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Release Date 6/17/98

REPORT

VILLAGE OF ANGIE, LOUISIANA

Financial Statements  
As of and for the Year  
Ended December 31, 1997  
with Supplemental Information Schedules

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VILLAGE OF ANGIE, LOUISIANA

Financial Statements  
As of and for the Year Ended December 31, 1997  
With Supplemental Information Schedule

C O N T E N T S

		<u>Page No.</u>
TRANSMITTAL LETTER		1
ACCOUNTANT'S COMPILATION LETTER		2
FINANCIAL STATEMENTS:		
ALL FUND TYPES AND ACCOUNT GROUPS:	<u>Statement</u>	
Balance Sheet	A	3
GOVERNMENTAL FUNDS:		
Statement of Revenues, Expenditures and Changes in Fund Balance	B	4
Statement of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual	C	5
PROPRIETARY FUNDS:		
Statement of Revenues, Expenditures and Changes in Retained Earnings	D	6
Statement of Cash Flows	E	7
Statement of Revenue, Expenses, and Changes in Retained Earnings - Budget/Actual	F	8
NOTES TO FINANCIAL STATEMENTS		9 - 17
SUPPLEMENTAL INFORMATION		
Schedule of Compensation Paid to Board Members		18
INDEPENDENT ACCOUNTANT'S REPORT		19 - 22
REPORT OF MANAGEMENT'S CORRECTIVE ACTION PLAN		23
LOUISIANA ATTESTATION QUESTIONNAIRE		24 - 25

TRANSMITTAL LETTER

ANNUAL FINANCIAL STATEMENTS

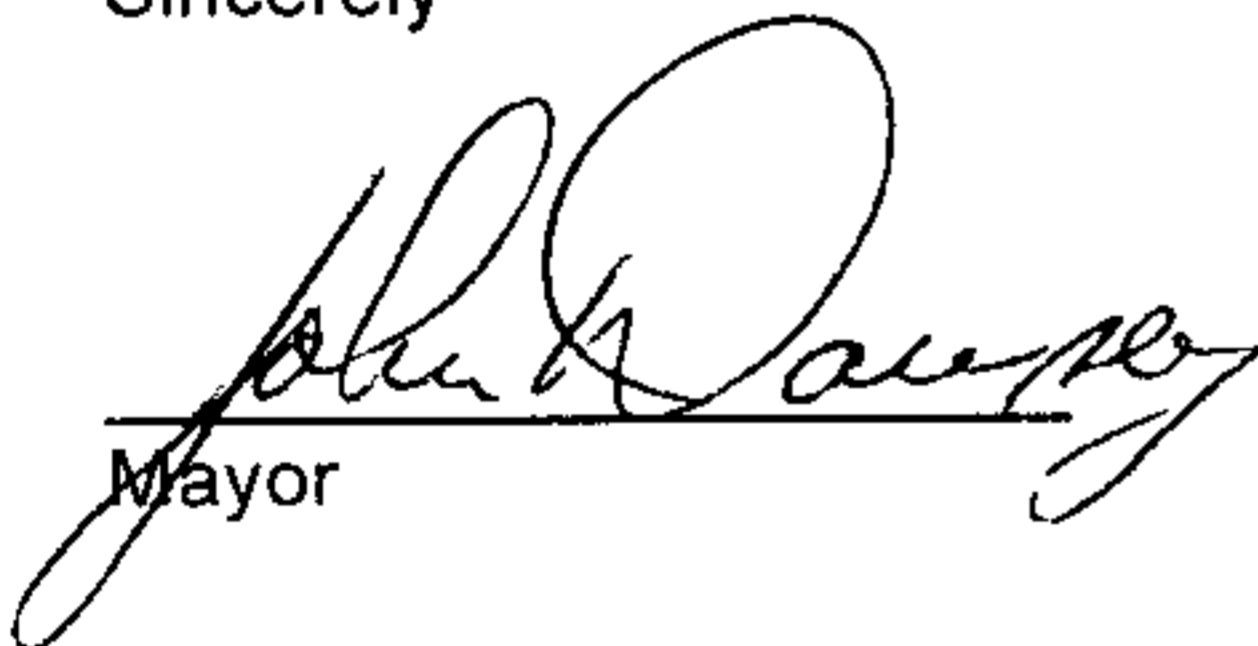
DECEMBER 31, 1997

Office of the Legislative Auditor  
P. O. Box 94397  
Baton Rouge, LA 70804-9397

Dear Sir:

In accordance with Louisiana Revised Statute 24:514, enclosed are the annual financial statements for the Village of Angie, Louisiana as of and for the fiscal year ended December 31, 1997. The report includes all funds under the control and oversight of the district. The accompanying financial statements have been prepared in accordance with generally accepted accounting principles.

Sincerely

  
\_\_\_\_\_  
Mayor

*Durden and Alonzo*

CERTIFIED PUBLIC ACCOUNTANTS

820 11TH AVENUE  
FRANKLINTON, LOUISIANA 70438  
(504) 839-4413  
FAX (504) 839-4402

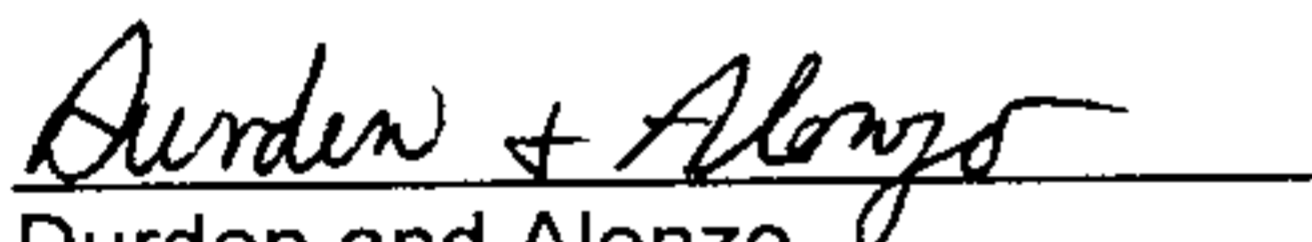
*William R Durden*

*Donna W Alonzo*

Mayor and Board of Aldermen  
Village of Angie, Louisiana

We have compiled the accompanying financial statements and the account group financial statements of the Village of Angie, Louisiana, as of and for the year ended December 31, 1997, in accordance with the Statements of Standards for Accounting and Review Services issued by the American Institute of Certified Public Accountants.

A compilation is limited to presenting in the form of financial statements information that is the representation of management. We have not audited or reviewed the accompanying financial statements and, accordingly, do not express an opinion or any other form of assurance on them.

  
Durden and Alonzo  
Certified Public Accountants

April 27, 1998

## FINANCIAL STATEMENTS

## STATEMENT A

## VILLAGE OF ANGIE, LOUISIANA

All Fund Types and Account GroupsCombined Balance Sheet  
December 31, 1997

	<u>Governmental Fund Types</u>			<u>Proprietary Fund Types</u>	<u>Account Groups</u>	<u>Total</u>
	<u>General Fund</u>	<u>Special Revenue Fund</u>		<u>Enterprise</u>	<u>General Fixed Assets</u>	<u>Memorandum Only</u>
<b>ASSETS:</b>						
Cash	\$ 33,537	\$ 37,109	\$ 25,391	\$ 96,037		
Certificates of deposit	140,000	60,000	25,000	225,000		
Due from other funds (Note 4)	59	1,212	-	1,271		
Prepaid insurance	4,217	-	-	4,217		
Receivables:						
Ad valorem taxes (Note 3)	2,496	-	-	2,496		
Utilities	-	-	1,745	1,745		
Land, buildings & equipment	-	-	-	42,962		
Utility plant and equipment	-	-	47,120	47,120		
Accumulated depreciation	-	-	(27,059)	(27,059)		
<b>TOTAL ASSETS</b>	<b>\$ 180,309</b>	<b>\$ 98,321</b>	<b>\$ 72,197</b>	<b>\$ 393,789</b>	<b>\$ 42,962</b>	<b>\$ 393,789</b>
<b>LIABILITIES AND FUND EQUITY:</b>						
<b>Liabilities</b>						
Sales tax payable	\$ -	\$ -	\$ 79	\$ 79		
Accrued payroll taxes payable	449	-	-	449		
Due to other funds	1,212	-	59	1,271		
<b>Total Liabilities</b>	<b>1,661</b>	<b>-</b>	<b>138</b>	<b>1,799</b>	<b>-</b>	<b>-</b>
<b>Fund Equity:</b>						
Contributed capital	-	-	39,820	39,820		
Investment in general fixed assets	-	-	-	42,962		
Retained earnings - unreserved and undesignated	-	-	32,239	32,239		
Fund balance - unreserved	178,648	98,321	-	276,969		
<b>Total Fund Equity</b>	<b>178,648</b>	<b>98,321</b>	<b>72,059</b>	<b>391,990</b>	<b>42,962</b>	<b>391,990</b>
<b>TOTAL LIABILITIES AND FUND EQUITY</b>	<b>\$ 180,309</b>	<b>\$ 98,321</b>	<b>\$ 72,197</b>	<b>\$ 393,789</b>	<b>\$ 42,962</b>	<b>\$ 393,789</b>

See accompanying notes to the financial statements

STATEMENT B

VILLAGE OF ANGIE, LOUISIANA

ALL GOVERNMENTAL FUNDS

Statement of Revenues, Expenditures  
and Changes in Fund Balance

For the Year Ended December 31, 1997

	<u>General</u>	<u>Special Revenue</u>	<u>Total</u>
<b>REVENUES:</b>			
Utility franchise tax	\$ 10,101	\$ -	\$ 10,101
Sales tax	-	35,969	35,969
Other taxes	9,643	-	9,643
Oil/Gas royalties	1,712	-	1,712
Interest earned	8,901	3,702	12,603
Miscellaneous	216	-	216
Total Revenues	<u>30,573</u>	<u>39,671</u>	<u>70,244</u>
<b>EXPENDITURES:</b>			
General government	20,169	-	20,169
Interfund transfer	-	13,757	13,757
Police department	3,185	-	3,185
Repairs and maintenance	24	12,981	13,005
Total expenditures	<u>23,378</u>	<u>26,738</u>	<u>50,116</u>
<b>EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES</b>	7,195	12,933	20,128
<b>FUND BALANCE, JANUARY 1, 1997</b>	<u>171,453</u>	<u>85,388</u>	<u>256,841</u>
<b>FUND BALANCE, DECEMBER 31, 1997</b>	<u>\$ 178,648</u>	<u>\$ 98,321</u>	<u>\$ 276,969</u>

See accompanying notes to the financial statements

STATEMENT C

VILLAGE OF ANGIE, LOUISIANA

ALL GOVERNMENTAL FUND TYPES

Statement of Revenues, Expenditures  
and Changes in Fund Balance - Budget and Actual

For the Year Ended December 31, 1997

	General Fund			Sales Tax Fund		
	Budget	Actual	Variance	Budget	Actual	Variance
<b>REVENUES:</b>						
Utility franchise tax	\$ 11,000	\$ 10,101	\$ (899)	\$ 35,000	\$ 35,969	\$ 969
Sales tax	-	-	-	-	-	-
Other taxes	8,621	9,643	1,022	-	-	-
Oil/Gas royalties	1,500	1,712	212	-	-	-
Interest earned	9,000	8,901	(99)	3,700	3,702	2
Miscellaneous	150	216	66	-	-	-
Total Revenues	<u>30,271</u>	<u>30,573</u>	<u>302</u>	<u>38,700</u>	<u>39,671</u>	<u>971</u>
<b>EXPENDITURES:</b>						
General government	20,025	20,169	(144)	-	-	-
Interfund transfers	-	-	-	14,000	13,757	243
Police department	3,200	3,185	15	-	-	-
Repairs & maintenance	100	24	76	13,000	12,981	19
Total expenditures	<u>23,325</u>	<u>23,378</u>	<u>(53)</u>	<u>27,000</u>	<u>26,738</u>	<u>262</u>
<b>EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES</b>	6,946	7,195	249	11,700	12,933	1,233
<b>FUND BALANCE, JANUARY 1, 1997</b>	<u>171,453</u>	<u>171,453</u>	<u>-</u>	<u>85,388</u>	<u>85,388</u>	<u>-</u>
<b>FUND BALANCE, DECEMBER 31, 1997</b>	<u>\$ 178,399</u>	<u>\$ 178,648</u>	<u>\$ 249</u>	<u>\$ 97,088</u>	<u>\$ 98,321</u>	<u>\$ 1,233</u>

See accompanying notes to the financial statements



STATEMENT D

VILLAGE OF ANGIE, LOUISIANA

Statement of Revenues, Expenses and Changes in  
Retained Earnings - Proprietary Fund Type

For Year Ended December 31, 1997

	<u>Enterprise Fund</u>
Operating revenues:	
Water and sanitation charges	\$ 17,269
Operating expenses:	
Water and sanitation department expenses	<u>25,942</u>
Operating income before depreciation	(8,673)
Depreciation	<u>2,282</u>
Operating income	(10,955)
Nonoperating revenue and expenses:	
Interest	557
Interfund transfers	<u>13,757</u>
Net Income	3,359
Retained earnings, beginning	<u>28,880</u>
Retained earnings, ending	<u><u>\$ 32,239</u></u>

See accompanying notes to the financial statements

## STATEMENT E

## VILLAGE OF ANGIE, LOUISIANA

## Statement of Cash Flows - Proprietary Fund

For Year Ended December 31, 1997

## Cash flows from operating activities:

Cash received from customers	\$ 17,795	
Cash payments for goods and services	<u>(25,693)</u>	
Net cash provided by operating activities		\$ (7,898)

## Cash flows from noncapital financing activities:

Operating subsidies received from other government funds	<u>13,928</u>	
Net cash provided by noncapital financing activities		13,928

## Cash flows from investing activities:

Receipts of interest	<u>557</u>	
Net cash provided from investing activities		<u>557</u>
Net increase in cash and cash equivalents		6,587
Cash and cash equivalents at 12/31/96		18,804
Cash and cash equivalents at 12/31/97		<u><u>\$ 25,391</u></u>

## Reconciliation of operating income to net cash provided by operating activities:

Operating income		\$ (10,955)
Adjustments to reconcile operating income to net cash provided by operating activities		
Depreciation expense	\$ 2,282	
Bad debt expense	245	
Decrease in customer receivables	502	
Decrease in sales tax payable	(31)	
Increase in due to other funds	<u>59</u>	
Total adjustments		<u>3,057</u>
Net cash used by operating activities		<u><u>\$ (7,898)</u></u>

See accompanying notes to the financial statements

## STATEMENT F

## VILLAGE OF ANGIE, LOUISIANA

Statement of Revenues, Expenses and Changes in  
Retained Earnings - Budget and Actual

For Year Ended December 31, 1997

	<u>Budget</u>	<u>Actual</u>	<u>Variance</u>
Operating revenues:			
Water and sanitation charges	\$ 17,000	\$ 17,269	\$ 269
Operating expenses:			
Water and sanitation department expenses	<u>25,600</u>	<u>25,942</u>	<u>(342)</u>
Operating income before depreciation	(8,600)	(8,673)	(73)
Depreciation	<u>2,282</u>	<u>2,282</u>	<u>-</u>
Operating income	(10,882)	(10,955)	(73)
Nonoperating revenue and expenses:			
Interest	550	557	7
Interfund transfers	<u>14,000</u>	<u>13,757</u>	<u>(243)</u>
Net Income	3,668	3,359	(309)
Retained earnings, beginning	<u>28,880</u>	<u>28,880</u>	<u>-</u>
Retained earnings, ending	<u>\$ 32,548</u>	<u>\$ 32,239</u>	<u>\$ (309)</u>

See accompanying notes to the financial statements

## NOTES TO FINANCIAL STATEMENTS

## VILLAGE OF ANGIE, LOUISIANA

### Notes to the Financial Statements For the Year Ended December 31, 1997

#### INTRODUCTION

The Village of Angie, Louisiana, was incorporated on March 28, 1906, under the provisions of the Lawrason Act. The Village operates under a Mayor-Board of Alderman form of government. The governing body of the Village of Angie is elected by the registered voters living in the village. Elected officials include the mayor, three alderman, and a police chief. These positions are compensated. All funds of the village shall be administered by the Mayor and Board of Aldermen. Angie is located approximately two miles south of the Mississippi state line. The village is approximately 51 acres in size and services a population of approximately 200. The Village employs one part-time office clerk and two part-time police officers. The Village operates a water and sanitation department that serves approximately 100 customers.

#### 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

##### A. BASIS OF PRESENTATION

This report includes all funds and account groups which are controlled by or dependent on the Mayor and Board of Aldermen. Control by or dependence on the Village was determined on the basis of taxing authority, authority to issue debt, election or appointment of governing body, and other general oversight responsibility.

The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles.

##### B. REPORTING ENTITY

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

Governmental Accounting Standards Board Statement No. 14 established criteria for determining which component units should be considered part of the Washington Parish Police Jury 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:

## VILLAGE OF ANGIE, LOUISIANA

### Notes to the Financial Statements (Continued) For the Year Ended December 31, 1997

1. Appointing a voting majority of an organization's governing body, and
  - a. The ability of the police jury 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 police jury.
2. Organizations for which the police jury does not appoint a voting majority but are fiscally dependent on the police jury.
3. Organizations for which the reporting entity financial statements would be misleading if data of the organization is not included because of the nature or significance of the relationship.

As required by generally accepted accounting principles, these financial statements present only the Village of Angie, Louisiana (the primary government). The village has no component units as defined by the above requirements.

#### C. FUNDING ACCOUNTING

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

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

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

#### Governmental Funds

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

## VILLAGE OF ANGIE, LOUISIANA

### Notes to the Financial Statements (Continued) For the Year Ended December 31, 1997

- a. General Fund – the general operating fund of the District accounts for all financial resources, except those required to be accounted for in other funds.
- b. Special revenue funds – account for the proceeds of specific revenue sources that are legally restricted to expenditures for specified purposes.

#### Proprietary Funds

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

The Village's only proprietary fund is an enterprise fund which accounts for operations (a) where the intent of the governing body is that the costs (expenses, including depreciation) of providing goods or services to the general public on a continuing basis be financed or recovered primarily through user charges, or (b) where the governing body has decided that periodic determination of revenues earned, expenses incurred, and/or net income is appropriate for capital maintenance, public policy, management control, accountability, or other purposes.

#### D. BASIS OF ACCOUNTING

The accounting and financial reporting treatment applied to a fund is determined by its measurement focus. The governmental funds are accounted for using a current financial resources measurement focus. With this measurement focus, only current assets and current liabilities generally are included on the balance sheet. Operating statements of these funds present increases and decreases in net current assets. The modified accrual basis of accounting is used by the governmental funds. The governmental funds use the following practices in recording revenues and expenditures:

#### Revenues

Revenues are recognized in the accounting period they become available and measurable. Property taxes become a lien against the assessed property on assessment date or levy date, but the actual amount paid to the governmental unit may not be collected until a later period. When an amount collectible can be reasonably determined, property tax revenues are recorded when levied, but only to the extent of those taxes collected in time to pay liabilities outstanding at the end of the current year. Generally, the property tax must be collected within sixty days after the end of the period in which the property tax revenue was recognized.

## VILLAGE OF ANGIE, LOUISIANA

### Notes to the Financial Statements (Continued) For the Year Ended December 31, 1997

#### Expenditures

Expenditures are recognized in the accounting period when the fund liability is incurred.

All proprietary funds are accounted for on a flow of economic resources measurement focus and at determination of net income and capital maintenance. With this measurement focus, all assets and all liabilities associated with the operation of these funds are included on the balance sheet. The proprietary funds use the accrual basis of accounting. Revenues are recognized when earned and expenses are recognized at the time liabilities are incurred.

#### E. BUDGETS AND ENCUMBRANCES

The proposed budget for 1997 was presented and adopted at a special meeting held by the Village of December 31, 1996. All expenditure appropriations lapse at year-end. Unexpended appropriations and any excess of revenue over expenditures are carried forward to the subsequent year as beginning fund balances.

Neither encumbrance accounting nor formal integration of the budget into the accounting records is employed as a management device.

#### G. CASH AND CASH EQUIVALENTS

Cash includes amounts in demand deposits and interest bearing demand deposits. Under state law, the district 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.

#### G. INTERFUND RECEIVABLES/PAYABLES

Interfund receivables and payables are created when one fund pays for expenses of another fund.

#### H. PREPAID ITEMS

The Village uses the allocation method of recording prepaid expenses.



VILLAGE OF ANGIE, LOUISIANA

Notes to the Financial Statements (Continued)  
For the Year Ended December 31, 1997

I. FIXED ASSETS

Fixed assets of governmental funds are recorded as expenditures at the time purchased or constructed and the related assets are reported in the general fixed assets account group. The village has elected to capitalize public domain ("infrastructure") fixed assets consisting of certain improvements other than buildings, including roads, bridges, sidewalks, and drainage improvements. No depreciation has been provided on general fixed assets. All fixed assets are valued at historical cost or estimated historical cost.

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

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

Water Utility:	
Wells	20 years
Reservoir, etc.	40 years
Pumps & equipment	10 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.

J. COMPENSATED ABSENCES

The Village does not have a formal leave policy.

K. SALES TAXES

Proceeds of the 1% sales and use tax levied by the Village are dedicated to "constructing and improving public roads, streets, bridges and crossings, and the extension and maintenance of sewerage and water works and other works of permanent public improvement."

VILLAGE OF ANGIE, LOUISIANA

Notes to the Financial Statements (Continued)  
For the Year Ended December 31, 1997

L. FUND EQUITY

Reserves

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

Designated Fund Balances

Designated fund balances represent tentative plans for future use of financial resources.

N. TOTAL COLUMNS ON STATEMENTS

The total columns on the statements are captioned Memorandum Only to indicate that they are presented only to facilitate financial analysis. Data in these columns do not present financial position or results of operations in conformity with generally accepted accounting principles. Neither is such data comparable to a consolidation.

2. CASH AND CASH EQUIVALENTS

At December 31, 1997, the Village has cash and cash equivalents totaling \$321,037., as follows:

Interest bearing demand deposits	\$ 96,037.
Interest bearing time deposits	<u>225,000.</u>
Total cash and cash equivalents	<u>\$ 321,037.</u>

These deposits are stated at cost, which approximates market. Under state law, these deposits (or the resulting bank balances) must be secured by federal deposit insurance or the pledge of securities owned by the fiscal agent bank. The market value of the pledged securities plus the federal deposit insurance must at all times equal the amount on deposit with the fiscal agent. These securities are to be held in the name of the pledging fiscal agent bank in a holding or custodial bank that is mutually acceptable to both parties. Because the pledged securities are not registered in the Village's name, the deposits are considered uncollateralized (Category 3) under the provision of GASB Statement 3.

VILLAGE OF ANGIE, LOUISIANA

Notes to the Financial Statements (Continued)  
For the Year Ended December 31, 1997

Louisiana Revised Statute 39:1229 imposes a statutory requirement on the custodial bank to advertise and sell the pledged securities within 10 days of being notified by the Village that the fiscal agent has failed to pay deposited funds upon demand. As additional security, the Federal Reserve Bank implemented new procedures during 1994 for handling book-entry collateral transactions. The procedures require that the pledgee must approve all releases and substitutions of collateral pledged to their account. If matching withdrawal or substitution instructions are not received from both the financial institution and the pledgee in a timely manner, the collateral transaction cannot be completed.

At December 31, 1997, the Village's deposits (collected bank balances) in Hancock Bank of Louisiana totaled \$322,069. These deposits were secured from risk by \$100,000. of the federal deposit insurance and pledged securities in the amount of \$265,859.

3. LEVIED TAXES

For the year ended December 31, 1997, taxes of 6.32 mills were levied on property with taxable assessed valuations totaling \$727,293. and were dedicated to general government purposes. Total taxes levied were \$4,596.

4. RECEIVABLES

The following is a summary of receivables at December 31, 1997:

<u>Class of receivable</u>	<u>General Fund</u>	<u>Enterprise Fund</u>
Ad valorem taxes	\$ 2,496.	\$ 0.
Accounts	<u>0.</u>	<u>1,745.</u>
Total Receivables	\$ <u>2,496.</u>	\$ <u>1,745.</u>

VILLAGE OF ANGIE, LOUISIANA

Notes to the Financial Statements (Continued)  
For the Year Ended December 31, 1997

5. INTERFUND RECEIVABLES AND PAYABLES

	<u>Totals</u>	<u>General Fund</u>	<u>Sales Tax Fund</u>	<u>Enterprise Fund</u>
Interfund Receivables				
General Fund	\$ 59	-	-	59
Sales Tax Fund	1,212	1,212	-	-
Enterprise Fund	-	-	-	-
Interfund Payables				
General Fund	1,212	-	1,212	-
Sales Tax Fund	-	-	-	-
Enterprise Fund	59	59	-	-

6. CHANGES IN GENERAL FIXED ASSETS

A summary of changes in general fixed assets follows:

	<u>January 1, 1997</u>	<u>Additions</u>	<u>Deductions</u>	<u>December 31, 1997</u>
Land	\$ 17,500	\$ -	\$ -	\$ 17,500
Other Equipment	-	282	-	282
Buildings	8,740	-	-	8,740
Police auto and Equipment	16,440	-	-	16,440
<b>TOTAL</b>	<u>\$ 42,680</u>	<u>\$ 282</u>	<u>\$ -</u>	<u>\$ 42,962</u>

A summary of proprietary fund type property, plant, and equipment at December 31, 1997, follows:

	<u>Cost</u>	<u>Accumulated Depreciation</u>	<u>Net</u>
Water Utility:			
Water wells	\$ 6,400	\$ 6,400	\$ -
Water pump	2,991	841	2,150
Water tank	4,759	2,796	1,963
Water distribution system	28,662	13,288	15,374
Water chlorination system	4,308	3,734	574
	<u>\$ 47,120</u>	<u>\$ 27,059.00</u>	<u>\$ 20,061.00</u>

## VILLAGE OF ANGIE, LOUISIANA

### Notes to the Financial Statements (Continued) For the Year Ended December 31, 1997

#### 7. OIL LEASE REVENUE

On December 12, 1984, the State Mineral Board of the State of Louisiana, acting for and on behalf of the Village of Angie, advertised and entered into a lease agreement with Durham Enterprises, Inc. On January 15, 1985, the lease was assigned to Robert Mosbacher 50%, the Bass partnership 20%, and the Louisiana Land and Exploration Company 30%. Mosbacher Oil Company has been paying royalties to the Village of Angie since 1987. The oil lease revenues are deposited in the General Fund and are not dedicated as to the purpose for which they may be used. The majority of these revenues have been invested in certificates of deposit with the fiscal agent of the village. For the year ended December 31, 1997, total royalty payments were \$1,712. Royalty payments ranged from no payments in January, May, and October to \$431 in February. The expected life of the well was approximately five years from the date extraction began in January 1987.

#### 7. LITIGATION AND CLAIMS

As of December 31, 1997, there were no litigations or claims against the Village.

#### 8. RELATED PARTY TRANSACTIONS

There were no related party transactions during the period under examination.

#### 9. SUBSEQUENT EVENTS

The Village was involved in negotiations for the sale of an alley to a land owner at year end. Terms were agreed upon in 1997 but the sale was not closed until 1998.

## SUPPLEMENTAL INFORMATION

VILLAGE OF ANGIE, LOUISIANA  
SUPPLEMENTAL INFORMATION SCHEDULE  
For the Year Ended December 31, 1997

COMPENSATION PAID BOARD MEMBERS

The schedule of compensation paid to board members is presented in compliance with House Concurrent Resolution No. 54 of the 1979 Session of the Louisiana Legislature.

The Board of Aldermen of the village consists of three members elected by the registered voters of the village. The following is a schedule of the compensation of the mayor and aldermen. Compensation did not exceed provisions of R.S. 33:4305.B.[1].

BOARD MEMBER	POSITION	COMPENSATION
John Dawsey	Mayor	\$ 1,040.
Gilbert Ball	Alderman	878.
Deidre Slade	Alderwoman	878.
G. A. Howard	Alderman	878.
		<u>\$ 2,603.</u>

**INDEPENDENT  
ACCOUNTANT'S REPORT**



# *Durden and Alongo*

CERTIFIED PUBLIC ACCOUNTANTS

820 11TH AVENUE  
FRANKLINTON, LOUISIANA 70438  
(504) 839-4413  
FAX (504) 839-4402

*William R. Durden*

*Donna W. Alongo*

## INDEPENDENT ACCOUNTANT'S REPORT ON APPLYING AGREED-UPON PROCEDURES

Mayor and Board of Alderman  
Village of Angie, Louisiana

We have performed the procedures included in the Louisiana Government Audit Guide and enumerated below, which were agreed to by the management of the Village of Angie, and the Legislative Auditor, State of Louisiana, solely to assist the users in evaluating management's assertions about the Village's compliance with certain laws and regulations during the year ended December 31, 1997, included in the accompanying Louisiana Attestation Questionnaire. This agreed-upon procedures engagement was performed in accordance with standards established by the American Institute of Certified Public Accountants. The sufficiency of these procedures is solely the responsibility of the specified users of the report. Consequently, we make no representation regarding the sufficiency of the procedures described below either for the purpose for which this report has been requested or for any other purpose.

### Public Bid Law

1. Select all expenditures made during the year for material and supplies exceeding \$5,000, or public works exceeding \$50,000, and determine whether such purchases were made in accordance with LSA-RS 38:2211-2251 (the public bid law).

There were no expenditures made during the year for materials and supplies exceeding \$5,000, or for public works exceeding \$50,000.

### Code of Ethics for Public Officials and Public Employees

2. Obtain from management a list of the immediate family members of each board member as defined by LSA-RS 42:1101-1124 (the code of ethics), and a list of outside business interests of all board members and employees, as well as their immediate families.

Management provided us with the required list including the noted information.

3. Obtain from management a listing of all employees paid during the period under examination.

Management provided us with the required list.

4. Determine whether any of those employees included in the listing obtained from management in agreed-upon procedure (3) were also included on the listing obtained from management in agreed-upon procedure (2) as immediate family members.

None of the employees included on the list of employees provided by management [agreed-upon procedure (3)] appeared on the list provided by management in agreed-upon procedure (2).

#### Budgeting

5. Obtain a copy of the legally adopted budget and all amendments.

Management provided us with copies of the original and amended budgets.

6. Trace the budget adoption and amendments to the minute book.

The original budget for the year ended December 31, 1997, was adopted at a special meeting held by the Village on December 30, 1996. The 1997 budget was amended at a meeting held on December 8, 1997.

7. Compare the revenues and expenditures of the final budget to actual revenues and expenditures to determine if actual revenues or expenditures exceed budgeted amounts by more than five percent (5%).

We compared the revenues and expenditures of the final budget to actual revenues and expenditures for each fund type. Actual revenues and expenditures for the year did not exceed budgeted amounts by more than five percent (5%).

#### Accounting and Reporting

8. Randomly select six disbursements made during the period under examination and:

- (a) trace payments to supporting documentation as to proper amount and payee:

We examined supporting documentation for each of the six selected disbursements and found that payment was for the proper amount and made to the correct payee for each disbursement.

- (b) determine if payments were properly coded to the correct fund and general ledger account; and

We found that payments were properly coded to the correct fund and general ledger account for each of the six selected disbursements.

- (c) determine whether payments received approval from proper authorities.

Inspection of documentation supporting each of the six selected disbursements indicated approvals from the Mayor and Board of Aldermen.

#### Meetings

- 9. Examine evidence indicating that agendas for meetings recorded in the minute book were posted or advertised as required by LSA-RS 42:1 through 42:12 (the open meeting law).

The Village of Angie is only required to post a notice of each meeting and the accompanying agenda on the door of the Village's office building. I examined a file containing notices for thirteen of the fourteen meetings that were held. Only one included an agenda for the upcoming meeting. The clerk stated that the notices had been posted on the door of the Village's office for the week prior to the meeting.

#### Debt

- 10. Examine bank deposits for the period under examination and determine whether any such deposits appear to be proceeds of bank loans, bonds, or like indebtedness.

We have inspected copies of all bank deposit slips of the Village for the period under examination and noted no deposits which appear to be proceeds of bank loans, bonds, or like indebtedness.

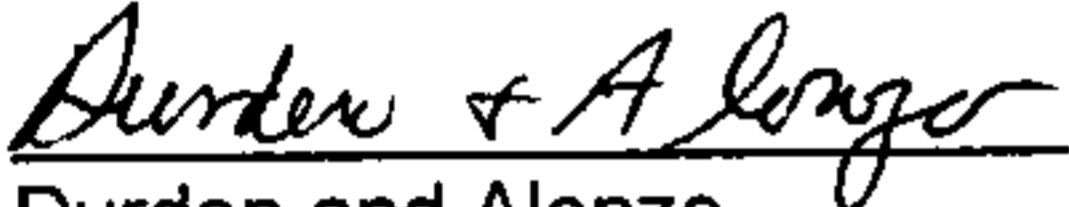
#### Advances and Bonuses

- 11. Examine payroll records and minutes for the year to determine whether any payments have been made to employees which may constitute bonuses, advances, or gifts.

A reading of the minutes of the Village for the year indicated no approval for the payments noted above. We also inspected payroll records for the year and noted no instances which would indicate payments to employees which would constitute bonuses, advances, or gifts.

We were not engaged to, and did not, perform an examination, the objective of which would be the expression of an opinion on management's assertions. Accordingly, we do not express such an opinion. Had we performed additional procedures, other matters might have come to our attention that would have been reported to you.

This report is intended solely for the use of management of the Village of Angie and the Legislative Auditor, State of Louisiana, and should not be used by those who have not agreed to the procedures and taken responsibility for the sufficiency of the procedures for their purposes. However, this report is a matter of public record and its distribution is not limited.

  
Durden and Alonzo  
Certified Public Accountants

April 27, 1998

**REPORT OF MANAGEMENT'S  
CORRECTIVE ACTION PLAN**

MANAGEMENT'S CORRECTION ACTION PLAN  
AND SUMMARY OF PRIOR YEAR FINDS

Mr. Daniel Kyle  
Legislative Audit Advisory Council  
P. O. Box 94397  
Baton Rouge, LA 70804-9397

Dear Mr. Kyle:

The report from Durden and Alonzo, CPAs, on the application of agreed upon procedures for the year ended December 31, 1997, contained one comment that will require corrective action on the Village's part.

1997-1 Meeting Agendas We have not been including an agenda on its notices of upcoming board meetings. We will start including an agenda on the notices before they are posted.

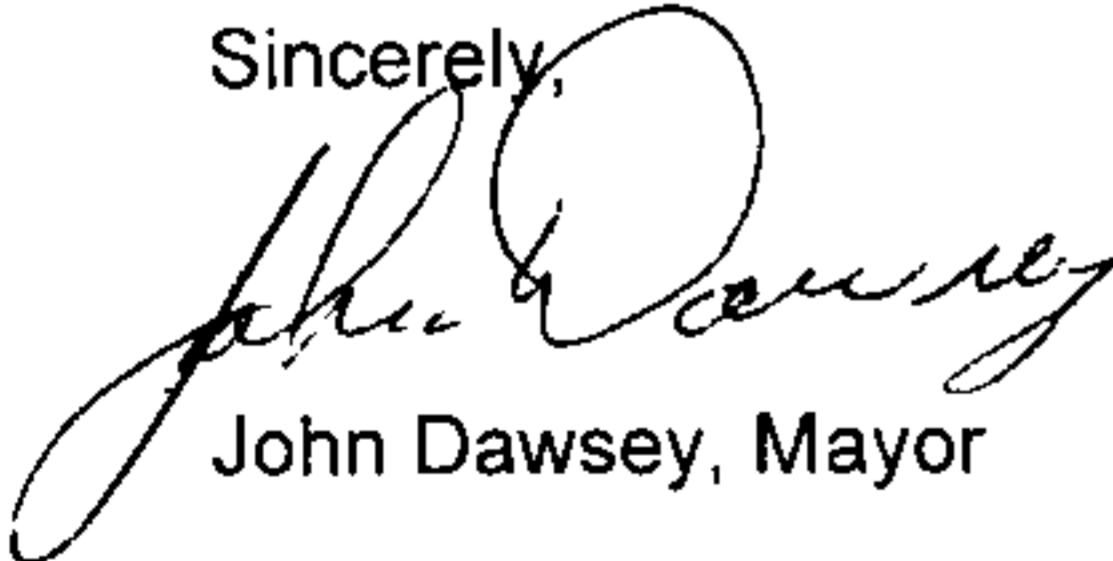
Listed below are summaries of the prior year findings and our resolution of those findings:

1996-1. Budget not traced to minutes: Budget not traced to minutes and budget not amended in 1996. We adopted our 1997 budget at a special meeting held December 30, 1996. It was noted in the minutes of the meeting. On December 8, 1997, we amended the budget adopted for the year 1997. It was noted in the minutes that the budget was amended.

1996-2. Budget not amended: We amended the 1997 budget at a regular meeting held December 8, 1997. Differences in revenues and expenditures did not exceed five percent. We also included depreciation and bad debts in our amended budget of the enterprise fund.

We believe that we have acted upon the prior year findings in a correct manner. We also plan to correct the current year's finding for all future meetings.

Sincerely,



John Dawsey, Mayor

LOUISIANA  
ATTESTATION  
QUESTIONNAIRE

LOUISIANA ATTESTATION QUESTIONNAIRE

12/31/97 Date

Village of Angie, Louisiana

Durden and Alonzo, CPAs (Auditors)

In connection with your compilation of our financial statements as of December 31, 1997 and for the period then ended, and as required by Louisiana Revised Statute 24:513 and the *Louisiana Governmental Audit Guide*, we make the following representations to you. We accept full responsibility for our compliance with the following laws and regulation and the internal controls over compliance with such laws and regulations. We have evaluated our compliance with the following laws and regulations prior to making these representations.

These representations are based on the information available to us as of January 5, 1998 (date).

**Public Bid Law**

It is true that we have complied with the public bid law, LSA-RS Title 38:2212, and, where applicable, the regulations of the Division of Administration, State Purchasing Office..

Yes [] No [ ]

**Code of Ethics for Public Officials and Public Employees**

It is true that no employees or officials have accepted anything of value, whether in the form of a service, loan, or promise, from anyone that would constitute a violation of LSA-RS 42:1101-1124

Yes [, No [ ]

It is true that no member of the immediate family of any member of the governing authority, or the chief executive of the governmental entity, has been employed by the governmental entity after April 1, 1980, under circumstances that would constitute a violation of LSA-RS 42:1119.

Yes [] No [ ]

**Budgeting**

We have complied with the state budgeting requirements of the Local Government Budget Act (LSA-RS 39:1301-14) or the budget requirements of LSA-RS 39:43.

Yes [] No [ ]

**Accounting and Reporting**

All non-exempt governmental records are available as a public record and have been retained for at least three years, as required by LSA-RS 44:1, 44:7, 44:31, and 44:36.

Yes [] No [ ]

We have filed our annual financial statements in accordance with LSA-RS 24:514, 33:463, and/or 39:92, as applicable.

Yes [] No [ ]



We have had our financial statements audited or compiled in accordance with LSA-RS 24:513.

Yes [] No [  ]

**Meetings**

We have complied with the provisions of the Open Meetings Law, provided in RS 42:1 through 42:12.

Yes [] No [  ]

**Debt**

It is true we have not incurred any indebtedness, other than credit for 90 days or less to make purchases in the ordinary course of administration, nor have we entered into any lease-purchase agreements, without the approval of the State Bond Commission, as provided by Article VII, Section 8 of the 1974 Louisiana Constitution, Article VI, Section 33 of the 1974 Louisiana Constitution, and LSA-RS 47:1410.60.

Yes [] No [  ]

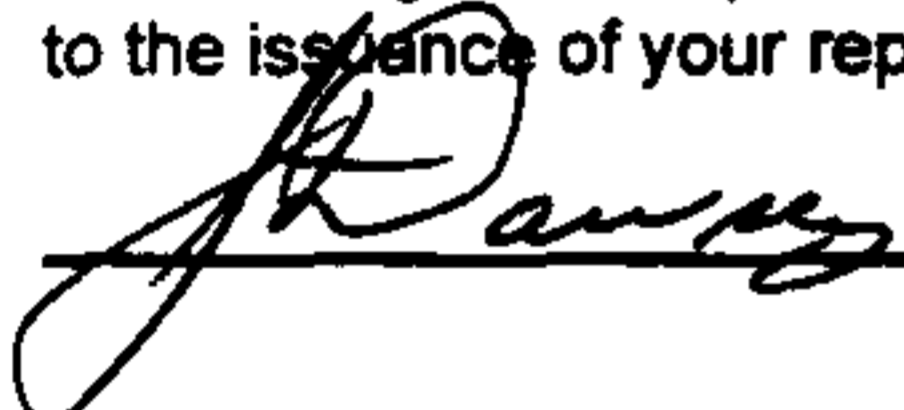
**Advances and Bonuses**

It is true we have not advanced wages or salaries to employees or paid bonuses in violation of Article VII, Section 14 of the 1974 Louisiana Constitution, LSA-RS 14:138, and AG opinion 79-729.

Yes [] No [  ]

We have disclosed to you all known noncompliance of the foregoing laws and regulations, as well as any contradictions to the foregoing representations. We have made available to you documentation relating to the foregoing laws and regulations.

We have provided you with any communications from regulatory agencies or other sources concerning any possible noncompliance with the foregoing laws and regulations, including any communications received between the end of the period under examination and the issuance of this report. We acknowledge our responsibility to disclose to you any known noncompliance which may occur subsequent to the issuance of your report.

 <sup>Mayor</sup>  
~~Secretary~~ 1/5/98 Date

\_\_\_\_\_  
Treasurer \_\_\_\_\_ Date

\_\_\_\_\_  
President \_\_\_\_\_ Date

Note-Quasi-public entities should delete reference to the above statutes, unless required to follow such laws by contract with their public funding agencies. The quasi-public entities should include a representation that they have complied with the contractual provisions under which they have received state and/or local funds.