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**VILLAGE OF FLORENCE**  
**ANNUAL FINANCIAL REPORT**  
September 30, 1997

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

Release Date DEC 2 3 1998

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# ELLIOTT & ASSOCIATES, INC.

*A Professional Accounting Corporation*

P. O. Box 1287

Louisville, Louisiana 71406-1287

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000010-1111  
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W. Michael Miller, CPA

## UNQUALIFIED OPINION ON GENERAL-PURPOSE FINANCIAL STATEMENTS--GOVERNMENTAL ENTITY

### INDEPENDENT AUDITOR'S REPORT

The Honorable Rodney Jordan, Mayor  
and the Members of the Board of Aldermen  
Florien, Louisiana

I have audited the accompanying general-purpose financial statements of the Village of Florien, as of and for the two years ended September 30, 1987, as listed in the table of contents. These general-purpose financial statements are the responsibility of the Village of Florien's 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 the standards applicable to financial audits contained in 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 general-purpose 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 Village of Florien as of and for the two years ended September 30, 1987, and the results of its operations for the year then ended in conformity with generally accepted accounting principles.

In accordance with Government Auditing Standards, I have also issued a report dated October 30, 1986, on my consideration of the Village of Florien's internal control over financial reporting and my tests of its compliance with laws, regulations, contracts and grants.

My audit was performed for the purpose of forming an opinion on the general purpose financial statements of the Village taken as a whole. The accompanying schedules, as listed in the table of contents, are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in my opinion, is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.

*Elliott & Assoc. "APAC"*

Monroe, Louisiana  
October 20, 1998

# ELLIOTT & ASSOCIATES, INC.

A Professional Accounting Corporation

P. O. Box 1287

Louisville, Louisiana 71406-1287

CPA No. 2082208  
CPA No. 2082208  
Lic. 208-2893

W. Michael Olson, CPA

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

Board of Commissioners  
Village of Florien

I have audited the financial statements of the Village of Florien as of and for the two years ended September 30, 1997, and have issued my report thereon dated October 30, 1998. I conducted my audit in accordance with generally accepted auditing standards and the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States.

### Compliance

As part of obtaining reasonable assurance about whether the Village of Florien's 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 one instance of noncompliance that is required to be reported under Government Auditing Standards which is described as follows:

**Finding:** This audit report is not being issued within the six months of the close of its September 30, 1997 fiscal year-end. This is a violation of LA R.S. #24:5-1308(1)(3)(a).

**Management Response:** The CPA performing the examination of accounts had an external quality review performed in December 1997. Based on the results of that review, a specific letter of comment suggested that, due to the firm's size, the firm should consider retaining another qualified CPA firm to review all governmental type reports prior to issuance to improve its quality control features.

The firm adopted the recommendation; however, implementation and coordination of the pre-issuance review has delayed the release of certain reports until after the statutory deadline. Future reports beginning with the next fiscal year will be issued within the statutory time frame.

Internal Control over Compliance

In planning and performing my audit, I considered the Village of Florien's internal control over financial reporting in order to determine my auditing procedures for the purpose of expressing my opinion on the financial statements and not to provide assurance on the internal control over financial reporting. My consideration of the internal control over financial reporting would not necessarily disclose all matters in the internal control 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 accounts 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. 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 management. However, this report is a matter of public record and its distribution is not limited.

*Ernst & Assoc. 'APC'*  
Louisville, Louisiana  
October 20, 1990

Village of Florien  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS

For the Fiscal Year Ended September 30, 1987

I have audited the financial statements of Village of Florien as of and for the two years ended September 30, 1987, and have issued my report thereon dated October 30, 1988. I conducted my audit in accordance with generally accepted auditing standards and the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States. My audit of the financial statements as of September 30, 1987 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 Weaknesses  Yes  No  
Reportable Conditions  Yes  No

**Compliance**

Compliance Material to Financial  
Statements  Yes  No

**b. Federal Awards**

**Internal Control**

Material Weaknesses  Yes  No  N/A  
Reportable Conditions  Yes  No  N/A

**Type of Opinion On Compliance For Major Programs**

Unqualified  Qualified   
Disclaimer  Adverse   
N/A

Are their findings required to be reported in accordance with Circular  
A-133, Section .310(a)?

Yes  No  N/A



c. Identification of Major Programs

CFDA Number(s)      Name of Federal Program

None

None

Dollar threshold used to distinguish between Type A and Type B Programs:      \$      M

Is the Auditor a "low-risk" auditor, as defined by OIG Circular A-133?  Yes     No    (R) N/A

Section 31 Financial Statement Findings

1997.1      Late Filings: This audit report is not being issued within the six months of the close of its September 30, 1997 fiscal period. This is a violation of 28 CFR 413(a)(15)(a), but does not have any effect on the financial statements. All future reports should be issued within the required time frame.

Section 311 Federal Award Findings and Questioned Costs

N/A

See independent auditor's report.

GENERAL PURPOSE FINANCIAL STATEMENTS  
(COMBINED STATEMENTS - OVERVIEW)

VILLAGE OF FISHKILL

COMBINED BALANCE SHEET - ALL FUND TYPES AND ACCOUNT GROUPS  
September 30, 1997

	Governmental Fund Types		
	General	Special	Total
		Revenue	
		Sales	Notes
		Tax	Receiving
<b>ASSETS</b>			
Cash and cash equivalents (Note 12)	\$ 29,381	\$24,852	\$ ---
Accounts receivable-net (Note 13)	1,783	6,898	---
Taxes receivable (note 2)	---	---	---
Due from other funds (Note 3)	---	---	---
Due from other governmental units (Note 4)	846	---	---
Other assets	---	---	---
Restricted assets (Note 5 & 12):			
Cash and cash equivalents	---	---	---
Land (Note 6 and 7)	---	---	---
Vehicles (Note 3)	---	---	---
Equipment (Note 7)	---	---	---
utility plant and equipment, net (Note 8)	---	---	---
Amount available in form of			
Service Pensions	---	---	---
Amount to be provided for retirement of general long-term debt	---	---	---
<b>Total assets</b>	<b>\$ 32,010</b>	<b>\$31,750</b>	<b>\$ ---</b>

The accompanying notes are an integral part of this statement.

Exhibit A  
(Continued)

Proprietary Fund Type	Account Groups		Totals
	General Fixed Assets	General Long-term Debt	
\$ 21,939	\$ ----	\$ ----	\$ 21,939
8,017	----	----	14,956
----	----	----	----
8,601	----	----	8,601
949	----	----	1,994
563	----	----	563
13,990	----	----	13,990
24,850	47,500	----	64,350
----	38,440	----	38,440
----	272,843	----	272,843
1,038,314	----	----	1,038,314
----	----	----	----
----	----	----	----
----	----	----	----
\$1,145,084	\$258,783	\$-----	\$1,590,443

VILLAGE OF FLORISS

COMBINED BALANCE SHEET - ALL FUND TYPES AND ACCOUNT GROUPS  
(CONCLUDED)

September 30, 1997

	Governmental Fund Types		
	General	Sales Tax	DMM Service
<b>LIABILITIES AND FUND EQUITY</b>			
<b>Liabilities:</b>			
Accounts payable	\$ 4,833	\$ 3,643	\$ ---
Sales tax payable	---	---	---
Salaries payable	2,243	1,827	---
Notes payable	---	---	---
to bank (Note #)	---	---	---
Payable from restricted assets -			
Reverend bonds	---	---	---
Customers' deposits	---	---	---
Due to other funds (Note 3)	4,881	---	---
Payroll taxes payable	1,852	181	---
<b>Total Liabilities</b>	<b>15,832</b>	<b>5,851</b>	<b>---</b>
<b>Fund equity:</b>			
Contributed capital	---	---	---
Investment in general fixed assets (Note 7)	---	---	---
Retained earnings			
Reserved	---	---	---
Unreserved	---	---	---
Fund balances -			
Reserved for construction	---	---	---
Unreserved - undesignated	31,587	26,989	---
<b>Total fund equity</b>	<b>31,587</b>	<b>26,989</b>	<b>---</b>
<b>Total liabilities and fund equity</b>	<b>\$ 35,832</b>	<b>\$ 31,660</b>	<b>\$ ---</b>

The accompanying notes are an integral part of this statement.

Exhibit A  
(Continued)

Proprietary Ent. Type Enterprise	Accounts Receivable		Totals (Nonrecourse Only)
	General Fixed Assets	General Long-term Debt	
\$ 4,674	\$ ---	\$ ---	\$ 4,674
154	---	---	154
2,852	---	---	2,852
---	---	---	---
---	---	---	---
13,890	---	---	13,890
---	---	---	2,881
<u>22</u>	<u>---</u>	<u>---</u>	<u>2,810</u>
<u>22,002</u>	<u>---</u>	<u>---</u>	<u>22,002</u>
1,173,331	---	---	1,173,331
---	256,789	---	256,789
2,700	---	---	2,700
(13,749)	---	---	(13,749)
---	---	---	---
<u>---</u>	<u>---</u>	<u>---</u>	<u>33,516</u>
<u>3,122,262</u>	<u>256,789</u>	<u>---</u>	<u>3,379,051</u>
<u>\$3,144,244</u>	<u>\$256,789</u>	<u>\$---</u>	<u>\$3,401,033</u>

VILLAGE OF FLORENCE  
 COMBINED STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN  
 FUND BALANCES - ALL GOVERNMENTAL FUNDS TOGETHER  
 Year ended September 30, 1997

	General	Special	Debt
		Revenues	
		Tax	
<b>Revenues:</b>			
Taxes	\$ 23,216	\$ 77,829	\$ ---
Licenses and permits	41,535	---	---
Intergovernmental	3,385	---	---
Fines and forfeits	38,262	---	---
Miscellaneous	48,586	5,312	---
<b>Total revenues</b>	<b>168,404</b>	<b>83,141</b>	<b>---</b>
<b>Expenditures:</b>			
Current -			
General government	95,859	94,943	---
Public safety -			
Police	53,792	---	---
Fire	---	---	---
Highways, streets			
and sanitation	28,228	---	---
Capital outlay	---	---	---
Debt service -			
Principal retirement	---	---	---
Interest and fiscal	---	---	---
charges	---	---	---
<b>Total expenditures</b>	<b>154,869</b>	<b>95,342</b>	<b>---</b>
Excess (deficiency)			
of revenues			
over expenditures	(16,465)	(12,201)	---
Other financing sources (uses):			
Transfers in	24,822	5,000	---
Transfers out	(10,800)	(5,000)	---
Excess (deficiency) of revenues			
and other sources over			
expenditures and other uses	1,522	(11,601)	---
Fund balances, beginning	3,258	37,811	---
Fund balances, ending	\$ 4,780	\$ 26,210	\$ ---

The accompanying notes are an integral part of this statement.

Totals  
 Memorandum 2012

5103,104  
 41,126  
 3,385  
 24,162  
 ---51,383  
 ---231,550

170,000

63,743  
 ---

25,220  
 ---

---

---

---289,616

100,000

20,000

---120,000

10,000

---80,000

2,32,530



VILLAGE OF FLORISS  
 COMBINED STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN  
 FUND BALANCES - ALL GOVERNMENTAL FUND TYPES  
 Year Ended September 30, 1996

	General	Special Funding Sales Tax	Debt Service
<b>Revenues:</b>			
Taxes	\$ 36,370	\$105,491	\$ ---
Licenses and permits	85,430	---	---
Intergovernmental	3,385	---	---
Fines and forfeits	48,975	---	---
Miscellaneous	<u>1,852</u>	<u>3,307</u>	<u>---</u>
<b>Total revenues</b>	<u>146,012</u>	<u>111,800</u>	<u>---</u>
<b>Expenditures:</b>			
Current -			
General government	54,241	121,973	---
Public safety -			
Police	59,870	---	---
Fire	---	---	---
Highways, streets and sanitation	21,818	---	---
Capital outlay	978	---	---
Debt service -			
Principal retirement	---	---	2,500
Interest and fiscal charges	---	---	---
<b>Total expenditures</b>	<u>136,828</u>	<u>121,973</u>	<u>2,500</u>
Excess (deficiency) of revenues over expenditures	(10,816)	(10,173)	(2,500)
Other financing sources (uses):			
Transfers in	43,662	10,800	2,500
Transfers out	<u>(16,860)</u>	<u>(11,300)</u>	<u>---</u>
Excess (deficiency) of revenues and other sources over expenditures and other uses	2,602	(10,673)	---
Fund balances, beginning	<u>(593)</u>	<u>58,296</u>	<u>---</u>
Fund balances, ending	<u>\$ 2,009</u>	<u>\$ 47,623</u>	<u>\$ ---</u>

The accompanying notes are an integral part of this statement.

**Tablilit B-2**

**Totala  
Bemercandun, Only**

\$ 122,000  
 65,450  
 3,300  
 40,915  
 \_\_\_\_\_  
 216,282

216,284

59,620

23,019

3,000

\_\_\_\_\_  
 303,152

(45,000)

55,562  
 \_\_\_\_\_  
 (10,700)

(8,000)

\_\_\_\_\_  
 47,800

\$ 41,700

VILLAGE OF FISHKILL

COMBINED STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN  
 FUND BALANCES - BUDGET (GAAP BASIS) AND ACTUAL -  
 GOVERNMENTAL FUND TYPE  
 Year Ended September 30, 1997

	General Fund		Variance - Favorable (Unfavorable)
	Budget	Actual	
Revenues:			
Taxes	\$ 80,000	\$ 23,276	\$ (56,724)
Licenses and permits	35,000	23,127	(11,873)
Intergovernmental	3,700	3,188	(512)
Fines and forfeits	45,500	34,152	(11,348)
Miscellaneous	2,800	53,865	51,065
Total revenues	<u>167,000</u>	<u>148,408</u>	<u>(18,592)</u>
Expenditures:			
General government	60,000	76,860	16,860
Public safety -			
Police	45,500	59,182	13,682
Fire	---	---	---
Highways and streets	24,000	25,206	1,206
Capital expenditures	---	---	---
Total expenditures	<u>134,500</u>	<u>159,860</u>	<u>25,360</u>
Excess (deficiency) of revenues over expenditures	32,500	(16,464)	48,964
Other financing sources (uses):			
Transfers in	38,000	24,022	(13,978)
Transfers out	(18,000)	(10,000)	8,000
Excess (deficiency) of revenues and other sources over expenditures and other uses	12,500	3,022	9,478
Fund balances, beginning	<u>3,000</u>	<u>3,000</u>	<u>---</u>
Fund balances, ending	<u>\$ 2,000</u>	<u>\$ 11,502</u>	<u>\$ 9,502</u>

The accompanying notes are an integral part of this statement.

Sales Tax Fund Special Revenue		
Budget	Actual	Variance - Favorable (Unfavorable)
\$110,800	\$77,828	\$ (32,972)
----	----	----
----	----	----
-----	5,312	5,312
110,800	83,140	(27,660)
----	----	----
----	----	----
76,000	94,947	18,947
----	----	----
-----	----	----
75,000	84,842	9,842
----	----	----
----	----	----
36,000	(11,802)	(47,802)
5,000	5,000	----
12,000	15,000	3,000
----	----	----
----	----	----
36,000	(11,802)	(47,802)
33,813	33,813	----
\$ 22,813	\$28,028	\$ (5,215)

VILLAGE OF FLORHAM

COMBINED STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN  
 FUND BALANCES - BUDGET (GAAP BASIS) AND ACTUAL -  
 GOVERNMENTAL FUND TYPE  
 Year Ended September 30, 1956

	General Fund		Variance - Favorable (Unfavorable)
	Budget	Actual	
<b>Revenues:</b>			
Taxes	\$ 21,000	\$ 20,370	\$ (630)
Licenses and permits	32,000	60,430	28,430
Intergovernmental	3,000	3,300	300
Fines and forfeits	50,000	48,215	(1,785)
Miscellaneous	1,000	1,850	850
Total revenues	128,000	145,350	17,350
<b>Expenditures:</b>			
General government	80,000	94,301	14,301
Public safety -			
Police	60,000	59,600	(400)
Fire	---	---	---
Highways and streets	20,000	23,019	3,019
Capital expenditures	---	921	921
Total expenditures	180,000	178,851	(1,149)
Excess (deficiency) of revenues over expenditures	(52,000)	(33,501)	18,499
<b>Other financing sources (uses):</b>			
Transfers in	60,000	40,000	(20,000)
Transfers out	(15,000)	(15,000)	---
Excess (deficiency) of programs and other sources over expenditures and other uses	4,000	4,540	540
Fund balances, beginning	10931	(599)	---
Fund balances, ending	\$ 1,207	\$ 1,203	\$ 6

The accompanying notes are an integral part of this statement.

Sales Tax Fund Special Revenues		
Budget	Actual	Variance - Favorable (Unfavorable)
\$100,000	\$105,881	\$ (4,881)
-----	-----	-----
-----	-----	-----
-----	5,387	5,387
<u>130,000</u>	<u>111,888</u>	<u>1,988</u>
100,000	101,873	(10,873)
-----	-----	-----
-----	-----	-----
-----	-----	-----
<u>100,000</u>	<u>123,874</u>	<u>113,874</u>
4,000	(18,885)	14,885
10,000	10,000	-----
<u>(10,000)</u>	<u>113,989</u>	<u>(309)</u>
2,000	(32,585)	(30,585)
50,000	50,390	-----
<u>\$ 52,000</u>	<u>\$ 37,811</u>	<u>\$15,189</u>

## VILLAGE OF FLOWERS

STATEMENT OF REVENUES, EXPENSES AND CHANGES IN  
 RETAINED EARNINGS - PROPRIETARY FUND TYPE  
 For the year ended September 30, 1997

Operating revenues:	
Retained sales -	
Water	\$106,761
Miscellaneous	26
Sewer services	14,876
Total operating revenues	121,663
Operating expenses:	
Salaries and payroll taxes	24,809
Water purchases	87,481
Repairs	4,565
Insurance	8,482
Sales taxes	2,241
Sewer operating costs	---
Material and supplies	3,714
Utilities	2,898
Miscellaneous	2,548
Legal and professional	---
Fuel	2,681
Total operating expenses	98,568
Net operating income before depreciation	23,190
depreciation	122,992
Net operating income (loss)	12,202
Nonoperating income (expense):	
Interest income	365
Income (loss) before operating transfers	12,567
Operating transfers in	---
Operating transfers out	122,992
Net income (loss)	12,567
Retained earnings (deficit), beginning	121,615
Retained earnings (deficit), ending	\$134,182

The accompanying notes are an integral part of this statement.

## VILLAGE OF PLAZA

STATEMENT OF REVENUE, EXPENSES AND CHANGES IN  
RETAINED EARNINGS - PROPRIETARY FUND TYPE  
For the year ended September 30, 1994

Operating revenues:	
Metered sales -	
Water	\$187,186
Miscellaneous	000
Sewer services	14,936
Total operating revenues	192,122
Operating expenses:	
Salaries and payroll taxes	26,892
Water purchases	46,138
Repairs	2,683
Insurance	11,706
Sales taxes	2,718
Sewer operating costs	3,600
Material and supplies	6,344
Utilities	2,800
Miscellaneous	4,206
Legal and professional	1,800
Fuel	1,354
Total operating expenses	109,530
Net operating income before depreciation	12,580
Depreciation	(18,240)
Net operating income (loss)	(5,660)
Nonoperating income (expense):	
Interest income	212
Income (loss) before operating transfers	(12,528)
Operating transfers in	5,000
Operating transfers out	(143,262)
Net income (loss)	(151,690)
Retained earnings, beginning	38,228
Retained earnings, ending	\$ (113,462)

The accompanying notes are an integral part of this statement.



## VILLAGE OF FLORENCE

STATEMENT OF CASH FLOWS  
- PROPRIETARY FUND TYPE

For the year ended September 30, 1997

<b>CASH FLOWS FROM OPERATING ACTIVITIES:</b>	
Operating income (loss)	\$19,796
Adjustments to reconcile operating income to net cash provided by operating activities:	
Depreciation	32,559
Changes in assets and liabilities:	
Accounts receivable	3,292
Accounts payable	1,270
Sales taxes payable	1,129
Payroll taxes payable	25
Customer deposits	146
Accrued salaries	182
Net cash provided by operating activities	28,328
<b>CASH FLOWS FROM NONCURRENT FINANCING ACTIVITIES</b>	
Operating transfers out	(28,828)
<b>CASH FLOWS FROM CAPITAL FINANCING ACTIVITIES:</b>	
Acquisition of property, plant, and equipment	(1,165)
Net cash used by capital financing activities	(1,165)
<b>CASH FLOWS FROM INVESTING ACTIVITIES:</b>	
Interest received	368
Net cash provided by investing activities	368
<b>INCREASE IN CASH</b>	3,531
<b>CASH, BEGINNING OF YEAR</b>	22,333
<b>CASH, END OF YEAR</b>	25,864
<b>CLASSIFIED AS:</b>	
Current Assets	22,333
Restricted Assets	3,531
<b>Totals</b>	25,864

The accompanying notes are an integral part of this statement.

## VILLAGE OF FLOWERS

STATEMENT OF CASH FLOWS  
- PROPRIETARY FUND TYPE

For the year ended September 30, 1996

CASH FLOWS FROM OPERATING ACTIVITIES:	
Operating income (loss)	\$(64,100)
Adjustments to reconcile operating income to net cash provided by operating activities:	
Depreciation	34,740
Changes in assets and liabilities:	
Accounts receivable	1,339
Other current assets	3,333
Accounts payable	1,310
Sales taxes payable	372
Payroll taxes payable	(37)
Accrued salaries	0
Net cash provided by operating activities	(13,887)
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES	
Operating transfers out	(18,800)
CASH FLOWS FROM CAPITAL FINANCING ACTIVITIES	
.....	
CASH FLOWS FROM INVESTING ACTIVITIES:	
Interest received	100
Net cash provided by investing activities	100
INCREASE IN CASH	(13,787)
CASH, BEGINNING OF YEAR	23,710
CASH, END OF YEAR	\$10,923
CLASSIFIED AS:	
Current Assets	\$ 6,176
Restricted Assets	4,747
Totals	\$10,923

The accompanying notes are an integral part of this statement.

VILLAGE OF FLORIAN, LOUISIANA  
NOTES TO FINANCIAL STATEMENTS  
SEPTEMBER 30, 1997

The financial statements of the Village of Florian, Louisiana, have been prepared in conformity with generally accepted accounting principles as applied to government units. The Governmental Accounting Standards Board is the accepted standard-setting body for establishing government accounting and financial reporting principles. The following notes to the financial statements are an integral part of the Village's financial Report.

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

Financial reporting entity

The village of Florian, Louisiana, was incorporated May 14, 1898 under the provisions of the Incorporation Act and operates under a Mayor-Board of Aldermen form of government. The Village's major operations include public safety, streets, sanitation, provision of water and general administrative services.

Component Units

Governmental Accounting Standards Board Statement No. 14 established criteria for determining component units which should be considered part of a primary government 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 included:

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

VILLAGE OF FLORIAN, LOUISIANA  
NOTES TO FINANCIAL STATEMENTS (CONTINUED)  
SEPTEMBER 30, 1991

Note 1--SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES--(CONTINUED)

The Financial reporting entity consist of (a) the primary government ( Village of Florian, Louisiana), (b) Organizations for which the primary government is financially accountable, and (c) other organizations for which the nature and significance of their relationships with the primary government are such that exclusion would cause the reporting entity's financial statements to be misleading or incomplete.

Based on the application of these criteria, the financial statements of the Village of Florian, Louisiana, consist only of the funds and account groups of the Village, since the Village has an oversight responsibility for any other governmental entity.

Fund Accounting

The accounts of the Village of Florian are organized on the basis of funds and account groups, each of which is considered a separate accounting entity. The accounts that comprise the assets, liabilities, fund equity, revenues, and expenditures, or expenses, as appropriate. The individual funds account for the government resources allocated to them for the purpose of carrying on specific activities in accordance with laws, regulations, or other restrictions. Fund accounting is designed to demonstrate legal compliance and to aid financial management by segregating transactions relating to certain government functions or activities. The various funds are grouped, in the financial statements in this report, into four generic fund types and two broad fund categories as follows:

Governmental Fund Types

Governmental funds account for all or most of the Village of Florian's general activities, including the collection and disbursement of specific or legally restricted monies, the acquisition or construction of general fixed assets, and the servicing of general long-term obligations.

General Fund

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

VILLAGE OF FLORIAN, LOUISIANA  
NOTES TO FINANCIAL STATEMENTS (CONTINUED)  
SEPTEMBER 30, 1997

Note 3--SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES--(CONTINUED)

Debt Service Fund

Debt service funds are used to account for the accumulation of resources for and the payment of, principal and interest on long-term general obligation debt and related costs.

Special Revenue Funds

Special revenue funds are used to account for the proceeds of special revenue sources that are legally restricted to expenditures for specific purposes. The special revenue fund consists of the sales tax fund.

Proprietary Fund Types

Proprietary funds account for activities similar to those found in the private sector, where the determination of net income is necessary for useful and sound financial administration. Proprietary funds differ from governmental funds in that their focus is on income measurement, which, together with the maintenance of equity, is an important financial indicator.

Enterprise Funds

The enterprise funds are 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 the periodic determinations of program costs, expenses incurred, and/or net income is appropriate for capital maintenance, public policy, management control, accountability, or other purposes. The enterprise fund, consist of the water sewer operations.

Account Groups

An account group is a financial reporting device designed to provide accountability for certain assets and liabilities not recorded in the funds because they do not directly affect net expendable available financial resources.

VILLAGE OF FLOIRIE, LOUISIANA  
NOTES TO FINANCIAL STATEMENTS (CONTINUED)  
SEPTEMBER 30, 1992

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT)

General fixed asset account group

This is not a fund but rather an account group that is used to account for general fixed assets acquired principally for general purposes and excluded fixed assets in the enterprise funds.

General long-term debt account group

This is not a fund but rather an account group that is used to account for the outstanding principal balances of general obligation bonds and other long-term debt not reported in the proprietary funds.

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 balance (net 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 uses) in net current assets. Accordingly, they are said to present a summary of sources and uses of "available spendable resources" during a period.

Fixed assets used in governmental fund type operations (general fixed assets) are accounted for in the General Fixed Assets Account Group, and are recorded as expenditures in the governmental fund types when purchased. Public domain ("infrastructure") general fixed assets consisting of certain improvements, including roads, bridges, canals and canals, streets and sidewalks, drainage systems, and lighting systems, are not capitalized. No depreciation has been provided on general fixed assets. All fixed assets are valued at cost.

Property, plant, and equipment acquired for proprietary funds is capitalized in the respective funds to which it applies.

The proprietary funds are accounted for on a cost of services or "capital maintenance" measurement focus. This means that all assets and all liabilities (whether current or noncurrent) associated with their activity is included on their balance

VILLAGE OF FLORISS, LOUISIANA  
NOTES TO FINANCIAL STATEMENTS (CONTINUED)  
SEPTEMBER 30, 2007

sheets. Their 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.

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

Water System	20-40 years
Water lines & meters	5-10 years
Equipment	5-10 years
Sewer system	20 years

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

The like 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.

#### Basis of Accounting

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

All governmental funds and agency funds are accounted for using the modified accrual basis of accounting. Under the modified accrual basis of accounting, revenues are recognized when measurable to accrual. I.e., when they become measurable and available. Newspaper-collected income, gross receipts, and sales taxes are considered "measurable" when in the hands of the Village 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 validity seems certain.

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

VILLAGE OF FLORIAN  
NOTES TO FINANCIAL STATEMENTS (CONTINUED)  
SEPTEMBER 30, 1982

Basis of Accounting - continued

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

Proprietary funds follow GASB prescribed by the Governmental Accounting Standards Board and all Financial Accounting Standards Board's standards issued prior to November 30, 1980. All proprietary funds are accounted for on a flow of economic resources measurement basis. With this measurement basis, all assets associated with the operation of these funds are included on the balance sheet. Fund equity, (i.e., net total assets) is segregated into contributed capital and retained earnings components. Proprietary fund-type operating statements present increases (e.g., revenues) and decreases (e.g., expenses) in net total assets.

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.

Transfers between funds that are not expected to be repaid for any other types, such as capital lease transactions, sales of fixed assets, debt extinguishment, long-term debt proceeds, et cetera) are accounted for as other financing sources or uses. These other financing sources or uses are recognized at the time the underlying events occur.

Budgets and Budgetary Practices

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

1. The Village Treasurer prepares the budget 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 public hearing is held on the proposed budget.
3. After holding the public hearing and completion of all action necessary to finalize and implement the budget, the budget is adopted through passage of an ordinance.
4. Budgetary amendments involving the transfer of funds from one department, program or function to another or involving increases in expenditures resulting from revenues exceeding estimated amounts require the approval of the Board of Aldermen.



VILLAGE OF FLORHAM  
NOTES TO FINANCIAL STATEMENTS (CONTINUED)  
SEPTEMBER 30, 1982

Budgets and Budgetary Practices (Contd.)

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.

Cash and Cash Equivalents

Consistent with GASB Statement 9, "Reporting Cash Flows of Proprietary and Nonexpendable Trust Funds and Governmental Entities that use Proprietary Fund Accounting", the Village of Florham defines cash and cash equivalents as follows:

Cash - includes not only currency on hand but also demand deposits with banks or other financial institutions and other kinds of accounts that have the general characteristics of demand deposits in that the customer may deposit additional funds at any time and also effectively may withdraw funds at any time without prior notice or penalty.

Cash equivalents - All short term, highly liquid investments that are readily convertible to known amounts of cash and are so near their maturity that they insignificant risk of changes in value because of interest rates. Generally, only investments which, at the day of purchase, have maturity date no longer than three months qualify under this definition.

Receivables

All receivables are reported at their gross value and, where applicable, are reduced by the estimated portion that is expected to be uncollectible.

Bad Debts

Uncollectible amounts due for customers' utility receivables are recognized as bad debts through the establishment of an allowance account at the time information becomes available which would indicate the uncollectibility of the particular receivable.

VILLAGE OF ELKHORN  
NOTES TO FINANCIAL STATEMENTS (CONTINUED)  
SEPTEMBER 30, 1997

NOTE 1--SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT)

Due To/From Other Funds

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

Interest Receivable

Interest on investments and certain receivables are recorded as revenue in the year the interest is earned and is available to pay liabilities of the current period.

Prepaid Items

Payment made to vendors for services that will benefit periods beyond September 30, 1997, are recorded as prepaid items.

Fund Equity

The unreserved fund balances for governmental funds represent the amount available for budgeting future operations. The reserved fund balances for governmental funds represent the amount that has been legally identified for specific purposes. Unreserved retained earnings for proprietary funds represent the net assets available for future operations or distribution. Reserved retained earnings for proprietary funds represent the net assets that have been legally identified for specific purposes.

Restricted Assets

Certain resources of the enterprise fund are classified as restricted assets on the balance sheet because their use is limited by contractual obligations. The "water and sewer extension fund" account is used to report resources set aside to fund the cost of extensions or improvements to the system which will either enhance its revenue producing capacity or provide a higher degree of services.

Total Columns 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, results of operations, or changes in cash flows 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.

VILLAGE OF FISHKILL, COLUMBIA  
 NOTES TO FINANCIAL STATEMENTS (CONTINUED)  
 SEPTEMBER 30, 1997

NOTE 2 - AD VALOREM

Ad valorem taxes attach as an enforceable lien on property as of January 1 of each year. Taxes are levied by the Village in October and are actually billed to the taxpayers in November. Billed taxes become delinquent on January 1 of the following year and penalties are assessed. All ad valorem tax revenue are recognized in compliance with HCSA Interpretation - 3 and GASB Codification Section 238 (Revenue Recognition - Property Taxes) which states that such revenue is recorded when it becomes measurable and available. Available means due, or past due and collectible within the current period and collected no longer than 60 days after the close of the current period.

The Village bills and collects its own property taxes using the assessed values determined by the tax assessors of Dutchess Parish.

For the year ended September 30, 1997, taxes of 7.27 mills were levied on property with an assessed valuation of \$9,186,140 and were dedicated to general corporate purposes. The Village reduced levied taxes by \$9,998 to reflect an agreement with Hedge Creek Corporation to limit their ad valorem taxes to \$12,000 for a period of ten years from September 7, 1993.

NOTE 3-- INTERFUND RECEIVABLES, PAYABLES

Fund	Interfund Receivables	Interfund Payables
General Fund	\$ ---	\$ 4,001
Enterprise Fund	\$ 6,581	\$ ---
Total	\$ 6,581	\$ 4,001

VILLAGE OF FLORENCE  
NOTES TO FINANCIAL STATEMENTS (CONTINUED)  
SEPTEMBER 30, 1997

**NOTE 4--DUE FROM OTHER GOVERNMENTAL UNITS**

Amounts due from other government units at September 30, 1997, consisted of tobacco taxes due from the State of Louisiana of \$204.

**NOTE 5--RESTRICTED ASSETS**

Restricted assets were applicable to the following at September 30, 1997:

Florence/Fisher wastewater account	\$ 10,794
Customers' meter deposits	34,734
Sewer plant maintenance fund	---2,280
<b>Total restricted assets</b>	<b>\$ 47,808</b>

**NOTE 6 - Plant and Equipment - Enterprise Fund**

A summary of water system fixed property, plant and equipment at September 30, 1996 follows:

	Accum. Depr.	Balance	Current Depr. Expense
	\$/38,996	\$/38,996	\$
Land	\$ ---	\$ 14,650	\$ ---
Purification Plant	188,886	213,341	7,563
Pipes & meters	83,902	85,480	2,577
Other equipment	5,663	14,862	1,764
Reserve Improvements	---88,232	---2,033,561	---22,733
<b>Totals</b>	<b>\$ 287,333</b>	<b>\$1,424,178</b>	<b>\$ 34,247</b>

There were no additions or deletions during the fiscal year ended September 30, 1996.

**VILLAGE OF FLORISS**  
**NOTE TO FINANCIAL STATEMENTS (CONTINUED)**  
**SEPTEMBER 30, 1997**

**NOTE 4--Plant and Equipment - Subscription Fund**

A summary of water system fund property, plant and equipment at September 30, 1997 follows:

	Balance	Accum. Depre.	Current Depre. Expense
	<u>\$,000,000</u>	<u>\$,000,000</u>	<u>\$</u>
Land	\$ 14,850	\$ ---	\$ ---
Purification Plant	211,341	144,538	7,552
Lines & meters	65,450	65,264	1,382
Other Equipment	14,852	7,417	1,164
Power Improvements	<u>1,095,652</u>	<u>91,897</u>	<u>22,296</u>
Totals	<u>\$1,402,145</u>	<u>\$ 239,116</u>	<u>\$ 22,296</u>

During the fiscal year ended September 30, 1997, there was \$1,330 added to power improvements. There were no deletions during the year.

**NOTE 5--CHANGES IN FIXED ASSETS**

	Balance Sept. 30, 1996	1996 Additions	1997 Additions	Deletions	Balance Sept. 30 1997
Village Hall and equipment	\$110,420	\$ 979	\$ ---	\$ ---	\$111,399
Police cars and equipment	34,080	---	---	5,508	30,580
Streets	143,350	---	---	---	143,350
Garbage truck	5,850	---	---	---	5,850
Land	<u>47,580</u>	<u>---</u>	<u>---</u>	<u>---</u>	<u>47,580</u>
Totals	<u>\$241,280</u>	<u>\$ 979</u>	<u>\$ ---</u>	<u>\$ 5,508</u>	<u>\$246,289</u>

VILLAGE OF FLORIAN  
NOTES TO FINANCIAL STATEMENTS (CONTINUED)  
SEPTEMBER 30, 1987

**NOTE 5 - LONG-TERM DEBT**

On June 2, 1986, the village of Florian assumed the balance of \$27,508 on a promissory note made by Sabine Free State Festival, Inc. payable to the order of Marion and Max Dwyer and Margarita Dupree, dated May 14, 1985, in the principal sum of \$90,880. Eleven annual installments of \$2,880 each, bearing no interest, were due beginning August 1, 1986, and the same date of each succeeding year. In exchange for the assumption of the note, the Village purchased lots one through twelve, including a parcel of the west end of lots one and two, of Block 19 of the Village of Florian.

A summary of the note payable for the year ended September 30, 1987, follows:

Note payable, October 1, 1985	\$2,880
Payments	(2,528)
Note payable, September 30, 1986	\$3,352

**NOTE 6 - PUBLIC EMPLOYEES' RETIREMENT SYSTEMS**

The Village contributes to three statewide cost-sharing, multiple-employer, defined benefit public employee retirement systems. These consist of the Municipal Police Employees' Retirement System of Louisiana (MPERS), the Firefighters' Retirement System (FRS), and the Louisiana State Employees' Retirement System (LSERS).

**MPERS.** Membership is mandatory for all full-time police officers employed by the Village, provided they meet statutory criteria. Any member is eligible for normal retirement benefits after he has been a member of the System for one (1) year, if he has twenty-five (25) years of creditable service at any age, or if he has twenty (20) years of creditable service and is age fifty-five (55). Benefit rates are three and one-third percent (3 1/3%) of final compensation per number of years of creditable service not to exceed one hundred percent (100%). Benefit and contribution requirements are established by state law. MPERS issues a publicly available financial report that includes financial statements and required supplementary information. That report may be obtained by writing to Municipal Police Employees' Retirement System, P. O. Box 94055, Baton Rouge, LA 70804-9055.

Members are currently required to contribute seven and one-half percent (7 1/2%) of their annual salary to the system, including supplemental pay. The City contributes an actuarially determined rate, presently set at nine percent (9%) of the member's salary, including supplemental pay.

VILLAGE OF FLORENCE  
NOTES TO FINANCIAL STATEMENTS (CONTINUED)  
SEPTEMBER 30, 1997

NOTE 9--PUBLIC EMPLOYEES' RETIREMENT SYSTEM (Cont'd.)

Required contributions. The Village made the following required contributions to the various pension plans:

YEAR ENDING	PERCENT
8/30/97	2.334
8/30/96	2.24

NOTE 10--COMMODATED ABSENCES

Due to a small number of Village employees who are entitled to compensation for future absences, no liability has been recorded in the accompanying financial statements. The Village's policy is to recognize the costs absences when actually paid to employees.

NOTE 11--OBLIGATIONS UNDER CAPITAL LEASES

The Village was not obligated under any capital or operating lease commitments at September 30, 1997.

NOTE 12--CASH AND CASH EQUIVALENTS AND CERTIFICATE OF DEPOSIT

Louisiana Revised Statutes authorize the Village to invest in United States bonds, treasury notes or certificates, time certificates of deposit, or any other federally insured investments.

Investments at September 30, 1997, consisted of a certificate of deposit which is stated at cost. These investments and all other bank deposits are secured through federal depository insurance. The Village's cash, savings, and certificate of deposit were fully secured at September 30, 1997. The Village's investments at September 30, 1997, are as follows:

Utility Funds:	
Certificate of deposit	<u>\$ 3,536</u>

VILLAGE OF FLORISS  
NOTES TO FINANCIAL STATEMENTS (CONTINUED)  
SEPTEMBER 30, 1997

NOTE 11--RECEIVABLES

Receivables at September 30, 1997 consist of the following:

	General Fund	Special Revenue Sales Tax Fund	Proprietary
Balance at 4/30/98	\$ 1,163	\$ 6,988	\$ 8,817

General Fund receivables consist entirely of amounts due for franchise taxes; sales tax fund receivables consist of monthly allotment due from the Sabine Parish Sales Tax Commission; and \$8,817 represents \$8,988 due from water and sewer customers at 9/30/97, net of a bad debt allowance of \$84 and \$31 in accrued interest receivable.

NOTE 14--CLAIMS AND JUDGMENTS

The Village participates in federal and state programs that are fully or partially funded by grants received from other governmental or non-governmental units. Expenditures financed by grants are subject to audit by the appropriate grantor government. If expenditures are disallowed due to noncompliance with grant program regulations, the Village may be required to reimburse the grantor government. The Village believes that disallowed expenditures, if any, based on subsequent audits will not have a material effect on any of the individual governmental funds or the overall financial position of the Village.

NOTE 15--FUND DEFICITS

The proprietary fund of the Village of Floriss has a retained earnings deficit at September 30, 1997, in the amount of \$57,788. The deficit was enlarged in this fiscal year due to the first full year depreciation expense on the new sewer system in the amount of \$22,788.

Management plans to eliminate the deficit through a combination of various actions:

- 1) The mayor and board of aldermen have implemented strict cost control procedures to reduce expenses incurred by that fund.
- 2) Any excess monies will be transferred from the special revenue fund in order to provide a positive fund balance in the Proprietary Fund as quickly as possible.

Management feels that these actions will relieve the existing deficit in the Proprietary Fund.



VILLAGE OF FLOREN  
NOTES TO FINANCIAL STATEMENTS (CONTINUED)  
SEPTEMBER 30, 1993

NOTE 16--ON-BEHALF PAYMENTS - POLICE

During the fiscal years ended September 30, 1991 and 1992, the Village received \$800 and \$0 respectively from the State of Louisiana as supplemental pay allotment for police wages.

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

#### GENERAL FUND

The general fund is used to account for revenues traditionally associated with government which are not required legally or by sound financial management to be accounted for in another fund.

VILLAGE OF FLORISS  
 GENERAL FUND  
 COMPARATIVE BALANCE SHEET  
 September 30, 1997 and 1996

ASSETS	<u>1997</u>	<u>1996</u>
Cash on hand	\$ 150	\$ 150
Cash in bank	24,181	18,173
Receivables:		
Franchise taxes	1,793	1,388
Due from other governments:		
Tobacco taxes	644	644
Utility deposits	<u>58</u>	<u>59</u>
Total assets	<u>\$ 26,926</u>	<u>\$ 19,602</u>
LIABILITIES AND FUND BALANCE		
Liabilities:		
Accounts payable	\$ 4,822	\$ 3,618
Accrued salaries payable	2,263	2,052
Due to enterprise fund	6,681	6,681
Payroll taxes payable	<u>1,657</u>	<u>1,297</u>
Total liabilities	<u>15,423</u>	<u>13,658</u>
Fund balance:		
Reserve for prepaid insurance	---	---
Unreserved-undesignated	<u>11,502</u>	<u>3,944</u>
Total fund balance	<u>11,502</u>	<u>3,944</u>
Total liabilities and fund balance	<u>\$ 26,926</u>	<u>\$ 19,602</u>

See Independent Auditor's Report.

VILLAGE OF FLORENCE  
GENERAL FUND  
COMPARATIVE STATEMENT OF REVENUES, EXPENDITURES, AND  
CHANGES IN FUND BALANCE  
YEARS ENDED SEPTEMBER 30, 1997 AND 1996

	1997	1996
Revenues:		
Taxes:		
Ad valorem	\$ 23,276	\$ 26,370
Licenses and permits:		
Occupational licenses	24,462	20,840
Intergovernmental:		
Tobacco tax	3,288	3,288
Office of Rural Development	---	---
In Dept of Agriculture and Forestry	---	---
Fees:	44,152	48,916
Franchise fees:		
Trove Inc	14,658	3,900
Valley Electric	---	2,854
Billed Cablevision	---	1,379
Garbage collection fees	28,400	30,359
Interest income	379	460
Miscellaneous	22,602	608
total revenues	<u>148,408</u>	<u>163,135</u>
Expenditures:		
General government	18,958	24,201
Public safety	53,782	59,620
Highways, streets and sanitation	25,228	23,819
Capital outlay	---	502
total expenditures	<u>147,968</u>	<u>158,142</u>
Excess (deficiency) of revenues over (under) expenditures	(4,560)	(5,007)
Other financing sources (uses):		
Transfers in	14,022	41,063
Transfers out	(28,082)	(18,000)
total other financing sources (uses)	<u>(14,060)</u>	<u>23,063</u>
Excess (deficiency) of revenues and other sources over (under) expenditures and other uses	7,568	4,563
Fund balance, beginning of year	3,888	(1983)
Fund balance, end of year	<u>\$ 11,456</u>	<u>\$ 3,943</u>

See Independent Auditor's Report.

#### SPECIAL REVENUE FUND

Special revenue funds are used to account for specific revenues that are legally restricted to expenditures for particular purposes.

**SALES TAX FUND** - To account for the receipt and use of proceeds of the Village's 4% sales and use tax. These taxes are to provide additional funds for the construction, repair and maintenance of streets within the Village of Florien and for general maintenance of the Village of Florien.

VILLAGE OF FLORENCE  
SPECIAL REVENUE FUND  
COMPARATIVE BALANCE SHEET  
September 30, 1993

	<u>1993</u>	<u>1992</u>
<b>ASSETS</b>		
Cash and cash equivalents	\$ 20,852	\$ 41,138
Taxes receivable	6,888	4,347
Total assets	<u>27,740</u>	<u>45,485</u>
<b>LIABILITIES AND FUND BALANCE</b>		
Liabilities:		
Accounts payable	\$ 3,542	\$ 5,442
Salaries payable	1,827	1,847
Physical taxes payable	88	350
Total liabilities	<u>5,457</u>	<u>7,639</u>
Fund Balance:		
Unreserved-undesignated	22,283	37,846
Total liability and fund balance	<u>\$ 27,740</u>	<u>\$ 45,485</u>

See Independent Auditor's Report.

VILLAGE OF FLORIAN  
SPECIAL REVENUE FUND  
COMPARATIVE STATEMENTS OF REVENUES, EXPENDITURES, AND  
CHANGES IN FUND BALANCE  
Year Ended September 30, 1997

	Totals	
	1997	1996
Revenues:		
Taxes	\$ 77,828	\$ 105,691
Interest Income	421	693
Miscellaneous	4,896	4,715
Total revenues	<u>83,145</u>	<u>111,099</u>
Expenditures:		
Current -		
General government	98,947	121,973
Total expenditures	<u>98,947</u>	<u>121,973</u>
Excess (deficiency) of revenues over expenditures	(15,802)	(10,874)
Other financing sources (uses):		
Transfers in	9,000	10,000
Transfers out	<u>18,800</u>	<u>(11,300)</u>
Excess (deficiency) of revenues and other sources over expenditures and other uses	(11,802)	(12,565)
Fund balances, beginning	<u>32,813</u>	<u>50,398</u>
Fund balances, ending	<u>\$ 28,011</u>	<u>\$ 37,833</u>

See Independent Auditor's Report.



#### DEBT SERVICE FUND

Debt service funds are used to account for the accumulation of resources and payment of general obligation bond principal and interest from governmental resources and special assessment bond principal and interest from special assessment levies when the government is obligated in some manner for the payment.

Note Payable = To accumulate monies for the payment of a non-interest bearing note in the amount of \$27,500, payable in eleven annual installments of \$2,500 due August 1, of each year until paid in full. The note payable was paid in the fiscal year ended September 30, 1976.

VILLAGE OF FLORHAM  
 DEBT SERVICE FUND  
 COMPARATIVE BALANCE SHEET  
 September 30, 1997 and 1996

	<u>Totals</u>	
	<u>1997</u>	<u>1996</u>
<b>ASSETS</b>		
Cash and cash equivalents	\$ 1,000	\$ 1,000
Total assets	\$ 1,000	\$ 1,000
<b>FUND BALANCE</b>		
Reserved for debt service	1,000	1,000
Total fund balances	\$ 1,000	\$ 1,000

See Independent Auditor's Report.

VILLAGE OF FLORHAM  
 DEPT SERVICE FUND  
 COMPARATIVE STATEMENT OF REVENUES, EXPENDITURES, AND  
 CHANGES IN FUND BALANCE  
 Year Ended September 30, 1997 And 1996

	Totals	
	1997	1996
Expenditures:		
Principal retirement	\$ ----	\$ 2,500
Excess (deficiency) of revenues over expenditures	-----	(2,881)
Other Financing Sources (Uses):		
Special transfers in	-----	2,500
Excess (deficiency) of revenues and other sources over expenditures	---	---
Fund balance, beginning	-----	-----
Fund balance, ending	\$ -----	\$ -----

See Independent Auditor's Report.

#### ENTERPRISE FUND

Enterprise funds are used to account for operations that are financed and operated in a manner similar to private business enterprises where the intent of the government's council is that the costs of providing goods or services to the general public on a continuing basis be financed or recovered primarily through user charges; or where the government's council has decided that periodic determination of net income is appropriate for accountability purposes.

System fund - To account for the providing of water service to residents of the Village. All activities necessary to provide such services are accounted for in this fund including, but not limited to, administration, operations, maintenance, financing and related debt service, and billing and collection.

VILLAGE OF FLOREN  
 ENTERPRISE FUND  
 COMPARATIVE BALANCE SHEETS  
 September 30, 1997 and 1996

	1997	1996
<b>ASSETS</b>		
<b>CURRENT ASSETS:</b>		
Cash and cash equivalents	\$ 8,321	\$ 8,176
Accrued interest receivable	32	32
Accounts receivable, net of allowance for doubtful accounts of \$404 in 1997 and \$491 in 1996	6,903	10,135
Due from General Fund	4,661	4,661
Total current assets	20,967	23,029
<b>RESTRICTED ASSETS:</b>		
Floren/Fisher Mastomater account	20,184	---
Water and sewer extension fund		
Cash and cash equivalents	---	2,573
Sewage plant maintenance fund		
Cash and cash equivalents	2,708	2,925
Customer water deposits:		
Cash and cash equivalents	9,184	9,183
Certificate of deposit	6,432	6,448
Total restricted assets	36,888	29,129
<b>PROPERTY, PLANT AND EQUIPMENT, net of accumulated depreciation of \$308,928 in 1997 and \$287,303 in 1996</b>	1,494,944	1,336,444
<b>OTHER ASSETS</b>		
Deposit	365	365
Total assets	21,150,844	21,376,390

See Independent Auditor's Report.

Exhibit 1-1

	1987	1986
<b>LIABILITIES AND RETAINED EARNINGS</b>		
Current liabilities (payable from current assets):		
Accounts payable	\$ 8,574	\$ 8,304
Accrued salaries payable	3,852	1,745
Payroll taxes payable	272	347
Sales tax payable	155	373
Total current liabilities (payable from current assets)	<u>13,853</u>	<u>12,869</u>
Current liabilities (payable from restricted assets):		
Customers' deposits	12,990	13,305
Total liabilities	<u>26,843</u>	<u>26,174</u>
<b>FUND EQUITY:</b>		
Contributed capital:		
Municipality	38,928	39,928
LCRSG - grants	729,708	720,369
ESA grant	812,698	817,194
Total contributed capital	<u>1,581,334</u>	<u>1,577,591</u>
<b>RETAINED EARNINGS:</b>		
Reserve for Floridan/Fisher Wastewater	---	---
Reserve for sewer plant maintenance fund	9,900	9,875
Reserve for replacement and extension fund	---	2,572
Unreserved-undesignated	<u>(81,788)</u>	<u>(88,863)</u>
Total retained equity	<u>158,112</u>	<u>134,694</u>
Total fund equity	<u>1,739,446</u>	<u>1,712,285</u>
Total liabilities and fund equity	<u>\$1,898,889</u>	<u>\$1,898,459</u>

GENERAL FIXED ASSETS ACCOUNT GROUP

The General Fixed Assets Account Group is used to account for fixed assets not used in proprietary fund operations or accounted for in trust funds.

## VILLAGE OF FLEMING

COMPARATIVE STATEMENTS OF GENERAL FIXED ASSETS - BY SOURCE  
SEPTEMBER 30, 1987 AND 1988

	<u>1987</u>	<u>1988</u>
General fixed assets, at cost:		
Village Hall and equipment	\$111,400	\$111,400
Police cars and equipment	30,500	30,500
Buses	141,300	141,300
Garbage truck	5,800	5,800
Land	<u>82,500</u>	<u>82,500</u>
Total general fixed assets	<u>\$351,700</u>	<u>\$351,700</u>
Investment in general fixed assets:		
* Property acquired prior to 10/1/78	\$ 16,100	\$ 16,100
Property acquired after 10/1/78		
General fund revenues	301,993	301,993
Federal revenue sharing revenues	<u>33,607</u>	<u>33,607</u>
Total investment in general fixed assets	<u>\$351,700</u>	<u>\$351,700</u>

\* Records reflecting the source from which assets were acquired were not maintained prior to 10/1/78.

See Independent Auditor's Report.



**GENERAL LONG-TERM DEBT ACCOUNT GROUP**

To account for unamortized principal amounts on general long-term debt reported to be financed from governmental type funds (except special assessment funds). Payment of maturing obligations, including interest, is accounted for in the debt service fund.

## VILLAGE OF FLORIDA

COMPARATIVE STATEMENT OF GENERAL LONG-TERM DEBT  
September 30, 1987 and 1986

	<u>1987</u>	<u>1986</u>
AMOUNT TO BE PROVIDED FOR THE RETIREMENT OF GENERAL LONG- TERM DEBT		
Amount to be provided from general fund resources	\$ <u>    </u>	\$ <u>    </u>
GENERAL LONG-TERM DEBT PAYABLE		
Notes payable	\$ <u>    </u>	\$ <u>    </u>

See Independent Auditor's Report.

## SUPPLEMENTARY INFORMATION

## Schedule 1

TOWN OF FLEMING  
 SCHEDULE OF FEES PAID THE BOARD OF ALDERMEN  
 YEARS ENDED SEPTEMBER 30, 1977 and 1976

The schedule of per diem paid to board members was prepared in compliance with House Concurrent Resolution No. 54 of the 1979 session of the Legislature.

As provided by Louisiana Revised Statute 33:4569, the board members and mayor received \$200 and \$250, respectively, per month for attendance at meetings of the board.

	Number Attended	Amount
<u>Fiscal Year Ended September 30, 1976</u>		
Arday Jordan, Mayor	12	\$2,400
Frank Charles	9	900
John Colley	9	900
Ear Devaney	12	2,400
Sidney Lachon, Jr.	3	600
David Williams	9	1,800
Total		\$10,000

<u>Fiscal Year Ended September 30, 1977</u>		
Arday Jordan, Mayor	12	\$2,400
Ear Devaney	12	2,400
Sidney Lachon, Jr.	12	2,400
David Williams	12	2,400
Total		\$10,000

See Independent Auditor's Report.

Village of Florien  
SCHEDULE OF PRIOR YEAR FINDINGS

For the Two Years Ended September 30, 1987

**SECTION I INTERNAL CONTROL AND COMPLIANCE MATERIAL TO THE FINANCIAL STATEMENTS**

There were no prior year findings relating to internal control and compliance material to the financial statements.

**SECTION II INTERNAL CONTROL AND COMPLIANCE MATERIAL TO FEDERAL AWARDS**

There were no prior year findings relating to internal control and compliance material to federal awards.

**SECTION III MANAGEMENT LETTER**

There was no management letter with prior year audit report.

See Independent Auditor's Report.

Village of Florien  
MANAGEMENT'S CORRECTIVE ACTION PLAN

For the Two Years Ended September 30, 1997

**SECTION I            INTERNAL CONTROL AND COMPLIANCE MATERIAL TO THE  
FINANCIAL STATEMENT**

1993-1    The Board will more closely will closely monitor the timely completion of the September 30, 1996 audit by March 31, 1999 and require the auditor to complete it in a timely fashion.

**SECTION II           INTERNAL CONTROL AND COMPLIANCE MATERIAL TO FEDERAL  
FUNDS**

N/A

**SECTION III          MANAGEMENT LETTER**

N/A

See Independent Auditor's Report.