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# TOWN OF FARMERVILLE

## JUNE 30, 1998

Under provisions of state law, this report is a public document. A copy of the report has been submitted to the auditor, or reviewed, verified and other appropriate public officials. The report is available for public inspection at the State House, 1000 of the Capitol Building, or at any appropriate office of the parish clerk of court.

Printed Date, JAN 13 1999

TOWN OF FARMERVILLE  
P. O. BOX 427  
FARMERVILLE, LA 71441

November 23, 1990

Office of Legislative Auditor  
Attention: Ms. Dorothy Miller  
1600 North Third  
Post Office Box 94397  
Baton Rouge, LA 70804-0397

Dear Ms. Miller:

In accordance with Louisiana Revised Statute 24:506, enclosed are the annual financial statements for the Town of Farmerville, Louisiana, as of and for the fiscal year ended June 30, 1990. This report includes all funds under the control and oversight of the municipality. The following component units within the parish have been included within the accompanying report:

Farmerville Volunteer Fire Department, Inc.

The accompanying general purpose financial statements have been prepared in accordance with generally accepted accounting principles.

Sincerely,

  
By Bill McInerch, Municipal Clerk

Enclosure

STATE OF LOUISIANA  
TOWN OF FARMERVILLE  
REPORT OF  
GAY NELL MCINTOSH, MUNICIPAL CLERK  
TO  
LEGISLATIVE AUDITOR

As of and for the Year Ended June 30, 1998  
In accordance with Louisiana Revised Statute 24:614

**AFFIDAVIT**

Personally came and appeared before the undersigned authority, Gay Nell McIntosh, Municipal Clerk of the Town of Farmerville, Louisiana, who, duly sworn, deposes and says that the general purpose financial statements herewith given are a fair representation of financial position of the Town of Farmerville, Louisiana, as of June 30, 1998, and the results of the operations for the year then ended in accordance with generally accepted accounting principles.

  
Gay Nell McIntosh, Municipal Clerk

Sworn to and subscribed before me, this 23<sup>rd</sup> day of November, 1998.

  
NOTARY PUBLIC

1911  
JUN 30 1911

TOWN OF FARMERVILLE, LOUISIANA  
FARMERVILLE, LOUISIANA

AULT REPORT  
JUNE 30, 1911

**TOWN OF FARMERVILLE, LOUISIANA**  
**FARMERVILLE, LOUISIANA**  
**ANNUAL FINANCIAL REPORT**  
**FOR THE FISCAL YEAR ENDING JUNE 30, 2008**

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FARMERVILLE, LOUISIANA  
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EMBURYVILLE, LOUISIANA  
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# GARRETT & GARRETT

Certified Public Accountants  
112 Professional Drive  
West Monroe, Louisiana 71282

Carolyn F. Garrett  
Judy B. Garrett

Phone: (338) 322-0690  
Fax: (338) 322-6677

October 1, 1998

## UNQUALIFIED OPINION ON GENERAL-PURPOSE FINANCIAL STATEMENTS AND SUPPLEMENTARY SCHEDULE OF EXPENDITURES OF FEDERAL FUNDS - GOVERNMENT ENTITY

### Independent Auditor's Report

The Honorable Willie Davis, Jr., Mayor  
and Members of the Board of Aldermen

We have audited the accompanying general-purpose financial statements of the Town of Farmerville, Louisiana, and the combining individual fund and account group financial statements and supplementary information, of the Town of Farmerville, Louisiana as of as for the years ended June 30, 1998 and 1997, as listed in the table of contents. These general-purpose financial statements are the responsibility of the Town of Farmerville, Louisiana's management. Our responsibility is to express an opinion on these general-purpose financial statements based on our audit.

Except as discussed in the following paragraph, we conducted our audit in accordance with generally accepted auditing standards. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statements presentation. We believe that our audit provides a reasonable basis for our opinion.

Governmental Accounting Standards Board Technical Bulletin 98-1 (disclosures about year 2000 issues, requires disclosure of certain matters regarding the year 2000 issue. The Town of Farmerville, Louisiana has included such disclosures in Note 15. Because of the unprecedented nature of the year 2000 issue, its effects and the success of related remediation efforts will not be fully determinable until the year 2000 and thereafter. Accordingly, insufficient audit evidence exists to support the Town of Farmerville, Louisiana's disclosures with respect to the year 2000 issue made in Note 15. Further we do not provide assurance that the Town of Farmerville, Louisiana is or will be year 2000 ready, that Town of Farmerville, Louisiana's 2000 remediation efforts will successful in whole or in



The Honorable Willie Davis, Jr., Mayor  
and Members of the Board of Aldermen  
October 3, 1988  
Page 7

part, or that portions with which the Town of Farmerville, Louisiana does business will be year 2000 ready.

In our opinion, except for the effects of such adjustments, if any, as might have been determined to be necessary had we been able to examine evidence regarding year 2000 disclosures, the general-purpose financial statements referred above present fairly, in all material respects, the financial position of the Town of Farmerville, Louisiana, as of June 30, 1988, and the results of its operations and the cash flows of its proprietary fund types and nonresponsible trust funds for the year then ended in conformity with generally accepted accounting principles.

In accordance with Government Auditing Standards, we have also issued our report dated October 3, 1988 on our consideration of the Town of Farmerville, Louisiana's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts and grants.

Our audit was performed for the purpose of forming a opinion on the general-purpose financial statements of the Town of Farmerville, Louisiana, taken as a whole. The accompanying schedule of expenditures of Federal awards is presented for purposes of additional analysis as required by U. S. Office of Management and Budget Circular A-133, Audits of States, Local Governments, and Non-Profit Organizations, and is not a required part of the general-purpose financial statements. Such information has been subjected to the auditing procedures applied in the audit of the general-purpose financial statements and, in our opinion, is fairly stated, in all material respects, in relation to the general-purpose financial statements taken as a whole.

GARRETT & GARRETT  
CERTIFIED PUBLIC ACCOUNTANTS

*Garrett Garrett*  
Date 10-1-88



STATE OF CALIFORNIA  
DEPARTMENT OF REVENUE  
SALES TAX COLLECTION STATEMENT

1982

DATE: 01/15/83  
 PERIOD: 12/15/82 - 01/15/83  
 COUNTY: LOS ANGELES  
 CITY: LOS ANGELES  
 SALES TAX COLLECTOR: [Name]

DESCRIPTION	12/15/82		01/15/83		TOTAL		TOTAL TAX	TOTAL TAX PAID	TOTAL TAX DEFERRED
	AMOUNT	TAX	AMOUNT	TAX	AMOUNT	TAX			
SALES TAX COLLECTED	100,000	10,000	100,000	10,000	200,000	20,000	20,000	0	0
SALES TAX DEFERRED	0	0	0	0	0	0	0	0	0
TOTAL SALES TAX	100,000	10,000	100,000	10,000	200,000	20,000	20,000	0	0
SALES TAX PAID	100,000	10,000	100,000	10,000	200,000	20,000	20,000	0	0
SALES TAX DEFERRED	0	0	0	0	0	0	0	0	0
TOTAL SALES TAX PAID	100,000	10,000	100,000	10,000	200,000	20,000	20,000	0	0

TOTAL SALES TAX PAID: 20,000

DESCRIPTION	12/15/82		01/15/83		TOTAL		TOTAL TAX	TOTAL TAX PAID	TOTAL TAX DEFERRED
	AMOUNT	TAX	AMOUNT	TAX	AMOUNT	TAX			
SALES TAX COLLECTED	100,000	10,000	100,000	10,000	200,000	20,000	20,000	0	0
SALES TAX DEFERRED	0	0	0	0	0	0	0	0	0
TOTAL SALES TAX	100,000	10,000	100,000	10,000	200,000	20,000	20,000	0	0
SALES TAX PAID	100,000	10,000	100,000	10,000	200,000	20,000	20,000	0	0
SALES TAX DEFERRED	0	0	0	0	0	0	0	0	0
TOTAL SALES TAX PAID	100,000	10,000	100,000	10,000	200,000	20,000	20,000	0	0

TOTAL SALES TAX PAID: 20,000

DESCRIPTION	12/15/82		01/15/83		TOTAL		TOTAL TAX	TOTAL TAX PAID	TOTAL TAX DEFERRED
	AMOUNT	TAX	AMOUNT	TAX	AMOUNT	TAX			
SALES TAX COLLECTED	100,000	10,000	100,000	10,000	200,000	20,000	20,000	0	0
SALES TAX DEFERRED	0	0	0	0	0	0	0	0	0
TOTAL SALES TAX	100,000	10,000	100,000	10,000	200,000	20,000	20,000	0	0
SALES TAX PAID	100,000	10,000	100,000	10,000	200,000	20,000	20,000	0	0
SALES TAX DEFERRED	0	0	0	0	0	0	0	0	0
TOTAL SALES TAX PAID	100,000	10,000	100,000	10,000	200,000	20,000	20,000	0	0

TOTAL SALES TAX PAID: 20,000

Net Change in Shareholders' Equity

Shareholders' Equity

Balance at 12/31/19

Net Change

Balance at 12/31/20

2020-2021 Fiscal Year

2021-2022 Fiscal Year

2022-2023 Fiscal Year

2023-2024 Fiscal Year

Balance at 12/31/19	\$ 70	\$ 70	\$ 70	\$ 70	\$ 70	\$ 70	\$ 70	\$ 70	\$ 70
Net Change	0	0	0	0	0	0	0	0	0
Balance at 12/31/20	\$ 70	\$ 70	\$ 70	\$ 70	\$ 70	\$ 70	\$ 70	\$ 70	\$ 70
2020-2021 Fiscal Year	0	0	0	0	0	0	0	0	0
2021-2022 Fiscal Year	0	0	0	0	0	0	0	0	0
2022-2023 Fiscal Year	0	0	0	0	0	0	0	0	0
2023-2024 Fiscal Year	0	0	0	0	0	0	0	0	0



2025 FUND BALANCE SHEET

Revised by Board of  
 Supervisors for  
 2025 State Reporting  
 Purposes Only

2025 FUND BALANCE SHEET - GENERAL FUND

2025 FUND BALANCE SHEET - GENERAL FUND

Increased Increase to Decrease

Net Change in Unreserved Fund  
 Balance for Year

2025 BALANCE SHEET - GENERAL FUND

1	21,876,114	1	21,876,114	1	21,876,114	1	21,876,114	1	21,876,114
2	1,028,000	2	1,028,000	2	1,028,000	2	1,028,000	2	1,028,000
3	11,876,114	3	11,876,114	3	11,876,114	3	11,876,114	3	11,876,114
4	11,876,114	4	11,876,114	4	11,876,114	4	11,876,114	4	11,876,114
5	2,488,000	5	2,488,000	5	2,488,000	5	2,488,000	5	2,488,000
6	19,388,114	6	19,388,114	6	19,388,114	6	19,388,114	6	19,388,114
7	61,782,114	7	61,782,114	7	61,782,114	7	61,782,114	7	61,782,114
8	21,876,114	8	21,876,114	8	21,876,114	8	21,876,114	8	21,876,114

The 2025 to 2024 financial statements are an integral part of this statement.



## TOWN OF FARMERVILLE, LOUISIANA

EXHIBIT B

## CAPITOLVILLE, LOUISIANA

COMBINED STATEMENTS OF REVENUES, EXPENSES, AND CHANGES IN RETAINED EARNINGS  
PROPRIETARY FUND TYPES

FOR THE FISCAL YEAR ENDED JUNE 30, 1998

DATE COMPARATIVE YEARS FOR THE FISCAL YEAR ENDED JUNE 30, 1997

	PROPRIETARY FUND TYPES	
	UNILATERAL	
	1998	1997
<b>OPERATING REVENUES</b>		
Charges for Services		
Water Sales	\$ 719,061.96	\$ 629,337.54
Penalties & Reconnections/Connections	22,335.96	31,341.66
Sewer Sales	174,034.43	198,142.29
Tapping Fees	7,750.57	8,620.85
Miscellaneous	.80	1,681.81
Total Operating Revenues	\$ 923,000.21	\$ 869,482.95
<b>OPERATING EXPENSES</b>		
Cost of Sales and Services	\$ 414,785.24	\$ 377,609.34
Administration	265,022.58	265,125.80
Depreciation	221,609.38	228,377.89
Total Operating Expenses	\$ 901,417.20	\$ 871,113.03
<b>OPERATING INCOME (LOSS)</b>	\$ 21,583.01	\$ 118,369.92
<b>NON-OPERATING REVENUES (EXPENSES)</b>		
Interest Income	\$ 17,397.38	\$ 13,099.29
BOFB Grant	.80	362,422.95
Cost - Relocation of Water Lines	.80	(260,422.95)
Total Nonoperating Revenues (Expenses)	\$ 17,397.38	\$ 115,099.29
<b>NET INCOME (LOSS) BEFORE OPERATING TRANSFERS</b>	\$ 38,980.39	\$ 33,469.21
<b>TRANSFERS TO/ FROM OTHER FUNDS</b>		
General Fund	\$ (18,013.48)	\$ (6,045.84)
<b>NET (LOSS) BEFORE NON-OPERATING ADJUSTMENTS (OR DEDUCTIONS)</b>	\$ 20,966.91	\$ 27,423.37
Add Back Depreciation on Assets Acquired With Capital Grants	262,508.68	158,165.96
<b>NET INCOME (LOSS)</b>	\$ 253,475.59	\$ 185,589.33
(Increase) Decrease in Reserves	(116,511.43)	(18,856.39)
Net Change in Unreserved Retained Earnings for the Year	\$ 136,964.16	\$ 166,732.94
<b>RETAINED EARNINGS - UNRESERVED - JUL 1</b>	893,562.42	894,807.38
<b>RETAINED EARNINGS - UNRESERVED - JUNE 30</b>	\$ 1,030,526.58	\$ 1,061,540.32

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



TOWN OF FARMERVILLE, LOUISIANA  
 FARMERVILLE, LOUISIANA  
 COMBINED STATEMENTS OF CASH FLOWS  
 PROPRIETARY FUND TYPES

EXHIBIT I

FOR THE FISCAL YEAR ENDING JUNE 30, 1990

(WITH COMPARATIVE TOTALS FOR THE FISCAL YEAR ENDING JUNE 30, 1989)

CASH FLOWS FROM OPERATING ACTIVITIES	<u>1990</u>	<u>1989</u>
Cash Received from Customers	\$ 806,595.00	\$ 892,670.00
Cash Paid to Suppliers	(459,795.24)	(494,283.00)
Cash Paid to Employees	(151,583.12)	(137,559.16)
Payment of Staff and Administrative Expenses	<u>(184,100.02)</u>	<u>(190,845.02)</u>
<b>NET CASH FROM OPERATING ACTIVITIES</b>	<b>\$ 111,116.62</b>	<b>\$ 187,982.82</b>
<b>CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES</b>		
Payments to Other Funds	\$ (19,813.00)	\$ (5,845.84)
<b>NET CASH USED BY NONCAPITAL FINANCING ACTIVITIES</b>	<b>\$ (19,813.00)</b>	<b>\$ (5,845.84)</b>
<b>CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES</b>		
LCDBG Funds	\$ 324,844.80	\$ 631,581.33
Principal Paid on Long-Term Debt	.80	(49,080.89)
Acquisition of Capital Assets	(344,787.57)	(31,607.49)
Acquisition of Water Well - LCDBG	<u>.82</u>	<u>(621,581.33)</u>
<b>NET CASH USED BY CAPITAL AND RELATED FINANCING ACTIVITIES</b>	<b>\$ (119,940.87)</b>	<b>\$ (11,607.49)</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Interest on Investments	\$ 12,382.38	\$ 10,093.28
<b>NET CASH PROVIDED BY INVESTING ACTIVITIES</b>	<b>\$ 12,382.38</b>	<b>\$ 10,093.28</b>
<b>NET INCREASE IN CASH AND CASH EQUIVALENTS</b>	<b>\$ 13,909.67</b>	<b>\$ 147,908.69</b>
<b>CASH AND CASH EQUIVALENTS, JULY 1</b>	<b>352,308.82</b>	<b>352,488.14</b>
<b>CASH AND CASH EQUIVALENTS, JUNE 30</b>	<b>\$ 366,218.49</b>	<b>\$ 500,396.83</b>

TOWN OF FARMERSVILLE, LOUISIANA  
 FARMERVILLE, LOUISIANA  
 COMBINED STATEMENTS OF CASH FLOWS  
 (PROVISIONAL FUND ITEMS)

EXHIBIT C  
 CONTINUED

FOR THE FISCAL YEAR ENDED JUNE 30, 1988  
 (WITH COMPARATIVE TOTALS FOR THE FISCAL YEAR ENDED JUNE 30, 1987)

	1988	1987
<b>RECONCILIATION OF OPERATING INCOME TO NET CASH PROVIDED BY OPERATING ACTIVITIES</b>		
Operating Income	\$ (7,806.75)	\$ (15,388.88)
Adjustments		
Depreciation	281,839.14	280,777.89
(Increase/Decrease in Assets		
Receivables	44,771.96	(50,983.29)
Restricted Assets	(325,530.35)	(17,880.77)
Increase/Decrease) in Liabilities		
Accounts Estimated & Retainage Payable	(19,526.60)	51,780.88
Trust Liabilities and Deposits	4,832.34	15,547.53
Accrued Compensated Absences	255.32	529.82
	\$ 181,839.14	\$ 182,882.78
<b>NET CASH PROVIDED BY OPERATING ACTIVITIES</b>		
Noncash Transactions Affecting Financial Bond Retirement in Excess of Refunding Insurance	\$ _____ .00	\$ _____ .00
<b>CASH AND CASH EQUIVALENTS</b>		
Cash	\$ 132,479.78	\$ 181,180.34
Investments - Certificates of Deposits	223,576.38	166,186.89
<b>TOTAL CASH AND CASH EQUIVALENTS</b>	\$ 356,056.16	\$ 347,367.23

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

TOWN OF FARMERVILLE, LOUISIANA  
FARMERVILLE, LOUISIANA  
NOTE TO FINANCIAL STATEMENTS  
JUNE 30, 1998

INTRODUCTION

The town of Farmerville operates under an elected Mayor/Council form of government. The town's major operations include water and sewer, public safety, fire protection, recreation and parks, and general administrative services.

The council consist of five members who are elected for a four year term. See note number nine for a detail of compensation for the mayor and council.

The town of Farmerville is located in Union Parish surrounded by D'Arbonne Lake recreation area. The town's major industry is timber and poultry, which includes Somenza processing plant.

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

a. REPORTING ENTITY

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

Governmental Accounting Standards Board (GASB) Statement No. 14 established criteria for determining which component units should be considered part of the town of Farmerville for financial reporting purposes. The basic criteria 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 include:

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

As required by generally accepted accounting principles, these financial statements present the town of Farmerville (the primary government) and its

**TOWN OF FARMERVILLE, LOUISIANA**  
**FARMERVILLE, LOUISIANA**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 1998**

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

components units. The components units included in the accompanying financial statements are either blended with the municipality funds or discretely presented.

**FUNDS INCLUDED WITHIN THE REPORTING ENTITY**

**The Town of Farmerville Water Department**

The town of Farmerville rates for user charges are approved by the Town Council and the legal liability for the general obligations portion of the water authority's debt remains with the Town of Farmerville.

**The Town of Farmerville Sewer Department**

The sewer charges are approved by the Town Council, but are regulated by the EPA. The sewer system was financed by PFA. The PFA notes were sold to General Electric Credit in 1990. Bonds in the amount of \$935,000 was refinanced.

**The Town of Farmerville Sales Tax Department**

The citizens of the town of Farmerville approved a 1% sales and use tax. Proceeds of the tax have been pledged and dedicated to the retirement of sales tax bonds dated May 1, 1995. Also the fund could be used for streets and sanitation expenditures.

**The Town of Farmerville Dual State Drug Task Force**

The town pays expenditures, for one police officer, which is partially reimbursed, by the Dual State Drug Task Force.

**The Town of Farmerville Capital Projects**

The town of Farmerville had two ICDBG Grants. Grant #187-700655 is the amount of \$470,844.00 and Grant #287-708176 for \$225,000. Project #100-700655 for street improvements was completed at June 23, 1997, but not accepted, additional cost after June 30, 1997 was \$34,848.00. The Grant for \$225,000 was completed on April 20, 1998.

**BLENDED COMPONENT UNITS**

The Town of Farmerville has no blended units.

**DISCREETLY PRESENTED COMPONENT UNITS**

Component units are legally separate from the municipality but are financially accountable to the municipality, or whose relationship with the municipality are such that exclusion would cause the municipality's financial statements to be misleading or incomplete are discretely presented. The Component Units column of the combined financial statements include the financial data of those discretely presented components units. They are reported in a separate column to emphasize that they are legally separate from the municipality.

**TOWN OF FARMERVILLE, LOUISIANA**  
**FARMERVILLE, LOUISIANA**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2008**

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

The following component units are discretely presented in the accompanying financial statements:

**Farmerville Volunteer Fire Department, Inc.**

The volunteer fire department expenditures for operating the fire department is paid by the Town of Farmerville's General fund. The transactions in the Volunteer Fire Department, Inc. is for miscellaneous fund raises and miscellaneous expense for the volunteer fireman. The Town transfers the State of Louisiana 2% rebate to the volunteer fire department, and is accumulated for purchase of equipment.

Contributors to the Volunteer Fire Department elect all the members of the governing board. The governing board is solely responsible for the Volunteer Fire Department Operations. The accounting records are maintained by an employee of the Town of Farmerville.

**B. FUND ACCOUNTING**

The municipality uses funds and account groups to report on its financial position and the results of its operations. Fund Accounting is designed to demonstrate legal compliance and to aid financial management by segregating transactions relating to certain government functions or activities.

A fund is a separate accounting entity with a self-balancing set of accounts. On the other hand, an account group is a financial reporting device designed to provide accountability for certain assets and liabilities that are not recorded on the funds because they do not directly affect net expendable available financial resources.

Funds of the municipality are classified into three categories: governmental, proprietary, and fiduciary. In turn, each category is divided into separate fund types. The fund classifications and a description of each existing fund type follow:

**Governmental Funds**

Governmental Funds are used to account for all or most of the municipality'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 debt. Governmental funds include:

1. General Fund--the general operating fund of the municipality and accounts for all financial resources, except those required to be accounted for in other funds.

TOWN OF FARMERVILLE, LOUISIANA  
FARMERVILLE, LOUISIANA  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 1998

NOTE 3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES CONTINUED

2. Special revenue funds--account for the proceeds of specific revenue sources that are legally restricted to expenditures for specified purposes. In addition, the General Fund of each blended component unit is reported as a special revenue fund.
3. Debt service funds--account for transactions relating to resources retained and used for the payment of principal and interest on those long-term obligations recorded in the general long-term obligations account group.
4. Capital projects funds--account for financial resources received and used for the acquisition, construction, or improvement of capital facilities not reported in other governmental funds.

PROPRIETARY FUNDS

Proprietary funds are used to account for activities similar to those found in the private sector, where the determination of net income is necessary or useful to 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. Proprietary funds include:

1. Enterprise funds--account for operations (a) 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 cost-based basis be financed or recovered primarily through user charges, or (b) where the governing body has decided that periodic determination of revenues earned, expenses incurred, and/or net income is appropriate for capital maintenance, public policy, management control, accountability, or other purposes.
2. Internal service funds--account for the financing of goods or services provided by one department to other departments or governments on a cost-reimbursement basis. The Town of Farmerville does not have an internal service fund.

FIDUCIARY FUNDS

Fiduciary funds are used to account for assets held on behalf of outside parties, including other governments, or on behalf of other funds within the municipality. The Town of Farmerville does not have any fiduciary funds.

ACCOUNT GROUPS

1. General Fixed Assets 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 excludes fixed assets in the Enterprise funds.

TOWN OF FARMERVILLE, LOUISIANA  
FARMERVILLE, LOUISIANA  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 1998

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES CONTINUED

F. 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 proprietary funds.

G. BASIS OF ACCOUNTING

Governmental funds utilized the modified accrual basis of accounting. Under this method, revenues are recognized in the accounting period in which they become both available and measurable. Licenses and permits, charges for services, fines and forfeits, and miscellaneous revenues are reported as revenues when received in cash. General property taxes, self-assessed taxes, and investment earnings are recorded when earned (when they are measurable and available). Expenditures are recognized in the accounting period in which the fund liability is incurred, if measurable, except expenditures for debt service, prepaid expenses, and other long-term obligations which are recognized when paid.

All proprietary funds are accounted for using the accrual basis of accounting. Their revenues are recognized when they are earned, and their expenses are recognized when they are incurred. Interest on revenue bonds, proceeds of which are used in financing the construction of certain assets, is capitalized during the construction period net of interest on the investment of unexpended bond proceeds.

H. BUDGETARY DATA / ENCUMBRANCES

Formal budgetary accounting is employed as a management control for all funds of the Town annual operating budgets are adopted each fiscal year through passage of an annual budget ordinance and amended as required for the General Fund, Special Revenues Funds, Debt Service Funds, and Proprietary funds, and the same basis of accounting is used to reflect actual revenues and expenditures/expenses recognized on a generally accepted accounting principles basis. Budgets for certain Special Revenues Funds and Capital Projects Funds are made on a project basis, spanning more than one fiscal year. Budgetary control is exercised at the departmental level or by projects.

All unencumbered budget appropriations, except project budgets, lapse at the end of each fiscal year. See additional information in note 2.

I. MARKETABLE SECURITIES

Each includes amounts in demand deposits as well as short-term investments, with maturity date within three months of the date acquired by the government.

State statutes authorized the government to invest in obligations of the U. S. Treasury, commercial paper, corporate bonds, and repurchase agreement.

TOWN OF FARMERVILLE, LOUISIANA  
FARMERVILLE, LOUISIANA  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 1998

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES CONTINUED

Receivables All receivables are reported at their gross value. Uncollectible amounts from customers' utility receivables are recognized as bad debts at the time information becomes available which would indicate the uncollectibility of the particular receivable. Although the specific charge-off method is not in conformity with generally accepted accounting principles (GAAP), an allowance for uncollectible receivables was recorded at June 30, 1998, an allowance of \$10,137.29 was recorded at June 30, 1998 and \$17,845.17 for the year ended June 30, 1997. The allowance is based on 75% of accounts over 90 days old.

Investments Debt securities are valued at amortized cost since it is generally the policy of the Town to hold such investments until they mature.

Short-term Interfund Receivables/Payables During the course of operations, numerous transactions occur between individual funds for goods provided or services rendered. These receivables and payables are classified as "due from other funds" or "due to other funds" on the balance sheet. Short-term interfund loans are classified as "interfund receivables/payables".

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.

Advances to Other Funds Measurement portions of long-term interfund loan receivables are reported as advances and are offset equally by a fund balance reserve account which indicates that they do not constitute expendable available financial resources and therefore are not available for appropriation.

Inventory The Town of Farmerville no longer maintains inventories of gasoline. The tanks were removed due to EPA regulations.

Prepaid Items Payments made to vendors for services that will benefit periods beyond June 30, 1998, are recorded as prepaid items.

Restricted Assets Certain proceeds of enterprise fund revenue bonds, as well as certain resources set aside for their repayment, are classified as restricted assets on the balance sheet because their use is limited by applicable bond covenants. The "revenue bond current debt service" account is used to segregate resources accumulated for debt service payments over the next twelve months. The "revenue bond future debt service" account is used to report resources set aside to make up potential future deficiencies in the revenue bond current debt service account. The "revenue bond reserve and replacement" account is used to report resources set aside to meet unexpected contingencies or to fund asset renewals and replacement.

Fixed Assets General fixed assets are not capitalized in the funds used to acquire or construct them. Instead, capital acquisition and constructions are reflected as expenditures in governmental funds, and the related assets are



**TOWN OF FARMERVILLE, LOUISIANA**  
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**NOTE TO FINANCIAL STATEMENTS**  
**JUNE 30, 1998**

**NOTE 3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES CONTINUED**

reported in the general fixed assets account group. All purchased fixed assets are valued at cost where historical records are available and at an estimate of historical cost where no historical record exist. Donated fixed assets are valued at their estimated fair market value on the date received.

The costs of maintenance and repairs that do not add to the value of the assets or materially extend asset lives are not capitalized. Improvements are capitalized and depreciated over the remaining useful lives of the related fixed assets, as applicable.

Public domain ("infrastructure") general fixed assets consisting of roads, bridges, curbs and gutters, streets and sidewalks, drainage systems and lighting systems are not capitalized, as these assets are immovable and of value only to the government.

Assets in the general fixed assets account group are not depreciated. Depreciation of building, equipment and vehicles in the proprietary fund types is computed using the straight-line method.

Interest is capitalized on proprietary fund assets acquired with tax-exempt debt. The amount of interest to be capitalized is calculated by offsetting interest expense incurred from the date of the borrowing until completion of the project with interest earned on invested proceeds over the same period.

**Compensated Absences** Vested or accumulated vacation leave that is expected to be liquidated with expendable available financial resources is reported as an expenditure and a fund liability of the governmental fund that will pay it.

Amount of vested or accumulated vacation leave that are not expected to be liquidated with expendable available financial resources are reported in the general long-term debt account group. No expenditure is reported for these amounts. Vested or accumulated vacation leave of proprietary funds is recorded as an expense and liability of those funds as the benefits accrue to employees. In accordance with the provisions of Statement of Financial Accounting Standards No. 43, Accounting for Compensated Absences, no liability is recorded for nonvesting accumulating rights to receive sick pay benefits. All accumulated vacation leave is expected to be taken before December 31, 1998.

**Long-Term Obligations** Long-term debt is recognized as a liability of a governmental fund when due, or when resources have been accumulated in the debt service fund for payment early in the following year. For other long-term obligations, only that portion expected to be financed from expendable available financial resources is reported as a fund liability of a governmental fund. The remaining portion of such obligations is reported in the general long-term debt account group. Long-term liabilities expected to be financed from proprietary fund operations are accounted for in those funds.

**TOWN OF FARMERVILLE, LOUISIANA**  
**FARMERVILLE, LOUISIANA**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 1998**

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

**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 distributions. Reserved retained earnings for proprietary funds represent the net assets that have been legally identified for specific purposes. See additional information in Note 11.

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

All other interfund transactions except quasi-external transactions and reimbursements, are reported as transfers. Nonrecurring or converting permanent transfers of equity are reported as residual equity transfers. All other interfund transfers are reported as operating transfers.

**Memorandum Only - Total Columns.** Total columns on the general purpose financial 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 financial position in conformity with generally accepted accounting principles. Neither are such data comparable to a consolidation. Interfund eliminations have not been made in the aggregation of this data.

**Comparative Data.** Comparative total data for the prior year have been presented in the accompanying financial statements in order to provide an understanding of changes in the government's financial position and operations. However, comparative data have not been presented in all statements because their inclusion would make certain statements unduly complex and difficult to understand.

**Incumbences.** Incumbence accounting, under which purchase orders, contracts, and other commitments for the expenditures of assets are recorded in order to reserve that portion of the applicable appropriation, is not employed by the town as an extension of formal budgetary integration in the funds.

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

**TOWN OF FARMERVILLE, LOUISIANA**  
**FARMERVILLE, LOUISIANA**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 1998**

**NOTE 2. FUND COMPLIANCE - BUDGET** The budget for the year ended June 30, 1998 was adopted in June 1997 and revised June 1998. The budgets were prepared based on generally accepted accounting principles (GAAP), except depreciation is not budgeted. Budgets are adopted as totals rather than line item.

	<u>1997</u>	<u>1998</u>
General Fund - Budget	\$ 498,328.83	\$ 524,324.31
- Actual	953,137.77	805,573.96
Sales Tax - Budget	528,675.82	373,378.08
- Actual	644,738.75	346,858.28
Debt Service - Budget	-	-
- Actual	-	-
Water Department - Budget	722,588.80	678,808.08
- Actual	788,588.82	567,508.18
Sewer Department - Budget	188,488.80	153,258.08
- Actual	175,688.77	163,671.33

**NOTE 3. DEPOSITS AND INVESTMENTS**

**Deposits:** At year end, the carrying amount of the government's deposits were \$1,131,589.12. Of this balance, \$1,131,508.12 was covered by federal depository insurance or by collateral held by the government's agent in the government's name. The State of Louisiana Banking Regulations require the FDIC to insure \$100,000 of checking and \$500,000 of savings for each municipality.

**Investments:** The government's investments are categorized as either (1) insured or registered or for which the securities are held by the government or its agent in the government's name, (2) unsecured and unregistered for which the securities are held by the broker's or dealer's trust department or agent in the government's name or (3) unsecured and unregistered for which the securities are held by the broker or dealer, or by its trust department or agent but not in the government's name.

	<u>CATEGORIES</u>			<u>CARRYING</u>
	<u>1</u>	<u>2</u>	<u>3</u>	<u>AMOUNT</u>
Government Security	\$ .08	\$ .80	\$ .80	\$ .80
Certificates of				
Deposit	\$37,536.04	.80	.80	.80
Total Investments	<u>\$37,536.04</u>	<u>1.60</u>	<u>1.60</u>	<u>1.60</u>

The State requires collateral pledged for deposits to be held in the government's name by the trust department.

The trust department reviews collateral pledged on a quarterly basis.

**TOWN OF FARRISVILLE, LOUISIANA**  
**PROPRIETARY, LONG-TERM**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 1998**

**NOTE 4. RECEIVABLES** Receivables at June 30, 1998 consist of the following:

	GENERAL	SPECIAL	WEST	ENTERPRISE
	FUND	REVENUE	SERVICE	FUND
Gross Receivables	\$ 2,446.40	\$ 973.23	\$ .00	\$ 100,963.28
Less: Allowance for Uncollectibles	.00	.00	.00	10,182.28
<b>NET TOTAL RECEIVABLES</b>	<b>\$ 2,446.40</b>	<b>\$ 973.23</b>	<b>\$ .00</b>	<b>\$ 90,781.00</b>

Property taxes are levied as of January 1 on property values assessed as of the same date. The billing are mailed in October or November and is due on January 1. The delinquent taxes are sold each year, therefore, an allowance for uncollectible was not recorded.

**NOTE 5. FIXED ASSETS** The following is a summary of changes to the general fixed assets account group during the fiscal year.

	BALANCE JUNE 30, 1997	ADDITIONS	RETIREMENTS	BALANCE JUNE 30, 1998
Land	\$ 108,313.73	\$ .00	\$ .00	\$ 108,313.73
Buildings	303,788.04	.00	.00	303,788.04
Improvements Other Than Buildings	1,018,981.56	.00	.00	1,018,981.56
Machinery and Equipment	1,178,138.52	21,210.14	.00	1,199,348.66
Other Assets	19,328.85	9,290.10	.00	28,618.95
<b>TOTAL GENERAL FUND ASSETS</b>	<b>\$2,638,534.70</b>	<b>\$ 30,500.24</b>	<b>\$ .00</b>	<b>\$2,669,034.94</b>

The following is a summary of proprietary fund-type fixed assets at June 30.

	ENTERPRISE FUNDS		
	COST	ACCUMULATED DEPRECIATION	NET
Land	\$ 25,752.00	\$ .00	\$ 25,752.00
Buildings	.00	.00	.00
Improvements Other Than Buildings	.00	.00	.00
<b>Major/Sewer Systems</b>			
Sewer System	\$ 5,479,985.87	\$ 1,578,052.38	\$ 3,901,933.49
Water Plant/System	4,475,332.27	762,158.38	3,713,173.89
Machinery/Equipment			
Sewer	66,268.90	48,158.43	17,871.47
Water	308,497.93	220,082.88	88,415.05
<b>Totals</b>	<b>\$10,284,856.97</b>	<b>\$ 2,308,293.69</b>	<b>\$ 7,976,563.28</b>

**TOWN OF FARMERSVILLE, LOUISIANA**  
**FARMERSVILLE, LOUISIANA**  
**NOTICE OF FINANCIAL STATEMENTS**  
**JUNE 30, 1999**

**NOTE 3. FIXED ASSETS CONTINUED**

	ENTERPRISE FUNDS		
	COST	ACCUMULATED DEPRECIATION	NET
Land	\$ 75,752.00	\$ .00	\$ 75,752.00
Buildings	\$ .00	\$ .00	\$ .00
Improvements Other Than Buildings	\$ .00	\$ .00	\$ .00
<b>Water/Sewer Systems</b>			
Sewer System	\$ 2,479,985.82	\$ 1,466,327.00	\$ 1,013,658.82
Water Line	2,870,284.77	493,132.58	2,377,152.19
Water Plant/System	1,438,578.89	157,598.38	1,280,980.51
<b>Machinery/Equipment</b>			
Sewer Equipment	14,433.00	14,433.00	20,870.59
Equipment	502,183.44	79,312.46	422,870.98
Water Meters	94,755.24	75,431.38	19,323.86
Totals	<u>\$ 3,975,493.37</u>	<u>\$ 1,733,193.82</u>	<u>\$ 2,242,299.55</u>

In proprietary funds, the following estimated useful lives are used to compute depreciation: See Schedule FT for depreciation.

Investments	25 - 68 years
Equipment	10 - 28 years
Vehicles	4 - 5 years

GAAP-34 (Capitalization of Interest Costs) requires that interest expenditures incurred during construction of assets be capitalized. FASB-82 (Capitalization of Interest Cost in Situations Involving Certain Tax-Exempt Borrowings and Certain Gifts and Grants) concludes that constructed assets financed with the proceeds of tax-exempt debt (if those funds are externally restricted to finance the acquisition of the asset or used to service the related debt) should include capitalized interest only to the extent that interest cost exceeds interest saved of the tax-exempt borrowing. During 1999, no interest costs were capitalized because the Town had no interest expenditures related to constructed assets.

**BOUNTIFUL FIRE DEPARTMENT.** The fixed assets of the Volunteer Fire Department is as follows:

	JUNE 1, 1999	ACQUISITIONS	DEDUCTIONS	JULY 31, 1999
1990 Ford Reserve				
Unit	\$ 58,888.00	\$ .00	\$ .00	\$ 58,888.00
Truck	73,488.00	.00	.00	73,488.00
Other	3,843.00	.00	.00	3,843.00
	<u>\$ 136,219.00</u>	<u>\$ .00</u>	<u>\$ .00</u>	<u>\$ 136,219.00</u>

**TOWN OF TAMPERVILLE, LOUISIANA**  
**CASCADEVILLE, LOUISIANA**  
**NOTES TO FINANCIAL STATEMENTS**  
**June 30, 1998**

**NOTE 6. 1998-TERM DEBT.** The government issues general obligation bonds to provide funds for the acquisition and construction of major capital facilities. General obligation bonds have been issued for both general government and proprietary activities. These bonds therefore are reported in the proprietary funds if they are expected to be repaid from proprietary revenues. In addition, general obligation bonds have been issued to refund both general obligation and revenue bonds.

General obligation bonds are direct obligations and pledge the full faith and credit of the government. These bonds generally are issued as 25-year serial bonds, except for refunds in which, with equal amount of principal maturing each year. General obligation bonds currently outstanding are as follows:

<u>PURPOSE</u>	<u>INTEREST RATES</u>	<u>AMOUNTS</u>
General Government-City Hall	6.40% - 10.00%	\$ 45,000.00
General Government-Public Safety	6.40% - 10.00%	48,000.00

Annual debt service requirements to maturity for general obligation bonds, including interest of \$8,068.08, are as follows:

<u>FISCAL YEAR ENDING</u> <u>JUNE 30</u>	<u>PUBLIC IMPROVEMENT BOND</u>			
	<u>CITY HALL</u>	<u>PUBLIC SAFETY</u>	<u>LINE #2</u>	<u>TOTAL</u>
1999	\$ 25,350.00	\$ 22,789.00	\$ .00	\$ 48,139.00
2000	25,350.00	21,480.00	.00	46,830.00
Total	\$ 49,000.00	\$ 44,269.00	\$ .00	\$ 93,269.00

**Revenue Bonds.** The government also issues bonds where the government pledges income to pay debt service. A \$.01 Sales tax is pledged to pay the revenue bonds. Revenue bonds outstanding, at June 30, 1998 are as follows:

<u>PURPOSE</u>	<u>INTEREST RATES</u>	<u>AMOUNTS</u>
Wastewater Treatment - Sewer	6.00% - 7.50%	\$ 1,268,357.00

Revenue bonds debt service requirements to maturity, including \$ 600,357.00 of interest are as follows:

<u>FISCAL YEAR ENDING</u> <u>JUNE 30</u>	<u>AMOUNT</u>
1999	\$ 149,590.00
2000	150,171.50
2001	150,805.00
2002	150,395.00
2003	150,505.00
2004	148,335.00
2005	145,800.00
Thereafter	758,625.00
Total	\$ 1,268,357.00

**TOWN OF FARMERVILLE, LOUISIANA**  
**FARMERVILLE, LOUISIANA**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 1998**

**NOTE 6. LONG-TERM DEBT CONTINUED**

On October 1, 1997, the Town refinanced the 1985 Sales Tax Bonds with a principal balance of \$500,800 at 7 1/2% interest rate. The new bonds principal is \$525,800 with interest rates of 7% to 4.95%.

Changes in long-term liabilities. During the year ended June 30, 1998, the following changes occurred in liabilities reported in the general long-term debt account group:

	BALANCE JULY 1,	ADDITIONS	DEDUCTIONS	BALANCE JUNE 30
General obligation Debt	\$1,483,800.00	\$ _____	\$115,000.00	\$1,370,000.00

LEASE PAYABLE. The lease of a compactor is as follows:

The compactor total purchase price was \$7,806.30 with a rental of \$250.79. A detail of the lease is as follows:

	GROSS	INTEREST	PRINCIPAL
1998	\$ 2,758.69	\$ 86.87	\$ 3,641.82

The compactor becomes an asset of the town after paying the last payment.

**NOTE 7. INTERFUND ASSETS/LIABILITIES**

Due from/to Other Funds:

		AMOUNT	
		1998	1997
General Fund - Garbage	Water - Garbage Fees	\$ 41,582.84	\$ 22,358.15
Sewer - Enterprise	Water - Int. Fund	28,578.52	12,846.29
Bond Fund	General Fund	27,447.80	42,182.58
Water - Enterprise Fund	General Fund	1,435.50	1,492.44
Sewer - Enterprise	General Fund	.83	6,346.73

NOTE 8. FIRE DEPARTMENT The Volunteer Fire Department is an incorporated enterprise, and funds are transferred to this entity to be spent for materials and supplies. During 1997, the Town hired a full time Fire Chief.

TOWN OF FARMERVILLE, LOUISIANA  
FARMERVILLE, LOUISIANA  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 1998

NOTE 9. COMPENSATION The amount paid the mayor and council during the audit year is as follows:

	1998	1997
Mayor, Willie Davis, Jr. Salary and Expenses	\$ 26,999.84	\$ 16,999.68
<u>Police Chief (A)</u> George Collier Jim Robertson	\$ .00 800.00 \$ 800.00	\$ 308.00 308.00 \$ 616.00
	1998	1997
Aldermen		
Jerry Taylor	\$ 3,750.00	\$ 3,600.00
Madison Wallace	.00	3,300.00
Collie Standberry	.00	3,350.00
Tommy J. Johnson	2,900.00	2,600.00
Ernest Dizon	2,900.00	2,500.00
Gerome Nation	2,900.00	3,250.00
Ronald Terral	2,900.00	3,250.00
	\$ 23,750.00	\$ 14,150.00

(A) The Police Chief is also the elected Marshal. In that capacity he receives \$50 a month. He also receives a salary for his position as chief of police.

NOTE 10. EMPLOYEE RETIREMENT

Substantially all employees of the Town of Farmerville 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 and Social Security. These systems are multiple-employer public employee retirement systems (PERS), controlled and administered by separate boards of trustees. Pertinent information relative to each plan follows:

A. Municipal Employees Retirement System of Louisiana (System)—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 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 B, employees who retire at or after age 60 with at least 10 years of creditable service or at or after age 55 with at least 30 years of creditable service are entitled to a retirement benefit, payable monthly for life, equal to 2 per cent of their final-average monthly salary for each year of creditable service. Furthermore, employees with at least 10 years of creditable service,



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FARMERVILLE, LOUISIANA  
OFFICE OF FINANCIAL SYSTEMS  
JUNE 28, 1988

NOTE 18. EMPLOYEE RETIREMENT CONTINUED

but less than 20 years, may take early retirement benefits commencing at or after age 60, with the basic benefit reduced 3 per cent for each year retirement proceeds age 60, unless he has at least 20 years of creditable service. In any case, monthly retirement benefits paid under Plan B cannot exceed 100 per cent of final-average salary. Final-average salary is the employee's average salary over the 36 consecutive or joined 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 benefit accrued to their date of termination. The System also provides death and disability benefits. Benefits are established by state statute.

Contributions to the System include one-fourth of one per cent of the taxes shown to be collectible by the tax rolls of each municipality. State statute requires covered employees to contribute a percentage of their salaries to the System. As provided by Louisiana Revised Statute 11:920, 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.

B. Municipal Police Employees Retirement System of Louisiana--All full-time police department employees engaged in law enforcement are required to participate in the System. Employees who retire at or after age 60 with at least 20 years of creditable service or 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 3 1/3 per cent 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 joined 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 previously and receive the benefit accrued to their date of termination. The System also provides death and disability benefits. Benefits are established by state statute.

State statute requires covered employees to contribute a percentage of their salaries to the System. As provided by Louisiana Revised Statute 11:925, 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.

C. Firefighters Retirement System of Louisiana--Membership in the Louisiana Firefighters Retirement System is mandatory for all full-time firefighters employed by a municipality, parish, or fire protection district that did not enact an ordinance before January 1, 1966, exempting itself from participation in the System. Employees are eligible to retire at or after age 55 with at least 17 years of creditable service or at or after age 58 with at least 20 years of creditable service. Upon retirement, members are entitled to a retirement

TOWN OF FARRERVILLE, LOUISIANA  
MONROEVILLE, LOUISIANA  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2008

NOTE 10. EMPLOYEES RETIREMENT CONTINUED

benefit, payable monthly for life, equal to 1 1/3 per cent of their final-average salary for each year of creditable service, not to exceed 300 per cent of their final-average salary. Final-average salary is the employee's average salary over the 36 consecutive or joined months that produce the highest average. Employees who terminate with at least 12 years of service and do not withdraw their employee contributions may retire at or after age 55 (or at or after age 58 with at least 20 years of creditable service at termination) and receive the benefit accrued to their date of termination. The System also provides death and disability benefits. Benefits are established by state statute.

State statute requires covered employees to contribute a percentage of their salaries to the System. Employer contributions are determined annually based on results of the valuation of the prior fiscal year with adjustments for any dedicated tax monies or appropriated funds.

The following provides certain disclosures for the municipality and the retirement systems that are required by GASB Codification Section 98B-199:

	YEAR ENDED JUNE 30, 2008					
	\$	EMPLOYEES	\$	POLICE	\$	FIREFIGHTERS
Total Current Year Payroll	-	\$476,693.43	-	\$240,809.38	-	\$ 32,080.80
Total Current Year Covered Payroll		354,942.48		64,809.20		18,486.80
Contributions:						
Received by statute:						
Employee		17,178.15		4,088.25		3,479.60
Employer Total		9,442.18		4,806.25		3,084.84

NOTE 11. FUNDING Reservations of fund balances of governmental funds are created to either (1) satisfy legal covenants that require that a portion of the fund balance be segregated or (2) identify the portion of the fund balance that is not appropriate for future expenditures. Specific reservations of the fund balance accounts are summarized below.

Reserve for Debt Service This reserve was created to segregate a portion of the fund balance account for debt service, including both principal payments and interest payments. The reservation was established to satisfy legal restrictions imposed by various bond agreements.

**TOWN OF FARMERVILLE, LOUISIANA**  
**FARMERVILLE, LOUISIANA**  
**NOTE TO FINANCIAL STATEMENTS**  
**JUNE 30, 1998**

**NOTE 11. - FUNDING CONTINUED**

**Reserve for Fire Department:** This reserve was created for the property taxes allocated to the fire department. These funds are used for major purchases for the volunteer fire department.

**Reserve for Major and Sewer Repair:** This fund was established by order of the Board for major repairs to the new system.

**Reserve for Flag Pole Account:** This account was created by the citizens of Farmerville for maintenance of the flag and flag pole located in front of Town Hall.

**Reserve for Capital Improvements:** The Council approved transferring monies from water, sewer, and sales tax funds for future capital improvements. The total reserves at June 30, 1998 amounted to \$198,568.27.

**NOTE 12. SUMMARY DISCLOSURES OF SIGNIFICANT CONTINGENCIES:** Risk Management Insurance handles all defense for the Town. The Mayor advises us that the Town has several lawsuits. The Town's legal council advises us that they have not received the information from Risk Management concerning the status of the lawsuits.

**NOTE 13. ENTERPRISE FUND:** The Enterprise working capital is as follows:

	1998			
	MAY 15	JUNE 30	1997	1996
Current Assets	\$ 646,179.17	\$ 11,564.96	\$ 477,198.66	\$ 573,818.66
Current Liabilities	81,325.14	19,700.36	92,025.58	211,563.18
Net Working Capital	<u>\$ 564,854.03</u>	<u>\$ 9,864.60</u>	<u>\$ 385,173.08</u>	<u>\$ 362,255.48</u>

**NOTE 14. ECONOMIC DEPENDENCY:** A large portion of the increase in water and garbage revenues are due to the agreement with the Agri Poultry Processing Plant.

The Town received \$58,993.81 in Video Poker receipts for the fiscal year. The parish voted to terminate Video Poker in the parish. This revenue will terminate within the next year.

**NOTE 15. - YEAR 2000**

The management of the Town of Farmerville indicated the following cost to be associated with the year 2000 problem. An update of the accounting software will cost \$2,000 per module for a total of \$10,000. One computer in the water department needs to be replaced. The approximate cost to replace that machine will be about \$2,800.

In the water department, the water meters are read with hand held machines that are not year 2000 compatible. Because of the year 2000 problem with these units,

TOWN OF FARMERVILLE, LOUISIANA  
FARMERVILLE, LOUISIANA  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 1999

NOTE 15. YEAR 2000 CONTINUED

The entire meter reading system will be upgraded. This system will cost between \$40,000 and \$45,000.

Cost for training and other hidden cost is estimated to be \$8,000, which does not include installation cost. The estimated total for all year 2000 costs will be approximately \$66,000.

The Town of Farmerville has addressed only problems with their systems. At this time, the town does not know what effect the year 2000 will have on them from outside sources or if they have addressed all of their year 2000 problems.

NOTE 16. LEGISLATIVE AUDITOR

Investigative Audit Report  
Town of Farmerville

The following summarizes the findings and recommendations as well as management's responses that resulted from this investigation.

MAJOR USED PUBLIC FUNDS AND LABOR ON PERSONAL VEHICLES

**Finding:** Between March 1996 and January 1998, Mayor Willie Davis, Jr. used \$4,268 of public funds to provide parts and maintenance for his personal vehicles, including an engine for a car owned by the mayor and driven by his daughter. During that same period, the town of Farmerville (Town) provided Mayor Davis with a public vehicle.

**Recommendation:** We recommend that Mayor Davis comply with Louisiana law and no longer divert public funds to his personal use. We further recommend that the District Attorney for the Third Judicial District of Louisiana review this information and take appropriate legal action to include seeking restitution.

**Management's Response:** Mayor Davis stated that he intended to reimburse the town for the purchase of the engine. Mayor Davis also stated that he paid the town employee with personal funds and was not aware that the town of Farmerville also paid the employee for installation of the engine. Finally, Mayor Davis stated that he replaced the tires on his personal truck and made minor repairs to the truck in lieu of receiving mileage for the use of his truck for town business.

TOWN OF FARMERSVILLE, LOUISIANA  
FARMERSVILLE, LOUISIANA  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 1993

NOTE 16. LEGISLATIVE AUDITOR CONTINUED

**TOWN FIREMAN USED PUBLIC EQUIPMENT FOR PRIVATE USE**

**Findings:** Mr. Billy Jung, Town Fireman, used public equipment to transport a storage building, to his private hunting camp. Mr. Jung received this building in exchange for signing up a property owner for the Town's clean up campaign.

**Recommendation:** We recommend that the Town of Farmersville implement policies and procedures to ensure that the Town's assets are only used in strict public purposes. We recommend that the District Attorney for the Third Judicial District of Louisiana review this information and take appropriate legal action.

**Management's Response:** Management states that the prohibition against using the Town's assets for private purposes has been explained to Mr. Jung as well as other Town employees and an amendment will be made to reflect personnel policies regarding the use of Town equipment by employees.

NOTE 17. INTERNAL CONTROL

During our audit it came to our attention that certain control procedures were not followed. Management has taken corrective actions to solve these problems. These control procedures did not effect any federal awards.

**GENERAL FUND**

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

**TOWN OF FARMERSVILLE, LOUISIANA**  
**FARMERSVILLE, LOUISIANA**  
**GENERAL FUND**  
**COMPARATIVE BUDGET SHEETS**  
**FOR THE YEARS 1998 AND 1997**

**STATEMENT A-1**

	1998	1997
<b>ASSETS</b>		
Cash	\$ 75,208.42	\$ 201,766.36
Accounts Receivable		
Property Taxes	1,648.85	1,894.48
Franchise Fee	.00	11,197.22
Other	204.55	173.76
Restricted Assets		
Cash	54,517.38	11,058.64
Investments	22,884.23	17,866.23
Due From Other Funds	41,582.64	22,266.15
<b>TOTAL ASSETS</b>	<b>\$ 238,628.42</b>	<b>\$ 289,314.86</b>
<b>LIABILITIES AND EQUITY</b>		
<b>LIABILITIES</b>		
Vouchers Payable	\$ 54,929.68	\$ 63,813.58
Accrued Liabilities	18,921.24	22,897.25
Payable From Restricted Assets		
Deposits - Garbage Containers	16,148.00	15,850.00
Transfer to Bond Fund	27,447.48	42,132.56
Due to Other Funds	1,435.58	6,838.21
<b>Total Liabilities</b>	<b>\$ 119,838.08</b>	<b>\$ 139,741.58</b>
<b>EQUITY</b>		
Fund Balance:		
Reserve for Fire Department	\$ 41,756.35	\$ 43,751.00
Reserve for Flag Pole	589.05	1,859.00
Unreserved	74,813.03	88,762.31
<b>Total Equity</b>	<b>\$ 118,758.43</b>	<b>\$ 139,373.31</b>
<b>TOTAL LIABILITIES AND EQUITY</b>	<b>\$ 238,628.42</b>	<b>\$ 289,314.86</b>

See accompanying notes and auditors' report.

TOWN OF FARMERVILLE, LOUISIANA  
 FARMERVILLE, LOUISIANA  
 GENERAL FUND

STATEMENT A-2

COMPREHENSIVE STATEMENTS OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES  
FOR THE FISCAL YEARS ENDING JUNE 30, 1998 AND 1997

	<u>1998</u>	<u>1997</u>
<b>REVENUES</b>		
<b>Taxes</b>		
Property	\$ 395,250.00	\$ 394,299.72
Franchise	107,330.00	109,137.17
Licenses and Permits	234,794.72	206,865.68
Intergovernment Revenues	40,867.24	44,068.16
Charges For Services	274,800.00	260,468.37
Fines and Penalties	21,934.78	26,718.83
Miscellaneous Revenues	98,437.18	94,435.81
Interest Revenue	6,458.23	2,359.73
<b>TOTAL REVENUES</b>	<u>\$ 1,631,727.72</u>	<u>\$ 1,627,283.86</u>
<b>EXPENDITURES</b>		
<b>Current</b>		
General and Administrative	\$ 238,720.88	\$ 237,241.90
Police Department	389,486.89	386,519.06
Fire Department	180,865.28	87,366.43
Recreation Department	2,891.47	4,400.79
Farmerville City Park	8,843.62	.00
State Park	490.04	594.59
Garbage Department	264,220.00	234,858.17
<b>TOTAL EXPENDITURES</b>	<u>\$ 1,606,517.98</u>	<u>\$ 1,607,000.64</u>
<b>EXCESS (DEFICIENCY) OF REVENUES</b>	<u>\$ 245,209.74</u>	<u>\$ 220,283.22</u>
<b>OVER CURRENT EXPENDITURES</b>	<u>\$ 184,298.13</u>	<u>\$ 143,686.82</u>
<b>OTHER FINANCING SOURCES (USES)</b>		
Operating Transfers In		
Garbage Fees	\$ .00	\$ 57,160.86
Sales Tax - Garbage Dept.	17,160.88	.00
Sewer - Administrative Fee	8,441.31	.00
Water Department	17,372.29	8,895.84
<b>TOTAL OTHER FINANCING SOURCES (USES)</b>	<u>\$ 32,974.48</u>	<u>\$ 184,056.69</u>
<b>EXCESS (DEFICIENCY) OF REVENUES AND OTHER</b>		
<b>SOURCES OVER CURRENT EXPENDITURES AND</b>		
<b>OTHER USES</b>	<u>\$ (21,816.90)</u>	<u>\$ 60,307.37</u>
<b>(Increase) Decrease in Reserves:</b>		
Fire Department	1,905.53	17,978.58
Flag Pole	478.00	113.68
<b>Net Change in Unreserved Fund Balances</b>	<u>\$ (19,383.34)</u>	<u>\$ 62,399.63</u>
<b>FUND BALANCES - UNRESERVED - JULY 1</b>	<u>63,767.17</u>	<u>41,429.20</u>
<b>FUND BALANCES - UNRESERVED - JUNE 30</b>	<u>\$ 44,383.83</u>	<u>\$ 103,828.83</u>

See accompanying notes and auditors' report.













### SPECIAL REVENUE FUNDS

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

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#### **SOLID TIRE FUND**

Proceeds of the tire sales tax are to be used for costs incurred in operating a Sanitary Landfill Site for Garbage and Waste Disposal; for Street Repair and Maintenance; and for Sewer Repair and Maintenance.

SALES TAX FUND - SPECIAL REVENUE FUND

TOWN OF FARMERVILLE, LOUISIANA  
 FARMERVILLE, LOUISIANA  
 SALES TAX FUND - SPECIAL REVENUE FUND  
 COMPARATIVE BALANCE SHEET  
 JUNE 30, 1998 AND 1997

STATEMENT B-1

	1998	1997
<b>ASSETS</b>		
Cash	\$ 97,000.00	\$ 73,000.79
Receivables:		
Briar Parish School Board	420.22	3,170.04
Others	509.51	.00
Restricted Assets		
Certificate of Deposit	33,100.83	.00
Due From Other Funds	.00	.00
<b>TOTAL ASSETS</b>	<b>\$ 131,042.55</b>	<b>\$ 77,250.83</b>
 <b>LIABILITIES AND EQUITY</b>		
<b>LIABILITIES</b>		
Vouchers Payable	\$ 21,784.40	\$ 16,500.50
Accrued Liabilities	5,658.00	4,931.00
<b>Total Liabilities</b>	<b>\$ 27,442.40</b>	<b>\$ 21,431.50</b>
 <b>EQUITY</b>		
Fund Balance		
Reserved For Capital Projects	\$ 33,100.83	\$ .00
Unreserved	50,941.72	56,768.79
<b>Total Equity</b>	<b>\$ 84,042.55</b>	<b>\$ 56,768.79</b>
<b>TOTAL LIABILITIES AND EQUITY</b>	<b>\$ 111,942.55</b>	<b>\$ 77,250.83</b>

See accompanying notes and auditors' report.







TOWN OF FARMERVILLE, LOUISIANA  
 FARMERVILLE, LOUISIANA  
 SPECIAL REVENUE - SALES TAX FUND

STATEMENT B-3

COMBINE STATEMENTS OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES  
 FOR THE FISCAL YEAR ENDING JUNE 30, 1998  
 (WITH COMPARATIVE TOTALS FOR THE FISCAL YEAR ENDING JUNE 30, 1997)

	1998	1997
<b>REVENUES</b>		
<b>Lease</b>		
Sales Tax	\$ 528,404.28	\$ 525,315.29
<b>Miscellaneous</b>		
Interest Earned	8,654.63	1,830.34
Reimbursements	8,675.82	4,831.91
<b>TOTAL REVENUES</b>	<u>\$ 545,734.73</u>	<u>\$ 531,977.54</u>
<b>EXPENDITURES</b>		
<b>General Government</b>		
Salaries	\$ 51,799.48	\$ 50,899.79
Office Expense	3,465.48	5,325.22
Employee Benefits Expenses		
Medicare Tax	761.54	560.14
Municipal Retirement	3,014.38	1,804.45
FICA Taxes	3,299.88	2,795.91
Unemployment	67.62	74.70
Hospital Insurance	4,454.38	3,368.43
Dental	514.75	51.70
Worker's Compensation Insurance	2,075.52	1,217.84
Employee Drug Testing	.00	75.80
Facility	4,758.00	4,750.00
Insurance - Liability	.00	.00
Current Year Asset Purchases	4,000.38	415.10
Telephone	202.38	847.84
Travel	111.25	880.80
Computer	875.33	889.80
Sales Tax Collection Cost	4,028.08	3,388.51
Miscellaneous	205.18	884.47
Administrative Fees	15,000.00	15,000.00
LOMB - Grant Expense	42.48	124.35
Total General Government	<u>\$ 97,961.61</u>	<u>\$ 79,635.75</u>
<b>Sanitary Landfill &amp; Garbage</b>		
Transfer to General Fund		
Current Year Expense	\$ .00	\$ 33,321.84
Total Sanitary Landfill & Garbage	<u>\$ .00</u>	<u>\$ 33,321.84</u>
<b>Prison Labor and Expense</b>		
Labor	\$ 803.79	\$ .
Meals/Food/Supplies	4,340.94	.00
Insurance	148.38	.00
Total Prison Labor and Expense	<u>\$ 5,293.11</u>	<u>\$ 0.00</u>

## TOWN OF FARMERSHILL, LOUISIANA

STATEMENT B-3

FARMERSHILL, LOUISIANA

CONTINUED

## SPECIAL REVENUES - SALES TAX FUND

COMBINING STATEMENTS OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES

FOR THE FISCAL YEAR ENDED JUNE 30, 1998

(WITH COMPARATIVE FIGURES FOR THE FISCAL YEAR ENDED JUNE 30, 1997)

	1998	1997
Street Repair		
Salaries	\$ 87,370.50	\$ 12,083.55
Insurance	8,887.54	6,588.00
Street Maintenance	12,327.32	8,184.75
Truck Equipment - Oil and Gas	7,519.89	6,889.30
Truck Equipment - Repairs	16,894.37	15,579.25
Employee Benefits Expenses		
Medicare Taxes	1,241.32	1,082.69
Municipal Retirement	1,459.04	1,588.18
FICA Taxes	5,307.26	4,543.41
Unemployment Taxes	171.25	186.60
Hospital Insurance	4,454.25	4,025.81
Dental	830.80	87.20
Worker's Compensation Insurance	16,172.11	14,075.87
Employee Drug Testing	65.00	435.80
Utilities	53,885.50	53,675.25
Miscellaneous	1,890.51	2,254.25
Uniforms	515.52	581.72
Total Street Repair	<u>\$ 218,444.12</u>	<u>\$ 158,368.58</u>
Maintenance Department		
Truck Expense	\$ 2,837.89	1,385.38
Shop Supplies	12,421.87	9,482.41
Total Maintenance Department	<u>\$ 15,259.76</u>	<u>\$ 10,867.79</u>
TOTAL EXPENDITURES	<u>\$ 338,703.88</u>	<u>\$ 312,048.80</u>
EXCESS OF REVENUE OVER (UNDER) EXPENDITURES	<u>\$ 212,695.20</u>	<u>\$ 219,234.68</u>
OTHER FINANCING SOURCES (USES)		
Operating Transfers In(Out):		
Bolt Service Funds	\$ (189,387.85)	\$ (147,088.32)
Transfer to Other Funds - Garbage	(12,365.80)	(63,587.88)
Total Other Financing Sources (Uses)	<u>\$ (201,753.65)</u>	<u>\$ (210,676.20)</u>
EXCESS OF REVENUE AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES	<u>\$ 32,941.55</u>	<u>\$ 8,558.48</u>
(INCREASE) DECREASE IN RESERVE	<u>113,160.63</u>	<u>        .00</u>
NET CHANGE IN UNRESERVED FUND BALANCES FOR YEAR	<u>\$ 219,802.17</u>	<u>\$ 8,558.48</u>
FUND BALANCES - UNRESERVED - JULY 1	<u>58,788.72</u>	<u>42,582.37</u>
FUND BALANCES - UNRESERVED - JUNE 30	<u>\$ 219,802.17</u>	<u>\$ 51,140.85</u>

See accompanying notes and auditors' report.

**BLDT SERVICE FUNDS**

TOWN OF FARMERVILLE, LOUISIANA  
 FARMERVILLE, LOUISIANA  
 BOLT SERVICE FUND  
 COMPREHENSIVE BALANCE SHEET  
 JUNE 30, 1989 AND 1987

STATEMENT 1-1

	1989	1987
<b>ASSETS</b>		
Cash	\$ 37,980.92	\$ 30,351.68
Due from General Fund - Bonds	27,447.46	47,132.56
Investments, at cost or amortized cost	121,489.81	130,519.18
<b>TOTAL ASSETS</b>	<b>\$ 286,918.19</b>	<b>\$ 307,903.42</b>
 <b>LIABILITIES AND EQUITY</b>		
<b>LIABILITIES</b>		
Matured Bonds Payable	\$ .00	\$ .00
Matured Interest Payable	.00	.00
<b>Total Liabilities</b>	<b>\$ .00</b>	<b>\$ .00</b>
 <b>EQUITY</b>		
fund Balances		
Reserved-		
Designated for Bolt Service	\$ 286,918.19	\$ 307,903.42
<b>TOTAL LIABILITIES AND EQUITY</b>	<b>\$ 286,918.19</b>	<b>\$ 307,903.42</b>

See accompanying notes and auditors' report.

TOWN OF FARMERVILLE, LOUISIANA  
 FARMERVILLE, LOUISIANA  
 BLDG SERVICE FUND

STATEMENT C-2

COMPARATIVE STATEMENTS OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES  
FOR THE FISCAL YEARS ENDING JUNE 30, 1998 AND 1997

	1998	1997
<b>REVENUES</b>		
Interest Earned	\$ 8,950.15	\$ 7,714.00
Property Taxes	68,290.90	51,812.00
Total Revenues	\$ 77,241.05	\$ 59,526.00
<b>EXPENDITURES</b>		
Debt Service		
Principal Retirement	\$ 117,049.23	\$ 84,000.00
Interest and Fiscal Charges	64,078.08	100,548.00
Total Expenditures	\$ 181,127.31	\$ 184,548.00
<b>EXCESS OF REVENUES OVER CURRENT EXPENDITURES</b>	\$ (103,886.26)	\$ 134,821.25
<b>OTHER FINANCING SOURCES (USES):</b>		
Operation Transfers In:		
Sales Tax	\$ 150,049.92	\$ 147,828.00
Other	3,009.48	.00
Total Other Financing Sources (Uses)	\$ 153,059.40	\$ 147,828.00
<b>EXCESS (DEFICIENCY) OF REVENUE AND OTHER FINANCING SOURCES OVER (UNDER) EXPENDITURES AND OTHER FINANCING USES</b>	\$ 49,173.14	\$ 22,803.25
(Increase) Decrease in Reserves for Debt Service	(24,073.41)	(22,803.25)
<b>Net Change in Decreased Fund Balances for the Year</b>	\$ .00	\$ .00
<b>FUND BALANCES - UNRESERVED - JULY 1</b>	.00	.00
<b>FUND BALANCES - UNRESERVED - JUNE 30</b>	\$ .00	\$ .00

See accompanying notes and auditors' report.





**STATE OF NEW YORK - STATEMENTS**

**COMBINED STATEMENTS OF ASSETS AND LIABILITIES**

**FOR THE FISCAL YEAR ENDED 2011**

**ASSETS**

STATE	2011	2010	2009	2008	2007	2006	2005
ASSETS	1,000,000	1,000,000	1,000,000	1,000,000	1,000,000	1,000,000	1,000,000
LIABILITIES	1,000,000	1,000,000	1,000,000	1,000,000	1,000,000	1,000,000	1,000,000
<b>NET ASSETS</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>

**LIABILITIES**

LIABILITIES	2011	2010	2009	2008	2007	2006	2005
LIABILITIES	1,000,000	1,000,000	1,000,000	1,000,000	1,000,000	1,000,000	1,000,000
<b>NET ASSETS</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>

**ASSETS**

ASSETS	2011	2010	2009	2008	2007	2006	2005
ASSETS	1,000,000	1,000,000	1,000,000	1,000,000	1,000,000	1,000,000	1,000,000
<b>NET ASSETS</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>

**LIABILITIES**

LIABILITIES	2011	2010	2009	2008	2007	2006	2005
LIABILITIES	1,000,000	1,000,000	1,000,000	1,000,000	1,000,000	1,000,000	1,000,000
<b>NET ASSETS</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>

**ASSETS**

ASSETS	2011	2010	2009	2008	2007	2006	2005
ASSETS	1,000,000	1,000,000	1,000,000	1,000,000	1,000,000	1,000,000	1,000,000
<b>NET ASSETS</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>

**LIABILITIES**

LIABILITIES	2011	2010	2009	2008	2007	2006	2005
LIABILITIES	1,000,000	1,000,000	1,000,000	1,000,000	1,000,000	1,000,000	1,000,000
<b>NET ASSETS</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>

**ASSETS**

ASSETS	2011	2010	2009	2008	2007	2006	2005
ASSETS	1,000,000	1,000,000	1,000,000	1,000,000	1,000,000	1,000,000	1,000,000
<b>NET ASSETS</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>

**LIABILITIES**

LIABILITIES	2011	2010	2009	2008	2007	2006	2005
LIABILITIES	1,000,000	1,000,000	1,000,000	1,000,000	1,000,000	1,000,000	1,000,000
<b>NET ASSETS</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>

See accompanying notes to financial statements.

**FEDERAL LONG-TERM DEBT**

**2012 OPERATING BUDGET**  
**GENERAL FUND**  
**REVENUE**

EXHIBIT 2.2

DATE PREPARED: MAY 13, 2012 10:56 AM

	LOCAL GOVERNMENT	FEDERAL GOVERNMENT	CITY MILL BOND	CITY MILL BOND	CITY MILL BOND	TOTAL
	REVENUE	REVENUE	REVENUE	REVENUE	REVENUE	REVENUE
<b>GRANT AVAILABLE TO THE CITY</b>						
STATE	00	100,000	0	0	0	100,000
<b>EXPENSES TO BE FINANCED BY GRANTS</b>						
STATE	00	0	0	0	0	0
FEDERAL	00	0	0	0	0	0
GRANT TOTAL	00	100,000	0	0	0	100,000
<b>2012-2013 BUDGET TOTAL</b>	00	100,000	0	0	0	100,000
<b>GRAND TOTAL</b>	00	100,000	0	0	0	100,000

#### CAPITAL PROJECTS FUND

Capital projects funds should be established when capital acquisition or construction is financed, in whole or in part, through bonds, intergovernmental revenues, major private donations or special assessments. In addition, capital projects funds can be useful when capital acquisition or construction is financed by several funds or over several accounting periods.

The Town of Farmerville was awarded two LDCB Grants during fiscal year, June 30, 1998.

	<u>TOTAL GRANT</u>	<u>COMPLETED</u>	<u>PROJECT</u>
LDCB Grant # 107-380065	\$ 273,987.87	84/25/97	Street Improvement
LDCB Grant # 107-380179	225,000.00	84/25/98	Waterwell

TOWN OF DUNDASVILLE, ILLINOIS  
 COMPREHENSIVE FINANCIAL  
 STATEMENTS  
 PARTIAL FINANCIAL  
 STATEMENTS FOR THE YEAR  
 ENDED 2017 AND 2016

STATEMENT 6-1

	2017	2016	TOTAL
<b>ASSETS</b>			
Cash	\$ 1,000.00	\$ 1,000.00	\$ 2,000.00
Due From/The Other Government			
Due From/The Other Fund			
<b>TOTAL ASSETS</b>	\$ 1,000.00	\$ 1,000.00	\$ 2,000.00
<b>LIABILITIES AND EQUITY</b>			
<b>LIABILITIES</b>			
Estimate and Retainage Payable			
<b>EQUITY</b>			
<b>FUND BALANCES</b>			
Unassigned	\$ 1,000.00	\$ 1,000.00	\$ 2,000.00
Designated for Capital			
Improvements			
<b>TOTAL LIABILITIES AND EQUITY</b>	\$ 1,000.00	\$ 1,000.00	\$ 2,000.00

See accompanying notes and auditors' report.



## ENTERPRISE PAGES





**LIABILITIES - CONTINUED**

**DEBT LIABILITIES**

Revolving Facility  
1st Mortgage - 100 Mortgage Agency  
SBA - Accounts Receivable  
SBA - Software - Silver Family  
SBA - Software - SmartSource  
1st Mortgage - 100 Mortgage Agency  
1001 Current Liability

1	11,073,460	0	25,700,208	1	8,620,211	1	26,418,191
	4,400,448				4,400,448		22,017,743
	2,079,248				2,079,248		1,937,295
	41,889,244				41,889,244		11,470,153
	(12,333,180)				(12,333,180)		
	1,400,000				1,400,000		11,470,153
	3,076,716				3,076,716		11,470,153

**DEBT LIABILITIES - CONTINUED**

**Contingent Liability**

1001 Current Liability  
1001 Current Liability

1	25,312,238				25,312,238	1	81,833,346
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**DEBT LIABILITIES**

1001 Current Liability  
1001 Current Liability

1	7,450,000		1,000,000		8,450,000	1	8,450,000
---	-----------	--	-----------	--	-----------	---	-----------

**DEBT LIABILITIES**

1001 Current Liability  
1001 Current Liability

1	85,000,000		89,112,222		1,000,000,000	1	287,012,222
---	------------	--	------------	--	---------------	---	-------------

**DEBT**

**Debt - Secured**

Revolving Facility  
1001 Current Liability  
1001 Current Liability  
1001 Current Liability  
Total Contingent Liability

1	141,209,440		1,208,700,208	1	1,549,909,648	1	1,489,898,122
	2,021,070,000		2,400,000,000		4,421,909,648		5,911,807,770
	1,240,000,000		1,240,000,000		2,480,000,000		8,131,705,892

**DEBT - UNSECURED**

Contingent Liability  
1001 Current Liability  
1001 Current Liability

1	88,241,000		148,200,000		1,418,000,000	1	1,654,441,000
	20,000,000		15,000,000		20,000,000		20,000,000
	4,400,000,000		5,000,000,000		8,200,000,000		13,274,441,000
	1,000,000,000		1,000,000,000		8,200,000,000		13,274,441,000

**DEBT - SECURED**

**DEBT LIABILITIES - 1001**

1	1,000,000,000		1,000,000,000		8,200,000,000	1	1,000,000,000
---	---------------	--	---------------	--	---------------	---	---------------

See accompanying notes and schedules/insert.

2017 OPERATING EXPENSES  
 2017 OPERATING EXPENSES

(Amounts in \$)

OPERATING EXPENSES - 2017  
 2017 OPERATING EXPENSES

	2017	2016	2015
<b>2017 OPERATING EXPENSES</b>			
General and Administrative	195,895.00	197,000.00	195,200.00
Travel	80,000.00	80,000.00	80,000.00
Professional Fees	11,000.00	11,000.00	11,000.00
Printing	7,100.00	7,100.00	7,100.00
Telephone	10,000.00	10,000.00	10,000.00
<b>Total General and Administrative</b>	<b>303,995.00</b>	<b>305,100.00</b>	<b>303,300.00</b>
<b>2017 OPERATING EXPENSES</b>			
Cost of Sales and Service	414,700.00	414,700.00	414,700.00
Advertising	100,000.00	100,000.00	100,000.00
Depreciation	100,000.00	100,000.00	100,000.00
Interest	100,000.00	100,000.00	100,000.00
<b>Total Operating Expenses</b>	<b>714,695.00</b>	<b>714,695.00</b>	<b>714,695.00</b>
<b>2017 OPERATING EXPENSES</b>			
Advertising	100,000.00	100,000.00	100,000.00
Depreciation	100,000.00	100,000.00	100,000.00
Interest	100,000.00	100,000.00	100,000.00
Cost of Sales and Service	414,695.00	414,695.00	414,695.00
<b>Total Operating Expenses</b>	<b>714,695.00</b>	<b>714,695.00</b>	<b>714,695.00</b>
<b>2017 OPERATING EXPENSES</b>			
Advertising	100,000.00	100,000.00	100,000.00
Depreciation	100,000.00	100,000.00	100,000.00
Interest	100,000.00	100,000.00	100,000.00
Cost of Sales and Service	414,695.00	414,695.00	414,695.00
<b>Total Operating Expenses</b>	<b>714,695.00</b>	<b>714,695.00</b>	<b>714,695.00</b>
<b>2017 OPERATING EXPENSES</b>			
Advertising	100,000.00	100,000.00	100,000.00
Depreciation	100,000.00	100,000.00	100,000.00
Interest	100,000.00	100,000.00	100,000.00
Cost of Sales and Service	414,695.00	414,695.00	414,695.00
<b>Total Operating Expenses</b>	<b>714,695.00</b>	<b>714,695.00</b>	<b>714,695.00</b>

See accompanying notes and schedules.





Advances	5,461.00	814.00	9,029.00	5,461.00
Travel and Hospitality	1,172.00	49	1,067.00	1,172.00
Corporate Gifts & CE	100.00	49	388.00	100.00
Corporate Security	3,882.00	56.00	9,433.00	3,882.00
Food - Jan 15/17	5,861.00	3,289.00	9,174.00	5,861.00
Food - Mar 14/17	5,492.00	3,798.00	10,419.00	5,492.00
Food - Mar 14/17	600.00	32	388.00	600.00
Food - Mar 14/17	3,038.00	32	1,133.00	3,038.00
Food - Mar 14/17	12,000.00	81,302.00	20,000.00	12,000.00
Office Supplies	2,028.00	520.00	9,000.00	2,028.00
Advertising Expense	1,000.00	392.00	5,177.00	1,000.00
Advertising - CE	5,000.00	1,400.00	9,791.00	5,000.00
CEA - Consulting Fees	134.00	23.00	24.00	134.00
Compensation - CE	6,000.00	5,000.00	9,000.00	6,000.00
CEA - CE Services	800.00	400.00	1,700.00	800.00
CEA - CE Services	1,410.00	1,000.00	20,000.00	1,410.00
CEA - CE Services	30.00	30	30.00	30.00
<b>By Agent Fees / Training</b>	<b>20,000.00</b>	<b>5,000.00</b>	<b>30,000.00</b>	<b>20,000.00</b>
<b>CEA - CEA &amp; Exp</b>	<b>20,000.00</b>	<b>5,000.00</b>	<b>30,000.00</b>	<b>20,000.00</b>
<b>CEA - CE Services</b>	<b>20,000.00</b>	<b>5,000.00</b>	<b>30,000.00</b>	<b>20,000.00</b>

2023-24 BUDGETARY CONTROL STATEMENT  
 STATEMENT OF REVENUES AND EXPENSES

STATEMENT 1A

STATEMENT 2 - REVENUES AND EXPENSES - STATEMENT OF REVENUES AND EXPENSES  
 FOR THE YEAR ENDED 30/06/2023

	2023	2024		2025	2026	2027	2028	2029	2030	2031	2032
		REVENUE	EXPENSE	REVENUE	EXPENSE	REVENUE	EXPENSE	REVENUE	EXPENSE	REVENUE	EXPENSE
<b>REVENUE</b>											
<b>Revenue for Services</b>											
Water Sales	10,000.00	10,000.00	10,000.00	10,000.00	10,000.00	10,000.00	10,000.00	10,000.00	10,000.00	10,000.00	10,000.00
Power and Information Technology	1,000.00	1,000.00	1,000.00	1,000.00	1,000.00	1,000.00	1,000.00	1,000.00	1,000.00	1,000.00	1,000.00
Water Sales	1,000.00	1,000.00	1,000.00	1,000.00	1,000.00	1,000.00	1,000.00	1,000.00	1,000.00	1,000.00	1,000.00
Taxes on Sales	1,000.00	1,000.00	1,000.00	1,000.00	1,000.00	1,000.00	1,000.00	1,000.00	1,000.00	1,000.00	1,000.00
Total Revenue	13,000.00	13,000.00	13,000.00	13,000.00	13,000.00	13,000.00	13,000.00	13,000.00	13,000.00	13,000.00	13,000.00
<b>EXPENSES</b>											
<b>Cost of Sales and Services</b>											
Administration	10,000.00	10,000.00	10,000.00	10,000.00	10,000.00	10,000.00	10,000.00	10,000.00	10,000.00	10,000.00	10,000.00
Depreciation	1,000.00	1,000.00	1,000.00	1,000.00	1,000.00	1,000.00	1,000.00	1,000.00	1,000.00	1,000.00	1,000.00
Total Operating Expenses	11,000.00	11,000.00	11,000.00	11,000.00	11,000.00	11,000.00	11,000.00	11,000.00	11,000.00	11,000.00	11,000.00
<b>STATEMENT OF REVENUES AND EXPENSES</b>											
<b>Revenue</b>	13,000.00	13,000.00	13,000.00	13,000.00	13,000.00	13,000.00	13,000.00	13,000.00	13,000.00	13,000.00	13,000.00
<b>Expenses</b>	11,000.00	11,000.00	11,000.00	11,000.00	11,000.00	11,000.00	11,000.00	11,000.00	11,000.00	11,000.00	11,000.00
<b>Surplus</b>	2,000.00	2,000.00	2,000.00	2,000.00	2,000.00	2,000.00	2,000.00	2,000.00	2,000.00	2,000.00	2,000.00
<b>STATEMENT OF FINANCIAL POSITION</b>											
<b>Assets</b>											
Cash	1,000.00	1,000.00	1,000.00	1,000.00	1,000.00	1,000.00	1,000.00	1,000.00	1,000.00	1,000.00	1,000.00
Accounts Receivable	1,000.00	1,000.00	1,000.00	1,000.00	1,000.00	1,000.00	1,000.00	1,000.00	1,000.00	1,000.00	1,000.00
Total Assets	2,000.00	2,000.00	2,000.00	2,000.00	2,000.00	2,000.00	2,000.00	2,000.00	2,000.00	2,000.00	2,000.00
<b>Liabilities</b>											
Accounts Payable	1,000.00	1,000.00	1,000.00	1,000.00	1,000.00	1,000.00	1,000.00	1,000.00	1,000.00	1,000.00	1,000.00
Total Liabilities	1,000.00	1,000.00	1,000.00	1,000.00	1,000.00	1,000.00	1,000.00	1,000.00	1,000.00	1,000.00	1,000.00
<b>Net Assets</b>	1,000.00	1,000.00	1,000.00	1,000.00	1,000.00	1,000.00	1,000.00	1,000.00	1,000.00	1,000.00	1,000.00

For accounting rules and authority refer...







STATE OF CALIFORNIA  
 DEPARTMENT OF REVENUE  
 STATE OF CALIFORNIA  
 DEPARTMENT OF REVENUE  
 STATE OF CALIFORNIA  
 DEPARTMENT OF REVENUE

STATEMENT OF

	BALANCE	CHANGES	BALANCE	CHANGES	BALANCE	CHANGES	BALANCE
<b>STATE OF CALIFORNIA</b>							
<b>STATE OF CALIFORNIA</b>							
State Income Tax	100	100	100	100	100	100	100
State Sales Tax	200	200	200	200	200	200	200
State Property Tax	300	300	300	300	300	300	300
State Lottery Proceeds	400	400	400	400	400	400	400
State General Fund	500	500	500	500	500	500	500
<b>STATE OF CALIFORNIA</b>							
State Income Tax	100	100	100	100	100	100	100
State Sales Tax	200	200	200	200	200	200	200
State Property Tax	300	300	300	300	300	300	300
State Lottery Proceeds	400	400	400	400	400	400	400
State General Fund	500	500	500	500	500	500	500
<b>STATE OF CALIFORNIA</b>							
State Income Tax	100	100	100	100	100	100	100
State Sales Tax	200	200	200	200	200	200	200
State Property Tax	300	300	300	300	300	300	300
State Lottery Proceeds	400	400	400	400	400	400	400
State General Fund	500	500	500	500	500	500	500
<b>STATE OF CALIFORNIA</b>							
State Income Tax	100	100	100	100	100	100	100
State Sales Tax	200	200	200	200	200	200	200
State Property Tax	300	300	300	300	300	300	300
State Lottery Proceeds	400	400	400	400	400	400	400
State General Fund	500	500	500	500	500	500	500
<b>STATE OF CALIFORNIA</b>							
State Income Tax	100	100	100	100	100	100	100
State Sales Tax	200	200	200	200	200	200	200
State Property Tax	300	300	300	300	300	300	300
State Lottery Proceeds	400	400	400	400	400	400	400
State General Fund	500	500	500	500	500	500	500
<b>STATE OF CALIFORNIA</b>							
State Income Tax	100	100	100	100	100	100	100
State Sales Tax	200	200	200	200	200	200	200
State Property Tax	300	300	300	300	300	300	300
State Lottery Proceeds	400	400	400	400	400	400	400
State General Fund	500	500	500	500	500	500	500
<b>STATE OF CALIFORNIA</b>							
State Income Tax	100	100	100	100	100	100	100
State Sales Tax	200	200	200	200	200	200	200
State Property Tax	300	300	300	300	300	300	300
State Lottery Proceeds	400	400	400	400	400	400	400
State General Fund	500	500	500	500	500	500	500
<b>STATE OF CALIFORNIA</b>							
State Income Tax	100	100	100	100	100	100	100
State Sales Tax	200	200	200	200	200	200	200
State Property Tax	300	300	300	300	300	300	300
State Lottery Proceeds	400	400	400	400	400	400	400
State General Fund	500	500	500	500	500	500	500

(An accompanying notes and exhibits' report)

2008 OF MEMBERSHIP, LEADERSHIP

EXPERIENCE, TRAINING

PERSONNEL

QUALITY OF LIFE

FOR THE YEAR ENDED MARCH 31, 1989

STATEMENT F-8

	BALANCE APRIL 1, 1988	ADDITIONS	DEDUCTIONS	BALANCE MARCH 31, 1989
<b>WATER DEPARTMENT</b>				
Contributed Capital				
Municipality	\$ 247,696.00	\$ .00	\$ 6,059.57	\$ 241,636.43
Federal Grant	2,021,243.00	324,054.00	85,218.00	2,260,179.00
Total Contributed Capital	\$ 2,268,939.00	\$ 324,054.00	\$ 91,277.57	\$ 2,491,685.43
Retained Earnings				
Retained	\$ 627,507.00	\$ 85,093.61	\$ .00	\$ 712,600.61
Total Retained Earnings	\$ 627,507.00	\$ 85,093.61	\$ .00	\$ 712,600.61
<b>TOTAL WATER</b>	\$ 2,896,446.00	\$ 409,147.61	\$ 91,277.57	\$ 3,204,285.04
<b>SEWER DEPARTMENT</b>				
Contributed Capital				
Municipality	\$ 1,271,798.44	\$ .00	\$ 85,094.00	\$ 1,186,704.44
Federal Grant	2,491,858.00	.00	50,078.77	2,441,879.23
FEMA Grant	89,415.00	.00	4,758.84	84,656.16
Total Contributed Capital	\$ 3,852,071.44	\$ .00	\$ 139,931.61	\$ 3,712,139.83
Retained Earnings				
Retained	\$ 126,073.10	\$ .00	\$ 27,779.27	\$ 98,293.83
Total Retained Earnings	\$ 126,073.10	\$ 0.00	\$ 27,779.27	\$ 98,293.83
<b>TOTAL SEWER</b>	\$ 3,978,144.54	\$ 0.00	\$ 167,710.88	\$ 3,810,433.66

See accompanying notes and auditors' report.

**GENERAL FUND ASSETS ACCOUNT GROUP**

TOWN OF FARMERVILLE, LOUISIANA                      STATEMENT G-1  
 FARMERVILLE, LOUISIANA  
 COMPARATIVE SCHEDULE OF GENERAL FIXED ASSETS - BY SOURCE  
 JUNE 30, 1999 AND 1997

	1998	1997
<b>GENERAL FIXED ASSETS</b>		
Land	\$ 389,813.79	\$ 389,813.79
Building	383,780.04	383,780.04
Improvements Other Than Building	1,000,801.50	1,000,801.50
Machinery and Equipment	1,226,302.63	1,185,428.37
<b>Total General Fixed Assets</b>	\$ 2,999,498.02	\$ 2,860,524.76
<b>Investment in General Fixed Assets By Source</b>		
Prior to 1975	\$ 374,181.21	\$ 374,181.21
General Fund	1,578,302.35	1,651,401.13
Special Revenue Fund	376,854.46	372,852.46
<b>Total Investment in General Fixed Assets</b>	\$ 2,329,338.02	\$ 2,398,534.76

\*Records reflecting source from which assets were acquired were not maintained prior to July 1, 1975.

See accompanying notes and auditors' report.

2001-2002 BUDGET  
GENERAL FUND  
REVENUE STATEMENT  
FOR THE YEAR ENDING 31/03/02

2001/02

REVENUE STATEMENT	2001/02	2002/03	REVENUE FROM PROPERTY TAX	REVENUE FROM BUSINESS	OFFICE FURNITURE AND EQUIPMENT	TOTAL
2001/02	1,224,373.29	1,289,195.29	1,123,281.29	1,124,355.81	1,129,111	1,129,191.29
Revenue from Business Tax Fund	10.00	10.00	10.00	24,587.94	1,039.54	1,054.54
	10.00	10.00	10.00	24,597.94	409.11	429.11
Total 1	1,234,383.29	1,309,205.29	1,133,291.29	1,148,943.75	1,538.65	1,538.65
2002/03						
Revenue Total/Forecast or Amend/Forecast	1,234,383.29	1,309,205.29	1,133,291.29	1,148,943.75	1,538.65	1,538.65

OPINIONS ON COMPLIANCE AND INTERNAL CONTROL

# **GARRETT & GARRETT**

Certified Public Accountants  
129 Professional Drive  
West Monroe, Louisiana 71291

Carolyn F. Garrett  
Audy S. Garrett

Phone: (337) 232-0895  
Fax: (337) 232-5577

October 1, 1998

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

The Honorable Willie Davis, Jr., Mayor  
and Members of the Board of Aldermen

We have audited the accompanying financial statements of the Town of Farmerville, Louisiana, and the combining individual fund and account group financial statements and supplementary information of the Town of Farmerville, Louisiana as of as for the year ended June 30, 1998 and 1997, as listed in the Table of contents, and have issued our report thereon dated October 1, 1998. We conducted our audit in accordance with generally accepted auditing standards and the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States.

### **Compliance**

As part of obtaining reasonable assurance about whether the Town of Farmerville, Louisiana's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grants, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with these provisions was not an objective of our audit and, accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance that are required to be reported under Government Auditing Standards.

### **Internal Control Over Financial Reporting**

In planning and performing our audit, we considered the Town of Farmerville, Louisiana's internal control over financial reporting in order to determine our auditing procedures for the purpose of expressing our opinion on the financial statements and not to provide assurance on the internal control over financial reporting. Our consideration of the internal control over financial reporting would not necessarily disclose all matters that are internal control over financial reporting that might be material weaknesses. A material weakness is a condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that misstatements in amounts that would be material to the financial statements being

The Honorable Willie Davis, Jr., Mayor  
and Members of the Board of Aldermen  
October 1, 1988  
Page 7

audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. We noted no matters involving the internal control over financial reporting and its operation that we consider to be material weaknesses.

This report is intended solely for the information of the audit committee, management and Federal awarding agencies and pass-through entities, and is not intended to be, and should not be, used by anyone other than the specified parties.

GARRETT & GARRETT  
CERTIFIED PUBLIC ACCOUNTANTS

*Garrett Garrett*  
DATE 10-1-88



#### ADDITIONAL INFORMATION

**STATE OF ILLINOIS - DECEMBER 31, 2008**

GENERAL FUND - STATE OF ILLINOIS

COMPARATIVE STATEMENT OF REVENUES - BY SOURCE

2008

2007

0000000000

	2008	2007	2008	2007	2008	2007
<b>GENERAL FUND</b>						
REVENUES OF SOURCE						
Statewide General Fund Support	507300	504400	4,575	4,575	5	11,885
Fund Income			2,000	2,000		2,000
Total General Fund					25,715	25,715
<b>STATE OF ILLINOIS - DECEMBER 31, 2008</b>						
REVENUES OF SOURCE						
Major To Trust or Fund	507300	503300	4,700	4,500		24,200
Minor To Fund Balance	507300	503300	4,700	4,500		24,200
State Reserve Fund	217000	-	2,100	-		-
Total State Reserve Fund					27,100	27,100
<b>STATE OF ILLINOIS - DECEMBER 31, 2007</b>						
REVENUES OF SOURCE						
Other Revenues	517000	503300	2,700	4,200		28,200
Other State Reserve	507300	503300	4,500	4,200		24,200
State Reserve Fund	507300	503300	2,100	4,500		24,200
Other State Reserve	217000	-	2,100	-		-
Total State Reserve Fund					29,400	29,400

See accompanying notes and schedules' report.







2017 OPERATIONAL BUDGET  
 COMMUNITY DEVELOPMENT  
 FISCAL YEAR 2017-2018  
 (DOLLARS)

EXPENSES

FUNCTIONAL CATEGORY	FY 17 ESTIMATED	FY 18 ESTIMATED	FY 17	FY 18
Community Development Services (Personnel Services, etc.)				
2017				
2018				
2019				
2020				
2021				
2022				
2023				
2024				
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2099				
2100				

\* 1,000 Separable





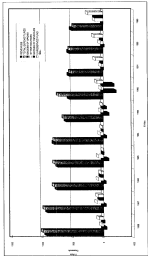


GRAPHIC

# TOWNS OF FARMERSVILLE, LOUISIANA

1990-91, 1991-92, 1992-93

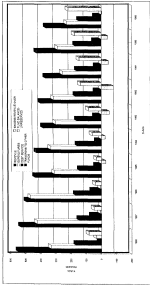
1993-94



Year	1990-91	1991-92	1992-93	1993-94
PAPER	80	85	90	95
GLASS	10	10	10	10
PLASTIC	10	10	10	10
METAL	10	10	10	10
TEXTILES	10	10	10	10
OTHER	10	10	10	10

See notes on page 1 for definitions.

**TOWN OF FARMERVILLE, LOUISIANA**  
**BUILDING PERMITS COMPARED**  
 JULY 15, 1989

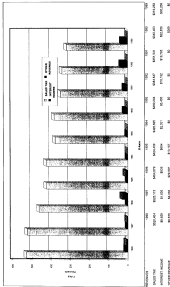


Year	Single-Family	Commercial	Industrial	Other
1988	84,000	14,000	1,000	1,000
1989	85,000	14,000	1,000	1,000
1990	87,000	14,000	1,000	1,000
1991	89,000	14,000	1,000	1,000

# TOWNS OF FARMVILLE, LOUISIANA

COMPARISON OF 1980S TAXES TO 1970S TAXES

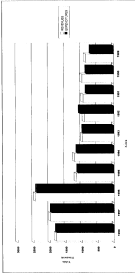
JUNE 24, 1988



# TOWN OF FARMERVILLE, LOUISIANA

COMPARISON OF TOTAL EXPENDITURES AND REVENUES  
 FROM VARIOUS FUNDAL SOURCES  
 FOR FISCAL YEARS 1987-1988 AND 1988-1989

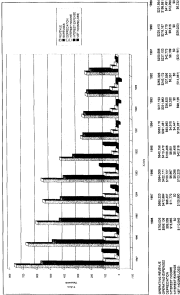
June 30, 1989



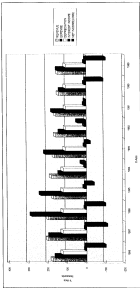
	1987	1988	1989	1990	1991	1992	1993	1994	1995	1996	1997
EXPENDITURES	\$1,000,000	\$1,000,000	\$1,000,000	\$1,000,000	\$1,000,000	\$1,000,000	\$1,000,000	\$1,000,000	\$1,000,000	\$1,000,000	\$1,000,000
REVENUES	\$10,000,000	\$10,000,000	\$10,000,000	\$10,000,000	\$10,000,000	\$10,000,000	\$10,000,000	\$10,000,000	\$10,000,000	\$10,000,000	\$10,000,000

See attached report for supplementary information.

**TOWN OF FARMERSVILLE, LOUISIANA**  
 BUDGET F.Y. 1987 TO 1997  
 JUNE 26, 1987



**TOWN OF FARMERSVILLE, LOUISIANA**  
**EXTENSIBLE FUND - BOND**  
 JULY 31, 1987



This auditors report is supplementary information.

UNITED STATES DEPARTMENT OF JUSTICE  
 FEDERAL BUREAU OF INVESTIGATION  
 WASHINGTON, D. C. 20535

FROM: SA [REDACTED] FBI - MEMPHIS	TO: SAC, [REDACTED]	DATE: 5/11/68	RE: [REDACTED]	CHARACTER OF CASE: [REDACTED]	CLASSIFICATION: [REDACTED]	EXTENSION: [REDACTED]	DATE: 5/11/68	BY: [REDACTED]
11-28								

COMMUNITY DEVELOPMENT BANK GROUP -  
 THEIR PROGRESS  
 LOANS MADE FOR HOME  
 LOANS MADE BY [REDACTED]



NEW YORK STATE  
DEPARTMENT OF TAXATION  
STATE OF NEW YORK TAX FORM  
INCOME TAX RETURN  
FOR THE YEAR 1963  
PERSONAL INCOME TAX RETURN  
FOR THE YEAR 1963

1000-103

SOURCE	1963 TAXABLE INCOME		1963 TAXABLE INCOME		1963 TAXABLE INCOME		TOTAL TAXABLE INCOME	TOTAL TAXABLE INCOME	TOTAL TAXABLE INCOME	
	AMOUNT	PERCENT	AMOUNT	PERCENT	AMOUNT	PERCENT				
1. Spouse (10-10-1915)	\$ 34,438.31		\$ 34,438.31		\$ -		\$ 34,438.31		\$ -	
2. Bond Int. (10-10-1917)	-		20,000.00		-		20,000.00		20,000.00	
								<u>\$ 54,438.31</u>	<u>\$ 54,438.31</u>	<u>\$ 20,000.00</u>

**1963 Progress**

## ALBANY RECOMMENDATIONS AND REPLY

# GARRETT & GARRETT

Certified Public Accountants  
117 Professional Bldg.  
West Monroe, Louisiana 71291

Carolyn F. Garrett  
Judy B. Garrett

Phone: (518) 322-2885  
Fax: (518) 322-2877

October 20, 1998

The Honorable Willie Davis, Jr., Mayor  
and Members of the Board of Aldermen

Gentlemen:

We would like to make the following recommendations to the Town of Farmerville:

## 1. CASH ACCOUNTS - Prior year recommendation

The Town of Farmerville bank accounts were not reconciled to the General Ledger balances.

### RECOMMENDATION

The Town management should be responsible for making sure all bank accounts are reconciled to the General Ledger on a monthly basis. Any corrections should be made monthly. Error corrections on a monthly basis will eliminate problems in future audits.

### REPLY

The Town has hired a part-time employee to reconcile all accounts to the general ledger on a monthly basis.

## 2. RESTRICTED ASSETS - Prior year recommendation

The Town of Farmerville General Fund has not transferred all the Ad Valorem taxes collected for the bond funds. The Town transferred part of the prior collections to the bond fund and all of the funds collected for the fiscal year June 30, 1998 to the bond funds. The balance not transferred is \$27,447.95. Public Improvement checking has a balance of \$2,872.26. These accounts should be closed and funds disbursed in accordance with the bond agreements. The City Hall and Public Safety funds will be paid off as of June 30, 2000. The funds available and amounts due are as follows:

	BALANCE DUE	FUND AVAILABLE	BALANCE NEEDED
City Hall Bonds	\$ 48,288.89	\$ 21,436.21	\$ 27,447.95
Public Safety Bonds	44,180.80	20,719.19	23,466.81

## 2. RESTRICTED ASSETS CONTINUED

The property taxes assessed for the fiscal year 1998, was \$46,991.91 for the above bonds. The amount needed to pay off the above bonds is 139,804.80.

The bond issue should be reviewed to see what happens to the overpayment of property taxes for these bond issues. It is possible that the 1998 assessment should be reduced. This is the last bond issue with payments from property taxes.

## RECOMMENDATION

The Town's management should check the bond documents and make changes so that the town does not have to refund property taxes to taxpayers for the year 1999. The town should transfer all funds to the bond funds.

## REPLY

The town is aware that they are in violation of the bond documents and will transfer monies to the correct account. The town has contacted the bond attorney for his advice on the early payment of the bonds and the legal requirements of the excess funds collected. The town also will advise the Parish to eliminate the assessment for future years.

## 3. TRAVEL POLICY

The town of Farmville is not providing adequate documentation for their travel checks. Travel advance checks are paid to employees and the major, but these checks are not properly documented. These checks are not written through the vendors payable system, therefore, the council receives no information that an advance travel check is written. The town pays for Bism for travel to an employee and the employee has a credit card for part of the expense. The total expenses charged for the trip should be reviewed to make sure that the town is not duplicating the reimbursement. Also, the town should review the travel policy for what expenses are to be reimbursed.

Also, the town is paying for cleaning of personal vehicles, in lieu of travel reimbursement. The Internal Revenue Service requires payments without documentation for travel to be included as compensation. Since no travel records are received, these expenses should be included as additional compensation.

## RECOMMENDATION

Management should assigned this responsibility to an employee to make sure these checks are documented on a timely basis. If the checks are not documented the employee will have to return all the advance monies. The advanced monies could be deducted from the employee's payroll check. The overall travel policy should be reviewed.

### 3. TRAVEL POLICY CONTINUED

#### REPLY

The Town Clerk will provide travel reimbursement vouchers to be completed by all persons receiving advanced checks.

### 4. PERSONAL CHARGES

The Town's employees have consistently charged personal items to the Town with the Town paying for these items, which are later reimbursed by the Town's employees.

#### RECOMMENDATION

The Town should consider discontinuing this policy. If the Town continues to allow employees to purchase personal items and reimburse the Town, the Town's accounting department should charge these purchases to an employee receivable account rather than to an expense account. If the items are charged to receivable it would be easier to track an amount not reimbursed.

#### REPLY

The Town clerk will code all personal expenses to an separate general ledger account (Accounts Receivable Employees).

### 5. FIXED ASSETS

The Town does not have a fixed list of assets other than the list which the CPA's prepare as a yearly basis, except for a list of assets that have a title.

#### RECOMMENDATION

The Town should update the CPA list as to assets no longer at the Town, due to loss or damage. The Town's assets should be labeled or tagged in order that these assets are identified as a Town Asset.

#### REPLY

The Town will label or tag all assets.

### 6. FIRE DEPARTMENT

The Town of Farmerville has a property tax restricted as to use only by the Fire Department. Since these funds are restricted to Fire Department usage, all expenditures of the fire department should be paid by the Fire Department. In the current year, part of the fire department expenses were paid by the Water Department and charged to the expenses of the Water Department. These expenses

6. FIRE DEPARTMENT CONTINUED

are not a Water Department expense, and should not have been charged to the Water Department. During the audit, all expenses which we discovered as fire department expenses was reclassified and transferred to the General Fund. All fire department expenses paid by the Water Department was not necessarily reclassified. The transfer was reported on the Water Department as a transfer to the General Fund, since any excess water department income may be transferred to the General Fund.

FIRE DEPARTMENT - RESTRICTED FUNDS

BALANCE FORWARD		\$ 43,750.00
REVENUES		
ADULTERIN TAXES	\$ 80,520.90	
STATE FIRE INSURANCE FUND	10,456.00	
TOTAL	\$ 90,976.90	
EXPENDITURES		
SEE STATEMENT A-3	180,800.00	
NET INCREASE (DECREASE)		(2,023.00)
BALANCE RESTRICTED FUNDS		\$ 41,728.35
BALANCE IN CHECKING ACCOUNT		90,858.00
BALANCE OF FUNDS TO TRANSFER TO GENERAL FUND CHECKING		\$ 50,331.65

The balance in the Fire Department checking account at June 30, 1998 was \$92,850.00. Of this balance, \$50,331.65 should be transferred to the General Fund, unless the Council approves leaving these funds as restricted funds.

RECOMMENDATION

The team should pay expenses in the correct departments. If Management wants additional funds for the fire department from the water department, it should be handled through General Fund transfers.

REPLY

The team will review their coding policies.

#### F. EMPLOYEE BENEFITS

Hospital insurance and Dental insurance is an employee benefit paid by the Town. The only payment by the employees are the dependent coverage. At present, the payroll program accrues all of the employee benefit. When the payment is made the payment is coded to the accrual. The dependent coverage is deducted from the employee's wages.

#### RECOMMENDATION

Since the Town pays all the benefits except the dependent coverage, we recommend that the Town discontinue accruing the benefit, and just code the payment to either employee withholding for the dependent coverage and insurance expense for the employee benefit. This would eliminate reconciling the accrual account. Only two employees had dependent coverage at June 30, 1988.

#### REPLY

The Town will review recommendation for possible changes.

#### G. GARBAGE DEPOSITS

The Town collects garbage and water deposits and accounts for the deposits in separate funds. Due to the problems with the collection program, it would simplify the accounting if all the deposits were in one fund. The balances in the General fund for garbage deposits are as follows:

Checking account	\$ 1,870.00	
Savings Account	27,846.00	
Total Cash accounts		\$ 29,716.00
Deposits	\$ 10,040.00	
Intercompany due to Water Department	1,400.00	
Total Payable		\$ 11,440.00
Amount of Cash to Transfer to General fund Operating		\$ 18,276.00

#### RECOMMENDATION

We recommend that the Garbage Deposit account be transferred to the Water Department to simplify the accounting for deposits. The amount of Cash to leave in the General fund operating account is \$18,276.00. The balances in the Garbage Department checking and savings should be transferred to the Water Department.

#### REPLY

The Town has transferred the Garbage Deposits to the Water Department in October 1988.

The Honorable Willie Davis, Jr., Mayor  
and Members of the Board of Aldermen  
October 23, 1988  
Page 6

#### 9. POLICE TICKETS

The Police Department tickets are not collected. Enclosed is a list of tickets and amount due. It appears that a bench warrant is issued, but no one is responsible for collection of the fines. The uncollected fines for the period of June 30, 1987 to June 15, 1988 is approximately \$ 9,808.00

#### RECOMMENDATION

We recommend that Management assign the collection of the fines to one Police Officer. The office staff should provide the Officer with a list of uncollected fines at the end of each month.

#### NOTE

The town is checking into the list of unpaid amounts. Part of the problem is that the people are out of state.

#### 10. UTILITY DEPOSITS RECONCILIATION INCLUDING DEPOSIT CLEARING ACCOUNT

The utility deposit subledger is not reconciled to the general ledger on a monthly basis. A deposit report is not printed at the end of each month. Because of the time lag in receiving the information to set up a new customer, there normally will be outstanding items. The transaction to add a deposit to this subledger does not affect the general ledger because these receipts are recording from the cash receipts system. The receipts to add a deposit to this list are done manually at a later date.

When a person is disconnected from service, the computer system generates a transaction to subtract the deposit from the subledger. This amount is posted to the accounts receivable system to reduce any balance owed by the customer. The general ledger also post this transaction reflecting the subtracting of the deposit from the utility deposit subledger and the posting of this deposit amount against the charges of the accounts receivable bill.

This new problem again deals with a time lag. Frequently customers' bills reflect a credit balance after the deposit is applied to their utility bill. The money should be refunded to the customers. Most of the customer refund checks are written. However, the transactions to record the refund checks to accounts receivable subledger are not being made on a timely basis. Also, the check for the difference is the refund to the customer and the total deposit posted to the customer's bill is not being written and deposited to the water regular cash account.

#### RECOMMENDATION

A monthly reconciliation should be made between the disconnect printouts and the refund checks to see if all transactions have been properly taken care off.



The Honorable Willie Davis, Jr., Mayor  
and Members of the Board of Aldermen  
October 20, 1988  
Page 7

10. UTILITY DEPOSITS RECONCILIATION INCLUDING DEPOSIT CLEARING ACCOUNT CONTINUED

Also, a monthly reconciliation of account 30014 and the refund check transactions to the accounts receivable subledger should be made. If account 30135 has a balance in it, all the refund checks have not been recorded to that system.

A monthly reconciliation of the list of utility deposit to the general ledger is to be made and any outstanding problems should be resolved. A supervisor should review all reconciliations to see if all transactions have been properly made.

REPLY

The Town's part-time employee will handle this problem.

11. ACCOUNTS RECEIVABLE

The accounts receivable ledger is not reconciled to the general ledger on a monthly basis.

Minimum usage bills (usage of 2,000 gallons or less) are being calculated incorrectly. The program has to prorate the bill based on the number of days between readings. This practice is in present a new customer from paying a high bill when they have usage for less than a month. We looked at the bills in May and August 1988. Bills that had 30 days or more between readings still calculated at less than the minimum rate.

Bills for employees and Town's service people have not been changed to reflect the council's new policy. The new policy states that a minimum bill would be for the first 15,000 gallons of usage and any usage over that amount should be charged at the same rate a regular customers. This problem also is compounded by the fact that some of the employee's bills do not have usage listed on them. (See policy below.)

**Employee Benefits  
Minimum Utility Bill Policy**

As a benefit to all full time employees, council members, firemen, and the mayor, the Town of Farmerville will charge only the minimum for water, sewer, and garbage, (\$5.00, \$1.50, and \$5.00 respectively) as well as any taxes due on these charges. This benefit only applies to the principal residence of this group that is located in the Town's service area. Any members of the above group that do not live in the service area will not receive any other benefit or compensation in lieu of this benefit.

The minimum charge applies to the first 15,000 gallons of water used. Anything over that amount will be charged at the prevailing rate in effect.

#### 11. ACCOUNTS RECEIVABLE CONTINUED

A full time employee is defined as an employee that works at least 32 hours a week and is not employed for a temporary period of six months or less.

This benefit would also apply to former full time employees, council members, firemen, and mayors who have served the town as follows:

Mayor - Served two terms - eight years.  
Council - Served three terms - twelve years.  
Employee and Firemen - Employed for twenty years.

The benefit will terminate at their death or if they move out of the service area.

Since it is the responsibility of the people associated with the Town to protect the assets of the town, anyone of this group who fails to fix a water leak after three written notices will be forever exempt from this benefit.

Some of the people are receiving this employee benefit, when they have never been an employee, council member, fireman, or live in a household with any of the above.

#### RECOMMENDATION

The accounts receivable ledger should be reconciled to the general ledger account on a monthly basis.

The town should check with the computer software manufacturer to see if there is anything that can be done about the proration problem on minimum usage bills.

The employee benefit concerning the utility bills should either be changed to reflect the practices of management or management should comply with the council's wishes. The town may need to check with legal council to see if any law has been violated through this practice.

#### RIP1

The town's management will review procedures.

#### 12. CASH RECEIPTS PROCEDURES

The cash receipts deposited to the bank occasionally did not equal the deposits recorded in the general ledger system. Some of the errors were due to the fact that cash short and over receipts are not written on a daily basis.

The Honorable Willie Davis, Jr., Mayor  
and Members of the Board of Aldermen  
October 23, 1988  
Page 3

13. CASH RECEIPTS PROCEDURES CONTINUED

The cash boxes are not secured. At least six people have access to each of the cash boxes. At the end of the day, the cashier does not have control over her box while her box is being checked out.

Several cash receipts sections were not recorded in the general ledger. The account receivable batches were recorded by hand in all cases. Because the bank statements are not reconciled to the general ledger, these missing sections were not corrected.

RECOMMENDATION

The bank statements should be balanced to the general ledger accounts each month.

Cash short and over receipts should be written and posted on a daily basis to the general ledger.

Access to the cash boxes should be limited to no more than two people: the cashier and her supervisor.

HELP

The Town will eliminate the cash box access to only two people. The cash short and over procedures will be reviewed.

GARNETT & GARNETT  
CERTIFIED PUBLIC ACCOUNTANTS

