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**VILLAGE OF CALVIN
CALVIN, LOUISIANA**

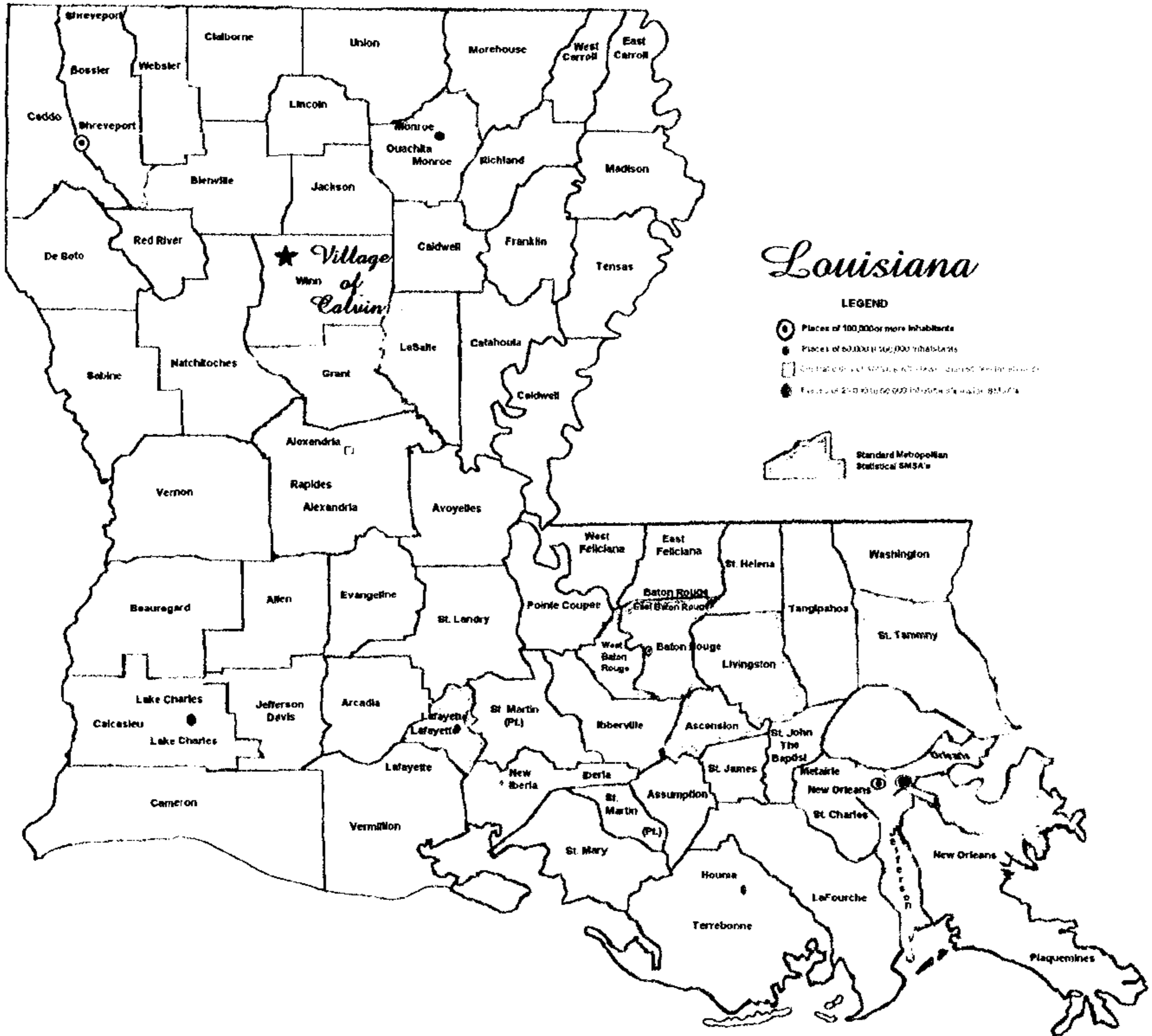
*General Purpose Financial Statements, Combining
And Individual Funds, Account Group Statements,
Schedules And Graphs*

JUNE 30, 1999

Under provisions of state law, this report is a public document. A copy of the report has been submitted to the audited, or reviewed, 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 DEC 08 1999

VILLAGE OF CALVIN, LOUISIANA
CALVIN, LOUISIANA



* The Village of Calvin was incorporated under the Lawrason Act in October 2, 1951. The Village operates under the Mayor-Board of Alderman form of government. The Village provides the following significant services to its residents as provided by its charter: public safety (police and fire), highways and streets, utilities (water and sewer services) and general administrative functions, including coordination of related services with parish, state and federal governing bodies.

Village of Calvin, Louisiana
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June 30, 1999

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JOHN R. VERCHER PC

Certified Public Accountant

P.O.Box 1608

Jena, Louisiana 71342

Tel: (318) 992-6348

Fax: (318) 992-4374

ACCOUNTANT'S COMPILATION REPORT ON GENERAL PURPOSE FINANCIAL STATEMENTS

The Honorable Bob Carpenter, Mayor
and Members of the Board of Aldermen
Calvin, Louisiana

I have compiled the general purpose financial statements, combining and individual funds, account groups and graphs of the Village of Calvin, Louisiana, as of and for the year ended June 30, 1999, as listed in the table of contents, in accordance with Statements of Standards for Accounting and Review Services issued by the American Institute of Certified Public Accountants.

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

In accordance with the Louisiana Governmental Audit Guide and the provisions of state law, I have issued a report, dated September 30, 1999, on the results of our agreed-upon procedures.

September 30, 1999

Jena, Louisiana

John R. Vercher

JOHN R. VERCHER PC

Certified Public Accountant

P.O.Box 1608

Jena, Louisiana 71342

Tel: (318) 992-6348

Fax: (318) 992-4374

INDEPENDENT ACCOUNTANT'S REPORT ON APPLYING AGREED-UPON PROCEDURES

The Honorable Bob Carpenter, Mayor
and Members of the Board of Aldermen
Calvin, Louisiana

I have performed the procedures included in the Louisiana Government Audit Guide and enumerated below, which were agreed to by the management of the Village of Calvin, Louisiana, and the Legislative Auditor, State of Louisiana, solely to assist the users in evaluating management's assertions about the Village of Calvin, Louisiana's compliance with certain laws and regulations during the year ended June 30, 1999, included in the accompanying Louisiana attestation Questionnaire. This agreed-upon procedures engagement was performed in accordance with standards established by the American Institute of Certified Public Accountants. Consequently, I make no representation regarding the sufficiency of the procedures described below either for the purpose for which this report has been requested or for any other purpose.

Public Bid Law

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

* I found no such expenditures.

Ethics

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

* Management provided me with the required list including the noted information.

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

* Management provided me with the required list.

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

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

Budgeting

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

* I obtained a copy of the budget. The budget was amended.

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

* The original and amended budgets were approved in the minutes.

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

* Revenues & expenditures of the general fund has a favorable variance.

Accounting and Reporting

8. Randomly select 6 disbursements made during the period under examination and:

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

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

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

* All of the payments were properly coded to the correct fund and general ledger account.

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

* Inspection of documentation supporting each of the six selected disbursements indicated approvals from the mayor and one council member.

Meetings

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

* The Village meets on the third Saturday of each month.

Debt

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

* I inspected copies of all bank deposit entries in the books for the period under examination and noted no deposits which appeared to be proceeds of bank loans, bonds, or like indebtedness.

Advances and Bonuses

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

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

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

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

John R. Vercher

Jena, Louisiana
September 30, 1999

GENERAL PURPOSE FINANCIAL STATEMENTS

(COMBINED STATEMENTS - OVERVIEW)

VILLAGE OF CALVIN, LOUISIANA
COMBINED BALANCE SHEET
ALL FUND TYPES AND ACCOUNT GROUPS
JUNE 30, 1999

	<u>Governmental Fund Types</u>		<u>Proprietary Fund Type Enterprise Fund</u>	<u>Account Group</u>		<u>Total (Memorandum Only)</u>
	<u>General Fund</u>	<u>Debt Service</u>		<u>General Fixed Assets</u>	<u>General Long-Term Debt</u>	
ASSETS						
Cash	\$ 4,594	\$ 94	\$ 5,033	\$ -0-	\$ -0-	\$ 9,721
Receivables:						
Customer Accounts Receivable	-0-	-0-	4,659	-0-	-0-	4,659
Due From Other Funds	-0-	-0-	800	-0-	-0-	800
Restricted Assets:						
Cash	-0-	-0-	66,990	-0-	-0-	66,990
Amount To Be Provided For						
Retirement Of Gen. Long-Term Debt	-0-	-0-	-0-	-0-	14,589	14,689
General Fixed Assets	-0-	-0-	-0-	181,658	-0-	181,658
Plant & Equipment	-0-	-0-	774,041	-0-	-0-	774,041
Accumulated Depreciation	-0-	-0-	(210,751)	-0-	-0-	(210,751)
TOTAL ASSETS	\$ 4,594	\$ 94	\$ 640,772	\$ 181,658	\$ 14,689	\$ 841,807
LIABILITIES & FUND EQUITY						
LIABILITIES						
Accounts Payable	\$ 790	\$ -0-	\$ 605	\$ -0-	\$ -0-	\$ 1,395
Due To Other Funds	-0-	-0-	800	-0-	-0-	800
Payable From Restricted Assets:						
Customer Deposits	-0-	-0-	1,606	-0-	-0-	1,606
Bonds Payable Long-Term	-0-	-0-	24,123	-0-	14,689	38,812
TOTAL LIABILITIES	\$ 790	\$ -0-	\$ 27,134	\$ -0-	\$ 14,689	\$ 42,613
FUND EQUITY						
Contributed Capital	\$ -0-	\$ -0-	\$ 531,161	\$ -0-	\$ -0-	\$ 531,161
Investment In General Fixed Assets	-0-	-0-	-0-	181,658	-0-	181,658
Retained Earnings:						
Reserved	-0-	-0-	65,756	-0-	-0-	65,756
Unreserved	-0-	-0-	16,721	-0-	-0-	16,721
Fund Balances:						
Reserved For Debt Service	-0-	94	-0-	-0-	-0-	94
Unreserved-Undesignated	3,804	-0-	-0-	-0-	-0-	3,804
TOTAL FUND EQUITY	\$ 3,804	\$ 94	\$ 613,638	\$ 181,658	\$ -0-	\$ 799,194
TOTAL LIABILITIES & FUND EQUITY	\$ 4,594	\$ 94	\$ 640,772	\$ 181,658	\$ 14,689	\$ 841,807

See Accountant's Report
The accompanying notes are an integral part of this statement.

VILLAGE OF CALVIN, LOUISIANA
COMBINED STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
ALL GOVERNMENTAL TYPES
YEAR ENDED JUNE 30, 1999

	<u>General Fund</u>	<u>Debt Service Fund</u>	<u>Total (Memorandum Only)</u>
REVENUES			
Taxes – Ad Valorem	\$ 2,320	\$ 1,942	\$ 4,262
Occupational Licenses	4,790	-0-	4,790
Tobacco Tax	3,930	-0-	3,930
Franchise Fees	1,119	-0-	1,119
Miscellaneous	1,417	-0-	1,417
TOTAL REVENUES	<u>\$ 13,576</u>	<u>\$ 1,942</u>	<u>\$ 15,518</u>
EXPENDITURES			
Administration	\$ 9,456	\$ -0-	\$ 9,456
Office Supplies	375	-0-	375
Insurance	2,333	-0-	2,333
Other Operating	645	-0-	645
Utilities	4,032	-0-	4,032
Professional Fees	1,356	-0-	1,356
Advertising	30	-0-	30
Dues & Memberships	125	-0-	125
Fire Department Exp.	2,996	-0-	2,996
Recreation Exp.	180	-0-	180
Mowing & Trash	1,747	-0-	1,747
Debt Service:			
Principle Retirement	-0-	1,180	1,180
Interest & Fiscal Charges	-0-	820	820
TOTAL EXPENDITURES	<u>\$ 23,275</u>	<u>\$ 2,000</u>	<u>\$ 25,275</u>
EXCESS (DEFICIT OF REVENUES OVER EXPENDITURES	<u>\$ (9,699)</u>	<u>\$ (58)</u>	<u>\$ (9,757)</u>
OTHER FINANCING SOURCES (USES)			
Operating Transfers In (Out)	\$ 12,400	\$ 52	\$ 12,452
TOTAL OTHER FINANCING SOURCES (USES)	<u>\$ 12,400</u>	<u>\$ 52</u>	<u>\$ 12,452</u>
EXCESS (DEFICIT) OF REVENUE & OTHER SOURCES OVER EXPENDITURES & OTHER	<u>\$ 2,701</u>	<u>\$ (6)</u>	<u>\$ 2,695</u>
FUND BALANCES, BEGINNING OF YEAR	<u>1,103</u>	<u>100</u>	<u>1,203</u>
FUND BALANCES, END OF YEAR	<u>\$ 3,804</u>	<u>\$ 94</u>	<u>\$ 3,898</u>

See Accountant's Report
The accompanying notes are an integral part of this statement.

**VILLAGE OF CALVIN, LOUISIANA
GENERAL FUND**

**STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
(BUDGET VS ACTUAL)
YEAR ENDED JUNE 30, 1999**

	<u>Budget</u>	<u>Actual</u>	<u>Variance</u>
REVENUES			
Taxes – Ad Valorem	\$ 3,000	\$ 2,320	\$ (680)
Occupational Licenses	4,340	4,790	450
Tobacco Tax	1,130	3,930	2,800
Franchise Fees	2,550	1,119	(1,431)
Miscellaneous	100	1,417	1,317
	-----	-----	-----
TOTAL REVENUES	\$ 11,120	\$ 13,576	\$ 2,456
	-----	-----	-----
EXPENDITURES			
Salaries & Related Benefits	\$ 9,521	\$ 9,456	\$ 65
Office Supplies	375	375	-0-
Insurance	2,333	2,333	-0-
Other Operating	600	645	(45)
Fire Department Exp.	2,997	2,996	1
Utilities	4,032	4,032	-0-
Professional Fees	1,356	1,356	-0-
Advertising	30	30	-0-
Dues & Memberships	125	125	-0-
Recreation Exp.	-0-	180	(180)
Mowing & Trash	1,747	1,747	-0-
	-----	-----	-----
TOTAL EXPENDITURES	\$ 23,116	\$ 23,275	\$ (159)
	-----	-----	-----
EXCESS (DEFICIT OF REVENUES OVER EXPENDITURES	\$ (11,996)	\$ (9,699)	\$ 2,297
	-----	-----	-----
OTHER FINANCING SOURCES (USES)			
Operating Transfers In (Out)	\$ 12,400	\$ 12,400	\$ -0-
	-----	-----	-----
TOTAL OTHER FINANCING SOURCES (USES)	\$ 12,400	\$ 12,400	\$ -0-
	-----	-----	-----
EXCESS (DEFICIT) OF REVENUE & OTHER SOURCES OVER EXPENDITURES & OTHER	\$ 404	\$ 2,701	\$ 2,297
	-----	-----	-----
FUND BALANCES, BEGINNING OF YEAR	2,174	1,103	(1,071)
	-----	-----	-----
FUND BALANCES, END OF YEAR	\$ 2,578	\$ 3,804	\$ 1,226
	-----	-----	-----

See Accountant's Report
The accompanying notes are an integral part of this statement.

VILLAGE OF CALVIN, LOUISIANA
COMBINED STATEMENT OF REVENUES, EXPENSES
AND CHANGES IN RETAINED EARNINGS
ALL PROPRIETARY FUND TYPES
ENTERPRISE FUNDS
YEAR ENDED JUNE 30, 1999

OPERATING REVENUES:	
Charges For Services	\$ 47,397
Other Charges	2,364

TOTAL	\$ 49,761
 OPERATING EXPENSES:	
Payroll Expense	\$ 21
Office Supplies	1,581
Materials and Supplies	4,044
Depreciation	18,600
Repairs and Maintenance	11,757
Utilities	6,246
Professional Fees	2,476
Miscellaneous Operating	4,606

TOTAL	\$ 49,331
Operating Income	\$ 430
 Non-Operating Revenue (Expenses):	
Interest Income	\$ 3,217
Interest Expense	(1,361)

Total Non-Operating Revenues (Expenses)	\$ 1,856
Income (Loss) Before Operating Transfers	\$ 2,286

Transfers From (To) Other Funds	\$ (12,452)

Net Income (Loss)	\$ (10,166)
Retained Earnings Beginning	\$ 92,643

Retained Earnings Ending	\$ 82,477

See Accountant's Report
The accompanying notes are an integral part of this statement.

**VILLAGE OF CALVIN, LOUISIANA
COMBINED STATEMENT OF CASH FLOWS**

**ALL PROPRIETARY FUND TYPES
ENTERPRISE FUNDS
YEAR ENDED JUNE 30, 1999**

Cash From Operations:	
Net Income (Loss) Before Transfers	\$ 2,286
Operating Transfers	(12,452)
Net Income (Loss) After Transfers	\$ (10,166)
 Adjustments To Net Income (Loss):	
Add - Depreciation	\$ 18,600
Decrease (Increase) In Accounts Receivable	409
Increase (Decrease) In Accounts Payable	794
Net Adjustments	\$ 19,803
Cash Provided By Operations	\$ 9,637
 Cash Was Applied To:	
Restricted Funds	\$ 2,906
Revenue Bonds	4,638
Customer Deposits	214
Total Cash Applied	\$ 7,758
Net Increase (Decrease) In Cash Flow	\$ 1,879
Cash Beginning Of Year	\$ 3,154
Cash End Of Year	\$ 5,033

See Accountant's Report
The accompanying notes are an integral part of this statement.

NOTES TO THE FINANCIAL STATEMENTS

Village of Calvin, Louisiana
Notes to Financial Statements

(1) SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES-

The Village of Calvin was incorporated under the Lawrason Act in October 2, 1951. The Village operates under the Mayor-Board of Alderman form of government. The Village provides the following significant services to its residents as provided by its charter: public safety (police and fire), highways and streets, utilities (water and sewer services) and general administrative functions, including coordination of related services with parish, state and federal governing bodies.

The accounting policies of the Village of Calvin conform to generally accepted accounting principles as applicable to governments. The following is a summary of the more significant accounting policies:

A. *Reporting Entity*

This report includes all funds and the account group which are controlled by or dependent on the Village's executive and legislative branches (the Mayor and Board of Alderman). Control by or dependence on the Village was determined on the basis of adoption, taxing authority, authority to issue debt, election or appointment of governing body, and other general oversight responsibility.

B. *Fund Accounting*

The accounts of the Village of Calvin are organized on the basis of funds and account groups, each of which is considered a separate accounting entity. The various funds and account groups are reported by generic fund type in the financial statements. Each fund operates with a group 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 the individual funds based upon the purposes for which they are to be spent and the means by which spending activities are controlled. The following fund categories, fund types and account groups are used by the Village:

GOVERNMENTAL FUND TYPES

General Fund

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

Debt Service Funds

The Debt Service Funds are used to account for the accumulation of resources to pay general long-term debt principal, interest, and related costs. The Debt Service is comprised of the accounts to service the Village's Public Improvement Bonds.

Village of Calvin, Louisiana
Notes to Financial Statements (Cont.)

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

B. *Fund Accounting - (Cont.)*

PROPRIETARY FUND TYPES

Enterprise Fund

The Enterprise Funds are used to account for operations (a) that are financed and operated similar to private business enterprises whereby the intent of the governing body is that the costs, including depreciation, of providing goods or services to the general public be financed or recovered primarily through user charges; or (b) where the governing body has decided that periodic determination of revenues earned, expenses incurred, and/or net income is appropriate for capital maintenance, public policy, management control, accountability or other purposes. The Village's Enterprise Funds are comprised of its Utility Department's water and sewer systems.

ACCOUNTS GROUPS

General Fixed Assets Account Group

This account group is established to account for all fixed assets of the Village, except those accounted for in the Enterprise Fund. All assets are reported at cost.

General Long-Term Debt Account Group

This account group is established to account for all long-term obligations of the Village, except those long-term obligations accounted for in the Enterprise Fund.

C. BASIS OF ACCOUNTING

Basis of accounting refers to the time at which 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 measurement made, regardless of the measurement focus applied.

Governmental Funds

These 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. Ad Valorem taxes and charges for services are considered "measurable" at the time of billing. Licenses and permits, intergovernmental revenue, franchise taxes and miscellaneous other revenues are generally recorded as revenues when received in cash because they are generally not measurable until actually received.

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

Village of Calvin, Louisiana
Notes to Financial Statements (Cont.)

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

C. BASIS OF ACCOUNTING - (CONT.)

Governmental Funds - (Cont.)

Proprietary Fund

This fund is accounted for using the accrual basis of accounting. Its revenues are recognized when they are earned, and its expenses are recognized when they are incurred. Enterprise fund receivables are charged-off when collection efforts indicate that such account is doubtful of being collected.

D. FIXED ASSETS AND LONG-TERM LIABILITIES

The accounting and reporting treatment applied to the fixed assets and long-term liabilities associated with a fund are determined by its measurement focus. All governmental funds are accounted for on a spending or "financial flow" measurement focus. This means that only current assets and current liabilities are generally included on their balance sheets. Their reported fund balance (net current assets) is considered a measure of "available spendable resources." Governmental fund operating statements present increases (revenues and other financing sources) and decreases (expenditures and other financing uses) in net current assets. Accordingly, they are said to present a summary of sources and uses of "available spendable resources" during a period.

Fixed assets used in governmental fund type operations (general fixed assets) are accounted for in the General Fixed Assets Account Group, rather than in governmental funds. Public domain ("infrastructure") general fixed assets consisting of certain improvements, including roads, bridges, curbs and gutters, streets and sidewalks, drainage systems and lighting systems are not capitalized.

All fixed assets of the Proprietary Fund are valued at historical cost. The General Fixed Asset Account Group property records are not sufficiently detailed to provide data with respect to whether the assets acquired prior to June 30, 1991, are recorded at historical cost, estimated historical cost, or at estimated fair value on date donated. General fixed assets acquired subsequent to June 30, 1991 are recorded at historical cost.

Long-term liabilities expected to be financed from governmental funds are accounted for in the General Long-Term Debt Account Group, not in the governmental funds.

The two account groups are not "funds." They are concerned only with the measurement of financial position. They are not involved with measurement of results of operations. Because of their spending measurement focus, expenditure recognition for governmental fund types is limited to exclude amounts represented by noncurrent liabilities. Since they do not affect net current assets, such long-term amounts are not recognized as governmental fund type expenditures or fund liabilities. They are instead reported as liabilities in the General Long-Term Account Group.

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

For the year ended June 30, 1999, no interest costs were capitalized for construction of fixed assets.

Village of Calvin, Louisiana
Notes to Financial Statements (Cont.)

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

D. FIXED ASSETS AND LONG-TERM LIABILITIES-(CONT.)

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

	Life In Years
Water System	40
Sewer System	40

E. BUDGETS AND BUDGETARY ACCOUNTING

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

- 1) The Village clerk prepares a proposed budget and submits same to the mayor and board of alderman.
- 2) The budget is amended from time to time as financial circumstances change.
- 3) All budgetary appropriations lapse at the end of the fiscal year.

The Village does not utilize encumbrance accounting.

F. CASH AND INVESTMENTS

All cash and investments are reported at cost and are on deposit as following:

	Book Balance 6-30-99
Banks	\$ 81,370
Total	\$ 81,370

Amounts on deposit at the bank are secured by the following:

Description	Market Value
FDIC	\$ 81,370

G. INVENTORIES

Immaterial amounts of inventory are maintained for general fund and enterprise fund operations and, accordingly, supplies are expensed as purchased.

Village of Calvin, Louisiana
Notes to Financial Statements (Cont.)

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

H. ACCOUNTS RECEIVABLE AND BAD DEBTS - GENERAL FUND AND ENTERPRISE FUND

At June 30, 1999 no reserve for bad debts in the sewer fund was required since the estimated uncollectible receivables outstanding were considered immaterial.

	Governmental Fund		Enterprise Funds	
	General Fund	Debt Service	Water Fund	Sewer Fund
Receivables – Intergovernmental	\$ -0-	\$ -0-	\$ -0-	\$ -0-
Taxes	-0-	-0-	-0-	-0-
Customer	-0-	-0-	5,018	\$ 1,245
Allowance for Bad Debt	-0-	-0-	(1,604)	-0-
Total	\$ -0-	\$ -0-	\$ 3,414	\$ 1,245

I. COMPENSATED ABSENCES

The Village has no compensated absence policy.

J. RESERVES

The Village records reserves to indicate that a portion of its retained earnings/fund balances are legally restricted for a specific future use. The following is a list of such reserves and a description of each:

Reserved for Depreciation and Contingencies

This amount represents monies reserved to make emergency repairs to the water and sewer systems.

Reserved - Revenue Bonds

This amount represents monies reserved as required by the revenue bond indentures.

Reserved for Debt Service

Certain assets have been reserved in the Debt Service Fund for future payment of long-term liabilities of the governmental funds.

K. TOTAL COLUMNS ON COMBINED STATEMENTS - OVERVIEW

Total columns on the combined statements are captioned "Memorandum Only" to indicate that they are presented only to facilitate financial analysis. Data in these columns do not present financial position in conformity with generally accepted accounting principles. Neither is such data comparable to a consolidation. Interfund eliminations have not been made in the aggregation of this data.

Village of Calvin, Louisiana
Notes to Financial Statements (Cont.)

(2) AD VALOREM TAXES

The Village levies taxes on real and business personal property located within its boundaries. The Village utilizes the services of the Winn Parish Tax Assessor to assess the property values and prepare the Village's property tax roll. The Village bills and collects its own property taxes.

Property Tax Calendar

Assessment Date	January 1
Levy Date	No Later Than June 1
Tax Bills Mailed	On Or About October 15
Total Taxes Are Due	December 31
Penalties And Interest Are Added	January 1
Lien Date	January 1

For the year ended June 30, 1999, taxes of 12.04 mills were levied against property having a valuation of some \$377,785 which produced some \$4,549 in revenue.

Ad Valorem Taxes are broken down as follows:

	<u>Mills</u>
Calvin Debt Service – General Obligation Bonds	2.49
Calvin Sewer District No. 1 – General Obligation Bonds	2.49
General Alimony	7.06
Total	<u>12.04</u>

(3) RESTRICTED ASSETS - PROPRIETARY FUND TYPES

At June 30, 1999, restricted assets of the enterprise fund were invested in either interest bearing checking accounts or time deposits and were restricted for the following purposes:

	<u>Water</u>	<u>Sewer</u>	<u>Total</u>
Revenue Bonds Payable	\$ -0-	\$ 23,787	\$ 23,787
Depreciation and Contingency Fund	41,969	-0-	41,969
Construction Fund	-0-	1,234	1,234
Total	<u>\$ 41,969</u>	<u>\$ 25,021</u>	<u>\$ 66,990</u>

(4) CHANGES IN GENERAL FIXED ASSETS

	<u>Balance 6-30-98</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance 6-30-99</u>
Land	\$ 7,162	\$ -0-	\$ -0-	\$ 7,162
Fire Station	49,700	-0-	-0-	49,700
Vehicle & Equipment	85,320	-0-	-0-	85,320
Recreation Facility	36,868	-0-	-0-	36,868
Other	2,608	-0-	-0-	2,608
Total	<u>\$ 181,658</u>	<u>\$ -0-</u>	<u>\$ -0-</u>	<u>\$ 181,658</u>

Village of Calvin, Louisiana
Notes to Financial Statements (Cont.)

(5) ENTERPRISE FUND PROPERTY PLANT AND EQUIPMENT

A summary of enterprise fund property, plant and equipment at June 30, 1999, is as follows:

	<u>Balance 6-30-98</u>	<u>Additions (Deletions)</u>	<u>Balance 6-30-99</u>	<u>Accumulated Depreciation 6-30-99</u>
<u>Water</u>				
Plant	\$ 484,986	\$ -0-	\$ 484,986	\$ 108,016
<u>Sewer System</u>				
Plant	\$ 289,055	\$ -0-	\$ 289,055	\$ 102,735

(6) CHANGES IN LONG-TERM DEBT

The following is a summary of bond and installment notes payable transactions of the Village of Calvin for the year ended June 30, 1999.

	<u>Balance 6-30-98</u>	<u>Deletions</u>	<u>Reductions</u>	<u>Balance 6-30-99</u>
General Obligation Bonds	\$ 15,869	\$ -0-	\$ 1,180	\$ 14,689
Revenue Bonds	28,761	-0-	4,638	24,123
Total	\$ 44,630	\$ -0-	\$ 5,818	\$ 38,812

Bonds and installment notes payable at June 30, 1999 are comprised of the following individual issues:

Revenue Bonds (Enterprise Fund)

\$ 80,000 Sewer Revenue Bonds dated 8-10-76; due in monthly installments of \$ 500 through December 10, 2003; interest at 5 percent. \$ 24,123

General Obligation Bonds (Ad Valorem Tax)

\$30,000 (2 at \$15,000 each) General Obligation Bonds dated 8-10-79, due in annual installments of \$2,000 (\$1,000 each) through July 10, 2006; interest at 5 percent. 14,689

\$ 38,812

The annual requirements to amortize all debt outstanding as of June 30, 1999, including interest payments of \$10,934 are as follows:

<u>Year Ending June 30,</u>	<u>G.O. Bonds</u>	<u>Sewer Revenue Bonds</u>	<u>Total</u>
2000 – 2004	\$ 10,000	\$ 30,000	\$ 40,000
2005 – 2009	6,816	2,930	9,746
Total	\$ 16,816	\$ 32,930	\$ 49,746

Village of Calvin, Louisiana
Notes to Financial Statements (Cont.)

(6) CHANGES IN LONG-TERM DEBT - (CONT.)

Under the terms of the bond indenture on outstanding Sewer Revenue Bonds dated August 14, 1981, and those dated September 6, 1989, earnings of the sewer system are to be maintained separately and used for the following purposes:

- a) Payment of all reasonable and necessary expenses of operating and maintaining the system.
- b) Each month, there will be set aside into a fund called the "Sinking Fund" an amount constituting 1/12 of the next principal and interest payment.
- c) Each month, there will be set aside into a "Sewer Reserve Fund" 5% of the amount paid into the Sinking Fund until such time as there has been accumulated there in the sum of \$6,000. These funds may be used only for the payment of maturing bonds and interest coupons for which sufficient funds are not available in the Sinking Fund. As of June 30, 1999 the Village of Calvin had set aside the maximum required amount of \$6,000 into this "Sewer Reserve Fund".
- d) There will also be set aside into a "Sewer Depreciation and Contingency Fund" 5% of the amount paid into the Sinking Fund. These funds will be used to care for depreciation, extensions, additions, improvements and replacements necessary to operate the system properly, and to pay interest and principal on bonds when there is not sufficient money in the Sinking or Reserve Funds.
- e) All of the revenues received in any fiscal year and not required to be paid in such fiscal year into any of the above noted funds shall be regarded as surplus and may be used for any lawful purpose.

At June 30, 1999 the Enterprise Fund Retained Earnings were reserved for the purposes noted above as follows:

	Water	Sewer	Total
Revenue Bond Reserve Fund	\$ -0-	\$ 23,787	\$ 23,787
Depreciation and Contingencies Fund	41,969	1,234	43,203
	\$ 41,969	\$ 25,021	\$ 66,990

7. LITIGATION

The Village of Calvin is involved in no litigation at June 30, 1999, which is not covered by the Village's applicable insurance policies or is considered to be significant to the Village's financial statements.

8. ELECTED OFFICIALS SALARIES

Name	Title	Annualized Salary
Bob Carpenter	Mayor	\$ 198
Lelve Franks	Alderman	198
W. E. Carpenter, Jr.	Alderman	198
John D. Canerday	Alderman	198
Ronald D. Canerday	Police Chief	-0-

Village of Calvin, Louisiana
Notes to Financial Statements (Cont.)

9. DUE TO AND DUE FROM OTHER FUNDS

	<u>Due To</u>	<u>Due From</u>
Water Fund	\$ -0-	\$ 800
Sewer Fund	800	-0-
Total	\$ 800	\$ 800

10. YEAR 2000

The management of the Village of Calvin has not determined what effect, if any, the year 2000 will have on the Village of Calvin's computer system or what effect it will have on the Village of Calvin's financial condition.

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

GENERAL FUND

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

VILLAGE OF CALVIN, LOUISIANA
GENERAL FUND

BALANCE SHEET
JUNE 30, 1999

ASSETS

Cash	\$ 4,594
Total Assets	\$ 4,594

LIABILITIES AND FUND BALANCE

Liabilities

Accounts Payable	\$ 790
Total Liabilities	\$ 790

Fund Balance

Unreserved – Undesignated	\$ 3,804
Total Liabilities And Fund Balance	\$ 4,594

See Accountant's Report
The accompanying notes are an integral part of this statement.

**VILLAGE OF CALVIN, LOUISIANA
GENERAL FUND**

**STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
(BUDGET VS ACTUAL)
YEAR ENDED JUNE 30, 1999**

	<u>Budget</u>	<u>Actual</u>	<u>Variance</u>
REVENUES			
Taxes – Ad Valorem	\$ 3,000	\$ 2,320	\$ (680)
Occupational Licenses	4,340	4,790	450
Tobacco Tax	1,130	3,930	2,800
Franchise Fees	2,550	1,119	(1,431)
Miscellaneous	100	1,417	1,317
TOTAL REVENUES	<u>\$ 11,120</u>	<u>\$ 13,576</u>	<u>\$ 2,456</u>
EXPENDITURES			
Salaries & Related Benefits	\$ 9,521	\$ 9,456	\$ 65
Office Supplies	375	375	-0-
Insurance	2,333	2,333	-0-
Other Operating	600	645	(45)
Fire Department Exp.	2,997	2,996	1
Utilities	4,032	4,032	-0-
Professional Fees	1,356	1,356	-0-
Advertising	30	30	-0-
Dues & Memberships	125	125	-0-
Recreation Exp.	-0-	180	(180)
Mowing & Trash	1,747	1,747	-0-
TOTAL EXPENDITURES	<u>\$ 23,116</u>	<u>\$ 23,275</u>	<u>\$ (159)</u>
EXCESS (DEFICIT OF REVENUES OVER EXPENDITURES	<u>\$ (11,996)</u>	<u>\$ (9,699)</u>	<u>\$ 2,297</u>
OTHER FINANCING SOURCES (USES)			
Operating Transfers In (Out)	\$ 12,400	\$ 12,400	\$ -0-
TOTAL OTHER FINANCING SOURCES (USES)	<u>\$ 12,400</u>	<u>\$ 12,400</u>	<u>\$ -0-</u>
EXCESS (DEFICIT) OF REVENUE & OTHER SOURCES OVER EXPENDITURES & OTHER	\$ 404	\$ 2,701	\$ 2,297
FUND BALANCES, BEGINNING OF YEAR	<u>2,174</u>	<u>1,103</u>	<u>(1,071)</u>
FUND BALANCES, END OF YEAR	<u>\$ 2,578</u>	<u>\$ 3,804</u>	<u>\$ 1,226</u>

See Accountant's Report
The accompanying notes are an integral part of this statement.

DEBT SERVICE FUNDS

Public Improvement Bond - Series A - City Sewer

To accumulate monies for the payment of \$ 30,000 of Public Improvement Bonds issued 8-10-76; due in annual installments of \$2,000 through 7-5-09; interest at 5%

VILLAGE OF CALVIN, LOUISIANA
DEBT SERVICE FUNDS

COMBINING BALANCE SHEET
JUNE 30, 1999

	<u>Village Of Calvin</u>	<u>Sewer District No. 1</u>	<u>Total</u>
<u>ASSETS</u>			
Cash	\$ 47	\$ 47	\$ 94
TOTAL ASSETS	\$ 47	\$ 47	\$ 94
<u>LIABILITIES AND FUND BALANCE</u>			
Fund Balance	\$ 47	\$ 47	\$ 94
TOTAL LIABILITIES AND FUND BALANCE	\$ 47	\$ 47	\$ 94

See Accountant's Report
The accompanying notes are an integral part of this statement.

**VILLAGE OF CALVIN, LOUISIANA
DEBT SERVICE FUNDS**

**COMBINING STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
YEAR ENDED JUNE 30, 1999**

	Village Of Calvin	Sewer District No. 1	Total
REVENUES			
Taxes – Ad Valorem	\$ 971	\$ 971	\$ 1,942
TOTAL REVENUES	\$ 971	\$ 971	\$ 1,942
EXPENDITURES			
Principal Retirement	\$ 590	\$ 590	\$ 1,180
Interest	410	410	820
TOTAL EXPENDITURES	\$ 1,000	\$ 1,000	\$ 2,000
EXCESS REVENUES OVER EXPENDITURES BEFORE TRANSFERS	\$ (29)	\$ (29)	\$ (58)
OTHER FINANCING SOURCES (USES)			
Operating Transfers In (Out)	\$ 26	\$ 26	\$ 52
TOTAL OTHER FINANCING SOURCES (USES)	\$ 26	\$ 26	\$ 52
EXCESS REVENUE OVER EXPENDITURES AFTER TRANSFERS	\$ (3)	\$ (3)	\$ (6)
FUND BALANCES, BEGINNING OF YEAR	50	50	100
FUND BALANCES, END OF YEAR	\$ 47	\$ 47	\$ 94

See Accountant's Report
The accompanying notes are an integral part of this statement.

PROPRIETARY FUND TYPE - ENTERPRISE FUNDS

The Village's Enterprise Fund accounts for the provision of water and sewer services to the residents of the Village. All in this fund, including, but not limited to, administration, operations, maintenance, financing and related debt service, billing, and collections.

VILLAGE OF CALVIN, LOUISIANA
ENTERPRISE FUNDS
COMBINING BALANCE SHEET
JUNE 30, 1999

	Water Fund Fund	Sewer Fund Fund	Total
ASSETS			
Current Assets:			
Cash	\$ 4,973	\$ 60	\$ 5,033
Receivables:			
Utility Bills	3,414	1,245	4,659
Due From	800	-0-	800
Total Current Assets	\$ 9,187	\$ 1,305	\$ 10,492
Restricted Assets:			
Revenue Bond Reserve	\$ -0-	\$ 23,787	\$ 23,787
Depreciation And Contingencies Fund	41,969	-0-	41,969
Construction Funds	-0-	1,234	1,234
Total Restricted Assets	\$ 41,969	\$ 25,021	\$ 66,990
Property, Plants And Equipment:			
Property, Plant, And Equipment	\$ 484,986	\$ 289,055	774,041
Less Accumulated Depreciation	(108,016)	(102,735)	(210,751)
Net Property, Plant And Equipment	\$ 376,970	\$ 186,320	\$ 563,290
TOTAL ASSETS	\$ 428,126	\$ 212,646	\$ 640,772
LIABILITIES & FUND EQUITY			
Liabilities			
Current Liabilities (Payable From Current Assets):			
Accounts Payable	\$ 455	\$ 150	\$ 605
Due To	-0-	800	800
Total Current Liabilities(Payable From Current Assets)	\$ 455	\$ 950	\$ 1,405
Long-Term Liabilities:			
Customer Deposits	\$ 1,606	\$ -0-	\$ 1,606
Revenue Bonds Payable	-0-	24,123	24,123
Total Long-Term Liabilities	\$ 1,606	\$ 24,123	\$ 25,729
TOTAL LIABILITIES	\$ 2,061	\$ 25,073	\$ 27,134
FUND EQUITY			
Contributed Capital			
Membership	\$ 8,485	\$ -0-	\$ 8,485
Municipality And Other	3,000	4,800	7,800
State	5,000	24,376	29,376
Federal	343,500	142,000	485,500
Total Contributed Capital	\$ 359,985	\$ 171,176	\$ 531,161
RETAINED EARNINGS			
Reserved For Depreciation & Contingencies	\$ 41,969	\$ -0-	\$ 41,969
Reserved For Revenue Bonds	-0-	23,787	23,787
Unreserved	24,111	(7,390)	16,721
TOTAL RETAINED EARNINGS	\$ 66,080	\$ 16,397	\$ 82,477
TOTAL FUND EQUITY	\$ 426,065	\$ 187,573	\$ 613,638
TOTAL LIABILITIES & FUND EQUITY	\$ 428,126	\$ 212,646	\$ 640,772

See Accountant's Report
The accompanying notes are an integral part of this statement.

VILLAGE OF CALVIN, LOUISIANA
COMBINING STATEMENT OF REVENUES, EXPENSES
AND CHANGES IN RETAINED EARNINGS
ENTERPRISE FUNDS
YEAR ENDED JUNE 30, 1999

	<u>Water Fund</u>	<u>Sewer Fund</u>	<u>Total</u>
OPERATING REVENUES			
Charges For Services	\$ 32,675	\$ 14,722	\$ 47,397
Other Charges	2,364	-0-	2,364
TOTAL	<u>\$ 35,039</u>	<u>\$ 14,722</u>	<u>\$ 49,761</u>
OPERATING EXPENSES			
Payroll Expense	\$ 21	\$ -0-	\$ 21
Office Supplies	1,450	131	1,581
Material And Supplies	1,837	2,207	4,044
Depreciation	11,412	7,188	18,600
Repairs And Maintenance	9,851	1,906	11,757
Utilities	3,899	2,347	6,246
Professional Fees	1,355	1,121	2,476
Miscellaneous Operating	750	3,856	4,606
TOTAL	<u>\$ 30,575</u>	<u>\$ 18,756</u>	<u>\$ 49,331</u>
Operating Income	<u>\$ 4,464</u>	<u>\$ (4,034)</u>	<u>\$ 430</u>
Non-Operating Income (Expenses):			
Interest Income	\$ 2,169	\$ 1,048	\$ 3,217
Interest Expense	-0-	(1,361)	(1,361)
Total Non-Operating Revenues (Expenses)	<u>\$ 2,169</u>	<u>\$ (313)</u>	<u>\$ 1,856</u>
Income (Loss) Before Operating Transfers	<u>\$ 404</u>	<u>\$ (4,347)</u>	<u>\$ 2,286</u>
Transfers From (To) Other Funds	\$ (11,900)	\$ (552)	\$ (12,452)
Net Income (Loss)	<u>\$ (5,267)</u>	<u>\$ (4,899)</u>	<u>\$ (10,166)</u>
Retained Earnings, Beginning	<u>71,347</u>	<u>21,296</u>	<u>92,643</u>
Retained Earnings, Ending	<u>\$ 66,080</u>	<u>\$ 16,397</u>	<u>\$ 82,477</u>

See Accountant's Report
The accompanying notes are an integral part of this statement.

**VILLAGE OF CALVIN, LOUISIANA
COMBINING STATEMENT OF CASH FLOWS**

**ENTERPRISE FUNDS
YEAR ENDED JUNE 30, 1999**

	<u>Water Fund</u>	<u>Sewer Fund</u>	<u>Total</u>
Cash From Operations:			
Net Income (Loss) Before Transfers	\$ 6,633	\$ (4,347)	\$ 2,286
Operating Transfers	(11,900)	(552)	(12,452)
Net Income (Loss) After Transfers	<u>\$ (5,267)</u>	<u>\$ (4,899)</u>	<u>\$ (10,166)</u>
Adjustments To Net Income (Loss):			
Add – Depreciation	\$ 11,412	\$ 7,188	\$ 18,600
Decrease (Increase) In Accounts Receivable	242	167	409
Increase (Decrease) In Accounts Payable	(31)	825	794
Net Adjustments	<u>\$ 11,623</u>	<u>\$ 8,180</u>	<u>\$ 19,803</u>
Cash Provided By Operations	<u>\$ 6,356</u>	<u>\$ 3,281</u>	<u>\$ 9,637</u>
Total Cash Provided	<u>\$ 6,356</u>	<u>\$ 3,281</u>	<u>\$ 9,637</u>
Cash Was Applied To:			
Restricted Funds	\$ 2,869	\$ 37	\$ 2,906
Revenue Bonds	-0-	4,638	4,638
Customer Deposits	214	-0-	214
Total Cash Applied	<u>\$ 3,083</u>	<u>\$ 4,675</u>	<u>\$ 7,758</u>
Net Increase (Decrease) In Cash Flow	<u>\$ 3,273</u>	<u>\$ (1,394)</u>	<u>\$ 1,879</u>
Cash Beginning Of Year	<u>1,700</u>	<u>1,454</u>	<u>3,154</u>
Cash End Of Year	<u>\$ 4,973</u>	<u>\$ 60</u>	<u>\$ 5,033</u>

See Accountant's Report
The accompanying notes are an integral part of this statement.

GENERAL FIXED ASSETS ACCOUNT GROUP

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

VILLAGE OF CALVIN, LOUISIANA

**STATEMENT OF GENERAL FIXED ASSETS
JUNE 30, 1999**

General Fixed Assets

Land	\$	7,162
Fire Station		49,700
Equipment		85,320
Recreation Facility		36,868
Other Assets		<u>2,608</u>
Total General Fixed Assets	\$	<u>181,658</u>
Total Investments In General Fixed Assets	\$	<u>181,658</u>

See Accountant's Report
The accompanying notes are an integral part of this statement.

JOHN R. VERCHER PC

Certified Public Accountant

**P.O.Box 1608
Jena, Louisiana 71342
Tel: (318) 992-6348
Fax: (318) 992-4374**

MANAGEMENT LETTER COMMENTS

The Honorable Bob Carpenter, Mayor
And Members of the Board of Aldermen
Village of Calvin
Calvin, Louisiana

There are no current year management letter comments.

VILLAGE OF CALVIN
CALVIN, LOUISIANA

MANAGEMENT'S SUMMARY
OF PRIOR YEAR FINDINGS

Legislative Auditor
State of Louisiana
Baton Rouge, Louisiana 70804-9397

The management of the Village of Calvin, Louisiana has provided the following action summaries relating to findings brought to their attention as a result of their compilation for the year ended June 30, 1998.

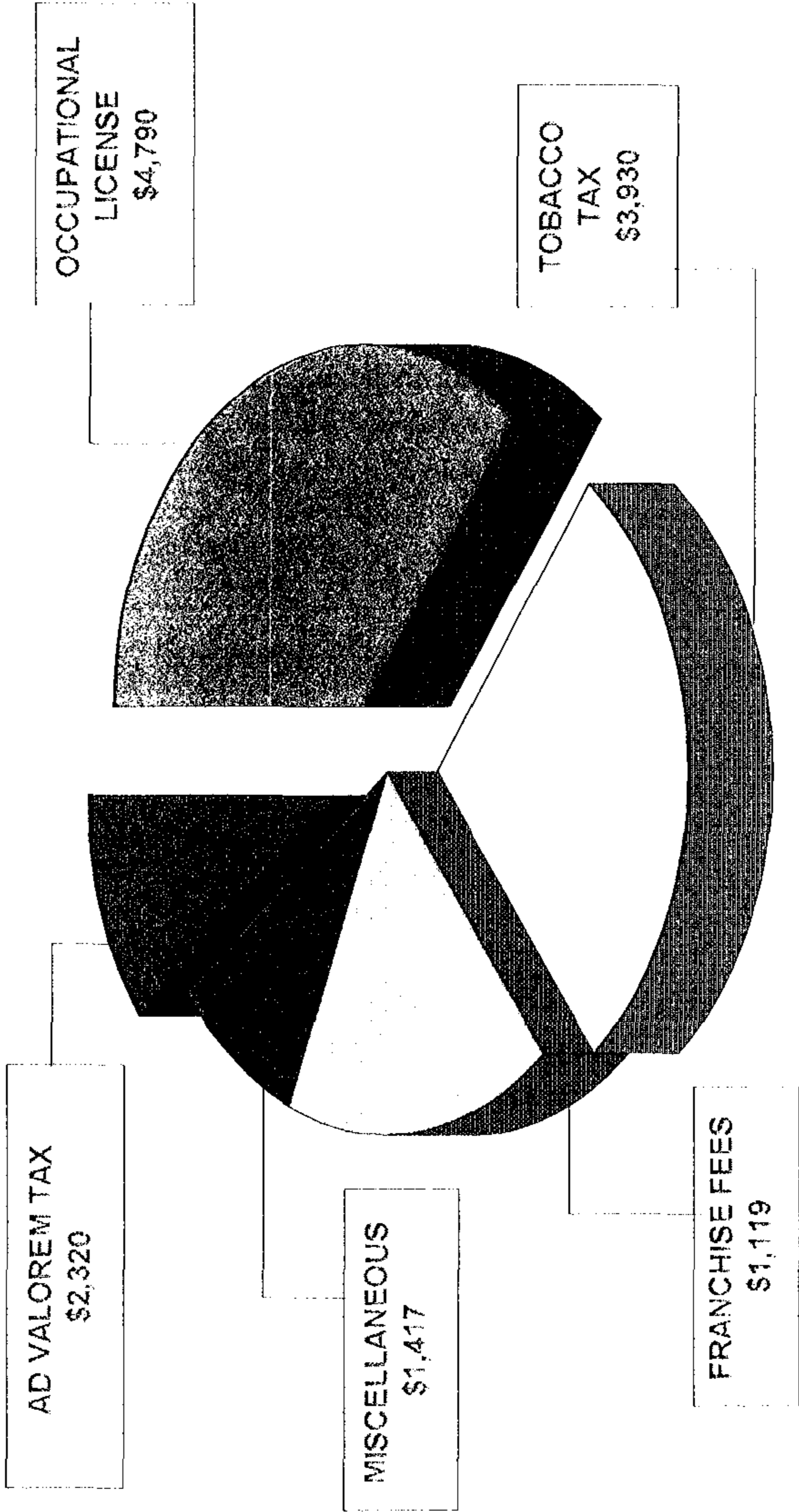
98-M-1 Budgets -(Resolved)

The District prepares a budget for its general fund and amends the budget when it has an unfavorable balance of more than 5%.

GRAPHS

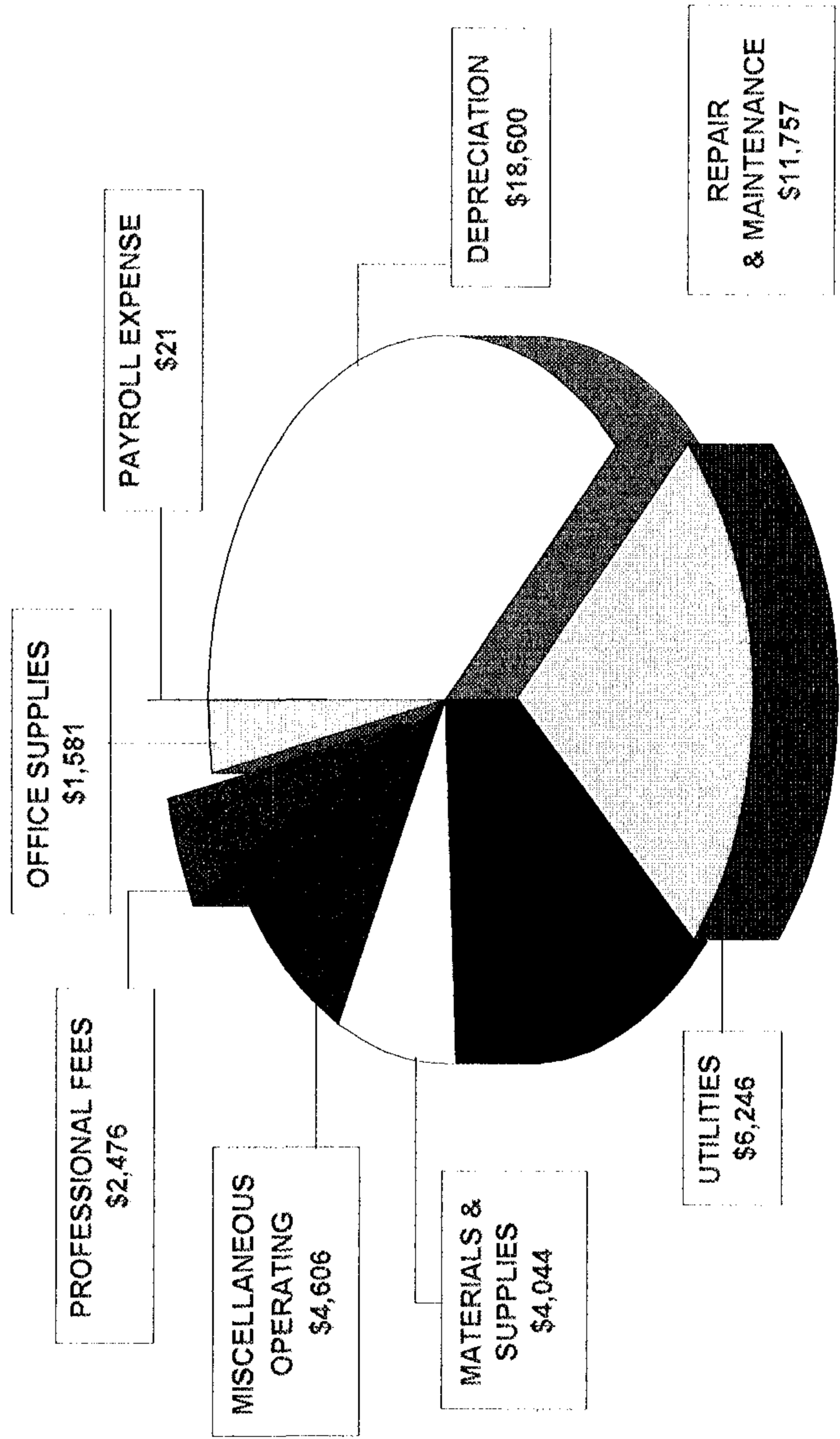
VILLAGE OF CALVIN

GENERAL FUND REVENUE JUNE 30, 1999



"SEE ACCOUNTANT'S REPORT"

VILLAGE OF CALVIN ENTERPRISE FUND EXPENSES JUNE 30, 1999



"SEE ACCOUNTANT'S REPORT"

LOUISIANA ATTESTATION QUESTIONNAIRE

September 30, 1999

John R. Vercher, CPA - (Auditor)

In connection with your compilation of our financial statements as of June 30, 1999 and for the year then ended, and as required by Louisiana Revised Statute 24:513 and the *Louisiana Governmental Audit Guide*, we make the following representations to you. We accept full responsibility for our compliance with the following laws and regulation and the internal controls over compliance with such laws and regulations. We have evaluated our compliance with the following laws and regulations prior to making these representations.

These representations are based on the information available to us as of September 30, 1999.

Public Bid Law

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

Yes [x] No []

Code of Ethics for Public Officials and Public Employees

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

Yes [x] No []

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

Yes [x] No []

Budgeting

We have complied with the state budgeting requirements of the Local Government Budget Act (LSA-RS 39:1301-14) or the budget requirements of LSA-RS 39:34.

Yes [x] No []

Accounting and Reporting

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

Yes [x] No []

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

Yes [x] No []

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

Yes [x] No []

Meetings

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

Yes [x] No []

Debt

It is true we have not incurred any indebtedness, other than credit for 90 days or less to make purchases in the ordinary course of administration, nor have we entered into any lease-purchase agreements, without the approval of the State Bond Commission, as provided by Article VII, Section 8 of the 1974 Louisiana Constitution, Article VI, Section 33 of the 1974 Louisiana Constitution, and LSA-RS 39:1410.60.

Yes [x] No []

Advances and Bonuses

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

Yes [x] No []

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

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

Willard E. Letcher

Secretary

10-13-99

Date

Bob Carpenter

Treasurer

Mayor
President

10-13-99

Date

Date