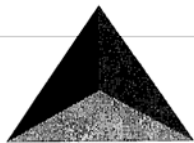


TOWN OF BERWICK, LOUISIANA

Financial Report

Year Ended September 30, 2002



**Darnall, Sikes
& Frederick**

(A Corporation of Certified Public Accountants)

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April 8, 2003

Legislative Auditor
Office of the Legislative Auditor
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To Whom It May Concern:

Attached is a copy of the reissued financial report for the Town of Berwick. Subsequent to the issuance of the primary government's financial statements, management became aware of a bookkeeping error in the LCDBG Grant Fund for the year ended September 30, 2002. The Intergovernmental Revenues of the fund were understated by \$31,660 and the Support Services expenditures were also understated by \$31,660. These financial statements have been restated to correctly reflect this amount.

Also, attached is a corrected data collection form with an additional finding, 02-03 relating to the LCDBG Grant Fund as discussed in the preceding paragraph.

Sincerely,

Stephen Dischler

Member of:
American Institute of
Certified Public Accountants
Society of Louisiana
Certified Public Accountants

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INDEPENDENT AUDITOR'S REPORT

The Honorable Emmett Hardaway Sr., Mayor
and Members of the Town Council
Town of Berwick, Louisiana

We have audited the accompanying primary government financial statements of the Town of Berwick, Louisiana, as of and for the year ended September 30, 2002, as listed in the table of contents. These primary government financial statements are the responsibility of the Town's management. Our responsibility is to express an opinion on these primary government financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America, 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 primary government financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the primary government financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall primary government financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

A primary government is a legal entity or body politic and includes all funds, organizations, institutions, agencies, departments, and offices that are not legally separate. Such legally separate entities are referred to as component units. In our opinion, the primary government financial statements referred to above present fairly, in all material respects, the financial position of the primary government of the Town of Berwick, Louisiana, as of September 30, 2002, and the results of its operations and the cash flows of its proprietary and similar trust fund types for the year then ended in conformity with generally accepted accounting principles.

However, the primary government financial statements, because they do not include the financial data of component units of the Town of Berwick, Louisiana do not purport to, and do not, present fairly the financial position of the Town of Berwick, Louisiana as of September 30, 2002, and the results of its operations and cash flows of its proprietary and similar trust fund types for the year ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, we have also issued a report dated April 2, 2003, on our consideration of the Town's internal control over financial reporting, and our tests of its compliance with certain provisions of laws, regulations, contracts, and grants. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and

should be read in conjunction with this report in considering the results of our audit.

Our audit was conducted for the purpose of forming an opinion on the primary government financial statements taken as a whole. The accompanying financial information listed as “Supplemental Information” in the table of contents is presented for purposes of additional analysis and is not a required part of the primary government financial statements of the Town of Berwick, Louisiana. Such information, except for that portion marked “unaudited” on which we express no opinion, has been subjected to the auditing procedures applied in the audit of the primary government financial statements and, in our opinion, is fairly stated in all material respects in relation to the primary government financial statements taken as a whole.

As discussed in Note 22, subsequent to the issuance of the Town’s September 30, 2002 primary government financial statements and our report thereon dated November 11, 2002, we were informed that the LCDBG Grant Fund, a Special Revenue Fund was understated by \$31,660. Accordingly, the financial statements have been restated to correct this error.

The financial information for the preceding year, which is included for comparative purposes, was taken from the financial report for that year in which we expressed an unqualified opinion on the primary government financial statements of the Town of Berwick, Louisiana.

Darnall, Sikes & Frederick

A Corporation of Certified Public Accountants

Morgan City, Louisiana
April 2, 2003

**PRIMARY GOVERNMENT FINANCIAL STATEMENTS
(COMBINED STATEMENTS - OVERVIEW)**

TOWN OF BERWICK, LOUISIANA

Combined Balance Sheet - All Fund Types and Account Groups
September 30, 2002

	Governmental Fund Types			
	General	Special Revenue	Debt Service	Capital Projects
ASSETS AND OTHER DEBITS				
Cash	\$ 10,808	\$ 1,025	\$ -	\$ -
Interest-bearing deposits	209,753	996,322	399,952	347,062
Receivables:				
Taxes	61,339	72,009	-	-
Accounts	-	28,665	-	-
Interest	-	991	-	-
Other	6,176	-	-	-
Due from other funds	3,319	2,049	-	-
Due from other governments	1,357	-	-	-
Restricted assets:				
Interest-bearing deposits	-	-	-	-
Bond issuance costs, net of amortization	-	-	-	-
Investment in Berwick-Bayou Vista				
Joint Waterworks Plant	-	-	-	-
Land	-	-	-	-
Buildings	-	-	-	-
Equipment	-	-	-	-
Autos and trucks	-	-	-	-
Utility property, plant and equipment	-	-	-	-
Accumulated depreciation	-	-	-	-
Amount available in debt service funds	-	-	-	-
Amount to be provided for retirement of general long-term debt	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total assets and other debits	<u>\$ 292,752</u>	<u>\$ 1,101,061</u>	<u>\$ 399,952</u>	<u>\$ 347,062</u>

Proprietary Fund Type Enterprise	Fiduciary Fund Type Trust	Account Groups		Totals	
		General	General	(Memorandum Only)	
		Fixed Assets	Long-Term Debt	2002	2001
\$ -	\$ -	\$ -	\$ -	\$ 11,833	\$ 10,548
581,490	128,587	-	-	2,663,166	3,321,764
-	-	-	-	133,348	128,972
66,915	-	-	-	95,580	78,225
2,046	-	-	-	3,037	3,037
-	-	-	-	6,176	-
21,712	39,601	-	-	66,681	52,488
-	-	-	-	1,357	-
153,822	-	-	-	153,822	150,684
3,779	-	-	-	3,779	4,904
308,903	-	-	-	308,903	228,775
-	-	1,125,833	-	1,125,833	1,077,917
-	-	3,390,436	-	3,390,436	3,390,436
-	-	968,169	-	968,169	938,950
-	-	391,855	-	391,855	374,825
3,250,996	-	-	-	3,250,996	3,246,654
(1,830,702)	-	-	-	(1,830,702)	(1,744,991)
-	-	-	397,006	397,006	505,846
-	-	-	1,769,494	1,769,494	1,989,154
<u>\$ 2,558,961</u>	<u>\$ 168,188</u>	<u>\$ 5,876,293</u>	<u>\$ 2,166,500</u>	<u>\$12,910,769</u>	<u>\$13,758,188</u>

(Continued)

TOWN OF BERWICK, LOUISIANA

Combined Balance Sheet - All Fund Types and Account Groups
September 30, 2002

	Governmental Fund Types			
	General	Special Revenue	Debt Service	Capital Projects
LIABILITIES AND FUND EQUITY				
Liabilities:				
Accounts payable	\$ 44,700	\$ 42,756	\$ -	\$ -
Accrued liabilities	68,228	2,876	-	-
Due to other funds	800	1,015	-	-
Payable from restricted assets -				
Revenue bonds	-	-	-	-
Accrued interest	-	-	-	-
Customers' deposits	-	-	-	-
General obligation bonds payable	-	-	-	-
Revenue bonds payable	-	-	-	-
Total liabilities	<u>113,728</u>	<u>46,647</u>	<u>-</u>	<u>-</u>
Fund equity:				
Contributed capital	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Investment in general fixed assets	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Retained earnings -				
Reserved for revenue bond retirement	-	-	-	-
Reserved for perpetual care	-	-	-	-
Unreserved	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total retained earnings	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balances -				
Reserved for debt service	-	-	399,952	-
Reserved for maintenance	-	-	-	-
Unreserved:				
Designated for subsequent years' expenditures	-	-	-	347,062
Undesignated	<u>179,024</u>	<u>1,054,414</u>	<u>-</u>	<u>-</u>
Total fund balances	<u>179,024</u>	<u>1,054,414</u>	<u>399,952</u>	<u>347,062</u>
Total fund equity	<u>179,024</u>	<u>1,054,414</u>	<u>399,952</u>	<u>347,062</u>
Total liabilities and fund equity	<u>\$ 292,752</u>	<u>\$ 1,101,061</u>	<u>\$ 399,952</u>	<u>\$ 347,062</u>

Proprietary Fund Type Enterprise	Fiduciary Fund Type Trust	Account Groups		Totals	
		General	General	(Memorandum Only)	
		Fixed Assets	Long-Term Debt	2002	2001
\$ 19,453	\$ -	\$ -	\$ -	\$ 106,909	\$ 341,296
6,708	-	-	-	77,812	35,508
25,265	39,601	-	-	66,681	52,488
71,000	-	-	-	71,000	67,000
3,900	-	-	-	3,900	5,061
55,294	-	-	-	55,294	56,044
-	-	-	2,166,500	2,166,500	2,495,000
154,000	-	-	-	154,000	225,000
<u>335,620</u>	<u>39,601</u>	<u>-</u>	<u>2,166,500</u>	<u>2,702,096</u>	<u>3,277,397</u>
<u>1,118,112</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,118,112</u>	<u>1,118,112</u>
<u>-</u>	<u>-</u>	<u>5,876,293</u>	<u>-</u>	<u>5,876,293</u>	<u>5,387,491</u>
23,628	-	-	-	23,628	22,579
-	39,601	-	-	39,601	39,601
<u>1,081,601</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,081,601</u>	<u>1,022,835</u>
<u>1,105,229</u>	<u>39,601</u>	<u>-</u>	<u>-</u>	<u>1,144,830</u>	<u>1,085,015</u>
-	-	-	-	399,952	508,712
-	88,986	-	-	88,986	90,232
-	-	-	-	347,062	382,620
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,233,438</u>	<u>1,513,972</u>
<u>-</u>	<u>88,986</u>	<u>-</u>	<u>-</u>	<u>2,069,438</u>	<u>2,495,536</u>
<u>2,223,341</u>	<u>128,587</u>	<u>5,876,293</u>	<u>-</u>	<u>10,208,673</u>	<u>10,480,791</u>
<u>\$ 2,558,961</u>	<u>\$ 168,188</u>	<u>\$ 5,876,293</u>	<u>\$ 2,166,500</u>	<u>\$ 12,910,769</u>	<u>\$ 13,758,188</u>

The accompanying notes are an integral part of this statement.

TOWN OF BERWICK, LOUISIANA

Combined Statement of Revenues, Expenditures, and Changes in Fund Balances - All Governmental Fund Types and Expendable Trust Fund Year Ended September 30, 2002

	Governmental Fund Types			
	General	Special Revenue	Debt Service	Capital Projects
Revenues:				
Taxes	\$ 707,519	\$ 853,472	\$ 98,973	\$ -
Licenses and permits	147,275	-	-	-
Intergovernmental	98,940	97,623	-	-
Charges for services	-	376,517	-	-
Fines and forfeits	58,729	-	-	-
Wharf leases	55,219	-	-	-
Miscellaneous	<u>163,562</u>	<u>27,967</u>	<u>11,314</u>	<u>8,941</u>
Total revenues	<u>1,231,244</u>	<u>1,355,579</u>	<u>110,287</u>	<u>8,941</u>
Expenditures:				
Current -				
General government:				
Administrative	583,881	-	-	997
Public safety:				
Fire	77,038	-	-	-
Police	570,369	-	-	-
Public works:				
Streets	207,167	-	-	-
Drainage	114,147	-	-	-
Cemetery	20,341	-	-	-
Culture and recreation	-	147,119	-	-
Sanitation	-	609,878	-	-
Supporting services	7,858	65,205	-	-
Debt service	-	-	2,213,838	-
Capital outlay	<u>141,944</u>	<u>95,316</u>	<u>-</u>	<u>43,502</u>
Total expenditures	<u>1,722,745</u>	<u>917,518</u>	<u>2,213,838</u>	<u>44,499</u>
Excess (deficiency) of revenues over expenditures	<u>(491,501)</u>	<u>438,061</u>	<u>(2,103,551)</u>	<u>(35,558)</u>
Other financing sources (uses):				
Operating transfers in	483,594	174,000	155,688	-
Operating transfers out	-	(884,688)	(29,730)	-
Bonds issued	-	-	1,635,000	-
Transfer from Berwick Development District	<u>-</u>	<u>-</u>	<u>237,280</u>	<u>-</u>
Total other financing sources (uses)	<u>483,594</u>	<u>(710,688)</u>	<u>1,998,238</u>	<u>-</u>
Excess (deficiency) of revenues and other sources over expenditures and other uses	<u>(7,907)</u>	<u>(272,627)</u>	<u>(105,313)</u>	<u>(35,558)</u>
Fund balances, beginning (as originally reported)	186,931	1,327,041	508,712	382,620
Prior period adjustment-				
Error in collection of ad valorem taxes	<u>-</u>	<u>-</u>	<u>(3,447)</u>	<u>-</u>
Fund balances, beginning (as restated)	<u>186,931</u>	<u>1,327,041</u>	<u>505,265</u>	<u>382,620</u>
Fund balances, ending	<u>\$ 179,024</u>	<u>\$ 1,054,414</u>	<u>\$ 399,952</u>	<u>\$ 347,062</u>

Fiduciary Fund Type Expendable Trust	Totals (Memorandum Only)	
	2002	2001
\$ -	\$ 1,659,964	\$ 1,564,791
-	147,275	144,322
-	196,563	587,875
-	376,517	379,104
-	58,729	61,187
-	55,219	52,110
<u>2,654</u>	<u>214,438</u>	<u>276,792</u>
<u>2,654</u>	<u>2,708,705</u>	<u>3,066,181</u>
-	584,878	567,515
-	77,038	43,157
-	570,369	588,649
-	207,167	209,853
-	114,147	190,570
3,900	24,241	24,408
-	147,119	163,136
-	609,878	565,506
-	73,063	7,502
-	2,213,838	496,086
<u>-</u>	<u>280,762</u>	<u>526,643</u>
<u>3,900</u>	<u>4,902,500</u>	<u>3,383,025</u>
<u>(1,246)</u>	<u>(2,193,795)</u>	<u>(316,844)</u>
-	813,282	876,693
-	(914,418)	(948,693)
-	1,635,000	-
<u>-</u>	<u>237,280</u>	<u>267,007</u>
<u>-</u>	<u>1,771,144</u>	<u>195,007</u>
<u>(1,246)</u>	<u>(422,651)</u>	<u>(121,837)</u>
90,232	2,495,536	2,694,130
<u>-</u>	<u>(3,447)</u>	<u>(76,757)</u>
<u>90,232</u>	<u>2,492,089</u>	<u>2,617,373</u>
<u>\$ 88,986</u>	<u>\$ 2,072,885</u>	<u>\$ 2,572,293</u>

The accompanying notes are an integral part of this statement.

TOWN OF BERWICK, LOUISIANA

Statements of Revenues, Expenditures, and Changes in Fund Balances - Budget (GAAP Basis) and Actual - General and Special Revenue Funds Year Ended September 30, 2002

	General Fund		
	Budget	Actual	Variance - Favorable (Unfavorable)
Revenues:			
Taxes	\$ 673,200	\$ 707,519	\$ 34,319
Licenses and permits	152,000	147,275	(4,725)
Intergovernmental	25,460	98,940	73,480
Charges for services	-	-	-
Fines and forfeits	65,000	58,729	(6,271)
Wharf leases	55,219	55,219	-
Miscellaneous	<u>35,000</u>	<u>163,562</u>	<u>128,562</u>
Total revenues	<u>1,005,879</u>	<u>1,231,244</u>	<u>225,365</u>
Expenditures:			
Current -			
General government:			
Administrative	592,175	583,881	8,294
Public safety:			
Fire	72,760	77,038	(4,278)
Police	591,124	570,369	20,755
Public works:			
Streets	234,420	207,167	27,253
Drainage	198,200	114,147	84,053
Cemetery	19,000	20,341	(1,341)
Culture and recreation	-	-	-
Sanitation	-	-	-
Supporting services	9,000	7,858	1,142
Capital outlay	<u>146,790</u>	<u>141,944</u>	<u>4,846</u>
Total expenditures	<u>1,863,469</u>	<u>1,722,745</u>	<u>140,724</u>
Excess (deficiency) of revenues over expenditures	<u>(857,590)</u>	<u>(491,501)</u>	<u>366,089</u>
Other financing sources (uses)			
Operating transfers in	733,000	483,594	(249,406)
Operating transfers out	<u>-</u>	<u>-</u>	<u>-</u>
Total other financing sources (uses)	<u>733,000</u>	<u>483,594</u>	<u>(249,406)</u>
Excess (deficiency) of revenues and other sources over expenditures and other uses	(124,590)	(7,907)	116,683
Fund balances, beginning	<u>186,931</u>	<u>186,931</u>	<u>-</u>
Fund balances, ending	<u>\$ 62,341</u>	<u>\$ 179,024</u>	<u>\$ 116,683</u>

Special Revenue Funds		
Budget	Actual	Variance - Favorable (Unfavorable)
\$ 800,000	\$ 853,472	\$ 53,472
-	-	-
97,623	97,623	-
372,300	376,517	4,217
-	-	-
-	-	-
<u>58,000</u>	<u>27,967</u>	<u>(30,033)</u>
<u>1,327,923</u>	<u>1,355,579</u>	<u>27,656</u>
-	-	-
-	-	-
-	-	-
-	-	-
-	-	-
163,624	147,119	16,505
597,800	609,878	(12,078)
65,205	65,205	-
<u>73,218</u>	<u>95,316</u>	<u>(22,098)</u>
<u>899,847</u>	<u>917,518</u>	<u>(17,671)</u>
<u>428,076</u>	<u>438,061</u>	<u>9,985</u>
174,000	174,000	-
<u>(1,157,625)</u>	<u>(884,688)</u>	<u>272,937</u>
<u>(983,625)</u>	<u>(710,688)</u>	<u>272,937</u>
(555,549)	(272,627)	282,922
<u>1,327,041</u>	<u>1,327,041</u>	<u>-</u>
<u>\$ 771,492</u>	<u>\$ 1,054,414</u>	<u>\$ 282,922</u>

The accompanying notes are an integral part of this statement.

TOWN OF BERWICK, LOUISIANA

Combined Statement of Revenues, Expenses, and Changes in Retained Earnings - Proprietary Fund Type and Nonexpendable Trust Fund Year Ended September 30, 2002

	Proprietary <u>Fund Type</u> <u>Enterprise</u>	Fiduciary <u>Fund Type</u> Nonexpendable <u>Trust</u>	<u>Totals</u> <u>(Memorandum Only)</u> 2002 2001	
Operating revenues:				
Charges for services -				
Gas sales and services	\$ 256,500	\$ -	\$ 256,500	\$ 365,052
Water sales and services	404,794	-	404,794	409,031
Delinquent charges	25,913	-	25,913	29,697
Miscellaneous	<u>5,275</u>	<u>-</u>	<u>5,275</u>	<u>5,598</u>
Total operating revenues	<u>692,482</u>	<u>-</u>	<u>692,482</u>	<u>809,378</u>
Operating expenses:				
Gas & water purchases	385,672	-	385,672	540,502
Salaries	178,615	-	178,615	178,252
Retirement contributions	9,168	-	9,168	12,174
Group insurance	28,219	-	28,219	19,629
Other insurance	9,369	-	9,369	-
Maintenance and operations	55,204	-	55,204	65,316
Depreciation	98,250	-	98,250	93,598
Administration expenses	9,115	-	9,115	12,000
Water board member fees	1,440	-	1,440	1,440
Miscellaneous	<u>10,550</u>	<u>-</u>	<u>10,550</u>	<u>9,773</u>
Total operating expenses	<u>785,602</u>	<u>-</u>	<u>785,602</u>	<u>932,684</u>
Operating loss	<u>(93,120)</u>	<u>-</u>	<u>(93,120)</u>	<u>(123,306)</u>
Nonoperating revenues (expenses):				
Interest income	18,632	-	18,632	36,780
Interest and fiscal charges	(13,461)	-	(13,461)	(16,866)
Increase in equity of Berwick -				
Bayou Vista Joint Waterworks Plant	<u>80,128</u>	<u>-</u>	<u>80,128</u>	<u>94,545</u>
Total nonoperating revenues (expenses)	<u>85,299</u>	<u>-</u>	<u>85,299</u>	<u>114,459</u>
Loss before operating transfers	<u>(7,821)</u>	<u>-</u>	<u>(7,821)</u>	<u>(8,847)</u>
Other financing sources (uses):				
Operating transfers in	150,000	-	150,000	122,000
Operating transfers out	(48,864)	-	(48,864)	(50,000)
Transfer to others	<u>(33,500)</u>	<u>-</u>	<u>(33,500)</u>	<u>(116,000)</u>
Total other financing sources (uses)	<u>67,636</u>	<u>-</u>	<u>67,636</u>	<u>(44,000)</u>
Net loss	59,815	-	59,815	(52,847)
Retained earnings/fund balance, beginning	<u>1,045,414</u>	<u>39,601</u>	<u>1,085,015</u>	<u>1,137,862</u>
Retained earnings/fund balance, ending	<u>\$ 1,105,229</u>	<u>\$ 39,601</u>	<u>\$ 1,144,830</u>	<u>\$ 1,085,015</u>

The accompanying notes are an integral part of this statement.

TOWN OF BERWICK, LOUISIANA

Combined Statement of Cash Flows - Proprietary Fund Type and Nonexpendable Trust Fund Year Ended September 30, 2002

	Proprietary <u>Fund Type</u> Enterprise	Fiduciary <u>Fund Type</u> Nonexpendable Trust	<u>Totals</u> (Memorandum Only)	
			2002	2001
Cash flows from operating activities:				
Operating loss	\$ (93,120)	\$ -	\$ (93,120)	\$ (123,306)
Adjustments to reconcile operating loss to net cash used in operating activities -				
Depreciation	98,250	-	98,250	93,598
Changes in current assets and liabilities:				
(Increase) decrease in accounts receivable	(16,518)	-	(16,518)	5,761
Increase (decrease) in accounts payable	(53,885)	-	(53,885)	23,253
Increase (decrease) in payroll taxes payable	(241)	-	(241)	5,255
Total adjustments	<u>27,606</u>	<u>-</u>	<u>27,606</u>	<u>127,867</u>
Net cash provided by (used) in operating activities	<u>(65,514)</u>	<u>-</u>	<u>(65,514)</u>	<u>4,561</u>
Cash flows from noncapital financing activities:				
Cash received from (paid to) other funds	2,377	-	2,377	(583)
Transfer to others	(33,500)	-	(33,500)	(116,000)
Operating transfers out to other funds	<u>101,136</u>	<u>-</u>	<u>101,136</u>	<u>72,000</u>
Net cash used in noncapital financing activities	<u>70,013</u>	<u>-</u>	<u>70,013</u>	<u>(44,583)</u>
Cash flows from capital and related financing activities:				
Acquisition of plant and equipment	(17,408)	-	(17,408)	(71,143)
Principal paid on revenue bond maturities	(67,000)	-	(67,000)	(64,000)
Proceeds from sale of equipment	491	-	491	-
Interest paid on revenue bonds	(13,461)	-	(13,461)	(16,866)
Increase (decrease) in customers' meter deposits	<u>(750)</u>	<u>-</u>	<u>(750)</u>	<u>(1,190)</u>
Net cash used in capital and related financing activities	<u>(98,128)</u>	<u>-</u>	<u>(98,128)</u>	<u>(153,199)</u>
Cash flows from investing activities:				
Interest on interest-bearing deposits	<u>18,632</u>	<u>-</u>	<u>18,632</u>	<u>36,780</u>
Net cash provided by investing activities	<u>18,632</u>	<u>-</u>	<u>18,632</u>	<u>36,780</u>
Net decrease in cash and cash equivalents	(74,997)	-	(74,997)	(156,441)
Cash and cash equivalents, beginning of period	<u>810,309</u>	<u>-</u>	<u>810,309</u>	<u>966,750</u>
Cash and cash equivalents, end of period	<u>\$ 735,312</u>	<u>\$ -</u>	<u>\$ 735,312</u>	<u>\$ 810,309</u>

The accompanying notes are an integral part of this statement.

TOWN OF BERWICK, LOUISIANA

Notes to Financial Statements

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The Town of Berwick was incorporated August 1907, under the provisions of the Lawrason Act. The Town operated under a Mayor-Board of Aldermen form of government until January 20, 1992, at which time the Town adopted a Home Rule Charter and now operates under an elected Mayor-Council, administrative-legislative form of government. The Town's operations include police and fire protection, streets and drainage, parks and recreation, residential waste collection services, certain social services and general and administration services. The Town owns and operates an enterprise fund which provides gas and water services.

The accounting and reporting policies of the Town of Berwick conform to generally accepted accounting principles as applicable to governments, except for the omission of the component unit. Such accounting and reporting procedures also conform to the requirements of Louisiana Revised Statutes 24:513, the Louisiana Governmental Audit Guide and to the industry audit guide, Audits of State and Local Governmental Units.

The following is a summary of certain significant accounting policies:

Financial Reporting Entity

As required by generally accepted accounting principles, the financial statements of the reporting entity include those of the Town of Berwick, Louisiana. The component unit discussed below is not included in the Town of Berwick's reporting entity.

Component Units -

The Town has one component unit, the Berwick Development District. The Berwick Development District's financial statements have not been included in these financial statements. The Berwick Development District has a seven-member board appointed by the Mayor of the Town of Berwick. However, neither the Mayor nor the Town Council has the authority to remove members of the District's board. The District is considered a component of the Town of Berwick due to the fact that the District receives a substantial portion of its financing from the Town and the Town provides office space and administrative services to the District. Complete financial statements on the Berwick Development District can be obtained directly from the District's office at PO Box 128, Berwick, LA 70342. The fiscal year end of the Berwick Development District is December 31. Differences between the reported amounts of appropriations from the Town to the District may result from the fact that the Town and the District have different fiscal year ends.

TOWN OF BERWICK, LOUISIANA

Notes to Financial Statements

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Related Organizations -

A related organization is an entity for which the primary government is not financially accountable even though the primary government may provide facilities and some financing or appoint a voting majority of the organization's governing board. Based on the foregoing criteria, certain governmental organizations are not part of the Town and are thus excluded from the accompanying financial statements. These organizations are the volunteer fire department and the public housing authority.

Joint Ventures -

A joint venture is a legal entity or other organization that results from a contractual arrangement and that is owned, operated, or governed by two or more participants as a separate and specific activity subject to joint control in which the participants retain (a) an ongoing financial interest or (b) an ongoing financial responsibility. The Town of Berwick has entered into joint venture arrangements with other governmental entities for the operation of the Berwick/Bayou Vista Joint Waterworks Commission and the Wards 5 and 8 Joint Sewer Commission. See Note 17 for further discussion of the Town's relationship with these organizations.

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 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 six generic fund types and three broad fund categories as follows:

Governmental Funds -

General Fund

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

TOWN OF BERWICK, LOUISIANA

Notes to Financial Statements

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Special revenue funds

Special revenue funds are used to account for the proceeds of specific revenue sources (other than expendable trusts or major capital projects) that are legally restricted to expenditures for specific 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.

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 -

Enterprise funds

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

Fiduciary Funds –

Trust funds

Trust funds are used to account for assets held by the Town in a trustee capacity for individuals, private organizations, other governments, or other funds. Expendable trust funds are accounted for in essentially the same manner as governmental funds. Nonexpendable Trust Funds are accounted for in essentially the same manner as proprietary funds.

TOWN OF BERWICK, LOUISIANA

Notes to Financial Statements

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Fixed Assets and Long-Term Liabilities

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

All governmental fund 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.

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. The Town has elected not to capitalize public domain ("infrastructure") fixed assets consisting of certain improvements other than buildings, including roads, bridges, curbs and gutters, streets and sidewalks, drainage systems, and lighting systems. No depreciation has been provided on general fixed assets.

All fixed assets are stated at historical cost or estimated historical cost if actual historical cost is not available. Donated fixed assets are stated at their estimated fair market value on the date donated. Estimated amounts are immaterial in relation to total fixed assets.

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

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

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

Buildings	20 - 30 years
Improvements	10 - 30 years
Equipment	4 - 20 years

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.

TOWN OF BERWICK, LOUISIANA

Notes to Financial Statements

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

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. Sales taxes are considered as "measurable" when in the hands of intermediary collecting governments and are recognized as revenue at that time. Ad valorem taxes are recognized as revenue in the year for which budgeted, that is, in the year in which such taxes are billed. Other major revenues that are considered susceptible to accrual include earned grant revenues and other intergovernmental revenues, charges for services and interest on investments. Franchise fees, licenses, permits, and fines are recognized when received because they are not objectively measurable.

Expenditures are generally recognized under the modified accrual basis of accounting when the related fund liability is incurred, except sick pay is not accrued and principal and interest on general long-term debt are recognized when due. Purchases of various operating supplies are regarded as expenditures at the time purchased.

The proprietary funds are accounted for using the accrual basis of accounting whereby revenues are recognized when they are earned and expenses are recognized when incurred. Unbilled utility service receivables, resulting from utility services rendered between the date of meter reading and billing and the end of the month, are not estimated and recorded at year-end.

The fiduciary funds are comprised of expendable and nonexpendable funds. The expendable trust fund is accounted for in essentially the same manner as the governmental fund types, using the same measurement focus and basis of accounting. Expendable trust funds account for assets where both the principal and interest may be spent. The nonexpendable trust fund is accounted for in essentially the same manner as the proprietary funds, using the same measurement focus and basis of accounting. Nonexpendable trust funds account for assets of which the principal may not be spent.

Proprietary Fund Type Accounting

Proprietary fund types follow generally accepted accounting principles (GAAP) prescribed by the Governmental Accounting Standards Board and all applicable FASB pronouncements.

Budgets and Budgetary Accounting

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

TOWN OF BERWICK, LOUISIANA

Notes to Financial Statements

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

1. The Town Clerk prepares a proposed budget for the general and special revenue funds and submits them to the Mayor and Town Council for the fiscal year no later than forty five days prior to the beginning of each fiscal year.
2. A summary of the proposed budget is published and the public notified that the proposed budget is available for public inspection. At the same time, a public hearing is called.
3. A public hearing is held on the proposed budget at least ten days after publication of the call for the hearing.
4. After holding the public hearing and completion of all action necessary to finalize and implement the budget, the budget is adopted through passage of a resolution prior to the commencement of the fiscal year for which the budget is being adopted.
5. Budgetary amendments involving the transfers of funds from one department, program, or function to another or involving increases in expenditures resulting from revenues exceeding amounts estimated require the approval of the Town Council.
6. All budgetary appropriations lapse at the end of each fiscal year.
7. Budgets for all funds are adopted on a basis consistent with generally accepted accounting principles (GAAP). Budgeted amounts are as originally adopted or as amended by the Town Council. Such amendments were not material in relation to the original appropriations.

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 not employed by the Town as an extension of formal budgetary integration in the funds.

Interest-Bearing Deposits

Interest-bearing deposits are stated at cost, which approximates market.

TOWN OF BERWICK, LOUISIANA

Notes to Financial Statements

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Investments

Under state law, the Town of Berwick may invest in direct obligations of the United States government, in time certificates of deposit and in bonds, debentures, notes or other evidence of indebtedness issued or guaranteed by the United States government. Investments are stated at fair value.

Short-Term Interfund Receivables/Payables

During the course of operations, numerous transactions occur between individual funds for goods provided or services rendered. These receivables and payables are classified as "due from other funds" or "due to other funds" on the balance sheet.

Restricted Assets

Certain assets of the enterprise funds are classified as restricted assets because their use is limited by applicable bond covenants and other restrictions. The "revenue bond and interest sinking fund" is used to segregate resources accumulated for debt service payments over the next twelve months. The "revenue bond contingency fund" is used to segregate resources accumulated to pay the principal and interest on bonds for the payment of which there is not sufficient money in the revenue bond and interest sinking fund and is available for the making of improvements and extensions to the system. However, this money shall never be used for the making of improvements and extensions to the system or payment of principal and interest on bonds if such use of said money will leave in the revenue bond contingency fund for the making of emergency repairs or replacements less than the sum of \$10,000. The "customers' deposits" is used to segregate those refundable resources received from customers currently on the system.

Statement of Cash Flows

For purposes of the statement of cash flows, the Enterprise Funds consider all highly liquid investments with a maturity of three months or less when purchased to be cash equivalents.

Bad Debts

Uncollectible amounts due for ad valorem taxes are recognized as bad debts at the time information becomes available which would indicate the uncollectibility of the particular receivable. Although the specific charge-off method is not in conformity with generally accepted accounting principles (GAAP), the resulting difference between the allowance method and specific charge-off method would result in an immaterial difference. Allowances for uncollectible utility receivables of \$2,593 and \$3,439 have been provided at September 30, 2002 and 2001, respectively.

TOWN OF BERWICK, LOUISIANA

Notes to Financial Statements

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Interfund Transactions

Quasi-external transactions are accounted for as revenues, expenditures, or expenses. Transactions that constitute reimbursements to a fund for expenditures/expenses initially made from it that are properly applicable to another fund, are recorded as expenditures/expenses in the reimbursing fund and as reductions of expenditures/expenses in the fund that is reimbursed.

All other interfund transactions, except quasi-external transactions and reimbursements, are reported as transfers. Non-recurring or non-routine permanent transfers of equity are reported as residual equity transfers. All other interfund transfers are reported as operating transfers.

Vacation and Sick Leave

Sick leave is recorded as an expenditure of the period in which paid. Sick leave does not accumulate and is not payable at termination of employment. Vacation must be taken in the year accrued and cannot be carried over.

Capitalization of Interest Expense

It is the policy of the Town of Berwick to capitalize material amounts of interest resulting from borrowings in the course of the construction of fixed assets. For the year ended September 30, 2002, no capitalized interest expense was recorded on the books.

Capital Lease

A capital lease is generally defined by Statement of Financial Accounting Standards No. 13 "Accounting for Leases" as one which transfers benefits and risks of ownership to the lessee. Leases meeting the criteria of a capital lease as defined are recorded at inception as expenditures and other financial sources in governmental fund types and as assets and liabilities in the General Fixed Assets and General Long-Term Debt account groups, respectively, at the present value of the future minimum lease payments, using the interest rates stated in the leases.

Use of Estimates

The Town's management uses estimates and assumptions in preparing financial statements. Those estimates and assumptions affect the reported amounts of assets and liabilities, the disclosure of contingent assets and liabilities, and the reported revenues and expenditures or expenses, as appropriate. Actual results may differ from these estimates.

TOWN OF BERWICK, LOUISIANA

Notes to Financial Statements

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Total Columns on Combined Statements - Overview

Total columns on the Combined Statements - Overview 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 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.

NOTE 2 CASH AND INTEREST-BEARING DEPOSITS

Under state law, the Town may deposit funds within a fiscal agent bank organized under the laws of the State of Louisiana, the laws of any other state in the Union, or the laws of the United States. The Town may invest in certificates and time deposits of state banks organized under Louisiana law and national banks having principal offices in Louisiana. At September 30, 2002, the Town has cash and interest-bearing deposits (book balances) totaling \$2,828,821 as follows:

Demand deposits	\$ 11,833
Money market accounts and time deposits	<u>2,816,988</u>
Total	<u>\$ 2,828,821</u>

These deposits are stated at cost, which approximates market. Under state law, these deposits, (or the resulting bank balances) must be secured by federal deposit insurance or the pledge of securities owned by the fiscal agent bank. The market value of the pledged securities plus the federal deposit insurance must at all times equal the amount on deposit with the fiscal agent bank.

These securities are held in the name of the pledging fiscal agent bank in a holding or custodial bank that is mutually acceptable to both parties. Deposit balances (bank balances) at September 30, 2002, are secured as follows:

Bank balances	<u>\$ 2,893,953</u>
Federal deposit insurance	\$ 434,741
Pledged securities (category 3)	<u>4,329,796</u>
Total federal insurance and pledged securities	<u>\$ 4,764,537</u>
Excess	<u>\$ 1,870,584</u>

Pledged securities in Category 3 includes uninsured or unregistered investments for which the securities are held by the broker, dealer or agent but not in the Town's name. Even though the pledged securities are considered uncollateralized (Category 3), Louisiana Revised Statute 39:1229 imposes a statutory requirement on the custodial bank to advertise and sell the pledged securities within 10 days of being notified by the Town that the fiscal agent has failed to pay deposited funds upon demand.

TOWN OF BERWICK, LOUISIANA

Notes to Financial Statements

NOTE 3 AD VALOREM TAXES

Ad valorem taxes attach as an enforceable lien on property as of January 1 of each year. Taxes are levied by the Town in September or October and are actually billed to taxpayers in November. Billed taxes become delinquent on January 1 of the following year. The Town bills and collects its own property taxes using the assessed values determined by the tax assessor of St. Mary Parish. Town property tax revenues are budgeted in the year billed.

For the year ended September 30, 2002, taxes of 18.12 mills were levied on property with assessed valuations totaling \$16,576,049 and were dedicated as follows:

General governmental services	12.12 mills
Debt service	6.00 mills

Total taxes collected on assessments were \$298,946.

NOTE 4 INTERFUND RECEIVABLES/PAYABLES

	<u>Interfund Receivables</u>	<u>Interfund Payables</u>
Due to/from other funds:		
General Fund	\$ 3,319	\$ 800
Special Revenue Fund		
Sales Tax Liquid and Solid Waste Fund	1,059	990
Recreation Facilities Maintenance Fund	-	25
LCDBG Grant Fund	990	-
Debt Services Funds		
Public Improvement Bond Fund	-	-
Enterprises Funds -		
Gas Enterprise Fund	800	20,912
Water Enterprise Fund	20,912	4,353
Trust Funds -		
Berwick Memorial Perpetual Care Principal Fund	-	39,601
Berwick Memorial Perpetual Care Income Fund	<u>39,601</u>	<u>-</u>
Total due to/from other funds	<u>\$ 66,681</u>	<u>\$ 66,681</u>

NOTE 5 DUE FROM OTHER GOVERNMENTAL UNITS

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

Video poker taxes due from the State of Louisiana	<u>\$ 1,357</u>
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TOWN OF BERWICK, LOUISIANA

Notes to Financial Statements

NOTE 6 RESTRICTED ASSETS - PROPRIETARY FUND TYPE

Restricted assets were applicable to the following at September 30:

	<u>2002</u>
Revenue bond and interest sinking fund	\$ 74,789
Revenue bond contingency fund	23,739
Customers' deposit	<u>55,294</u>
	<u>\$ 153,822</u>

NOTE 7 CHANGES IN FIXED ASSETS

	<u>Balance</u> <u>October 1, 2001</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance</u> <u>September 30, 2002</u>
Land	\$ 1,077,917	\$ 47,916	\$ -	\$ 1,125,833
Buildings	3,390,436	-	-	3,390,436
Equipment	938,950	60,378	31,159	968,169
Autos and Trucks	<u>374,825</u>	<u>50,791</u>	<u>33,761</u>	<u>391,855</u>
Total general fixed assets	<u>\$ 5,782,128</u>	<u>\$ 159,085</u>	<u>\$ 64,920</u>	<u>\$ 5,876,293</u>

A summary of proprietary fund type property, plant, and equipment at September 30, 2002 follows:

	<u>Gas</u> <u>Enterprise</u> <u>Fund</u>	<u>Water</u> <u>Enterprise</u> <u>Fund</u>	<u>Totals</u>
Land	\$ -	\$ 15,000	\$ 15,000
Improvements other than buildings	480,475	2,488,452	2,968,927
Machinery and equipment	<u>178,286</u>	<u>88,783</u>	<u>267,069</u>
Total	658,761	2,592,235	3,250,996
Less: Accumulated depreciation	<u>551,286</u>	<u>1,279,416</u>	<u>1,830,702</u>
Net	<u>\$ 107,475</u>	<u>\$ 1,312,819</u>	<u>\$ 1,420,294</u>

TOWN OF BERWICK, LOUISIANA

Notes to Financial Statements

NOTE 8 CHANGES IN LONG-TERM DEBT

The following is a summary of long-term debt transactions of the Town for the year ended September 30, 2002:

	General Obligation Bonds	Revenue Bonds	Total
Bonds and notes payable, October 1, 2001	\$ 2,495,000	\$ 292,000	\$ 2,787,000
Bonds and notes issued	1,635,000	-	1,635,000
Bonds and notes retired	<u>1,963,500</u>	<u>67,000</u>	<u>2,030,500</u>
Bonds and notes payable, September 30, 2002	<u>\$ 2,166,500</u>	<u>\$ 225,000</u>	<u>\$ 2,391,500</u>

Bonds and certificates payable at September 30, 2002 are comprised of the following individual issues:

General obligation bonds:

\$480,000 General obligation refunding bonds, Series 1993 (to defease \$420,000 of General obligation bonds of 1985 issued for construction of fire station), payable in annual installments of \$45,000 to \$50,000 through March 1, 2005, with interest at 5.40 to 5.6 percent per annum	\$ 140,000
\$1,635,000 Certificates of Indebtedness, Series 2001, (to defease \$1,635,000 of Certificate indebtedness of Series of 1998) payable in annual installments of \$163,500 through February 1, 2011, with interest at 4.75 percent per annum	1,471,500
\$905,000 General obligation refunding bonds, Series 1997 (to defease \$840,000 of General obligation bonds of Series 1988 issued for public improvement of the sewer), payable in annual installments of \$20,000 to \$145,000 through December 1, 2006, with interest at 5.0 percent per annum	<u>555,000</u>
	<u>\$ 2,166,500</u>

Revenue Bonds:

\$660,000 Water Revenue Refunding Bonds dated May 18, 1996 (to refund Water Revenue Bond of 1989 issued to improve waterworks system), payable in annual installments of \$71,000 to \$79,000 through December 1, 2004, with interest at 5.20% per annum	<u>\$ 225,000</u>
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TOWN OF BERWICK, LOUISIANA

Notes to Financial Statements

NOTE 8 CHANGES IN LONG-TERM DEBT (CONTINUED)

The annual requirements to amortize all debt outstanding as of September 30, 2002, including interest payments of \$403,487 are as follows:

<u>Year Ended September 30,</u>	<u>General Obligation</u>	<u>Revenue Bonds</u>	<u>Totals</u>
2003	435,483	80,854	516,337
2004	418,755	81,058	499,813
2005	406,866	81,054	487,920
2006	355,840	-	355,840
2007	218,948	-	218,948
Thereafter	<u>716,129</u>	<u>-</u>	<u>716,129</u>
	<u>\$ 2,552,021</u>	<u>\$ 242,966</u>	<u>\$ 2,794,987</u>

The various bond indentures contain significant limitations and restrictions as to the annual debt service requirements, maintenance of and flow of monies through various restricted accounts, minimum amounts to be maintained in various sinking funds, and minimum revenue bond coverage (see Note 9). The Town is in compliance with all such significant limitations and restrictions.

NOTE 9 FLOW OF FUNDS; RESTRICTIONS ON USE - UTILITIES REVENUES

Under the terms of the bond indenture on outstanding Utilities Revenue Bonds, all income and revenues (hereinafter referred to as revenue) of every nature, earned or derived from operations of the Utilities System are pledged and dedicated to the retirement of said bonds and are to be set aside into the following special funds:

Each month, there will be set aside into a fund called the Revenue Bond Sinking Fund an amount constituting 1/12 of the next maturing installment of principal and 1/6 of the next maturing installment of interest on the outstanding bonds. Such transfers shall be fully sufficient to assure the prompt payment of principal and interest installments as they become due and may be used only for such payments.

Funds will also be set aside into a Capital Additions and Contingencies Fund monthly in the amount of five percent (5%) of the gross revenues of the System for the preceding month, provided that such sum is available after provision is made for all reasonable expenses of administration, operation and maintenance of the System as well as payments into the above required fund. In addition to caring for extensions, additions, improvements, renewals, and replacements necessary to properly operate the System, money in this fund shall also be used to pay the principal of and the interest on these bonds for the payment of which there is not sufficient money in the Revenue Bond Sinking Fund. This money, however, shall never be used for the making of improvements and extensions to the System or for payment of principal and interest on bonds if such use of said money will leave in the Capital Additions and Contingencies Fund for the making of emergency repairs or replacements less than the sum of \$10,000.

TOWN OF BERWICK, LOUISIANA

Notes to Financial Statements

NOTE 10 DEDICATION OF PROCEEDS AND FLOW OF FUNDS - SALES AND USE TAXES

The Town of Berwick collects sales taxes under four sales tax levies as follows:

Proceeds of a 1% parish wide sales and use tax levied in 1966 (2002 collections \$440,827; 2001 collections \$412,289). Tax is collected by the St. Mary Parish Sales and Use Tax Department and is remitted to each participating municipality on a monthly basis. Proceeds of this tax shall be used for the following purposes: construction, acquisition, improvement, maintenance and repairs of streets, capital improvements, public works and buildings (including the acquisition of sites and necessary fixtures, equipment, furnishings and appurtenances, and the payment of obligations and refunding obligations which have been or may be issued for the purpose of acquiring and improving public works and buildings); for payment or supplementing salaries of all municipal employees; for the operation of recreational facilities; for the acquisition, maintenance, repairs and payment of operating expenses of equipment, vehicles, and other machinery owned by the municipality; and for any other public purpose authorized by state law.

Proceeds of a 3/4 of 1% sales and use tax levied in 1974 (2002 collections \$412,645; 2001 collections \$375,768). Tax is collected by the St. Mary Parish Sales and Use Tax Department and is allocated and distributed monthly as above. Proceeds are to be used for the construction, acquisition, extension, improvement, operation, and maintenance of solid waste collection and disposal facilities, sewers and sewerage disposal works, and other facilities for pollution control and abatement; and to pay debt service requirements on bonds issued for any of the above-mentioned purposes.

Proceeds of a 3/10 of 1% sales and use tax levied in 1982 (2002 collections \$161,008; 2001 collections \$152,266). Tax is collected by the St. Mary Parish Sales and Use Tax Department and is allocated and distributed monthly as above. Proceeds are dedicated to the following purposes: operating and maintaining the police department, including the acquisition and maintenance of equipment and supplies; paying or supplementing the salaries of municipal employees; and purchasing, constructing, acquiring, extending and/or improving all or any portion of public works or capital improvements, including but not limited to the construction, improvement and maintenance of drainage, water, and flood control extensions and improvements and the acquisition, construction, improvement, maintenance and repair of streets, roads, and bridges.

Proceeds of a 1/2 of 1% sales and use tax levied in 2001 (2002 collections \$136,924; 2001 collections \$122,958). Tax is collected by the St. Mary Parish Sales and Use Tax Department and is allocated and distributed monthly as above. Proceeds are to be used for increased salaries for police departments and also for operating and maintaining the police department.

TOWN OF BERWICK, LOUISIANA

Notes to Financial Statements

NOTE 11 EMPLOYEE RETIREMENT

Eligible employees of the Town participate in one of two multiple-employer public employee retirement systems (PERS), which are controlled and administered by a separate board of trustees. These retirement systems provide retirement disability and death benefits to plan members and their beneficiaries. Pertinent information relative to each plan follows:

Municipal Employees' Retirement System of Louisiana

Plan members are required to contribute 9.25 percent of their annual covered salary to the system while the Town is required to contribute the statutory rate of 7.0 percent for October 2001 through June 2002 and 8.0 percent for July 2002 to September 2002, of the total annual covered salary. The Town's contributions to the system for the years ended September 30, 2002, 2001 and 2000 were \$46,378, \$46,413, and \$37,395, respectively, equal to the required contribution for each year.

A publicly available financial report that includes financial statements and required supplemental financial information may be obtained by writing to the Municipal Employees' Retirement System of Louisiana, 7937 Office Park Blvd., Baton Rouge, Louisiana 70809.

Municipal and State Police Retirement System of Louisiana

Plan members are required to contribute 7.5 percent of their annual covered salary to the system while the Town is required to contribute the statutory rate of 9.0 percent of the total annual covered salary. The Town's contributions to the system for the years ended September 30, 2002, 2001 and 2000 were \$27,833, \$32,051 and \$31,396, respectively, equal to the required contribution for each year.

A publicly available financial report that includes financial statements and required supplemental financial information may be obtained by writing to the Municipal Police Employees' Retirement System of Louisiana, 8550 United Plaza Blvd., Suite 501, Baton Rouge, Louisiana 70809-0200.

Firefighters' Retirement System

Plan members are required to contribute 8.0 percent of their annual covered salary to the system while the Town is required to contribute the statutory rate of 9.0 percent of the total annual covered salary. The Town's contributions to the system for the year ended September 30, 2002 was \$2,475, equal to the required contribution for the year. A publicly available financial report that includes financial statements and required supplemental financial information may be obtained by writing to the Firefighters' Retirement System, P. O. Box 94095 – Capital Station, Baton Rouge, Louisiana 70804.

NOTE 12 POSTEMPLOYMENT BENEFITS

In addition to the pension benefits described in Note 11, the Town has elected to make available health benefits to all eligible retirees who retire from the Town on or after December 31, 1997. Retirees are considered eligible if they meet the retirement eligibility requirements of the Municipal Retirement System of Louisiana. Under the postemployment benefit package, retirees

TOWN OF BERWICK, LOUISIANA

Notes to Financial Statements

NOTE 12 POSTEMPLOYMENT BENEFITS (CONTINUED)

may continue group health insurance coverage through the Town's group policy at the retiree's own expense. From January 1, 2002 to September 1, 2004, the Town of Berwick will pay the premium for the continuation of the health insurance coverage up to \$150 for any retiree with at least 11 years, 5 months of service but less than 12 years. Once the retiree becomes eligible to obtain medicare supplement insurance, the Town of Berwick will pay the premium for the medicare supplement insurance policy up to a maximum of \$150 per month. Premium costs above \$150 must be paid by the retiree. The Town will provide benefits to the retiree only and no coverage will be provided to dependents of the retiree. During the year ended September 30, 2002, the Town incurred costs totaling \$6,848 related to providing this benefit.

NOTE 13 RISK MANAGEMENT

The Town is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The Town has elected to purchase insurance coverage through the commercial insurance market to cover its exposure to loss. The Town is insured up to policy limits for each of the above risks. There were no significant changes in coverages, retentions, or limits during the year ended September 30, 2002. Settled claims have not exceeded the commercial coverages in any of the previous three fiscal years.

NOTE 14 PENDING LITIGATION

The Town is not presently involved in any lawsuits which could materially affect the financial condition of the Town.

NOTE 15 SEGMENT INFORMATION FOR THE ENTERPRISE FUND

The Town of Berwick maintains two enterprise funds which provide gas and water services. Segment information for the year ended September 30, 2002 was as follows:

	Gas Enterprise	Water Enterprise	Total Enterprise Fund
Operating revenues	\$ 274,289	\$ 418,193	\$ 692,482
Operating expenses	<u>334,400</u>	<u>451,202</u>	<u>785,602</u>
Operating loss	<u><u>\$ (60,111)</u></u>	<u><u>\$ (33,009)</u></u>	<u><u>\$ (93,120)</u></u>

TOWN OF BERWICK, LOUISIANA

Notes to Financial Statements

NOTE 16 CONTRIBUTED CAPITAL

Amounts contributed to the enterprise fund for acquisition or construction of fixed assets is recognized as contributed capital. The sources of contributed capital used to acquire and construct facilities of the Enterprise Funds as of September 30, 2002 consist of:

	<u>Gas Enterprise</u>	<u>Water Enterprise</u>	<u>Total</u>
Contributed by:			
Municipality	\$ 376,880	\$ 419,118	\$ 795,998
Other governments	22,114	190,000	212,114
Contractors	<u>-</u>	<u>110,000</u>	<u>110,000</u>
	<u>\$ 398,994</u>	<u>\$ 719,118</u>	<u>\$ 1,118,112</u>

NOTE 17 COMPENSATION OF TOWN OFFICIALS

A detail of compensation paid to the Mayor and Town Council for the year ended September 30, 2002 follows:

Mayor:	
Emmett Hardaway, Sr.	\$ 19,200
Council:	
Elaine Cornes	3,600
Ralph Guidry, Jr.	3,600
William H. Johnson, III	3,600
Ray Raspberry	3,600
Louis A. Ratcliff	<u>3,600</u>
	<u>\$ 37,200</u>

NOTE 18 JOINT VENTURES

Berwick/Bayou Vista Joint Waterworks District -

The Town is a member of a joint venture with the St. Mary Parish Government for the construction, maintenance, and operation of a water plant which supplies water to the Town of Berwick and the unincorporated community of Bayou Vista for distribution to their residents. Each participant has a 50% interest in the venture. The cost of constructing the plant was borne by the Town and the St. Mary Parish Government, and they have appointed a board to operate and maintain the plant. The Town has included its share of the joint venture in these financial statements in the proprietary fund type accounts using the equity method of accounting. The Berwick/Bayou Vista Joint Waterworks had a project in which Berwick was committed to pay 50% of the cost. The Town expensed for the year ended September 30, 2002, and 2001 \$33,500 and \$116,000 respectively.

TOWN OF BERWICK, LOUISIANA

Notes to Financial Statements

NOTE 18 JOINT VENTURES (CONTINUED)

St. Mary Parish Wards 5 and 8 Joint Sewerage Commission -

The Town is a member of a joint venture with the Parish of St. Mary, Sewerage District #8 of the Parish of St. Mary, and the City of Patterson for operating and maintaining a sewerage disposal system. The system is operated by a five-member board of commissioners, appointed one each by the Town of Berwick, Sewerage District #8 and the City of Patterson, and two appointed by the St. Mary Parish Council (one each from Wards 5 and 8 of the parish). The costs of constructing the system, which amounted to approximately \$10,300,000, was paid by the participants in the following percentages:

Town of Berwick	27.05 %
City of Patterson	27.75
St. Mary Parish	<u>45.20</u>
Total	<u>100.00</u> %

The board operates and maintains the system as the "St. Mary Parish Wards 5 and 8 Joint Sewerage Commission". Operating expenses are paid from revenues generated by charging the participants a monthly fee based on a percentage of water consumption by residents of the participating units. The Town of Berwick finances its share of the fees paid from a governmental type (Special Revenue) fund and has not included its 27.05% share of the system in these financial statements.

Following is a summary of the financial statements issued by the St. Mary Parish Wards 5 & 8 Joint Sewerage Commission as of September 30, 2002 which includes only the assets and liabilities required in operating and maintaining the system, and does not include the original \$10,300,000 construction cost paid by the participants.

The balance sheet reflected the following:

Total assets	\$ 1,530,586
Total liabilities	22,636
Contributed capital	99,110
Retained earnings	1,408,840

The statement of revenues and expenses for the fiscal year ended September 30, 2002 reflected the following:

Operating revenues	\$ 507,298
Non-operating revenues	147,945
Operating expenses	393,709
Net income	261,534

Additional information may be obtained from the separately issued financial statements of Wards 5 and 8 Joint Sewerage Commission for the year ended September 30, 2002.

TOWN OF BERWICK, LOUISIANA

Notes to Financial Statements

NOTE 19 INTERGOVERNMENTAL AGREEMENT

On January 15, 1997, the Town entered into an intergovernmental agreement with the Berwick Development District for the development and construction of Renwick Subdivision for residential expansion. The agreement states that the Town will transfer ownership of approximately 73.5 acres of land purchased for the development site. In exchange, the Berwick Development District will reimburse the Town for all costs incurred by the Town for purchase and development of the land as a subdivision. During the year ended September 30, 1998, the Town issued \$2,600,000 in certificates of indebtedness to finance the development of Renwick Subdivision. The proceeds will be used to construct infrastructure and utility improvements in the development. It is anticipated that repayment will be funded with proceeds derived from sales of lots in the development. During the year ended September 30, 2000, the Town transferred ownership of the Phase I development to the Berwick Development District who, in turn, will sell the lots in the development. At November 1, 2001 the Town refinanced the certificates of indebtedness to extended the maturity from 2004 to 2011. The Berwick Development District transferred \$267,280 to the Town of Berwick to be used for repayment of the certificates of indebtedness for the year ended September 30, 2002.

NOTE 20 COMMITMENTS

The Town of Berwick has entered into a contract for the maintenance of the water storage tanks. The Town is obligated under the contract to pay the following:

Years ended:

2003	\$ 100,764
2004	100,764
2005	100,764
2006	23,285
2007	<u>23,285</u>
	<u>\$ 348,862</u>

As a part of the contract, the Town will pay an annual maintenance fee. In 2009, the annual fee will be adjusted for current costs and this adjustment will occur every three years. The maximum adjustment is limited to 5% annually. Annual fees are:

Years ended:

2006	\$ 12,686
2007	12,686
2008	<u>25,372</u>
	<u>\$ 50,744</u>

TOWN OF BERWICK, LOUISIANA

Notes to Financial Statements

NOTE 21 CORRECTION OF AN ERROR

The financial statement for September 30, 2002 and 2001 for the debt service group have been restated to correct an error. The error is the result of the Town collecting ad valorem taxes after the debt has been repaid. The net effect of the correction on fund balances is a reduction of \$3,447 and \$76,757 for the years ended September 30, 2002 and 2001, respectively.

NOTE 22 SUBSEQUENT REISSUANCE

Subsequent to the issuance of the primary government financial statement for the year ended September 30, 2002, management became aware of a bookkeeping error in the LCDBG Grant Fund, a Special Revenue Fund. The Intergovernmental Revenues of the fund were understated by \$31,660 and the Support Services expenditures were also understated by \$31,660. These financial statements have been restated to correctly reflect these amounts.

SUPPLEMENTAL INFORMATION

**SCHEDULES 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.

TOWN OF BERWICK, LOUISIANA
General Fund

Comparative Balance Sheets
September 30, 2002 and 2001

	<u>2002</u>	<u>2001</u>
ASSETS		
Cash	\$ 10,808	\$ 9,548
Interest-bearing deposits	209,753	195,509
Receivables:		
Sales tax receivable	24,893	23,452
Utility franchise taxes receivable	36,446	37,723
Other	6,176	-
Due from other funds	3,319	1,177
Due from other governments	<u>1,357</u>	<u>-</u>
Total assets	<u>\$ 292,752</u>	<u>\$ 267,409</u>
LIABILITIES AND FUND BALANCE		
Liabilities:		
Accounts payable	\$ 44,700	\$ 53,690
Accrued liabilities	68,228	26,788
Due to other funds	<u>800</u>	<u>-</u>
Total liabilities	<u>113,728</u>	<u>80,478</u>
Fund balance - unreserved, undesignated	<u>179,024</u>	<u>186,931</u>
Total liabilities and fund balance	<u>\$ 292,752</u>	<u>\$ 267,409</u>

TOWN OF BERWICK, LOUISIANA
General Fund

Statement of Revenues, Expenditures, and Changes in Fund Balance -
Budget (GAAP Basis) and Actual
Year Ended September 30, 2002
With Comparative Actual Amounts for Year Ended September 30, 2001

	2002		Variance -	2001
	Budget	Actual	Favorable (Unfavorable)	Actual
Revenues:				
Taxes	\$ 673,200	\$ 707,519	\$ 34,319	\$ 684,834
Licenses and permits	152,000	147,275	(4,725)	144,322
Intergovernmental	25,460	98,940	73,480	541,307
Fines and forfeits	65,000	58,729	(6,271)	61,187
Wharf leases	55,219	55,219	-	52,110
Miscellaneous	35,000	163,562	128,562	185,728
Total revenues	<u>1,005,879</u>	<u>1,231,244</u>	<u>225,365</u>	<u>1,669,488</u>
Expenditures:				
Current -				
General government:				
Administrative	592,175	583,881	8,294	567,473
Public safety:				
Fire	72,760	77,038	(4,278)	43,157
Police	591,124	570,369	20,755	588,649
Public works:				
Streets	234,420	207,167	27,253	209,853
Drainage	198,200	114,147	84,053	190,570
Cemetery	19,000	20,341	(1,341)	18,833
Supporting services	9,000	7,858	1,142	7,502
Debt service	-	-	-	7,766
Capital outlay	<u>146,790</u>	<u>141,944</u>	<u>4,846</u>	<u>401,207</u>
Total expenditures	<u>1,863,469</u>	<u>1,722,745</u>	<u>140,724</u>	<u>2,035,010</u>
Deficiency of revenues over expenditures	<u>(857,590)</u>	<u>(491,501)</u>	<u>366,089</u>	<u>(365,522)</u>
Other financing sources (uses):				
Operating transfers in	733,000	483,594	(249,406)	400,000
Operating transfers out	<u>-</u>	<u>-</u>	<u>-</u>	<u>(84,800)</u>
Total other financing sources	<u>733,000</u>	<u>483,594</u>	<u>(249,406)</u>	<u>315,200</u>
Excess of revenues and other sources over expenditures and other uses	(124,590)	(7,907)	116,683	(50,322)
Fund balance, beginning	<u>186,931</u>	<u>186,931</u>	<u>-</u>	<u>237,253</u>
Fund balance, ending	<u>\$ 62,341</u>	<u>\$ 179,024</u>	<u>\$ 116,683</u>	<u>\$ 186,931</u>

TOWN OF BERWICK, LOUISIANA
General Fund

Statement of Revenues Compared to Budget (GAAP Basis)
Year Ended September 30, 2002
With Comparative Amounts for Year Ended September 30, 2001

	2002		Variance -	2001
	Budget	Actual	Favorable (Unfavorable)	Actual
Taxes:				
Ad valorem	\$ 200,000	\$ 199,973	\$ (27)	\$ 184,751
Interest and notices on ad valorem taxes	200	122	(78)	120
Sales	260,000	297,932	37,932	275,224
Drainage	84,000	80,268	(3,732)	81,494
Utility franchise fees	<u>129,000</u>	<u>129,224</u>	<u>224</u>	<u>143,245</u>
	<u>673,200</u>	<u>707,519</u>	<u>34,319</u>	<u>684,834</u>
Licenses and permits:				
Occupational licenses	140,000	137,845	(2,155)	127,551
Permits	<u>12,000</u>	<u>9,430</u>	<u>(2,570)</u>	<u>16,771</u>
	<u>152,000</u>	<u>147,275</u>	<u>(4,725)</u>	<u>144,322</u>
Intergovernmental:				
Federal grant	-	16,782	16,782	15,656
State of Louisiana -				
Beer taxes	2,500	5,513	3,013	3,123
Indian mitigation	-	25,000	25,000	19,690
Grants	-	22,183	22,183	80,485
Video poker	12,000	18,502	6,502	13,116
St. Mary Parish Council	<u>10,960</u>	<u>10,960</u>	<u>-</u>	<u>409,237</u>
	<u>25,460</u>	<u>98,940</u>	<u>73,480</u>	<u>541,307</u>
Fines and forfeits	<u>65,000</u>	<u>58,729</u>	<u>(6,271)</u>	<u>61,187</u>
Wharf leases	<u>55,219</u>	<u>55,219</u>	<u>-</u>	<u>52,110</u>
Miscellaneous:				
Cemetery plot sales	7,000	5,670	(1,330)	9,450
Interest	12,000	8,330	(3,670)	12,857
Mausoleum sales	-	15,760	15,760	-
Sale of equipment	-	10,945	10,945	-
Other sources	<u>16,000</u>	<u>122,857</u>	<u>106,857</u>	<u>163,421</u>
	<u>35,000</u>	<u>163,562</u>	<u>128,562</u>	<u>185,728</u>
Total revenues	<u>\$ 1,005,879</u>	<u>\$ 1,231,244</u>	<u>\$ 225,365</u>	<u>\$ 1,669,488</u>

TOWN OF BERWICK, LOUISIANA
General Fund

Statement of Expenditures Compared to Budget (GAAP Basis)
Year Ended September 30, 2002
With Comparative Actual Amounts for Year Ended September 30, 2001

	2002		Variance -	2001
	Budget	Actual	Favorable (Unfavorable)	Actual
Expenditures:				
General Government -				
Administrative salaries	\$ 206,800	\$ 176,625	\$ 30,175	\$ 189,045
Unemployment compensation	2,500	462	2,038	155
Employees benefit plans	14,500	23,335	(8,835)	11,684
Office maintenance and operations	20,000	14,663	5,337	18,639
Dues and subscriptions	2,500	1,508	992	1,529
Publications and notices	5,000	5,224	(224)	6,259
Advertising	1,000	1,056	(56)	1,935
Legal and accounting	37,000	58,710	(21,710)	36,403
Town hall maintenance and supplies	30,000	45,608	(15,608)	32,766
Cost of preparing tax rolls	3,000	1,915	1,085	1,909
Magistrate fees	3,600	3,600	-	3,600
Building inspectors' fees	5,000	-	5,000	2,501
Insurance	150,000	126,453	23,547	138,178
Autopsy fees	3,000	2,418	582	1,722
Other charges	108,275	122,304	(14,029)	121,148
Total general government	592,175	583,881	8,294	567,473
Public Safety -				
Fire:				
Salaries	24,000	27,500	(3,500)	1,400
F/D retirement fund	2,160	2,250	(90)	-
Health insurance	4,200	3,172	1,028	-
Telephone	1,400	1,574	(174)	1,419
Power	1,000	742	258	834
Equipment maintenance	5,000	7,685	(2,685)	6,151
Supplies	7,000	4,682	2,318	4,366
Other charges	3,000	4,433	(1,433)	5,987
Appropriation to Berwick Vol. Fire Dept	25,000	25,000	-	23,000
Total fire	72,760	77,038	(4,278)	43,157
Police:				
Salaries	413,600	402,526	11,074	415,581
Police retirement fund	37,224	25,653	11,571	32,051
Health insurance	56,800	51,696	5,104	49,482
Automobile expenses	25,000	31,375	(6,375)	31,378
Supplies	7,000	6,979	21	10,374
Uniforms	2,500	3,396	(896)	1,732
Radio maintenance	6,000	4,334	1,666	6,635
Telephone	8,000	7,498	502	8,704
Prisoner expenses	12,000	22,985	(10,985)	22,906
Other charges	23,000	13,927	9,073	9,806
Total police	591,124	570,369	20,755	588,649
Total public safety	663,884	647,407	16,477	631,806

(Continued)

TOWN OF BERWICK, LOUISIANA
General Fund

Statement of Expenditures Compared to Budget (GAAP Basis)(Continued)
Year Ended September 30, 2002
With Comparative Actual Amounts for Year Ended September 30, 2001

	2002		Variance -	2001
	Budget	Actual	Favorable (Unfavorable)	Actual
Public works -				
Streets:				
Salaries	91,000	74,882	16,118	80,045
Retirement	6,400	4,639	1,761	6,118
Health insurance	19,000	17,240	1,760	16,259
Equipment maintenance	34,000	35,648	(1,648)	32,774
Power	55,000	48,153	6,847	53,273
Materials and repairs	22,000	21,715	285	12,479
Other charges	<u>7,020</u>	<u>4,890</u>	<u>2,130</u>	<u>8,905</u>
Total streets	<u>234,420</u>	<u>207,167</u>	<u>27,253</u>	<u>209,853</u>
Drainage:				
Salaries	126,000	67,896	58,104	111,395
Retirement	8,800	5,087	3,713	6,990
Health insurance	18,800	13,407	5,393	17,162
Maintenance and repairs	30,000	20,694	9,306	45,862
Power	3,500	3,009	491	5,182
Other charges	<u>11,100</u>	<u>4,054</u>	<u>7,046</u>	<u>3,979</u>
Total drainage	<u>198,200</u>	<u>114,147</u>	<u>84,053</u>	<u>190,570</u>
Cemetery:				
Maintenance	<u>19,000</u>	<u>20,341</u>	<u>(1,341)</u>	<u>18,833</u>
Total public works	<u>451,620</u>	<u>341,655</u>	<u>109,965</u>	<u>419,256</u>
Supporting Services -				
Rabies control	<u>9,000</u>	<u>7,858</u>	<u>1,142</u>	<u>7,502</u>
Total supporting services	<u>9,000</u>	<u>7,858</u>	<u>1,142</u>	<u>7,502</u>
Debt Service -				
Principal	-	-	-	7,667
Interest	<u>-</u>	<u>-</u>	<u>-</u>	<u>99</u>
Total debt service	<u>-</u>	<u>-</u>	<u>-</u>	<u>7,766</u>
Capital Outlay -				
Administration	58,960	47,916	11,044	-
Police	37,830	30,461	7,369	71,608
Streets	35,000	3,920	31,080	206,013
Drainage	<u>15,000</u>	<u>59,647</u>	<u>(44,647)</u>	<u>123,586</u>
Total capital outlay	<u>146,790</u>	<u>141,944</u>	<u>4,846</u>	<u>401,207</u>
Total expenditures	<u>\$ 1,863,469</u>	<u>\$ 1,722,745</u>	<u>\$ 140,724</u>	<u>\$ 2,035,010</u>

SPECIAL REVENUE FUNDS

1% Sales Tax Fund

To account for the receipt and use of the Town's prorata portion of the St. Mary Parish 1% sales and use tax. These taxes may be used for any lawful corporate purpose.

3/4% Sales Tax Liquid and Solid Waste Fund

To account for receipt and use of proceeds of the Town's prorata portion of the St. Mary Parish 3/4% sales and use tax. These taxes are dedicated to the construction, maintenance, and operations of sewerage or solid waste disposal systems, and police and fire protection.

A portion of the proceeds of the tax has been dedicated to the retirement of \$905,000 Public Improvement Sewer Refunding Bonds, Series 1999. The annual debt service on these bonds ranges between \$21,000 and \$153,250 with final maturities in 2006.

Recreation Facilities Maintenance Fund

To account for the operation and maintenance of the Berwick Civic Complex and Recreation Center. Financing is provided by a special ad valorem tax levy and by rentals and service charges for use of the facilities.

LCDBG Grant Fund

To account for the receipt of federal monies to be expended for housing rehabilitation in target areas.

TOWN OF BERWICK, LOUISIANA
Special Revenue Funds

Combining Balance Sheet
September 30, 2002
With Comparative Totals for Year Ended September 30, 2001

	1% Sales Tax Fund	3/4% Sales Tax Liquid and Solid Waste Fund	Recreation Facilities Maintenance Fund
	<u>Fund</u>	<u>Waste Fund</u>	<u>Fund</u>
ASSETS			
Cash	\$ -	\$ -	\$ 1,000
Interest-bearing deposits	503,366	467,321	25,635
Accounts receivable	-	28,665	-
Sales taxes receivable	37,341	34,668	-
Interest receivable	-	991	-
Due from other funds	<u>-</u>	<u>1,059</u>	<u>990</u>
Total assets	<u>\$ 540,707</u>	<u>\$ 532,704</u>	<u>\$ 27,625</u>
LIABILITIES AND FUND BALANCES			
Liabilities:			
Accounts payable	\$ -	\$ 32,106	\$ 10,650
Accrued liabilities	-	1,436	1,440
Due to other funds	<u>-</u>	<u>990</u>	<u>-</u>
Total liabilities	<u>-</u>	<u>34,532</u>	<u>12,090</u>
Fund balances - unreserved:			
Undesignated	<u>540,707</u>	<u>498,172</u>	<u>15,535</u>
Total liabilities and fund balances	<u>\$ 540,707</u>	<u>\$ 532,704</u>	<u>\$ 27,625</u>

LCDBG Grant Fund	Totals	
	2002	2001
\$ 25	\$ 1,025	\$ 1,000
-	996,322	1,288,700
-	28,665	27,828
-	72,009	67,797
-	991	991
<u>-</u>	<u>2,049</u>	<u>990</u>
<u>\$ 25</u>	<u>\$ 1,101,061</u>	<u>\$ 1,387,306</u>

\$ -	\$ 42,756	\$ 57,504
-	2,876	1,771
<u>25</u>	<u>1,015</u>	<u>990</u>
<u>25</u>	<u>46,647</u>	<u>60,265</u>
<u>-</u>	<u>1,054,414</u>	<u>1,327,041</u>
<u>\$ 25</u>	<u>\$ 1,101,061</u>	<u>\$ 1,387,306</u>

TOWN OF BERWICK, LOUISIANA
Special Revenue Funds

Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
Year Ended September 30, 2002
With Comparative Totals for Year Ended September 30, 2001

	1% Sales Tax Fund	3/4% Sales Tax Liquid and Solid Waste Fund	Recreation Facilities Maintenance Fund
Revenues:			
Taxes	\$ 440,827	\$ 412,645	\$ -
Intergovernmental	-	-	32,418
Charges for services	-	353,652	22,865
Miscellaneous	<u>12,146</u>	<u>15,257</u>	<u>564</u>
Total revenues	<u>452,973</u>	<u>781,554</u>	<u>55,847</u>
Expenditures:			
Current -			
Culture and recreation	-	-	147,119
Sanitation	-	609,878	-
Housing rehabilitation	-	-	-
Capital outlay	<u>-</u>	<u>24,857</u>	<u>70,459</u>
Total expenditures	<u>-</u>	<u>634,735</u>	<u>217,578</u>
Excess (deficiency) of revenues over expenditures	<u>452,973</u>	<u>146,819</u>	<u>(161,731)</u>
Other financing sources (uses):			
Operating transfers in	-	-	174,000
Operating transfers out	<u>(479,000)</u>	<u>(405,688)</u>	<u>-</u>
Total other financing sources (uses)	<u>(479,000)</u>	<u>(405,688)</u>	<u>174,000</u>
Excess (deficiency) of revenues and other sources over expenditures and other uses	(26,027)	(258,869)	12,269
Fund balances, beginning	<u>566,734</u>	<u>757,041</u>	<u>3,266</u>
Fund balances, ending	<u>\$ 540,707</u>	<u>\$ 498,172</u>	<u>\$ 15,535</u>

LCDBG Grant Fund	Totals	
	2002	2001
\$ -	\$ 853,472	\$ 788,056
65,205	97,623	46,568
-	376,517	379,104
<u>-</u>	<u>27,967</u>	<u>49,565</u>
<u>65,205</u>	<u>1,355,579</u>	<u>1,263,293</u>
-	147,119	163,136
-	609,878	565,506
65,205	65,205	-
<u>-</u>	<u>95,316</u>	<u>105,293</u>
<u>65,205</u>	<u>917,518</u>	<u>833,935</u>
<u>-</u>	<u>438,061</u>	<u>429,358</u>
-	174,000	328,818
<u>-</u>	<u>(884,688)</u>	<u>(714,875)</u>
<u>-</u>	<u>(710,688)</u>	<u>(386,057)</u>
-	(272,627)	43,301
<u>-</u>	<u>1,327,041</u>	<u>1,283,740</u>
<u>\$ -</u>	<u>\$ 1,054,414</u>	<u>\$ 1,327,041</u>

TOWN OF BERWICK, LOUISIANA
Special Revenue Fund
1% Sales Tax Fund

Statement of Revenues, Expenditures, and Changes in Fund Balance -
Budget (GAAP Basis) and Actual
Year Ended September 30, 2002
With Comparative Actual Amounts for Year Ended September 30, 2001

	<u>2002</u>		Variance -	2001
	<u>Budget</u>	<u>Actual</u>	<u>Favorable</u> <u>(Unfavorable)</u>	<u>Actual</u>
Revenues:				
Taxes - sales taxes	\$ 430,000	\$ 440,827	\$ 10,827	\$ 412,289
Interest earned	<u>30,000</u>	<u>12,146</u>	<u>(17,854)</u>	<u>22,841</u>
Total revenues	<u>460,000</u>	<u>452,973</u>	<u>(7,027)</u>	<u>435,130</u>
Other financing sources (uses):				
Operating transfer in	-	-	-	149,018
Operating transfer out	<u>(779,000)</u>	<u>(479,000)</u>	<u>300,000</u>	<u>(567,000)</u>
Total other financing sources (uses)	<u>(779,000)</u>	<u>(479,000)</u>	<u>300,000</u>	<u>(417,982)</u>
Excess (deficiency) of revenues and other sources over expenditures and other uses	(319,000)	(26,027)	292,973	17,148
Fund balance, beginning	<u>549,586</u>	<u>566,734</u>	<u>17,148</u>	<u>549,586</u>
Fund balance, ending	<u>\$ 230,586</u>	<u>\$ 540,707</u>	<u>\$ 310,121</u>	<u>\$ 566,734</u>

TOWN OF BERWICK, LOUISIANA
Special Revenue Fund
3/4% Sales Tax Liquid and Solid Waste Fund

Statement of Revenues, Expenditures, and Changes in Fund Balance -
Budget (GAAP Basis) and Actual
Year ended September 30, 2002
With Comparative Actual Amounts for Year Ended September 30, 2001

	2002		Variance -	2001
	Budget	Actual	Favorable (Unfavorable)	Actual
Revenues:				
Taxes - sales tax	\$ 370,000	\$ 412,645	\$ 42,645	\$ 375,768
Sewer service charges	200,000	195,982	(4,018)	200,285
Sanitation service charges	150,000	157,670	7,670	155,668
Other income	-	2,920	2,920	-
Interest earned	<u>27,000</u>	<u>12,337</u>	<u>(14,663)</u>	<u>25,476</u>
Total revenues	<u>747,000</u>	<u>781,554</u>	<u>34,554</u>	<u>757,197</u>
Expenditures:				
Sanitation -				
Personal services	120,000	126,951	(6,951)	112,580
Municipal retirement	8,400	3,900	4,500	6,217
Health insurance	23,000	18,331	4,669	20,484
Waste disposal fees	210,000	200,943	9,057	210,487
Maintenance	35,000	21,810	13,190	39,155
Liability insurance	10,000	61,171	(51,171)	
Other charges	6,400	15,310	(8,910)	13,112
Sewer treatment fees	175,000	155,507	19,493	154,127
Power	10,000	5,955	4,045	9,344
Capital outlay -				
Equipment	7,500	10,000	(2,500)	12,209
Infrastructure	<u>-</u>	<u>14,857</u>	<u>(14,857)</u>	<u>8,720</u>
Total expenditures	<u>605,300</u>	<u>634,735</u>	<u>(29,435)</u>	<u>586,435</u>
Excess of revenues over expenditures	141,700	146,819	5,119	170,762
Other financing uses:				
Operating transfers out	<u>(378,625)</u>	<u>(405,688)</u>	<u>(27,063)</u>	<u>(147,875)</u>
Excess of revenues and other sources over expenditures and other uses	(236,925)	(258,869)	(21,944)	22,887
Fund balance, beginning	<u>734,154</u>	<u>757,041</u>	<u>22,887</u>	<u>734,154</u>
Fund balance, ending	<u>\$ 497,229</u>	<u>\$ 498,172</u>	<u>\$ 943</u>	<u>\$ 757,041</u>

TOWN OF BERWICK, LOUISIANA
Special Revenue Fund
Recreation Facilities Maintenance Fund

Statement of Revenues, Expenditures, and Changes in Fund Balance -
Budget (GAAP Basis) and Actual
Year Ended September 30, 2002
With Comparative Actual Amounts for Year Ended September 30, 2001

	2002		Variance -	2001
	Budget	Actual	Favorable (Unfavorable)	Actual
Revenues:				
Charges for services	\$ 22,300	\$ 22,865	\$ 565	\$ 23,150
Intergovernmental	32,418	32,418	-	46,568
Interest earned	1,000	539	(461)	748
Other	<u>-</u>	<u>25</u>	<u>25</u>	<u>500</u>
Total revenues	<u>55,718</u>	<u>55,847</u>	<u>104</u>	<u>70,966</u>
Expenditures:				
Culture and recreation -				
Personal services	67,100	60,317	6,783	66,700
Municipal retirement	4,500	2,469	2,031	3,231
Health insurance	10,300	12,630	(2,330)	9,258
Liability insurance	-	3,177	(3,177)	-
Supplies	7,500	6,771	729	5,569
Maintenance	36,000	21,727	14,273	31,351
Utilities	25,000	20,560	4,440	28,535
Sporting equipment and events	6,000	6,000	-	6,259
Other charges	7,224	13,468	(6,244)	12,233
Capital outlay -				
Equipment	-	-	-	84,364
Infrastructure	<u>65,718</u>	<u>70,459</u>	<u>(4,741)</u>	<u>-</u>
Total expenditures	<u>229,342</u>	<u>217,578</u>	<u>11,764</u>	<u>247,500</u>
Deficiency of revenues over expenditures	(173,624)	(161,731)	11,893	(176,534)
Other financing sources:				
Operating transfers in	<u>174,000</u>	<u>174,000</u>	<u>-</u>	<u>179,800</u>
Excess of revenues and other sources over expenditures and other uses	376	12,269	11,893	3,266
Fund balance, beginning	<u>-</u>	<u>3,266</u>	<u>3,266</u>	<u>-</u>
Fund balance, ending	<u>\$ 376</u>	<u>\$ 15,535</u>	<u>\$ 15,159</u>	<u>\$ 3,266</u>

TOWN OF BERWICK, LOUISIANA
Special Revenue Fund
LCDBG Grant Fund

Statement of Revenues, Expenditures, and Changes in Fund Balance -
Budget (GAAP Basis) and Actual
Year Ended September 30, 2002
With Comparative Actual Amounts for Year Ended September 30, 2001

	<u>2002</u>		Variance -	2001
	<u>Budget</u>	<u>Actual</u>	<u>Favorable</u> <u>(Unfavorable)</u>	<u>Actual</u>
Revenues:				
Intergovernmental				
Federal grant	\$ 65,205	\$ 65,205	\$ -	\$ -
Expenditures:				
Supporting services				
Housing rehabilitation	65,205	65,205	=	=
Total expenditures	65,205	65,205	=	=
Excess of revenues over expenditures	-	-	-	-
Fund balance, beginning	-	-	-	-
Fund balance, ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

DEBT SERVICE FUNDS

Public Improvement Bonds

To accumulate monies for payment of the \$480,000 general obligation refunding bonds of 1993, due in annual installments, plus interest, through maturity in 2005. Debt service is financed by levy of a specific ad valorem tax.

Sewer 3/4% Sales Tax Bonds

To accumulate monies for payment of \$905,000 Public Improvement Sewer Refunding Bonds, Series 1998, due in annual installments, plus interest, through maturity in 2006. Debt service is financed from proceeds of the Town's 3/4% Sales Tax Liquid and Solid Waste Special Revenue Fund.

Certificates of Indebtedness 1998

To accumulate monies for the payment of \$2,600,000 Certificates of Indebtedness, Series 1998 due in annual installments, plus interest, through maturity in 2004. This certificate was refinanced with the Certificate of Indebtedness 2001.

Sewerage Certificates of 1986

To accumulate monies for the payment of Sewerage Certificates of 1986 due in annual installments, plus interest, through maturity in 1998.

Certificates of Indebtedness 2001

To accumulate monies for the payment of \$1,635,000 Certificate of Indebtedness, Series 2001 due in annual installments, plus interest, through maturity in 2011.

TOWN OF BERWICK, LOUISIANA
Debt Service Funds

Combining Balance Sheet
September 30, 2002
With Comparative Totals for September 30, 2001

	Public Improvement Bonds	Sewer 3/4% Sales Tax Bonds	Certificates of Indebtedness of 1998
ASSETS			
Interest bearing deposits	\$ 111,069	\$ 285,937	\$ -
Total assets	<u>\$ 111,069</u>	<u>\$ 285,937</u>	<u>\$ -</u>
LIABILITIES AND FUND BALANCES			
Liabilities:			
Accounts payable	\$ -	\$ -	\$ -
Fund balances:			
Reserved for debt service	111,069	285,937	-
Total liabilities and fund balances	<u>\$ 111,069</u>	<u>\$ 285,937</u>	<u>\$ -</u>

Certificates of Indebtedness of 2001	Sewerage Certificates of 1986	Totals	
		2002	2001
\$ _____ -	\$ 2,946	\$ 399,952	\$ 665,477
<u>\$ _____ -</u>	<u>\$ 2,946</u>	<u>\$ 399,952</u>	<u>\$ 665,477</u>
\$ _____ -	\$ _____ -	\$ _____ -	\$ 156,765
_____ -	2,946	399,952	508,712
<u>\$ _____ -</u>	<u>\$ 2,946</u>	<u>\$ 399,952</u>	<u>\$ 508,712</u>

TOWN OF BERWICK, LOUISIANA
Debt Service Funds

Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
Year Ended September 30, 2002
With Comparative Totals for September 30, 2001

	<u>Public Improvement Bonds</u>	<u>Sewer 3/4% Sales Tax Bonds</u>	<u>Certificates of Indebtedness of 1998</u>
Revenues:			
Ad valorem taxes	\$ 98,973	\$ -	\$ -
Miscellaneous -			
Other	<u>4,805</u>	<u>6,429</u>	<u>-</u>
Total revenues	<u>103,778</u>	<u>6,429</u>	<u>-</u>
Expenditures:			
Debt service -			
Principal retirement	190,000	115,000	1,635,000
Interest	4,913	30,625	19,416
Paying agents' fees	<u>-</u>	<u>1,020</u>	<u>-</u>
Total expenditures	<u>194,913</u>	<u>146,645</u>	<u>1,654,416</u>
Excess (deficiency) of revenues over expenditures	<u>(91,135)</u>	<u>(140,216)</u>	<u>(1,654,416)</u>
Other financing sources (uses):			
Operating transfers in	-	155,688	-
Operating transfers out	(29,730)	-	-
Bond issued	-	-	1,635,000
Transfer from Berwick Development District	<u>-</u>	<u>-</u>	<u>19,416</u>
Total other financing sources (uses)	<u>(29,730)</u>	<u>155,688</u>	<u>1,654,416</u>
Excess (deficiency) of revenues and other sources over expenditures and other uses	<u>(120,865)</u>	<u>15,472</u>	<u>-</u>
Fund balances, beginning (as originally reported)	235,381	270,465	-
Prior period adjustment -			
Error in collection of ad valorem taxes	<u>(3,447)</u>	<u>-</u>	<u>-</u>
Fund balance, beginning (as restated)	<u>231,934</u>	<u>270,465</u>	<u>-</u>
Fund balances, ending	<u>\$ 111,069</u>	<u>\$ 285,937</u>	<u>\$ -</u>

Certificates of Indebtedness of 2001	Sewerage Certificates of 1986	Totals	
		2002	2001
-	\$ -	\$ 98,973	\$ 91,901
<u>-</u>	<u>80</u>	<u>11,314</u>	<u>19,497</u>
<u>-</u>	<u>80</u>	<u>110,287</u>	<u>111,398</u>
163,500	-	2,103,500	355,000
54,364	-	109,318	132,300
<u>-</u>	<u>-</u>	<u>1,020</u>	<u>1,020</u>
<u>217,864</u>	<u>-</u>	<u>2,213,838</u>	<u>488,320</u>
<u>(217,864)</u>	<u>80</u>	<u>(2,103,551)</u>	<u>(376,922)</u>
-	-	155,688	147,875
-	-	(29,730)	(149,018)
-	-	1,635,000	-
<u>217,864</u>	<u>-</u>	<u>237,280</u>	<u>267,007</u>
<u>217,864</u>	<u>-</u>	<u>1,998,238</u>	<u>265,864</u>
<u>-</u>	<u>80</u>	<u>(105,313)</u>	<u>(111,058)</u>
-	2,866	508,712	696,527
<u>-</u>	<u>-</u>	<u>(3,447)</u>	<u>(76,757)</u>
<u>-</u>	<u>2,866</u>	<u>505,265</u>	<u>619,770</u>
<u>\$ -</u>	<u>\$ 2,946</u>	<u>\$ 399,952</u>	<u>\$ 508,712</u>

CAPITAL PROJECTS FUNDS

Street and Road Improvement Construction Fund

To account for the financing and construction of various improvements to the Town's streets and roads financed by Public Improvement Bonds and parish grants.

Everett S. Berry Lighthouse Park Fund

To account for the financing of the restoration and preservation of historical lighthouse to be reassembled in Berwick and made available to the general public as a marine museum and historical tourist attraction. Funds are to be provided from federal, state, local and private grants and donations.

TOWN OF BERWICK, LOUISIANA
Capital Projects Funds

Combining Balance Sheet
September 30, 2002
With Comparative Totals for September 30, 2001

	Street & Road Improvement Construction Fund	Everett S. Berry Lighthouse Park Fund	<u>Totals</u>	
			<u>2002</u>	<u>2001</u>
ASSETS				
Interest-bearing deposits	\$ 294,955	\$ 52,107	\$ 347,062	\$ 382,620
	<u>\$ 294,955</u>	<u>\$ 52,107</u>	<u>\$ 347,062</u>	<u>\$ 382,620</u>
LIABILITIES AND FUND BALANCES				
Fund balances - unreserved:				
Designated for subsequent years' expenditures	<u>\$ 294,955</u>	<u>\$ 52,107</u>	<u>\$ 347,062</u>	<u>\$ 382,620</u>

TOWN OF BERWICK, LOUISIANA
Capital Projects Funds

Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
Year Ended September 30, 2002
With Comparative Totals for September 30, 2001

	Street & Road Improvement Construction Fund	Everett S. Berry Lighthouse Park Fund
Revenues:		
Miscellaneous -		
Interest	\$ 7,502	\$ 1,439
Expenditures:		
Capital outlay	43,502	-
Other charges	-	997
Total expenditures	43,502	997
Excess (deficiency) of revenues over expenditures	(36,000)	442
Fund balances, beginning	330,955	51,665
Fund balances, ending	\$ 294,955	\$ 52,107

Totals	
<u>2002</u>	<u>2001</u>
<u>\$ 8,941</u>	<u>\$ 16,016</u>
43,502	20,143
<u>997</u>	<u>42</u>
<u>44,499</u>	<u>20,185</u>
<u>(35,558)</u>	<u>(4,169)</u>
<u>382,620</u>	<u>386,789</u>
<u>\$ 347,062</u>	<u>\$ 382,620</u>

ENTERPRISE FUNDS
(UTILITY FUNDS)

Gas Enterprise Fund

To account for the provision of gas services to residents of the Town. All activities necessary to provide such services are accounted for in this fund, including, but not limited to, administrations, operations, maintenance, financing and related debt service, and billing and collection.

Water Enterprise Fund

To account for the provision of water service to residents of the Town. All activities necessary to provide such services are accounted for in this fund, including, but not limited to, administrations, operations, maintenance, financing and related debt service, and billing and collection.

TOWN OF BERWICK, LOUISIANA
Enterprise Funds
Utility Funds
Combining Balance Sheet
September 30, 2002
With Comparative Totals for September 30, 2001

	Gas Enterprise Fund	Water Enterprise Fund	Totals	
			2002	2001
ASSETS				
Current assets:				
Interest-bearing deposits	\$ 576,937	\$ 4,553	\$ 581,490	\$ 659,625
Accounts receivable, net of allowance for uncollectibles	32,438	34,477	66,915	50,397
Interest receivable	2,046	-	2,046	2,046
Due from other funds	<u>800</u>	<u>20,912</u>	<u>21,712</u>	<u>10,720</u>
Total current assets	<u>612,221</u>	<u>59,942</u>	<u>672,163</u>	<u>722,788</u>
Restricted assets:				
Bond and interest sinking fund -				
Interest-bearing deposits	-	74,789	74,789	71,424
Capital additions and contingencies fund -				
Interest-bearing deposits	-	23,739	23,739	23,216
Customers' deposits -				
Interest-bearing deposits	<u>55,294</u>	<u>-</u>	<u>55,294</u>	<u>56,044</u>
Total restricted assets	<u>55,294</u>	<u>98,528</u>	<u>153,822</u>	<u>150,684</u>
Investment in Berwick-Bayou Vista Joint Waterworks Plant	<u>-</u>	<u>308,903</u>	<u>308,903</u>	<u>228,775</u>
Bond issuance costs, net of amortization	<u>-</u>	<u>3,779</u>	<u>3,779</u>	<u>4,904</u>
Property, plant and equipment:				
Property, plant and equipment, at cost, net of accumulated depreciation of \$551,286 and \$1,279,416, respectively	<u>107,475</u>	<u>1,312,819</u>	<u>1,420,294</u>	<u>1,501,663</u>
Net property, plant and equipment	<u>107,475</u>	<u>1,312,819</u>	<u>1,420,294</u>	<u>1,501,663</u>
 Total assets	 <u>\$ 774,990</u>	 <u>\$ 1,783,971</u>	 <u>\$ 2,558,961</u>	 <u>\$ 2,608,814</u>

	Gas Enterprise Fund	Water Enterprise Fund	Totals	
			2002	2001
LIABILITIES AND FUND EQUITY				
Liabilities:				
Current liabilities (payable from current assets) -				
Accounts payable	\$ 13,642	\$ 5,811	\$ 19,453	\$ 73,337
Due to other funds	20,912	4,353	25,265	11,897
Accrued liabilities	<u>6,024</u>	<u>684</u>	<u>6,708</u>	<u>6,949</u>
Total current liabilities (payable from current assets)	<u>40,578</u>	<u>10,848</u>	<u>51,426</u>	<u>92,183</u>
Current liabilities (payable from restricted assets) -				
Revenue bonds payable	-	71,000	71,000	67,000
Accrued interest payable	-	3,900	3,900	5,061
Customers' deposits	<u>55,294</u>	<u>-</u>	<u>55,294</u>	<u>56,044</u>
Total current liabilities (payable from restricted assets)	<u>55,294</u>	<u>74,900</u>	<u>130,194</u>	<u>128,105</u>
Long-term liabilities:				
Revenue bonds payable, net of current portion	<u>-</u>	<u>154,000</u>	<u>154,000</u>	<u>225,000</u>
Total liabilities	<u>95,872</u>	<u>239,748</u>	<u>335,620</u>	<u>445,288</u>
Fund equity:				
Contributed capital -				
Municipality	376,880	419,118	795,998	795,998
Other governments	22,114	190,000	212,114	212,114
Contractors	<u>-</u>	<u>110,000</u>	<u>110,000</u>	<u>110,000</u>
Total contributed capital	<u>398,994</u>	<u>719,118</u>	<u>1,118,112</u>	<u>1,118,112</u>
Retained earnings -				
Reserved for revenue bond retirement	-	23,628	23,628	22,579
Unreserved	<u>280,124</u>	<u>801,477</u>	<u>1,081,601</u>	<u>1,022,835</u>
Total retained earnings	<u>280,124</u>	<u>825,105</u>	<u>1,105,229</u>	<u>1,045,414</u>
Total fund equity	<u>679,118</u>	<u>1,544,223</u>	<u>2,223,341</u>	<u>2,163,526</u>
 Total liabilities and fund equity	<u>\$ 774,990</u>	<u>\$ 1,783,971</u>	<u>\$ 2,558,961</u>	<u>\$ 2,608,814</u>

TOWN OF BERWICK, LOUISIANA
Enterprise Funds
Utility Funds

Combining Statement of Revenues, Expenses, and Changes in Retained Earnings
Year Ended September 30, 2002
With Comparative Totals for September 30, 2001

	Gas Enterprise Fund	Water Enterprise Fund	Totals 2002	2001
Operating revenues:				
Charges for services	\$ 256,500	\$ 404,794	\$ 661,294	\$ 774,083
Delinquent charges	15,431	10,482	25,913	29,697
Miscellaneous	<u>2,358</u>	<u>2,917</u>	<u>5,275</u>	<u>5,598</u>
Total operating revenues	<u>274,289</u>	<u>418,193</u>	<u>692,482</u>	<u>809,378</u>
Operating expenses:				
Gas & water purchases	124,567	261,105	385,672	540,502
Salaries	107,563	71,052	178,615	178,252
Retirement contributions	5,440	3,728	9,168	12,174
Group insurance	15,041	13,178	28,219	19,629
Other insurance	9,369	-	9,369	-
Maintenance and operations	30,673	24,531	55,204	65,316
Depreciation	27,878	70,372	98,250	93,598
Administration expenses	7,517	1,598	9,115	12,000
Water board member fees	-	1,440	1,440	1,440
Miscellaneous	<u>6,352</u>	<u>4,198</u>	<u>10,550</u>	<u>9,773</u>
Total operating expense	<u>334,400</u>	<u>451,202</u>	<u>785,602</u>	<u>932,684</u>
Operating loss	<u>(60,111)</u>	<u>(33,009)</u>	<u>(93,120)</u>	<u>(123,306)</u>
Nonoperating revenues (expenses):				
Interest income	15,830	2,802	18,632	36,780
Interest and fiscal charges	-	(13,461)	(13,461)	(16,866)
Increase in equity of Berwick-Bayou Vista				
Joint Waterworks Plant	<u>-</u>	<u>80,128</u>	<u>80,128</u>	<u>94,545</u>
Total nonoperating revenues (expenses)	<u>15,830</u>	<u>69,469</u>	<u>85,299</u>	<u>114,459</u>
Loss before operating transfers	(44,281)	36,460	(7,821)	(8,847)
Transfers:				
Operating transfers in (out)	(48,864)	150,000	101,136	72,000
Transfer to others	<u>-</u>	<u>(33,500)</u>	<u>(33,500)</u>	<u>(116,000)</u>
Total transfers	<u>(48,864)</u>	<u>116,500</u>	<u>67,636</u>	<u>(44,000)</u>
Net income (loss)	(93,145)	152,960	59,815	(52,847)
Retained earnings, beginning	<u>373,269</u>	<u>672,145</u>	<u>1,045,414</u>	<u>1,098,261</u>
Retained earnings, ending	<u>\$ 280,124</u>	<u>\$ 825,105</u>	<u>\$ 1,105,229</u>	<u>\$ 1,045,414</u>

TOWN OF BERWICK, LOUISIANA
Enterprise Funds
Utility Funds

Combining Statement of Cash Flows
Year Ended September 30, 2002
With Comparative Totals for September 30, 2001

	Gas Enterprise Fund	Water Enterprise Fund	Totals 2002	2001
Cash flows from operating activities:				
Operating loss	\$ (60,111)	\$ (33,009)	\$ (93,120)	\$ (123,306)
Adjustments to reconcile operating loss to net cash provided by (used in) operating activities -				
Depreciation	27,878	70,372	98,250	93,598
Changes in current assets and liabilities:				
(Increase) decrease in accounts receivable	(14,306)	(2,212)	(16,518)	5,761
Increase (decrease) in accounts payable	7,243	(61,128)	(53,885)	23,253
Increase (decrease) in accrued liabilities	875	(1,116)	(241)	5,255
Total adjustments	21,690	5,916	27,606	127,867
Net cash provided by (used in) operating activities	(38,421)	(27,093)	(65,514)	4,561
Cash flows from noncapital financing activities:				
Operating transfers from (to) other funds	(48,864)	150,000	101,136	72,000
Transfer to others	-	(33,500)	(33,500)	(116,000)
Cash received from (paid to) other funds	9,392	(7,015)	2,377	(583)
Net cash provided by (used in) noncapital financing activities	(39,472)	109,485	70,013	(44,583)
Cash flows from capital and related financing activities:				
Acquisition of plant and equipment	-	(17,408)	(17,408)	(71,143)
Proceeds from sale of equipment	491	-	491	-
Principal paid on revenue bond maturities	-	(67,000)	(67,000)	(64,000)
Interest paid on revenue bonds	-	(13,461)	(13,461)	(16,866)
Increase (decrease) in customers' meter deposits	(750)	-	(750)	(1,190)
Net cash used in capital and related financing activities	(259)	(97,869)	(98,128)	(153,199)
Cash flows from investing activities:				
Interest on interest-bearing deposits	15,830	2,802	18,632	36,780
Net cash provided by investing activities	15,830	2,802	18,632	36,780

TOWN OF BERWICK, LOUISIANA
Enterprise Fund
Utility Fund

Combining Statement of Cash Flows (Continued)
Year Ended September 30, 2002
With Comparative Totals for September 30, 2001

	Gas Enterprise Fund	Water Enterprise Fund	Totals	
			2002	2001
Net decrease in cash and cash equivalents	(62,322)	(12,675)	(74,997)	(156,441)
Cash and cash equivalents, beginning of period	<u>694,553</u>	<u>115,756</u>	<u>810,309</u>	<u>966,750</u>
Cash and cash equivalents, end of period	<u>\$ 632,231</u>	<u>\$ 103,081</u>	<u>\$ 735,312</u>	<u>\$ 810,309</u>
Reconciliation of cash and cash equivalents per statement of cash flows to the balance sheet:				
Cash and cash equivalents, beginning of period -				
Interest-bearing deposits - unrestricted	\$ 638,509	\$ 21,116	\$ 659,625	\$ 719,674
Interest-bearing deposits - restricted	<u>56,044</u>	<u>94,640</u>	<u>150,684</u>	<u>247,076</u>
Total cash and cash equivalents	<u>694,553</u>	<u>115,756</u>	<u>810,309</u>	<u>966,750</u>
Cash and cash equivalents, end of period -				
Interest-bearing deposits - unrestricted	576,937	4,553	581,490	659,625
Interest-bearing deposits - restricted	<u>55,294</u>	<u>98,528</u>	<u>153,822</u>	<u>150,684</u>
Total cash and cash equivalents	<u>632,231</u>	<u>103,081</u>	<u>735,312</u>	<u>810,309</u>
Net decrease	<u>\$ (62,322)</u>	<u>\$ (12,675)</u>	<u>\$ (74,997)</u>	<u>\$ (156,441)</u>

TOWN OF BERWICK, LOUISIANA
Enterprise Fund
Utility Fund

Schedule of Changes in Assets Restricted for Revenue Bond Debt Service
Year Ended September 30, 2002

	<u>Bond and Interest Sinking</u>	<u>Capital Additions and Contingencies</u>	<u>Total</u>
Cash and interest-bearing deposits, October 1, 2001	\$ 71,424	\$ 23,216	\$ 94,640
Cash receipts:			
Transfers from operating cash	82,571	20,122	102,693
Interest on deposits	<u>1,290</u>	<u>401</u>	<u>1,691</u>
Total cash receipts	<u>83,861</u>	<u>20,523</u>	<u>104,384</u>
Total cash and interest - bearing deposits	<u>155,285</u>	<u>43,739</u>	<u>199,024</u>
Cash disbursements:			
Transfers to operating cash	90	-	90
Transfer to others	-	20,000	20,000
Principal payments	67,000	-	67,000
Interest payments	<u>13,406</u>	<u>-</u>	<u>13,406</u>
Total cash disbursements	<u>80,496</u>	<u>20,000</u>	<u>100,496</u>
Cash and interest-bearing deposits, September 30, 2002	<u>\$ 74,789</u>	<u>\$ 23,739</u>	<u>\$ 98,528</u>

FIDUCIARY FUNDS

EXPENDABLE TRUST FUND

Berwick Memorial Perpetual Care Income Fund

To account for the receipt of investment earnings from the Perpetual Care Principal Fund and disbursements for maintenance of the mausoleum.

NONEXPENDABLE TRUST FUND

Berwick Memorial Perpetual Care Principal Fund

To account for monies provided by contract requirements that 10% of the selling price of mausoleum crypts be placed in this fund for the perpetual maintenance of the mausoleum. The principal sum may not be expended and must be invested to provide income to be used for maintenance of the mausoleum.

TOWN OF BERWICK, LOUISIANA
Fiduciary Funds

Combining Balance Sheet
September 30, 2002
With Comparative Totals for September 30, 2001

	Expendable Trust Funds	Nonexpendable Trust Funds	Totals	
	Berwick Memorial Perpetual Care Income Fund	Berwick Memorial Perpetual Care Principal Fund	2002	2001
ASSETS				
Interest-bearing deposits	\$ 128,587	\$ -	\$ 128,587	\$ 129,833
Due from other funds	<u>-</u>	<u>39,601</u>	<u>39,601</u>	<u>39,601</u>
Total assets	<u>\$ 128,587</u>	<u>\$ 39,601</u>	<u>\$ 168,188</u>	<u>\$ 169,434</u>
LIABILITIES AND FUND BALANCES				
Liabilities:				
Due to other funds	\$ <u>39,601</u>	\$ <u>-</u>	\$ <u>39,601</u>	\$ <u>39,601</u>
Fund Balances:				
Reserved for perpetual care	-	39,601	39,601	39,601
Reserved for maintenance	<u>88,986</u>	<u>-</u>	<u>88,986</u>	<u>90,232</u>
Total fund balances	<u>88,986</u>	<u>39,601</u>	<u>128,587</u>	<u>129,833</u>
Total liabilities and fund balances	<u>\$ 128,587</u>	<u>\$ 39,601</u>	<u>\$ 168,188</u>	<u>\$ 169,434</u>

TOWN OF BERWICK, LOUISIANA
Fiduciary Funds
Expendable Trust Fund
Berwick Memorial Perpetual Care Income Fund

Comparative Statements of Revenues, Expenditures and Changes in Fund Balance
Year Ended September 30, 2002 and 2001

	<u>2002</u>	<u>2001</u>
Revenues:		
Miscellaneous -		
Interest earned	\$ <u>2,654</u>	\$ <u>5,986</u>
Expenditures:		
Public works -		
Mausoleum maintenance	<u>3,900</u>	<u>5,575</u>
Excess of revenues over expenditures	(1,246)	411
Fund balance, beginning	<u>90,232</u>	<u>89,821</u>
Fund balance, ending	<u><u>\$ 88,986</u></u>	<u><u>\$ 90,232</u></u>

TOWN OF BERWICK, LOUISIANA
Fiduciary Funds
Nonexpendable Trust Fund
Berwick Memorial Perpetual Care Principal Fund

Comparative Statements of Revenues, Expenses, and Changes in Fund Balance
Year Ended September 30, 2002

	<u>2002</u>	<u>2001</u>
Revenues	\$ -	\$ -
Expenses	<u>-</u>	<u>-</u>
Excess of revenues over expenses	-	-
Fund balance, beginning	<u>39,601</u>	<u>39,601</u>
Fund balance, ending	<u><u>\$ 39,601</u></u>	<u><u>\$ 39,601</u></u>

GENERAL FIXED ASSETS ACCOUNT GROUP

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

TOWN OF BERWICK, LOUISIANA

Comparative Statements of General Fixed Assets
September 30, 2002

	<u>2002</u>	<u>2001</u>
General fixed assets, at cost:		
Land	\$ 1,125,833	\$ 1,077,917
Buildings	3,390,436	3,390,436
Equipment	968,169	938,950
Autos and truck	<u>391,855</u>	<u>374,825</u>
Total general fixed assets	<u>\$ 5,876,293</u>	<u>\$ 5,782,128</u>
Investment in general fixed assets:		
Property acquired from -		
Capital project funds:		
General obligation bonds	\$ 1,578,000	\$ 1,578,000
Federal grants	375,791	375,791
General Fund:		
General fund revenues	1,236,983	1,141,398
State grants	69,301	69,301
Special revenue fund revenues	2,118,689	2,115,109
Donations	<u>497,529</u>	<u>502,529</u>
Total investment in general fixed assets	<u>\$ 5,876,293</u>	<u>\$ 5,782,128</u>

TOWN OF BERWICK, LOUISIANA

Statement of Changes in General Fixed Assets
Year Ended September 30, 2002

	<u>Land</u>	<u>Buildings</u>	<u>Equipment</u>	<u>Autos and Trucks</u>	<u>Totals</u>
General fixed assets, beginning	<u>\$ 1,077,917</u>	<u>\$ 3,390,436</u>	<u>\$ 938,950</u>	<u>\$ 374,825</u>	<u>\$ 5,782,128</u>
Additions:					
General Fund:					
General fund revenues	47,916	-	23,038	40,791	111,745
Special revenue fund revenues	<u>-</u>	<u>-</u>	<u>37,340</u>	<u>10,000</u>	<u>47,340</u>
Total additions	<u>47,916</u>	<u>-</u>	<u>60,378</u>	<u>50,791</u>	<u>159,085</u>
Deletions	<u>-</u>	<u>-</u>	<u>31,159</u>	<u>33,761</u>	<u>64,920</u>
General fixed assets, ending	<u>\$ 1,125,833</u>	<u>\$ 3,390,436</u>	<u>\$ 968,169</u>	<u>\$ 391,855</u>	<u>\$ 5,876,293</u>

GENERAL LONG-TERM DEBT ACCOUNT GROUP

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

TOWN OF BERWICK, LOUISIANA
Statement of General Long-Term Debt
September 30, 2002
With Comparative Totals for September 30, 2001

	General Obligation Bonds	Totals	
		2002	2001
AMOUNT AVAILABLE AND TO BE PROVIDED FOR THE RETIREMENT OF GENERAL LONG-TERM DEBT			
Amount available in debt service funds for debt retirement	\$ 397,006	\$ 397,006	\$ 505,846
Amount to be provided from:			
General Fund revenues	1,341,592	1,341,592	1,589,619
Sales and use tax	<u>427,902</u>	<u>427,902</u>	<u>399,535</u>
Total available and to be provided	<u>\$ 2,166,500</u>	<u>\$ 2,166,500</u>	<u>\$ 2,495,000</u>
GENERAL LONG-TERM DEBT PAYABLE			
Bonds payable	\$ 695,000	\$ 695,000	\$ 860,000
Certificates of indebtedness	<u>1,471,500</u>	<u>1,471,500</u>	<u>1,635,000</u>
Total general long-term debt	<u>\$ 2,166,500</u>	<u>\$ 2,166,500</u>	<u>\$ 2,495,000</u>

INTERNAL CONTROL AND COMPLIANCE



(A Corporation of Certified Public Accountants)

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Jeremy C. Meaux, CPA
Kevin S. Young, CPA

Independent Auditor's Report on Compliance and
on Internal Control over Financial
Reporting Based on an Audit of General
Purpose Financial Statements Performed in
Accordance with *Government Auditing Standards*

The Honorable Emmett Hardaway, Sr., Mayor
and Members of the Town Council
Town of Berwick, Louisiana

We have audited the primary government financial statements of the Town of Berwick, as of and for the year ended September 30, 2002, and have issued our report thereon dated November 11, 2002. We conducted our audit in accordance with auditing standards generally accepted in the United States of America, 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 Town of Berwick's primary government 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 primary government 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 two instances of noncompliance that are required to be reported under *Government Auditing Standards*, which is reported as 02-2 and 02-03.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered the Town of Berwick's internal control over financial reporting in order to determine our auditing procedures for the purpose of expressing our opinion on the primary government financial statements and not to provide assurance on the internal control over financial reporting. However, we noted one certain matter involving the internal control over reporting and its operations that we consider to be a reportable condition. Reportable conditions involve matters coming to our attention relating to significant deficiencies in the design or operation of the internal control over financial reporting that, in our judgment, could adversely affect the Town of Berwick's ability to record, process, summarize and report financial data consistent with the assertions of management in the primary government financial statements. The reportable condition is described in the accompanying schedule of findings and questioned costs as item 02-1.

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Society of Louisiana
Certified Public Accountants

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 primary government financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. Our consideration of the internal control structure over financial reporting would not necessarily disclose all matters in the internal control structure that might be reportable conditions and, accordingly, would not necessarily disclose all reportable conditions that are also considered to be material weaknesses as defined above. However, we believe the reportable condition described as 02-1 is a material weakness.

This report is intended for the information of the District's Board of Commissioners, Louisiana Legislative Auditor, management, others within the organization and is not intended to be and should not be used by anyone other than those specified parties.

Dannall, Sikes & Frederick

A Corporation of Certified Public Accountants

Morgan City, Louisiana

April 2, 2003

TOWN OF BERWICK, LOUISIANA

Summary Schedule of Prior Year Findings
Year Ended September 30, 2002

01-1 Finding: Inadequate Segregation of Accounting Functions

Status: This finding is unresolved. See current year finding 02-1.

01-2 Finding: Over-collection of taxes

Status: This finding is resolved. The Town reviews all debt before ad valorem rates are set for the year.

TOWN OF BERWICK, LOUISIANA
Schedule of Findings and Questioned Costs
Year Ended September 30, 2002

Part 1 Summary of Audit Results

FINANCIAL STATEMENTS

Auditor's Report

A qualified opinion has been issued on the Town of Berwick's primary government financial statements as of and for the year ended September 30, 2002.

Reportable Conditions - Financial Reporting

There was one reportable condition in internal control over financial reporting noted during the audit of the financial statements. This is reported as 02-1 in Part 2 and is considered a material weakness.

Material Noncompliance - Financial Reporting

There were two material instances of noncompliance noted during the audit of the financial statements that would be required to be reported under *Government Auditing Standards*. This is reported as 02-02 and 02-03.

FEDERAL AWARDS

This section is not applicable for the fiscal year ended September 30, 2002.

Part 2 Findings Relating to an Audit in Accordance with *Government Auditing Standards*

02-1 Inadequate segregation of accounting functions

Finding:

Due to the small number of accounting personnel, the Town did not have adequate segregation of functions within its accounting system.

Recommendation:

Based upon the size of the operation and the cost/benefit of additional personnel it may not be feasible to achieve complete segregation of duties.

TOWN OF BERWICK, LOUISIANA
Schedule of Findings and Questioned Costs - Continued
Year Ended September 30, 2002

02-2 Public Bid Law

Finding:

The Town purchased a vehicle for \$8,250, and failed to obtain phone or faxed bids as required by state bid law. A vehicle has been totaled in an accident. The Town believed that it was not necessary because they reduced the cost by the insurance proceeds.

Recommendation:

The Town should implement procedures to assure that the public bid law is adhered to.

02-03 Compliance with Grant Requirements

Finding:

The Town did not maintain a ledger as required by the LCDBG grant.

Recommendation:

The Town should maintain a ledger as required.

Part 3 Findings and Questioned Costs Relating to the Federal Program

At September 30, 2002, the Town of Berwick, Louisiana, did not meet the requirements to have a single audit in accordance with OMB Circular A-133, therefore this section is not applicable.

TOWN OF BERWICK, LOUISIANA

Management's Corrective Action Plan For Current Year Findings
Year Ended September 30, 2002

Response to Finding 02-1:

No response is considered necessary.

Response to Finding 02-2:

The Town had one violation of the bid law and clarification of the law was made to Town Clerk. The Town was not aware that they could not reduce the cost by the insurance proceeds before applying state bid law.

Response to Finding 02-03:

The Town was not aware of the requirement of maintaining a ledger. When they learned of the requirement they immediately set up a ledger.

OTHER SUPPLEMENTARY INFORMATION

TOWN OF BERWICK, LOUISIANA
Enterprise Fund
Utility Funds

Schedule of Number of Utility Customers
(Unaudited)
September 30, 2002

Records maintained by the Town indicated the following number of customers were being served during the months of September, 2002 and 2001:

<u>Department</u>	<u>2002</u>	<u>2001</u>
Gas (metered)	787	787
Water (metered)	1,731	1,712
Sewerage	1,629	1,611
Sanitation*	1,566	1,550

*Note: Sanitation services are billed and collected by the Town on the regular utility bills sent out. The related incomes, expenses, receivables, and payables are recorded in the Town's General Fund.

TOWN OF BERWICK, LOUISIANA

Schedule of Insurance in Force
(Unaudited)
September 30, 2002

<u>Description of Coverage</u>	<u>Coverage Amounts</u>
Workmen's Compensation - Employer's liability	\$ 500,000
Surety Bond - Blanket bond	5,000
Policemen's Professional Liability	500,000
Public officials errors and omissions	500,000
Comprehensive General Liability, Bodily Injury, and Property Damage	500,000
Comprehensive Automobile Liability	500,000
Fire, Lightning, and Extended Coverage - Buildings and contents, all risks except flood and earthquake	3,839,200

TOWN OF BERWICK, LOUISIANA

Schedule of Interest-Bearing Deposits and Investments - All Funds
September 30, 2002

	<u>Term</u>	<u>Maturity Date</u>	<u>Interest Rate</u>	<u>Amount</u>
General Fund:				
Insured Money Market	N/A	N/A	2.50%	\$ 45,999
Insured Money Market	N/A	N/A	2.75%	51,159
Insured Money Market	N/A	N/A	2.50%	5,561
Insured Money Market	N/A	N/A	2.50%	1,264
Insured Money Market	N/A	N/A	2.50%	1,535
Insured Money Market	N/A	N/A	2.50%	4,235
Certificate of Deposit	90 days	10/30/2002	1.49%	<u>100,000</u>
				<u>209,753</u>
Special Revenue Funds:				
1% Sales Tax Fund -				
Insured Money Market	N/A	N/A	2.50%	45,643
Insured Money Market	N/A	N/A	2.75%	57,723
Certificate of Deposit	90 days	10/30/2002	1.49%	<u>400,000</u>
				<u>503,366</u>
3/4% Sales Tax Liquid and Solid Waste Fund -				
Insured Money Market	N/A	N/A	2.50%	112,109
Insured Money Market	N/A	N/A	2.75%	55,212
Certificate of Deposit	90 days	10/30/2002	1.49%	100,000
Certificate of Deposit	90 days	10/30/2002	1.49%	<u>200,000</u>
				<u>467,321</u>
Recreation Facilities Maintenance Fund -				
Insured Money Market	N/A	N/A	2.50%	<u>25,635</u>
Total special revenue funds				<u>996,322</u>
Debt Service Fund:				
Public Improvement Bonds Fund -				
Insured Money Market	N/A	N/A	2.50%	106,082
Insured Money Market	N/A	N/A	2.50%	<u>4,987</u>
				<u>111,069</u>
Sewer 3/4% Sales Tax Bonds Funds -				
Insured Money Market	N/A	N/A	2.50%	119,364
Insured Money Market	N/A	N/A	2.50%	<u>166,573</u>
				<u>285,937</u>
Sewer Certificates of 1986 -				
Insured Money Market	N/A	N/A	2.50%	<u>2,946</u>
Total debt service funds				<u>399,952</u>

(continued)

TOWN OF BERWICK, LOUISIANA

Schedule of Interest-Bearing Deposits and Investments - All Funds (Continued)
September 30, 2002

	<u>Term</u>	<u>Maturity Date</u>	<u>Interest Rate</u>	<u>Amount</u>
Capital Projects Funds:				
Street and Road Improvement Construction Fund -				
Insured Money Market	N/A	N/A	2.50%	144,955
Certificate of Deposit	90 days	10/30/2002	1.49%	<u>150,000</u>
				<u>294,955</u>
Everett S. Berry Lighthouse Park Fund -				
Insured Money Market	N/A	N/A	2.50%	<u>52,107</u>
Total capital projects funds				<u>347,062</u>
Enterprise Funds:				
Gas Enterprise Fund -				
Insured Money Market	N/A	N/A	2.50%	44,743
Insured Money Market	N/A	N/A	2.75%	25,817
Insured Money Market	N/A	N/A	2.50%	11,671
Certificate of Deposit	90 days	10/30/2002	1.49%	500,000
Certificate of Deposit	90 days	10/30/2002	1.49%	<u>50,000</u>
				<u>632,231</u>
Water Enterprise Fund -				
Insured Money Market	N/A	N/A	2.50%	4,553
Insured Money Market	N/A	N/A	2.50%	74,789
Insured Money Market	N/A	N/A	2.50%	<u>23,739</u>
				<u>103,081</u>
Total enterprise funds				<u>735,312</u>
Fiduciary Fund:				
Berwick Memorial Perpetual Care Income Fund -				
Insured Money Market	N/A	N/A	2.50%	3,587
Certificate of Deposit	90 days	10/30/2002	3.10%	<u>125,000</u>
				<u>128,587</u>
Total - all funds				<u>\$ 2,816,988</u>