PRIOR YEAR MANAGEMENT LETTER COMMENTS**

1) There were no prior year management letter comments.

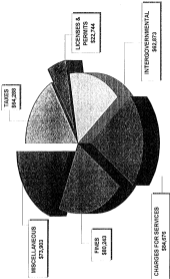
**B) CURRENT YEAR MANAGEMENT LETTER COMMENTS**

1) There are no prior year management letter comments.

## GRAPHS

# TOWN OF OLLA, LOUISIANA

## GENERAL FUND REVENUES JUNE 30, 1998



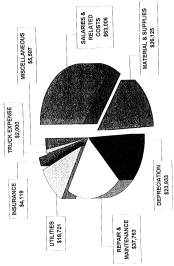
# TOWN OF OLLA, LOUISIANA

## GENERAL FUND EXPENDITURES 6-30-98



# TOWN OF OLLA, LOUISIANA

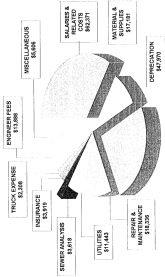
## WATER DEPARTMENT EXPENSES 6-30-98





# TOWN OF OLLA, LOUISIANA

## SEWER DEPARTMENT EXPENSES 6-30-98



# TOWN OF OLLA, LOUISIANA WATER DEPARTMENT EXPENSES 6-30-98

