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DEC 15 1999

**TOWN OF JUNCTION CITY, LOUISIANA**  
**FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 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 15 1999

DEC 15 1999

**TOWN OF JUNCTION CITY, LOUISIANA  
GENERAL PURPOSE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED JUNE 30, 1999**

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# WILLIAM D. EDWARDS

Certified Public Accountant  
A Professional Accounting Corporation  
Member: AICPA / Society of LCPA'S

To the Board of Aldermen  
Town of Junction City  
Junction City, Louisiana

I have compiled the accompanying general purpose financial statements of the Town of Junction City, Louisiana as of June 30, 1999, in accordance with Statements on 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 of Town of Junction City, Louisiana. 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 November 17, 1999, on the results of my agreed-upon procedures.



William D. Edwards, CPA  
November 17, 1999

TOWN OF JUNCTION CITY, LOUISIANA  
 Combined Balance Sheet - All Fund Types  
 and Account Groups  
 For the Year Ended June 30, 1999

	<u>Governmental Fund Type</u>		General	(Memo) Totals
	<u>General Fund</u>	<u>Proprietary Fund</u>	<u>Fixed Asset Account Group</u>	
<b>ASSETS</b>				
Unrestricted Assets:				
Cash and equivalents	\$143,166	\$20,579		\$163,745
Accounts receivable		6,512		6,512
Interfund receivable	2,350	4,472		6,822
Property, plant, and equipment		569,601	205,739	775,340
Accumulated depreciation		(215,423)		(215,423)
Total unrestricted assets	<u>145,516</u>	<u>385,741</u>	<u>205,739</u>	<u>736,996</u>
Restricted Assets:				
Cash - Meter deposits		11,458		11,458
Cash - Debt service		37,366		37,366
Total restricted assets	<u>0</u>	<u>48,824</u>	<u>0</u>	<u>48,824</u>
<b>TOTAL ASSETS</b>	<b><u>\$145,516</u></b>	<b><u>\$434,565</u></b>	<b><u>\$205,739</u></b>	<b><u>\$785,820</u></b>
<b>Liabilities and Fund Balances</b>				
Liabilities:				
Accounts payable and taxes payable	\$3,658	\$1,688		\$5,346
Current notes payable		8,000		8,000
Long term notes payable		127,000		127,000
Accrued interest payable		3,643		3,643
Customer deposits		11,458		11,458
Interfund payable	4,472	2,350		6,822
Total liabilities	<u>8,130</u>	<u>154,139</u>	<u>0</u>	<u>162,269</u>
Fund Equity				
Investment in general fixed assets			\$153,239	153,239
Contributed capital-grants		317,636	52,500	370,136
Contributed capital-other funds		27,687		27,687
Retained earnings:				
Reserved for debt retirement		37,366		37,366
Unreserved		(102,263)		(102,263)
Fund balance	<u>137,386</u>			<u>137,386</u>
Total fund equity	<u>137,386</u>	<u>280,426</u>	<u>205,739</u>	<u>623,551</u>
<b>TOTAL LIABILITIES AND FUND EQUITY</b>	<b><u>\$145,516</u></b>	<b><u>\$434,565</u></b>	<b><u>\$205,739</u></b>	<b><u>\$939,059</u></b>

See accompanying accountant's compilation.

TOWN OF JUNCTION CITY, LOUISIANA  
Statement of Revenues, Expenditures, and  
Changes in Fund Balances - Governmental Fund Type  
For the year ended June 30, 1999

REVENUES	
Occupational license	\$3,642
Tobacco tax	4,050
Fines and forfeitures	14,619
Taxes	4,221
Sales tax	25,179
Grant	7,334
Franchise fees	10,726
Interest earned	3,369
Other revenue	7,398
TOTAL REVENUES	<u>80,538</u>
EXPENDITURES	
General government	24,594
Public safety - Police	35,974
Public safety - Fire	2,317
Operations and maintenance	1,560
TOTAL EXPENDITURES	<u>63,445</u>
EXCESS OF REVENUE OVER EXPENDITURES	17,093
FUND BALANCE, BEGINNING	<u>120,293</u>
FUND BALANCE, ENDING	<u><u>\$137,386</u></u>

The accompanying notes are an integral part of this statement.

TOWN OF JUNCTION CITY, LOUISIANA  
Statement of Revenues, Expenses, And Changes in  
Retained Earnings - All Proprietary Fund Types  
For the Year Ended June 30, 1999

OPERATING REVENUES	
Water sales and sewer fees	\$70,539
OPERATING EXPENSES	
Salaries and related benefits	12,161
Office expense	600
Repairs and maintenance	4,010
Mowing	3,696
Insurance	4,342
Lab work	2,344
Collection services	3,769
Depreciation	19,633
Utilities	7,409
Supplies	3,067
Council per diem	754
Miscellaneous	3,868
Sales tax	1,227
Town clerk	5,400
TOTAL OPERATING EXPENSES	<u>72,280</u>
OPERATING INCOME (LOSS)	(1,741)
NONOPERATING REVENUE (EXPENSE)	
Interest expense	(7,150)
Interest income	628
TOTAL NONOPERATING REVENUE (EXPENSE)	<u>(6,522)</u>
NET INCOME (LOSS)	(8,263)
RETAINED EARNINGS, BEGINNING	<u>(56,634)</u>
RETAINED EARNINGS, ENDING	<u><u>(\$64,897)</u></u>

The accompanying notes are an integral part of this statement.

TOWN OF JUNCTION CITY, LOUISIANA  
Statement of Cash Flow - Proprietary Fund  
For the Year Ended June 30, 1999

CASH FLOWS FROM OPERATING ACTIVITIES		
Operating Income (Loss)		(\$1,741)
Adjustments to Reconcile Operating Income to Net Cash Provided by Operating Activities:		
Depreciation		19,633
Decrease in accounts receivable		1,120
Decrease in accounts payable		(2,801)
Increase in interfunds, net		(1,650)
Increase in customer deposits payable		3,328
Decrease in interest payable		<u>(236)</u>
NET CASH (USED BY) OPERATING ACTIVITIES		17,653
CASH FLOWS FROM FINANCING ACTIVITIES		
Interest payments		(7,150)
Principal payments - long term debt		<u>(8,000)</u>
NET CASH (USED BY) FINANCING ACTIVITIES		<u>(15,150)</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Interest income		628
Purchase of equipment		<u>(1,755)</u>
NET CASH (USED BY) INVESTING ACTIVITIES		<u>(1,127)</u>
NET INCREASE IN CASH		1,376
CASH AT BEGINNING OF YEAR		<u>68,027</u>
CASH AT END OF YEAR		<u><u>\$69,403</u></u>

SUMMARY

Operating account		\$20,579
Restricted		<u>48,824</u>
		<u><u>\$69,403</u></u>

Taxes paid cash basis	\$3,368
Interest paid cash basis	\$7,150

See accompanying notes to the financial statements.

TOWN OF JUNCTION CITY, LOUISIANA  
NOTES TO FINANCIAL STATEMENTS  
FOR THE YEAR ENDED JUNE 30, 1999

**1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

The Town of Junction City was incorporated in 1903 under the provisions of the Lawrason Act and operates under a Mayor-Board of Alderman form of government. The Town provides the following services to its residents: public safety (police); highways and streets; water facilities through the utility fund; culture/recreation; and general administrative services;

The accounting and reporting practices of the Town of Junction City conform to generally accepted accounting principles. The Governmental Accounting Standards Board prescribes general accepted accounting principles for governments. The Town's accounting and reporting procedures also conform to the requirements of Louisiana Revised Statute 24:517 and to the guides set forth in the "Louisiana Municipal Audit and Accounting Guide".

**A. FINANCIAL REPORTING ENTITY**

This report includes all funds and account groups which are controlled by the Town executive and legislative branches (the Mayor and Board of Aldermen). Control by or dependence on the Town was determined on the basis of taxing authority, authority to issue debt, election or appointment of governing body, and other general oversight responsibilities.

**B. FUND ACCOUNTING**

The accounts of the Town 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 purpose for which they are grouped, in the financial statements in the report, into two generic fund types and two broad account groups as follows:

**Governmental Fund Type**

General Fund - The General Fund is the general operating fund of the Town. Its accounts for all financial resources except those required to be accounted for in another fund.

**Proprietary Fund Type**

Enterprise Fund - The Enterprise Fund accounts for operations that are financed and operated in a manner similar to private business enterprises - where the intent of the governing body is that the costs (expenses, including depreciation) of providing goods or services to the general public on a continuing basis be financed or recovered primarily through user charges. The Utility Fund is the Town's only proprietary fund type.



TOWN OF JUNCTION CITY, LOUISIANA  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED JUNE 30, 1999

**C. 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 measurements focus. All governmental fund type operations are accounted for on a spending or "financial flow" measurement focus and only current assets and current liabilities are generally included on their balance sheets.

Account groups establish accounting control and accountability for the Town's general fixed assets and the unmatured principal on its general long-term debt. These account groups are not funds - they do not reflect available financial resources and related liabilities - but are accounting records of general fixed assets and general long-term debt, respectively, and certain associated information.

Fixed assets used in governmental fund type operations (general fixed assets) are accounted for in the General Fixed Assets Account Group, and are recorded as expenditures in the governmental fund types when purchased. Public domain ("infrastructure") general fixed assets consisting of certain improvements, other than buildings, including: roads, bridges, curbs and gutters, streets and sidewalks, drainage systems, and lighting systems are not capitalized with other general fixed assets. Depreciation has not been provided on general fixed assets.

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

Long-term liabilities expected to be financed from governmental funds are accounted for in the General Long-Term Debt Account Group. The Town has no long term debt at June 30, 1999.

The Proprietary Fund Type - Enterprise Fund is accounted for on a cost of services or "capital maintenance" measurement focus, and all liabilities (whether current or non current) associated with its activity are included on its balance sheets.

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

Improvements	33 years
Equipment	3-10 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 related to the timing of the measurements made, regardless of the measurement focus applied.

TOWN OF JUNCTION CITY, LOUISIANA  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED JUNE 30, 1999

All governmental 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. Other intergovernmental revenues are recognized when in the hands of the collecting governments.

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

The Proprietary Fund Type - Enterprise Fund is accounted for using the accrual basis of accounting. The revenues are recognized when they are incurred.

**E. BUDGETS AND BUDGETARY ACCOUNTING**

The Town did not include revenue in its adopted budget for the fiscal year ended June 30, 1999. As a result, budget to actual data is not included in these financial statements.

**F. DUE TO/FROM OTHER FUNDS**

Amounts shown as "advances" to other funds are not expected to be available or spendable during the next accounting cycle. However, amounts designated as "due from other funds" are considered "available spendable resources."

**G. FIXED ASSETS - PROPRIETARY FUND**

Depreciation of all exhaustible fixed assets used by the proprietary funds are charged as an expense against operations. Accumulated depreciation is reported on proprietary fund balance sheets. Depreciation has been provided over the estimated useful life using the straight-line method. The estimated useful lives used are 5 - 40 years.

**H. ACCUMULATED UNPAID VACATION**

The Town's obligation for employee's rights to receive compensation for future absences such as vacation was not determined as of June 30, 1999, and thus, is not recognized in the accompanying financial statements. The amounts are not considered significant and would have an immaterial effect on the accompanying financial statements.

TOWN OF JUNCTION CITY, LOUISIANA  
 NOTES TO THE FINANCIAL STATEMENTS  
 FOR THE YEAR ENDED JUNE 30, 1999

**I. TOTAL COLUMNS ON COMBINED STATEMENTS**

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, results of operations, or changes in 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. CASH DEPOSITS WITH FINANCIAL INSTITUTIONS**

The Town's cash accounts at June 30, 1999, are categorized below to give an indication of the level of risk assumed by the Town at year end. Category 1 includes cash that is insured. Category 2 includes uninsured and unregistered cash and investments, with securities held by the counter party's trust department or agent in the Town's name. Category 3 includes uninsured and unregistered cash and investments, with securities held by the counter party or by its trust department or agent but not in the Town's name. In accordance with GASB 3, this category includes certificate of deposits or money market accounts that are collateralized with securities held by the pledging financial institutions or by its trust department or agent but not in the Town's name, although balances so collateralized meet the requirements of state law.

	Category			Bank	Market
	1	2	3	Balance	Value
Cash in bank	\$100,000	\$112,680	\$0	\$212,680	\$212,680

**3. AD VALOREM TAXES**

The Town considers ad valorem taxes receivable by October 31 and recognizes income in the year of assessment.

For the year ended June 30, 1999, taxes of 5.15 mills were levied on property with assessed valuations totaling 897,780 and were dedicated entirely for general purposes.

Total taxes originally levied were \$4,624, of which \$3,135 was assessed on residential property and \$1,489 was assessed on commercial property for general purposes.

Property Tax Calender

Assessment Date	June 30, 1998
Levy Date	October 31, 1998
Tax Bills Mailed	October 15, 1998
Date Taxes are Due	December 31, 1998

TOWN OF JUNCTION CITY, LOUISIANA  
 NOTES TO THE FINANCIAL STATEMENTS  
 FOR THE YEAR ENDED JUNE 30, 1999

Penalties and Interest are Added.	December 31, 1998
Lien Date	January 15, 1999
Anticipated Tax Sale - 1998 Delinquent Taxes	February 24, 1999

Assessed values are established by either Claiborne or Union Parish Tax assessor each year.

**4. FIXED ASSETS**

A summary of changes to fixed assets for the year ended June 30, 1999 is as follows:

	Balance 1/1/98	Additions	Deletions	Balance 12/31/98
Land	\$30,000			\$30,000
Building and improvements	107,364			107,364
Vehicles	33,147			33,147
Equipment	34,074	1,154		35,228
Total	<u>\$204,585</u>	<u>\$1,154</u>	<u>\$0</u>	<u>\$205,739</u>

A summary of the changes in proprietary fund type enterprise fund fixed assets follows:

	Balance 1/1/98	Additions	Deletions	Balance 12/31/98
Land	\$1,400			\$1,400
Water and sewer system	548,643			548,643
Equipment	17,803	1,755		19,558
Subtotal	567,846	1,755	0	569,601
Less accumulated depreciation	(195,790)	(19,633)		(215,423)
Total	<u>\$372,056</u>	<u>(\$17,878)</u>	<u>\$0</u>	<u>\$354,178</u>

**6. LONG-TERM DEBT - PROPRIETARY FUND**

The following is a summary of long-term debt transactions for the Town for the year ended June 30, 1999:

Notes payable, July 1, 1998	\$143,000
Principal payments	(8,000)
Notes payable, June 30, 1999	<u>\$135,000</u>

TOWN OF JUNCTION CITY, LOUISIANA  
 NOTES TO THE FINANCIAL STATEMENTS  
 FOR THE YEAR ENDED JUNE 30, 1999

Notes payable at June 30, 1999, consists of one note payable to the U.S. Department of Agriculture-Farmers Home Administration. The basic data for the note is summarized below:

Loan 93-01	11/16/71	5.00%	\$135,000
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**7. INTERFUND RECEIVABLES AND PAYABLES**

The following is a summary of the interfund receivables and payables at June 30, 1999:

	Due From	Due To
General Fund	\$2,350	\$4,472
Enterprise Fund	4,472	2,350
Total	\$6,822	\$6,822

**8. COMMITMENTS AND CONTINGENT LIABILITIES**

The Town of Junction City, Louisiana does not participate in any pension programs for its employees.

**9. ENTERPRISE FUNDS DEFICIT**

The deficit in the Proprietary Fund retained earnings - unreserved is created mainly by depreciation. The deficits are expected to be removed by subsequent years revenues.

**10. PER DIEM PAYMENTS TO MAYOR & ALDERMEN**

Mr. Preston Rogers	\$2,250
Mr. Mike Griffith	588
Mr. Ronnie Daniels	588
Mr. Arnold Jones	588
Total	\$4,014

**11. YEAR 2000 COMPUTERS SYSTEM COMPLIANCE**

The Town of Junction City has purchased a new computer which the vendor has assured the Town is "Year 2000" compliant.

# WILLIAM D. EDWARDS

Certified Public Accountant  
A Professional Accounting Corporation  
Member: AICPA / Society of LCPA'S

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

To the Management of Town of Junction City, Louisiana

I have performed the procedures included in the *Louisiana Government Audit Guide* and enumerated below, which were agreed to by the management of Town of Junction City, Louisiana and the Legislative Auditor, State of Louisiana, solely to assist the users in evaluation management's assertions about Town of Junction City'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. The sufficiency of these procedures is solely the responsibility of the specified users of the report. 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 \$15,000, or public works exceeding \$100,000, and determine whether such purchases were made in accordance with LSA-RS 38:2211-2251 (the public bid law).

There were no expenditures made during the year for materials and supplies exceeding \$15,000, and no expenditures were made for public works exceeding \$100,000. I examined each cash disbursement record which indicated no purchases which would require public bidding requirements.

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

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

One of the employees included on the list of employees provided by management in agreed-upon procedure (3) appeared on the list provided by management in agreed-upon procedure (2).

#### *Budgeting*

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

Management provided me with a copy of the original budget. However, revenue was not budgeted.

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

A reading of the minutes showed the budget being approved by the Board of Aldermen. No amendments were made during the year.

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

I compared the budgeted expenditures to actual expenditures. Actual expenditures exceeded budget by 13%, or \$7,108. No comparison was made for revenue, since revenue was not budgeted.

#### *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 all six checks were for proper amount and payee.

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

All six payments were properly coded to the correct fund or general ledger account.

c) determine whether payments received approval from proper authorities.

A reading of the minutes indicated approval from the board of aldermen for all monthly bills.

### *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).

Town of Junction City is only required to post a notice of each meeting and the accompanying agenda on the door of the Town hall building. Although management has asserted that such documents were properly posted, I could find no evidence supporting such assertion other than an unmarked copy of the notices and agendas.

### *Debt*

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

I inspected copies of all bank deposit slips 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, advances, or gifts.

A reading of the minutes of the district for the year indicated approval for one payment which constitutes a bonus. I also inspected disbursement records for the year and noted the same instance which indicated payments to employees which would constitute a bonus. The town clerk researched files and information which resulted in a \$2,633 refund to the Town. For her extra time and effort she received an additional check for ten percent of the refund, or \$263.

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 do 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 Town of Junction City, 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.

  
William D. Edwards, CPA  
November 17, 1999



TOWN OF JUNCTION CITY, LOUISIANA  
SUMMARY OF PRIOR YEAR FINDINGS  
For the Year Ended June 30, 1999

**A. INTERNAL CONTROL AND COMPLIANCE MATERIAL TO THE FINANCIAL STATEMENTS**

98-1. For the year ended June 30, 1998, revenues were not budgeted by the Town.

Recommendation: I recommend that the Town budget revenues and expenditures.

Conclusion: Unresolved - see assertion 7.

**B. INTERNAL CONTROL AND COMPLIANCE MATERIAL TO FEDERAL AWARDS**

None

**C. MANAGEMENT LETTER**

None

MAYOR  
PRESTON ROGERS  
318-986-5331  
P. O. Box 153  
Junction City, LA 71749

# TOWN OF JUNCTION CITY

P. O. BOX 142  
JUNCTION CITY, LOUISIANA 71749  
318-986-4459

ALDERMEN:  
RONNIE DANIELS  
318-986-5607  
Parish Road #65  
Junction City, LA 71749

MIKE GRIFFITH  
318-986-5222  
309 South Pine Street  
Junction City, LA 71749

ARNOLD JONES  
318-986-5177  
P. O. Box 144  
Junction City, LA 71749

CLERK:  
CAROLYN ENIS  
870-924-5301  
P. O. Box 104  
Junction City, AR 71749

## CORRECTIVE ACTION PLAN For the Year Ended June 30, 1999

Town of Junction City, Louisiana hereby submits the following corrective action plan regarding the findings in the attestation for the year ending June 30, 1999:

99-1. For the year ended June 30, 1998, revenues were not budgeted by the Town and actual expenditures exceeded budgeted expenditures by more than 5%.

Recommendation: I recommend that the Town budget revenues and expenditures and periodically review actual to budget and amend its budget as needed.

Conclusion: Resolved - the Town will amend budget by adding revenues and amend expenditures if needed

99-2. For the year ended June 30, 1998, the Town donated an old computer to the Water Superintendent.

Recommendation: I recommend that the Town not donate any thing of value to or for any person, public or private.

Conclusion: Resolved - the Town will not donate any thing of value to or for any person, public or private in the future.

99-3. For the year ended June 30, 1998, the Town waived the electricity bill at the ball park for the Junction City Little League.

Recommendation: I recommend that the Town not donate any thing of value to or for any person, public or private.

Conclusion: Resolved - the Town will not donate any thing of value to or for any person, public or private in the future.

99-4. For the year ended June 30, 1998, the Town donated \$100 towards Fun Day at a local school.

Recommendation: I recommend that the Town not donate any thing of value to or for any person, public or private.

Conclusion: Resolved - the Town will not donate any thing of value to or for any person, public or private in the future.

LOUISIANA ATTESTATION QUESTIONNAIRE

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 44:38.

Yes  No

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

Yes  No

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

Yes  No

Meetings

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

Yes  No

Debt

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

Yes  No

Advances and Bonuses

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

Yes  No

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

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

LOUISIANA ATTESTATION QUESTIONNAIRE

*Carlynn E. [Signature]*

City Clerk  
~~Secretary~~

Sept. 1, 1999 Date

Treasurer

Date

*Preston Rogers [Signature]*

Mayor  
~~President~~

Sept. 1, 1999 Date

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