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Soft Rush

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**COMPREHENSIVE
ANNUAL
FINANCIAL
REPORT**

For The Fiscal Year Ended September 30, 1999

City of Lake Charles, Louisiana

Seashore
Paspalem

SURVE

Three Corne

Soft Rush

Pickerelweed

California
Bullrush

Roseau
Cane

Sawgrass
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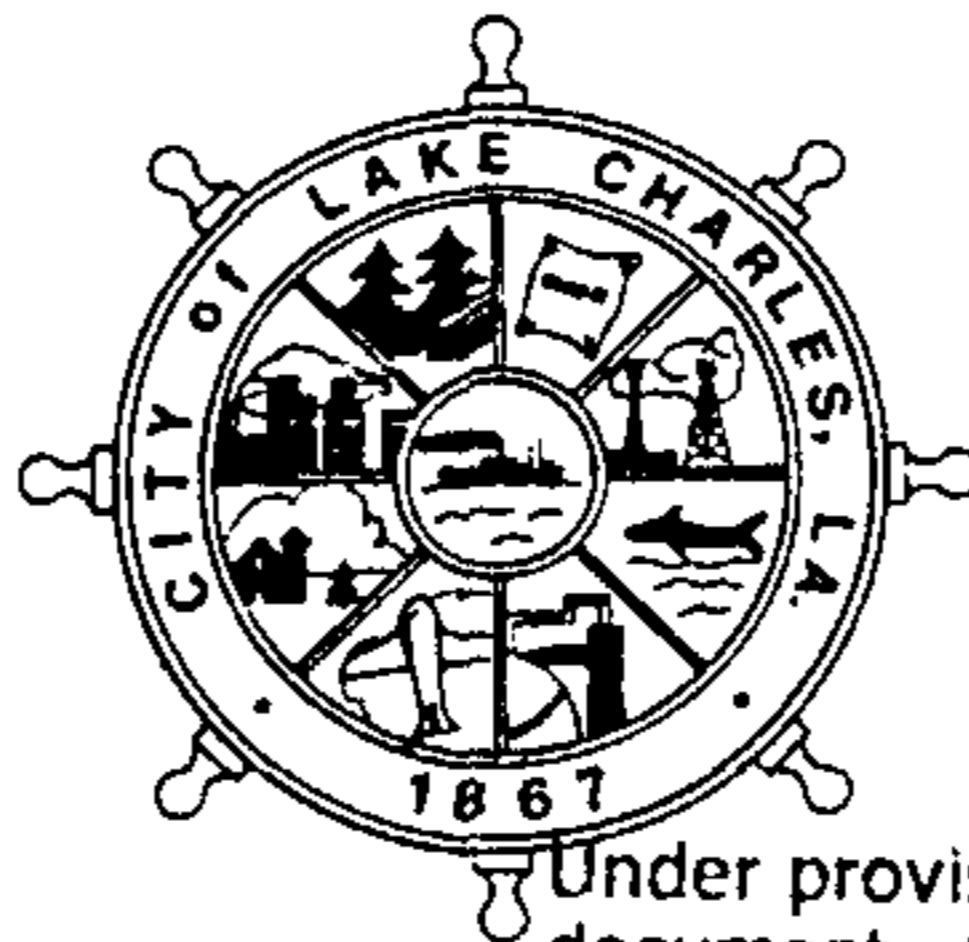
LOW WATER LINE

HIGH WATER LINE

CITY OF LAKE CHARLES, LOUISIANA

COMPREHENSIVE ANNUAL FINANCIAL REPORT

for the
Fiscal Year Ended
September 30, 1999



Under provisions of state law, this report is a public document. A copy of the report has been submitted to the entity 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 APR 19 2000 ✓

Prepared By
Division of Accounting
for
Ronald P. Kemerly
Director of Finance

CITY OF LAKE CHARLES
Lake Charles, Louisiana

MAYOR

Honorable Rodney Geyen

CITY COUNCIL

Mike Clark

Mike Huber

Solomon Cannon

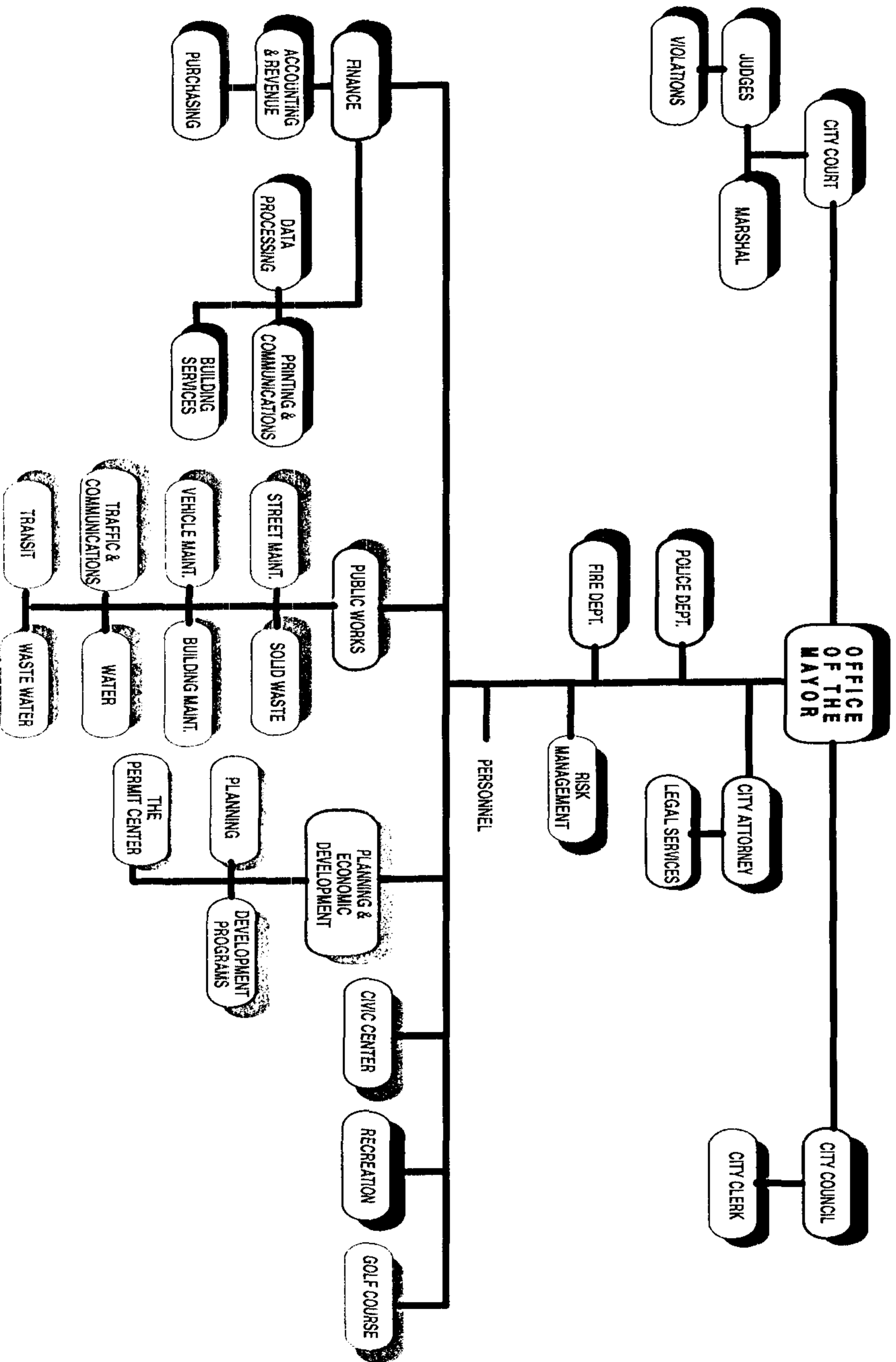
David Perry

A.B. Franklin

W.H. "Buddy" Prejean

Rev. Samuel C. Tolbert

CITY OF LAKE CHARLES ORGANIZATIONAL CHART



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Certificate of Achievement for Excellence in Financial Reporting

Presented to

City of Lake Charles,
Louisiana

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended
September 30, 1998

A Certificate of Achievement for Excellence in Financial Reporting is presented by the Government Finance Officers Association of the United States and Canada to government units and public employee retirement systems whose comprehensive annual financial reports (CAFRs) achieve the highest standards in government accounting and financial reporting.



Cary Brubaker
President

Jeffrey L. Esser
Executive Director

INTRODUCTION

CITY OF LAKE CHARLES, LOUISIANA
COMPREHENSIVE ANNUAL FINANCIAL REPORT
September 30, 1999

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CITY OF LAKE CHARLES

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(318)491-1251 • FAX (318)491-1225

March 30, 2000

Honorable Rodney Geyen, Mayor
Members of the City Council

Dear Mayor and City Council Members:

I am pleased to submit the Comprehensive Annual Financial Report of the City of Lake Charles for the year ended September 30, 1999. This report has been prepared by the City's Finance Department in accordance with generally accepted accounting principles, and the general purpose financial statements contained herein have been independently audited in accordance with applicable law and governmental auditing standards. However, the Finance Department is responsible for the accuracy of the financial statements and the completeness and fairness of the presentation, including all note disclosures. We believe that this report fairly and accurately presents the financial position of the City and the results of operation of the various funds for the period covered, and that all disclosures necessary for such presentation have been included.

The contents of this report are presented in three parts as follows: (1) an introductory section which includes this letter of transmittal, providing an overview of the City's activities and financial operations; (2) a financial section consisting of the City's financial statements, note disclosures and accompanying auditor's opinion; and (3) a statistical section providing additional unaudited data focusing on financial and economic characteristics and trends.

City Organization and Financial Reporting Scope

The City of Lake Charles was incorporated in 1867 and operates under a 1961 City Charter providing a Mayor-Council form of government. The City provides the full range of traditional municipal services, as well as several specialized facilities such as the Civic Center coliseum and theater complex, Mallard Cove Golf Course, and the Central School Arts and Humanities Center, all of which have regional service areas. The City has a population of approximately 76,000 within its corporate limits. The metropolitan area, which covers Calcasieu Parish, has a current population of over 180,000.

The financial statements presented in this report include all funds, accounts, and organizational units under the control of the City during the year ended September 30, 1999. The separately controlled accounts of the Lake Charles City Court and the Ward Three Marshal are also incorporated in this report's financial statements as "component units," which are financially interdependent with the City but not under the City's legal control. All other activity which is presented in the financial statements represents funds under the control or custody of the City, through its elected Mayor and City Council. This report does not include the Housing Authority of the City of Lake Charles, which is both legally and financially independent of the City.

Areawide and Local Economic Conditions

Lake Charles is the principal city and trade center of Southwest Louisiana, and is serviced by a deep water port located 30 miles from the Gulf of Mexico. The major component of the area's economic base is the concentration of petrochemical and related manufacturing industries which has developed along the deep water ship channel over the past sixty years. This industrial complex has expanded significantly during the 1990's, both through plant additions and development of major new facilities. This manufacturing sector currently employs over 10,000 persons directly, and typically generates several thousand additional jobs in the form of contract construction and maintenance.

The area's economic base has become somewhat more diversified in recent years with the additions of a major aircraft modification facility at Chennault Airport, which is a converted air base site adjoining the City, and with the development of two casino riverboat complexes which rely primarily on proximity to the large southeast Texas market. These operations collectively provide over 4,000 direct jobs, which are highly beneficial to the local economy, but also subject to greater long-term uncertainty than the capital-intensive petrochemical industries.

Other important components of local economic growth during the past few years have included a rapidly expanding retail and service sector, high levels of construction activity, and continued growth of shipping and marine services. In the surrounding region, agriculture, timber and oil and gas production are also significant contributors to the trade and transportation sectors of the Lake Charles area's economy.

One measure of improvement in the health of the area economy over the past decade is the metropolitan area's unemployment rate, which ranged as high as 16 percent during the economic downturn of the mid-1980's. That rate has steadily declined to levels of 5 to 6 percent during the mid-1990's and to all-time lows of 4 percent or less in recent months.

Since most of the area's major industries are located outside the City, the City itself is primarily a center of retail service and governmental activity. Recent developments in

these sectors have included extensive renovation and expansion of the Prien Lake Mall shopping center in 1998, continuing additions to the Power Center retail complex in the southeast section of the City, several new hotel/motel projects, the initial phase of a new hospital site development under construction immediately south of the City, an on-going headquarters expansion of a wireless service provider based in the City's downtown area, and major facility additions at McNeese State University and the Port of Lake Charles. The City also experienced a near-record overall level of new residential construction during the past year, and has annexed a new planned community site which can potentially accommodate another 1,500 residential units in future years.

The area's economic outlook for the next few years is somewhat mixed, largely as a result of the recent oil price surge which has helped bring industrial expansions in the petro-chemical sector to a virtual standstill. Although this rise in raw material costs is unfavorable to the competitive position of "downstream" refiners and processors, it encourages development of offshore oil exploration and production support industries, which is already under way in the area. Other positive developments include a pending sale and expected resulting expansion of the casino riverboat complex located within the City, the apparent stability of Northrup Grumman's defense-related aircraft work at Chennault, and the likelihood that the area will attract or grow other major employers outside its traditional industrial base in coming years. In general, the area should continue to experience at least moderate economic growth with good prospects for diversification and continuing high level of labor force utilization for the near future.

City Activity Highlights

Major City initiatives and accomplishments of the past year include:

- Continuation of an extensive capital improvement program which resulted in governmental fund expenditures of \$18.9 million for capital projects during the 1999 fiscal year. Street and drainage improvements constituted the bulk of this record total, which was \$5 million larger than in 1998. The capital program is funded primarily by a dedicated portion of sales tax revenue and by riverboat casino revenues which are used exclusively for capital projects.
- Additional major improvements involving Enterprise Fund activities, including continued extensions of the water system, building renovations and parking lot expansion at the Civic Center, and a purchase of five new transit system buses which was completed in October, 1999.
- Acceptance of land donations for a new recreational complex and a future wastewater treatment plant site. The City is committed to a multi-year funding program for future construction of these facilities.

- Completion of the Prien Lake Mall expansion project, which was facilitated by a sales tax increment financing agreement involving the City and other local taxing authorities.
- Continuation of technology purchases to computerize public safety criminal records and dispatching functions and provide mobile data access to police patrol units.
- Formation of a Downtown Development District to formulate plans for further revitalization of that area.
- Annexation of approximately 5.5 square miles of land into the City's corporate limits during 1999, bringing the total area of annexations over the past three years to ten square miles.
- Permitting of 800 total units of new residential construction in the City during the past year (118 single-family dwellings and 682 apartment units), which represents the largest total number of units authorized by permits since 1972.

Several other major projects began construction near the end of the year, including the restoration of the City Court building, infrastructure improvements for the new recreation complex site, and a new fire station to serve the east section of the City. Construction of these and other on-going projects is expected to generate a further increase in annual capital expenditures during the 2000 fiscal year.

Critical issues which will confront the City for the next four years include the funding and construction of new wastewater treatment facilities; roadway and other infrastructure improvements in developing areas, as well as repair and replacement of aging facilities in older sections of the City; quality-of-life issues such as recreational opportunities; and economic issues such as diversification of the employment and tax base. The City's revenue structure is heavily dependent on sales taxes, which show increasing signs of failing to keep pace with economic growth, and on other major revenue sources which are relatively static. If current trends continue, the City will face difficult challenges in responding to the needs generated by a growing economy in the years ahead.

Financial Summary – Governmental Funds

As required by generally accepted accounting principles, the City's accounts are organized into self-contained funds. Activities considered to be governmental in nature are accounted for in the General Fund, Special Revenue Funds, and the Debt Service and Capital Projects Funds. The financial activity and status of this group of governmental funds is summarized in the following sections.

Revenue Summary:

Total revenues of the City's governmental funds were \$62,288,106 for the 1999 fiscal year, which represents an increase of \$4,566,294 or 7.9 percent from the 1998 total. The following table summarizes the revenue amounts and year-to-year changes for major revenue sources and categories.

REVENUE SOURCE	1999 AMOUNT	PERCENT OF TOTAL	PERCENT INCREASE (DECREASE) FROM 1998
Property taxes	\$ 4,851,445	7.8	0.5
Sales taxes	29,895,928	48.0	8.3
Occupational taxes	2,183,838	3.5	(0.6)
Riverboat admission taxes and payments	6,290,623	10.1	17.5
Special assessments	124,949	0.2	79.9
Licenses, permits and franchises	4,190,415	6.7	(5.8)
Charges for services	3,222,346	5.2	(0.3)
Fines and forfeitures	337,943	0.5	(13.1)
Intergovernmental	6,522,258	10.5	29.4
Interest earnings	2,344,543	3.8	(5.8)
Other revenue	2,323,818	3.7	12.7
Total	\$62,288,106	100.0	7.9

As indicated above, sales taxes comprise by far the largest category of governmental fund revenue. This source also accounted for the largest portion of revenue growth over the past year, largely due to the effect of the Prien Lake Mall expansion. Riverboat admission taxes and payments also increased substantially, reflecting the first full year of effect of a 1998 agreement. Other local revenue sources were largely static or declining, while intergovernmental revenues increased in response to grant-assisted program additions and capital expenditure increases. The increase in the "other revenue" category resulted from a one-time windfall in sales tax penalties and interest received after several years of litigation.

Expenditure Summary:

Expenditures and additional transfers from governmental funds totaled \$60,879,971 for the 1999 fiscal year, representing an increase of a \$5,423,984 or 9.8 percent from the 1998 total. The use of these funds for departmental operations and other purposes is summarized in the following table.

USE OF FUNDS	1999 AMOUNT	PERCENT OF TOTAL	PERCENT INCREASE (DECREASE) FROM 1998
Current operating expenditures:			
General Government	\$ 1,862,650	3.1	3.0
Finance	1,079,025	1.8	4.3
Personnel	279,545	0.5	22.7
Public Safety	14,608,719	24.0	(5.9)
Public Works	12,416,759	20.4	3.1
Planning and Development	1,734,142	2.8	4.2
Community Services	3,140,390	5.1	13.9
General Services	2,493,605	4.1	24.3
Other expenditures and uses:			
Capital projects	18,921,835	31.1	36.5
Debt service	1,691,766	2.8	143.5
Net transfers to other funds	2,651,535	4.3	(30.9)
Total	\$60,879,971	100.0	9.8

Expenditures for capital projects and for operation of public safety (fire and police) and public works functions accounted for three-fourths of the total for all governmental funds in 1999, with capital projects being responsible for nearly all of the net overall expenditure growth compared to 1998. This reflects an increased pace of construction activity resulting from generally favorable weather conditions and prior accumulations of large funding allocations for major projects. Other significant expenditure increases resulted from computer procurements and related "Y2K" preparations in the General Services category, increased recreation program activity in Community Services, and initial annual debt service on the 1998 Refunding Bonds and the Prien Lake Mall sales tax increment financing agreement. The apparent decrease in public safety expenditures is actually a shifting of pension merger amortization costs to the debt service category as a result of the 1998 refunding issue. (The use of bond proceeds for debt refunding during 1998 is excluded from the above year-to-year comparison.)

Since the City regularly makes capital contributions from its governmental funds to one or more of its enterprise funds each year, these residual equity transfers as shown in the financial statements are included along with operating transfers in the "net transfers to other funds" category as shown above. The 31 percent reduction in this category from 1998 to 1999 is attributable to an unusually large capital contribution made for

Civic Center renovations in the former year, and to modest reductions in the annual operating transfers needed to cover Civic Center and Transit System expenses.

Fund Balances:

As a result of the 1999 financial activity summarized above, the total fund balances of all governmental funds increased by \$1,408,135, which represents 2.3 percent of those funds' total 1999 revenues. A comparison of the 1998 and 1999 ending balances for the respective fund types is shown below.

FUND TYPE	TOTAL FUND BALANCES		NET CHANGE 1998 TO 1999
	1999	1998	
General Fund	\$17,346,432	\$17,228,912	\$117,520
Special Revenue	5,784,821	5,000,262	784,559
Debt Service	2,434,543	2,279,932	154,611
Capital Projects	24,899,403	24,547,958	351,445
Total	\$50,465,199	\$49,057,064	\$1,408,135

Portions of these funds balances are reserved as required for items such as inventories, debt service, and capital project encumbrances, and additional portions are routinely designated and budgeted at year end for expenditures to be made the following year. The principal areas of fund balance growth during 1999 are related to the accumulation of riverboat gaming revenue transferred to a separate Special Revenue Fund for future facility maintenance or other "rainy day" uses, and to a build-up of resources in the Capital Projects Fund for future construction of new wastewater treatment facilities. The City also seeks to maintain a substantial General Fund balance to compensate for its exposure to natural disasters and to the revenue volatility associated with its heavy sales tax dependency.

Financial Summary – Proprietary Functions

The City maintains a total of seven proprietary funds, in which financial activity is reported on a basis similar to that of private business. This category includes four enterprise funds, in which services are provided to the general public, and three internal service funds, in which services are provided primarily to the City's own departments or employees. The financial activity of those funds and their relationship to general governmental operations is summarized below.

Enterprise Funds:

This fund type is used to account for Civic Center, Public Transit, Golf Course, and Water Utility operations. The Civic Center and Transit System have historically experienced significant operating deficits, with expenses substantially exceeding the

revenue generated by their operations. The Golf Course generally operates at or above a "break even" level, while the Water Utility typically generates significant net income. The following table shows revenues and other financing sources of these funds for the 1999 fiscal year.

1999 REVENUE AND OTHER SOURCES (THOUSANDS)	CIVIC CENTER	GOLF COURSE	PUBLIC TRANSIT	WATER UTILITY
Operating revenues	\$1,583	\$1,152	\$ 53	\$6,476
Intergovernmental revenue	200	0	493	0
Other non-operating revenue	50	26	9	215
Operating transfers	528	41	352	210
Total	\$2,361	\$1,219	\$907	\$6,901

In addition to revenues and operating transfers as shown above, enterprise funds received a total of \$1,520,000 as contributed capital from governmental funds during 1999, with virtually all of this total being provided for continuing renovations of the Civic Center. Capital expenditures made through enterprise funds during the year consisted of \$871,408 for the Civic Center, \$71,963 for the Golf Course, and \$2,673,311 for the Water Utility.

Internal Service Funds:

The Risk Management fund was established in mid-1986 to account for retained risk and purchased insurance coverages for workers' compensation and major liability exposures, which were almost entirely self-insured until 1998. Insurance coverages in effect since that time generally limit the City's risk retention to \$100,000 per claim or covered loss, and include property damage and hazard coverages as well as liability risks previously accounted for by this fund. During 1999, this fund received \$1,490,802 in operating revenue and an additional \$560,134 from interest earnings, while incurring expenses and loss accruals totaling \$2,850,126. Losses accrued during the year are largely attributable to prior years' claims which were covered by previously retained earnings of this fund.

The Vehicle Replacement fund is a revolving fund which finances the acquisition of general purpose and light vehicles from revenues generated by internal service charges for vehicle use. The fund received \$226,050 from such charges during 1999, while providing a total of \$287,844 for vehicle purchases.

The Employee Group Insurance fund was established in 1993 to account for self-funding of employee health benefits by the City. This fund received \$2,699,896 in city and employee premium contributions and paid \$2,773,219 in claims and expenses during the 1999 fiscal year. The excess of expenses over operating revenue was offset by interest earnings, which totaled \$112,978.

Other Financial Activity

Pension Administration:

The City participates in three cost-sharing state-sponsored retirement systems which together cover virtually all of the City's full-time employees. Employees other than fire and police civil service personnel also participate in the federal social security system, and a voluntary deferred compensation program is also available to all employees under the provisions of Section 457 of the U. S. Internal Revenue code. All of the state-sponsored retirement systems covering city employees are subject to annual adjustment of actuarially determined contribution rates as mandated by the Louisiana constitution, and are adequately funded in accordance with the applicable legal requirements.

The City's previous locally-administered pension funds for police and fire personnel were merged into the present state-sponsored systems in 1983 and 1987 respectively, thereby eliminating the City's role in direct administration of pension benefits. The City's remaining debt to the state-sponsored systems for amortization of the unfunded pension liability which they assumed through those mergers was refinanced at lower interest rates through issuance of the 1998 Refunding Bonds described below. The City also has a relatively limited remaining debt obligation for benefit guarantees contracted in connection with the 1983 police pension fund merger.

Debt Administration:

The City presently has no outstanding general obligation bonds, having retired the last such bond issue during 1997. However, the 1998 Refunding Bonds, which replaced the original police and fire pension merger amortization agreements, had totals of \$3,600,000 in tax-exempt bonds and \$8,485,000 in taxable bonds outstanding as of September 30, 1999. Principal and interest on these bonds is payable from required annual General Fund appropriations which average \$1.23 million per year through 2014. The City has also contracted a debt under terms of a sales tax increment financing agreement for the Prien Lake Mall shopping center expansion project completed in 1998. This debt has an aggregate limit of \$4 million, which is payable without interest solely from one-half of the incremental increase in City sales tax collections generated by the project during a maximum term of ten years. The outstanding balance as of September 30, 1999, was \$3,638,643. Annual payments during the agreement's remaining nine-year term will vary on the basis of annual sales tax increments, and will require annual appropriations from otherwise unrestricted sales tax revenues received by the General Fund.

The remainder of the City's year-end liabilities classified as general long-term debt consisted of \$1,815,972 for accrued leave benefits of employees, \$934,921 for police benefit guarantees resulting from the 1983 retirement system merger, and \$53,181 for outstanding special assessment debt certificates. Accrued leave is payable from future

revenues as benefits are used, but comprises a minor fraction of the unreserved balances already available in the General fund and affected Special Revenue funds. The remaining debt items are largely offset by fund balances already accumulated in the respective debt service funds.

Risk Management:

In addition to accounting for retained risks and insurance costs, the Risk Management Fund includes operation of active loss control and claims defense programs which utilize a combination of in-house staff, third-party administrative services, and contracted legal counsel. This activity, together with the reduced risk retention provided by current insurance coverages, has enabled the City to reduce the resource allocation burden which the risk management function places on other operations and funds.

Cash Management and Investment:

Funds under the control of the City are held in an interest bearing cash pool from which investments are made in accordance with statutory restrictions and locally adopted investment policy. This policy restricts City investments to short-term and intermediate-term obligations of the U. S. government and its agencies and instrumentalities, and to participation in a statewide local government investment pool which invests in short-term government obligations. The City's bank deposits are fully secured by federal deposit insurance and collateral securities which are similarly restricted to U. S. Government and related obligations. During 1999, the City entered into a new banking services agreement which will generally increase the yield on its pooled cash deposits.

Exclusive of unrealized gains and losses resulting from changes in market valuation of investment securities, interest earnings for all funds totaled \$3,579,015 for the 1999 fiscal year, representing a decrease of 4.4 percent from the 1998 level. This decrease is largely attributable to the acceleration of capital project expenditures which produced a decline in total funds available for investment during the past year. Actual earnings, including changes in market valuation of investments, were reduced by an unrealized net loss of \$249,891 in 1999, as compared to an unrealized gain of \$130,930 for the preceding year. These fluctuations are the result of interest rate trends which affect the market value of the City's fixed-income investment holdings but are immaterial to its overall financial position. The City's investment policy emphasizes safety and liquidity of funds as opposed to earnings yield, and requires that investment purchases be made with the expectation that each will be held to maturity.

Accounting System and Budgetary Control

The City maintains internal accounting controls designed to provide reasonable, but not absolute, assurance regarding the safeguarding of assets against loss from unauthorized use or disposition, as well as the reliability of financial records for

preparing financial statements. The concept of reasonable assurance recognizes that (1) the cost of a control should not exceed the benefit likely to be derived, and (2) the evaluation of costs and benefits requires estimates and judgements by management. The current system of controls is believed to provide such assurance, but is subject to periodic evaluation by City management in response to changing conditions.

Budgetary control is maintained administratively at the expenditure object level, and expenditures are legally controlled at the department and fund level with respect to the General fund and Special Revenue funds, in which annual budgetary appropriations are legally required. With the exception of capital projects which are authorized on a project length basis, budgetary appropriations are annual, and any outstanding encumbrances at year end are subject to re-appropriation for the subsequent year.

Independent Audit

The City Charter requires that an annual independent audit of the City's financial statements be made by a certified public accountant selected by the City Council. This requirement has been met, and a copy of the auditor's opinion is included in the financial section of this report. However, the City's Finance Department remains responsible for the accuracy and fair representation of the financial statements and disclosures contained in this report.

The independent audit also includes the examinations of internal controls and federal financial assistance programs required by the Single Audit Act and implementing regulations. The results of this examination for the fiscal year ended September 30, 1999, are incorporated in a supplementary compliance report.

Certificate of Achievement

The Government Finance Officers Association of the United States and Canada (GFOA) has awarded a Certificate of Achievement for Excellence in Financial Reporting to the City of Lake Charles for its comprehensive annual financial report the fiscal year ended September 30, 1998. The City also received the Certificate of Achievement for its reports of the preceding fourteen years.

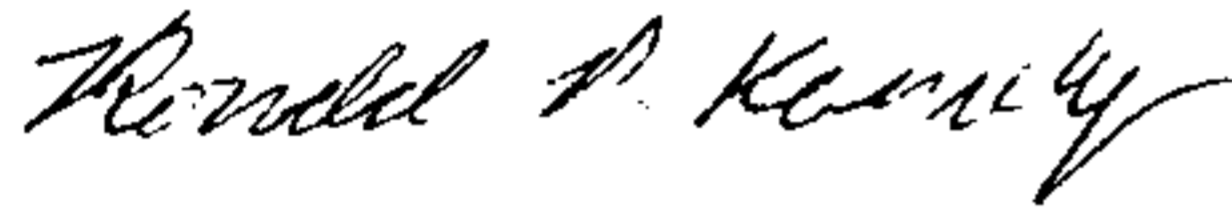
In order to be awarded a Certificate of Achievement, a governmental unit must publish an easily readable and efficiently organized comprehensive annual financial report, whose contents conform to program standards. Such reports must satisfy both generally accepted accounting principles and applicable legal requirements.

A Certificate of Achievement is valid for one year only. We believe our current report continues to conform to Certificate of Achievement Program requirements, and we are submitting it to GFOA to determine its eligibility for another certificate.

Acknowledgements

The preparation of this report could not have been accomplished without the efficient and dedicated efforts of the Finance Department staff, particularly that of the Accounting Division. We also wish to acknowledge the continued interest and support of the City's elected officials in maintaining an effective financial management and reporting program.

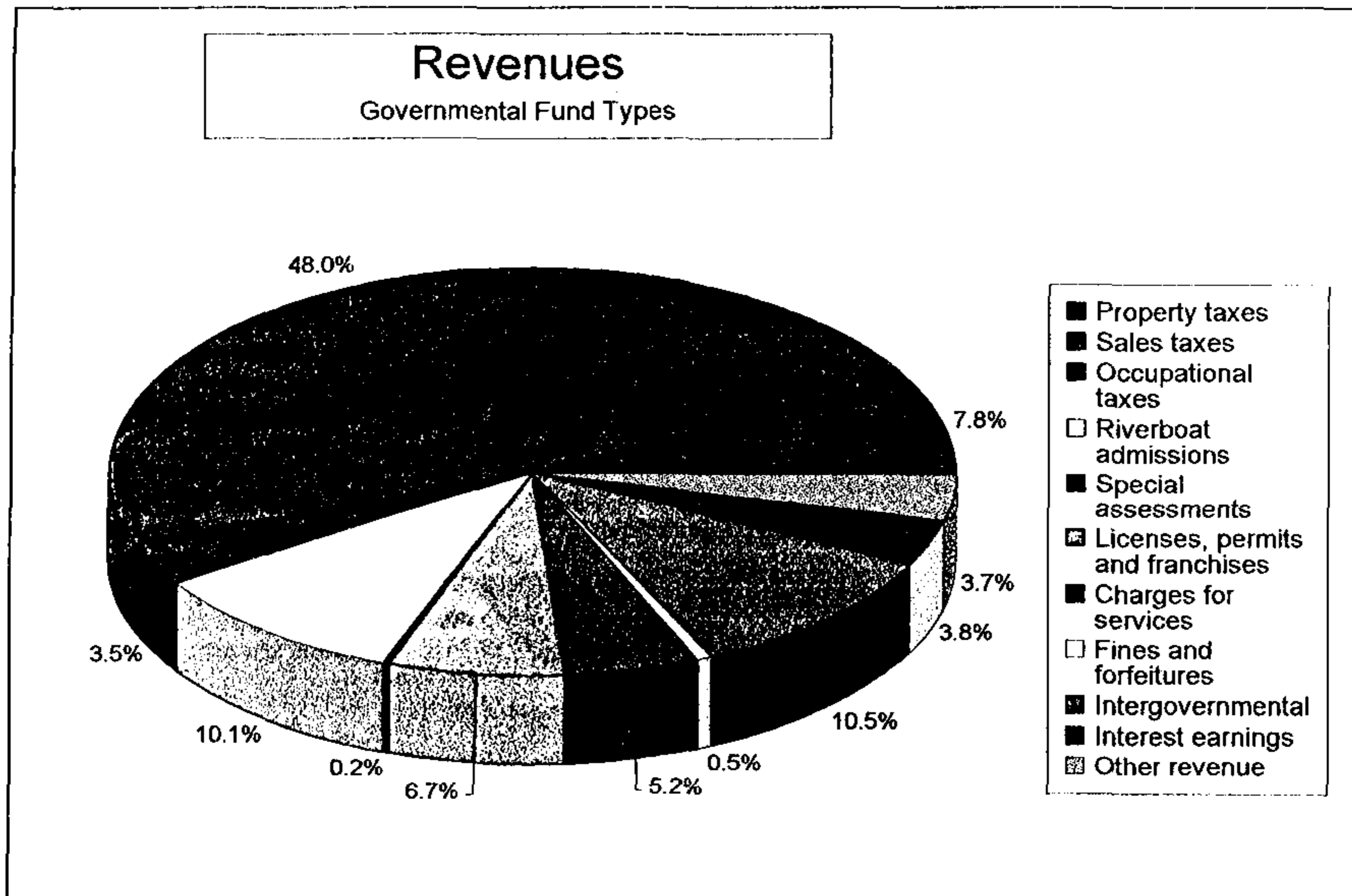
Respectfully submitted,



Ronald P. Kemerly
Director of Finance

RPK:lgb

CITY OF LAKE CHARLES, LOUISIANA
Chart of Revenues
All Governmental Fund Types
For Fiscal Year Ended September 30, 1999



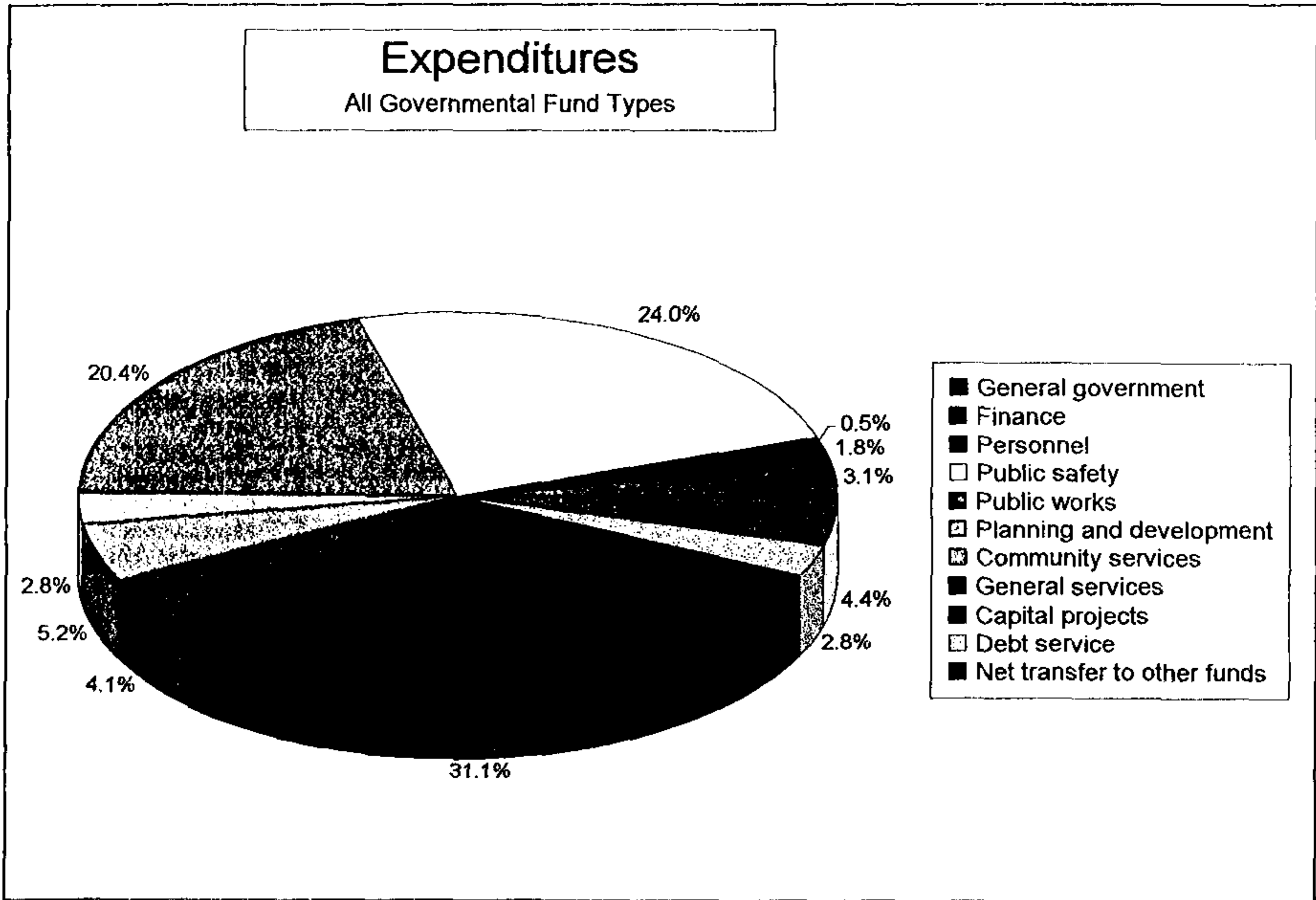
<u>Revenues</u>	<u>1999 Amount</u>	<u>Percent of Total</u>
Property taxes	\$4,851,445	7.8 %
Sales taxes	29,895,928	48.0
Occupational taxes	2,183,838	3.5
Riverboat admissions	6,290,623	10.1
Special assessments	124,949	0.2
Licenses, permits and franchises	4,190,415	6.7
Charges for services	3,222,346	5.2
Fines and forfeitures	337,943	0.5
Intergovernmental	6,522,258	10.5
Interest earnings	2,344,543	3.8
Other revenue	2,323,818	3.7
Total revenues	\$62,288,106	

CITY OF LAKE CHARLES, LOUISIANA

Chart of Expenditures

All Governmental Fund Types

For Fiscal Year Ended September 30, 1999



Expenditures	1999 Amount	Percent of Total
General government	\$1,862,650	3.1 %
Finance	1,079,025	1.8
Personnel	279,545	0.5
Public safety	14,608,719	24.0
Public works	12,416,759	20.4
Planning and development	1,734,142	2.8
Community services	3,140,390	5.1
General services	2,493,605	4.1
Capital projects	18,921,835	31.1
Debt service	1,691,766	2.8
Net transfer to other funds	2,651,535	4.3
Total expenditures	\$60,879,971	

**FINANCIAL
SECTION**

GRAGSON, CASIDAY & GUILLORY, L.L.P.
CERTIFIED PUBLIC ACCOUNTANTS

W. GEORGE GRAGSON, C.P.A.
RICHARD W. CASIDAY, C.P.A.
RAYMOND GUILLORY, JR., C.P.A.

GRAHAM A. PORTUS, E.A.

JULIA W. PORTUS, C.P.A.
CAMUS CASTILLE, C.P.A.
DAWN REDD, C.P.A.
MICHELLE BOURNE, C.P.A.
COY VINCENT, C.P.A.
JENNIE ROBICHEAUX, C.P.A.

ONE LAKESIDE PLAZA, SUITE 700
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LAKE CHARLES, LOUISIANA 70602-1847
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INDEPENDENT AUDITORS' REPORT

February 3, 2000

Honorable Rodney Geyen, Mayor
and the Members of the City Council
Lake Charles, Louisiana

We have audited the accompanying general purpose financial statements of the City of Lake Charles, Louisiana as of and for the year ended September 30, 1999, as listed in the table of contents. These general purpose financial statements are the responsibility of the City of Lake Charles, Louisiana's management. Our responsibility is to express an opinion on these general purpose financial statements based on our audit. We did not audit the financial statements of the discretely presented component units. Those financial statements were audited by other auditors whose reports have been furnished to us, and our opinion on the general purpose financial statements, insofar as it relates to the amounts included for such discretely presented component units, is based on the report of the other auditors.

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 general purpose financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the general purpose financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall general purpose financial statement presentation. We believe that our audit and the report of other auditors provide a reasonable basis for our opinion.

In our opinion, based on our audit and the report of other auditors, the general purpose financial statements referred to above present fairly, in all material respects, the financial position of the City of Lake Charles, Louisiana as of September 30, 1999, and the results of its operations and cash flows of its proprietary and similar trust fund types 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 February 3, 2000, on our consideration of the City of Lake Charles, Louisiana's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts and grants.

Honorable Rodney Geyen, Mayor
and Members of the City Council
Page Two

This report is intended solely for the information and use of the Mayor, members of the City Council, management, the Legislative Auditor of Louisiana, and federal awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties.

A handwritten signature in black ink, reading "Sharon Cassidy & Tullon". The signature is written in a cursive, flowing style.

**GENERAL
PURPOSE
FINANCIAL
STATEMENTS**

GENERAL PURPOSE FINANCIAL STATEMENTS

CITY OF LAKE CHARLES, LOUISIANA

Combined Balance Sheet - All Fund Types, Account Groups and Discretely Presented Component Units
September 30, 1999

ASSETS AND OTHER DEBITS	Governmental Fund Types			
	General	Special Revenue	Debt Service	Capital Projects
Cash (Note 1-G)	\$1,336,956	\$895,967	\$273,839	\$648,533
Investments (Note 1-G)	16,360,671	4,744,295	2,332,454	24,164,024
Receivable (net of allowance for uncollectible)				
Accounts (Note 1-I)	225,611	734,026	0	613,910
Special Assessments	0	0	643,685	0
Accrued interest	177,245	58,323	23,997	291,799
Intergovernmental (Note 8-C)	614,753	620,670	0	107,551
Due from other funds (Note 8-B)	802,841	183,650	25,000	894,283
Inventory (Note 1-J)	270,002	0	0	0
General Fixed assets (Note 5)	0	0	0	0
Fixed assets, net of accumulated depreciation (Note 5)	0	0	0	0
Prepaid items	78,791	362	0	0
Restricted cash - customer deposits	0	0	0	0
Deferred note receivable-rehabilitation loans	0	28,364	0	0
Amount available in Debt Service Funds	0	0	0	0
Amount to be provided for retirement of general-long-term debt	0	0	0	0
Total assets and other debits	\$19,866,870	\$7,265,657	\$3,298,975	\$26,720,100
LIABILITIES				
Accounts payable	\$1,255,055	\$815,522	\$141,557	\$457,621
Contracts payable	0	104,901	0	590,912
Escrow	83,642	9,895	27,004	158,254
Due to primary government	0	0	0	0
Due to other funds	1,110,521	511,013	188,643	0
Pension refunding bonds payable (Note 6)	0	0	0	0
Special assessment bonds payable (Note 6)	0	0	0	0
Accrued wages and benefits payable (Note 1-L)	31,394	11,141	0	0
Accrued pension liability (Note 10)	0	0	0	0
Sales Tax Increment Financing Agreement	0	0	0	0
Liabilities payable from restricted assets	0	0	0	0
Accrued insurance claims-current (Notes 9 & 10)	0	0	0	0
Accrued insurance claims - noncurrent (Notes 9 and 10)	0	0	0	0
Deferred revenues	0	0	507,228	613,910
Deferred revenues-rehabilitation loans	0	28,364	0	0
Deferred compensation benefits payable	0	0	0	0
Other liabilities	39,826	0	0	0
Total liabilities	2,520,438	1,480,836	864,432	1,820,697

Proprietary Fund Types		Fiduciary Fund	Account Groups		Totals		Component
Internal Service	Enterprise	Trust and Agency	General Fixed Assets	General Long-Term Debt	Primary Government (Memorandum Only)		Units
					1999	1998	1999
\$813,340	\$1,080,461	\$52,438	\$0	\$0	\$5,101,534	\$5,056,799	\$690,461
15,110,643	4,743,716	22,126	0	0	67,477,929	68,743,359	0
55,557	539,384	0	0	0	2,168,488	2,024,964	7,340
0	0	0	0	0	643,685	774,465	0
181,598	57,207	0	0	0	790,169	679,166	0
0	833,182	0	0	0	2,176,156	1,011,078	0
72	335,321	0	0	0	2,241,167	920,424	0
0	206,614	0	0	0	476,616	478,626	0
0	0	0	62,982,700	0	62,982,700	58,155,324	319,374
600,665	47,875,928	0	0	0	48,476,593	46,707,997	0
393,333	4,972	0	0	0	477,458	489,629	0
0	275,885	0	0	0	275,885	260,860	0
0	0	0	0	0	28,364	39,593	0
0	0	0	0	2,434,543	2,434,543	2,279,932	0
0	0	0	0	16,093,174	16,093,174	17,402,501	287,695
\$17,155,208	\$55,952,670	\$74,564	\$62,982,700	\$18,527,717	\$211,844,461	\$205,024,717	\$1,304,870
\$33,810	\$442,909	\$0	\$0	\$0	\$3,146,474	\$2,806,098	\$81,522
0	134,143	0	0	0	829,956	523,294	0
0	62,060	3,039	0	0	343,894	119,320	280,853
0	0	0	0	0	0	0	31,673
947	430,030	13	0	0	2,241,167	920,424	0
0	0	0	0	12,085,000	12,085,000	12,655,000	0
0	0	0	0	53,181	53,181	128,459	0
40,948	445,811	0	0	1,815,972	2,345,266	2,182,693	0
0	0	0	0	934,921	934,921	1,212,519	0
0	0	0	0	3,638,643	3,638,643	4,000,000	0
0	275,845	0	0	0	275,845	260,860	0
6,976,862	0	0	0	0	6,976,862	6,664,613	0
915,722	0	0	0	0	915,722	978,933	0
0	0	0	0	0	1,121,138	1,248,439	0
0	0	0	0	0	28,364	39,593	0
0	0	0	0	0	0	2,399,306	0
0	0	0	0	0	39,826	98,408	287,695
7,968,289	1,790,798	3,052	0	18,527,717	34,976,259	36,237,959	681,743

(continued on next page)

CITY OF LAKE CHARLES, LOUISIANA

Combined Balance Sheet - All Fund Types, Account Groups and Discretely Presented Component Units
September 30, 1999

EQUITY AND OTHER CREDITS	Governmental Fund Types			
	General	Special Revenue	Debt Service	Capital Projects
Contributed capital	\$0	\$0	\$0	\$0
Investment in general fixed assets	0	0	0	0
Retained earnings (deficit):				
Reserved for insurance claims (Note 10)	0	0	0	0
Unreserved	0	0	0	0
Fund balances:				
Reserved for inventory	270,002	0	0	0
Reserved for prepaid items (Note 1-K)	78,791	362	0	0
Reserved for encumbrances (Note 1-F)	0	53,936	0	6,558,167
Reserved for debt service	0	0	2,434,543	0
Unreserved:				
Designated for subsequent year's expenditures	3,006,501	731,861	0	0
Designated for capital projects	0	0	0	18,931,236
Undesignated	13,991,138	4,998,662	0	(590,000)
Total retained earnings / fund balances	17,346,432	5,784,821	2,434,543	24,899,403
Total equity and other credits	17,346,432	5,784,821	2,434,543	24,899,403
Total liabilities, equity and other credits	\$19,866,870	\$7,265,657	\$3,298,975	\$26,720,100

See accompanying notes to financial statements

Proprietary Fund Types		Fiduciary Fund	Account Groups		Totals		Component Units 1999
Internal Service	Enterprise	Trust and Agency	General Fixed Assets	General Long-Term Debt	Primary Government (Memorandum Only)		
						1999	1998
\$375,710	\$33,015,054	\$0	\$0	\$0	\$33,390,764	\$31,421,442	\$0
0	0	0	62,982,700	0	62,982,700	58,155,324	319,374
2,603,067	0	0	0	0	2,603,067	3,205,449	0
6,208,142	21,146,818	0	0	0	27,354,960	26,860,902	0
0	0	0	0	0	270,002	257,276	0
0	0	0	0	0	79,153	90,739	0
0	0	0	0	0	6,612,103	7,034,249	0
0	0	0	0	0	2,434,543	2,279,932	0
0	0	0	0	0	3,738,362	3,417,405	0
0	0	0	0	0	18,931,236	17,575,074	0
0	0	71,512	0	0	18,471,312	18,488,966	303,753
8,811,209	21,146,818	71,512	0	0	80,494,738	79,209,992	303,753
9,186,919	54,161,872	71,512	62,982,700	0	176,868,202	168,786,758	623,127
\$17,155,208	\$55,952,670	\$74,564	\$62,982,700	\$18,527,717	\$211,844,461	\$205,024,717	\$1,304,870

CITY OF LAKE CHARLES, LOUISIANA

Combined Statement of Revenues, Expenditures, and Changes in Fund Balances
All Governmental Fund Types and Expendable Trust Fund and Discretely Presented Component Units
For Fiscal Year Ended September 30, 1999

	Governmental Fund		
	General	Special Revenue	Debt Service
Revenues:			
Taxes	\$19,782,902	\$22,936,218	\$0
Special assessments	0	0	124,949
Licenses and permits	4,190,415	0	0
Intergovernmental	1,270,071	3,875,730	135,241
Charges for services	1,150,828	2,071,518	0
Fines and forfeitures	337,943	0	0
Miscellaneous	1,869,866	1,049,096	113,779
Total revenues	<u>28,602,025</u>	<u>29,932,562</u>	<u>373,969</u>
Expenditures:			
Current operating:			
General government	1,862,650	0	0
Finance	1,079,025	0	0
Public safety	13,863,963	744,756	0
Personnel	279,545	0	0
Public works	9,471,707	2,945,052	0
Planning and development	1,186,746	547,396	0
Community services	0	3,140,390	0
General services	2,493,605	0	0
Capital projects	0	2,746,615	0
Debt service:			
Principal retirement	0	0	1,085,235
Interest and fiscal charges	0	0	606,531
Refunding bonds issuance costs	0	0	0
Total expenditures	<u>30,237,241</u>	<u>10,124,209</u>	<u>1,691,766</u>
Excess (deficiency) of revenues over expenditures	<u>(1,635,216)</u>	<u>19,808,353</u>	<u>(1,317,797)</u>
Other financing sources (uses):			
Operating transfers in	9,135,482	4,994,235	1,501,357
Operating transfers out	(7,062,746)	(23,118,029)	(28,949)
Proceeds of refunding bonds	0	0	0
Payment to refund pension obligation	0	0	0
Total other financing sources (uses)	<u>2,072,736</u>	<u>(18,123,794)</u>	<u>1,472,408</u>
Excess (deficiency) of rev and other over exp and other uses	437,520	1,684,559	154,611
Fund balance at beginning of year	17,228,912	5,000,262	2,279,932
Residual equity transfer out	(320,000)	(900,000)	0
Fund balance at end of year	<u><u>\$17,346,432</u></u>	<u><u>\$5,784,821</u></u>	<u><u>\$2,434,543</u></u>

See accompanying notes to financial statements

Types	Fiduciary Fund		Totals		Component Units 1999
	Veteran's Memorial Park		Primary Government (Memorandum Only)		
			1999	1998	
Capital Projects					
	\$0	\$0	\$42,719,120	\$39,993,118	\$0
	0	0	124,949	69,470	0
	0	0	4,190,415	4,450,105	0
	1,241,216	0	6,522,258	5,039,189	19,000
	0	0	3,222,346	3,231,181	0
	0	0	337,943	388,801	301,168
	2,138,334	9,817	5,180,892	4,564,044	15,651
	3,379,550	9,817	62,297,923	57,735,908	335,819
	0	0	1,862,650	1,808,571	0
	0	0	1,079,025	1,034,447	0
	0	0	14,608,719	15,515,080	0
	0	0	279,545	227,847	0
	0	0	12,416,759	12,047,984	0
	0	0	1,734,142	1,664,167	0
	0	24,882	3,165,272	2,781,780	0
	0	0	2,493,605	2,006,759	428,292
	16,175,220	0	18,921,835	13,862,739	54,387
	0	0	1,085,235	163,508	6,229
	0	0	606,531	180,771	226
	0	0	0	350,472	0
	16,175,220	24,882	58,253,318	51,644,125	489,134
	(12,795,670)	(15,065)	4,044,605	6,091,783	(153,315)
	15,216,015	0	30,847,089	24,401,150	140,793
	(1,768,900)	0	(31,978,624)	(25,694,531)	0
	0	0	0	12,655,000	0
	0	0	0	(12,304,528)	0
	13,447,115	0	(1,131,535)	(942,909)	140,793
	651,445	(15,065)	2,913,070	5,148,874	(12,522)
	24,547,958	86,577	49,143,641	46,538,039	316,275
	(300,000)	0	(1,520,000)	(2,543,272)	0
	\$24,899,403	\$71,512	\$50,536,711	\$49,143,641	\$303,753

CITY OF LAKE CHARLES, LOUISIANA
Combined Statement of Revenues, Expenditures and Changes in Fund Balance
Budget (GAAP Basis) and Actual - General and Special Revenue Fund Types
For Fiscal Year Ended September 30, 1999

	General Fund		Variance Favorable (Unfavorable)
	Budget	Actual	
Revenues:			
Taxes	\$19,663,000	\$19,782,902	\$119,902
Licenses and permits	4,281,350	4,190,415	(90,935)
Intergovernmental	1,055,513	1,270,071	214,558
Charges for services	1,042,250	1,150,828	108,578
Fines and forfeitures	363,620	337,943	(25,677)
Miscellaneous	1,300,000	1,869,866	569,866
Total revenues	<u>27,705,733</u>	<u>28,602,025</u>	<u>896,292</u>
Expenditures:			
Current:			
General government	1,946,092	1,862,650	83,442
Finance	1,125,680	1,079,025	46,655
Public safety	15,046,374	13,863,963	1,182,411
Personnel	290,215	279,545	10,670
Public works	10,185,050	9,471,707	713,343
Planning and development	1,260,644	1,186,746	73,898
Community services	0	0	0
General services	2,630,224	2,493,605	136,619
Capital outlay	0	0	0
Total expenditures	<u>32,484,279</u>	<u>30,237,241</u>	<u>2,247,038</u>
Excess (deficiency) of rev over exp	<u>(4,778,546)</u>	<u>(1,635,216)</u>	<u>3,143,330</u>
Other financing sources (uses):			
Operating transfers in	9,084,003	9,135,482	51,479
Operating transfers out	(7,198,100)	(7,062,746)	135,354
Total other financing sources (uses)	<u>1,885,903</u>	<u>2,072,736</u>	<u>186,833</u>
Excess (deficiency) of rev and other sources over exp	<u>(2,892,643)</u>	<u>437,520</u>	<u>3,330,163</u>
Fund balance at beginning of year	17,228,912	17,228,912	0
Residual equity transfer out	<u>(320,000)</u>	<u>(320,000)</u>	<u>0</u>
Fund balance at end of year	<u><u>\$14,016,269</u></u>	<u><u>\$17,346,432</u></u>	<u><u>\$3,330,163</u></u>

See accompanying notes to financial statements

Special Revenue Funds		
Budget	Actual	Variance Favorable (Unfavorable)
\$22,853,109	\$22,936,218	\$83,109
0	0	0
6,993,438	3,875,730	(3,117,708)
2,008,700	2,071,518	62,818
0	0	0
1,051,454	1,049,096	(2,358)
<u>32,906,701</u>	<u>29,932,562</u>	<u>(2,974,139)</u>
0	0	0
0	0	0
1,191,827	744,756	447,071
0	0	0
3,323,945	2,945,052	378,893
720,397	547,396	173,001
3,518,736	3,140,390	378,346
0	0	0
5,615,242	2,746,615	2,868,627
<u>14,370,147</u>	<u>10,124,209</u>	<u>4,245,938</u>
<u>18,536,554</u>	<u>19,808,353</u>	<u>1,271,799</u>
5,170,622	4,994,235	(176,387)
(23,047,819)	(23,118,029)	(70,210)
<u>(17,877,197)</u>	<u>(18,123,794)</u>	<u>(246,597)</u>
659,357	1,684,559	1,025,202
5,000,262	5,000,262	0
(900,000)	(900,000)	0
<u>\$4,759,619</u>	<u>\$5,784,821</u>	<u>\$1,025,202</u>

CITY OF LAKE CHARLES, LOUISIANA
Combined Statement of Revenues, Expenses, and Changes in Retained Earnings
All Proprietary Fund Types
For Fiscal Year Ended September 30, 1999

	Proprietary Internal Service
Operating revenues:	
Charges for services	\$4,350,835
Interest	0
Other	65,913
Total operating revenues	4,416,748
Operating expenses:	
Personal services	301,186
Materials and supplies	4,673
Maintenance	0
Heat, light and power	0
Transportation	0
General and administrative	1,282,736
Depreciation	174,844
Benefit payments	0
Claims and losses paid	4,028,179
Total operating expenses	5,791,618
Operating income (loss)	(1,374,870)
Nonoperating revenues (expenses):	
Operating grants from government agencies	0
Interest	686,336
Other	0
Total nonoperating revenues	686,336
Income (loss) before operating transfers	(688,534)
Operating transfers:	
Operating transfers in	0
Operating transfers out	0
Net operating transfers	0
Net income (loss)	(688,534)
Add depreciation on contributed assets acquired from governmental grants or developers governmental grants or developers	0
Retained earnings/fund balance at beginning of year	9,499,743
Retained earnings/fund balance at end of year	\$8,811,209
See accompanying notes to financial statements	

Fund Types	Totals (Memorandum Only)	
	1999	1998
Enterprise		
\$9,029,039	\$13,379,874	\$14,627,841
0	0	0
235,542	301,455	303,484
9,264,581	13,681,329	14,931,325
4,297,387	4,598,573	4,386,172
1,528,454	1,533,127	1,635,996
435,246	435,246	481,104
952,901	952,901	1,159,465
26,925	26,925	30,391
1,581,087	2,863,823	2,954,202
2,048,784	2,223,628	1,980,281
0	0	0
0	4,028,179	5,911,762
10,870,784	16,662,402	18,539,373
(1,606,203)	(2,981,073)	(3,608,048)
693,314	693,314	837,680
294,525	980,861	1,386,800
5,647	5,647	(6,953)
993,486	1,679,822	2,217,527
(612,717)	(1,301,251)	(1,390,521)
1,131,535	1,131,535	1,293,381
0	0	0
1,131,535	1,131,535	1,293,381
518,818	(169,716)	(97,140)
61,392	61,392	46,904
20,566,608	30,066,351	30,116,588
\$21,146,818	\$29,958,027	\$30,066,352

CITY OF LAKE CHARLES, LOUISIANA
Combined Statement of Cash Flows
All Proprietary Fund Types
For Fiscal Year Ended September 30, 1999

	Proprietary Internal Services
Cash flows from operating activities:	
Operating income (loss)	(\$1,374,870)
Adjustments to reconcile operating income to net cash provided by operating activities:	
Depreciation	174,844
Changes in assets and liabilities:	
(Increase) decrease in accounts receivable	(52,987)
(Increase) decrease in prepaid expenses	0
(Increase) decrease in inventory	0
(Increase) decrease in due from other funds operating transfers reimbursements	0
(Increase) decrease in interfund charge - vehicle use	(72)
Increase (decrease) in due to other funds operating transfers reimbursements	0
Increase (decrease) in accounts payable	(48,350)
Increase (decrease) in miscellaneous accounts payable	0
Increase (decrease) in accrued insurance claims	249,038
Increase (decrease) in customer deposit accounts payable	0
Increase (decrease) in accrued wages and benefits	1,748
Total adjustments	324,221
Net cash provided by (used for) operating activities	(1,050,649)
Cash flows from capital and related financial activities:	
Capital expenditures	(289,194)
Contract payable	0
Contributed capital	0
Net cash provided by (used for) capital and related financial activities:	(289,194)

<u>Fund Type</u>	<u>Totals</u>	
	<u>(Memorandum Only)</u>	
<u>Enterprise</u>	<u>1999</u>	<u>1998</u>
<u>(\$1,606,203)</u>	<u>(\$2,981,073)</u>	<u>(\$3,608,048)</u>
2,048,784	2,223,628	1,980,281
(70,659)	(123,646)	(23,381)
585	585	(334,363)
14,736	14,736	(33,868)
(271,496)	(271,496)	(63,825)
0	(72)	62,892
333,127	333,127	(69,331)
(36,532)	(84,882)	(319,787)
37,428	37,428	(38,797)
0	249,038	2,647,910
14,985	14,985	(12,660)
28,005	29,753	(16,910)
<u>2,098,963</u>	<u>2,423,184</u>	<u>3,778,161</u>
<u>492,760</u>	<u>(557,889)</u>	<u>170,113</u>
(3,616,682)	(3,905,876)	(4,782,385)
54,862	54,862	(337,078)
1,315,669	1,315,669	2,582,163
<u>(2,246,151)</u>	<u>(2,535,345)</u>	<u>(2,537,300)</u>

(continued on next page)

CITY OF LAKE CHARLES, LOUISIANA
Combined Statement of Cash Flows
All Proprietary Fund Types and Similar Trust Funds
For Fiscal Year Ended September 30, 1999

	Proprietary Internal Services
Cash flow from investing activities:	
Purchase of investment securities	(12,471,934)
Proceeds from sale and maturities of investment securities	13,087,145
Interest on investments	768,323
Net cash provided by (used for) investing activities	1,383,534
Cash flow from noncapital financing activities:	
Intergovernmental revenue	0
Operating transfers in	0
Net cash provided by noncapital financing activities:	0
Net increase (decrease) in cash and cash equivalents	43,691
Cash and cash equivalents at beginning of year	769,649
Cash and cash equivalents at end of year	\$813,340

See accompanying notes to financial statements

Schedule of Noncash Activity:	Cost	Accum. Depr.	Gain (Loss)
Assets transferred	\$198,634	\$204,477	\$5,843
Assets retired	68,412	68,216	(196)
<p>Developers contributed \$760,000 in 1998 to purchase miscellaneous equipment and an ice rink, of which the City has repaid the developers \$293,272 in 1998 and \$207,626 in 1999.</p> <p>Customer deposits for water mains in the amount of \$36,089 were transferred to contributed capital.</p> <p>Donated Developer Customer water system extensions of \$100,375 were recorded as contributed capital.</p>			

<u>Fund Types</u>	<u>Totals</u>	
	<u>(Memorandum Only)</u>	
<u>Enterprise</u>	<u>1999</u>	<u>1998</u>
(5,889,750)	(18,361,684)	(19,580,728)
6,078,402	19,165,547	18,196,717
282,160	1,050,483	1,270,475
470,812	1,854,346	(113,536)
474,476	474,476	950,483
1,131,535	1,131,535	1,293,381
1,606,011	1,606,011	2,243,864
323,432	367,123	(236,859)
1,032,914	1,802,563	2,039,422
<u>\$1,356,346</u>	<u>\$2,169,686</u>	<u>\$1,802,563</u>

CITY OF LAKE CHARLES, LOUISIANA

Combining Balance Sheet - Component Units

September 30, 1999

	Ward Three Marshal- City Court	City Court of Lake Charles	Totals
ASSETS AND OTHER DEBITS			
Cash (Note 1-G)	\$81,989	\$608,472	\$690,461
Receivable			
Accounts (Note 1-I)	7,340	0	7,340
General Fixed assets (Note 5)	109,614	209,760	319,374
Amount to be provided for retirement of general- long-term debt	287,695	0	287,695
Total assets and other debits	\$486,638	\$818,232	\$1,304,870
LIABILITIES			
Accounts payable	\$55,795	\$25,727	\$81,522
Due to primary government	0	31,673	31,673
Escrow	0	280,853	280,853
Other liabilities	287,695	0	287,695
Total liabilities	343,490	338,253	681,743
EQUITY AND OTHER CREDITS			
Investment in general fixed assets	109,614	209,760	319,374
Fund balance:			
Undesignated	33,534	270,219	303,753
Total equity and other credits	143,148	479,979	623,127
Total liabilities, equity and other credits	\$486,638	\$818,232	\$1,304,870

See accompanying notes to financial statements

CITY OF LAKE CHARLES, LOUISIANA
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
Component Units
For Fiscal Year Ended September 30, 1999

	Ward Three Marshal- City Court	City Court of Lake Charles	Totals
Revenues:			
Fines and forfeitures	\$137,730	\$163,438	\$301,168
Intergovernmental	19,000	0	19,000
Miscellaneous	10,952	4,699	15,651
Total revenues	<u>167,682</u>	<u>168,137</u>	<u>335,819</u>
Expenditures:			
Current operating:			
General services	162,632	265,660	428,292
Capital outlay	17,354	37,033	54,387
Debt service:			
Principal retirement	6,229	0	6,229
Interest and fiscal charges	226	0	226
Total expenditures	<u>186,441</u>	<u>302,693</u>	<u>489,134</u>
 Excess (deficiency) of revenues over expenditures	 <u>(18,759)</u>	 <u>(134,556)</u>	 <u>(153,315)</u>
Other financing sources (uses):			
Operating transfers in	0	140,793	140,793
Total other financing sources (uses)	<u>0</u>	<u>140,793</u>	<u>140,793</u>
 Excess (deficiency) of rev and other over exp and other uses	 <u>(18,759)</u>	 <u>6,237</u>	 <u>(12,522)</u>
 Fund balance at beginning of year	 <u>52,293</u>	 <u>263,982</u>	 <u>316,275</u>
Fund balance at end of year	<u>\$33,534</u>	<u>\$270,219</u>	<u>\$303,753</u>

See accompanying notes to financial statements

CITY OF LAKE CHARLES, LOUISIANA

NOTES TO FINANCIAL STATEMENTS

September 30, 1999

1. Summary of Significant Accounting Policies

A. Reporting Entity

The City of Lake Charles, Louisiana (the City) was incorporated in 1867, and operates under a home rule charter which became effective in 1961. The City utilizes the Mayor-Council form of government and provides a full range of municipal services under a centralized system of administration.

The accounting and financial reporting policies of the City conform to generally accepted accounting principles as applicable to governments. Such policies also conform to the requirements of Louisiana Revised Statutes 24:517 and to the guides set forth in the Louisiana Municipal Audit and Accounting Guide, and to the industry audit guide, Audit of State and Local Governmental Units. Following is a summary of the more significant accounting policies.

Scope of Reporting

This report includes all funds and account groups which are directly controlled by the City, and which constitute the primary government as defined for financial reporting purposes. In accordance with generally accepted accounting principles, this report also includes component units, which are legally separate from the City but considered to be fiscally dependent on the primary government. Component units are discretely presented in this report, are reported for periods and balance sheet dates which differ from the City's, and have been separately audited. Further disclosures concerning such units are provided below.

Discretely Presented Component Units

Financial data of component units is displayed in the Component Unit column of the combined statements, and is segmented for the respective units in Exhibit 6 and 7. The reported component units are as follows:

City Court of Lake Charles:

This entity is created by state statutes, which provide for its governance by independently elected officials and has a jurisdictional area extending beyond the corporate limits of the City. Although legally separate, this entity is included as a component unit on the basis of financial interdependency which results from the statutory requirements that the City provide and maintain the physical facilities necessary for its operation. Financial data reported for the City Court component unit is from its separately audited financial statements for the fiscal year ended December 31, 1998. The financial report for the period ended December 31, 1999 has not yet been issued.

NOTES TO FINANCIAL STATEMENTS

Ward Three Marshal - City Court:

The office of Ward Three Marshal, which is governed by an independently elected official, is created in the same statutory manner as City Court and has a corresponding area of jurisdiction. Although legally separate, this entity is included as a component unit of the City on the basis of financial interdependency resulting from the statutory requirements that the City provide and maintain the physical facilities necessary for its operation. Financial data reported for this component unit are from its separately audited financial report for the year ended December 31, 1998. The financial report for the year ended December 31, 1999 has not yet been issued.

Complete financial statements of the individual component units are available from the City of Lake Charles at 326 Pujoe Street, Lake Charles, Louisiana 70601.

B. Fund Accounting

The accounts of the City 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 expenses, 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 seven generic fund types and three broad fund categories as follows:

GOVERNMENTAL FUNDS

General Fund - The General Fund is the general operating fund of the City. 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 special assessments, expendable trusts, or major capital projects) that are legally restricted to expenditures for specified purposes.

Debt Service Funds - Debt Service Funds are used to account for the accumulation of resources for, and the payment of, general long-term debt principal, interest, and related costs. Also included is the repayment of special assessment debt and the support provided through special assessment taxes.

Capital Projects Funds - Capital Projects Funds are used to account for financial resources to be used for the acquisition or construction of major capital facilities (other than those financed by proprietary funds and trust funds).

PROPRIETARY FUNDS

Internal Service Funds - Internal Service Funds are used to account for the financing of goods or services provided by one department or agency to other departments or agencies of the City, or to other governments, on a cost-reimbursement basis.

Enterprise Funds - Enterprise Funds are used to account for operations that are financed and operated in a manner similar to private business enterprise (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 governmental 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.

FIDUCIARY FUNDS

Trust and Agency Funds - Trust and Agency Funds are used to account for assets held by the City in a trustee capacity or as an agent for individuals, private organizations, other governments, and/or other funds. These include expendable trust, pension trust, and agency funds. As described below, pension trust funds are accounted for on the accrual basis of accounting; expendable trust funds and agency funds are accounted for on the modified accrual basis.

C. Fixed Assets and Long-Term Liabilities

The governmental funds and expendable trust funds focus on measurement in terms of "available spendable resources" or net current assets. The fixed assets and long-term liabilities associated with those funds therefore are not accounted for in the governmental funds themselves, but are instead reported in two separate account groups. The two account groups are not "funds." They are concerned only with the measurement of financial position, and are not involved with measurement of results of operation.

The General Fixed Assets Account Group accounts for fixed assets such as buildings and equipment which are used in governmental fund type operations. Public domain or infrastructure general fixed assets such as streets, bridges, drainage systems and sanitary sewer lines are not capitalized and are therefore not included in this account group. Fixed assets are valued at historical cost or estimated historical cost if actual cost is unavailable. Donated fixed assets are valued at their estimated fair market value on the date donated. No depreciation has been provided on general fixed assets.

The General Long-Term Debt Account Group is used to account for long-term liabilities expected to be financed from governmental funds. Because of their spending measurement focus, expenditure recognition for governmental fund types is limited to exclude amounts represented by non-current liabilities. Since they do not affect net current assets, such long-term amounts are not recognized as governmental fund type expenditures or fund liabilities, but are instead reported as liabilities in the General Long-Term Debt Account Group.

NOTES TO FINANCIAL STATEMENTS

The above-described treatment of non-current assets and liabilities is limited to those associated with governmental type funds. All proprietary and pension trust funds are accounted for on a cost of services or capital maintenance measurement focus which means that all assets and liabilities (whether current or non-current) associated with their activity are included on their balance sheets. Their reported fund equity (net total assets) is segregated into contributed capital and retained earnings components. Proprietary fund type operating statements present increases (revenues) and decreases (expenses) in net total assets.

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

Buildings	20-40 years
Improvements	40-60 years
Equipment	3-20 years

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, expendable trust funds and agency funds are accounted for using the modified accrual basis of accounting. Their revenues are recognized when they become measurable and available as net current assets. "Measurable" means the amount of the transaction can be determined, and "available" means collectible within the current period or soon enough thereafter to be used to pay liabilities of the current period.

Expenditures are generally recognized under the modified accrual basis of accounting when the related fund liability is incurred. However, principal and interest on general long-term debt are recognized as current fund liabilities and expenditures when they become due.

Those revenues susceptible to accrual include property taxes, special assessments, charges for services, interest revenue, and intergovernmental grants. Taxpayer-assessed sales, gross receipts, and license taxes and revenue from most forms of fines and permits are not susceptible to accrual, as they are usually not measurable until actually received.

All proprietary funds are accounted for using the accrual basis of accounting. Under this method, revenues are recognized when earned and expenses are recognized when incurred. The government applies all applicable FASB pronouncements in accounting and reporting for its proprietary operations.

E. Budgets and Budgetary Accounting

The City annually adopts and implements an operating and capital budget in accordance with requirements of the City Charter and applicable state law for the General Fund, Special Revenue Funds, Proprietary Funds and Pension Trust Funds. The Capital Projects Fund's budget is a project based capital budget. Policies and procedures with respect to budget adoption and budgetary control are as follows:

1. The Mayor submits the proposed operating budget for the fiscal year commencing October 1 to the City Council no later than August 15. This budget includes proposed expenditures and the means of financing them.
2. A summary of the proposed budget and notices of public hearing are published in accordance with statutory requirements.
3. The proposed budget is subject to one or more public hearings before the City Council prior to adoption by ordinance, which must occur no later than September 15. The City Charter requires a two-thirds vote of the City Council to amend the proposed budget submitted by the Mayor.
4. Expenditures are legally restricted to budgetary appropriations at the department level within the General Fund and at the fund level for Special Revenue Funds, which are not departmentalized. Revisions, which alter the total expenditures of any such department or fund, must be approved by budget amendment ordinance adopted by the City Council at the request of the Mayor. Transfers of budgeted amounts between expenditure objects or programs within the same department and fund are authorized to be made administratively by the Director of Finance.
5. Formal budgetary integration is employed as a management control device during the year for the General Fund, Special Revenue Funds, and the Capital Projects Fund, which is budgeted on a project basis. Formal budgetary integration is not employed in the Debt Service Funds because effective budgetary control is alternatively achieved through the respective bond indentures and provisions.
6. Budgets for the General, Special Revenue, and Capital Projects Funds are adopted on a basis consistent with generally accepted accounting principles (GAAP). Comparisons of budgeted and actual results of operation are presented for the General Fund and Special Revenue Funds in the accompanying financial statements. The Capital Projects Fund is not included in this budget and actual comparison, as the capital budget which encompasses that fund is presented on the basis of cumulative as opposed to annual budget amounts.
7. All budgetary appropriations except capital project budgets lapse at the end of each fiscal year.
8. Budgeted amounts are as originally adopted, or as amended by the City Council. The originally adopted General Fund budget was \$39,290,027. Amendments in the amount of \$712,352 resulted in the final General

NOTES TO FINANCIAL STATEMENTS

Fund budget of \$40,002,379 as presented in the accompanying statements. The originally adopted amount of all Special Revenue Funds was \$36,289,138. Amendments in the amount of \$1,128,828 resulted in the final total Special Revenue Fund budget of \$37,417,966. Amendments were initiated in response to revenue increases in the General Fund and to grant awards and grant balance carry-overs involving Special Revenue Funds.

F. Encumbrances

Encumbrance accounting, under which purchase orders, contracts, and other commitments for the expenditures of monies are recorded in order to reserve that portion of the applicable appropriation, is employed as an extension of formal budgetary integration in the General Fund, Special Revenue Funds, and Capital Projects Funds.

In accordance with generally accepted accounting principles, outstanding encumbrances at year end for which goods or services are received are reclassified to expenditures and accounts payable. All other encumbrances in the annual budgeted funds are reversed at year end and are either canceled or are included as reappropriations of fund balance for the subsequent year. Encumbrances at year end in funds that are budgeted on a project basis, including Enterprise Fund construction projects, are carried forward along with their related appropriations and are not subject to an annual cancellation and reappropriation.

G. Cash and Investments

The City maintains a cash and investment pool that is available for use by all funds. Each fund type's portion of this pool is displayed on the combined balance sheet within "cash and investments" or "restricted cash and investments" where applicable. In addition, investments are separately held by several of the City's funds. Legal and contractual provisions with respect to deposits and investments are substantially the same for all funds and fund types.

Deposits

The City's deposits are categorized above in accordance with GASB Statement No. 3 to give an indication of the level of risk assumed at year end. Category 1, which represents the lowest level of risk, includes deposits that are insured or collateralized with securities held by the City or its agent in the City's name. Category 2 includes collateralized securities held by the financial institution's trust department or agent in the City's name. Category 3, which represents the greatest level of risk according to GASB Statement No. 3, includes uninsured and unregistered investments which are not protected by collateral, or for which securities are not held in the City's name either by the City, a pledging institution's trust department, or a custodial agent which is independent of the pledging institution.

Demand deposits of the City are maintained under a banking agreement in which account balances are swept into an automatic overnight repurchase agreement utilizing U.S. Treasury and government agency securities. The agreement provides that the entire balance be collateralized without regard to any deduction for federal deposit insurance. The bank balance

NOTES TO FINANCIAL STATEMENTS

of such deposits at September 30, 1999 was \$7,430,914 (carrying amount \$4,680,598), which was entirely collateralized by securities held by the City's third party custodial agent in the City's name (Category 1).

The total includes restricted cash in the amount of \$275,885 from customer deposits in the Water Utility Enterprise Fund. The amounts do not include petty cash of \$21,765 or \$237,464 that is on deposit with a third party for the administration of the City's insurance claims. It also does not include a cash overdraft of \$77,966 reported as accounts payable in the Community Development Special Revenue Fund and \$359,626 reported as accounts payable in the Grants and Donation Special Revenue Fund.

The carrying amounts of cash deposits for component units at their respective balance sheet dates were \$608,472 for City Court and \$81,989 for the Ward Three Marshal. These amounts were fully covered by federal deposit insurance.

Investments

The City's investments are categorized above in accordance with GASB Statement No. 3 to give an indication of the level of risk assumed at year end. Category 1, which represents the lowest level of risk, includes investments that are insured or registered or for which the securities are held by the City or its agent in the City's name. Category 2 includes uninsured and unregistered investments with the securities held by the financial institution's trust department or agent in the City's name. Category 3, which represents the greatest level of risk according to GASB Statement No. 3, includes uninsured and unregistered investments for which securities are not held in the City's name either by the City, a pledging institution's trust department, or a custodial agent which is independent of the pledging institution.

The City's investment program is limited to purchases of securities issued or guaranteed by the U.S. government and its agencies, and participation in the Louisiana Asset Management Pool, Inc., a local government investment pool which invests in short-term U.S. government securities and repurchase agreements collateralized by such securities. Investments are carried at fair value.

Carrying amounts at September 30, 1999 were as follows:

	<u>Carrying Amount</u>
U.S. Treasury and agency obligations held by the City or the City's agent in the City's name (Category 1)	\$ 63,014,855
Investment in Louisiana Asset Management Pool (Uncategorized)	<u>4,463,074</u>
Total	<u>\$ 67,477,929</u>

The investment in Louisiana Asset Management Pool is not classified into any of the three credit risk categories, as the City's shares in the pool are not evidenced by securities which exist in either physical or book

entry form. All other investments and deposits were maintained under Category 1.

H. Cash Flow Statement

For purposes of the statement of cash flows, the City considers all highly liquid investments (including restricted assets) with a maturity of three months or less when purchased to be cash equivalents. There was no interest expense during the year with respect to the funds reported on the statement of cash flows.

I. Allowance for Estimated Uncollectible Receivables and Concentration of Credit Risk

An allowance for estimated uncollectible receivables is established based on historical collection experience and other relevant circumstances. An allowance of \$364,711 in the General Fund is applicable to grass cutting liens and lot cleaning receivables. An allowance of \$45,609 in the Waste Water Special Revenue fund is applicable to the sewer user fee receivable. An allowance of \$103,040 in the Water Utility Enterprise Fund is applicable to the water service receivable at September 30, 1999.

There appears to be concentration of credit risk with regard to general accounts receivable and more specifically accounts receivable for water and sewer user fees in the Waste Water Special Revenue Fund and the Water Utility Enterprise Fund. The City's ability to collect the amounts due from the users of the City water and sewer system and others (as reflected on the financial statements) may be affected by significant economic fluctuations, natural disaster or other calamity in this one concentrated geographic location.

J. Inventory

Inventory is valued at average cost. Inventory in the General Fund consists of materials and supplies held for consumption, and is accounted for under the consumption method where expenditures are recorded when the goods are used. This inventory is offset by a reservation of fund balance that indicates that although inventories are a component of net current assets, they do not constitute "available spendable resources." Inventories are also held in the Enterprise funds. These consist of concession supplies held for sale to the public and materials held for water system maintenance and improvements.

K. Prepaid Items

Payments made to vendors for services that will benefit subsequent periods are recorded as prepaid items. A portion of the affected fund balances equal to the prepaid items has been reserved to indicate that it is not available for appropriation.

L. Vacation and Sick Pay

Vacation (annual leave) in the amount of \$26,924 is recorded in the governmental funds. This is the amount estimated to be paid during the first quarter of the subsequent fiscal year based on 3 years of history. The unpaid portion relating to governmental funds is recorded in the

NOTES TO FINANCIAL STATEMENTS

General Long-Term Debt Account Group, and amounted to \$1,293,023 at September 30, 1999. Vacation is accrued when incurred in the Proprietary Funds. The entire total of \$315,715 is reported as a long-term liability, as any current portions were immaterial.

Vacation is based on the number of years service and is earned as follows:

First four years	10 days
Five to nine years	15 days
Ten to nineteen years	20 days
Nineteen years and over	25 days

Sick pay is based on the number of years service and is carried as follows:

First three years	8 hours per month
Four years and over	12 hours per month

Sick pay is not vested except at retirement, where accumulated sick pay hours up to six hundred (600) are payable to non-civil service retirees. The termination payment liability was calculated by developing a ratio based on historical data of sick leave paid at termination compared with sick leave accumulated and by applying that ratio to the sick leave accumulated by the current employee population as of September 30, 1999. Current sick pay benefits of \$13,832 are recorded in the governmental funds. This is the amount estimated to be paid during the first quarter of the subsequent fiscal year base on three years of history. The unpaid portion relating to governmental funds is recorded in the General Long-Term Debt Account Group, and amounted to \$342,782 at September 30, 1999. The termination payment liability in the Proprietary Funds amounted to \$137,782 at September 30, 1999. The entire amount is recorded as a long term liability within the funds as current portions paid during the first quarter of the subsequent fiscal year were immaterial.

M. Compensatory Time

City employees may receive compensatory time off with pay in lieu of overtime pay for work in excess of regular scheduled hours. Accumulation of unused compensatory time is limited, and any unused or unpaid portion is payable upon separation from employment. Compensatory time is accrued when incurred in the Proprietary Funds. The accrued total recorded in those funds at September 30, 1999 is \$33,262. The current portion of compensatory time relating to governmental funds amounted to \$1,779 at September 30, 1999. The balance of \$180,167 is recorded in the General Long-Term Debt Account Group.

N. Comparative Data

Comparative total data for the prior year has been presented in the accompanying financial statements in order to provide an understanding of changes in the City's financial position and operations. However, comparative (presentation of prior year's totals by fund type) data have not been presented in each of the statements since their inclusion would make the statements unduly complex and difficult to read. These items are available through the supplemental data section of this report.

O. Total Columns on Combined Statements-Overview

Total columns on the Combined Statements-Overview are captioned "Memorandum Only" to indicate they are presented only to facilitate financial analysis. Data in these columns do not present financial position, results of operation, or cash flows in conformity with generally accepted accounting principles. Neither is such data comparable to a consolidation. Interfund eliminations have not been made in the aggregation of this data.

2. Property Tax

The City levies taxes on real and business personal property located within its boundaries. Property taxes are levied by the City on property values assessed by the Calcasieu Parish Tax Assessor and approved by the State of Louisiana Tax Commission. The distribution of the City's levy (tax rate per \$1,000 assessed value) to its funds was as follows for 1998 and 1999:

Tax	Fiscal Year 1999	Fiscal Year 1998
General Alimony	6.09	6.09
Special recreation	1.88	1.88
Employee salary	5.63	5.63
Special street improvement	2.54	2.54
Totals	16.14	16.14

The City levies the maximum tax allowed by state statutes and the Louisiana Constitution for general government services. The City property taxes must be levied by December 1st of each year. Property taxes are due by December 31st and are delinquent by January 1st. Delinquent property taxes are assessed interest at one and one-quarter percent per month for the period of delinquency. Property owners with taxes still delinquent by March 1st are notified by certified mail that they have twenty days to pay delinquent property taxes. The lien date is the date in which the tax assessor files the tax roll with the Clerk of Court, which is the same as the levy date. Sale of delinquent properties is held each year as soon as possible after May 1st. Most taxes are collected in December, January and February.

NOTES TO FINANCIAL STATEMENTS

3. Segment Information

The City maintains four Enterprise Funds. Segment information as of and for the year ended September 30, 1999 is as follows:

	Civic Center	Golf Course	Transit	Water Utility	Total
Operating revenues	\$1,582,948	\$1,152,147	\$ 53,431	\$6,476,055	\$9,264,581
Depreciation expenses	914,858	66,429	104,090	963,407	2,048,784
Operating income (loss)	(1,462,527)	11,823	(958,510)	803,011	(1,606,203)
Other nonoperating Revenue (expenses)	50,480	19,149	9,227	215,669	294,525
Operating grants - governmental	200,187	0	493,127	0	693,314
Operating transfer in	527,619	41,412	352,158	210,346	1,131,535
Net income (loss)	(684,245)	79,044	(104,089)	1,228,108	518,818
Property, plant and equipment:					
Additions	1,329,076	71,963	8,999	666,047	2,076,085
Deletions	2,053	0	10,091	58,394	70,538
Current contributed capital	1,312,374	0	0	656,948	1,969,322
Net working capital	1,553,423	415,179	297,968	4,465,145	6,731,715
Total assets	14,659,373	1,966,854	584,576	38,741,867	55,952,670
Total equity	14,411,837	1,861,511	507,564	37,380,960	54,161,872

4. Grants from Other Governmental Units

Federal and state governmental units represent an important source of supplemental funding used to finance housing, construction programs, and other activities beneficial to the City. These funds, primarily in the form of grants, are recorded in the General, Special Revenue, and Enterprise Funds. A grant receivable is recorded when the City has a right to reimbursement under the related grant. The grants normally specify the purpose for which the funds may be used and are subject to audit by the granting agency or its representative using standards established under the Single Audit Act of 1984 and OMB Circular A-133. The compliance audit report is not included within this report but will be issued as a separate supplementary report.

NOTES TO FINANCIAL STATEMENTS

During 1998-1999 and 1997-1998, the following amounts under various grants and entitlements are recorded in the accompanying financial statements:

Fund	1998-99	1997-98
Community Development	2,455,451	2,135,449
Grants and Donations Fund	1,387,998	978,499
Transit Enterprise Fund	493,127	586,444

5. Changes in General Fixed Assets

A summary of changes in general fixed assets follows:

Asset	Balance 10-1-98	Additions	Transfers Retirements	Balance 9-30-99
Land	\$ 8,411,314	\$2,054,459	\$ 0	\$10,465,773
Buildings	10,953,226	149,810	(46,000)	11,057,036
Improvements	22,013,057	798,627	0	22,811,684
Equipment	16,777,727	2,484,914	(614,434)	18,648,207
Total	\$58,155,324	\$5,487,810	\$(660,434)	\$62,982,700

A summary of proprietary funds type property and equipment at September 30, 1999 is as follows:

INTERNAL SERVICE FUNDS
RISK MANAGEMENT:

Description	Life in Years	Costs	Accumulated Depreciation	Net	Current Year Depreciation
Office equipment	5	\$33,764	\$25,419	\$ 8,345	\$3,612
Vehicles	3-5	22,485	19,290	3,195	2,959
Totals		\$56,249	\$44,709	\$11,540	\$6,571
Changes during year:					
Balance, beginning Of year		\$54,899	\$38,138	\$16,761	
Additions		1,350	0	1,350	
Retirements		0	0	0	
Depreciation		0	6,571	(6,571)	
Contributions from (to) other funds		0	0	0	
Balance, end of year		\$56,249	\$44,709	\$11,540	

VEHICLE REPLACEMENT:

Description	Life in Years	Costs	Accumulated Depreciation	Net	Current Year Depreciation
Vehicles	3-7	\$1,222,751	\$633,626	\$589,125	\$168,273
Changes during year:					
Balance, beginning of year		\$1,157,755	\$688,201	\$469,554	
Additions		287,844	0	287,844	
Retirements		0	0	0	
Depreciation		0	168,273	(168,273)	
Contributions from (to) other funds		(222,848)	(222,848)	0	
Balance, end of year		\$1,222,751	\$633,626	\$589,125	

* Assets in the Internal Service Funds are depreciated using the straight-line basis.

ENTERPRISE FUNDS

CIVIC CENTER:

Description	Life in Years	Costs	Accumulated Depreciation	Net	Current Year Depreciation
Buildings and structures	40	\$19,035,193	\$12,017,689	\$7,017,504	\$477,192
Improvements	10-30	4,824,067	478,986	4,345,081	298,990
Equipment: Auto and trucks	5-7	101,040	36,211	64,829	8,555
Construction in progress		254,543	0	254,543	0
Equip, furniture and Fixtures	3-10	2,926,584	1,689,318	1,237,266	130,121
Totals		\$27,141,427	\$14,222,204	\$12,919,223	\$914,858
Changes during year:					
Balance, beginning of year		\$26,298,376	\$13,316,024	12,982,352	
Additions		851,733	0	851,733	
Retirements		(2,053)	(2,053)	0	
Depreciation		0	914,858	(914,858)	
Contributions from (to) other funds		(6,629)	(6,625)	(4)	
Balance, end of year		\$27,141,427	\$14,222,204	\$12,919,223	

NOTES TO FINANCIAL STATEMENTS

GOLF COURSE:

Description	Life in Years	Costs	Accumulated Depreciation	Net	Current Year Depreciation
Land		\$1,065,698	\$0	\$1,065,698	\$0
Buildings and structures	20	589,262	378,692	210,570	22,108
Equipment	3-6	534,430	331,805	202,625	44,321
Totals		\$2,189,390	\$710,497	\$1,478,893	\$66,429
Changes during year:					
Balance, beginning of year		\$2,066,057	\$599,358	\$1,466,699	
Additions		71,963	0	71,963	
Retirements		0	0	0	
Depreciation		0	66,429	(66,429)	
Contributions from (to) other funds		51,370	44,710	6,660	
Balance, end of year		\$2,189,390	\$710,497	\$1,478,893	

PUBLIC TRANSIT:

Description	Life in Years	Costs	Accumulated Depreciation	Net	Current Year Depreciation
Buses	10	\$1,210,158	\$ 962,508	\$247,650	\$100,053
Equipment	4-6	41,986	41,293	693	4,037
Totals		\$1,252,144	\$1,003,801	\$248,343	\$104,090
Changes during year:					
Balance, beginning of year		\$1,264,056	\$911,532	\$352,524	
Additions		0	0	0	
Retirements		(10,091)	(10,091)	0	
Depreciation		0	104,090	(104,090)	
Contributions from (to) other funds		(1,821)	(1,730)	(91)	
Balance, end of year		\$1,252,144	\$1,003,801	\$248,343	

NOTES TO FINANCIAL STATEMENTS

WATER UTILITY:

Description	Life in Years	Costs	Accumulated Depreciation	Net	Current Year Depreciation
Land		\$231,985	\$0	231,985	\$0
Buildings and structures	40	577,212	331,952	245,260	12,764
Improvements other than buildings	40	41,094,444	11,199,931	29,894,513	775,361
Construction in progress		2,124,693	0	2,124,693	0
Equipment: Auto and trucks	5-7	990,769	622,810	367,959	120,980
Furniture and Fixtures	3-10	880,885	515,826	365,059	54,302
Totals		\$45,899,988	\$12,670,519	\$33,229,469	\$963,407
Changes during year:					
Balance, beginning of year		\$43,201,276	\$11,781,168	\$31,420,108	
Additions		2,773,686	0	2,773,686	
Retirements		(56,268)	(56,072)	(196)	
Depreciation		0	963,407	(963,407)	
Contributions from (to) other funds		(18,706)	(17,984)	(722)	
Balance, end of year		\$45,899,988	\$12,670,519	\$33,229,469	

* Assets in the Enterprise Funds are depreciated using the straight-line basis.

6. Long-Term Debt

The following is a summary of changes to various types of Long-term debt for the year ended September 30, 1999:

	Balance 10-1-98	Additions	Retirements	Balance 9-30-99
Special assessment bonds	\$128,459	\$ 0	\$ 75,278	\$ 53,181
Accrued leave benefits	1,686,455	256,187	126,670	1,815,972
Police Benefit Guarantee	1,212,519	0	277,598	934,921
Sales tax increment financing agreement	4,000,000	0	361,357	3,638,643
Pension refunding bonds payable	12,655,000	0	570,000	12,085,000
Totals	\$19,682,433	\$256,187	\$1,410,903	\$18,527,717

NOTES TO FINANCIAL STATEMENTS

Bonds payable as of September 30, 1999 are comprised of the following individual issues:

Special Assessment Bonds:

\$96,299	1983-01	Paving Certificates due in annual installments of \$6,420 through 2000; interest rate at an average of 9.79%	\$ 6,420
\$234,655	1983-02	Paving Certificates due in annual installments of \$16,761 through 2000; interest rate 9.25%	16,761
\$60,000	1988-207	Paving Certificates due in annual installments of \$6,000 through 2000; interest rate 8%	6,000
\$120,000	1990-01	Paving Certificates due in annual installments of \$12,000 through 2001; interest rate 7.796%	<u>24,000</u>
			<u>53,181</u>

Other Long-Term Debt:

		Accrued leave payable (Note 1-L and 1-M)	1,815,972
\$3,600,000		Series 1998A Tax-exempt Refunding Bonds due in annual amounts of \$370,000 in 2010 and \$1,030,000 to \$1,125,000 from 2011 through 2013; interest rates at 4.55% to 4.70%	3,600,000
\$9,055,000		Series 1998B Taxable Refunding Bonds due in annual amounts of \$540,000 to \$910,000 through 2010 and \$805,000 in 2014; interest rates at 7.77% to 6.55%	8,485,000
\$934,921		Estimated liability for police benefit guarantees (Note 10)	934,921
\$4,000,000		Sales Tax Increment Reimbursement Agreement Prien Lake Mall expansion project; payable semiannually at 50% of incremental sales tax revenue increase received by city from project site during a term not to exceed ten years from October 1, 1999	<u>3,638,643</u>
			<u>18,474,536</u>
		Total long-term debt	<u>18,527,717</u>

NOTES TO FINANCIAL STATEMENTS

The annual requirements to amortize all debt outstanding as of September 30, 1999, including interest payments of \$6,011,623 are as follows:

Annual Requirements to Amortize Long-Term Debt
September 30, 1999

Year Ending September 30,	Special Assessment	Other Long - Term Debt	Total
2000	\$45,670	\$ 3,674,534	\$3,720,204
2001-2005	12,936	9,712,904	9,725,840
2006-2010	0	6,423,024	6,423,024
2011-2015	0	4,653,830	4,653,830
2016-2020	0	16,442	16,442
Totals	\$58,606	\$24,480,734	\$24,539,340

The amount available in the Debt Service Fund to service the special assessment bonds, for which the government is obligated to repay if the property owners default, is \$952,589, which exceeds the amount of outstanding debt. The amount available in the Debt Service Fund is \$1,481,954 to service the refunding bonds. There are a number of limitations and restrictions contained in the various bond indentures. The City is in compliance with all significant limitations and restrictions.

7. Deferred Compensation

Employees of the City of Lake Charles may participate in deferred compensation plans authorized by Internal Revenue Code Section 457, which provides that employees may elect to defer a portion of their salaries and avoid paying taxes on the deferred portion until the withdrawal date. Deferred compensation is not available for withdrawal until termination, retirement, death, or unforeseeable emergency. The City is not liable for losses in the existing plans, the assets of which are subject to varying degrees of market risk among investment options available to participants.

Under the provisions of Section 457 in effect prior to 1997, deferred compensation assets were legally the property of the employer, and have therefore been recorded in the City's financial statements as an agency fund. Pursuant to recent amendment of Section 457, the City's existing plans have been modified to place their assets in trust for the participants. As a result, the City will be neither a legal owner nor a custodian of such assets, which are no longer recorded in the City's financial statements.

The balance of \$2,399,306 for deferred compensation plans was recorded as an asset (investments) and a liability (deferred compensation benefits payable) in the Deferred Compensation Agency Fund for fiscal year ended September 30, 1998. In accordance with GASB Statement No. 31, these comparable amounts are not presented for fiscal year ended September 30, 1999 and September 30, 1998 has not been restated. Because these amounts were not previously reported as fund balance, no adjustment was necessary.

8. Other Required Individual Fund Disclosures

- A. Deficit retained earnings balances of Enterprise Funds as of September 30, 1999 were \$10,780,096 for the Civic Center and \$1,815,337 for Public Transit. These retained earnings deficits consist entirely of accumulated depreciation, as operating transfers to these funds are limited by management policy to the amounts of net loss exclusive of depreciation.
- B. Individual fund interfund receivable and payable balances. Such balances at September 30, 1999 were:

Fund	Interfund Receivable	Interfund Payable
Primary Government:		
General Fund	\$802,841	\$1,110,521
Special Revenue Fund:		
Drug Enforcement	32,826	0
Waste Water	40,344	5,310
Riverboat Gaming Fund	0	200,000
Community Development Fund	0	12,665
Grants and Donations Fund	24,811	24,130
Recreation Fund	85,669	0
Ten Year Sales Tax Fund	0	216,057
Central School Sales Tax Fund	0	155
Employee's Pay Sales Tax Fund	0	52,696
Debt Service Fund	25,000	188,643
Capital Projects Fund	894,283	0
Internal Service Fund:		
Risk Management Fund	0	947
Vehicle Replacement Fund	72	0
Enterprise Fund:		
Civic Center	330,711	0
Golf Course	667	2,588
Public Transit	558	10,539
Water Utility	3,385	416,903
Trust and Agency Funds		
Expendable Trust Veteran's Memorial Park	0	13
Total primary government	\$2,241,167	\$2,241,167

Discretely Presented Component Units:

As stated in Note 1, the City of Lake Charles has presented the financial statements of two component units. These component units have fiscal years that are different from the City's year end. As a result, one of the component units reflects an amount due to the primary government in the amount of \$31,673 as of December 31, 1998. This amount has been collected by the primary government as of September 30, 1999.

NOTES TO FINANCIAL STATEMENTS

C. Amounts due from other governmental units consisted of the following:

Primary Government:	
Mass Transit Operating Assistance Grant ended September 30, 1999	\$ 239,159
Calcasieu Parish Police Jury - Ward 3 Fire Protection Rebate	612,562
Calcasieu Parish Police Jury - D.A.R.E. Grant	0
U.S. Customs Department	191
Southwest District Law Enforcement Agency	2,000
Community Development Grant for year ended September 30, 1999	106,394
LA Department of Transportation	821,463
LA Commission on Law Enforcement and Admin. Of Criminal Justice Grant for year ended September 30, 1999	5,615
Housing & Urban Development Emergency Grants	74,741
U.S. Department of Justice	262,245
LA Department of Treasury	51,786
Total primary government	\$2,176,156

D. The amount of termination benefits recorded as expenditures in the governmental type funds at September 30, 1999 are as follows:

<u>General</u>	<u>Waste Water</u>	<u>Recreation</u>
\$115,337	\$309	\$11,024

E. The following is a listing of the excesses of expenditures over appropriations in individual funds for the fiscal year ended September 30, 1999. The operating transfers out in the Ten Year Sales Tax Special Revenue Fund exceeded its original budget amounts; however, the adopted budget specifically required that all receipts and balances of this fund be transferred out, without limitation to the estimated amounts shown in the budget.

NOTES TO FINANCIAL STATEMENTS

F. As of September 30, 1999 the City had the following significant commitments with respect to construction and other unfinished capital projects:

Description	Remaining Commitment
Governmental Funds:	
Common Street four-lane reconstruction	\$ 41,047
Second Avenue repair and reconstruction	162,326
Seventh Avenue and Legion Street paving	291,677
Twelfth Street reconstruction	420,452
Asphalt overlay program	296,241
Sale Street paving	118,714
Knapp Street paving	757,932
Hillcrest Street paving	480,925
Hollyhill Road paving	950,139
Evans Street paving	324,626
Seventh Street reconstruction	288,248
Roadside drainage at schools	91,347
Miscellaneous street projects	76,334
New recreation complex - infrastructure	1,788,901
Softball complex improvements	44,403
Second Avenue Recreation Center improvements	72,506
Purple Heart gym renovations	58,557
Tuten Park development	162,014
University Park recreation building	203,436
Columbus Circle recreation building	174,550
Waste Water plant renovations	811,538
Sewer collection system repairs	55,035
Sewer system extensions	496,500
New Fire Station No. 2	602,292
City Court renovations	2,104,900
New AMTRAK depot	135,532
Subtotal	11,010,172

Significant commitments continued:

Description	Remaining Commitment
Proprietary Funds:	
Southwest Water Plant	61,689
Nelson Road water main	613,482
Water main replacement	140,077
Water system extensions	730,267
Civic Center building renovations	726,867
Civic Center parking lot expansion	315,693
Transit vehicle acquisitions	944,459
Golf Course clubhouse renovations	35,155
Fire truck replacement (Risk Management Internal Service Fund)	485,890
Subtotal	4,053,579
Total	\$15,063,751

G. Unfavorable Revenue Variance in Special Revenue Funds

The total intergovernmental revenue of Special Revenue Funds was \$3,875,730, which was \$3,117,708 less than the amount budgeted. This unfavorable variance is attributable to variances in grant program revenues which are budgeted on the basis of grant awards but actually received as expenditure reimbursements in the Community Development and Grants and Donations funds. Such expenditure-driven revenue variances in Special Revenue Funds are exempted from the budgetary notification and amendment requirements otherwise applicable to the general and special revenue fund types under the Louisiana Local Government Budget Act.

G. Miscellaneous Activity

The City, in connection with the operation of the Police Department evidence room, holds certain assets, including cash. Such assets are not reported on the balance sheet since they are not City property until forfeited to the City by adjudication.

8. Risk Management Obligations

As of July 1, 1986 the City became self-insured with regard to workmen's compensation, auto liability, general liability, and a portion of police professional liability risk. The Risk Management Fund was established as an internal service fund at that date to account for all claims, expenses and administrative costs related to these self-insured and retained risks. The fund employs a claims adjuster to service and estimate claim losses, and uses both in-house legal staff and outside counsel for defense of self-insured claims. Excess risk or stop-loss coverages are used to limit retained risk where feasible, and the cost of such coverages is also paid through the Risk Management Fund.

As an internal service activity, the Risk Management Fund is a proprietary fund in which both current and long-term liabilities for claims and losses are recognized and reported when the liability is incurred. Financial resources are provided to the fund primarily through internal service charges that are distributed among other departments and funds in proportion to estimated risk and prior loss experience. A portion of the fund's accumulated resources is designated for catastrophic losses as provided by authorizing ordinance. All remaining fund equity is reserved for subsequent workmen's compensation and liability claims on an aggregate basis.

Total fund equity at September 30, 1999 was \$6,153,425, of which \$3,650,000 is designated for catastrophic losses. Specific ordinance authorization is required for payment of any claim in excess of \$100,000, or for any reduction or use of the amount designated for catastrophic losses. However, all estimable claims are accrued as current or long-term liabilities when incurred, without regard to the level of authorization required for payment.

As of May 22, 1998, the Risk Management Fund also accounts for payment of hazard insurance premiums and third party claims administration services under a comprehensive risk limitation and insurance program initiated on that date. Under this program, the City's retained risk for all covered forms of loss exposure is generally limited to a maximum of \$100,000 per claim or loss. Within the last three years there have been no settlements that have exceeded insurance coverage.

The City established a self-insurance program for employee health benefits as of January 1, 1993 and accounts for this program through a separate internal service fund. Retained earnings of that fund at September 30, 1999 were \$2,156,016. The amount of risk retained by the fund during 1999 was limited to \$75,000 per claimant through use of purchased stop-loss coverage.

Changes in the balances of claims liabilities during the past year are as follows:

	Risk Management	Employee Insurance	Totals
Unpaid claims, beginning of Fiscal year 1998:	\$4,445,636	\$550,000	\$4,995,636
Incurred claims	6,745,062	1,814,610	8,559,672
Claim payment	(4,097,152)	(1,814,610)	(5,911,762)
Unpaid claims, beginning of fiscal year 1999	7,093,546	550,000	7,643,546
Incurred claims	1,735,252	2,292,269	4,027,521
Claim payments	(1,486,214)	(2,292,269)	(3,778,483)
Total unpaid claims, September 30, 1999	\$7,342,584	\$550,000	\$7,892,584

9. Retirement Commitments

The City participates in three state-administered cost-sharing multiple-employer retirement systems, which together cover substantially all of the City's full-time employees: Municipal Employees' Retirement System, Municipal Police Employees' Retirement System and Firefighters' Retirement System of the State of Louisiana. Although separately administered by their respective boards of trustees, these systems are established and regulated by acts of the Louisiana Legislature with respect to membership and contribution requirements, plan benefits, and actuarial determination of funding requirements as provided by the state constitution. Additional disclosures with respect to the City's participation in these systems are provided below.

Municipal Employees' Retirement System

This system covers full-time municipal employees who are not eligible to participate in other state-administered defined benefit plans. Membership is generally mandatory for such employees of participating municipalities. The City of Lake Charles participates in "Plan B" of this system, in which employees are subject to federal social security coverage. A member of Plan B may retire at age 55 with 30 years of creditable service or at age 60 with 10 years of service. Benefits vest after 10 years of service, and are generally equal to two percent of the member's final three-year average salary times the number of years of creditable service. Active plan members are required to contribute 5 percent of regular earnings and the City is required to contribute at an actuarially determined rate, which currently is 4.5 percent of covered payroll.

The City of Lake Charles contributed to Plan B of Municipal Employees Retirement System a total of \$949,368, \$787,207 and \$839,651 for the years ended September 30, 1999, 1998 and 1997 respectively, which equals the required contribution for each year.

The Municipal Employees Retirement System issues a publicly available financial report, which may be obtained by writing to that system at 9737 Office Park Boulevard, Baton Rouge, LA 70809.

Municipal Police Employees' Retirement System

This system, which covers full-time police personnel in participating municipalities provides a pension benefit of three and one-third percent of average final salary for each year of service, with normal retirement eligibility ranging from age 55 with 12 years of service to any age with 25 years of service. Active plan members are required to contribute 7.5 percent of covered earnings and the City is required to contribute an actuarially determined rate, which currently is 9 percent of covered payroll.

The City of Lake Charles contributed a total of \$795,958, \$773,043 and \$744,183 to the Municipal Police Employees Retirement System for fiscal years ended September 30, 1999, 1998 and 1997 respectively, which equals the required contributions for each year. The financial report issued by this system may be obtained from Municipal Police Employees Retirement System, 8401 United Plaza Boulevard Suite 270, Baton Rouge, LA 70809-7017.

Firefighters' Retirement System of the State of Louisiana

This system, which covers full-time fire department employees who are not members of other retirement systems, has the same contribution requirements and major benefits provisions as the Municipal Police Employees' Retirement System described above. Employees are required to contribute 8 percent of covered earnings, and the City is required to contribute and actuarially determined rate which is currently 9 percent of covered payroll.

The City of Lake Charles' contributions to this plan were \$636,996, \$623,068, and \$614,959 for the years ended September 30, 1999, 1998 and 1997 respectively, which equals the required contributions for each year. The financial report for this system may be obtained from Firefighters Retirement System, P.O. Box 94095, Capitol Station, Baton Rouge, LA 70804-9095.

10. Other Post-employment Benefits - Police Benefit Guarantee

In connection with a 1983 merger of the former Lake Charles Police Pension and Relief Fund into the state-administered Municipal Police Employees Retirement System (MPERS), the City contractually guaranteed the continued availability of early retirement benefits to merged police employees with twenty or more years of service, for transitional benefit payments to those electing to terminate employment prior to attainment of the then-existing normal retirement age for commencement of MPERS pension benefits. As a result of subsequent liberalization of MPERS benefits, relatively few of the eligible participants have elected to receive the temporary City benefit prior to normal retirement under MPERS.

As of September 30, 1999, the City was paying post-employment benefits to two participants and had a potential liability for future benefits to two remaining active employees. Total payments during the year then ended were \$78,600; the maximum liability for subsequent payments was established at \$934,921 that is recorded in the General Long-Term Debt Account Group. Payments are funded on a cash basis through a related debt service fund, which is supported by periodic General Fund transfers. The balance available in the debt service fund as of September 30, 1999 was \$527,550, which represents 56 percent of the maximum future liability. Based on prior experience, the liability ultimately resulting from future employee benefit election is likely to be substantially less than the projected maximum.

11. Contingencies and Commitments

The City has outstanding a number of contracts, the breach of any of which could result in a liability to the City. The amount of the liability to the City at September 30, 1999, if any, is not estimable.

12. Federally Assisted Grant Programs

The City participates in a number of federally assisted grant programs, with the principal grantor agencies being the U.S. Department of Transportation and the Department of Housing and Urban Development. These programs are subject to compliance audits by the grantors or their representatives and the City's compliance with applicable grant requirements for the year ended September 30,

1999 will be established at some future date. The amount, if any, of expenditures which may be disallowed by the granting agencies cannot be determined at this time, although the City expects such amounts, if any, to be immaterial.

13. Dedication of Proceeds and Flow of Funds - Two Percent Sales and Use Tax

One Percent Sales and Use Tax:

Proceeds of the one percent sales tax levied by the City of Lake Charles (1999 collections \$13,312,712; 1998 collections \$12,282,721;) are collected by the General Fund and may be used for virtually any capital or operating needs of the City of Lake Charles. This tax levy was originally authorized in 1965, and has been re-authorized for an additional 25 years from March 1, 1990.

Additional Dedicated One Percent Sales Tax:

In November, 1986, a sales tax election was held and the City of Lake Charles was authorized to collect an additional dedicated one percent sales tax levy for a period of five years commencing January 1, 1987. This tax has since been reauthorized for periods of five years extending through 1996 and ten years through 2006. Proceeds of this additional one percent sales tax levied by the City of Lake Charles (1999 collections \$13,312,712; 1998 collections \$12,282,721;) are collected by the Ten Year Sales Tax Special Revenue Fund and are dedicated on a percentage basis as follows:

Public safety purposes	20%
Waste water or sanitary sewerage services or facilities	16%
Recreation	8%
Certain types of capital improvements and public works services	56%

The taxes collected are distributed through interfund transfers to the respective funds and departmental operating budgets from which expenditures are made for purposes authorized.

Additional One-Quarter Percent Sales Tax:

The voters approved an additional sales tax levy of one-quarter of one percent in January 1995 for the purpose of increasing the pay and starting salaries of City employees. This tax levy is authorized for a period of ten years from its effective date of April 1, 1995, and is received by the Employee Pay Sales Tax Special Revenue Fund, from which transfers are made to other funds in proportion to increased payroll costs resulting from amendment of the City's employee pay plans. Collections for September 30, 1999 totaled \$3,270,504; 1998 collection were \$3,051,254.

14. Contributed Capital

Source	Risk Management	Vehicle Replacement	Civic Center	Golf Course	Transit	Water Division
Municipality -fixed assets	\$0	\$0	\$1,520,000	\$0	\$ 0	\$ 0
State government	0	0	0	0	0	581,876
Developers	0	0	(207,626)	0	0	136,464
Total additions	0	0	1,312,374	0	0	718,340
Depreciation on contributed assets	0	0	0	0	0	(61,392)
Contributed capital beg of year	710	375,000	23,879,559	1,565,879	2,322,901	3,277,393
Contributed Capital end of year	\$710	\$375,000	\$25,191,933	\$1,565,879	\$2,322,901	\$3,934,341

Total contributed capital from municipality agrees with the total residual equity transfers from the Governmental Fund Types.

15. Reconciliation of Total Proprietary Equity

	Internal Service Funds	Enterprise Funds	Total
Proprietary Fund Equity - Beginning	\$9,875,453	\$51,612,340	\$61,487,793
Net Income	(688,534)	580,210	(108,324)
Contributed Capital	0	1,969,322	1,969,322
Proprietary Fund Equity-Ending	\$ 9,186,919	\$54,161,872	\$63,348,791

* Enterprise Fund Net Income total includes \$61,392 added back to net income for depreciation on contributed assets.

**GENERAL
FUND**

GENERAL FUND

The General Fund is the principal fund of the City and is used to account for all activities of the City not included in other specified funds. The General Fund accounts for the normal recurring activities of the City (i.e. public safety, public works, general government, etc.)

CITY OF LAKE CHARLES, LOUISIANA
General Fund
Comparative Balance Sheet
September 30, 1999 and 1998

ASSETS	1999	1998
Cash	\$1,336,956	\$1,979,813
Investments	16,360,671	15,396,208
Receivable (net of allowances for estimated uncollectible):		
Accounts	225,611	174,512
Accrued interest	177,245	200,549
Intergovernmental	614,753	576,143
Due from other funds	802,841	120,743
Inventory, at cost	270,002	257,276
Prepaid items	78,791	90,001
Total assets	\$19,866,870	\$18,795,245
LIABILITIES AND FUND BALANCE		
Liabilities:		
Accounts payable	\$1,255,055	\$1,042,590
Due to other funds	1,110,521	336,097
Escrow	83,642	61,116
Accrued wages and benefits	31,394	28,122
Other liabilities	39,826	98,408
Total liabilities	2,520,438	1,566,333
Fund balance:		
Reserved for inventory	270,002	257,276
Reserved for prepaid items	78,791	90,001
Unreserved:		
Designated for subsequent year's expenditures	3,006,501	2,700,291
Undesignated	13,991,138	14,181,344
Total fund balance	17,346,432	17,228,912
Total liabilities and fund balance	\$19,866,870	\$18,795,245

CITY OF LAKE CHARLES, LOUISIANA

General Fund

Statement of Revenues, Expenditures, and Changes in Fund Balance

Budget (GAAP Basis) and Actual

Fiscal Year Ended September 30, 1999

With Comparative Actual Amounts for Fiscal Year Ended September 30, 1998

	1999		Variance Favorable (Unfavorable)	1998
	Budget	Actual		Actual
Revenues:				
Taxes	\$19,663,000	\$19,782,902	\$119,902	\$18,744,427
Licenses and permits	4,281,350	4,190,415	(90,935)	4,450,105
Intergovernmental	1,055,513	1,270,071	214,558	1,238,127
Charges for services	1,042,250	1,150,828	108,578	1,171,514
Fines and forfeitures	363,620	337,943	(25,677)	388,801
Miscellaneous	1,300,000	1,869,866	569,866	1,571,461
Total revenues	27,705,733	28,602,025	896,292	27,564,435
Expenditures:				
Current:				
General government	1,946,092	1,862,650	83,442	1,808,571
Finance	1,125,680	1,079,025	46,655	1,034,447
Public safety	15,046,374	13,863,963	1,182,411	14,629,067
Personnel	290,215	279,545	10,670	227,847
Public works	10,185,050	9,471,707	713,343	8,916,532
Planning	1,260,644	1,186,746	73,898	1,149,779
General services	2,630,224	2,493,605	136,619	2,006,759
Total expenditures	32,484,279	30,237,241	2,247,038	29,773,002
Excess (deficiency) of rev over exp	(4,778,546)	(1,635,216)	3,143,330	(2,208,567)
Other financing sources (uses):				
Operating transfers in	9,084,003	9,135,482	51,479	8,553,260
Operating transfers out	(7,198,100)	(7,062,746)	135,354	(4,907,672)
Total other financing sources (uses)	1,885,903	2,072,736	186,833	3,645,588
Excess (deficiency) of rev and other sources over exp	(2,892,643)	437,520	3,330,163	1,437,021
Fund balance at beginning of year	17,228,912	17,228,912	0	16,085,163
Residual equity transfer out	(320,000)	(320,000)	0	(293,272)
Fund balance at end of year	\$14,016,269	\$17,346,432	\$3,330,163	\$17,228,912

CITY OF LAKE CHARLES, LOUISIANA
General Fund

Schedule of Revenues Compared to Budget (GAAP Basis)

Fiscal Year Ended September 30, 1999

With Comparative Actual Amounts for Fiscal Year Ended September 30, 1998

		1999		Variance	1998
REVENUES		Budget	Actual	Favorable (Unfavorable)	Actual
TAXES					
	Mill				
Alimony property tax	6.09	\$1,837,000	\$1,830,610	(\$6,390)	\$1,825,113
Street improvement taxes	2.54	762,000	763,477	1,477	758,476
Employee salary	5.63	1,689,000	1,692,265	3,265	1,681,165
Sales tax-excess		13,200,000	13,312,712	112,712	12,282,721
Occupational licenses		2,175,000	2,183,838	8,838	2,196,952
		<u>19,663,000</u>	<u>19,782,902</u>	<u>119,902</u>	<u>18,744,427</u>
LICENSES AND PERMITS					
Gas franchise		360,000	331,305	(28,695)	393,389
Electric franchise		3,100,000	3,018,078	(81,922)	3,144,286
Cable TV franchise		420,000	417,689	(2,311)	430,158
Wrecker fees		2,000	2,900	900	3,300
Taxi permits		750	1,210	460	857
Building permits		160,000	174,639	14,639	193,797
Electric permits and licenses		52,700	60,316	7,616	65,182
Street cutting permits		500	80	(420)	390
Plumbing permits and licenses		37,400	46,948	9,548	45,691
Whiskey permits		89,600	84,700	(4,900)	104,475
Beer permits		17,000	15,545	(1,455)	20,170
Mechanical permits and licenses		26,400	24,705	(1,695)	31,836
Bingo permits		5,800	5,040	(760)	6,451
Other		9,200	7,260	(1,940)	10,123
		<u>4,281,350</u>	<u>4,190,415</u>	<u>(90,935)</u>	<u>4,450,105</u>
INTERGOVERNMENTAL AGENCIES					
State revenue:					
Beer taxes		130,000	124,615	(5,385)	143,151
Tobacco taxes		315,159	315,163	4	315,158
Department of Transportation		78,600	77,779	(821)	78,579
Local revenue:					
Payment in lieu of taxes-					
Housing Authority		32,000	71,969	39,969	49,198
Calcasieu Parish Police Jury		62,754	62,754	0	62,754
Ward 3, Calcasieu Parish fire protection rebate		430,000	612,562	182,562	575,586
Other governmental revenue		7,000	5,229	(1,771)	13,701
		<u>1,055,513</u>	<u>1,270,071</u>	<u>214,558</u>	<u>1,238,127</u>

CITY OF LAKE CHARLES, LOUISIANA

General Fund

Schedule of Revenues Compared to Budget (GAAP Basis)

Fiscal Year Ended September 30, 1999

With Comparative Actual Amounts for Fiscal Year Ended September 30, 1998

REVENUES	1999		Variance Favorable (Unfavorable)	1998
	Budget	Actual		Actual
CHARGES FOR SERVICES				
Zoning fees	20,500	23,981	3,481	28,899
Accident report sales	36,000	53,153	17,153	37,560
Inspection fees	700	1,335	635	1,200
Grass cutting and lot clearing	115,000	159,161	44,161	130,595
Demolition charges	4,000	54,332	50,332	50,091
Overhead from Transit system	240,000	179,685	(60,315)	253,252
Overhead from Summer Food	3,300	0	(3,300)	0
Overhead from Community Development	23,000	23,100	100	22,731
Overhead from Water Division	378,890	401,921	23,031	411,387
Overhead from Civic Center	89,010	95,090	6,080	80,854
Overhead from Golf Course	72,600	70,673	(1,927)	73,267
Incinerator fees	17,000	17,302	302	15,244
Other charges for services	42,250	71,095	28,845	66,434
	<u>1,042,250</u>	<u>1,150,828</u>	<u>108,578</u>	<u>1,171,514</u>
FINES AND FORFEITURES				
City court fines	311,000	299,927	(11,073)	320,198
City court costs	0	0	0	16,300
Driving while intoxicated fines	11,000	8,625	(2,375)	10,350
Parking fines	41,120	29,004	(12,116)	41,445
Forfeitures	500	387	(113)	508
	<u>363,620</u>	<u>337,943</u>	<u>(25,677)</u>	<u>388,801</u>
MISCELLANEOUS				
Interest on investments	430,000	712,459	282,459	570,709
Interest on property taxes	12,000	15,286	3,286	12,443
Interest and penalties on occupational licenses	28,500	32,328	3,828	26,398
Interest and penalties on sales tax	525,000	615,604	90,604	309,516
Interest on demand deposits	120,000	130,357	10,357	190,372
Oil and gas lease royalties	60,000	27,123	(32,877)	105,413
Rentals-Pioneer Building	47,500	75,966	28,466	22,807
Leases	5,200	5,189	(11)	5,075
Telephone commissions	2,500	3,206	706	2,874
Insurance claims and rebates	25,000	47,001	22,001	44,445
Miscellaneous	38,300	197,342	159,042	275,362
Sale of property and equipment	6,000	8,005	2,005	6,047
	<u>1,300,000</u>	<u>1,869,866</u>	<u>569,866</u>	<u>1,571,461</u>
Total revenues	<u>\$27,705,733</u>	<u>\$28,602,025</u>	<u>\$896,292</u>	<u>\$27,564,435</u>

CITY OF LAKE CHARLES, LOUISIANA

General Fund

Schedule of Expenditures Compared to Budget (GAAP Basis)

Fiscal Year Ended September 30, 1999

With Comparative Actual Amounts for Fiscal Year Ended September 30, 1998

EXPENDITURES	1999		Variance Favorable (Unfavorable)	1998
	Budget	Actual		Actual
GENERAL GOVERNMENT				
Personal services	\$1,495,918	\$1,455,559	\$40,359	\$1,383,822
Materials and supplies	71,183	62,140	9,043	49,944
Other services and charges	368,435	334,396	34,039	370,653
Capital outlay	10,556	10,555	1	4,152
	<u>1,946,092</u>	<u>1,862,650</u>	<u>83,442</u>	<u>1,808,571</u>
FINANCE				
Personal services	680,318	653,775	26,543	632,976
Materials and supplies	20,478	11,816	8,662	20,986
Other services and charges	422,884	411,759	11,125	380,485
Capital outlay	2,000	1,675	325	0
	<u>1,125,680</u>	<u>1,079,025</u>	<u>46,655</u>	<u>1,034,447</u>
PUBLIC SAFETY				
Fire Department:				
Personal services	5,552,846	5,289,564	263,282	5,031,585
Materials and supplies	275,960	235,608	40,352	172,901
Other services and charges	525,780	482,524	43,256	598,639
Capital outlay	195,550	131,938	63,612	92,783
Debt service	0	0	0	876,647
	<u>6,550,136</u>	<u>6,139,634</u>	<u>410,502</u>	<u>6,772,555</u>
Police Department:				
Personal services	6,142,682	5,622,479	520,203	5,374,410
Materials and supplies	596,142	485,173	110,969	500,727
Other services and charges	1,046,004	929,465	116,539	1,206,709
Capital outlay	711,410	687,212	24,198	401,550
Debt service	0	0	0	373,116
	<u>8,496,238</u>	<u>7,724,329</u>	<u>771,909</u>	<u>7,856,512</u>
Total public safety	<u>15,046,374</u>	<u>13,863,963</u>	<u>1,182,411</u>	<u>14,629,067</u>

CITY OF LAKE CHARLES, LOUISIANA

General Fund

Schedule of Expenditures Compared to Budget (GAAP Basis)

Fiscal Year Ended September 30, 1999

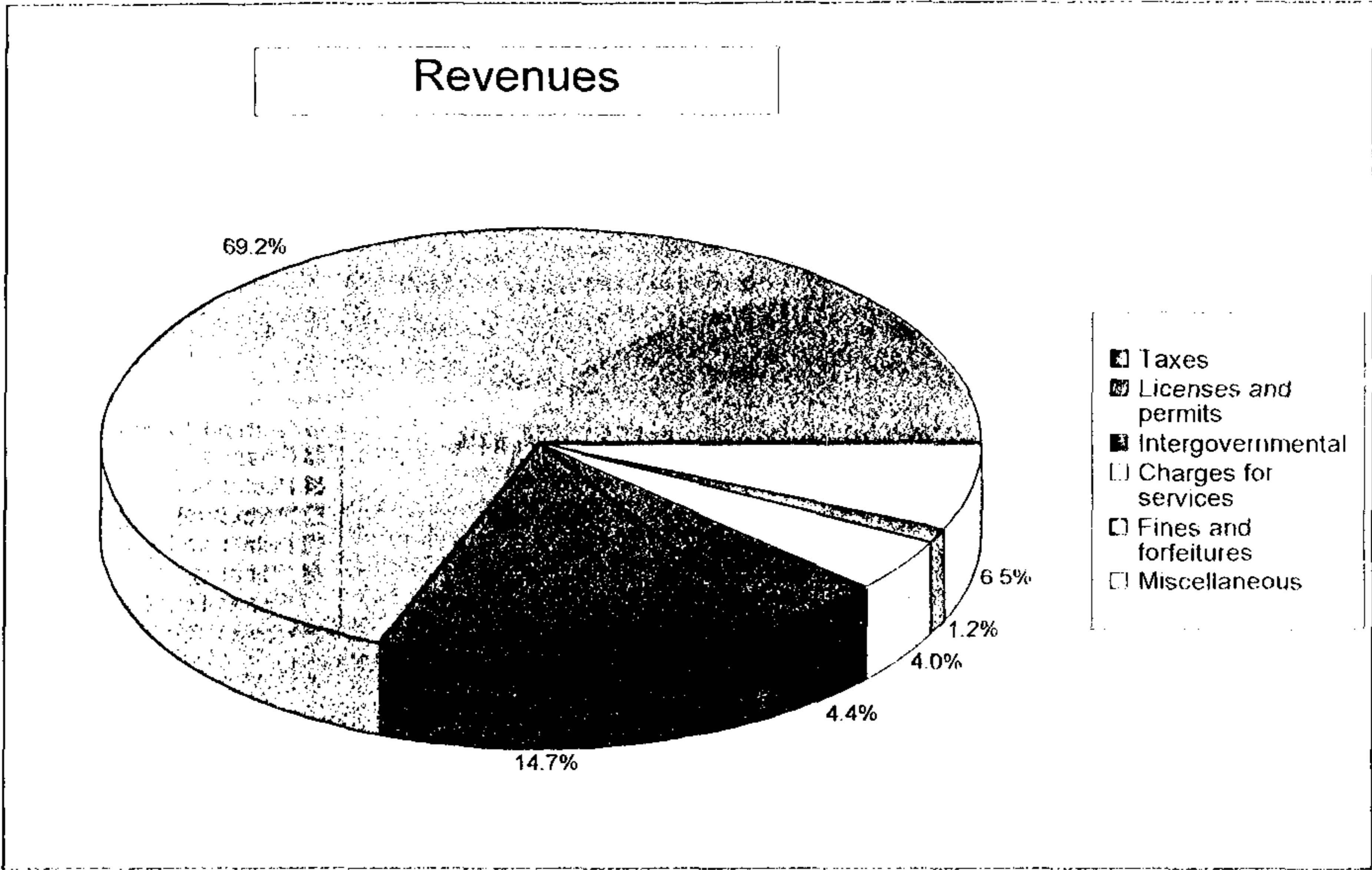
With Comparative Actual Amounts for Fiscal Year Ended September 30, 1998

EXPENDITURES (continued)	1999		Variance Favorable (Unfavorable)	1998
	Budget	Actual		Actual
HUMAN RESOURCES				
Personal services	246,688	243,893	2,795	195,573
Materials and supplies	12,273	11,511	762	11,369
Other services and charges	26,254	24,141	2,113	17,480
Capital outlay	5,000	0	5,000	3,425
	<u>290,215</u>	<u>279,545</u>	<u>10,670</u>	<u>227,847</u>
PUBLIC WORKS				
Personal services	4,645,156	4,535,916	109,240	4,280,212
Materials and supplies	1,082,727	1,005,365	77,362	914,830
Other services and charges	3,479,629	3,298,555	181,074	3,152,390
Capital outlay	977,538	631,871	345,667	569,100
	<u>10,185,050</u>	<u>9,471,707</u>	<u>713,343</u>	<u>8,916,532</u>
PLANNING				
Personal services	910,448	859,032	51,416	841,019
Materials and supplies	48,860	40,144	8,716	34,792
Other services and charges	298,776	285,011	13,765	264,013
Capital outlay	2,560	2,559	1	9,955
	<u>1,260,644</u>	<u>1,186,746</u>	<u>73,898</u>	<u>1,149,779</u>
GENERAL SERVICES				
Personal services	992,505	974,764	17,741	842,158
Materials and supplies	175,879	141,325	34,554	91,186
Other services and charges	1,238,527	1,166,497	72,030	1,012,570
Capital outlay	223,313	211,019	12,294	60,845
	<u>2,630,224</u>	<u>2,493,605</u>	<u>136,619</u>	<u>2,006,759</u>
Total expenditures	<u>\$32,484,279</u>	<u>\$30,237,241</u>	<u>\$2,247,038</u>	<u>\$29,773,002</u>

CITY OF LAKE CHARLES, LOUISIANA**General Fund****Schedule of Operating Transfers In and Out Compared to Budget (GAAP Basis)****Fiscal Year Ended September 30, 1999****With Comparative Actual Amounts for Fiscal Year Ended September 30, 1998**

	1999		Variance Favorable (Unfavorable)	1998
	Budget	Actual		Actual
Operating transfers in:				
Ten Year Sales Tax Fund	\$6,348,000	\$6,397,131	\$49,131	\$5,911,755
Employee's Pay Sales Tax Fund	2,736,003	2,709,402	(26,601)	2,491,505
Other	0	28,949	28,949	150,000
Total operating transfer in	9,084,003	9,135,482	51,479	8,553,260
Operating transfers (out):				
Special Revenue Fund	(1,142,888)	(1,017,536)	125,352	(942,196)
Pension Fund	(1,511,358)	(1,501,357)	10,001	(70,000)
Capital Projects	(3,747,787)	(3,747,787)	0	(2,905,265)
Enterprise	(796,067)	(796,066)	1	(990,211)
Total operating transfer (out)	(7,198,100)	(7,062,746)	135,354	(4,907,672)
Net operating transfers in (out)	\$1,885,903	\$2,072,736	\$186,833	\$3,645,588

CITY OF LAKE CHARLES, LOUISIANA
General Fund
Chart of Revenues
For Fiscal Year Ended September 30, 1999



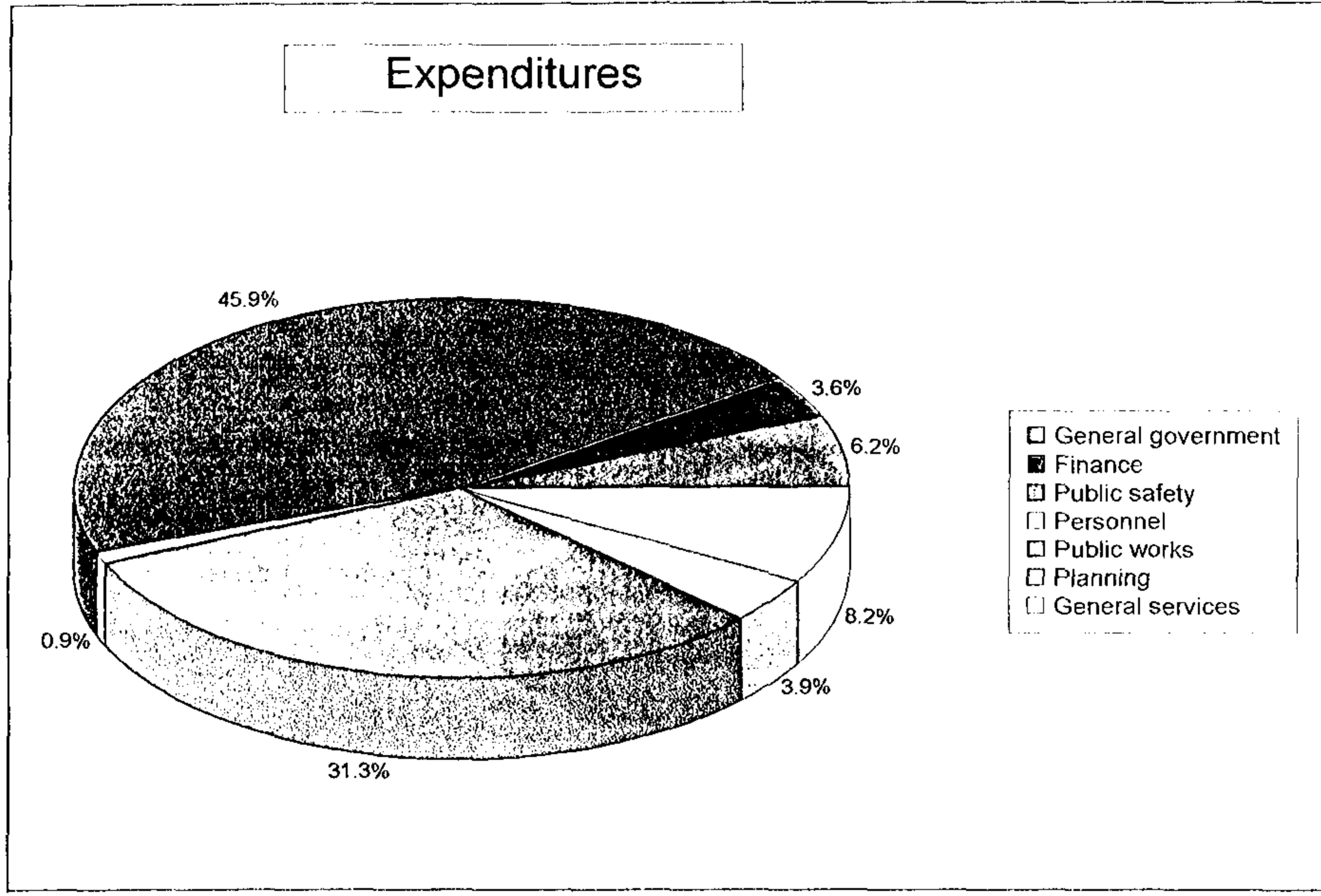
Revenues	1999 Amount	Percent of Total
Taxes	\$19,782,902	69.2 %
Licenses and permits	4,190,415	14.7
Intergovernmental	1,270,071	4.4
Charges for services	1,150,828	4.0
Fines and forfeitures	337,943	1.2
Miscellaneous	1,869,866	6.5
Total revenues	\$28,602,025	

CITY OF LAKE CHARLES, LOUISIANA

General Fund

Chart of Expenditures

For Fiscal Year Ended September 30, 1999



Expenditures	1999 Amount	Percent of Total
General government	\$1,862,650	6.2 %
Finance	1,079,025	3.6
Public safety	13,863,963	45.9
Personnel	279,545	0.9
Public works	9,471,707	31.3
Planning	1,186,746	3.9
General services	2,493,605	8.2
Total expenditures	\$30,237,241	

**SPECIAL
REVENUE
FUNDS**

SPECIAL REVENUE FUNDS

Drug Enforcement Fund. To account for receipt and subsequent expenditure of funds donated or transferred to the City for drug enforcement work by the Police Department. Receipts from property seizures resulting from drug enforcement activity are recorded in this fund and dedicated for such activity as provided by law.

Waste Water. To account for the receipt and subsequent expenditure of sewer use charges, dedicated taxes, and other current charges dedicated for operation, maintenance, and improvement of the City's sanitary sewerage system.

Riverboat Gaming Fund. Accounts for receipt and subsequent expenditure or transfer of revenue from casino riverboat admission taxes, development contributions, and related City-owned parking facilities.

Community Development Fund. To account for the receipt and subsequent expenditure of federal funds received from the Department of Housing and Urban Development for housing and community development purposes, including related revenues which are restricted to such purposes by grant agreements. The principal revenue source accounted for within this fund is the Community Development Block Grant Program.

Grants and Donations Fund. Accounts for funds received and expended for various categorical grant programs, including law enhancement grants and summer food service program. Also accounts for donations received for restricted purposes or special programs not reported in other funds.

Recreation. To account for the operation and maintenance of recreational programs and facilities other than the Civic Center and Golf Course, and for the receipt and subsequent expenditure of dedicated taxes, user fees and other funds received for recreational services.

Ten Year Sales Tax Fund. To account for the receipt and distribution of proceeds from a one percent sales tax levy which commenced in 1987 and has been reauthorized for a ten year period extending through 2006. Revenues from this tax are dedicated on a percentage basis for public safety purposes (20 percent), waste water or sanitary sewerage services and facilities (16 percent), recreation (8 percent), and certain types of capital improvements and Public Works Department services (56 percent), and are distributed through interfund transfers to the respective funds and departmental operating budgets from which expenditures are made for the purposes authorized.

Central School Fund. Accounts for receipt and subsequent expenditure of funds for operation, maintenance and improvement of the Central School Arts and Humanities Center.

Employee Pay Sales Tax. To account for the receipt and distribution of revenue from a one quarter percent sales tax dedicated for City employee pay increases. This tax is authorized for a period of ten years beginning April 1, 1995, and is distributed through interfund transfers to those operating funds from which the related increases in personnel costs are paid.

Facility Renewal Fund. Accounts for funds transferred from other sources to provide for long-term accumulation of funds for future facility maintenance and repair needs.

CITY OF LAKE CHARLES, LOUISIANA
Special Revenue Funds
Combining Balance Sheet
September 30, 1999
With Comparative Totals for September 30, 1998

ASSETS	Drug Enforcement	Waste Water	Riverboat Gaming	Community Development
Cash	\$35,389	\$448,764	\$36,630	\$0
Investments	0	900,848	0	82,526
Accounts receivable (net of allowance for estimated uncollectible):				
Accounts	0	145,873	585,417	0
Accrued interest receivable	0	6,140	0	0
Intergovernmental	0	0	0	181,135
Due from other funds	32,826	40,344	0	0
Prepaid items	0	192	0	0
Deferred notes receivable-rehabilitation loans	0	0	0	28,364
Total assets	\$68,215	\$1,542,161	\$622,047	\$292,025
 LIABILITIES AND FUND BALANCE				
Liabilities:				
Accounts payable	\$12,254	\$156,809	\$79,167	\$83,639
Due to other funds	0	5,310	200,000	12,665
Escrow	0	0	0	8,520
Contracts payable	0	0	0	104,901
Accrued wages and benefits	0	3,723	0	0
Deferred revenue-rehabilitation loans	0	0	0	28,364
Total liabilities	12,254	165,842	279,167	238,089
 Fund balance:				
Reserved for prepaid items	0	192	0	0
Reserved for encumbrances	0	0	0	53,936
Unreserved:				
Designated for subsequent year's expenditures	0	305,369	99,486	0
Undesignated	55,961	1,070,758	243,394	0
Total fund balance	55,961	1,376,319	342,880	53,936
Total liabilities and fund balance	\$68,215	\$1,542,161	\$622,047	\$292,025

Grants & Donations	Recreation	Ten Year Sales Tax	Central School Sales Tax	Employee's Pay Sales Tax	Facility Renewal	Totals	
						1999	1998
\$0	\$68,998	\$216,057	\$30,941	\$52,696	\$6,492	\$895,967	\$629,265
236,446	313,113	0	343,087	0	2,868,275	4,744,295	4,163,531
0	0	0	2,736	0	0	734,026	733,041
0	4,973	0	1,940	0	45,270	58,323	42,829
439,535	0	0	0	0	0	620,670	393,881
24,811	85,669	0	0	0	0	183,650	88,317
0	170	0	0	0	0	362	738
0	0	0	0	0	0	28,364	39,593
\$700,792	\$472,923	\$216,057	\$378,704	\$52,696	\$2,920,037	\$7,265,657	\$6,091,195
\$376,386	\$101,563	\$0	\$5,704	\$0	\$0	\$815,522	\$495,647
24,130	0	216,057	155	52,696	0	511,013	487,319
0	0	0	1,375	0	0	9,895	1,425
0	0	0	0	0	0	104,901	55,839
0	7,418	0	0	0	0	11,141	11,110
0	0	0	0	0	0	28,364	39,593
400,516	108,981	216,057	7,234	52,696	0	1,480,836	1,090,933
0	170	0	0	0	0	362	738
0	0	0	0	0	0	53,936	134,921
255,006	72,000	0	0	0	0	731,861	717,114
45,270	291,772	0	371,470	0	2,920,037	4,998,662	4,147,489
300,276	363,942	0	371,470	0	2,920,037	5,784,821	5,000,262
\$700,792	\$472,923	\$216,057	\$378,704	\$52,696	\$2,920,037	\$7,265,657	\$6,091,195

CITY OF LAKE CHARLES, LOUISIANA

Special Revenue Funds

Combining Statement of Revenues, Expenditures, and Changes in Fund Balance

Fiscal Year Ended September 30, 1999

With Comparative Totals for Fiscal Year Ended September 30, 1998

	<u>Drug Enforcement</u>	<u>Waste Water</u>	<u>Riverboat Gaming</u>	<u>Community Development</u>
Revenues:				
Taxes	\$0	\$0	\$5,787,909	\$0
Intergovernmental	32,281	0	0	2,455,451
Charges for services	0	1,867,738	0	0
Miscellaneous	61,430	47,561	711,083	21,557
Total revenues	<u>93,711</u>	<u>1,915,299</u>	<u>6,498,992</u>	<u>2,477,008</u>
Expenditures:				
Current:				
Public safety	232,277	0	0	0
Public works	0	2,945,052	0	0
Planning and development	0	0	0	547,396
Community services	0	0	180,374	0
Capital outlay	3,352	68,064	0	2,010,597
Total expenditures	<u>235,629</u>	<u>3,013,116</u>	<u>180,374</u>	<u>2,557,993</u>
 Excess (deficiency) of revenues over expenditures	 <u>(141,918)</u>	 <u>(1,097,817)</u>	 <u>6,318,618</u>	 <u>(80,985)</u>
Other financing sources (uses):				
Operating transfers in	150,000	2,271,246	0	0
Operating transfers out	0	(1,100,000)	(5,415,000)	0
Total other financing sources (uses)	<u>150,000</u>	<u>1,171,246</u>	<u>(5,415,000)</u>	<u>0</u>
 Excess (deficiency) of revenues and other sources over expenditures	 8,082	 73,429	 903,618	 (80,985)
 Fund balance at beginning of year	 47,879	 1,302,890	 339,262	 134,921
 Residual equity transfer out	 0	 0	 (900,000)	 0
 Fund balance at end of year	 <u><u>\$55,961</u></u>	 <u><u>\$1,376,319</u></u>	 <u><u>\$342,880</u></u>	 <u><u>\$53,936</u></u>

Grants & Donations	Recreation	Ten Year Sales Tax	Central School Sales Tax	Employee's Pay Sales Tax	Facility Renewal	Totals	
						1999	1998
\$0	\$565,093	\$13,312,712	\$0	\$3,270,504	\$0	\$22,936,218	\$21,248,433
1,387,998	0	0	0	0	0	3,875,730	3,113,948
0	97,780	0	106,000	0	0	2,071,518	2,059,667
7,082	47,238	14,643	17,810	3,601	117,091	1,049,096	682,871
<u>1,395,080</u>	<u>710,111</u>	<u>13,327,355</u>	<u>123,810</u>	<u>3,274,105</u>	<u>117,091</u>	<u>29,932,562</u>	<u>27,104,919</u>
512,479	0	0	0	0	0	744,756	886,013
0	0	0	0	0	0	2,945,052	3,131,452
0	0	0	0	0	0	547,396	514,388
573,518	2,305,776	0	80,722	0	0	3,140,390	2,756,989
424,137	240,465	0	0	0	0	2,746,615	2,111,418
<u>1,510,134</u>	<u>2,546,241</u>	<u>0</u>	<u>80,722</u>	<u>0</u>	<u>0</u>	<u>10,124,209</u>	<u>9,400,260</u>
(115,054)	(1,836,130)	13,327,355	43,088	3,274,105	117,091	19,808,353	17,704,659
202,793	1,870,196	0	0	0	500,000	4,994,235	4,669,101
0	0	(13,327,355)	(1,569)	(3,274,105)	0	(23,118,029)	(20,630,719)
<u>202,793</u>	<u>1,870,196</u>	<u>(13,327,355)</u>	<u>(1,569)</u>	<u>(3,274,105)</u>	<u>500,000</u>	<u>(18,123,794)</u>	<u>(15,961,618)</u>
87,739	34,066	0	41,519	0	617,091	1,684,559	1,743,041
212,537	329,876	0	329,951	0	2,302,946	5,000,262	4,657,221
0	0	0	0	0	0	(900,000)	(1,400,000)
<u>\$300,276</u>	<u>\$363,942</u>	<u>\$0</u>	<u>\$371,470</u>	<u>\$0</u>	<u>\$2,920,037</u>	<u>\$5,784,821</u>	<u>\$5,000,262</u>

CITY OF LAKE CHARLES, LOUISIANA
Drug Enforcement Fund
Comparative Balance Sheet
September 30, 1999 and 1998

ASSETS	1999	1998
Cash	\$35,389	\$57,530
Due from other funds	32,826	929
Total assets	\$68,215	\$58,459
LIABILITIES AND FUND BALANCE		
Liabilities:		
Accounts payable	\$12,254	\$10,580
Total liabilities	12,254	10,580
Fund balance:		
Undesignated	55,961	47,879
Total liabilities and fund balance	\$68,215	\$58,459

CITY OF LAKE CHARLES, LOUISIANA
Drug Enforcement Fund
Statement of Revenues, Expenditures, and Changes in Fund Balance
Budget (GAAP Basis) and Actual
Fiscal Year Ended September 30, 1999
With Comparative Actual Amounts for Fiscal Year Ended September 30, 1998

	<u>1999</u>			<u>1998</u>
	<u>Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>	<u>Actual</u>
Revenues:				
Intergovernmental - Drug forfeitures	\$0	\$32,281	\$32,281	\$0
Seizures and Miscellaneous	50,600	61,430	10,830	55,657
Total revenues	<u>50,600</u>	<u>93,711</u>	<u>43,111</u>	<u>55,657</u>
Expenditures:				
Personal services	209,023	196,838	12,185	187,669
Other services and charges	18,747	18,316	431	28,257
Materials and supplies	31,950	17,123	14,827	
Capital outlay	3,352	3,352	0	25,310
Total expenditures	<u>263,072</u>	<u>235,629</u>	<u>27,443</u>	<u>241,236</u>
Excess (deficiency) of rev over exp	<u>(212,472)</u>	<u>(141,918)</u>	<u>70,554</u>	<u>(185,579)</u>
Other financing sources:				
Operating transfers in	212,472	150,000	(62,472)	192,028
Excess (deficiency) of rev and other sources over exp	<u>0</u>	<u>8,082</u>	<u>8,082</u>	<u>6,449</u>
Fund balance at beginning of year	47,879	47,879	0	41,430
Fund balance at end of year	<u><u>\$47,879</u></u>	<u><u>\$55,961</u></u>	<u><u>\$8,082</u></u>	<u><u>\$47,879</u></u>

CITY OF LAKE CHARLES, LOUISIANA
Waste Water Fund
Comparative Balance Sheet
September 30, 1999 and 1998

ASSETS	1999	1998
Cash	\$448,764	\$386,839
Investments	900,848	908,664
Accounts receivable (net of allowances for estimated uncollectible)	145,873	147,042
Accrued interest receivable	6,140	7,076
Due from other funds	40,344	167
Prepaid items	192	250
Total assets	\$1,542,161	\$1,450,038
LIABILITIES AND FUND BALANCE		
Liabilities:		
Accounts payable	\$156,809	\$135,332
Due to other funds	5,310	7,357
Accrued wages and benefits	3,723	4,459
Total liabilities	165,842	147,148
Fund balance:		
Reserved for prepaid items	192	250
Unreserved:		
Designated for subsequent year's expenditures	305,369	442,145
Undesignated	1,070,758	860,495
Total fund balance	1,376,319	1,302,890
Total liabilities and fund balance	\$1,542,161	\$1,450,038

CITY OF LAKE CHARLES, LOUISIANA
Waste Water Fund
Statement of Revenues, Expenditures, and Changes in Fund Balance
Budget (GAAP Basis) and Actual
Fiscal Year Ended September 30, 1999
With Comparative Actual Amounts for Fiscal Year Ended September 30, 1998

	1999		Variance Favorable (Unfavorable)	1998
	Budget	Actual		Actual
Revenues:				
Charges for services	\$1,834,000	\$1,867,738	\$33,738	\$1,892,044
Miscellaneous	46,000	47,561	1,561	61,573
Total revenues	<u>1,880,000</u>	<u>1,915,299</u>	<u>35,299</u>	<u>1,953,617</u>
Expenditures:				
Personal services	1,640,205	1,542,546	97,659	1,498,556
Contractual and operational	1,683,740	1,402,506	281,234	1,535,273
Capital outlay	154,433	68,064	86,369	97,623
Total expenditures	<u>3,478,378</u>	<u>3,013,116</u>	<u>465,262</u>	<u>3,131,452</u>
Excess (deficiency) of rev over exp	<u>(1,598,378)</u>	<u>(1,097,817)</u>	<u>500,561</u>	<u>(1,177,835)</u>
Other financing sources (uses):				
Operating transfers in	2,256,233	2,271,246	15,013	2,101,692
Operating transfers out	(1,100,000)	(1,100,000)	0	(1,125,000)
Total other financing sources (uses)	<u>1,156,233</u>	<u>1,171,246</u>	<u>15,013</u>	<u>976,692</u>
Excess (deficiency) of rev and other sources over exp	<u>(442,145)</u>	<u>73,429</u>	<u>515,574</u>	<u>(201,143)</u>
Fund balance at beginning of year	<u>1,302,890</u>	<u>1,302,890</u>	<u>(0)</u>	<u>1,504,033</u>
Fund balance at end of year	<u>\$860,745</u>	<u>\$1,376,319</u>	<u>\$515,574</u>	<u>\$1,302,890</u>

CITY OF LAKE CHARLES, LOUISIANA**Riverboat Gaming Fund
Comparative Balance Sheet
September 30, 1999 and 1998**

	<u>1999</u>	<u>1998</u>
ASSETS		
Cash	\$36,630	\$31,007
Investments	0	250,075
Accounts receivable	585,417	585,416
Accrued interest receivable	0	6,930
Total assets	<u>\$622,047</u>	<u>\$873,428</u>
LIABILITIES AND FUND BALANCE		
Liabilities:		
Accounts payable	\$79,167	\$79,166
Due to other funds	200,000	455,000
Total liabilities	<u>279,167</u>	<u>534,166</u>
Fund balance:		
Unreserved-designated for subsequent year's expenditures	99,486	11,486
Unreserved-undesignated	243,394	327,776
Total fund balance	<u>342,880</u>	<u>339,262</u>
Total liabilities and fund balance	<u>\$622,047</u>	<u>\$873,428</u>

CITY OF LAKE CHARLES, LOUISIANA
Riverboat Gaming Fund
Statement of Revenues, Expenditures, and Changes in Fund Balance
Budget (GAAP Basis) and Actual
Fiscal Year Ended September 30, 1999
With Comparative Actual Amounts for Fiscal Year Ended September 30, 1998

	1999		Variance Favorable (Unfavorable)	1998
	Budget	Actual		Actual
Revenues:				
Taxes	\$5,787,909	\$5,787,909	\$0	\$5,352,200
Miscellaneous	723,714	711,083	(12,631)	218,897
Total revenues	<u>6,511,623</u>	<u>6,498,992</u>	<u>(12,631)</u>	<u>5,571,097</u>
Expenditures:				
Other services and charges	204,200	180,374	23,826	187,692
Total expenditures	<u>204,200</u>	<u>180,374</u>	<u>23,826</u>	<u>187,692</u>
Excess of revenues over expenditures	<u>6,307,423</u>	<u>6,318,618</u>	<u>11,195</u>	<u>5,383,405</u>
Other financing sources (uses):				
Operating transfers out	(5,415,000)	(5,415,000)	0	(3,955,000)
Total other financing sources (uses)	<u>(5,415,000)</u>	<u>(5,415,000)</u>	<u>0</u>	<u>(3,955,000)</u>
Excess (deficiency) of rev and other sources over exp	<u>892,423</u>	<u>903,618</u>	<u>11,195</u>	<u>1,428,405</u>
Fund balance at beginning of year	339,262	339,262	0	310,857
Residual equity transfer out	<u>(900,000)</u>	<u>(900,000)</u>	<u>0</u>	<u>(1,400,000)</u>
Fund balance at end of year	<u><u>\$331,685</u></u>	<u><u>\$342,880</u></u>	<u><u>\$11,195</u></u>	<u><u>\$339,262</u></u>

CITY OF LAKE CHARLES, LOUISIANA
Community Development Fund
Comparative Balance Sheet
September 30, 1999 and 1998

ASSETS	1999	1998
Cash	\$0	\$0
Investments	82,526	130,558
Accounts receivable	0	0
Accrued interest receivable	0	0
Due from other governmental agencies	181,135	115,680
Deferred notes receivable-rehabilitation loans	28,364	39,593
Prepaid items	0	0
Total assets	\$292,025	\$285,831
LIABILITIES AND FUND BALANCE		
Liabilities:		
Accounts payable	\$83,639	\$42,198
Due to other funds	12,665	13,280
Escrow	8,520	0
Contracts payable	104,901	55,839
Deferred revenue-rehabilitation loans	28,364	39,593
Total liabilities	238,089	150,910
Fund balance:		
Reserved for prepaid items	0	0
Reserved for encumbrances	53,936	134,921
Total fund balance	53,936	134,921
Total liabilities and fund balance	\$292,025	\$285,831

CITY OF LAKE CHARLES, LOUISIANA
Community Development Fund
Statement of Revenues, Expenditures, and Changes in Fund Balance
Budget (GAAP Basis) and Actual
Fiscal Year Ended September 30, 1999
With Comparative Actual Amounts for Fiscal Year Ended September 30, 1998

	1999		Variance Favorable (Unfavorable)	1998
	Budget	Actual		Actual
Revenues:				
Intergovernmental:				
Grants - Community Development	\$4,419,898	\$2,065,212	(\$2,354,686)	\$1,750,437
Grants - Housing Programs	558,592	390,239	(168,353)	385,012
Program income	9,000	12,179	3,179	10,700
Miscellaneous	5,000	9,378	4,378	9,114
Total revenues	<u>4,992,490</u>	<u>2,477,008</u>	<u>(2,515,482)</u>	<u>2,155,263</u>
Expenditures:				
Current:				
Personal services	64,685	64,681	4	49,642
Contract and operational	49,641	49,636	5	41,847
Material and supplies	1,541	1,539	2	725
Special current	604,530	431,540	172,990	422,174
Capital outlay	4,270,798	2,010,597	2,260,201	1,709,340
Total expenditures	<u>4,991,195</u>	<u>2,557,993</u>	<u>2,433,202</u>	<u>2,223,728</u>
Excess (deficiency) of rev and other sources over exp	1,295	(80,985)	(82,280)	(68,465)
Fund balance at beginning of year	<u>134,921</u>	<u>134,921</u>	<u>0</u>	<u>203,386</u>
Fund balance at end of year	<u><u>\$136,216</u></u>	<u><u>\$53,936</u></u>	<u><u>(\$82,280)</u></u>	<u><u>\$134,921</u></u>

CITY OF LAKE CHARLES, LOUISIANA
Grants & Donations Fund
Comparative Balance Sheet
September 30, 1999 and 1998

ASSETS	1999	1998
Cash	\$0	\$0
Investments	236,446	0
Due from other governmental agencies	439,535	278,201
Due from other funds	24,811	77,913
Total assets	\$700,792	\$356,114
LIABILITIES AND FUND BALANCE		
Liabilities:		
Accounts Payable	\$376,386	\$133,987
Due to other funds	24,130	9,590
Total Liabilities	400,516	143,577
Fund balance:		
Unreserved-designated for subsequent year's expenditures	255,006	175,136
Unreserved-undesignated	45,270	37,401
Total fund balance	300,276	212,537
Total liabilities and fund balance	\$700,792	\$356,114

CITY OF LAKE CHARLES, LOUISIANA
Grants & Donations Fund
Statement of Revenues, Expenditures, and Changes in Fund Balance
Budget (GAAP Basis) and Actual
Fiscal Year Ended September 30, 1999
With Comparative Actual Amounts for Fiscal Year Ended September 30, 1998

	1999		Variance Favorable (Unfavorable)	1998
	Budget	Actual		Actual
Revenues:				
Intergovernmental:				
Shared grants:				
Federal	\$1,188,305	\$569,948	(\$618,357)	\$380,657
State	826,643	807,993	(18,650)	587,161
Local	0	10,057	10,057	10,681
Miscellaneous	3,000	7,082	4,082	5,397
Total revenues	<u>2,017,948</u>	<u>1,395,080</u>	<u>(622,868)</u>	<u>983,896</u>
Expenditures:				
Current:				
Public safety	928,755	512,479	416,276	644,777
Community services	706,176	573,518	132,658	338,694
Capital outlay	929,527	424,137	505,390	189,554
Total expenditures	<u>2,564,458</u>	<u>1,510,134</u>	<u>1,054,324</u>	<u>1,173,025</u>
Excess of revenues over expenditures	<u>(546,510)</u>	<u>(115,054)</u>	<u>431,456</u>	<u>(189,129)</u>
Other financing source(uses):				
Operating transfers in	<u>339,022</u>	<u>202,793</u>	<u>(136,229)</u>	<u>180,089</u>
Excess (deficiency) of rev and other sources over exp	<u>(207,488)</u>	<u>87,739</u>	<u>295,227</u>	<u>(9,040)</u>
Fund balance at beginning of year	<u>212,537</u>	<u>212,537</u>	<u>0</u>	<u>221,577</u>
Fund balance at end of year	<u><u>\$5,049</u></u>	<u><u>\$300,276</u></u>	<u><u>\$295,227</u></u>	<u><u>\$212,537</u></u>

CITY OF LAKE CHARLES, LOUISIANA

Recreation Fund

Comparative Balance Sheet
September 30, 1999 and 1998

	1999	1998
ASSETS		
Cash	\$68,998	\$88,237
Investments	313,113	328,625
Accounts receivable - accrued interest	4,973	256
Due from other funds	85,669	64
Prepaid items	170	339
Total assets	\$472,923	\$417,521
LIABILITIES AND FUND BALANCE		
Liabilities:		
Accounts payable	\$101,563	\$79,890
Due to other funds	0	1,104
Accrued wages and benefits	7,418	6,651
Total liabilities	108,981	87,645
Fund balance		
Reserved for prepaid items	170	339
Unreserved:		
Designated for subsequent year's expenditures	72,000	75,000
Undesignated	291,772	254,537
Total fund balance	363,942	329,876
Total liabilities and fund balance	\$472,923	\$417,521

CITY OF LAKE CHARLES, LOUISIANA

Recreation Fund

Statement of Revenues, Expenditures, and Changes in Fund Balance

Budget (GAAP Basis) and Actual

Fiscal Year Ended September 30, 1999

With Comparative Actual Amounts for Fiscal Year Ended September 30, 1998

	1999		Variance Favorable (Unfavorable)	1998
	Budget	Actual		Actual
Revenues:				
Taxes	\$565,200	\$565,093	(\$107)	\$562,258
Charges for services	79,700	97,780	18,080	86,697
Miscellaneous	34,390	47,238	12,848	120,283
Total revenues	<u>679,290</u>	<u>710,111</u>	<u>30,821</u>	<u>769,238</u>
Expenditures:				
Personal services	1,419,927	1,360,312	59,615	1,349,768
Contractual and operational	777,743	711,346	66,397	601,417
Materials and supplies	301,759	234,118	67,641	204,216
Capital outlay	260,484	240,465	20,019	212,524
Total expenditures	<u>2,759,913</u>	<u>2,546,241</u>	<u>213,672</u>	<u>2,367,925</u>
Excess (deficiency) of rev over exp	<u>(2,080,623)</u>	<u>(1,836,130)</u>	<u>244,493</u>	<u>(1,598,687)</u>
Other financing sources (uses):				
Operating transfers in	1,862,895	1,870,196	7,301	1,695,292
Total other financing sources (uses)	<u>1,862,895</u>	<u>1,870,196</u>	<u>7,301</u>	<u>1,695,292</u>
Excess (deficiency) of rev and other sources over exp	<u>(217,728)</u>	<u>34,066</u>	<u>251,794</u>	<u>96,605</u>
Fund balance at beginning of year	<u>329,876</u>	<u>329,876</u>	<u>(0)</u>	<u>233,271</u>
Fund balance at end of year	<u><u>\$112,148</u></u>	<u><u>\$363,942</u></u>	<u><u>\$251,794</u></u>	<u><u>\$329,876</u></u>

CITY OF LAKE CHARLES, LOUISIANA

**Ten Year Sales Tax Fund
Comparative Balance Sheet
September 30, 1999 and 1998**

	1999	1998
ASSETS		
Cash	\$216,057	\$798
Total Assets	\$216,057	\$798
LIABILITIES AND FUND BALANCE		
Liabilities:		
Due to other funds	\$216,057	\$798
Total liabilities	216,057	798
Fund balance	0	0
Total liabilities and fund balance	\$216,057	\$798

CITY OF LAKE CHARLES, LOUISIANA
Ten Year Sales Tax Fund
Statement of Revenues, Expenditures, and Changes in Fund Balance
Budget (GAAP Basis) and Actual
Fiscal Year Ended September 30, 1999
With Comparative Actual Amounts for Fiscal Year Ended September 30, 1998

	1999			1998
	<u>Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>	<u>Actual</u>
Revenues:				
Taxes	\$13,200,000	\$13,312,712	\$112,712	\$12,282,721
Miscellaneous	25,000	14,643	(10,357)	33,434
Total revenues	<u>13,225,000</u>	<u>13,327,355</u>	<u>102,355</u>	<u>12,316,155</u>
Expenditures:	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Excess of revenues over expenditures	<u>13,225,000</u>	<u>13,327,355</u>	<u>102,355</u>	<u>12,316,155</u>
Other financing sources (uses):				
Operating transfers out	<u>(13,225,000)</u>	<u>(13,327,355)</u>	<u>(102,355)</u>	<u>(12,316,155)</u>
Excess (deficiency) of rev and other sources over exp	0	0	0	0
Fund balance at beginning of year	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Fund balance at end of year	<u><u>\$0</u></u>	<u><u>\$0</u></u>	<u><u>\$0</u></u>	<u><u>\$0</u></u>

CITY OF LAKE CHARLES, LOUISIANA
Central School Fund
Comparative Balance Sheet
September 30, 1999 and 1998

ASSETS	1999	1998
Cash	\$30,941	\$52,037
Investments	343,087	281,102
Accounts receivable	2,736	583
Accrued interest receivable	1,940	2,755
Due from other funds	0	9,244
Prepaid items	0	149
Total assets	\$378,704	\$345,870
LIABILITIES AND FUND BALANCE		
Liabilities:		
Accounts payable	\$5,704	\$14,494
Due to other funds	\$155	\$0
Escrow	1,375	1,425
Total liabilities	7,234	15,919
Fund balance:		
Reserved for prepaid items	0	149
Unreserved:		
Designated for subsequent year's expenditures	0	13,347
Undesignated	371,470	316,455
Total fund balance	371,470	329,951
Total liabilities and fund balance	\$378,704	\$345,870

CITY OF LAKE CHARLES, LOUISIANA

Central School Fund

Statement of Revenues, Expenditures, and Changes in Fund Balance

Budget (GAAP Basis) and Actual

Fiscal Year Ended September 30, 1999

With Comparative Actual Amounts for Fiscal Year Ended September 30, 1998

	1999		Variance Favorable (Unfavorable)	1998
	Budget	Actual		Actual
Revenues:				
Charge for services	\$95,000	\$106,000	\$11,000	\$80,926
Miscellaneous	15,500	17,810	2,310	25,858
Total revenues	<u>110,500</u>	<u>123,810</u>	<u>13,310</u>	<u>106,784</u>
Expenditures:				
Materials and supplies	9,100	5,622	3,478	7,151
Other services and charges	99,831	75,100	24,731	68,051
Total expenditures	<u>108,931</u>	<u>80,722</u>	<u>28,209</u>	<u>75,202</u>
Excess of revenues over expenditures	<u>1,569</u>	<u>43,088</u>	<u>41,519</u>	<u>31,582</u>
Other financing source(uses):				
Operating transfers out	<u>(1,569)</u>	<u>(1,569)</u>	<u>0</u>	<u>(175,000)</u>
Excess (deficiency) of rev and other sources over exp	0	41,519	41,519	(143,418)
Fund balance at beginning of year	<u>329,951</u>	<u>329,951</u>	<u>0</u>	<u>473,369</u>
Fund balance at end of year	<u>\$329,951</u>	<u>\$371,470</u>	<u>\$41,519</u>	<u>\$329,951</u>

CITY OF LAKE CHARLES, LOUISIANA
Employee's Pay Sales Tax Fund
Comparative Balance Sheet
September 30, 1999 and 1998

ASSETS	1999	1998
Cash	\$52,696	\$190
Total assets	\$52,696	\$190
LIABILITIES AND FUND BALANCE		
Liabilities:		
Due to other funds	\$52,696	\$190
Total liabilities	52,696	190
Fund balance	0	0
Total fund balance	0	0
Total liabilities and fund balance	\$52,696	\$190

CITY OF LAKE CHARLES, LOUISIANA
Employee's Pay Sales Tax Fund
Statement of Revenues, Expenditures, and Changes in Fund Balance
Budget(GAAP Basis) and Actual
Fiscal Year Ended September 30, 1999
With Comparative Actual Amounts for Fiscal Year Ended September 30, 1998

	1999		Variance Favorable (Unfavorable)	1998
	Budget	Actual		Actual
Revenues:				
Taxes	\$3,300,000	\$3,270,504	(\$29,496)	\$3,051,254
Interest on investments	6,250	3,601	(2,649)	8,310
Total revenues	<u>3,306,250</u>	<u>3,274,105</u>	<u>(32,145)</u>	<u>3,059,564</u>
Expenditures:	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Excess of revenues over expenditures	<u>3,306,250</u>	<u>3,274,105</u>	<u>(32,145)</u>	<u>3,059,564</u>
Other financing sources(uses):				
Operating transfers out	<u>(3,306,250)</u>	<u>(3,274,105)</u>	<u>32,145</u>	<u>(3,059,564)</u>
Excess (deficiency) of rev and other sources over exp	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Fund balance at beginning of year	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Fund balance at end of year	<u><u>\$0</u></u>	<u><u>\$0</u></u>	<u><u>\$0</u></u>	<u><u>\$0</u></u>

CITY OF LAKE CHARLES, LOUISIANA
Facility Renewal Fund
Comparative Balance Sheet
September 30, 1999 and 1998

ASSETS	1999	1998
Cash	\$6,492	\$12,627
Investments	2,868,275	2,264,507
Accrued interest receivable	45,270	25,812
Total assets	<u>\$2,920,037</u>	<u>\$2,302,946</u>
LIABILITIES AND FUND BALANCE		
Fund Balance: Unreserved, undesignated	<u>\$2,920,037</u>	<u>\$2,302,946</u>
Total fund balance	<u>2,920,037</u>	<u>2,302,946</u>
Total liabilities and fund balance	<u>\$2,920,037</u>	<u>\$2,302,946</u>

CITY OF LAKE CHARLES, LOUISIANA
Facility Renewal Fund
Statement of Revenues, Expenditures, and Changes in Fund Balance
Budget(GAAP Basis) and Actual
Fiscal Year Ended September 30, 1999
With Comparative Actual Amounts for Fiscal Year Ended September 30, 1998

	1999		Variance Favorable (Unfavorable)	1998
	Budget	Actual		Actual
Revenues:				
Interest on investments	\$133,000	\$117,091	(\$15,909)	\$133,648
Total revenues	<u>133,000</u>	<u>117,091</u>	<u>(15,909)</u>	<u>133,648</u>
Expenditures:	0	0	0	0
Excess of revenues over expenditures	<u>133,000</u>	<u>117,091</u>	<u>(15,909)</u>	<u>133,648</u>
Other financing sources:				
Operating transfers in	<u>500,000</u>	<u>500,000</u>	<u>0</u>	<u>500,000</u>
Excess (deficiency) of rev and other sources over exp	633,000	617,091	(15,909)	633,648
Fund balance at beginning of year	<u>2,302,946</u>	<u>2,302,946</u>	<u>0</u>	<u>1,669,298</u>
Fund balance at end of year	<u><u>\$2,935,946</u></u>	<u><u>\$2,920,037</u></u>	<u><u>(\$15,909)</u></u>	<u><u>\$2,302,946</u></u>

**DEBT SERVICE
FUNDS**

DEBT SERVICE FUNDS

The Debt Service Fund accounts for the payment of interest and principal on all general obligation debt and accounts for the repayment of special assessment debt and the revenue provided through special assessment taxes.

CITY OF LAKE CHARLES, LOUISIANA**Debt Service Fund**

Comparative Balance Sheet
September 30, 1999 and 1998

	1999	1998
ASSETS		
Cash	\$273,839	\$226,977
Investments	2,332,454	1,999,721
Receivables (net allowances for estimated uncollectibles):	0	
Accrued interest receivable	23,997	22,210
Special assessments receivable-current	9,930	12,904
Special assessments receivable-delinquent	65,456	75,406
Special assessments receivable-deferred	507,228	615,137
Interest receivable - special assessments	61,071	71,018
Due from other funds	25,000	0
Total assets	\$3,298,975	\$3,023,373
LIABILITIES AND FUND BALANCE		
Liabilities:		
Accounts Payable	\$141,557	\$99,030
Due to other funds	188,643	40
Escrow deposits	27,004	29,234
Deferred revenues	507,228	615,137
Total liabilities	864,432	743,441
Fund balance:		
Reserved for debt service	1,481,954	1,361,695
Reserved for special assessments debt service	952,589	918,237
Total fund balance	2,434,543	2,279,932
Total liabilities and fund balance	\$3,298,975	\$3,023,373

CITY OF LAKE CHARLES, LOUISIANA**Debt Service Fund****Comparative Statement of Revenues, Expenditures, and Changes in Fund Balance
Fiscal Years Ended September 30, 1999 and 1998**

	<u>1999</u>	<u>1998</u>
Revenues:		
Taxes	\$0	\$258
Intergovernmental: 2% Fire Insurance Tax	135,241	126,883
Special assessments	124,949	69,470
Interest on investments	113,779	109,614
Total revenues	<u>373,969</u>	<u>306,225</u>
Expenditures:		
Principal retirement	1,085,235	163,508
Interest and fiscal charges	606,531	180,771
Refunding bond issuance costs	0	350,472
Total expenditures	<u>1,691,766</u>	<u>694,751</u>
Excess (deficiency) of revenues over expenditures	<u>(1,317,797)</u>	<u>(388,526)</u>
Other financing sources (uses):		
Operating transfer in	1,501,357	70,000
Operating transfer out	(28,949)	(156,141)
Proceeds of refunding bonds	0	12,655,000
Payment to refund obligation	0	(12,304,528)
Total other financing sources (uses):	<u>1,472,408</u>	<u>264,331</u>
Excess (deficiency) of revenues and other sources over expenditures	154,611	(124,195)
Fund balance at beginning of year	<u>2,279,932</u>	<u>2,404,127</u>
Fund balance at end of year	<u><u>\$2,434,543</u></u>	<u><u>\$2,279,932</u></u>

**CAPITAL
PROJECTS
FUNDS**

CAPITAL PROJECTS FUND

The Capital Projects Fund accounts for financial resources used by the City for the acquisition or construction of major capital facilities, excluding those financed through Enterprise Funds.

CITY OF LAKE CHARLES, LOUISIANA
Capital Projects Fund
Comparative Balance Sheet
September 30, 1999 and 1998

ASSETS	1999	1998
Cash	\$648,533	\$662,470
Receivable:		
Accounts	613,910	646,116
Intergovernmental	107,551	5,291
Investments	24,164,024	23,941,256
Accrued interest receivable	291,799	217,392
Due from other funds	894,283	647,489
Total assets	\$26,720,100	\$26,120,014
LIABILITIES AND FUND BALANCE		
Liabilities:		
Accounts Payable	\$457,620	\$606,344
Contracts payable	590,912	332,410
Due to other funds	0	0
Escrow	158,254	
Deferred revenue	613,910	633,302
Total liabilities	1,820,696	1,572,056
Fund balance:		
Reserved for encumbrances	6,558,167	6,899,328
Unreserved:		
Designated for capital projects	18,931,236	17,575,074
Undesignated	(590,000)	73,556
Total fund balance	24,899,403	24,547,958
Total liabilities and fund balance	\$26,720,100	\$26,120,014

CITY OF LAKE CHARLES, LOUISIANA
Capital Projects Fund
 Comparative Statement of Revenues, Expenditures, and Changes in Fund Balance
 Fiscal Years Ended September 30, 1999 and 1998

	1999	1998
Revenues:		
Interest on investments	\$1,143,188	\$1,296,003
Intergovernmental	1,241,216	560,231
Miscellaneous	995,146	890,000
Total revenues	<u>3,379,550</u>	<u>2,746,234</u>
Expenditures:		
Capital projects	<u>16,175,220</u>	<u>11,751,321</u>
Excess (deficiency) of revenues over expenditures	<u>(12,795,670)</u>	<u>(9,005,087)</u>
Other financing sources (uses):		
Operating transfers in	15,216,015	11,108,789
Operating transfers out	(1,768,900)	0
Total other financing sources (uses):	<u>13,447,115</u>	<u>11,108,789</u>
Excess (deficiency) of revenues and other sources over expenditures	651,445	2,103,702
Fund balance at beginning of year	24,547,958	23,294,256
Residual equity transfer out	<u>(300,000)</u>	<u>(850,000)</u>
Fund balance at end of year	<u>\$24,899,403</u>	<u>\$24,547,958</u>

**INTERNAL
SERVICE
FUNDS**

INTERNAL SERVICE FUNDS

The Risk Management Fund includes coverage for general liability, auto liability and worker's compensation. This fund is used to account for the financing of services provided by the risk-management division to other departments of the City.

The Vehicle Replacement Fund provides for replacement costs for vehicles used by the municipality. This fund is used to account for the cost of services relating to the purchase and replacement of City vehicles.

The Employee Insurance Fund provides a self-insurance program for employee health benefits. This fund is used to account for the financing of services provided to other departments of the City.

CITY OF LAKE CHARLES, LOUISIANA

Internal Service Funds

Combining Balance Sheet

September 30, 1999

With Comparative Totals for September 30, 1998

	Risk	Vehicle	Employee	Totals	
	Management	Replacement	Insurance	1999	1998
ASSETS					
Current assets:					
Cash	\$343,354	\$102,223	\$367,763	\$813,340	\$769,649
Investments	12,582,671	204,046	2,323,926	15,110,643	15,828,662
Receivables:					
Accounts	55,084	0	473	55,557	2,570
Accrued interest	161,469	383	19,746	181,598	160,777
Due from other funds	0	72	0	72	0
Prepaid expenses	393,333	0	0	393,333	393,333
Total current assets	<u>13,535,911</u>	<u>306,724</u>	<u>2,711,908</u>	<u>16,554,543</u>	<u>17,154,991</u>
Fixed assets (at cost):					
Office equipment	56,249	0	0	56,249	54,899
Vehicles	0	1,222,751	0	1,222,751	1,157,755
	<u>56,249</u>	<u>1,222,751</u>	<u>0</u>	<u>1,279,000</u>	<u>1,212,654</u>
Less accumulated depreciation	44,709	633,626	0	678,335	726,339
Net fixed assets	<u>11,540</u>	<u>589,125</u>	<u>0</u>	<u>600,665</u>	<u>486,315</u>
Total assets	<u>\$13,547,451</u>	<u>\$895,849</u>	<u>\$2,711,908</u>	<u>\$17,155,208</u>	<u>\$17,641,306</u>
LIABILITIES AND EQUITY					
Current liabilities:					
Accounts payable	\$9,547	\$18,371	\$5,892	\$33,810	\$83,046
Due to other funds	947	0	0	947	61
Accrued insurance claims	6,276,862	0	450,000	6,726,862	6,414,613
Incurred-not reported claims	150,000	0	100,000	250,000	250,000
Total current liabilities	<u>6,437,356</u>	<u>18,371</u>	<u>555,892</u>	<u>7,011,619</u>	<u>6,747,720</u>
Long-term liabilities:					
Accrued wages and benefits	40,948	0	0	40,948	39,200
Accrued insurance claims- noncurrent	915,722	0	0	915,722	978,933
Total long-term liabilities	<u>956,670</u>	<u>0</u>	<u>0</u>	<u>956,670</u>	<u>1,018,133</u>
Total liabilities	<u>7,394,026</u>	<u>18,371</u>	<u>555,892</u>	<u>7,968,289</u>	<u>7,765,853</u>
Fund equity:					
Contributed capital-municipality	710	375,000	0	375,710	375,710
Retained earnings:					
Reserved-insurance claims	2,603,067	0	0	2,603,067	3,205,449
Unreserved	3,549,648	502,478	2,156,016	6,208,142	6,294,294
Total retained earnings	<u>6,152,715</u>	<u>502,478</u>	<u>2,156,016</u>	<u>8,811,209</u>	<u>9,499,743</u>
Total fund equity	<u>6,153,425</u>	<u>877,478</u>	<u>2,156,016</u>	<u>9,186,919</u>	<u>9,875,453</u>
Total liabilities and fund equity	<u>\$13,547,451</u>	<u>\$895,849</u>	<u>\$2,711,908</u>	<u>\$17,155,208</u>	<u>\$17,641,306</u>

CITY OF LAKE CHARLES, LOUISIANA

Internal Service Funds

Combining Statement of Revenues, Expenses, and Changes in Retained Earnings

Fiscal Year Ended September 30, 1999

With Comparative Totals for Fiscal Year Ended September 30, 1998

	Risk	Vehicle	Employee	Totals	
	Management	Replacement	Insurance	1999	1998
Operating revenues:					
Charges for services	\$1,424,889	\$226,050	\$2,699,896	\$4,350,835	\$5,382,813
Subrogation	65,913	0	0	65,913	64,208
Total operating revenues	<u>1,490,802</u>	<u>226,050</u>	<u>2,699,896</u>	<u>4,416,748</u>	<u>5,447,021</u>
Operating expenses:					
Personal services	301,186	0	0	301,186	298,612
Materials and supplies	4,673	0	0	4,673	4,304
General and administration	801,786	0	480,950	1,282,736	903,614
Depreciation	6,571	168,273	0	174,844	201,648
Claims and losses paid	1,735,910	0	2,292,269	4,028,179	5,911,762
Total operating expenses	<u>2,850,126</u>	<u>168,273</u>	<u>2,773,219</u>	<u>5,791,618</u>	<u>7,319,940</u>
Operating income (loss)	<u>(1,359,324)</u>	<u>57,777</u>	<u>(73,323)</u>	<u>(1,374,870)</u>	<u>(1,872,919)</u>
Nonoperating revenues:					
Interest	560,134	13,224	112,978	686,336	1,095,279
Other	0	0	0	0	(6,934)
Total nonoperating revenues	<u>560,134</u>	<u>13,224</u>	<u>112,978</u>	<u>686,336</u>	<u>1,088,345</u>
Net income	<u>(799,190)</u>	<u>71,001</u>	<u>39,655</u>	<u>(688,534)</u>	<u>(784,574)</u>
Retained earnings at beginning of year	<u>6,951,905</u>	<u>431,477</u>	<u>2,116,361</u>	<u>9,499,743</u>	<u>10,284,317</u>
Retained earnings at end of year	<u><u>\$6,152,715</u></u>	<u><u>\$502,478</u></u>	<u><u>\$2,156,016</u></u>	<u><u>\$8,811,209</u></u>	<u><u>\$9,499,743</u></u>

CITY OF LAKE CHARLES, LOUISIANA
Internal Service Fund
Combining Statement of Cash Flows
Fiscal Year Ended September 30, 1999
With Comparative Totals for the Fiscal Year ended September 30, 1998

	<u>Risk Management</u>
Cash flows from operating activities:	
Operating income (loss)	<u>(\$1,359,324)</u>
Adjustments to reconcile operating income to net cash provided by operating activities:	
Depreciation	6,571
Changes in assets and liabilities:	
(Increase) decrease in accounts receivable	(54,429)
(Increase) decrease in prepaid expenses	0
(Increase) decrease in due from other funds -	
(Increase) decrease in interfund charge vehicle use	0
Increase (decrease) in accounts payable	(23,376)
Increase (decrease) in accrued insurance claims	249,038
Increase (decrease) in accrued wages and benefits	1,748
Total adjustments	<u>179,552</u>
Net cash provided by operating activities	<u>(1,179,772)</u>
Cash flows from capital and related financial activities:	
Capital expenditures	(1,350)
Net cash provided by (used for) capital and related financial activities	<u>(1,350)</u>
Cash flow from investing activities:	
Purchase of investment securities	(10,454,944)
Proceeds from sale and maturities of investment securities	11,020,145
Interest on investments	638,570
Net cash provided by (used for) investing activities	<u>1,203,771</u>
Net increase (decrease) in cash and cash equivalents	22,649
Cash and cash equivalents at beginning of year	<u>320,705</u>
Cash and cash equivalents at end of year	<u><u>\$343,354</u></u>

Schedule of Noncash Activity:

Assets transferred costs \$222,848 and had accumulated depreciation of \$222,848. Net loss equaled \$0.

Vehicle Replacement	Employee Insurance	Totals	
		1999	1998
<u>\$57,777</u>	<u>(\$73,323)</u>	<u>(\$1,374,870)</u>	<u>(\$1,872,919)</u>
168,273	0	174,844	201,648
0	1,442	(52,987)	7,133
0	0	0	(393,302)
(72)	0	(72)	62,892
18,371	(43,345)	(48,350)	47,112
0	0	249,038	2,647,910
0	0	1,748	9,401
<u>186,572</u>	<u>(41,903)</u>	<u>324,221</u>	<u>2,582,794</u>
<u>244,349</u>	<u>(115,226)</u>	<u>(1,050,649)</u>	<u>709,875</u>
<u>(287,844)</u>	<u>0</u>	<u>(289,194)</u>	<u>(97,522)</u>
<u>(287,844)</u>	<u>0</u>	<u>(289,194)</u>	<u>(97,522)</u>
(210,818)	(1,806,172)	(12,471,934)	(14,600,488)
260,404	1,806,596	13,087,145	12,992,286
13,579	116,174	768,323	973,962
<u>63,165</u>	<u>116,598</u>	<u>1,383,534</u>	<u>(634,240)</u>
19,670	1,372	43,691	(21,887)
82,553	366,391	769,649	791,536
<u>\$102,223</u>	<u>\$367,763</u>	<u>\$813,340</u>	<u>\$769,649</u>

CITY OF LAKE CHARLES, LOUISIANA
Risk Management Internal Service Fund
Comparative Statement of Revenues, Expenses, and Changes in Retained Earnings
Fiscal Years Ended September 30, 1999 and 1998

	<u>1999</u>	<u>1998</u>
Operating revenues:		
Charges for services	\$1,424,889	\$2,459,528
Subrogation	65,913	64,208
Total operating revenues	<u>1,490,802</u>	<u>2,523,736</u>
Operating expenses:		
Personal services	301,186	298,612
Materials and supplies	4,673	4,304
General and administration	801,786	432,277
Depreciation	6,571	8,312
Claims and losses paid	1,735,910	4,097,152
Total operating expenses	<u>2,850,126</u>	<u>4,840,657</u>
Operating income (loss)	<u>(1,359,324)</u>	<u>(2,316,921)</u>
Nonoperating revenues (expenses) :		
Interest revenue	560,134	959,453
Other	0	0
Total nonoperating revenues	<u>560,134</u>	<u>959,453</u>
Net income (loss)	<u>(799,190)</u>	<u>(1,357,468)</u>
Retained earnings at beginning of year	<u>6,951,905</u>	<u>8,309,373</u>
Retained earnings at end of year	<u><u>\$6,152,715</u></u>	<u><u>\$6,951,905</u></u>

CITY OF LAKE CHARLES, LOUISIANA
Risk Management Internal Service Fund
Comparative Statement of Cash Flows
Fiscal Years Ended September 30, 1999 and 1998

	<u>1999</u>	<u>1998</u>
Cash flows from operating activities:		
Operating income (loss)	(\$1,359,324)	(\$2,316,921)
Adjustments to reconcile operating income to net cash provided by operating activities:		
Depreciation	6,571	8,312
Changes in assets and liabilities:		
(Increase) decrease in accounts receivable	(54,429)	9,048
(Increase) decrease in prepaid expenses	0	(393,302)
Increase (decrease) in accounts payable	(23,376)	3,209
Increase (decrease) in accrued insurance claims	249,038	2,647,910
Increase (decrease) in accrued wages and benefits	1,748	9,401
Total adjustments	<u>179,552</u>	<u>2,284,578</u>
Net cash provided by (used for) operating activities	<u>(1,179,772)</u>	<u>(32,343)</u>
Cash flows from capital and related financial activities:		
Capital expenditures	<u>(1,350)</u>	<u>(1,785)</u>
Cash flow from investing activities:		
Purchase of investment securities	(10,454,944)	(12,259,036)
Proceeds from sale and maturities of investment securities	11,020,145	11,521,218
Interest on investments	638,570	831,267
Net cash provided (used for) operating activities	<u>1,203,771</u>	<u>93,449</u>
Net increase (decrease) in cash and cash equivalents	22,649	59,321
Cash and cash equivalents at beginning of year	<u>320,705</u>	<u>261,384</u>
Cash and cash equivalents at end of year	<u><u>\$343,354</u></u>	<u><u>\$320,705</u></u>

CITY OF LAKE CHARLES, LOUISIANA
Vehicle Replacement Internal Service Fund
Comparative Statement of Revenues, Expenses, and Changes in Retained Earnings
Fiscal Years Ended September 30, 1999 and 1998

	<u>1999</u>	<u>1998</u>
Operating revenues:		
Charges for services	\$226,050	\$255,305
Operating expenses:		
Depreciation	168,273	193,336
Operating income	57,777	61,969
Nonoperating revenues (expenses):		
Interest	13,224	10,167
Other	0	(6,934)
Total nonoperating revenues (expenses)	13,224	3,233
Net income (loss)	71,001	65,202
Retained earnings at beginning of year	431,477	366,275
Retained earnings at end of year	<u>\$502,478</u>	<u>\$431,477</u>

CITY OF LAKE CHARLES, LOUISIANA
Vehicle Replacement Internal Service Fund
Comparative Statement of Cash Flows
Fiscal Years Ended September 30, 1999 and 1998

	1999	1998
Cash flows from operating activities:		
Operating income	\$57,777	\$61,969
Adjustments to reconcile operating income to net cash provided by operating activities:		
Depreciation	168,273	193,336
Changes in assets and liabilities:		
(Increase) decrease in interfund charge for vehicle usage	(72)	62,892
Increase (decrease) in accounts payable	18,371	
Total adjustments	186,572	256,228
Net cash provided by operating activities	244,349	318,197
Cash flows from capital and related financial activities:		
Capital expenditures	(287,844)	(95,737)
Net cash provided by (used for) capital and related financing activities	(287,844)	(95,737)
Cash flow from investing activities:		
Purchase of investment securities	(210,818)	(253,818)
Proceeds from sale and maturities of investment securities	260,404	50,000
Interest on investments	13,579	10,270
Net cash provided (used for) investing activities	63,165	(193,548)
Net increase (decrease) in cash and cash equivalents	19,670	28,912
Cash and cash equivalents at beginning of year	82,553	53,641
Cash and cash equivalents at end of year	\$102,223	\$82,553

Schedule of Noncash Activity:

Assets transferred cost \$222,848 and had accumulated depreciation of \$222,848. Net loss equaled \$0.

CITY OF LAKE CHARLES, LOUISIANA
Employee Insurance Internal Service Fund
Comparative Statement of Revenues, Expenses, and Changes in Retained Earnings
Fiscal Years Ended September 30, 1999 and 1998

	<u>1999</u>	<u>1998</u>
Operating revenues:		
Charges for services	\$2,699,896	\$2,667,980
Operating expenses:		
General and administration	480,950	471,337
Claims and losses paid	2,292,269	1,814,610
Total operating expenses	<u>2,773,219</u>	<u>2,285,947</u>
Operating income	<u>(73,323)</u>	<u>382,033</u>
Nonoperating revenues :		
Interest revenue	<u>112,978</u>	<u>125,659</u>
Net income	39,655	507,692
Retained earnings at beginning of year	<u>2,116,361</u>	<u>1,608,669</u>
Retained earnings at end of year	<u>\$2,156,016</u>	<u>\$2,116,361</u>

CITY OF LAKE CHARLES, LOUISIANA
Employee Insurance Internal Service Fund
Comparative Statement of Cash Flows
Fiscal Years Ended September 30, 1999 and 1998

	1999	1998
Cash flows from operating activities:		
Operating income (loss)	(\$73,323)	\$382,033
Changes in assets and liabilities:		
(Increase) decrease in accounts receivable	1,442	(1,915)
Increase (decrease) in accounts payable	(43,345)	43,903
Total adjustments	(41,903)	41,988
Net cash provided by (used for) operating activities	(115,226)	424,021
Cash flow from investing activities:		
Purchase of investment securities	(1,806,172)	(2,087,634)
Proceeds from sale of maturities of investment securities	1,806,596	1,421,068
Interest on investments	116,174	132,425
Net cash provided (used for) operating activities	116,598	(534,141)
Net increase (decrease) in cash and cash equivalents	1,372	(110,120)
Cash and cash equivalents at beginning of year	366,391	476,511
Cash and cash equivalents at end of year	\$367,763	\$366,391

**ENTERPRISE
FUNDS**

ENTERPRISE FUNDS

Enterprise Funds are used to account for the acquisition, operation and maintenance of governmental facilities and services which are entirely or predominately self-supporting by user charges. The operations of Enterprise Funds are accounted for in such a manner as to show a profit or loss similar to comparable private enterprise.

The following activities of the city are reported in this section:

- Civic Center
- Golf Course
- Public Transit
- Water Utility

CITY OF LAKE CHARLES, LOUISIANA
Enterprise Funds
Combining Balance Sheet
September 30, 1999
With Comparative Totals for September 30, 1998

	Civic Center
ASSETS	
Current assets:	
Cash	\$341,350
Accounts receivable (net of allowance for uncollectible)	59,339
Accrued interest receivable	2,034
Investments	956,809
Due from other governmental agencies	0
Due from other funds	330,711
Inventories	48,021
Prepaid items	1,886
Total current assets	1,740,150
Restricted assets:	
Customer deposits	0
Total restricted assets	0
Property, plant and equipment:	
Land	0
Buses	0
Buildings and structures	19,035,193
Improvements	4,824,067
Construction in Progress	254,543
Equipment, furniture and fixtures	3,027,624
	27,141,427
Less accumulated depreciation	14,222,204
Net property , plant and equipment	12,919,223
 Total assets	 \$14,659,373

Golf Course	Public Transit	Water Utility	Totals	
			1999	1998
\$201,463	\$82,027	\$455,621	\$1,080,461	\$772,054
0	2,341	477,704	539,384	468,725
1,680	0	53,493	57,207	35,409
244,914	0	3,541,993	4,743,716	4,941,802
0	251,306	581,876	833,182	35,763
667	558	3,385	335,321	63,825
39,220	0	119,373	206,614	221,350
17	1	3,068	4,972	5,557
<u>487,961</u>	<u>336,233</u>	<u>5,236,513</u>	<u>7,800,857</u>	<u>6,544,485</u>
0	0	275,885	275,885	260,860
0	0	275,885	275,885	260,860
1,065,698	0	231,985	1,297,683	1,297,683
0	1,210,158	0	1,210,158	1,238,371
589,262	0	577,212	20,201,667	18,932,713
36,790	0	41,094,444	45,955,301	45,709,629
0	0	2,124,693	2,379,236	746,813
497,640	41,986	1,871,654	5,438,904	4,904,556
<u>2,189,390</u>	<u>1,252,144</u>	<u>45,899,988</u>	<u>76,482,949</u>	<u>72,829,765</u>
<u>710,497</u>	<u>1,003,801</u>	<u>12,670,519</u>	<u>28,607,021</u>	<u>26,608,083</u>
<u>1,478,893</u>	<u>248,343</u>	<u>33,229,469</u>	<u>47,875,928</u>	<u>46,221,682</u>
<u>\$1,966,854</u>	<u>\$584,576</u>	<u>\$38,741,867</u>	<u>\$55,952,670</u>	<u>\$53,027,027</u>

(continued on next page)

CITY OF LAKE CHARLES, LOUISIANA
Enterprise Funds
Combining Balance Sheet
September 30, 1999
With Comparative Totals for September 30, 1998

	<u>Civic Center</u>
LIABILITIES AND FUND EQUITY	
Current liabilities :	
Accounts payable	\$129,741
Contracts payable	16,919
Escrow	40,067
Due to other funds	0
Total current liabilities	<u>186,727</u>
Current liabilities payable from restricted assets:	
Customer deposits payable	0
Total current liabilities payable from restricted assets	<u>0</u>
Long-term liabilities:	
Accrued wages and benefits payable	60,809
Total long-term liabilities	<u>60,809</u>
Fund equity:	
Contributed capital:	
Municipality	23,157,072
State government	0
Federal government	1,305,161
Customers and developers and others	729,700
Total contributed capital	<u>25,191,933</u>
Retained earnings (deficit):	
Unreserved	(10,780,096)
Total retained earnings	<u>(10,780,096)</u>
Total fund equity	<u>14,411,837</u>
Total liabilities and fund equity	<u><u>\$14,659,373</u></u>

Golf Course	Public Transit	Water Utility	Totals	
			1999	1998
\$48,201	\$27,726	\$237,241	\$442,909	\$479,441
0	0	117,224	134,143	135,045
21,993	0	0	62,060	24,632
2,588	10,539	416,903	430,030	96,903
<u>72,782</u>	<u>38,265</u>	<u>771,368</u>	<u>1,069,142</u>	<u>736,021</u>
0	0	275,845	275,845	260,860
<u>0</u>	<u>0</u>	<u>275,845</u>	<u>275,845</u>	<u>260,860</u>
32,561	38,747	313,694	445,811	417,806
<u>32,561</u>	<u>38,747</u>	<u>313,694</u>	<u>445,811</u>	<u>417,806</u>
1,047,094	1,487,408	0	25,691,574	24,171,574
0	0	1,289,485	1,289,485	735,238
518,785	835,493	0	2,659,439	2,659,439
0	0	2,644,856	3,374,556	3,479,481
<u>1,565,879</u>	<u>2,322,901</u>	<u>3,934,341</u>	<u>33,015,054</u>	<u>31,045,732</u>
295,632	(1,815,337)	33,446,619	21,146,818	20,566,608
<u>295,632</u>	<u>(1,815,337)</u>	<u>33,446,619</u>	<u>21,146,818</u>	<u>20,566,608</u>
1,861,511	507,564	37,380,960	54,161,872	51,612,340
<u>\$1,966,854</u>	<u>\$584,576</u>	<u>\$38,741,867</u>	<u>\$55,952,670</u>	<u>\$53,027,027</u>

CITY OF LAKE CHARLES, LOUISIANA**Enterprise Funds**

Combining Statement of Revenues, Expenses, and Changes in Retained Earnings

Fiscal Year Ended September 30, 1999

With Comparative Totals for Fiscal Year Ended September 30, 1998

	Civic Center
Operating revenues:	
Charges for services	\$1,445,313
Parking fees	14,958
Other	122,677
Total operating revenues	<u>1,582,948</u>
Operating expenses:	
Personal services	851,577
Materials and supplies	384,390
Maintenance	122,596
Heat, light and power	443,812
Transportation	0
General and administration	328,242
Depreciation	914,858
Total operating expenses	<u>3,045,475</u>
Operating income (loss)	<u>(1,462,527)</u>
Nonoperating revenues (expenses):	
Operating grants from governmental agencies	200,187
Interest	50,480
Other	(4)
Total nonoperating revenues	<u>250,663</u>
Income (loss) before operating transfers	<u>(1,211,864)</u>
Operating transfers:	
Operating transfers in	<u>527,619</u>
Net income (loss)	<u>(684,245)</u>
Add depreciation on contributed assets acquired from governmental grants/developers	0
Retained earnings (deficit) at beginning of year	<u>(10,095,851)</u>
Retained earnings (deficit) at end of year	<u><u>(\$10,780,096)</u></u>

Golf Course	Public Transit	Water Utility	Totals	
			1999	1998
\$1,149,610	\$53,088	\$6,381,028	\$9,029,039	\$9,245,028
0	0	0	14,958	15,930
2,537	343	95,027	220,584	223,346
<u>1,152,147</u>	<u>53,431</u>	<u>6,476,055</u>	<u>9,264,581</u>	<u>9,484,304</u>
514,819	424,630	2,506,361	4,297,387	4,087,560
370,188	82,431	691,445	1,528,454	1,631,692
23,073	42,669	246,908	435,246	481,104
44,063	0	465,026	952,901	1,159,465
0	26,925	0	26,925	30,391
121,752	331,196	799,897	1,581,087	2,050,588
66,429	104,090	963,407	2,048,784	1,778,633
<u>1,140,324</u>	<u>1,011,941</u>	<u>5,673,044</u>	<u>10,870,784</u>	<u>11,219,433</u>
11,823	(958,510)	803,011	(1,606,203)	(1,735,129)
0	493,127	0	693,314	837,680
19,149	9,227	215,669	294,525	291,521
6,660	(91)	(918)	5,647	(19)
<u>25,809</u>	<u>502,263</u>	<u>214,751</u>	<u>993,486</u>	<u>1,129,182</u>
37,632	(456,247)	1,017,762	(612,717)	(605,947)
41,412	352,158	210,346	1,131,535	1,293,381
79,044	(104,089)	1,228,108	518,818	687,434
0	0	61,392	61,392	46,904
216,588	(1,711,248)	32,157,119	20,566,608	19,832,270
<u>\$295,632</u>	<u>(\$1,815,337)</u>	<u>\$33,446,619</u>	<u>\$21,146,818</u>	<u>\$20,566,608</u>

CITY OF LAKE CHARLES, LOUISIANA
Enterprise Funds
Combining Statement of Cash Flows
Fiscal Year Ended September 30, 1999
With Comparative Totals for the Fiscal Year ended September 30, 1998

	Civic Center
Cash flows from operating activities:	
Operating income (loss)	(\$1,462,527)
Adjustments to reconcile operating income to net cash provided by operating activities:	
Depreciation	914,858
Changes in assets and liabilities:	
(Increase) decrease in accounts receivable	(42,875)
(Increase) decrease in prepaid expenses	492
(Increase) decrease in inventory	(10,387)
(Increase) decrease in due from other funds operating reimbursements	(295,842)
Increase (decrease) in due to other funds operating reimbursements	(50)
Increase (decrease) in accounts payable	(46,068)
Increase (decrease) in miscellaneous payable	36,709
Increase (decrease) in customer deposit accounts	0
Increase (decrease) in accrued wages and benefits	5,131
Total adjustments	561,968
Net cash provided by operating activities	(900,559)
Cash flows from capital and related financial activities:	
Capital expenditures	(871,408)
Contracts payable	0
Contributed capital	1,312,374
Net cash provided by (used for) capital and related financing activities	440,966
Cash flow from investing activities:	
Purchase of investment securities	(1,132,303)
Proceeds from sale and maturities of investments securities	859,561
Interest on investments	43,494
Net cash provided by (used for) investing activities	(229,248)
Cash flow from noncapital financing activities:	
Intergovernmental revenue	200,187
Operating transfers in	527,619
Net cash provided by noncapital financing activities	727,806
Net increase (decrease) in cash and cash equivalents	38,965
Cash and cash equivalents at beginning of year	302,385
Cash and cash equivalents at end of year	\$341,350

Schedule of Noncash Activity:

Developers contributed \$760,000 in 1998 to purchase miscellaneous equipment and an ice rink, of which the City has repaid the developers the amount of \$293,272 in 1998 and \$207,626 in 1999.
Assets transferred in/out cost \$24,214, had accumulated depreciation of \$18,371. Net gain equaled \$5,843.
Assets retired cost \$68,412 and had accumulated depreciation of \$68,216. Net loss equaled \$196.
Customer deposits for water mains in the amount of \$36,089 were transferred to contr capital.
Donated Developer Customer water system extensions of \$100,375 were recorded as contributed capital.

Golf Course	Transit	Water Utility	Totals	
			1999	1998
\$11,823	(\$958,510)	\$803,011	(\$1,606,203)	(\$1,735,129)
66,429	104,090	963,407	2,048,784	1,778,633
0	(497)	(27,287)	(70,659)	(30,514)
4	0	89	585	58,939
13,549	0	11,574	14,736	(33,868)
(667)	21,248	3,765	(271,496)	(63,825)
(10,791)	10,539	333,429	333,127	(69,331)
1,920	2,965	4,651	(36,532)	(366,899)
719	0	0	37,428	(38,797)
0	0	14,985	14,985	(12,660)
5,166	(619)	18,327	28,005	(26,311)
76,329	137,726	1,322,940	2,098,963	1,195,367
88,152	(820,784)	2,125,951	492,760	(539,762)
(71,963)	0	(2,673,311)	(3,616,682)	(4,684,863)
0	0	54,862	54,862	(337,078)
0	0	3,295	1,315,669	2,582,163
(71,963)	0	(2,615,154)	(2,246,151)	(2,439,778)
(297,152)	(5,557)	(4,454,738)	(5,889,750)	(4,980,240)
330,085	156,180	4,732,576	6,078,402	5,204,431
16,867	9,226	212,573	282,160	296,513
49,800	159,849	490,411	470,812	520,704
0	274,289	0	474,476	950,483
41,412	352,158	210,346	1,131,535	1,293,381
41,412	626,447	210,346	1,606,011	2,243,864
107,401	(34,488)	211,554	323,432	(214,972)
94,062	116,515	519,952	1,032,914	1,247,886
\$201,463	\$82,027	\$731,506	\$1,356,346	\$1,032,914

CITY OF LAKE CHARLES, LOUISIANA
Civic Center Enterprise Fund
 Comparative Statement of Revenues, Expenses, and Changes in Retained Earnings
 Fiscal Years Ended September 30, 1999 and 1998

	<u>1999</u>	<u>1998</u>
Operating revenues:		
Charges for services:		
Rentals and leases	\$606,379	\$571,432
Concessions and sales	838,934	904,942
Parking fees	14,958	15,930
Commissions and other miscellaneous	122,677	125,961
Total operating revenues	<u>1,582,948</u>	<u>1,618,265</u>
Operating expenses:		
Personal services	851,577	838,818
Materials and supplies	384,390	396,416
Maintenance	122,596	96,217
Heat, light and power	443,812	520,105
General and administration	328,242	411,370
Depreciation	914,858	666,148
Total operating expenses	<u>3,045,475</u>	<u>2,929,074</u>
Operating income (loss)	<u>(1,462,527)</u>	<u>(1,310,809)</u>
Nonoperating revenues (expenses):		
Shared revenue from governmental agencies	200,187	251,236
Interest	50,480	24,533
Other	(4)	(14)
Total nonoperating revenues	<u>250,663</u>	<u>275,755</u>
Income (loss) before operating transfers	<u>(1,211,864)</u>	<u>(1,035,054)</u>
Operating transfers in:		
General Fund	478,570	578,274
Special Revenue Fund	49,049	41,868
Total operating transfer	<u>527,619</u>	<u>620,142</u>
Net income (loss)	<u>(684,245)</u>	<u>(414,912)</u>
Retained earnings (deficit) at beginning of year	<u>(10,095,851)</u>	<u>(9,680,939)</u>
Retained earnings (deficit) at end of year	<u>(\$10,780,096)</u>	<u>(\$10,095,851)</u>

CITY OF LAKE CHARLES, LOUISIANA
Civic Center Enterprise Fund
Comparative Statement of Cash Flows
Fiscal Years Ended September 30, 1999 and 1998

	1999	1998
Cash flows from operating activities:		
Operating income	(\$1,462,527)	(\$1,310,809)
Adjustments to reconcile operating income to net cash provided by operating activities:		
Depreciation and amortization	914,858	666,148
Changes in assets and liabilities:		
(Increase) decrease in accounts receivable	(42,875)	11,768
(Increase) decrease in prepaid expenses	492	20,385
(Increase) decrease in inventory	(10,387)	(12,767)
(Increase) decrease in due from other funds operating reimbursements	(295,842)	(34,869)
Increase (decrease) in operating transfers reimbursements	(50)	(3,406)
Increase (decrease) in accounts payable	(46,068)	(365,608)
Increase (decrease) in miscellaneous payable	36,709	(38,734)
Increase (decrease) in accrued wages and benefits	5,131	(8,020)
Total adjustments	561,968	234,897
Net cash provided by operating activities	(900,559)	(1,075,912)
Cash flows from capital and related financial activities:		
Capital expenditures	(871,408)	(2,244,895)
Contributed capital	1,312,374	2,543,272
Net cash provided (used for) capital and related financing activities	440,966	298,378
Cash flow from investing activities:		
Purchase of investment securities	(1,132,303)	(1,008,267)
Proceeds from sale and maturities of investment securities	859,561	734,300
Interest on investments	43,495	24,185
Net cash provided (used for) investing activities	(229,248)	(249,782)
Cash flows from noncapital financial activities:		
Intergovernmental revenue	200,187	251,236
Operating transfers in	527,619	871,378
Net cash provided noncapital financing activities	727,806	1,122,614
Net increase (decrease) in cash and cash equivalents	38,965	(155,939)
Cash and cash equivalents at beginning of year	302,385	458,324
Cash and cash equivalents at end of year	\$341,350	\$302,385

Schedule of Noncash Activity:

Assets retired cost \$2,053 and had accumulated depreciation of \$2,053. Net loss equaled \$0.

Assets transferred in/out cost \$6,629 and had accumulated depreciation of \$6,625. Net loss equaled \$4.

Developers contributed \$760,000 in fiscal year 1998 to purchase miscellaneous equipment and an ice rink of which the City has repaid the developers the amount of \$293,272 in 1998 and \$207,626 in 1999.

CITY OF LAKE CHARLES, LOUISIANA
Golf Course Enterprise Fund
 Comparative Statement of Revenues, Expenses, and Changes in Retained Earnings
 Fiscal Years Ended September 30, 1999 and 1998

	1999	1998
Operating revenues:		
Charges for services:		
Greens and membership fees	\$488,508	\$493,739
Rentals	324,309	326,808
Concesssion and sales	195,200	199,213
Sale of golf accessories	141,593	179,707
Other	2,537	2,299
Total operating revenues	<u>1,152,147</u>	<u>1,201,766</u>
Operating expenses:		
Personal services	514,819	522,134
Materials and supplies	370,188	377,690
Maintenance	23,073	15,275
Heat, light and power	44,063	60,318
General and administration	121,752	147,637
Depreciation	66,429	55,634
Total operating expenses	<u>1,140,324</u>	<u>1,178,688</u>
Operating income	<u>11,823</u>	<u>23,078</u>
Nonoperating revenues (expenses):		
Interest	19,149	18,938
Other	6,660	808
Total nonoperating revenues	<u>25,809</u>	<u>19,746</u>
Income (loss) before operating transfers	37,632	42,824
Operating transfers in:		
Special Revenue Fund	41,412	36,337
Total operating transfers	<u>41,412</u>	<u>36,337</u>
Net income	79,044	79,161
Retained earnings (deficit) at beginning of year	<u>216,588</u>	<u>137,427</u>
Retained earnings (deficit) at end of year	<u>\$295,632</u>	<u>\$216,588</u>

CITY OF LAKE CHARLES, LOUISIANA
Golf Course Enterprise Fund
Comparative Statement of Cash Flows
Fiscal Years Ended September 30, 1999 and 1998

	1999	1998
Cash flows from operating activities:		
Operating income	\$11,823	\$23,078
Adjustments to reconcile operating income to net cash provided by operating activities:		
Depreciation and amortization	66,429	55,634
Changes in assets and liabilities:		
(Increase) decrease in accounts receivable	0	119
(Increase) decrease in prepaid expenses	4	481
(Increase) decrease in inventory	13,549	(6,449)
(Increase) decrease in due from other funds operating reimbursements	(667)	0
Increase (decrease) in due to other funds operating reimbursements	(10,791)	(77,346)
Increase (decrease) in accounts payable	1,920	7,021
Increase (decrease) in gift certificates payable	719	(63)
Increase (decrease) in accrued wages and benefits	5,166	1,410
Total adjustments	76,329	(19,193)
Net cash provided by operating activities	88,152	3,885
Cash flows from capital and related financial activities:		
Capital expenditures	(71,963)	(88,420)
Contributed capital	0	0
Net cash provided (used for) capital and related financing activities	(71,963)	(88,420)
Cash flow from investing activities:		
Purchase of investment securities	(297,152)	(225,333)
Proceeds from sale and maturities of investment securities	330,085	250,000
Interest on investments	16,867	21,242
Net cash provided (used for) investing activities	49,800	45,909
Cash flows from noncapital financial activities:		
Operating transfers in	41,412	36,337
Net increase (decrease) in cash and cash equivalents	107,401	(2,289)
Cash and cash equivalents at beginning of year	94,062	96,351
Cash and cash equivalents at end of year	\$201,463	\$94,062

Schedule of Noncash Activity:

Assets transferred in cost \$53,015 and had accumulated depreciation of \$46,348 gain equaled 6,667.
 Assets transferred out cost \$1,645 and had accumulated depreciation of \$1,638. Net loss equaled \$7.

CITY OF LAKE CHARLES, LOUISIANA
Public Transit Enterprise Fund
Comparative Statement of Revenues, Expenses, and Changes in Retained Earnings
Fiscal Years Ended September 30, 1999 and 1998

	1999	1998
Operating revenues:		
Charges for services	\$53,088	\$68,014
Other	343	11,913
Total operating revenues	<u>53,431</u>	<u>79,927</u>
Operating expenses:		
Personal services	424,630	398,156
Materials and supplies	82,431	107,520
Maintenance	42,669	67,283
Transportation	26,925	30,391
General and administration	331,196	511,544
Depreciation	104,090	106,893
Total operating expenses	<u>1,011,941</u>	<u>1,221,787</u>
Operating income (loss)	<u>(958,510)</u>	<u>(1,141,860)</u>
Nonoperating revenues:		
Operating grants from governmental agencies	493,127	586,444
Interest	9,227	4,136
Other	(91)	0
Total nonoperating revenues	<u>502,263</u>	<u>590,580</u>
Income (loss) before operating transfers	<u>(456,247)</u>	<u>(551,280)</u>
Operating transfers in:		
General Fund	317,496	411,938
Special Revenue Funds	34,662	32,449
Total operating transfers	<u>352,158</u>	<u>444,387</u>
Net income (loss)	<u>(104,089)</u>	<u>(106,893)</u>
Retained earnings (deficit) at beginning of year	<u>(1,711,248)</u>	<u>(1,604,355)</u>
Retained earnings (deficit) at end of year	<u><u>(\$1,815,337)</u></u>	<u><u>(\$1,711,248)</u></u>

CITY OF LAKE CHARLES, LOUISIANA
Public Transit Enterprise Fund
Comparative Statement of Cash Flows
Fiscal Years Ended September 30, 1999 and 1998

	<u>1999</u>	<u>1998</u>
Cash flows from operating activities:		
Operating income (loss)	(\$958,510)	(\$1,141,860)
Adjustments to reconcile operating income to net cash provided by operating activities:		
Depreciation and amortization	104,090	106,893
Changes in assets and liabilities:		
(Increase) decrease in accounts receivable	(497)	730
(Increase) decrease in prepaid expenses	0	4,075
(Increase) decrease in due from other funds-operating reimbursement	21,248	(21,806)
Increase (decrease) in due to other funds-operating reimbursement	10,539	(11,327)
Increase (decrease) in accounts payable	2,965	1,435
Increase (decrease) in accrued wages and benefits	(619)	1,834
Total adjustments	<u>137,726</u>	<u>81,834</u>
Net cash provided by (used for) operating activities	<u>(820,784)</u>	<u>(1,060,026)</u>
Cash flow from investing activities:		
Purchase of investment activities	(5,557)	(150,623)
Proceeds from sale and maturities of investment securities	156,180	0
Interest on investments	9,226	4,136
Net cash provided by (used for) investing activities	<u>159,849</u>	<u>(146,487)</u>
Cash flows from noncapital financial activities:		
Intergovernmental revenue	274,289	699,247
Operating transfers in	352,158	444,387
Net cash provided by (used for) noncapital financial activities	<u>626,447</u>	<u>1,143,634</u>
Net increase (decrease) in cash and cash equivalents	(34,488)	(62,879)
Cash and cash equivalents at beginning of year	<u>116,515</u>	<u>179,394</u>
Cash and cash equivalents at end of year	<u><u>\$82,027</u></u>	<u><u>\$116,515</u></u>

Schedule of Noncash Activity:

Assets transferred out cost \$1,821 and had accumulated depreciation of \$ 1,730. Net loss equaled \$91.

Assets retired cost \$10,091 and had accumulated depreciation of \$10,091. Net loss equaled \$0.

CITY OF LAKE CHARLES, LOUISIANA
Water Utility Enterprise Fund
Comparative Statement of Revenues, Expenses, and Changes in Retained Earnings
Fiscal Years Ended September 30, 1999 and 1998

	1999	1998
Operating revenues:		
Charges for services:		
Water sales	\$6,381,028	\$6,501,173
Other	95,027	83,173
Total operating revenues	<u>6,476,055</u>	<u>6,584,346</u>
Operating expenses:		
Personal services	2,506,361	2,328,452
Materials and supplies	691,445	750,066
Maintenance	246,908	302,329
Heat, light and power	465,026	579,042
General and administration	799,897	980,037
Depreciation	963,407	949,958
Total operating expenses	<u>5,673,044</u>	<u>5,889,884</u>
Operating income	<u>803,011</u>	<u>694,462</u>
Nonoperating revenues (expenses):		
Interest	215,669	243,914
Gain (loss) on fixed assets	(918)	(813)
Total nonoperating revenues (expenses)	<u>214,751</u>	<u>243,101</u>
Income (loss) before operating transfers	1,017,762	937,563
Operating transfers in:		
General Fund	0	0
Special Revenue Funds	210,346	192,515
Total operating transfers	<u>210,346</u>	<u>192,515</u>
Net income	1,228,108	1,130,078
Add depreciation on contributed assets acquired from governmental grants, developers and customers	61,392	46,904
Retained earnings at beginning of year	<u>32,157,119</u>	<u>30,980,137</u>
Retained earnings at end of year	<u><u>\$33,446,619</u></u>	<u><u>\$32,157,119</u></u>

CITY OF LAKE CHARLES, LOUISIANA
Water Utility Enterprise Fund
Comparative Statement of Cash Flows
Fiscal Years Ended September 30, 1999 and 1998

	<u>1999</u>	<u>1998</u>
Cash flows from operating activities:		
Operating income	\$803,011	\$694,462
Adjustments to reconcile operating income to net cash provided by operating activities		
Depreciation	963,407	949,958
Changes in assets and liabilities:		
(Increase) decrease in accounts receivable	(27,287)	(43,131)
(Increase) decrease in prepaid expenses	89	33,998
(Increase) decrease in inventory	11,574	(14,652)
(Increase) decrease in due from other funds-operating reimbursement	3,765	(7,150)
Increase (decrease) in operating transaction reimbursements	333,429	22,748
Increase (decrease) in accounts payable	4,651	(9,747)
Increase (decrease) in customer deposit account	14,985	(12,660)
Increase (decrease) in accrued wages and benefits	18,327	(21,535)
Total adjustments	<u>1,322,940</u>	<u>897,829</u>
Net cash provided by operating activities	<u>2,125,951</u>	<u>1,592,291</u>
Cash flows from capital and related financial activities:		
Capital expenditures	(2,673,311)	(2,351,548)
Contracts payable	54,862	(337,078)
Contributed capital	3,295	38,891
Net cash provided by (used for) capital and related financing activities	<u>(2,615,154)</u>	<u>(2,649,735)</u>
Cash flow from investing activities:		
Purchase of investment securities	(4,454,738)	(3,596,017)
Proceeds from sale and maturities of investment securities	4,732,576	4,220,131
Interest on investments	212,573	246,950
Net cash provided (used for) investing activities	<u>490,411</u>	<u>871,064</u>
Cash flows from noncapital financial activities:		
Operating transfers in	<u>210,346</u>	<u>192,515</u>
Net increase (decrease) in cash and cash equivalents	211,554	6,135
Cash and cash equivalents at beginning of year	<u>519,952</u>	<u>513,817</u>
Cash and cash equivalents at end of year	<u><u>\$731,506</u></u>	<u><u>\$519,952</u></u>

Schedule of Noncash Activity:

Donated developer constructed water system extensions of \$100,375 were recorded as contributed capital.

Customer deposits for water mains in the amount of \$36,089 were transferred to contributed capital.

Assets transferred out cost \$18,706 and had accumulated depreciation of \$17,984. Net loss equaled \$722.

Assets retired costs \$56,268 and had accumulated depreciation of \$56,072. Net loss equaled \$196.

**TRUST &
AGENCY
FUNDS**

TRUST AND AGENCY FUNDS

The Trust and Agency Funds are used to account for assets held by the City in a fiduciary capacity. Such funds are operated by carrying out specific terms of statutes, ordinances, and other governing regulations, and include the following expendable trust and agency funds which are reported in this section:

The Veterans Memorial Park Expendable Trust Fund accounts for the receipt and use of private donations made for development of a permanent veterans memorial on City owned lakefront property.

The Waterslide Agency Fund accounts for funds held by the City to secure performance of a concession agreement.

CITY OF LAKE CHARLES, LOUISIANA
Trust and Agency Funds
Combinbing Balance Sheet
September 30, 1999
With Comparative Totals for September 30, 1998

	Expendable Trust Memorial Park	Agency Waterslide	Totals	
			1999	1998
ASSETS				
Cash	\$49,399	\$3,039	\$52,438	\$16,571
Investments	22,126	0	22,126	72,873
Due from other funds	0	0	0	50
Total assets	\$71,525	\$3,039	\$74,564	\$89,494
LIABILITIES AND FUND BALANCE				
Liabilities:				
Due to other funds	\$13	\$0	\$13	\$4
Escrow	0	3,039	3,039	2,913
Total liabilities	13	3,039	3,052	2,917
Fund balance:				
Unreserved, undesignated	71,512	0	71,512	86,577
Total fund balance	71,512	0	71,512	86,577
Total liabilities and fund balance	\$71,525	\$3,039	\$74,564	\$89,494

CITY OF LAKE CHARLES, LOUISIANA
Veteran's Memorial Park Expendable Trust Fund
 Comparative Balance Sheet
 September 30, 1999 and 1998

ASSETS	1999	1998
Cash	\$49,399	\$13,658
Investments	22,126	72,873
Due from other funds	0	50
Total assets	\$71,525	\$86,581
LIABILITIES AND FUND BALANCE		
Liabilities:		
Due to other funds	\$13	\$4
Total liabilities	13	4
Fund balance:		
Unreserved, undesignated	71,512	86,577
Total fund balance	71,512	86,577
Total liabilities and fund balance	\$71,525	\$86,581

CITY OF LAKE CHARLES, LOUISIANA
Veteran's Memorial Park Expendable Trust Fund
 Comparative Statement of Revenues, Expenditures and Changes in Fund Balance
 Fiscal Year Ended September 30, 1999 and 1998

	<u>1999</u>	<u>1998</u>
Revenues:		
Interest	\$3,595	\$5,096
Donations	6,222	9,000
Total revenues	<u>9,817</u>	<u>14,096</u>
Expenditures		
Community services	<u>24,882</u>	<u>24,791</u>
Excess of revenues over expenditures	(15,065)	(10,695)
Fund balance at beginning of year	<u>86,577</u>	<u>97,272</u>
Fund balance at end of year	<u><u>\$71,512</u></u>	<u><u>\$86,577</u></u>

CITY OF LAKE CHARLES, LOUISIANA
Agency Funds
 Combining Statement of Changes in Assets and Liabilities
 For the Fiscal Year Ended September 30, 1999

	<u>Beginning Balance</u>	<u>Additions</u>	<u>Deductions</u>	<u>Ending Balance</u>
ASSETS				
Cash in Waterslide Agency Fund	\$2,913	\$1,126	\$1,000	\$3,039
Total assets	<u>\$2,913</u>	<u>\$1,126</u>	<u>\$1,000</u>	<u>\$3,039</u>
LIABILITIES				
Escrow in Waterslide Agency Fund	\$2,913	\$1,126	\$1,000	\$3,039
Total liabilities	<u>\$2,913</u>	<u>\$1,126</u>	<u>\$1,000</u>	<u>\$3,039</u>

**GENERAL
FIXED ASSETS
ACCOUNT
GROUP**

GENERAL FIXED ASSETS ACCOUNT GROUP

The General Fixed Assets Account Group is used to record fixed assets used in governmental fund type operations. There is no depreciation taken on general fixed assets.

CITY OF LAKE CHARLES, LOUISIANA
Comparative Schedules of General Fixed Assets
By Source
September 30, 1999 and 1998

	<u>1999</u>	<u>1998</u>
General fixed assets:		
Land	\$10,465,773	\$8,411,314
Buildings	11,057,036	10,953,226
Improvements	22,811,684	22,013,057
Equipment	18,648,207	16,777,727
Total general fixed assets	<u>\$62,982,700</u>	<u>\$58,155,324</u>
Property acquired prior to October 1, 1985	\$26,280,139	\$26,379,539
Property acquired after September 30, 1985 from:		
Federal grants	516,988	516,988
State grants	170,000	170,000
General fund revenues	32,097,896	29,109,120
Donations	3,917,677	1,979,677
Total investments in general fixed assets	<u>\$62,982,700</u>	<u>\$58,155,324</u>

CITY OF LAKE CHARLES, LOUISIANA

Schedule of General Fixed Assets

By Function and Activity

September 30, 1999

Function and Activity	Land	Buildings	Improvements Other Than Buildings	Machinery and Equipment	Total
GENERAL GOVERNMENT					
Legislative	\$0	\$0	\$0	\$8,525	\$8,525
Executive	0	0	0	75,678	75,678
Judicial	0	529,171	0	77,751	606,922
Total general government	0	529,171	0	161,954	691,125
STAFF AGENCIES					
Finance	0	0	0	326,534	326,534
Planning and development	0	0	0	115,395	115,395
Personnel	0	0	0	26,381	26,381
Public works	214,700	905,707	0	962,180	2,082,587
Data processing	0	0	0	687,336	687,336
General government buildings	1,345,094	1,812,084	859,526	300,148	4,316,852
Total staff agencies	1,559,794	2,717,791	859,526	2,417,974	7,555,085
PUBLIC SAFETY					
Police	64,965	587,181	762,784	3,707,542	5,122,472
Fire	382,050	2,480,348	388,853	5,199,764	8,451,015
Permit Center	0	0	0	77,983	77,983
Total public safety	447,015	3,067,529	1,151,637	8,985,289	13,651,470
Streets	0	9,693	0	2,047,616	2,057,309
Recreation	8,401,507	1,950,163	9,853,329	747,550	20,952,549
Community service	5,000	2,549,579	0	0	2,554,579
Sanitation and waste	52,457	233,110	10,947,192	4,287,824	15,520,583
	8,458,964	4,742,545	20,800,521	7,082,990	41,085,020
Total general fixed assets allocated to functions	\$10,465,773	\$11,057,036	\$22,811,684	\$18,648,207	\$62,982,700

CITY OF LAKE CHARLES, LOUISIANA
Schedule of Changes in General Fixed Assets
By Function and Activity
For the Fiscal Year Ended September 30, 1999

Function and Activity	General Fixed Assets 9/30/98	Additions	Deletions	General Fixed Assets 9/30/99
GENERAL GOVERNMENT				
Legislative	\$15,262	\$0	(\$6,737)	\$8,525
Executive	66,749	10,555	(1,626)	75,678
Judicial	619,086	7,980	(20,144)	606,922
Total general government	<u>701,097</u>	<u>18,535</u>	<u>(28,507)</u>	<u>691,125</u>
STAFF AGENCIES				
Finance	226,908	100,126	(500)	326,534
Planning and development	128,311	0	(12,916)	115,395
Personnel	27,522	6,892	(8,033)	26,381
Public works	2,127,082	58,694	(103,189)	2,082,587
Data processing	533,859	173,925	(20,448)	687,336
General government buildings	4,019,718	363,007	(65,873)	4,316,852
Total staff agencies	<u>7,063,400</u>	<u>702,644</u>	<u>(210,959)</u>	<u>7,555,085</u>
PUBLIC SAFETY				
Police	4,775,606	785,838	(438,972)	5,122,472
Fire	7,931,624	616,588	(97,197)	8,451,015
Animal control	4,512	0	(4,512)	0
Permit Center	92,771	2,559	(17,347)	77,983
Total public safety	<u>12,804,513</u>	<u>1,404,985</u>	<u>(558,028)</u>	<u>13,651,470</u>
Streets	1,967,452	230,301	(140,444)	2,057,309
Recreation	18,245,526	2,739,672	(32,649)	20,952,549
Community service	2,408,032	146,547	0	2,554,579
Sanitation and waste	14,965,304	576,922	(21,643)	15,520,583
	<u>37,586,314</u>	<u>3,693,442</u>	<u>(194,736)</u>	<u>41,085,020</u>
Total general fixed assets allocated to functions	<u><u>\$58,155,324</u></u>	<u><u>\$5,819,606</u></u>	<u><u>(\$992,230)</u></u>	<u><u>\$62,982,700</u></u>

**GENERAL
LONG-TERM
DEBT ACCOUNT
GROUP**

GENERAL LONG-TERM DEBT ACCOUNT GROUP

The General Long-Term Debt Account Group records long-term liabilities expected to be financed from governmental type funds.

CITY OF LAKE CHARLES, LOUISIANA

Statement of General Long-Term Debt

September 30, 1999

FUNDS	Amount Available and to be Provided for Payment of		
	Amount Available in Debt Service Fund for Debt Retirement	Total of Amount Available	Amount to be Governmental Fund Revenues
Special assessment debt with government commitment	\$952,589	\$952,589	\$0
Accrued leave benefits	0	0	1,815,972
Police benefit guarantees	527,550	527,550	407,371
Sales Tax Increment Financing Agreement	2,682	2,682	3,635,961
Tax exempt refunding bonds	0	0	3,600,000
Taxable refunding bonds	951,722	951,722	7,533,278
Total funds	\$2,434,543	\$2,434,543	\$16,992,582

<u>General Long-Term Debt</u>		<u>Total Amount Available and to be Provided</u>	<u>General Long-Term Debt Payable</u>		
<u>Provided From</u>	<u>Totals to be Provided</u>		<u>Bonds Payable</u>	<u>Other General Long-Term Debt</u>	<u>Total General Long-Term Debt Payable</u>
(\$899,408)	(\$899,408)	\$53,181	\$53,181	\$0	\$53,181
0	1,815,972	1,815,972	0	1,815,972	1,815,972
0	407,371	934,921	0	934,921	934,921
0	3,635,961	3,638,643	0	3,638,643	3,638,643
0	3,600,000	3,600,000	3,600,000	0	3,600,000
0	7,533,278	8,485,000	8,485,000	0	8,485,000
<u>(\$899,408)</u>	<u>\$16,093,174</u>	<u>\$18,527,717</u>	<u>\$12,138,181</u>	<u>\$6,389,536</u>	<u>\$18,527,717</u>

STATISTICAL

STATISTICAL SECTION

(Unaudited)

The City of Lake Charles has no revenue bonds payable at this time. All of the long-term capital debt consists of general obligations financed through dedicated property tax assessments or by the usage of general tax revenues if necessary. All special assessments are financed through property assessments to the owner and in some instance are supplemented by City funds.

CITY OF LAKE CHARLES, LOUISIANA
General Governmental Expenditures and Other Uses by Function
Last Ten Fiscal Years
(Unaudited)

<u>Fiscal Years Ended</u>	<u>General Government (Personnel- Planning)</u>	<u>Finance</u>	<u>Fire and Police</u>	<u>Public Works</u>
1990	\$2,085,943	\$788,615	\$9,533,003	\$12,976,918
1991	2,134,198	811,905	10,249,814	12,608,395
1992	2,144,126	794,181	10,290,617	13,484,794
1993	2,280,728	839,604	10,557,358	14,435,944
1994	2,609,151	874,345	11,294,553	17,065,230
1995	2,834,434	918,321	12,642,552	18,539,153
1996	3,046,895	967,701	14,196,403	25,462,061
1997	3,106,556	974,520	15,299,178	26,464,607
1998	3,186,197	1,034,447	15,515,080	23,799,305
1999	3,328,941	1,079,025	14,608,719	28,591,979

Note:

Includes General, Special Revenue, Debt Service and Capital Projects Funds

Community Services	General Services	Community Development	Debt Service	Net Operating Transfers	Total
\$1,564,962	\$1,039,965	\$938,149	\$1,263,255	\$943,762	\$31,134,572
1,656,942	1,244,818	1,227,545	1,020,742	1,015,248	31,969,607
1,743,638	1,381,463	876,685	738,425	525,225	31,979,154
2,011,355	1,443,831	1,069,867	566,136	1,149,429	34,354,252
2,488,183	1,478,233	940,084	501,363	991,632	38,242,774
2,676,811	1,594,832	1,886,605	460,547	1,124,430	42,677,685
2,817,787	1,702,340	1,181,346	271,996	1,155,106	50,801,635
2,858,587	1,815,771	1,127,508	177,026	1,286,915	53,110,668
2,756,989	2,006,759	2,625,806	694,751	1,293,381	52,912,715
3,140,390	2,493,605	3,294,011	1,691,766	1,131,535	59,359,971

CITY OF LAKE CHARLES, LOUISIANA
General Governmental Revenues and Other Sources by Source
Last Ten Fiscal Years
(Unaudited)

<u>Fiscal Years Ended</u>	<u>Taxes</u>	<u>Licenses and Permits</u>	<u>Inter- Governmental</u>	<u>Charges for Services</u>
1990	\$21,902,111	\$3,455,026	\$3,314,223	\$2,310,469
1991	23,151,516	3,610,795	3,367,889	2,381,660
1992	23,371,700	3,382,232	2,571,647	2,747,431
1993	26,412,090	3,493,826	2,727,996	2,754,507
1994	30,624,830	3,820,624	2,780,838	2,811,985
1995	33,984,440	3,807,766	3,883,355	3,139,203
1996	38,441,976	4,339,682	3,633,397	3,039,712
1997	37,526,792	4,425,108	5,384,140	2,881,616
1998	39,993,118	4,450,105	5,039,189	3,231,181
1999	42,719,120	4,190,415	6,522,258	3,222,346

Note:

Includes General, Special Revenue, Debt Service and Capital Projects Funds

Table 2

Fines and Forfeitures	Uses of Money and Property	Miscellaneous	Net Operating Transfers	Total
\$695,350	\$907,792	\$1,300,117	\$0	\$33,885,088
614,697	1,021,044	1,589,851	0	35,737,452
491,971	845,535	1,266,904	0	34,677,420
483,872	946,906	1,014,948	0	37,834,145
552,290	921,695	1,931,275	0	43,443,537
423,574	1,158,468	6,761,476	0	53,158,282
484,426	1,510,779	3,603,712	0	55,053,684
425,329	1,495,345	3,337,270	0	55,475,600
388,801	1,571,461	3,047,957	0	57,721,812
337,943	1,869,866	3,426,158	0	62,288,106

CITY OF LAKE CHARLES, LOUISIANA
Property Tax Levies and Collections
Last Ten Fiscal Years
(Unaudited)

<u>Fiscal Year Ended</u>	<u>Tax Year</u>	<u>Total Tax Levy</u>	<u>Less: Cancellations and Reductions</u>	<u>Net Tax Levy</u>
1990	1989	\$3,971,891	\$24,382	\$3,947,509
1991	1990	3,952,673	25,728	3,926,945
1992	1991	3,924,186	78,744	3,845,442
1993	1992	4,215,640	35,757	4,179,883
1994	1993	4,315,303	47,430	4,267,873
1995	1994	4,447,451	4,551	4,442,900
1996	1995	4,604,277	35,102	4,569,175
1997	1996	4,739,814	139,851	4,599,963
1998	1997	4,880,549	39,602	4,840,947
1999	1998	4,944,413	61,418	4,882,995

Less: Outstanding Delinquent Taxes	Net Total Taxes Collected	Percent of Net Taxes Collected	Percent of Delinquent Taxes to Net Levy
\$20,902	\$3,926,607	99.47 %	0.53 %
14,686	3,912,259	99.63	0.37
17,203	3,828,239	99.55	0.45
20,475	4,159,408	99.51	0.49
29,521	4,238,352	99.31	0.69
8,119	4,434,965	99.82	0.18
25,020	4,571,951	99.46	0.54
34,780	4,585,464	99.68	0.76
40,083	4,800,864	99.17	0.83
58,584	4,824,411	98.80	1.20

CITY OF LAKE CHARLES, LOUISIANA
Assessed and Estimated Actual Value of Taxable Property
Last Ten Fiscal Years
(Unaudited)

Fiscal Year Ended	Tax Year	Real Property and Mobile		Personal, Business Industry	
		Assessed Value	Estimated Actual Value	Assessed Value	Estimated Actual Value
1990	1989	\$156,980,380	\$1,516,619,700	\$36,143,940	\$240,959,600
1991	1990	156,690,140	1,441,459,233	38,442,960	256,286,400
1992	1991	156,173,910	1,434,125,167	37,835,290	252,235,267
1993	1992	153,517,110	1,535,171,100	40,385,210	269,234,733
1994	1993	154,739,450	1,547,394,500	44,019,380	293,462,533
1995	1994	158,193,690	1,581,936,900	49,125,000	327,500,000
1996	1995	162,729,110	1,627,291,100	54,037,810	360,252,067
1997	1996	204,016,810	2,040,168,100	69,057,190	460,381,267
1998	1997	204,832,650	2,048,326,500	77,534,440	516,896,267
1999	1998	210,456,270	2,104,562,700	76,939,050	512,927,000

Note:

(1) Ratios of assessed valuation to actual value are established by state law. Assessment ratios currently applicable to various classes of property are as follows:

- 10% - Land and residential improvements
- 15% - Commercial improvements
- 15% - Personal property
- 25% - Public Utilities

(2) All property assessments are made by the Calcasieu Parish assessor or the Louisiana Tax Commission. required reassessments of all properties were made in 1988, 1992 and 1996.

Public Utilities		Total all Property		Ratio of Total Assessed to Total Estimated Actual Value
Assessed Value	Estimated Actual Value	Assessed Value	Estimated Actual Value	
\$19,765,140	\$79,060,560	\$212,889,460	\$1,889,823,960	8.88 to 1
19,895,620	79,582,480	215,028,720	1,777,328,113	8.27 to 1
20,074,860	80,299,440	214,084,060	1,766,659,874	8.25 to 1
18,782,740	75,130,960	212,685,060	1,879,536,793	8.85 to 1
18,407,910	73,631,640	217,166,740	1,914,488,673	8.82 to 1
18,544,830	74,179,320	225,863,520	1,983,616,220	8.78 to 1
18,497,100	73,988,400	235,264,020	2,061,531,567	8.76 to 1
17,913,050	71,652,200	290,987,050	2,572,201,567	8.84 to 1
18,182,000	72,728,000	300,549,090	2,637,950,767	8.78 to 1
17,753,290	71,013,160	305,148,610	2,688,502,860	8.81 to 1

CITY OF LAKE CHARLES, LOUISIANA
Assessed Value of All Taxable Property by Source
Fiscal Year Ended September 30, 1990 through September 30, 1999
(Unaudited)

Tax Year	Real and Mobile Property Assessed Value	Personal Property Assessed Value	Public Service Assessed Value	Total Assessed Value
1989	\$156,980,380	\$36,143,940	\$19,765,140	\$212,889,460
1990	156,690,140	38,442,960	19,895,620	215,028,720
1991	156,173,910	37,835,290	20,074,860	214,084,060
1992	153,517,110	40,385,210	18,782,740	212,685,060
1993	154,739,450	44,019,380	17,407,910	216,166,740
1994	158,193,690	49,125,000	18,544,830	225,863,520
1995	162,729,110	54,037,810	18,497,100	235,264,020
1996	204,016,810	69,057,190	17,913,050	290,987,050
1997	204,832,650	77,534,440	18,182,000	300,549,090
1998	210,456,270	76,939,050	17,947,890	305,343,210

Note:

Assessed value is determined as noted in Table 4.

CITY OF LAKE CHARLES, LOUISIANA
Reconciliation of 1998 Tax Roll
Fiscal Year Ended September 30, 1999
(Unaudited)

Assessed valuation of \$305,343,210 at 16.14 mills		\$4,928,239
Additions		16,163
Less:		
Cancellations and reductions		(61,418)
Unpaid taxes (includes bankruptcies, adjudications, and paid under protest)		(58,584)
Total to account for (current year collections only)		<u>4,824,400</u>
Distribution of ad valorem taxes collected during fiscal year ended September 30, 1999:		
General Fund:		
General alimony - 6.09 mill	\$1,830,541	
Special street improvements - 2.54 mills	763,477	
Employee salary - 5.63 mills	1,692,265	
Special recreation - 1.88 mills	565,093	
Total accounted for	<u>4,851,376</u>	
Total amount over collected*		<u><u>(\$26,976)</u></u>

* Includes collections for prior year.

CITY OF LAKE CHARLES, LOUISIANA

Principal Taxpayers

Tax Year December 31, 1998

for Fiscal Year Ended September 30, 1999

(Unaudited)

Taxpayer	Type of Business	Assessed Valuation 1998	Percentage of Total Valuation
Players Lake Charles/Showboat Star	Riverboat casino	\$13,379,040	4.20 %
Bell South Telecommunications	Telephone	9,013,698	2.83
Hibernia National Bank	Bank	6,286,130	1.97
Wal-Mart Stores	Retail	4,972,090	1.56
Entergy Gulf States Inc.	Electric utility	4,237,210	1.33
Banc One	Bank	3,205,520	1.01
US Unwired	Telecommunications	2,709,810	0.85
Simon, Melvin & Associates	Land & Project Developer	2,607,030	0.82
Whitney Bank	Bank	1,720,690	0.54
Carbolinc Company	Manufacturer	1,327,900	0.42
		<u>\$49,459,118</u>	15.52

Total city valuation: \$318,612,520

CITY OF LAKE CHARLES, LOUISIANA
Property Tax Rates (Millage) - Per \$1000 Assessment
Last Ten Fiscal Years
(Unaudited)

Calendar Year Ended	Fiscal Year	General and Special Revenue Funds	Debt Service Funds	Total
1989	1989-90	17.43	1.32	18.75
1990	1990-91	17.43	0.89	18.32
1991	1991-92	17.43	0.81	18.24
1992	1992-93	19.15	0.54	19.69
1993	1993-94	19.15	0.59	19.74
1994	1994-95	19.15	0.54	19.69
1995	1995-96	19.15	0.42	19.57
1996	1996-97	16.12	0.16	16.28
1997	1997-98	16.14	0.00	16.14
1998	1998-99	16.14	0.00	16.14

Note:

All property taxes levied by the City of Lake Charles are retained in the City budget and none are collected for distribution to other governmental units.

CITY OF LAKE CHARLES, LOUISIANA
Ratio of Net General Obligation Bonded Debt
To Assessed Value and Net General Obligation Bonded Debt Per Capita
Fiscal Years Ended September 30, 1990 through 1998
(Unaudited)

<u>Fiscal Year Ended</u>	<u>Population</u>	<u>Assessed Value (in Thousands)</u>
1990	70,580	\$212,889
1991	70,808	215,029
1992	70,622	214,084
1993	71,705	212,685
1994	72,112	217,167
1995	73,742	225,864
1996	75,424	235,264
1997	No General Obligation Debt	
1998	No General Obligation Debt	
1999	No General Obligation Debt	

Note:

- (1) Gross bonded debt amount does not includes special assessment bonds.
- (2) Debt service money available is for the repayment of general obligation bonds.
- (3) Population figures used for 1989 through 1991 are official 1990 census results.
Other population figures are annual estimates.
- (4) All bonded debt was paid in full in fiscal year 1997

Table 9

Gross Bonded Debt	Debt Service Money Available	Net Bonded Debt	Percent Ratio of Net Bonded Debt to Assessed Value	Net Bonded Debt Per Capita
\$985,000	\$49,711	\$935,289	0.44 %	\$13
595,000	42,608	552,392	0.26	8
445,000	15,740	429,260	0.20	6
345,000	4,215	340,785	0.16	5
245,000	9,630	235,370	0.11	3
145,000	18,076	126,924	0.06	2
50,000	13,898	36,102	0.02	1

CITY OF LAKE CHARLES, LOUISIANA
Computation of Legal Debt Margin
September 30, 1999
(Unaudited)

Net assessed value (real property)		\$210,456,270
Plus exempt property		<u>56,066,260</u>
Total assessed value		<u>\$266,522,530</u>
Debt limit - 10 percent of total assessed value		\$26,652,253
Amount of debt applicable to debt limit:		
Total bonded debt (including special assessments)	\$12,138,181	
Less:		
Assets in Debt Service Funds available for payment of principal and interest	\$951,722	
Other deductions allowed by law:		
Special assessment bonds	<u>952,589</u>	
Total deductions		<u>1,904,311</u>
Total amount of debt applicable to debt limit		<u>10,233,870</u>
Legal debt margin		<u>\$16,418,383</u>

CITY OF LAKE CHARLES, LOUISIANA
 Computation of Direct and Overlapping
 General Obligation Bonded Debt
 September 30, 1999
 (Unaudited)

<u>Jurisdiction</u>	<u>General Obligation Bonded Debt Outstanding</u>	<u>Percentage Applicable to City of Lake Charles</u>	<u>Amount Applicable to Lake Charles</u>
City of Lake Charles	\$0	100 %	\$0
Calcasieu Parish School Board	71,593,981	28.873%	20,671,330
Calcasieu Parish Library Improvement Bonds	<u>8,965,000</u>	28.873%	<u>2,588,464</u>
Total Direct and Overlapping General Obligation Bonded Debt	<u><u>\$80,558,981</u></u>		<u><u>\$23,259,795</u></u>

CITY OF LAKE CHARLES, LOUISIANA
 Ratio of Annual Debt Service Expenditures for
 General Bonded Debt to Total General Expenditures
 Last Ten Fiscal Years
 (Unaudited)

<u>Fiscal Year Ended</u>	<u>Principal Retirement</u>	<u>Interest Paid</u>	<u>Total Debt Service</u>	<u>Total General Expenditures</u>	<u>Ratio of Debt Service to General Expenditures</u>
1990	\$961,463	\$301,792	\$1,263,255	\$31,134,572	4.06 %
1991	791,019	229,723	1,020,742	31,969,607	3.19
1992	552,011	186,414	738,425	31,979,154	2.31
1993	419,403	146,733	566,136	34,354,252	1.65
1994	387,821	113,542	501,363	38,242,774	1.31
1995	378,397	82,150	460,547	42,677,685	1.08
1996	221,804	50,192	271,996	50,801,635	0.54
1997	144,442	32,584	177,026	53,110,668	0.33
1998	75,277	19,417	94,694	52,912,715	0.18
1999	645,278	600,039	1,245,317	59,359,971	2.10

Note:

- (1) Total General Expenditures includes General, Special Revenue, and Debt Service Funds.
- (2) Amounts include principal and interest payments of special assessments.

CITY OF LAKE CHARLES, LOUISIANA
Special Assessment Billing and Collections
Last Ten Fiscal Years
(Unaudited)

<u>Fiscal Year Ended</u>	<u>Special Assessments Billings</u>	<u>Special Assessments collected</u>	<u>Ratio of Collections To Amount Due</u>	<u>Total Outstanding Assessments</u>
1990	\$919,075	\$376,162	40.9 %	\$2,118,012
1991	910,150	323,269	35.5	1,955,655
1992	953,133	262,347	27.5	1,685,624
1993	945,449	247,032	26.1	1,439,891
1994	946,748	196,202	20.7	1,252,323
1995	955,381	108,018	11.3	1,082,893
1996	893,970	100,288	11.2	880,248
1997	791,612	42,669	5.4	795,981
1998	750,013	27,083	3.6	748,373
1999	729,489	17,762	2.4	665,609

Note:

The amount reported as Special Assessments Billings is the total amount actually billed, including current and delinquent principal and interest, in November of each year. The amount reported as Special Assessments Collected is the total amount actually collected during the fiscal year.

CITY OF LAKE CHARLES, LOUISIANA
Sales Tax, Licenses Tax and Utility Franchise Tax Collections
Last Ten Fiscal Years
(Unaudited)

Fiscal Year Ended	One Percent Sales Tax (1965)	Additional One Percent Sales Tax (1987)	Employee's Pay Sales Tax (1995)
1990	\$8,143,075	\$8,143,074	\$0
1991	8,716,687	8,716,686	0
1992	8,879,225	8,879,224	0
1993	9,307,413	9,307,412	0
1994	10,299,961	10,299,960	0
1995	10,673,230	10,673,228	1,127,825
1996	11,286,542	11,286,540	2,795,072
1997	11,571,527	11,571,526	2,887,759
1998	12,282,721	12,282,721	3,051,254
1999	13,312,712	13,312,712	3,270,504

Note:

- (1) Additional one percent sales tax was collected during the last eight months of fiscal year 1987.
- (2) Revised rates and expanded coverage of occupational licenses tax became effective in 1988.
- (3) One-quarter cent sales tax collections levied for an employee pay raise began May, 1995.

Occupational License and Insurance Taxes	Electric Utility Franchise	Gas Utility Franchise	Cable Television Franchise
\$1,660,680	\$2,419,419	\$293,372	\$212,817
1,788,330	2,541,497	293,379	250,464
1,768,155	2,491,601	268,714	295,209
1,869,475	2,586,166	245,312	332,465
1,941,457	2,848,582	261,731	372,239
2,000,807	2,778,707	265,766	405,569
2,152,181	3,173,086	248,011	474,811
2,125,724	3,007,878	599,121	430,584
2,196,952	3,144,286	393,389	430,158
2,183,838	3,018,078	331,305	417,689

CITY OF LAKE CHARLES, LOUISIANA
Property Value, Construction and Bank Deposits
Last Ten Calendar Years
(Unaudited)

<u>Calendar Year Ended</u>	<u>Commercial Construction</u>	
	<u>Permits Issued</u>	<u>Value</u>
1990	293	\$28,622,542
1991	281	32,216,186
1992	270	27,884,991
1993	285	55,234,530
1994	216	21,848,575
1995	283	47,431,671
1996	311	97,633,110
1997	329	62,691,854
1998	444	29,747,777
1999	287	21,275,879

Source: Construction data from City of Lake Charles Inspection Division; bank deposits from individual banks; property value (assessed valuation) from Calcasieu Parish Tax assessor's Office.

Residential Construction		Property Value		
Permits Issued	Value	Bank Deposits	Taxable	Non-Taxable
741	\$3,394,740	\$1,356,528,000	\$212,889,460	\$39,013,300
851	5,025,399	1,455,825,000	215,028,720	39,577,270
691	4,446,637	1,405,528,985	214,084,060	39,929,890
713	4,128,425	1,331,842,000	212,685,060	41,851,850
622	4,987,188	1,397,813,000	217,166,740	41,350,180
552	4,536,337	1,395,149,000	225,863,520	43,971,290
784	6,800,564	1,647,834,000	235,264,020	56,066,260
736	6,708,083	1,619,879,000	290,987,050	56,066,260
950	5,609,288	1,848,275,000	300,549,090	81,510,260
805	11,633,499	3,004,576,000	305,148,610	56,066,260

CITY OF LAKE CHARLES, LOUISIANA
Demographic Statistics
Last Ten Calendar Years
(Unaudited)

<u>Calendar Year Ended</u>	<u>Population</u>	<u>Median Household Income (1)</u>	<u>Median Age</u>
1989	70,580	\$25,228	27.5
1990	70,580	25,228	27.5
1991	70,808	25,228	27.5
1992	70,622	25,228	27.6
1993	71,705	21,225	32.1
1994	72,112	21,225	32.2
1995	73,742	21,225	32.1
1996	75,424	21,225	32.1
1997	75,743	21,225	32.1
1998	76,537	21,225	31.6

Notes:

- (1) Estimates by IMCAL.
- (2) School enrollment includes public and state approved private schools only.

Table 16

Public City School Enrollment (K-12 Grades)	Private City School Enrollment (K-12 Grades)	Total City School Enrollment (K-12 Grades)	Unemployment Percentage Rate
15,126	2,572	17,698	9.1 %
16,182	3,150	19,332	7.6
15,846	2,948	18,794	8.8
16,038	2,787	18,825	6.5
16,232	2,614	18,846	7.3
16,662	2,713	19,375	5.1
14,291	2,713	17,004	6.3
14,777	2,815	17,592	6.0
14,696	2,820	17,516	5.0
15,748	3,121	18,869	3.5

CITY OF LAKE CHARLES, LOUISIANA
Enterprise Fund Operating Revenues
Last Ten Fiscal Years
(Unaudited)

<u>Year Ended</u>	<u>Civic Center</u>	<u>Golf Course</u>	<u>Public Transit</u>	<u>Water Utility</u>
1990	\$892,809	\$682,830	\$116,510	\$0
1991	749,639	830,893	124,893	4,070,264
1992	775,842	988,980	126,796	5,517,693
1993	714,365	846,747	136,590	5,740,746
1994	745,956	990,626	136,568	5,745,312
1995	666,793	1,087,392	137,512	6,015,162
1996	729,982	1,147,880	79,231	6,396,291
1997	647,765	1,182,153	86,120	6,155,325
1998	1,618,265	1,201,766	79,927	6,584,346
1999	1,582,948	1,152,147	53,431	6,476,055

Note:

The 1991 Water Utility revenues are for a nine month period beginning January 1, 1991.

CITY OF LAKE CHARLES, LOUISIANA
Miscellaneous Statistics
September 30, 1999
(Unaudited)

Date of incorporation	1867
Form of government	Mayor-Council
Area	35.22 square miles
Miles of streets (estimate)	400
Fire protection:	
Number of stations	7
Total authorized personnel	148
Police protection:	
Number of stations	4
Total authorized personnel	172
Water system:	
Number of customers	27,134
Average daily consumption	11.499 million gallons
Sewers:	
Sanitary sewers	600 miles
Storm sewers	425 miles
Recreation and culture:	
Number of parks and acreage	29-561 acres
Number of libraries	1 central - 13 branches
Number of volumes	284,969
Employees - City of Lake Charles	915
Telephones	56,093
Electric meters	26,653
Gas meters	38,216
Building permits issued	1,092
Schools	32 public 12 non-public 18,869 enrollment 1 technical institute 1,244 + enrollment 1 college 7,879 enrollment
Industry	141 establishments 10,800 workers 313,700,000 annual wages

Source: Lake Charles city directory and local city sources.

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CITY OF LAKE CHARLES, LOUISIANA

· OMB CIRCULAR A-133
SUPPLEMENTARY REPORTS

YEAR ENDED SEPTEMBER 30, 1999

Under provisions of state law, this report is a public document. A copy of the report has been submitted to the entity 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 _____

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GRAGSON, CASIDAY & GULLORY, L.L.P.
CERTIFIED PUBLIC ACCOUNTANTS

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RICHARD W. CASIDAY, C.P.A.
RAYMOND GULLORY, JR., C.P.A.

GRAHAM A. PORTUS, E.A.

JULIA W. PORTUS, C.P.A.
CAMUS CASTILLE, C.P.A.
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MICHELLE BOURNE, C.P.A.
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REPORT ON COMPLIANCE AND ON INTERNAL CONTROL OVER
FINANCIAL REPORTING BASED ON AN AUDIT OF FINANCIAL
STATEMENTS PERFORMED IN ACCORDANCE WITH
GOVERNMENT AUDITING STANDARDS

February 3, 2000

Honorable Rodney Geyen, Mayor
and Members of the City Council
Lake Charles, Louisiana

We have audited the general purpose financial statements of the City of Lake Charles, Louisiana as of and for the year ended September 30, 1999, and have issued our report thereon dated February 3, 2000. 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 City of Lake Charles, Louisiana's general purpose 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 no instances of noncompliance that are required to be reported under Government Auditing Standards.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered the City of Lake Charles, Louisiana's internal control over financial reporting in order to determine our auditing procedures for the purpose of expressing our opinion on the general purpose financial statements and not to provide assurance on the internal control over financial reporting. Our consideration of the *internal control over financial reporting would not necessarily disclose all matters in the internal control over financial reporting that might be material weaknesses*. A material weakness is a condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that misstatements in amounts that would be material in relation to the general purpose financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. We noted no matters involving the internal control over financial reporting and its operation that we consider to be material weaknesses.

Honorable Rodney Geyen, Mayor
and Members of the City Council
Page Two

This report is intended solely for the information and use of the Mayor, members of the City Council, management, the Legislative Auditor of Louisiana, and federal awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties.

A handwritten signature in black ink, reading "Tragon, Casiday & Guillory". The signature is written in a cursive, flowing style.

GRAGSON, CASIDAY & GUILLORY, L.L.P.
CERTIFIED PUBLIC ACCOUNTANTS

W. GEORGE GRAGSON, C.P.A.
RICHARD W. CASIDAY, C.P.A.
RAYMOND GUILLORY, JR., C.P.A.

GRAHAM A. PORTUS, E.A.

JULIA W. PORTUS, C.P.A.
CAMUS CASTILLE, C.P.A.
DAWN REDD, C.P.A.
MICHELLE BOURNE, C.P.A.
COY VINCENT, C.P.A.
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REPORT ON COMPLIANCE WITH REQUIREMENTS
APPLICABLE TO EACH MAJOR PROGRAM AND
INTERNAL CONTROL OVER COMPLIANCE IN
ACCORDANCE WITH OMB CIRCULAR A-133

February 3, 2000

Honorable Rodney Geyen, Mayor
and Members of the City Council
Lake Charles, Louisiana

Compliance

We have audited the compliance of the City of Lake Charles, Louisiana with the types of compliance requirements described in the U.S. Office of Management and Budget (OMB) Circular A-133 Compliance Supplement that are applicable to its major federal programs for the year ended September 30, 1999. The City of Lake Charles, Louisiana's major federal program is identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs. Compliance with the requirements of laws, regulations, contracts and grants applicable to its major federal program is the responsibility of the City of Lake Charles, Louisiana's management. Our responsibility is to express an opinion on the City of Lake Charles, Louisiana's compliance based on our audit.

We conducted our audit of compliance in accordance with generally accepted auditing standards; the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States; and OMB Circular A-133, Audits of States, Local Governments, and Non-Profit Organizations. Those standards and OMB Circular A-133 require that we plan and perform the audit to obtain reasonable assurance about whether material noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about the City of Lake Charles, Louisiana's compliance with those requirements and performing such other procedures as we consider necessary in the circumstances. We believe that our audit provides a reasonable basis for our opinion. Our audit does not provide a legal determination on the City of Lake Charles, Louisiana's compliance with those requirements.

In our opinion, the City of Lake Charles, Louisiana complied, in all material respects, with the requirements referred to above that are applicable to its major federal program for the year ended September 30, 1999.

Internal Control Over Compliance

The management of the City of Lake Charles, Louisiana is responsible for establishing and maintaining effective internal control over compliance with requirements of laws, regulations, contracts and grants applicable to federal programs. In planning and performing our audit, we considered the City of Lake Charles, Louisiana's internal control over compliance with requirements that could have a direct and material effect on a major federal program in order to determine our auditing procedures for the purpose of expressing our opinion on compliance and to test and report on internal control over compliance in accordance with OMB Circular A-133.

Our consideration of the internal control over compliance would not necessarily disclose all matters in the internal control that might be material weaknesses. A material weakness is a condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that noncompliance with applicable requirements of laws, regulations, contracts and grants that would be material in relation to a major federal program being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. We noted no matters involving the internal control over compliance and its operations that we consider to be material weaknesses.

Schedule of Expenditures of Federal Awards

We have audited the general purpose financial statements of the City of Lake Charles, Louisiana as of and for the year ended September 30, 1999 and have issued our report thereon dated February 3, 2000. Our audit was performed for the purpose of forming an opinion on the general purpose financial statements taken as a whole. The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by OMB Circular A-133 and is not a required part of the general purpose financial statements of the City of Lake Charles, Louisiana. Such information has been subjected to the auditing procedures applied in the audit of the general purpose financial statements and, in our opinion, is fairly stated, in all material respects, in relation to the general purpose financial statements taken as a whole.

This report is intended solely for the information and use of the Mayor, members of the City Council, management, the Legislative Auditor of Louisiana, and federal awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties.



CITY OF LAKE CHARLES

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

Year Ended September 30, 1999

<u>Federal Grantor/Pass-Through Grantor/Program Title</u>	<u>Federal CFDA Number</u>	<u>Agency or Pass-Through Number</u>	<u>Federal Disbursements/ Expenditures</u>
Department of Housing and Urban Development:			
Community Development Block Grant	14.218	B-97-MC-22-0004	\$ 2,126,454
LA Department of Administration: (Pass Thru Agency)			
HUD/Emergency Shelter Grant	14.231	524253-370-800503	22,549
HUD/Emergency Shelter Grant	14.231	536139-370-900687	35,033
HUD/HOME Grant	14.239	M-98-MC-22-0208	331,945
HUD/CHDOS	14.239	M-98-MC-22-0208	250
Department of Transportation:			
Federal Transit Administration	20.507	LA-90-4195/LA-90-147/ LA-90-209	427,427
Louisiana Department of Transportation and Development: (Pass Thru Agency)			
Roadway Incident Management Patrol	20.205	-	119,889
Department of Agriculture:			
Louisiana Department of Education: (Pass Thru Agency)			
Child Nutrition Summer Food Program	10.559	-	355,090
Corporation for National and Community Service Louisiana Serve Commission: (Pass Thru Agency)			
AmeriCorps	94.006	94ASCLA0191301	160,757
Department of Justice:			
COPS More '98 Grant	-	1999-CMWX-2081	146,700
COPS 1996 Hiring Grant	-	95-CC-WX-0144	158,265
COPS Formula Grant	-	97-LBVX-2658/ 98-LBVX-2658	142,651
Advanced Community Policing	-	97-OCWX-0041	70,000
Louisiana Commission on Law Enforcement: (Pass Thru Agency)			
PEACE Program	-	98-B6-B-04011	120,451
DARE	-	E99-6-004	51,805
Total federal assistance			\$ 4,269,266

City of Lake Charles, Louisiana

SCHEDULE OF FINDINGS AND QUESTIONED COSTS

Year ended September 30, 1999

1. Summary of Auditors' Results:

- a) Auditor issued an unqualified opinion on the financial statements.
- b) No reportable conditions in internal control over financial reporting and its operation were disclosed by the audit of the financial statements.
- c) No noncompliance which is material to the financial statements was disclosed by the audit of the financial statements.
- d) Auditor issued an unqualified opinion on compliance for major programs.
- e) The audit disclosed no findings that are required to be disclosed under Section 510(a).
- f) Major program consisted of the following:
 - Community Development Block Grant
- g) \$300,000 was used to distinguish between Type A and Type B programs.
- h) Auditee qualified as a low-risk auditee.

2. Findings Relating to the Financial Statements Which Are Required to be Reported in Accordance with Generally Accepted Governmental Auditing Standards

- None

3. Findings and Questioned Costs for Federal Awards

- None

City of Lake Charles, Louisiana
CORRECTIVE ACTION PLAN
Year Ended September 30, 1999

There were no findings or questioned costs in the current or prior year financial statements.