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VILLAGE OF TIERSON, LOUISIANA

REPORT ON AUDIT OF
GENERAL PURPOSE FINANCIAL STATEMENTS

YEAR ENDED JUNE 30, 1950

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

Release Date 9/25/52

VILLAGE OF TICKEMA, LOUISIANA
 REPORT ON RESULT OF
 GENERAL PURPOSE FINANCIAL STATEMENTS

YEAR ENDING JUNE 30, 1948

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Durnin & James

REGISTERED PUBLIC ACCOUNTANTS

500 N. Broad, 17th
New Orleans, LA 70112
U.S. Federal Reserve Bank

Chartered Member, CPA
Special Order, CPA

Member
Institute of Certified Public Accountants

Member
Institute of Certified Public Accountants

November 18, 1998

INTERIM AUDITOR'S REPORT

The Honorable Ben J. Pigo, Mayor
and Members of the Board of Aldermen
Village of Tickfaw, Louisiana

We have audited the accompanying general purpose financial statements of the Village of Tickfaw, Louisiana, as of June 30, 1998, and for the year then ended, as listed in the table of contents. These general purpose financial statements are the responsibility of the Village of Tickfaw, Louisiana's management. Our responsibility is to express an opinion on these financial statements based on our audit.

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. 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 statement presentation. We believe that our audit provides a reasonable basis for our opinion.

In our opinion, the general purpose financial statements referred to above present fairly, in all material respects, the financial position of the Village of Tickfaw, Louisiana, as of June 30, 1998, and the results of its operations and the cash flows of its proprietary fund type 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 November 18, 1998, on our consideration of the Village of Tickfaw's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts and grants.

Our audit was conducted for the purpose of forming an opinion on the general purpose financial statements taken as a whole. The combining, individual fund, and individual account group financial statements and schedules listed in the table of contents are supplementary information, are presented for purposes of additional analysis and are not a required part of the general purpose financial statements of the Village of Tickfaw, Louisiana. Such information, except for that portion marked "unaudited" on which we express no opinion, has been subjected to the auditing procedures applied in the audits of the general purpose financial statements, and, in our opinion, is fairly presented in all material respects in relation to the respective general purpose financial statements taken as a whole.

VILLAGE OF TICKFAM, LOUISIANA

The financial information for the preceding year which is included for comparative purposes was taken from the financial report for that year in which the previous accountants expressed an unqualified opinion on the general purpose financial statements of the Village of Tickfaw, Louisiana.

Respectfully submitted,


DURBIN & JAMES, CPAs

GENERAL PURPOSE FINANCIAL STATEMENTS
(CONDENSED STATEMENTS - OVERVIEW)

Village of Tucklee

EXHIBIT A

COMBINE BALANCE SHEET - 2014-2015 FISCAL YEAR ACCORDING TO STATE

(per NY Law)

	GENERAL FUND		REVENUES		PROPERTY TAXES AND OTHER RECEIPTS	ACCOUNTS RECEIVABLE		TOTAL
	2014	2015	CITY	STATE		2014	2015	
ASSETS AND LIABILITIES								
Cash and cash equivalents	\$ 8,288	\$ 23,114	\$ -	\$ 8,281	\$ 15,408	\$ -	\$ -	\$ 41,443
Investments								\$ 127,889
Prepaid expenses	\$ 799	\$ 487			\$ 6,076			\$ 6,499
Due from other funds	\$ 799	\$ 2,981	\$ 119		\$ 1,179			\$ 41,199
Due from other governmental units	\$ 1,276							\$ 1,276
Due from other non-governmental units					\$ 3,307			\$ 3,307
RECEIVABLES - 2014			\$ 48,199		\$ 4,000			\$ 48,199
Accounts receivable, not governmental								
Other receivables, if nonclassified					\$ 4,000			\$ 4,000
Other funds					\$ 4,000			\$ 4,000
Accounts receivable for debt service								
Due from other governmental units								
Due from other non-governmental units								
Total Assets	\$ 12,882	\$ 27,581	\$ 24,317	\$ 8,281	\$ 25,584	\$ 4,000	\$ 4,000	\$ 118,842
LIABILITIES								
Accounts payable								
Accounts payable for debt service								
Due to other governmental units								
Due to other non-governmental units								
Total Liabilities								
Total Assets								\$ 118,842

FOOTNOTES

Billage of Twelve

PERIOD: 4 MONTHS

GENERAL BALANCE SHEET - ALL FUND TYPES AND ACCOUNT GROUPS CONTINUED

June 30, 1978

	GENERAL FUND			SPECIAL FUND			TRUST FUND			TOTAL		
	ASSETS	LIABILITIES	FUND BALANCE	ASSETS	LIABILITIES	FUND BALANCE	ASSETS	LIABILITIES	FUND BALANCE	ASSETS	LIABILITIES	FUND BALANCE
ASSETS	15,000	0	15,000	0	0	0	0	0	0	15,000	0	15,000
Cash	0	0	0	0	0	0	0	0	0	0	0	0
Accounts Receivable	0	0	0	0	0	0	0	0	0	0	0	0
Inventory	0	0	0	0	0	0	0	0	0	0	0	0
Prepaid Expenses	0	0	0	0	0	0	0	0	0	0	0	0
Other Assets	0	0	0	0	0	0	0	0	0	0	0	0
Total	15,000	0	15,000	0	0	0	0	0	0	15,000	0	15,000
LIABILITIES	0	0	0	0	0	0	0	0	0	0	0	0
Accounts Payable	0	0	0	0	0	0	0	0	0	0	0	0
Deferred Income	0	0	0	0	0	0	0	0	0	0	0	0
Other Liabilities	0	0	0	0	0	0	0	0	0	0	0	0
Total	0	0	0	0	0	0	0	0	0	0	0	0
FUND BALANCE	15,000	0	15,000	0	0	0	0	0	0	15,000	0	15,000
Unassigned	15,000	0	15,000	0	0	0	0	0	0	15,000	0	15,000
Assigned	0	0	0	0	0	0	0	0	0	0	0	0
Total	15,000	0	15,000	0	0	0	0	0	0	15,000	0	15,000

The accompanying notes are an integral part of this statement.

Village of Tonawanda

EXHIBIT B

COMBINED STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES - ALL GOVERNMENTAL FUND TYPES

FOR THE YEAR ENDED JUNE 30, 1999

	CURRENT	SPECIAL	DEBT	CAPITAL	TOTAL	
					OPERATION	DEBT
REVENUES:						
Taxes	\$ 58,000	\$ 58,000	\$ -	\$ -	\$ 116,000	\$ 116,000
License and permits	10,000	-	-	-	10,000	10,000
Intergovernmental	17,700	-	-	-	17,700	17,700
Federal and/or grant	-	-	-	-	-	35,000
Other police grants	-	-	-	-	-	5,100
Fines	45,200	-	-	-	45,200	45,200
Charges for services	20,000	-	-	-	20,000	20,000
on behalf payments by state	15,500	-	-	-	15,500	15,500
miscellaneous	8,600	1,600	500	200	10,900	10,900
Total Revenues	215,000	59,600	500	200	275,000	275,000
EXPENDITURES:						
General Government	80,200	8,000	-	-	88,200	88,200
public safety - Police	120,000	-	-	-	120,000	120,000
public safety - Fire	-	4,000	-	-	4,000	4,000
public works - Streets	4,500	10,500	-	-	15,000	15,000
public works - Sanitation	10,000	-	-	-	10,000	10,000
Capital Outlay	8,000	-	-	-	8,000	8,000
Int'l Interest - Principal	5,000	-	1,000	-	6,000	6,000
Int'l Interest - Interest	200	-	14,000	-	14,200	14,200
Total Expenditures	228,200	22,500	15,000	-	265,700	265,700
EXCESS (DEFICIENCY) OF REVENUES OVER						
EXPENDITURES	116,800	37,100	14,500	200	168,600	168,600
Other Financing Sources (Uses)						
Operating Transfers In	-	-	21,000	-	21,000	21,000
Operating Transfers Out	-	120,000	-	-	120,000	120,000
TOTAL OTHER FINANCING SOURCE (USES)		120,000	21,000	-	141,000	141,000
Excess (Deficiency) of Revenues and Other Sources Over Expenditures and Other Uses	116,800	157,100	35,500	200	310,600	310,600
Fund Balance (Deficit) at beginning of year	15,500	20,000	11,500	4,000	51,000	51,000
Fund Balance at End of Year	\$ 132,300	\$ 177,100	\$ 47,000	\$ 4,200	\$ 360,600	\$ 360,600

The accompanying notes are an integral part of this statement.

City of New York

EXHIBIT D

STATEMENT OF REVENUES, EXPENSES, AND
CHANGES IN RETAINED EARNINGS - PROPRIETARY FUND-TYPE

FOR THE YEARS ENDED JUNE 30, 1968 and 1967

	1968		1967	
	AMOUNT	PERCENT	AMOUNT	PERCENT
Operating Revenues:				
Charges for Services				
Water Sales	\$ 37,000	0	\$ 37,000	0
Power Charges			48,433	100
Other Charges	6,320	1.000	6,738	1.000
Total Operating Revenues	43,320	1.000	92,168	1.000
Operating Expenses:				
Salaries	\$ 8,504	0	\$ 7,804	0
Payroll Taxes and Benefits	1,373	3.17	1,800	4.00
Rentals	5,809	13.41	10,000	10.86
Supplies	2,787	6.43	3,000	3.26
Utilities and Telephone	8,500	19.62	8,000	8.69
Vehicle Fuel and Repairs	500	1.15	500	0.54
Office Expenses	2,000	4.62	2,000	2.17
Insurance	1,000	2.31	1,000	1.09
Depreciation	40,000	92.34	40,000	43.41
Printing, Stationery and Postage	-	-	1,000	1.09
Travel	-	-	200	0.22
Advertising	700	1.61	700	0.76
Accounting and Auditing	6,120	14.13	6,120	6.64
TOTAL OPERATING EXPENSES	71,120	164.23	111,500	121.05
Operating Income (Loss)	(27,800)	-64.23	(19,332)	-20.95
Non-Operating Revenues (Expenses):				
Interest Income	700	1.61	1,000	1.09
Interest Expense			(110,000)	(119.46)
Income (Loss) Before Operating Transfers	(27,100)	-62.62	(119,000)	-128.37
Operating Transfers IN (OUT):				
Operating transfers to operating transfers out	-	-	1,000	1.09
TOTAL OPERATING TRANSFERS IN (OUT)	1,000	2.31	1,000	1.09
NET INCOME (LOSS)	(26,100)	-60.31	(118,000)	-127.28
Retained Earnings (Deficit) at Beginning of Year	17,000	39.26	1,000	1.09
ACQUISITION OF CONTRIBUTIONS	10,000	23.32	11,000	11.91
Retained Earnings (Deficit) at End of Year	(9,100)	-20.95	(107,000)	-116.19

The accompanying notes are an integral part of this statement.

Village of Tinian

EXHIBIT E

STATEMENT OF CASH FLOWS - RECONSTRUCTED FUND TYPE

For the Years Ended June 30, 1998 and 1997

	INTERIM FUND		TOTAL	
	WAYNE	SMITH	1998	1997
	-----	-----	-----	-----
Cash Flows From Operating Activities:				
Net Income (Loss)	\$100,818	\$14,818	\$115,636	\$107,500
Adjustments to reconcile net operating loss to net cash provided by operating activities:				
Depreciation	20,798	28,328	49,126	49,800
Amortization	-	222	222	222
Increase/decrease in accounts receivable	(3,408)	(1,601)	(5,009)	(1,181)
Increase/decrease in accounts due from other funds	148	(4,378)	(4,230)	8,718
Increase (decrease) in accounts payable	7,734	(4,754)	2,980	(12,408)
Increase (decrease) in accounts due to other funds	8,422	(1,428)	7,000	(2,300)
Increase in customer deposits	1,848	-	1,848	1,120
Increase in sales tax payable	1,840	-	1,840	-
Increase in retention payable	1,122	-	1,122	-
Total adjustments	28,224	22,125	50,349	38,121
NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES	11,308	3,470	14,778	8,421
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES				
Construction of capital assets	128,804	-	128,804	(1,927)
Principal repayments	-	(4,800)	(4,800)	(3,884)
Grants	13,800	-	13,800	-
NET CASH (USED) FOR CAPITAL AND RELATED FINANCING ACTIVITIES	142,604	(4,800)	137,804	(5,811)
NET INCREASE (DECREASE) IN CASH	14,912	16	15,001	2,610
CASH AT BEGINNING OF YEAR	43,343	32,132	75,475	70,500
CASH AT END OF YEAR	58,255	48,148	106,403	73,110
RECONCILIATION OF CASH				
Unrestricted	48,928	48,928	97,856	117,798
Restricted	9,327	9,220	18,547	55,312
RECONCILING DISCLOSURES OF CASH FLOW INFORMATION				
Interest paid	-	18,080	18,080	18,080

The accompanying notes are an integral part of this statement.

Village of Ticklee

INDEX TO FINANCIAL STATEMENTS

June 30, 1998

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Village of Tickfaw

NOTES TO FINANCIAL STATEMENTS

June 30, 1988

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The Village of Tickfaw, Louisiana (the "Village") was incorporated on April 15, 1967, under the provisions of the Louisiana Act. The Village operates under a Mayor-Council of Aldermen form of government. The Village provides the following services: public safety (police and fire), streets, drainage, sanitation, public improvements and general and administrative functions. Other services include water and power utilities.

The accounting and reporting policies of the Village of Tickfaw, Louisiana conform to generally accepted accounting principles as applicable to governments. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. Such accounting and reporting procedures also conform to the requirements of Louisiana Revised Statutes (RS) 2417 and to the Industry Audit Guide, Audits of State and Local Governmental Units.

The following is a summary of certain significant accounting policies:

A. FINANCIAL REPORTING ENTITY

As the governing authority of the Village, for reporting purposes, the Village of Tickfaw is the financial reporting entity for Tickfaw, Louisiana. The financial reporting entity consists of its primary government (Board of Aldermen), its organizations for which the primary government is financially accountable, and all 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 Statement No. 14 established criteria for determining which component units should be considered part of the Village of Tickfaw for financial reporting purposes. The basic criterion for including a potential component unit within the reporting entity is financial accountability. The GASB has set forth criteria to be considered in determining financial accountability. This criteria includes:

1. Appointing a voting majority of an organization's governing body, and
 - a. The ability of the Board of Aldermen 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 Board of Aldermen.
2. Organizations for which the Board of Aldermen does not appoint a voting majority but are financially dependent on the Board.

Village of Tickfaw

MEMO TO FINANCIAL STATEMENTS COMMITTEE

June 20, 1999

1. Organizations for which the reporting entity financial statements would be including if data of the organization is not included because of the nature or significance of the relationship.

Based on the application of the above criteria, it was determined the Village of Tickfaw has no potential component unit. As a result, this report includes all funds and account groups which are controlled by or dependent on the Village's executive and legislative branches (the Mayor and Board of Aldermen), control by or dependence on the village was determined on the basis of budget adoption, lacking autonomy, authority to issue debt, election or appointment of governing body, and other general oversight responsibility.

B. FUND ACCOUNTING

The accounts of the Village of Tickfaw are organized on the basis of funds and account groups, each of which is considered a separate accounting entity. The operations of each fund are accounted for with a separate set of self-balancing accounts that comprise its assets, liabilities, fund equity, revenues, and expenditures, or deposits, as appropriate. Government resources are allocated to and accounted for in individual funds based upon the purposes for which they are to be spent and the means by which spending activities are controlled. The various funds are grouped, in the financial statements in this report, into five generic fund types and two broad fund categories as follows:

GOVERNMENTAL FUNDS

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

Special Revenue Funds - Special Revenue Funds are used to account for the proceeds of specific revenue sources (other than expendable trust, or major capital projects) that are legally restricted to expenditures for specific purposes.

ENTERPRISE FUNDS

Enterprise Fund - Enterprise Funds are used to account for operations (a) that are financed and operated in a manner similar to private business enterprises where the intent of the governing body is that the costs (expenses, including depreciation) of providing goods or services to the general public on a continuing basis be financed or recovered primarily through user charges; or (b) where the governing body has decided the periodic determination of revenues earned, expenses incurred, and/or net income is appropriate for capital maintenance, public policy, management control, accountability, or other purposes.

Village of Tulelake

NOTE TO FINANCIAL STATEMENTS CONTINUED

June 30, 1999

9. FIXED ASSETS AND LONG-TERM LIABILITIES

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

All governmental fund and expendable trust fund type operations are accounted for on a spending or "functional flow" measurement focus and only current assets and current liabilities are generally included on their balance sheets.

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

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

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

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

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

Water and Sewer Utility -

Water Well and Tanks	30 Years
Water Distribution Line	30 Years
Sewer Lines and Collection Ponds	30 Years
Equipment and Vehicles	5 Years

All fixed assets are stated at historical cost or estimated historical cost, if actual historical cost is not available. Donated fixed assets are stated at their estimated fair value on the date donated.

The Village's policy on interest incurred during construction is to capitalize

Village of Tishaw

NOTE TO FINANCIAL STATEMENTS CONTINUED

June 30, 1988

the amount of interest paid during the construction of a project as part of the cost of constructing the project.

D. BASIS OF ACCOUNTING

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

All governmental funds are accounted for using the modified accrual basis of accounting. Their revenues are recognized when they become measurable and available to the current period. Unapportioned income, gross receipts, and sales taxes are considered "measurable" when in the hands of collecting governments and are recognized as revenue at that time. Anticipated refunds of such taxes are recorded as liabilities and reductions of revenue when they are measurable and their liability seems certain. All major revenues are acceptable in accrual.

Expenditures are generally recognized under the modified accrual basis of accounting when the related fund liability is incurred. Exceptions to this general rule include: (1) principal and interest on long-term debt which is recognized when due; and (2) expendable operating supplies which are recorded as expenditures at the time of purchase under the "purchase method" doctrine.

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. Unbilled utility services receivable for the Water and Sewer Enterprises Funds are not recorded at year end as the amount is not material. The Village applies all GASB pronouncements as well as the Financial Accounting Standards Board pronouncements issued on or before November 14, 1988, unless those pronouncements conflict with or contradict GAGP pronouncements.

E. FUNDING AND BUDGETARY ACCOUNTING

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

1. The Village Clerk and Mayor prepare a proposed budget and submit same to the Board of Aldermen no later than fifteen days prior to the beginning of each fiscal year. The proposed budget was submitted to the Board of Aldermen on May 12, 1987.
2. A summary of the proposed budget is published and the public notified that the proposed budget is available for public inspection. At the same time, a public hearing is called. The proposed budget for the year ended June

Village of Tickfaw

NOTES TO FINANCIAL STATEMENTS (CONTINUED)

June 30, 1998

18, 1998, was published in the official journal on May 27, 1997.

3. A public hearing is held on the proposed budget at least ten days after publication of the call for the hearing. A public hearing on the proposed budget for the year ended June 30, 1998, was held on June 9, 1997.
4. After holding the public hearing and completion of all action necessary to finalize and implement the budget, the budget is adopted through passage of an ordinance. The proposed budget for the year ended June 30, 1998, was adopted by ordinance on June 24, 1997.
5. Budgetary amendments involving the transfer of funds from one department, program or function to another or involving increases in expenditures resulting from increases exceeding amounts estimated require the approval of the Board of Aldermen. The budget for the year ended June 30, 1998, was amended on June 26, 1998.
6. All budgetary appropriations lapse at the end of each fiscal year.
7. Budgets for the General and Special Revenue Funds are adopted on a basis consistent with generally accepted accounting principles (GAAP). A budget was also adopted for the Water and Sewer Enterprise Fund. Formal budgetary integration is not employed for Debt Service Funds because effective budgetary control is alternatively achieved through general obligations bond indenture provisions.

The Village of Tickfaw did not comply with certain provisions of state law which require the budget to be amended when actual expenditures and other uses exceed budgeted expenditures and other uses by five percent or more.

F. CASH AND INVESTMENTS

Cash includes amounts in demand deposits, interest bearing demand deposits, and money market accounts. Under state law, the Village may deposit funds in demand deposits, interest bearing demand deposits, money market accounts, or time deposits with state banks organized under Louisiana law and national banks having their principal offices in Louisiana.

Under state law, the Village may invest in United States bonds, Treasury notes, or certificates. These are classified as investments if their original maturities exceed 90 days; however, if the original maturities are 90 days or less, they are classified as cash. Investments are stated at cost.

G. INVENTORY

The Village utilizes the "purchase method" of accounting for supplies in governmental funds whereby expendable operating supplies are recognized as expenditures when purchased. The Village did not record any inventory at June

Village of Ticklew

NOTES TO FINANCIAL STATEMENTS (CONTINUED)

June 30, 1998

No. 1998, as the amount is not material.

M. BAD DEBTS

Uncollectible accounts due for ad valorem taxes and customers' utility receivables are recognized as bad debts through the establishment of an allowance account at the time information becomes available which would indicate the uncollectibility of the particular receivable. No allowance for uncollectible amounts is recorded at June 30, 1998.

N. ACCUMULATED COMPENSATED ABSENCE

In accordance with the provisions of GASB Statement No. 16, vacation leave is accrued as a liability when earned by the employees since the employees' right to receive compensation is already rendered and it is probable that the Village will compensate the employees for benefits through paid time off or through cash payments at termination.* A liability for sick pay is not recorded since sick pay does not vest.

Vacation leave liability 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 is responsible for payment. Amounts 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.

O. PENSION PLAN

The Village has a pension plan which covers all of the Village's police employees. This pension plan is a defined contributions plan administered by the statewide Louisiana Municipal Police Employees' Retirement System (LMERS). The pension plan is funded by contributions from employees through payroll withholding deductions and matching contributions from the Village.

P. UNBILLED ENTERPRISE FUND RECEIVABLES/REVENUE

The Village's receivables for unbilled Enterprise Fund revenue is considered commercial and has not been recorded at June 30, 1998.

Q. PAYABLE FROM RESTRICTED ASSETS

Certain assets of the Ticklew Water and Sewer systems have been restricted for payment of the following:

Village of Yorklaw

STATEMENT OF FINANCIAL STATEMENTS (CONTINUED)

June 30, 1988

	<u>BALANCE AT JUNE 30, 1988</u>
Water Enterprise Fund:	
Customer Deposits	\$10,490
Sales Tax Payable	200
	<u>\$10,690</u>
Sewer Enterprise Fund:	
Accrued Revenue Bond Interest	\$ 4,400
Revenue Bonds	1,578
	<u>\$ 5,978</u>
Debt Service Fund:	
1985 Sales Tax Bond Requirements	\$20,300

B. ALLOWANCE FOR UNCOLLECTIBLE ACCOUNTS

Uncollectible amounts due for ad valorem taxes, and customers' utility prepayments are recognized as bad debts through the establishment of an allowance account at the time information becomes available which would indicate the uncollectibility of the particular receivable. The following details the description and amount of the allowance for uncollectible accounts at June 30, 1988.

	<u>BALANCE AT JUNE 30, 1988</u>
1. GENERAL FUND	
a. Allowance for Uncollectible Ad Valorem Taxes	\$
b. Sewer and Water Enterprise Funds allowance for uncollectible SEWER and WATER FUND	<u>\$ 2,400</u>
B. TOTAL COLUMN ON COMBINED STATEMENTS - OTHERS	

Total values on the combined statements - overview is captioned Memorandum Only to indicate that it is presented only to facilitate financial analysis. Data in this column does not present financial position, results of operations, or changes in financial position in conformity with generally accepted accounting principles. Neither is such data comparable to a consolidation. Interfund eliminations have not been made in the aggregation of this data.

C. STATEMENT OF CASH FLOW

In accordance with Governmental Accounting Standards Board Statement No. 9, the Village is presenting a statement of cash flows. For purposes of the statement

Village of Tickfaw

NOTES TO FINANCIAL STATEMENTS (CONTINUED)

June 30, 1998

of cash flows. The Water and Sewer Enterprise Funds consider all highly liquid investments (including restricted assets) with a maturity of three months or less when purchased to be cash equivalents.

2. AD VALOREM TAXES

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

The Village bills and collects via one property taxes using the assessed values determined by the Tax Assessor of Tangipahoa Parish.

For the year ended June 30, 1998, taxes of 17.25 mills were levied on property with taxable assessed valuations totaling \$880,000 and were allocated as follows:

General Corporate Purposes	6.00 Mills
Fire Protection	10.25 Mills
Total	16.25 Mills

Total taxes levied were \$14,850. Taxes receivable were \$0 at June 30, 1998. The allowance for uncollectible ad valorem taxes totaled \$-0 at June 30, 1998.

3. CASH AND INVESTMENTS

Cash includes amounts in demand deposits, interest bearing demand deposits, and money market accounts. Under state law, the Village may deposit funds in demand deposits, interest bearing demand deposits, money market accounts, or time deposits with state banks organized under Louisiana law and national banks having their principal offices in Louisiana.

Under state law, the Village may invest in United States bonds, treasury notes, or certificates. These are classified as investments if their original maturities exceed 90 days; however, if the original maturities are 90 days or less, they are classified as cash equivalents. Investments are stated at cost.

As reflected on Exhibit A, the Village of Tickfaw has cash totaling \$123,000 and investments totaling \$0 at June 30, 1998. Under state law, these deposits must be secured by Federal Deposit Insurance or the pledge of securities owned by the bank. These pledged securities are held by and in the name of the fiscal agent bank but pledged to the Village. The following is a summary of the cash and investments (bank balances) at June 30, 1998, with the related Federal Deposit Insurance and pledged securities:

Village of Yorkton

NOTES TO FINANCIAL STATEMENTS (CONTINUED)

June 30, 1988

	COMBINED BANK BALANCES June 30, 1988	FVIC INSURANCE	BALANCE UNINSURED
Cash:			
General Deposits	\$ -	\$ -	\$ -
Interest Bearing Demand Deposits	129,189	188,880	23,189
Time Deposits	-----	-----	-----
Total Cash	\$129,189	\$188,880	\$ 23,189
Investments:			
Certificates of Deposits	-----	-----	-----
Total	\$129,189	\$188,880	\$ 23,189
Unrealized/Realized -			
Securities on the Balance Sheet and			
Held by the Fiscal Agent Pledged to the Village			225,459
Amount of FVIC Insurance and Pledged Securities			
Over Cash and Investment Bank Balances			428,234

Even though the pledged securities are considered unrealized/realized (Category 3) under the provisions of GASB Statement 3, Louisiana Revised Statute 50:4297 imposes a statutory requirement on the custodial bank to advertise and sell the pledged securities within 18 days of being notified by the Village that the fiscal agent has failed to pay deposited funds upon demand.

4. **INTERFUND TRANSFERS**

The following is a summary of the operating transfers between funds during the fiscal year ended June 30, 1988:

	TRANSFER IN AMOUNT	TRANSFER OUT AMOUNT
Debt Service Fund:		
1985 Sales Tax Fund	\$ 23,138	\$ -
Total Debt Service Fund	\$ 23,138	\$ -
Special Revenue Funds:		
1985 Sales Tax Fund:		
Debt Service Fund	\$ -	\$ 23,138
Total Special Revenue Funds	\$ -	\$ 23,138
Water Enterprise Fund:		
Water Enterprise Fund	\$ -	\$ 2,543
Total Water Enterprise Fund	\$ -	\$ 2,543

Village of Tickfaw

NOTES TO FINANCIAL STATEMENTS (CONTINUED)

June 30, 1998

	DEBITED IN 1998	CREDITED OUT TO
Water Enterprise Fund:		
Water Enterprise Fund	\$ 2,250	0
Total Water Enterprise Fund	\$ 2,250	0
 Total All Funds	 \$ 15,000	 \$ 15,000

3. DUE FROM OTHER GOVERNMENTAL UNITS

Amounts due from other governmental units at June 30, 1998, consisted of the following:

General Fund:

 Alcoholic Beverage Tax Due
 from the State of Louisiana \$ 500

 Tobacco Tax Due from the
 State of Louisiana 750

 Total General Fund \$ 1,250

Special Revenue Funds:

 Sales Taxes Due from Unincorporated
 Parish School System \$ 8,444

Water Enterprise Fund:

 Federal Grant Due from the
 DOD 2,882

 Total All Funds \$12,576

4. RESTRICTED ASSETS - PROPRIETARY FUND TYPE

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

\$100,000 Series 1997 Water Revenue Bond Sinking Fund	\$ -
\$200,000 Series 1997 Water Revenue Bond Sinking Fund	889
\$200,000 Series 1997 Water Revenue Bond Sinking Fund	6,789
\$200,000 Series 1997 Water Revenue Bond Contingency Fund	6,382
Total For Water Revenue Bond Debt Service	\$ 14,060

Customer Deposits 18,480

 Total Restricted Assets \$ 32,540

Village of Hickory

NOTES TO FINANCIAL STATEMENTS (CONTINUED)

June 30, 1998

7. CHANGES IN GENERAL FIXED ASSETS

A summary of changes in general fixed assets follows:

	BALANCE JULY 1, 1997	CURRENT YEAR		BALANCE JUNE 30, 1998
		ADDITIONS	DELETIONS	
Land	\$ 18,000	\$ -	\$ -	\$ 18,000
buildings	117,400	-	-	117,400
equipment	88,800	4,815	-	93,615
Total General Fixed Assets	<u>\$284,200</u>	<u>\$ 4,815</u>	<u>\$ -</u>	<u>\$289,015</u>

A summary of proprietary fund type property, plant and equipment at June 30, 1998, follows:

	BALANCE	ADDED	TOTAL
Enterprise Funds:			
Sewer Lines, Lift Station, Collection Fund	\$ -	\$1,381,800	\$1,381,800
Water Works and Well	309,500	-	309,500
Water Distribution Lines Equipment and Vehicle	545,815	-	545,815
total	854,315	1,381,800	2,236,115
Less: Accumulated Depreciation	(128,215)	(128,215)	(256,430)
Land	\$ 478,887	\$1,381,215	\$1,860,102
	5,805	28,250	34,055
Net	<u>\$ 1,350,787</u>	<u>\$1,727,515</u>	<u>\$3,078,302</u>

Depreciation expense on the proprietary fund type property, plant and equipment for the year ended June 30, 1998, totaled \$48,215.

8. CHANGES IN LONG-TERM DEBT

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

	BALANCE JULY 1, 1997	BONDS ISSUED AND OTHER INCREASES	BONDS RETIRED AND OTHER DECREASING	BALANCE JUNE 30, 1998
	General Long-Term Debt:			
Sales Tax Bonds, Series 1995	\$210,000	\$ -	\$ 0,000	\$210,000
Capital Loans	3,315	-	3,315	-
Subtotal	<u>\$213,315</u>	<u>\$ -</u>	<u>\$ 0,000</u>	<u>\$213,315</u>

Village of Tinton

NOTES TO FINANCIAL STATEMENTS (CONTINUED)

June 30, 1998

	BALANCE JUNE 30, 1997	NOTES ISSUED AND OTHER INCREASES	NOTES RETIRED AND OTHER DECREASES	BALANCE JUNE 30, 1998
Enterprise Fund Long-Term Debt:				
Sewer Revenue Bonds	317,118	—	4,815	312,303
	<u>317,118</u>	<u>0</u>	<u>4,815</u>	<u>312,303</u>

Long-term debt payable at June 30, 1998, is comprised of the following:

sales tax bonds, Series 1996, to reconstruct and improve public streets within the Village. One in annual installments of \$4,895 to \$19,680 through December 31, 2010, with interest at 5.00 to 10.00 percent. \$113,092

Payments of sales tax bonds, Series 1996 are payable solely from and secured by an irrevocable pledge and dedication of a special 2% sales and use tax.

Sewer Revenue Bonds:

\$118,000 Series 1992 Sewer Revenue Bonds
due in monthly installments of \$1,344;
Interest Rate is 5.25% \$118,000

Payments of Sewer Revenue Bonds' principal and interest are covered solely by a lien on and pledge of the net revenues of the sewer system. The Sewer Revenue Bonds are collateralized by the revenues of the Sewer System and the various special funds established by the local administering organization.

The annual requirements to amortize all debt outstanding at June 30, 1998, including interest payments of \$500,915 are as follows:

YEAR BEGINS	1998 BALANCE	DEBT	
		ISSUED	RETIRED
<u>—JUNE 30—</u>	<u>TAX BONDS</u>	<u>BONDS</u>	<u>TOTAL</u>
1998	\$ 20,250	\$ 20,000	\$ 40,250
2000	19,500	20,000	39,500
2001	19,000	20,000	39,000
2002	18,100	20,000	38,100
2003	18,400	20,000	38,400
2004-2010	231,838	628,081	859,919
	<u>487,088</u>	<u>678,081</u>	<u>1,165,169</u>

5. DEDICATION OF PROCEEDS OF PLEDGE OF FLOW OF FUNDS - SALES AND USE TAX

The Village assesses a 2% sales and use tax. Proceeds are dedicated to the following purposes:

Village of Yorkton

NOTES TO FINANCIAL STATEMENTS (CONTINUED)

June 30, 1999

- A. The 1984 1/4 sales tax is to be used for the purpose of providing funds for the General Fund of the Village and for the additional purpose of providing funds for any other local purposes of the Village. This tax is accounted for in the General Fund.
- B. The 1995 1/4 sales tax is to be levied through December 31, 2007, for the purpose of constructing, improving, and maintaining streets and drainage facilities, including the overlaying of streets and to fund bonds used for street paving construction. The proceeds from this 1/4 sales tax have been irrevocably pledged and dedicated to secure the payment of \$205,000 of sales tax bonds, Series 1995, dated December 1, 1995.

18. **PLAN OF FUND: RESTRICTIONS ON SEWER-BASED REVENUES**

The Village, through its governing authority, adopted a resolution on September 14, 1982, authorizing the issuance of Sewer Revenue Bonds, Series 1982, in an amount not to exceed \$300,000 for acquiring and construction of extensions to the sewer system. The resolution also authorized the sale and delivery of said bonds to the United States Department of Agriculture, Farmers Home Administration, prescribing the form, fixing the details and providing for the payment of principal and interest on such bonds and entering into certain covenants and agreements in connection with the security and payment of said bonds. In that resolution the revenues of the Sewer System are irrevocably and unconditionally pledged and dedicated to an amount sufficient for payment of the bonds authorized and interest as they become due and for other purposes. In that resolution, certain funds were required to be established in account for the receipt and disbursement of Sewer System revenues. An analysis of these accounts is provided as follows:

Sewer Revenue Fund - The bond resolution required that all revenues of the Sewer System shall be deposited daily in a separately identifiable account to be established with the Village's fiscal agent bank and designated as the "Sewer Revenue Fund". The revenues deposited into the Sewer Revenue Fund shall be expended in the following priority:

From the Sewer Revenue Fund, the village shall first pay all reasonable and necessary costs and expenses of operating and maintaining the Sewer System.

Sewer Revenue Bond and Interest Sinking Fund - After the payment of all reasonable and necessary costs and expenses of maintaining the Sewer System, monies from the Sewer Revenue Fund shall be transferred to a separately identifiable account to be established with the Village's fiscal agent bank and designated as the "Sewer Revenue Bond and Interest Sinking Fund" in amounts sufficient to pay promptly and fully the principal of and interest on the bonds as they severally become due and payable.

Monies from the Revenue Fund shall be transferred into the Sewer Revenue Bond and Interest Sinking Fund monthly in advance on or before the twentieth (20th) day of each month of each year a sum equal to one-two-thirtieth (1/30) the interest falling due

Village of Tisklow

NOTE TO FINANCIAL STATEMENTS CONTINUED

June 30, 1988

on the next interest payment date during the first year the bond is outstanding and, thereafter, a sum equal to the total amount of principal and interest falling due on the next principal and interest payment date.

The payments will continue monthly until April 1993, unless the bonds are called in advance of their maturity dates, in which event it is possible to reduce the required payments into the sinking fund.

Lower Revenue Bond Reserve Fund - From the Lower Revenue Fund, there shall be transferred monthly in advance on or before the twentieth (20th) day of each month of each year commencing with the month following completion of and acceptance of the improvements and extensions financed with the proceeds of the bonds, to a separately identifiable account to be established with the Village's fiscal agent bank and designated as the "Lower Revenue Bond Reserve Fund" a sum of least equal to 1% of the amount required to be paid into the Lower Revenue Fund and Interest Sinking Fund for each month until such fund accumulation an amount equal to the scheduled maximum principal and interest requirements in any succeeding bond year.

Money in the Reserve Fund is to be retained solely for the purpose of payment of the principal of and interest on all obligations payable from the Sinking Fund for which sufficient funds are not on deposit in the Sinking Fund and on to which there would otherwise be default.

Lower Depreciation and Contingency - From the Lower Revenue Fund, there shall be transferred monthly on or before the twentieth (20th) day of each month of each year commencing with the month following completion of and acceptance of the improvements and extensions financed with the proceeds of the bonds to a separately identifiable account to be established with the Village's fiscal agent bank and designated as the "Lower Depreciation and Contingency Fund" the sum of \$97. All monies in the Lower Depreciation and Contingency Fund may be used for the purpose of paying the costs of any unusual and extraordinary maintenance and any repairs, replacements, alterations and improvements to the sewer system. Money accumulated in this fund may also be used to pay principal and interest on the bonds falling due at any time there is not sufficient money on deposit in the Lower Revenue Fund and Interest Sinking Fund or the Lower Revenue Bond Reserve Fund.

All monies remaining in the Revenue Fund after all required deposits into the bond funds described herein shall be considered surplus and may be used for the purpose of retiring bonds in advance of their maturity or for any other lawful purpose.

As of June 30, 1988, balances in the various funds created pursuant to the bond covenants were in accordance with the bond covenants.

11. COMPLIANCE WITH LOWER REVENUE BOND COVENANTS

The Village through its governing authority, adopted a resolution on September 14, 1980, authorizing the issuance of Lower Revenue Bonds, Series 1980, in an amount not to exceed \$145,000 for construction of extensions to its sewage system. That bond

Village of Fishkill

NOTES TO FINANCIAL STATEMENTS (CONTINUED)

June 30, 1998

resolutions contained certain covenants and agreements in connection with the security and payment of the bonds. The major covenants contained in the bond resolutions and agreements and the manner in which the Village has complied with these covenants is described as follows:

Rate Covenant - In the bond resolution, the Village covenants to fix, establish, maintain and collect such rates, fees, rents and other charges of the services and facilities of the sewer system and to revise the rate whenever necessary as will always provide revenues in each fiscal year sufficient to pay (i) the reasonable and necessary expenses of operating the System, (ii) one hundred five percent (105%) of the required deposits to the Sinking Fund for each fiscal year, (iii) all other payments required for each fiscal year by the bond resolution and loan agreement, and (iv) all other obligations or indebtedness payable out of the revenues for each fiscal year. In connection therewith, the Village adopted Ordinance No. 27 on September 24, 1993, which established sewer user classifications, set specific sewer rates and provided a detailed procedure for annual review and adjustment of sewer rates.

In connection with the rate covenant, the bond resolution also contained specific procedures with regards to delinquent sewer customers. The Village agreed that the failure of any person to pay the charges for any service rendered by the Sewer System within thirty (30) days of the date on which it is due shall cause such charge to become delinquent and a delinquency charge of ten percent (10%) of the delinquent amount shall be assessed. If a delinquency account is not paid within thirty (30) days of the date of delinquency, the Village will shut off water and sewer services to the affected premises. All delinquency accounts shall bear interest at the rate of six percent (6%) per annum.

At June 30, 1998, the Village was in compliance with this bond covenant.

Records and Records and Audit Requirements - In the bond resolution the Village is required to maintain and keep accurate records and accounts for the Sewer System separate and distinct from its other records and accounts. These Sewer System records shall be maintained in accordance with generally accepted government accounting standards and shall be audited annually no later than 120 months after the close of each fiscal year by an independent certified public accountant.

As of June 30, 1998, the Village was not in compliance with this bond covenant as the financial statements were not audited within three months after the close of the fiscal year (note 2).

Insurance and Fidelity Bonds - In the bond resolution the Village is required to maintain full coverage of insurance on the System. The Village is also required to obtain fidelity bonds on all employees in a position of authority or in possession of money derived from the operation of the System.

As of June 30, 1998, the Village was in compliance with this bond covenant as all persons responsible for collection of receipts from customers were adequately

Village of Ticonderoga

NOTICE TO FINANCIAL STATEMENTS INTERESTED

June 20, 1988

Noted.

Other Requirements - The bond resolution contains additional covenants regarding utilization of funds, maintenance of the system and other miscellaneous provisions.

As of June 20, 1988, the Village was in compliance with these other bond covenants in all material respects.

11. SALES TAX BOND, SERIES 1985 - FLOW OF FUNDS

The Village through its governing authority, adopted a resolution on November 13, 1985, authorizing the issuance of Sales Tax Bonds, Series 1985 for the purpose of constructing and improving streets within the Village including curbside parking such streets. Pursuant to a special election held on July 15, 1986, the proceeds of a special 1% sales and use tax have been irrevocably pledged and dedicated to secure the payments of Sales Tax Bonds, Series 1985. In that resolution, certain funds were required to be established for the receipt and disbursement of the proceeds of the 1% sales and use tax.

Sales Tax Account - The bond resolution requires that proceeds of this 1% sales and use tax be deposited daily in a separate and special bank account designated as the "1% Street and Heritage Sales Tax Account" (Sales Tax Account). The Village accounts for this bank account in the 1985 Sales Tax Fund which is a special revenue fund. However, the bank account is incorrectly titled "1985 Sales Tax Reserve Fund". The proceeds of the tax deposited into the Sales Tax Account shall be expended in the following priority:

From the sales tax account, the Village shall first pay all reasonable and necessary expenses of collection and administration of tax.

Sales Tax Bond Sinking Fund (Sinking Fund) - After payment of all reasonable and necessary expenses of collection and administration of tax, monies from the Sales Tax Account shall be transferred to a special account held by the designated fiscal agent of the Village sufficient in amount to pay promptly and fully the principal of and interest on the bonds as they severally become due and payable.

Monies from the Sales Tax Account shall be transferred into the Sinking Fund monthly in advance on or before the Twentieth (20th) day of each month of each year a sum equal to one-sixth (1/6) of the interest due on the next interest payment date and one-twelfth (1/12) of the principal falling due on the next principal payment date.

Sales Tax Bond Reserve Fund (Reserve Fund) - From the Sales Tax Account, there shall be transferred to the Sales Tax Bond Reserve Fund upon delivery of bonds from the proceeds thereof, a sum of \$13,000, and monthly in advance on or before the Twentieth (20th) day of each month of each year, beginning December 1985, a sum of \$250 per month until a sum equal to the Reserve Fund requirement for all outstanding bonds payable from the Sinking Fund is on deposit in the Reserve Fund.

Village of Ticklee

NOTE TO FINANCIAL STATEMENTS (CONTINUED)

June 30, 1998

All monies remaining in the Sales Tax Account on the twentieth (20th) day of each month in excess of all reasonable and necessary expenses of collection and administration of the tax and after making required payments to the Sinking Fund and to the Reserve Fund, shall be considered surplus. Such surplus may be used for any purpose authorized by the tax or for the purpose of retiring bonds in advance of their maturity.

13. SALES TAX BOND, SERIES 1998 RESOLUTION COMMENTS

The Village through its governing authority, adopted a resolution on November 18, 1998, authorizing the issuance of \$200,000 Sales Tax Bonds, Series 1998, for street improvements and construction. The following describe the covenants made in the bonds resolution and how the Village complied with them.

Legal Right to Levy and Collect Tax - In providing for the issuance of bonds, the Village does hereby covenant that it has a legal right to levy and collect the 1% sales and use tax and to pledge the tax revenues for payment of bonds.

Records and Accounts - As long as bonds are outstanding and unpaid, the Village shall maintain and keep proper books of records and accounts, separate from all other records and accounts in which shall be made full and correct entries of all transactions relating to the collection and expenditure of the tax. These records shall be audited annually no later than three months after the close of each fiscal year by an independent certified public accountant.

Fidelity Bond - The Village is required to obtain a blanket Fidelity and Indemnity performance bond, or independent fidelity bonds written by a responsible insurance company in amounts adequate to protect the Village from loss.

Flow of Funds - The Village is required to monthly transfer amounts to certain funds set up by the bond resolution.

During the year ended June 30, 1997, the Village has complied with the covenants regarding legal right to levy and collect tax and Fidelity bonds. However, the financial statements were not audited within three months after the close of the fiscal year (June 30th). Also, the Reserve Fund lacked \$100 to meet deposit requirements.

14. EMPLOYEE PENSION PLAN (POLICE OFFICERS)

Full-time police employees of the Village of Ticklee participate in the Municipal Police Employees Retirement System ("Police System"), a multiple-employer public employee retirement system. The payroll for employees covered by the Police System for the year ended June 30, 1998, was \$18,150; the Village's total payroll was \$124,944.

All Village employees who participate in the plan shall be eligible for retirement if he has 20 years or more of creditable service and is at least age 55, or 12 years

Village of Tickfaw

NOTE TO FINANCIAL STATEMENTS CONTINUED

JUNE 30, 1998

or more of creditable service and is at least age 55. Retirement benefits are equal to 1 1/2 percent of average final compensation multiplied by the number of years of creditable service and is payable monthly for life. Average final compensation is the average annual earned compensation of an employee for any period of thirty-six consecutive or joined months of service during which the earned compensation was the highest. Benefits are not considered fully vested until the employee has attained both the age and years of service requirements which enable them to regular retirement benefits. The Public System also provides death and disability benefits. Benefits are established by STATE STATUTE.

The contribution rate for employees is 7.50% of variable compensation and is established by STATE STATUTE.

The employer contribution rate is 3.0% of members earnings.

The Village's total payroll in the fiscal year ended June 30, 1998, was \$126,944, and the Village's contributions were based on a payroll of \$28,199. Both the Village and the covered employees made the required contributions, according to R.S.4002. There were no related party transactions.

Fixed Information

Contributions required by STATE STATUTE:

Fiscal Year	Required Contributions	Percentage Contribution
June 30, 1997	\$ 1,544	30%
1998	\$ 5,800	30%

The System issues an annual publicly available financial report that includes financial statements and required supplementary information for the System. That report may be obtained by writing to the Municipal Police Employees Retirement System of Louisiana, 8400 United Plaza Boulevard, Baton Rouge, Louisiana 70809-3198, or by calling (225)928-7441.

All employees of the Village of Tickfaw, Louisiana are also members of the Social Security System.

14. DEFICITS IN INDIVIDUAL FUNDS

As June 30, 1998, the General Fund had a deficit in fund balance - unrestricted - undesignated of \$21,941.

As June 30, 1998, the Power Enterprise Fund had a deficit in retained earnings - unrestricted - undesignated of \$10,610. Due due to contributed capital, total fund equity was \$218,541 at June 30, 1998.

Village of Tickfaw

NOTE TO FINANCIAL STATEMENTS (CONTINUED)

June 30, 1998

16. EXPENDITURES OVER APPROPRIATIONS

Expenditures in individual funds exceeded amounts appropriated as follows:

FUND	BUDGET	ACTUAL	UNAVAILIBLE	PERCENT
			VARIANCE	
GENERAL FUND	\$155,277	\$158,393	\$ 3,116	1.99
Special Revenue Funds - 2000 Sales Tax	\$ 45,748	\$ 45,208	\$ 5,400	7.62

The Louisiana Municipal Budget Law requires a local government to amend its operating budget whenever variances between budgeted and actual revenues and other sources or expenditures exceed 5%.

17. REVENUE INFORMATION FOR ENTERPRISE FUNDS

The Village maintains two Enterprise Funds which provide water and sewer services. Reported information for the year ended June 30, 1998 is as follows:

For the Year Ended June 30, 1998

	Meter	Sewer	TOTAL
	Fund	Fund	Enterprise
Operating Revenues	\$ 28,813	\$ 88,200	\$ 117,013
Depreciation and Amortization	28,784	28,381	57,165
Operating Income (Loss)	(24,243)	5,438	(18,805)
Net Income (Loss)	(24,243)	(8,995)	(33,238)
Current Capital Contributions			
Net Working Capital			
Total Assets	712,281	1,288,128	1,999,409
Liabilities Payable from			
Operating Revenues	-	512,184	512,184
Total Equity	698,041	775,944	1,473,985

18. ON BEHALF PAYMENTS MADE BY STATE OF LOUISIANA

For the year ended June 30, 1998, the State of Louisiana made on behalf payments in the form of supplemental pay to Village's police. In accordance with SBR 24, the Village has recorded \$61,518 of on behalf payments as revenues and as expenses in the General Fund.

Village of Tuckahoe

NOTES TO FINANCIAL STATEMENTS (CONTINUED)

June 30, 1998

19. **CONTRIBUTED CAPITAL**

The following is a summary of changes in contributed capital:

	<u>1997</u>	<u>1998</u>	<u>Total</u>
Balance at June 30, 1997	2000,000	2000,000	40,000,000
Additions	10,000	-	10,000
	2010,000	2000,000	40,010,000
Less Amortization	(18,200)	(18,200)	(36,400)
Balance at June 30, 1998	1991,800	1981,800	39,973,600

20. **COMPENSATION TO ELECTED OFFICIALS**

Compensation paid to the Mayor, Chief of Police, and members of the Board of Aldermen for the year ended June 30, 1998:

Don Pigna, Mayor	\$ 7,000
Jimmy Sparonello, Chief of Police	50,000
Board of Aldermen	
Margaret Buccarelli	1,200
Anthony Lamorte	1,200
Peter Montivorno	1,200
	<u>\$60,600</u>

21. **COMPLIANCE MATTERS**

The Village of Tuckahoe's budgets for the general fund and 95 Sales Tax Special Revenue fund both had unfavorable variances over 5% allowed. See Finding 98-3 for more detail.

Restricted funds were used for operating purposes. See Finding 98-3 for more detail.

Both the Debt Service Contract and 95 Sales Tax Revenue require the financial statements to be audited within three months after the close of the fiscal year. The audit was not completed until December 1998.

SUPPLEMENTARY INFORMATION AND SCHEDULES

FINANCIAL STATEMENTS OF INDIVIDUAL FUNDS
AND ACCOUNT GROUPS

GENERAL FUND

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

Village of Tiskow

EXHIBIT E

FUNDAL FUND

BALANCE SHEET

June 30, 1988 and 1987

ASSETS

	<u>1988</u>	<u>1987</u>
Cash	\$ 9,388	\$ 9,414
Accounts Receivable	2,445	2,415
Sub Vouchers Issues Receivable	6	49
Preaching Funds Receivable	2,100	2,060
Due from Other Governmental Units	2,170	2,914
Due from Other Funds	<u>2,780</u>	<u>28,228</u>
Total Assets	\$ 32,389	\$ 43,080

LIABILITIES AND FUND BALANCE

LIABILITIES:		
Accounts Payable	\$ 2,880	\$ 12,828
Accrued Liabilities	2,311	3,000
Due to Other Funds	<u>12,889</u>	<u>2,252</u>
TOTAL LIABILITIES	\$ 18,080	\$ 18,080
FUND BALANCE (DEFICIT):		
Unassigned - Unappropriated	<u>14,309</u>	<u>24,999</u>
Total Liabilities and Fund Balance	\$ 32,389	\$ 43,080

See auditor's report.

Village of Yorkton

EXHIBIT P-1

GENERAL FUND

STATEMENT OF REVENUE, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET (MAY BE BUILT) AND ACTUAL

FOR THE YEAR ENDED JUNE 30, 1988

With Comparative Actual Accounts for the Year Ended June 30, 1987

	1988		BUDGETED BALANCE (UNYORKTONIAN)	1987 ACTUAL
	BUDGET ESTIMATE	ACTUAL		
Revenues:				
Taxes	\$ 54,588	\$ 55,108	\$ 2,000	\$ 96,488
Licenses and Permits	47,250	51,873	(15,000)	28,287
Intergovernmental	27,500	17,793	2,793	28,287
Fines and Forfeitures	80,720	89,294	(28,400)	47,220
Sanitation Service Fees	22,888	22,496	2,200	17,288
On Behalf Payments by State	-	13,638	13,638	8,325
Miscellaneous	3,000	4,828	3,000	3,000
Total Revenues	1047,346	1014,898	110,000	1042,287
Expenditures:				
Current:				
General Government	\$ 20,780	\$ 20,243	\$ 5,000	118,000
Public Safety	114,488	125,648	(18,000)	84,000
Public Works	48,488	51,778	4,000	28,000
Capital Outlay	3,284	4,038	2,200	3,488
Debt Service	4,280	4,188	2,888	8,328
Total Expenditures	200,220	205,897	23,088	243,816
Excess (Deficiency) of Revenues over Expenditures	\$ 847,126	\$ 809,001	\$ 88,000	\$ 798,471
Other Financing Sources (Uses):				
Operating Transfers In	-	-	-	-
Operating Transfers Out	-	-	-	-
Excess (Deficiency) of Revenues and Other Sources Over Expenditures and Other Uses	\$ 847,126	\$ 809,001	\$ 88,000	\$ 798,471
Fund Balance (Deficit) at Beginning of Year	17,500	17,500	-	25,000
Fund Balance (Deficit) at End of Year	\$ 18,626	\$ 18,501	\$ 88,000	\$ 17,500

See auditor's report.

Village of Tinian

EXHIBIT 2-C

GENERAL FUND

STATEMENT OF REVENUE COMPARED TO BUDGET
(DASH DOLLAR AND ACTUAL)For the Year Ended June 30, 1998
with Comparative Actual Amounts for the Year Ended June 30, 1997

	1998		VARIANCE FAVORABLE (UNFAVORABLE)	1997 ACTUAL
	BUDGET	ACTUAL		
Taxes:				
Ad Valorem	\$ 4,000	\$ 3,800	\$ 200	\$ 3,997
Public Utilities Franchise	9,500	7,845	1,655	7,648
Sales Tax	61,000	43,821	17,179	60,773
Total Taxes	\$ 74,500	\$ 55,466	\$ 19,034	\$ 72,418
Licenses and Permits:				
Occupational Licenses	\$ 45,700	\$ 38,800	\$ 6,900	\$ 38,800
Building and Trailer Permits	1,500	3,837	2,337	-
Total Licenses & Permits	\$ 47,200	\$ 42,637	\$ 4,563	\$ 38,800
Intergovernmental:				
Law Enforcement Grants	\$ 33,800	\$ 33,333	\$ 467	\$ 33,333
Tobacco Taxes	1,000	1,181	181	1,000
Fair Taxes	1,000	2,800	1,800	2,000
Village Water	213	333	120	2,623
Total Intergovernmental	\$ 36,013	\$ 37,647	\$ 1,634	\$ 38,956
Fines and Penalties	\$ 91,750	\$ 85,000	\$ 6,750	\$ 87,333
Sanitation Service Fees	\$ 21,000	\$ 22,000	\$ 1,000	\$ 17,000
On Behalf Payments by the State	-	11,500	11,500	9,500
Miscellaneous:				
Miscellaneous	\$ 1,000	\$ 8,800	\$ 7,800	\$ 3,000
Total Miscellaneous	\$ 1,000	\$ 8,800	\$ 7,800	\$ 3,000
Total Revenue	\$262,463	\$228,833	\$33,630	\$262,463

See auditor's report.

Village of Tisklow

SERIAL P. 3

GENERAL FUND

STATEMENT OF EXPENDITURES COMPARED TO BUDGET (FORM SERIAL AND ACTION)

FOR THE YEAR ENDED JUNE 30, 1958

With Comparative Actual Amounts for the Year Ended June 30, 1957

	1958		VARIANCE FAVORABLE	1957 ACTUAL
	BUDGET	ACTUAL		
General Government:				
Salaries -				
Mayor and Aldermen	\$ 11,500	\$ 11,500	\$ 0	\$ 11,718
Village Clerk and Assistant	21,810	18,812	3,000	19,108
Payroll Taxes and Employee Benefits	7,505	7,785	4,690	6,275
Office Supplies	5,000	5,979	822	-
Postage	500	522	1,822	-
Official Journal	3,000	4,543	11,843	2,250
Telephone and Utilities	10,100	8,882	1,218	8,472
Legal Fees	4,000	4,358	1,358	4,458
Auditing and Accounting	14,410	12,744	1,666	22,288
Insur. Bonds and Licenses	500	527	1,227	285
Insurance	5,000	7,840	1,550	24,487
Repairs and Maintenance	1,000	1,322	11,322	827
Conventions, Travel and Training	500	758	1,760	1,184
Outside Services	4,000	5,350	11,350	2,579
Miscellaneous	500	1,321	11,821	12,221
Total General Government	\$ 82,525	\$ 88,125	\$ 6,600	\$ 116,522
Public Safety:				
Police:				
Salaries	\$ 44,500	\$ 78,420	\$ 11,500	\$ 41,518
Supplemental Pay	10,000	12,620	1,620	-
Payroll Taxes and Employee Benefits				
Benefits	10,000	12,729	1,800	10,875
Vehicle Pool	6,000	6,780	1,000	6,765
Insurance	10,200	14,741	429	5,288
Repairs and Maintenance	3,000	3,280	284	3,427
Supplies and Telephone	1,100	1,322	1	4,281
Conventions, Travel and Training	1,000	758	422	858
Miscellaneous	500	520	502	10,400
Prisoner Expenses	200	125	85	157
Law Enforcement Fees	1,000	1,322	1,800	1,842
Other Part Expenditures				120,258
Total Public Safety	\$124,225	\$122,422	\$12,800	\$224,282

CONTINUED

GENERAL FUND

STATEMENT OF EXPENDITURES COMPARED TO BUDGET, FISCAL BASIS,
AND ACTUAL INCURREDFor the Year Ended June 30, 1998
With Comparative Actual Results for the Year Ended June 30, 1997

	1998		VARIANCE FAVORABLE	1997 ACTUAL
	BUDGET	ACTUAL		
Public Works:				
Salaries:				
Salary	\$ -	\$ -	\$ -	\$ -
Payroll Taxes & Employee Benefits	-	-	-	-
Street and Traffic Lights	7,800	6,547	1,253	6,578
Supplies	-	-	-	-
Repairs and Maintenance	-	-	-	-
Contract Labor	-	-	-	-
Street Overlay and Repairs	-	-	-	-
Miscellaneous	-	-	-	-
Total Salaries	<u>\$ 7,800</u>	<u>\$ 6,547</u>	<u>\$ 1,253</u>	<u>\$ 6,578</u>
Sanitation:				
Contract Garbage Collection	\$ 21,000	\$ 22,210	\$ 1,210	\$ 20,000
S&BDC Expense	-	-	-	1,400
Total Public Works	<u>\$ 28,800</u>	<u>\$ 28,757</u>	<u>\$ 1,043</u>	<u>\$ 28,000</u>
Sold. Services:				
General Government	\$ -	\$ -	\$ -	\$ -
Public Safety Police	4,100	4,380	280	-
	<u>\$ 4,100</u>	<u>\$ 4,380</u>	<u>\$ 280</u>	<u>\$ -</u>
Capital Outlay:				
General Government	\$ -	\$ -	\$ -	\$ -
Public Safety Police	3,200	4,820	1,620	-
	<u>\$ 3,200</u>	<u>\$ 4,820</u>	<u>\$ 1,620</u>	<u>\$ -</u>
Total Expenditures	<u>\$26,100</u>	<u>\$28,157</u>	<u>\$ 2,057</u>	<u>\$28,000</u>

See auditor's report.

SPECIAL REVENUE FUNDS

1995 Sales Tax Fund - To account for the receipt and use of a one percent (1%) sales and use tax levied by the Village of Hickory upon the sale at retail, the use, the lease or rental, the consumption and storage for use or consumption of taxable personal property, and on sales and services as defined by law. The tax is levied through December 31, 2017, for the purpose of constructing, improving, and maintaining streets and drainage facilities, and to fund bonds for constructing and improving Village streets.

Fire Protection Village Fund - To account for the receipt and use of proceeds of the Village's ten mill property tax passed by the citizens on November 4, 2008. Revenues derived from this special tax mill ad valorem tax is dedicated to providing fire protection services for the residents of the Village. The tax is for a period of ten years, beginning in the year 2009.

Village of Ticonderoga

EXHIBIT G

SPECIAL REVENUE FUNDS

COMBINED BALANCE SHEET

June 30, 1998

With Comparative Totals As of June 30, 1997

ASSETS

	1998	1998	TOTALS	
	SALES TAX FUND	PROTECTION FUND	1998	1997
Cash and Cash Equivalents	\$ 12,481	\$ 12,507	\$ 24,988	\$ 24,988
Sales Tax Receivable	2,441	-	2,441	2,178
Ad Valorem Tax Receivable	-	2	2	24
Due From Other Funds	13,282	428	13,710	1,155
Total Assets	\$ 28,204	\$ 15,937	\$ 44,142	\$ 28,345

LIABILITIES AND FUND BALANCES

Liabilities:				
Accounts Payable	\$ 1,737	\$ -	\$ 1,737	\$ 1,737
Due to Other Funds	-	-	-	24,608
Total Liabilities	\$ 1,737	\$ -	\$ 1,737	\$ 26,345
Fund Balances - Unreserved -				
Undesignated	16,467	15,937	32,404	2,000
Total Liabilities and Fund Balances	\$ 18,204	\$ 15,937	\$ 34,141	\$ 28,345

See auditor's report.

SPECIAL REVENUE FUNDS

COMPARATIVE STATEMENT OF REVENUES, EXPENDITURES, AND
BALANCE IN FUND BALANCEFor the Year Ended June 30, 1998
With Comparative Totals for the Year Ended June 30, 1997

	1998	1997	TOTALS	
	BASED TAX FUND	PROTECTION FUND	1998	1997
Revenues:				
Taxes	\$ 43,421	\$ 5,484	\$ 58,865	\$ 50,279
Interest	— 3,321	— 485	— 3,838	— 3,848
Total Revenues	\$ 46,742	\$ 5,969	\$ 62,703	\$ 54,127
Expenditures:				
General Government:				
Accounting & Auditing	\$ 5,485	\$ -	\$ 6,662	\$ -
Public Safety—Fire Protection:				
Fire District No. 2 Contract	-	4,280	4,208	3,798
Public Works:				
Street Repair	18,899	-	19,858	25,354
Capital Outlay	—	—	—	—
Total Expenditures	24,384	4,280	30,528	29,152
Income of Revenues Over Expenditures	\$ 22,358	\$ 1,689	\$ 32,175	\$ 24,975
Other Financing Sources (Minus):				
Operating Transfers In (Out):				
Debt Service Fund	\$75,350	\$ -	\$121,134	\$121,422
Water and Sewer Fund	—	—	—	—
Income (Deficiency) of Revenues Over Expenditures and Other Items	\$ 22,458	\$ 1,689	\$ 1,043	\$ 24,397
Fund Balance at Beginning of Year	33,382	2,380	35,662	33,231
Fund Balance at End of Year	\$ 55,916	\$ 4,069	\$ 60,987	\$ 57,628

See auditor's report.

Village of Tishaw

EXHIBIT G-2

SPECIAL REVENUE FUND
SALES TAX FUND 11-051

STATEMENT OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET (UNAPPORTIONED) AND ACTUAL

For the Year Ended June 30, 1998
With Comparative Actual Amounts for the Year Ended June 30, 1997

	BUDGET BUDGET	ACTUAL	VARIANCE EXCESS/SHORTAGE	1997 ACTUAL
Revenues:				
Taxes	\$ 43,000	\$ 43,421	\$ 2,621	\$ 41,140
Interest	—3,000	—3,321	1,321	—1,000
Total Revenues	\$ 40,000	\$ 40,100	\$ 1,302	\$ 40,140
Expenditures:				
General Government:				
Public Safety - streets	\$ 28,185	\$ 28,668	\$ 5,007	\$ 28,304
Accounting and auditing	—	—5,462	1,000	—
Total Expenditures	28,185	28,120	1,300	28,304
Excess of Revenues Over Expenditures	\$ 11,815	\$ 11,980	\$ 871	\$ 11,836
Other Financing Sources (Uses):				
Operating Transfers To:				
Bond Service	(20,600)	(20,120)	1,300	(20,600)
Excess (Deficiency) of Revenues and Other Sources Over Expenditures and Other Uses	\$ (2,785)	\$ (4,420)	\$ (1,000)	\$ (4,764)
Fund Balance at Beginning of Year	43,382	43,382	—	43,382
Fund Balance at End of Year	40,597	40,597	\$ (1,000)	40,597

See auditor's report.

SPECIAL REVENUE FUND
FIRE DESTRUCTION FUNDSTATEMENT OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET (DMM BASIS) AND ACTUALFor the Year Ended June 30, 1998
With Comparative Actual Accounts for the Year Ended June 30, 1997

	BUDGETED BUDGET	ACTUAL	VARIANCE	
			FEASIBLE	ACTUAL
Revenues:				
Taxes	\$ 9,200	\$ 9,448	\$ 248	\$ 9,152
Interest	—	—	—	—
Total Revenues	\$ 9,200	\$ 9,448	\$ 248	\$ 9,200
Expenditures:				
General Government:				
Accounting and Auditing	\$ -	\$ -	\$ -	\$ -
Public Safety-Fire Protection:				
Fire District No. 2 Contract	4,325	4,368	—	4,325
Total Expenditures	4,325	4,368	—	4,325
Excess of Revenues Over Expenditures	\$ 4,875	\$ 5,080	\$ 474	\$ 4,875
Other Financing Sources (Uses):				
Operating Transfers To:				
General Fund	—	—	—	—
Excess of Revenues and Other Sources Over Expenditures and Other Uses	\$ 4,875	\$ 5,080	\$ 474	\$ 4,875
Fund Balance at Beginning of Year	—	—	—	—
Fund Balance at End of Year	\$ 4,875	\$ 5,080	\$ 474	\$ 4,875

See auditor's report.

DEBT SERVICE FUNDS

Sales Tax Bonds, Series 1995 - To accumulate monies for payment of the Sales Tax Bonds, Series 1995 due in annual installments, plus interest, through maturity in 2015. Debt service is financed from proceeds of a special 1% sales tax which was authorized at a special election held on July 26, 1995.

Village of TOWN
 DEBT SERVICE FUND

EXHIBIT B

CURRENT BALANCE SHEET

June 30, 1988
 With Comparative Totals for June 30, 1987

ASSETS

	SALES TAX BONDS <u>SPRING 1988</u>	<u>TOTALS</u>	
		<u>1988</u>	<u>1987</u>
Cash	\$ 26,014	\$ 26,014	\$26,324
Due from other funds	— 312	— 312	— 312
Total Assets	<u>\$ 26,326</u>	<u>\$ 26,326</u>	<u>\$ 26,636</u>

FUND BALANCES

Fund Balances:			
Reserved for Debt Service	\$ 26,326	\$ 26,326	\$ 26,636
Total Fund Balances	<u>\$ 26,326</u>	<u>\$ 26,326</u>	<u>\$ 26,636</u>

See auditor's report.

Village of Tishlee
 (NOT SERVICE FUNDS)

EXHIBIT E-1

CONDENSED STATEMENT OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCES

FOR THE YEAR ENDED JUNE 30, 1998
 With Comparative Totals for the Year Ended June 30, 1997

	GALE TAX	TOTALS	
	REVENUE	1998	1997
REVENUES:			
Interest	\$ 884	\$ 884	\$ 713
Total Revenues	\$ 884	\$ 884	\$ 713
EXPENDITURES:			
Principal Retirement	\$ 8,000	\$ 8,000	\$ 8,000
Interest	22,408	22,408	22,245
Total Expenditures	22,408	22,408	22,245
Excess of Revenues over expenditures	\$ (21,524)	\$ (21,524)	\$ (21,532)
Other Financing Sources (Uses):			
Operating Transfers In (Out)	23,338	23,338	23,332
Excess of Revenues and Other Sources over expenditures and other uses	\$ 1,814	\$ 1,814	\$ 1,095
Fund Balances at Beginning of Year	22,542	22,542	22,442
Fund Balances at End of Year	\$ 24,356	\$ 24,356	\$ 23,537

See Auditor's report.

CAPITAL PROJECT FUNDS

- 1) FY 1996 Capital Improvement Fund - To account for the receipt and use of 1996 proceeds received from the issuance of Series 1995 Sales Tax Bonds. Proceeds of these bonds are dedicated to specific capital improvements in the Village to include constructing and improving streets within the Village including curbside parking spaces.

Village of Tuckee
CAPITAL PROJECTS FUND

PAGE 1

COMPARING BALANCE SHEET

June 30, 1999
with comparative totals as of June 30, 1997

	BY 1999 CAPITAL PROJECTS FUND	TOTALS COMPARISON SHEET	
		1999	1997
ASSETS			
CASH	\$ 4,414	\$ 4,414	\$ 4,414
Total Assets	<u>\$ 4,414</u>	<u>\$ 4,414</u>	<u>\$ 4,414</u>
LIABILITIES AND FUND BALANCE			
Due to Other Funds	\$ 325	\$ 325	\$ 325
TOTAL LIABILITIES	\$ 325	\$ 325	\$ 325
Fund Balance:			
Reserved for Capital Projects	\$ 4,089	\$ 4,089	\$ 4,089
TOTAL Liabilities and Fund Balance	<u>\$ 4,414</u>	<u>\$ 4,414</u>	<u>\$ 4,414</u>

See auditor's report.

Village of Tipton
CAPITAL PROJECTS FUND

EXHIBIT 3.1

COMPARISON STATEMENT OF REVENUES, EXPENDITURES AND
(CHANGE IN) FUND BALANCE

For the Year Ended June 30, 1998
with comparative totals as of June 30, 1997

	FY 1998	TOTALS	
	DEFICIT	1998	1997
	-----	-----	-----
Revenues:			
Interest Income/Other	\$ 256	\$ 256	\$ 2,388
Total Revenues	\$ 256	\$ 256	\$ 2,388
Expenditures:			
General Government	\$ -	\$ -	\$ 328
Public Works - Streets	-	-	184,115
Total Expenditures	\$ -	\$ -	\$ 184,443
Excess (Deficiency) of Revenues over Expenditures	\$ 256	\$ 256	\$ 182,045
Other Financing Sources (Uses):			
Operating Transfers In	-	-	-
Operating Transfers Out	-	-	-
Total Other Financing Sources (Uses)	\$ -	\$ -	\$ -
Excess (Deficiency) of Revenues and Other Financing Sources (Uses) Over Expenditures and Other Financing Sources (Uses)	\$ 256	\$ 256	\$ 182,045
Fund Balance at Beginning of Year	\$ 8,886	\$ 8,886	\$ 186,116
Fund Balance (Deficit) at End of Year	\$ 9,142	\$ 9,142	\$ 368,161

See auditor's report.

ENTERPRISE FUNDS

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

Village of Tickles
 ESCROWEE FUND
 WATER AND SEWER FUND

EXHIBIT 2

COMBINING BALANCE SHEET

June 30, 1998
 With comparative Totals as of June 30, 1997

	ASSETS		TOTALS	
	1998	1997	1998	1997
Current Assets:				
Cash	\$ 4,510	\$ 8,838	\$ 14,480	\$ 14,754
Receivables:				
Accounts Due of Allowance For Uncollectible Accounts	3,880	7,333	14,871	8,889
Federal Grant Receivable	2,887	-	2,887	-
Due from Other Funds	-	6,235	6,235	188
Total Current Assets	\$ 11,277	\$ 22,406	\$ 38,473	\$ 23,831
Restricted Assets:				
Utility Customer Deposits Cash	\$ 14,480	\$ -	\$ 14,480	\$ 4,527
Water Development Grant Cash	-	-	-	2
Water Bond Sinking Fund Cash	-	688	688	5,184
Water Bond Reserve Fund Cash	-	4,758	4,758	5,580
Water Bond Contingency Fund Cash	-	6,358	6,358	5,825
Total Restricted Assets	\$ 14,480	\$ 11,804	\$ 26,284	\$ 21,818
Plant and Equipment, at Cost (Net of Accumulated Depreciation)	\$488,732	\$1,232,482	\$2,221,224	\$2,221,224
Total Plant and Equipment	\$488,732	\$1,232,482	\$2,221,224	\$2,221,224
Other Assets:				
Deferred Charges (Net of Accumulated Amortization)	-	3,382	3,382	2,828
Total Other Assets	-	3,382	3,382	2,828
Total Assets	\$514,509	\$1,268,670	\$2,231,614	\$2,228,683

(CONTINUED)

Willage of Ticklaw

EXHIBIT J (CONTINUED)

ENTERPRISE FUND
WATER AND SEWER FUND

COMBINED BALANCE SHEET (CONTINUED)

June 30, 1988
With comparative totals as of June 30, 1987

LIABILITIES AND FUND EQUITY

	WATER FUND	SEWER FUND	TOTAL	
			1988	1987
Current Liabilities (Payable from Current Assets):				
Accounts Payable	\$ 28,174	\$ 1,968	\$ 30,142	\$ 31,354
Accrued Payables	-	-	-	-
Accrued Bond Interest Payable	-	-	-	-
Construction Contract Payable	-	-	-	-
Construction Retainages Payable	1,377	-	1,377	-
Due to Other Funds	8,802	52	8,854	3,607
Total Current Liabilities (Payable from Current Assets)	\$ 38,353	\$ 2,020	\$ 40,373	\$ 35,561
Current Liabilities (Payable from Restricted Assets):				
Customers' Deposits Payable	\$ 18,482	\$ -	\$ 18,482	\$ 8,557
Accrued Bond Interest Payable	-	1,600	1,600	1,601
Revenue Bonds Payable	-	1,878	1,878	1,878
Sales Tax Payable	388	-	388	388
Total Current Liabilities (Payable from Restricted Assets)	\$ 19,870	\$ 3,478	\$ 23,348	\$ 12,424
Long-Term Liabilities:				
Revenue Bonds Payable	-	328,314	328,314	328,314
Total Liabilities	\$ 58,223	\$ 363,810	\$ 422,033	\$ 476,307
Fund Equity:				
Contributed Capital:				
Grants	881,802	841,082	1,722,884	1,833,885
Total Contributed Capital	881,802	841,082	1,722,884	1,833,885
Retained Earnings (Deficit) -				
Reserved for Bond Retirement	-	18,587	18,587	21,344
Appropriated	28,878	(12,822)	16,056	(18,891)
Total Retained Earnings (Deficit)	28,878	(12,822)	16,056	(1,527)
Total Fund Equity	910,680	828,260	1,738,940	1,832,358
Total Liabilities and Fund Equity	\$ 910,680	\$ 828,260	\$ 1,738,940	\$ 1,832,358

See Auditor's Report.

Village of Tinian
 INTERFUND FUND
 WATER AND SEWER FUND

EXHIBIT J-1

COMBINED STATEMENT OF REVENUES, EXPENSES, AND CHANGES
IN RETAINED EARNINGS

For the Year ended June 30, 1988
 With comparative Accounts for the Year ended June 30, 1987

	WATER	SEWER	TOTALS	
	1988	1987	1988	1987
Operating Revenues:				
Charges for Services:				
Water and sewer Charges	\$ 27,000	\$ 60,400	\$ 87,400	\$ 86,700
Other Charges	<u>2,000</u>	<u>1,800</u>	<u>4,200</u>	<u>300</u>
Total Operating Revenues	\$ 29,000	\$ 62,200	\$ 91,600	\$ 87,000
Operating Expenses:				
Salaries	\$ 8,000	\$ 7,000	\$ 15,000	\$ 12,000
Payroll Taxes and employee benefits	2,200	500	2,700	800
Repairs	2,800	4,100	6,900	7,100
Supplies	2,000	2,500	4,500	8,000
Utilities and Telephone	4,000	5,100	9,100	12,000
Vehicle Fuel and Repairs	600	-	600	2,000
Office Expenses	2,400	100	2,500	2,000
Insurance	2,800	800	3,600	300
Depreciation	28,000	28,000	56,000	48,000
Amortization	-	200	200	200
Licenses and Sewer Analysis	-	1,000	1,000	1,400
Miscellaneous	000	500	500	200
Accounting and Auditing	<u>8,000</u>	<u>6,000</u>	<u>14,000</u>	<u>8,000</u>
Total Operating Expenses	\$ 58,800	\$ 52,000	\$ 110,800	\$ 88,000
Operating Income (Loss)	\$129,800	\$ 10,200	\$128,800	\$129,000
Non-Operating Revenues (Expenses):				
Interest Income	000	000	000	000
Interest Expense	---	(28,000)	(28,000)	(28,000)
Transfers	\$129,800	\$ 8,000	\$137,800	\$129,000
Operating Transfers in (Out):				
Water Fund	-	2,000	2,000	2,000
Sewer Fund	<u>1,2,000</u>	---	<u>1,2,000</u>	<u>1,2,000</u>
Net Income (Loss)	\$129,800	\$ 8,000	\$128,800	\$129,000
Retained Earnings (Deficit) -				
Beginning of Year	28,000	(28,000)	0	10,000
Amortization of Contributions	<u>20,000</u>	<u>28,000</u>	<u>48,000</u>	<u>48,000</u>
Retained Earnings (Deficit) -				
End of Year	\$ 48,000	\$ 0	\$ 48,000	\$ 58,000

see auditor's report.

Village of Ticklew
 ENTERPRISE FUND
 WATER AND SEWER FUND

EXHIBIT 4-2

STATEMENT OF CASH FLOWS

For the Year Ended June 30, 2008
 With Comparative Amounts for the Year Ended June 30, 2007

	<u>2008</u>	<u>2007</u>
Cash Flows From Operating Activities:		
Operating Income (Loss)	\$ (10,311)	\$ (10,500)
Adjustments to Reconcile Operating Income to Net Cash Provided by Operating Activities:		
Depreciation	48,500	48,800
Amortization of Deferred Charge	800	800
Changes in Assets and Liabilities:		
(Increase) Decrease in Accounts Receivable	1,400	1,361
(Increase) Decrease in amounts due from other funds	1,411	5,714
Increase (Decrease) in Accounts Payable	901	(10,854)
Increase in Retainage Payable	1,077	-
Increase in Sales Tax Payable	1,391	-
Increase (Decrease) in amounts due to other funds	7,810	12,888
Increase in Customer Deposits	<u>1,840</u>	<u>1,128</u>
Net Cash Provided by Operating Activities	\$ 14,568	\$ 4,516
Cash Flows from Capital and Related Financing Activities:		
Capital Grants Received	\$ 10,800	\$ -
Construction of Capital Assets	(20,851)	1,257
Principal Paid on Revenue Bonds	14,851	13,894
Interest Paid on Revenue Bonds	-	-
Proceeds from Revenue Bonds Issued	-	-
Deferred Charge	<u>-</u>	<u>-</u>
Net Cash Used in Capital and Related Financing Activities	\$ (14,851)	\$ (13,637)
Net Increase (Decrease) in Cash	\$ (2,802)	\$ (1,188)
Cash - Beginning of Year	40,582	41,562
Cash - End of Year	<u>\$ 37,780</u>	<u>\$ 40,374</u>
Reconciliation of Cash Accounts:		
Unrestricted Cash	\$ 15,448	\$ 14,954
Restricted Cash	<u>22,332</u>	<u>25,420</u>
	<u>\$ 37,780</u>	<u>\$ 40,374</u>
Supplemental Disclosures of Cash Flow Information:		
Interest Paid	\$ 10,840	\$ 10,213

See auditor's report.

GENERAL FIXED ASSETS ACCOUNT GROUP

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

Village of TOWN

EXHIBIT E

STATEMENT OF GENERAL FIXED ASSETS - BY SOURCE

June 30, 1998

With Comparative Totals as of June 30, 1997

	<u>1998</u>	<u>1997</u>
General Fixed Assets, at Cost:		
Land	\$ 50,000	\$ 40,000
Buildings	157,400	147,600
Furniture, Vehicles, and Equipment	<u>82,800</u>	<u>80,000</u>
Total General Fixed Assets	<u>\$ 290,200</u>	<u>\$ 267,600</u>
Investment in General Fixed Assets From:		
State Grants	\$ 88,300	\$ 88,300
State Tax Revenues	2,000	2,000
General Fund Revenues	<u>111,200</u>	<u>108,000</u>
Total Investment in General Fixed Assets	<u>\$ 201,500</u>	<u>\$ 198,300</u>

See auditor's report.

Village of Tinian

EXHIBIT E-1

STATEMENT OF CHANGES IN GENERAL FUND ASSETS

For the Year Ended June 30, 1978

	<u>LAND</u>	<u>BUILDINGS</u>	<u>VEHICLES & EQUIPMENT</u>	<u>TOTAL</u>
General Fund Assets, Beginning of Year	\$ 10,000	\$17,400	\$ 88,800	\$116,200
Additions:				
General Fund Revenue	-	-	8,825	8,825
State Revenues	-	-	-	-
Total Additions	-	-	8,825	8,825
Total Balances and Additions	\$ 10,000	\$17,400	\$ 97,625	\$125,025
Deductions:				
Assets Sold or Jettied	-	-	-	-
General Fund Assets, End of Year	<u>\$ 10,000</u>	<u>\$17,400</u>	<u>\$ 97,625</u>	<u>\$125,025</u>

See auditor's report.

GENERAL LONG-TERM DEBT ACCOUNT SHEET

The account for unamortized principal amounts on general long-term debt reported to be financed from governmental type funds. Payment of maturing obligations, including interest, are accounted for in the debt service fund.

STATEMENT OF GENERAL LONG-TERM DEBT

June 30, 1998

With Comparative Totals as of June 30, 1997

	<u>1998</u>	<u>1997</u>
AMOUNT AVAILABLE AND TO BE PROVIDED FOR THE PAYMENT OF GENERAL LONG-TERM DEBT		
Amount to be provided in Future Years from:		
Sales and Use Taxes	\$219,000	\$219,000
General Fund Revenues	<u> </u>	<u> 3,000</u>
Total Available and to be Provided	<u>\$219,000</u>	<u>\$222,000</u>
GENERAL LONG-TERM DEBT DEBTABLE		
Sales Tax Bonds Payable	\$219,000	\$219,000
Capital Lease	<u> </u>	<u> 3,000</u>
Total General Long-Term Debt Payable	<u>\$219,000</u>	<u>\$222,000</u>

See auditor's report.

OTHER SUPPLEMENTARY INFORMATION SCHEMES

SCHEDULE OF CONTRIBUTION SAID ELECTED OFFICIALS

Village of Tickfaw

SCHEDULE I

PERSONAL OR CONSTRUCTION PAID ELECTED OFFICIALS

June 30, 1998

<u>BOARD MEMBER</u>	<u>TITLE</u>	<u>TERM EXPIRES</u>	<u>CONSTRUCTION</u>
Sam J. Payne P. O. Box 338 Tickfaw, LA 70466 0584 345-6183	Mayor	12/31/98	\$ 7,800
Foto Beckivogus P. O. Box 337 Tickfaw, LA 70466 05841385-8173	Councilman Mayor Pro-Tem	12/31/98	\$ 1,338
Tommy Lemarie 14394 Muccio Road Tickfaw, LA 70466 05841385-8708	Councilman	12/31/98	\$ 1,338
Margaret Manzarella P. O. Box 360 Tickfaw, LA 70466 05841385-1248	Councilman	12/31/98	\$ 1,338
Jimmy Lee Sparsaccio P. O. Box 132 Tickfaw, LA 70466 05841385-2718	Chief of Police	12/31/98	\$ 18,000

See auditor's report.

Village of Hickory

SCHEDULE 2

SCHEDULE OF INSURANCE COVERAGE IN FORCE - LIABILITIES

June 30, 1998

INSURANCE COVERAGE	COVERAGE	AMOUNT	EXPIRATION DATE
1A. Municipal Risk Management Agency	Automobile Liability Bodily Injury/ Physical Damage	\$500,000	05/31/99
1A. Municipal Risk Management Agency	Commercial General Liability Premises/Operations Products/Completed Operations Medical Payments Exp. Income Exp. Securities Fire Legal Liability Terrorism	\$500,000 \$500,000 0 1,000 0 10,000 0 50,000	05/31/99 05/31/99 05/31/99 05/31/99
2A. Municipal Risk Management Agency	Law Officers' Comprehensive Liability Personal Injury/Physical Damage	\$500,000	05/31/99
2A. Municipal Risk Management Agency	Public Officials Errors and Omissions	\$500,000	05/31/99
3A. Municipal Risk Management Agency	Workers' Compensation	-	05/31/99
Massachusetts Bay	Commercial Policy City Hall & Police Station City Hall Contracts LIFE Station-14200 Sumner Lane LIFE Station-14512 Second Street LIFE Station-442 & French Crk Cherrymanor-Range & Bay Ct Steel Water Tower-14187 Oak St. LIFE STATION-14200 Oak St. LIFE STATION-40010 Federal St. Steel Water Tower-14377 Bay, 442 Water Tower-14171 Bay, 442 Guidance Fund-48261 Bay, St. R.	\$100,000 0 50,000 0 20,000 0 20,000 0 20,000 0 50,000 \$200,000 0 20,000 0 20,000 0 20,000 \$150,000 \$150,000 \$120,000	09/30/99 09/30/99 09/30/99 09/30/99 09/30/99 09/30/99 09/30/99 09/30/99 09/30/99 09/30/99 09/30/99 09/30/99
Employee's Mutual	Public Employees Bond	\$150,000	09/30/99

See auditor's report.

SCHEDULE OF CHANGES IN FARM ACCOUNTS
CREATED PURSUANT TO SECTION 4 OF THE 1942, 1944,
AND 1946 REVENUE ACTS UNDER LONG INTRODUCING REGULATION

Village of Tinian

ACCOUNTS

ACCOUNTS TO CREDITED BY THIS ACCOUNT: GENERAL FUND, OPERATING FUND, MAINTENANCE FUND, RESERVE FUND, DEBT SERVICE FUND, CAPITAL PROJECTS FUND, INTEREST FUND, UNAPPORTIONED BOND PROCEEDS, 1992 APPROPRIATION RESERVE FUND

For the Year Ended June 30, 1998

	RESERVE FUND	RESERVE FUND	RESERVE FUND	RESERVE FUND	RESERVE FUND	RESERVE FUND	RESERVE FUND
	ACCOUNT	ACCOUNT	ACCOUNT	ACCOUNT	ACCOUNT	ACCOUNT	ACCOUNT
	DEBT SERVICE FUND	DEBT SERVICE FUND	DEBT SERVICE FUND	DEBT SERVICE FUND	DEBT SERVICE FUND	DEBT SERVICE FUND	DEBT SERVICE FUND
Balance at Beginning of Year	\$ 11,491	\$ 5,794	\$ 5,794	\$ 5,815	\$ 5,815	\$ 14,750	
Cash Receipts:							
Direct Pmt Received							
Transfers from:							
General Fund		31,042	3,086	3,086	3,086	17,880	
Basic Accounting Fund	3,349					3,349	
Interest	222					222	
Total Receipts	4,571	31,042	3,086	3,086	3,311	21,451	
Total Available	\$ 16,062	\$ 36,836	\$ 8,880	\$ 9,196	\$ 9,126	\$ 36,201	
Cash Disbursements:							
Transfers to:							
Operating and Maintenance							
Building Fund							
Reserve Fund							
Debt and Equipment Fund							
Operating Expenses							
Fund Field							
INTEREST FUND		4,815				4,815	
Total Disbursements		4,815				4,815	
Balance at End of Year	\$ 11,491	\$ 32,021	\$ 8,880	\$ 9,196	\$ 6,815	\$ 31,346	

See auditor's report.

OTHER DEPARTMENT AGENTS' REPORTS
AND FINDINGS AND RECOMMENDATIONS

INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE AND ON INTERNAL CONTROL
OVER FINANCIAL REPORTING BASED ON AN ASPECT OF GENERAL PURPOSE
FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH
GOVERNMENT ACCOUNTING STANDARDS

Durnin & James

MEMBERS PUBLIC ACCOUNTANTS

John M. Durnin, CPA
Charles H. James, CPA
74 Professional Complex

Member
American Institute of
Certified Public Accountants

Charles H. Mahon, CPA
Raymond C. Gentry, CPA

Member
Institute of Certified
Public Accountants

November 18, 1988

**INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE AND ON INTERNAL CONTROL
OVER FINANCIAL REPORTING BASED ON AN AUDIT OF GENERAL PURPOSE
FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH
GOVERNMENT AUDITING STANDARDS**

The Honorable Sam J. Pines, Mayor
and the Members of the Board of Aldermen
Village of Tickfaw, Louisiana

We have audited the general purpose financial statements of the Village of Tickfaw, Louisiana, as of and for the year ended June 30, 1988, and have issued our report thereon dated November 18, 1988. 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 Village of Tickfaw's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grants, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit and, accordingly, we do not express such an opinion. The results of our tests disclosed instances of noncompliance that are required to be reported under Government Auditing Standards which are described in the accompanying schedule of findings and recommendations as item numbers 98-1, 98-2 and 98-3.

Internal control over Financial Reporting

In planning and performing our audit, we considered the Village of Tickfaw'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. However, we noted certain matters involving the internal control over financial reporting and its operation that we consider to reportable conditions. Reportable conditions involve matters coming to our attention relating to significant deficiencies in the design or operation of the internal control over financial reporting that, in our judgment, could adversely affect Village of Tickfaw, Louisiana's ability to record, process, summarize and report financial data consistent with the assertions of management in the general purpose financial statements. Reportable

VILLAGE OF TICKLER

conditions are described in the accompanying schedule of findings and recommendations as items 00-4, 00-5, 00-6, and 00-7.

A material weakness is a reportable condition in which the design or operation of one or more of the specific internal control structure elements does not reduce to a relatively low level the risk that errors or irregularities in amounts that would be material in relation to the financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions.

Our consideration of the internal control over financial reporting would not necessarily disclose all matters in the internal control structure that might be reportable conditions and accordingly, would not necessarily disclose all reportable conditions that are also considered to be material weaknesses as defined above. However, of the reportable conditions described above, we consider items number 00-4, 00-5, 00-6 and 00-7 to be material weaknesses.

This report is intended for the information of management, the Louisiana Legislative Auditor, and federal awarding agencies and pass-through entities. This restriction is not intended to limit the distribution of this report which, upon acceptance by the Mayor and Board of Aldermen of the Village of Tickler, Louisiana, is a matter of public record.

Respectfully submitted,


DEVIN E. JAMES, CPA

FIGURES AND EXPLANATIONS

Village of Tickfaw

CURRENT YEAR BUDGET FINDINGS
For the Year Ended June 30, 1998

FINDINGS AND RECOMMENDATIONS

COMPLIANCE

RS-1 FAILURE TO COMPLY WITH LOCAL GOVERNMENT BUDGET ACT

FINDING

The Village did not comply with certain budget requirements set forth in LA 88-10-1118 Louisiana Local Government Budget Act). The Act contains various budget requirements for the general fund and special revenue funds for political subdivisions of the state. Having our audit, we found that the Village had not properly complied with the requirements of the Act as follows:

- A. Budget Variances - The act requires that, during the year, the Mayor notify the Board of Aldermen in writing, when (a) actual revenue and other sources plus projected revenues and other sources for the year fail to meet budgeted revenues and other sources by five percent or more; (b) actual expenditures and other uses plus projected expenditures and other uses for the remainder of the year exceed budgeted expenditures and other uses by five percent or more; or (c) the actual beginning fund balance fails to meet estimated beginning fund balance by five percent or more. For the year ended June 30, 1998, the Mayor did not notify the Board of Aldermen, in writing, of the following budget variances:

- The actual revenues of the General Fund (\$218,882) exceed the budgeted revenues (\$247,846) by 12.14%.
- The actual expenditures and other uses of the 1985 Sales Tax Special Revenue Fund (49,256) exceed the budgeted expenditures and other uses (45,948) by 7.21%.

RECOMMENDATION

We recommend that the Village comply with budget requirements set forth in the Louisiana Local Budget Act.

- A. During the year, the Mayor should notify the Board of Aldermen, in writing, when any of the following occurs:

- Actual revenue and other sources plus projected revenues and other sources for the year fail to meet budgeted revenues and other sources by five percent or more.
- Actual expenditures and other uses plus projected expenditures and other uses for the remainder of the year exceed budgeted expenditures and other uses by five percent or more.
- Actual beginning fund balance fails to meet estimated beginning fund balance by five percent or more.

Village of Hoffman

CURRENT YEAR AUDIT FINDINGS (CONTINUED)
For the Year ended June 30, 1998

FINDINGS AND RECOMMENDATIONS (CONTINUED)

MANAGEMENT'S RESPONSE

In management's corrective action plan dated December 22, 1998, the Mayor-Elect indicated that the Village intends to comply fully with local government budget acts.

SB-2 POWER REVENUE BOND COVENANT VIOLATION

FINDING

During the year ended June 30, 1998, the Village did not comply with certain provisions of the power revenue bond resolution as follows:

- A. Audit Requirements - The financial statements of the Village were not audited within three months after the close of the fiscal year (June 30th).

RECOMMENDATION

We recommend that the Village take the necessary steps to adhere to the various covenants agreed to in the bond resolution.

MANAGEMENT'S RESPONSE

In management's corrective action plan dated December 22, 1998, the Mayor-Elect indicated that the Village will take the necessary steps to adhere to the various covenants agreed upon in the bond resolution.

SB-3 SALES TAX, BONDING LEAS RESOLUTION COVENANTS

FINDING

The Village did not comply with certain requirements of the bond resolution as follows:

- A. Restricted funds - All monies remaining in the Sales Tax account on the twentieth (20th) day of each month in excess of all reasonable and necessary expenses of collection and administration of the tax and after making required payments to the Sinking Fund and to the Reserve Fund, shall be considered surplus. Such surplus may be used for any purpose authorized by the tax (the purpose of constructing and improving streets within the Village) or for the purpose of retiring bonds in advance of their maturities. Approximately \$8,333.72 of the restricted funds were used for purposes not allowable.
- B. Reserve Fund - From the sales tax account, there shall be transferred to the sales tax bond reserve fund upon delivery of bonds from the proceeds thereof, a sum of \$15,000, and monthly in advance on or before the twentieth (20th) day of each month of each year. Beginning December 1998, a sum of \$220 per month shall a sum equal to the Reserve Fund requirement for all outstanding bonds payable from the Sinking Fund be on deposit in the Reserve Fund. The amount available in the Reserve Fund

Village of Tickam

ANNUAL YEAR AUDIT FINANCIAL STATEMENTS
FOR THE YEAR ended June 30, 1988

FINDINGS AND RECOMMENDATIONS CONTINUED

as of June 30, 1988, is \$27,872, which is \$400 less than the required amount of \$28,272.

0. Audit Requirements - The financial statements of the village were not audited within three months after the close of the fiscal year 1988 1991.

RECOMMENDATION

We recommend that the Village take the necessary steps to adhere to the various provisions agreed to in the lease resolution.

MANAGEMENT'S RESPONSE

In management's corrective action plan dated December 22, 1988, the Mayor-Elect indicated that the Village will take the necessary steps to adhere to the various provisions as agreed upon in the lease resolution.

RE-STATEABLE CONDITIONS

08.1. GARBAGE FEES

FINDING

The village's cost of providing for garbage service to Village residents for the year ended June 30, 1988, was \$28,232. Revenue collected from Village residents for garbage service for the same period was \$22,408. The village subsidized the cost of garbage collection by \$6,824. Since the general fund has a deficit of \$26,841 as June 30, 1988, the Village is in no position to subsidize the cost of garbage collection.

RECOMMENDATION

We recommend the Village increase garbage collection fees to eliminate the continuing subsidy presently provided to Village residents for garbage collection.

MANAGEMENT'S RESPONSE

In management's corrective action plan dated December 22, 1988, the Mayor-Elect indicated that the Mayor and Board of Aldermen will analyze Village finances to determine if we need to raise garbage rates.

Village of Tinian

CURRENT YEAR AUDIT FINDINGS CONTINUED
FOR THE YEAR ENDED JUNE 30, 1998

FINDINGS AND RECOMMENDATIONS CONTINUED

NO-5 DEFICIT IN GENERAL FUND

FINDING

The general fund began the year with fund balance - unreserved - undesignated in the amount of \$27,549. As of June 30, 1998, the balance has deteriorated to a deficit of \$13,381.

RECOMMENDATION

The Village needs to seek additional sources of revenue and/or find ways to decrease expenditures in order to avoid a going concern problem.

MANAGEMENT'S RESPONSE

In management's corrective action plan dated December 23, 1998, the Mayor-Elect indicated that the Village will seek additional sources of revenue and decrease expenditures for the year ending June 30, 1999.

NO-6 YEAR 2000 NOT ADDRESSSED

FINDING

During our audit and review of the internal controls of the Village of Tinian we found that the Year 2000 issue has not been formally addressed.

RECOMMENDATION

We recommend that the impact of Year 2000 issues on Village computer systems and applications and other physical plant systems be reviewed and a formal report issued to the Village aldermen. For those systems which may not be Year 2000 compliant, we suggest a formal remediation plan be developed.

MANAGEMENT'S RESPONSE

In management's corrective action plan dated December 23, 1998, the Mayor-Elect indicated that the Village will review all systems, computer and other, to make sure that each system is Year 2000 compliant.

Village of Fishkill

CURRENT YEAR BUDGET FINISHES CONTINUED
For the Year Ended June 30, 1998

FINISHES AND RECOMMENDATIONS CONTINUED

SEWER WATER RATES

FINISHES

During our audit and review of the Water Fund we noted that total operating expenses (\$55,408) of the Fund exceeded total operating revenues (\$50,815) in the amount of \$4,593. The financial position of the Village will not allow the Water Fund to continue maintaining losses of this magnitude.

RECOMMENDATIONS

We recommend the Village increase water rates in an amount large enough to cover operating expenses, at the least. The Village should also decrease operating expenses if it possibly can.

MANAGEMENT'S RESPONSE

In management's corrective action plan dated December 22, 1998, the Mayor-Elect indicated that the Mayor and Board of Aldermen will take the steps necessary to increase water rates and decrease Water Fund operating expenses.

CORRECTIVE ACTION PLAN FOR CURRENT YEAR AUDIT FINDINGS

Village of Yorkton

CORRECTIVE ACTION PLAN FOR CURRENT YEAR AUDIT FINDINGS
 For the Year ended June 30, 1999

<u>Ref.#</u>	<u>Description of Finding</u>	<u>Corrective Action Plan</u>	<u>Name of Contact Person</u>	<u>Anticipated Completion Date</u>
COMPLIANCE				
98-1	Budget Variance	To closely monitor budgets, so that a 5% variance is not exceeded.	Candace Thomas	01/01/99 and 06/30/99
98-2	Power local covenants	Audit financial statements within three months after the close of the fiscal year.	Candace Thomas	06/30/99
98-3	Water tax resolution covenants	A. closely monitor water tax expenditures to prevent unallowable expenditures.	Candace Thomas	01/01/99 and 06/30/99
		B. Increase the balance in the Water Tax Revenue Fund to the required amount.	Candace Thomas	01/01/99 and 06/30/99
		C. Audit financial statements within three months after the close of the fiscal year.	Candace Thomas	06/30/99
REPORTABLE CONDITIONS				
98-4	Garbage rates	To determine if the Village can afford to continue losses with the garbage service.	Candace Thomas	06/30/99
98-5	General fund deficit	Seek additional sources of revenue and decrease expenditures.	Candace Thomas	06/30/99
98-6	Year 2000 Issue	All computer systems will be reviewed for compliance.	Candace Thomas	06/30/99

(CONTINUED)

Village of Tuckahoe

CORRECTIVE ACTION PLAN FOR CURRENT YEAR ASSESS FINDINGS
 For the Year Ended June 30, 1998

No.	Description of Finding	Corrective Action Plan	Name of Contact Person	Anticipated Completion Date
<u>REPAIRABLE CORRECTINGS CONTINUED</u>				
18-7	Water Rates	Water rates to be increased.	Sanderson Thomas	February 28, 1998

GENERAL SCHEDULE OF PRICE ADJUST PROVISIONS

Village of Chester

EMERGENCY RESPONSE TO BUDGET SHORTFALLING
FOR THE YEAR ENDED 2006-2007

Item#	Fiscal Year		Description of Findings	Corrective Action		Additional Information
	Findings Initially Reported	Resolved		Findings	Status	
07-1	June 30, 2006		Inadequate representation of duties	06	06	0/A - due to size of Village this action would not be cost beneficial.
07-2	June 30, 2007		Local government budget low.	06	06	75 closely review budget, as that a 1% increase in tax succeeded.
07-3	June 30, 2006		Lower Bond Coverage	06	0/A	Full financial statements within three months after the close of the fiscal year.
07-4(1)	June 30, 2007		0/A-07 TAX PRODUCTION Coversville	06	0/A	0/A - money effort not to increase from the fall of the Prod.
07-4(2)	June 30, 2006		0/A-06 TAX PRODUCTION Coversville	06	0/A	0/A - financial statements within three months after the close of the fiscal year.

2006 YEAR BUDGETARY LETTER COMMENTS

07-1	June 30, 2007	Monthly deposits not received.	06	0/A	Monthly deposit of security deposits to general ledger.
07-2	June 30, 2007	General Fund Assets	06	0/A	Inventory should include cost of assets, date acquired, asset number, date and description.

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Village of Tustin

GENERAL JOURNAL OF DEBTS AND CREDIT BALANCES CONTINUED

For the Year Ended June 30, 1999

Debit	Period Year Posting Initially Debit	Balance at Closing	Debit	Posting Date	Debit	Posting Date	Balance at Closing	Additional Explanations
91-3	June 18, 1999		91-3	June 18, 1999				
91-4	June 18, 1999		91-4	June 18, 1999				

Plus Corrective Entries -
 SOCIAL CONTRIBUTIONS, RETIREMENT, PENSION
 increased garbage rates.
 a) deposit monies into the
 correct bank account.
 b) per each invoice paid,
 record the check number,
 check date, and account number.

Durnin & James

MEMBERS FIDELITY & BOND COMPANY

John M. Durnin, CPA
Edward G. James, CPA
24 Professional Corporation

Member
Fidelity & Bond
Fidelity & Bond Company

Charles H. Mathews, CPA
Robert C. Smith, CPA

Member
Fidelity & Bond
Fidelity & Bond Company

December 28, 1998

The Honorable Ben J. Pigno, Mayor
and Members of the Board of Aldermen
Village of Tickfaw, Louisiana

We have audited the general purpose financial statements of the Village of Tickfaw, for the year ended June 30, 1998, and have issued our report thereon dated November 28, 1998. PROFESSIONAL STANDARDS require that we provide you with the following information related to our audit.

Our Responsibility under Generally Accepted Auditing Standards and Government Auditing Standards

As stated in our engagement letter dated June 7, 1998, our responsibility, as described by professional standards, is to plan and perform our audit to obtain reasonable, but not absolute, assurance about whether the general purpose financial statements are free of material misstatement. Because of the nature of the concept of reasonable assurance and because we did not perform a detailed examination of all transactions, there is a risk that material errors, irregularities, or illegal acts, including fraud and defalcations, may exist and not be detected by us.

As part of our audit, we considered the internal control structure of the Village of Tickfaw. SUCH CONSIDERATIONS WERE SOLELY FOR THE PURPOSE OF DETERMINING OUR AUDIT PROCEDURES AND NOT TO PROVIDE ANY ASSURANCE CONCERNING SUCH INTERNAL CONTROL STRUCTURE.

As part of obtaining reasonable assurance about whether the financial statements are free of material misstatement, we performed tests of the Village of Tickfaw's compliance with certain provisions of laws, regulations, contracts, and grants. However, the objective of our tests was not to provide an opinion on compliance with such provisions.

Significant Accounting Policies

Management has the responsibility for selection and use of appropriate accounting policies. In accordance with the terms of our engagement letter, we will advise management about the appropriateness of accounting policies and their application. The significant accounting policies used by the Village of Tickfaw are described in Note 1 to the general purpose financial statements. No new accounting policies were adopted and the application of existing policies was not changed during 1997. We noted no transactions entered into by the Village of Tickfaw during the year that were both significant and unusual, and of which, under professional standards, we are required to inform you, or transactions for which there is a lack of authoritative guidance or consensus.

Accounting Estimates

Accounting estimates are an integral part of the general purpose financial statements prepared by management and are based on management's current judgments. Certain accounting estimates are particularly sensitive because of their significance to the general purpose financial statements and because of the possibility that future events affecting them may differ significantly from management's current judgments.

Management's estimate of the allowance for doubtful accounts is based on historical loss levels, and an analysis of the collectibility of individual accounts. We evaluated the key factors and assumptions used in deriving the allowance in determining that it is reasonable in relation to the general fund financial statements taken as a whole.

Significant Audit Adjustments

For purposes of this letter, professional standards define a significant audit adjustment as a proposed correction of the general purpose financial statements that, in our judgment, may not have been detected except through our auditing procedures. These adjustments may include those proposed by us but not recorded by the Village of Tichaw that could potentially cause future financial statements to be materially misstated even though we have concluded that such adjustments are not material to the current financial statements.

We proposed several audit adjustments related to accounts receivable and accounts payable. The corrections were not considered material in relation to the individual fund-type financial statements of the Village of Tichaw taken as a whole. The Village has agreed to the proposed audit adjustments and will record the adjustments in the accounting records of the Village of Tichaw for the year ended June 30, 1999.

Disagreements with Management

For purposes of this letter, professional standards define a disagreement with management as a matter, whether or not resolved to our satisfaction, concerning a financial accounting, reporting, or auditing matter that could be significant to the general purpose financial statements or the auditor's report. We are pleased to report that no such disagreements arose during the course of our audit.

Consultations with Other Independent Accountants

To the best of our knowledge, management has not consulted with or obtained opinions from other independent accountants during the past year that was subject to the requirements of Statement on Auditing Standards No. 58, "Reports on the Application of Accounting Principles."

Difficulties Encountered in Performing the Audit

We encountered no difficulties in dealing with management in performing our audit.

Village of Tuckahoe
December 20, 1988
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This report is for the information of Management, the Legislative Judiciary and the Census Bureau. This restriction is not intended to limit the distribution of this report which, upon acceptance by the Board of Aldermen of the Village of Tuckahoe, becomes, in a matter of public record.

Respectfully submitted,


DENNIS J. JAMES, Mayor

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