

2228

CITY OF CARENCRO

CITY OF CARENCRO, LOUISIANA

Financial Report

Year Ended November 30, 2000

Under provisions of state law, this report is a public document. A copy of the report has been submitted to the entity and other appropriate public officials. The report is available for public inspection at the Baton Rouge office of the Legislative Auditor and, where appropriate, at the office of the parish clerk of court.

Release Date 05/09/01

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INDEPENDENT AUDITORS' REPORT

The Honorable Tommy Angelle, Mayor
and Members of the Board of Aldermen
City of Carencro, Louisiana

We have audited the accompanying primary government financial statements of the City of Carencro, Louisiana, as of and for the year ended November 30, 2000. These primary government financial statements are the responsibility of the City's elected officials. Our responsibility is to express an opinion on these primary government financial statements based on our audit.

Except as discussed in the following paragraph, we conducted our audit in accordance with generally accepted auditing standards and 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 financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall 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 in the first paragraph present fairly, in all material respects, the financial position of the primary government of the City of Carencro, Louisiana, as of November 30, 2000, and the results of its operations and the cash flows of its proprietary fund type 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 the component unit of the City of Carencro, Louisiana, do not purport to, and do not, present fairly the financial position of the City of Carencro, Louisiana, as of November 30, 2000, and the results of its operations and cash flows of its proprietary fund type for the year then ended in conformity with generally accepted accounting principles.

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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 financial statements of the City of Carencro, 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 financial statements and, in our opinion, is fairly presented in all material respects in relation to the primary government financial statements taken as a whole.

In accordance with Government Auditing Standards, we have also issued a report dated February 12, 2001 on our consideration of the City of Carencro's internal control structure and its compliance with laws and regulations.

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 City of Carencro, Louisiana.

Kolder, Champagne, Slaven & Rainey, LLC
Certified Public Accountants

Lafayette, Louisiana
February 12, 2001

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

CITY OF CARENCRO, LOUISIANA

Combined Balance Sheet - All Fund Types and Account Groups
November 30, 2000

	Governmental Fund Types			
	General	Special Revenue	Debt Service	Capital Projects
ASSETS AND OTHER DEBITS				
Cash	\$ 16,918	\$ 18,773	\$ 1	\$ -
Interest-bearing deposits	5,913	343,954	386,958	93,649
Investments, at cost	-	944,143	-	14,018
Receivables:				
Taxes	-	94,360	-	-
Accounts	-	-	-	-
Unbilled utility receivables	-	-	-	-
Due from other funds	351,858	435,955	352,476	60,000
Due from other governmental units	4,209	-	-	-
Due from component unit	-	36,764	-	-
Accrued interest	-	11,986	-	3,120
Other	39,718	-	-	-
Prepaid items	-	-	-	-
Restricted assets:				
Investments, at cost	-	-	-	-
Land	-	-	-	-
Buildings	-	-	-	-
Equipment	-	-	-	-
Utility property, plant and equipment	-	-	-	-
Accumulated depreciation	-	-	-	-
Amount available in debt service funds	-	-	-	-
Amount to be provided for retirement of general long-term debt and compensated absences payable	-	-	-	-
Total assets and other debits	<u>\$418,616</u>	<u>\$1,885,935</u>	<u>\$739,435</u>	<u>\$170,787</u>

Proprietary Fund Type <u>Enterprise</u>	Fiduciary Fund Type <u>Agency</u>	Account Groups		Totals (Memorandum Only)	
		<u>General</u>	<u>General</u>	<u>2000</u>	<u>1999</u>
		Fixed Assets	Long-Term Debt		
\$ 224,047	\$33,782	\$ -	\$ -	\$ 293,521	\$ 326,002
235,543	-	-	-	1,066,017	1,580,413
1,427,384	-	-	-	2,385,545	2,112,392
-	-	-	-	94,360	102,886
162,932	-	-	-	162,932	131,474
93,122	-	-	-	93,122	83,763
341,764	28,940	-	-	1,570,993	1,321,466
-	-	-	-	4,209	8,571
-	-	-	-	36,764	29,035
12,772	-	-	-	27,878	33,827
1,518	-	-	-	41,236	4,998
-	-	-	-	-	13,625
155,648	-	-	-	155,648	154,034
-	-	378,595	-	378,595	151,994
-	-	1,895,051	-	1,895,051	1,832,101
-	-	1,273,171	-	1,273,171	1,338,313
12,239,867	-	-	-	12,239,867	12,115,968
(5,187,508)	-	-	-	(5,187,508)	(4,791,240)
-	-	-	417,501	417,501	457,739
-	-	-	<u>2,817,230</u>	<u>2,817,230</u>	<u>3,158,995</u>
<u>\$9,707,089</u>	<u>\$62,722</u>	<u>\$3,546,817</u>	<u>\$3,234,731</u>	<u>\$19,766,132</u>	<u>\$20,166,356</u>

(continued)

CITY OF CARENCRO, LOUISIANA

Combined Balance Sheet - All Fund Types and Account Groups (Continued)
November 30, 2000

	Governmental Fund Types			
	General Fund	Special Revenue	Debt Service	Capital Projects
LIABILITIES, EQUITY AND OTHER CREDITS				
Liabilities:				
Bank overdraft	\$ -	\$ -	\$ -	\$ -
Accounts payable	56,122	1,965	-	-
Contracts payable	-	-	-	-
Retainage payable	-	-	-	-
Capital lease payable	-	-	-	-
Accrued liabilities	22,411	-	-	-
Due to paying agent	-	-	-	-
Due to other funds	213,019	586,102	321,934	-
Due to component unit	-	3,190	-	-
Payable from restricted assets -				
Customers' deposits	-	-	-	-
General obligation bonds payable	-	-	-	-
Certificate of indebtedness payable	-	-	-	-
Capital lease payable	-	-	-	-
Compensated absences payable	-	-	-	-
Total liabilities	291,552	591,257	321,934	-
Equity and other credits:				
Contributed capital (net of accumulated amortization)	-	-	-	-
Investment in general fixed assets	-	-	-	-
Retained earnings -				
Unreserved:				
Undesignated	-	-	-	-
Total retained earnings	-	-	-	-
Fund balances -				
Reserved for debt service	-	-	417,501	-
Unreserved:				
Designated for capital expenditures	-	-	-	170,787
Undesignated	127,064	1,294,678	-	-
Total fund balances	127,064	1,294,678	417,501	170,787
Total equity and other credits	127,064	1,294,678	417,501	170,787
Total liabilities, equity and other credits	\$418,616	\$1,885,935	\$739,435	\$170,787

Proprietary Fund Type <u>Enterprise</u>	Fiduciary Fund Type <u>Agency</u>	Account Groups		Totals (Memorandum Only)	
		General Fixed Assets	General Long-Term Debt	2000	1999
\$ -	\$ -	\$ -	\$ -	\$ -	\$ 17,765
57,750	-	-	-	115,837	131,952
-	-	-	-	-	54,451
-	-	-	-	-	64,525
-	-	-	-	-	-
42,145	5,622	-	-	70,178	29,595
-	-	-	-	-	-
392,838	57,100	-	-	1,570,993	1,321,466
-	-	-	-	3,190	3,190
155,648	-	-	-	155,648	154,034
-	-	-	3,185,000	3,185,000	3,285,000
-	-	-	-	-	265,000
-	-	-	25,239	25,239	48,908
64,850	-	-	24,492	89,342	80,765
<u>713,231</u>	<u>62,722</u>	<u>-</u>	<u>3,234,731</u>	<u>5,215,427</u>	<u>5,456,651</u>
<u>7,505,559</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>7,505,559</u>	<u>7,533,704</u>
<u>-</u>	<u>-</u>	<u>3,546,817</u>	<u>-</u>	<u>3,546,817</u>	<u>3,322,408</u>
<u>1,488,299</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,488,299</u>	<u>1,556,313</u>
<u>1,488,299</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,488,299</u>	<u>1,556,313</u>
-	-	-	-	417,501	457,739
-	-	-	-	170,787	153,688
-	-	-	-	1,421,742	1,685,853
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>2,010,030</u>	<u>2,297,280</u>
<u>8,993,858</u>	<u>-</u>	<u>3,546,817</u>	<u>-</u>	<u>14,550,705</u>	<u>14,709,705</u>
<u>\$9,707,089</u>	<u>\$ 62,722</u>	<u>\$3,546,817</u>	<u>\$3,234,731</u>	<u>\$19,766,132</u>	<u>\$20,166,356</u>

CITY OF CARENCRO, LOUISIANA

Combined Statement of Revenues, Expenditures, and Changes in Fund Balances -
All Governmental Fund Types
Year Ended November 30, 2000

	General Fund	Special Revenue	Debt Service	Capital Projects	Totals (Memorandum Only)	
					2000	1999
Revenues:						
Taxes	\$ 232,198	\$1,343,839	\$ -	\$ -	\$1,576,037	\$1,566,389
Licenses and permits	136,792	-	-	-	136,792	147,157
Intergovernmental	141,733	-	-	-	141,733	567,907
Fines and forfeits	48,917	-	-	-	48,917	56,732
Miscellaneous	6,226	48,755	12,307	5,518	72,806	150,379
Total revenues	<u>565,866</u>	<u>1,392,594</u>	<u>12,307</u>	<u>5,518</u>	<u>1,976,285</u>	<u>2,488,564</u>
Expenditures:						
Current -						
General government:						
Administrative	250,175	19,534	400	65	270,174	192,006
Code department	29,963	-	-	-	29,963	29,666
Public safety:						
Police	527,418	-	-	-	527,418	477,452
Fire	59,999	-	-	-	59,999	63,039
Highways and streets	237,621	-	-	-	237,621	201,595
Culture and tourism	8,542	-	-	-	8,542	47,445
Capital outlay	290,021	226,601	-	-	516,622	2,983,641
Debt service -						
Principal retirement	23,669	-	365,000	-	388,669	292,197
Interest and fiscal charges	3,243	-	179,612	-	182,855	84,998
Total expenditures	<u>1,430,651</u>	<u>246,135</u>	<u>545,012</u>	<u>65</u>	<u>2,221,863</u>	<u>4,372,039</u>
Excess (deficiency) of revenues over expenditures	<u>(864,785)</u>	<u>1,146,459</u>	<u>(532,705)</u>	<u>5,453</u>	<u>(245,578)</u>	<u>(1,883,475)</u>
Other financing sources (uses):						
Operating transfers in	840,000	3,715	396,712	20,000	1,260,427	1,103,237
Operating transfers out	(30,861)	(1,133,728)	-	(8,354)	(1,172,943)	(1,071,521)
Operating transfers from component unit	-	-	95,755	-	95,755	95,755
Operating transfers to component unit	-	(224,911)	-	-	(224,911)	(222,046)
Total other financing sources (uses)	<u>809,139</u>	<u>(1,354,924)</u>	<u>492,467</u>	<u>11,646</u>	<u>(41,672)</u>	<u>(94,575)</u>
Excess (deficiency) of revenues and other sources over expenditures and other uses	<u>(55,646)</u>	<u>(208,465)</u>	<u>(40,238)</u>	<u>17,099</u>	<u>(287,250)</u>	<u>(1,978,050)</u>
Fund balances, beginning	<u>182,710</u>	<u>1,503,143</u>	<u>457,739</u>	<u>153,688</u>	<u>2,297,280</u>	<u>4,275,330</u>
Fund balances, ending	<u>\$ 127,064</u>	<u>\$1,294,678</u>	<u>\$417,501</u>	<u>\$170,787</u>	<u>\$2,010,030</u>	<u>\$2,297,280</u>

The accompanying notes are an integral part of this statement.

CITY OF CARENCRO, LOUISIANA

Combined Statement of Revenues, Expenditures, and Changes in Fund Balances -
Budget (GAAP Basis) and Actual -
All Governmental Fund Types
Year Ended November 30, 2000

	General Fund			Special Revenue Funds		
	Budget	Actual	Variance - Favorable (Unfavorable)	Budget	Actual	Variance - Favorable (Unfavorable)
Revenues:						
Taxes	\$ 217,200	\$ 232,198	\$ 14,998	\$1,295,297	\$1,343,839	\$ 48,542
Licenses and permits	140,700	136,792	(3,908)	-	-	-
Intergovernmental	142,264	141,733	(531)	-	-	-
Fines and forfeits	55,000	48,917	(6,083)	-	-	-
Miscellaneous	7,500	6,226	(1,274)	57,400	48,755	(8,645)
Total revenues	<u>562,664</u>	<u>565,866</u>	<u>3,202</u>	<u>1,352,697</u>	<u>1,392,594</u>	<u>39,897</u>
Expenditures:						
Current -						
General government:						
Administrative	208,808	250,175	(41,367)	22,160	19,534	2,626
Code department	30,144	29,963	181	-	-	-
Public safety:						
Police	520,722	527,418	(6,696)	-	-	-
Fire	59,994	59,999	(5)	-	-	-
Highways and streets	234,626	237,621	(2,995)	-	-	-
Culture and tourism	10,631	8,542	2,089	-	-	-
Capital outlay	293,116	290,021	3,095	226,601	226,601	-
Debt service -						
Principal retirement	23,000	23,669	(669)	-	-	-
Interest and fiscal charges	3,912	3,243	669	-	-	-
Total expenditures	<u>1,384,953</u>	<u>1,430,651</u>	<u>(45,698)</u>	<u>248,761</u>	<u>246,135</u>	<u>2,626</u>
Excess (deficiency) of revenues over expenditures	<u>(822,289)</u>	<u>(864,785)</u>	<u>(42,496)</u>	<u>1,103,936</u>	<u>1,146,459</u>	<u>42,523</u>
Other financing sources (uses):						
Operating transfers in	840,000	840,000	-	-	3,715	3,715
Operating transfers out	(30,861)	(30,861)	-	(1,179,500)	(1,133,728)	45,772
Operating transfers from component unit	-	-	-	-	-	-
Operating transfers to component unit	-	-	-	(208,884)	(224,911)	(16,027)
Total other financing sources (uses)	<u>809,139</u>	<u>809,139</u>	<u>-</u>	<u>(1,388,384)</u>	<u>(1,354,924)</u>	<u>33,460</u>
Excess (deficiency) of revenues and other sources over expenditures and other uses	<u>(13,150)</u>	<u>(55,646)</u>	<u>(42,496)</u>	<u>(284,448)</u>	<u>(208,465)</u>	<u>75,983</u>
Fund balances, beginning	<u>182,710</u>	<u>182,710</u>	<u>-</u>	<u>1,503,143</u>	<u>1,503,143</u>	<u>-</u>
Fund balances, ending	<u>\$ 169,560</u>	<u>\$ 127,064</u>	<u>\$ (42,496)</u>	<u>\$1,218,695</u>	<u>\$1,294,678</u>	<u>\$ 75,983</u>

The accompanying notes are an integral part of this statement.

Debt Service Funds			Capital Projects Funds		
Budget	Actual	Variance - Favorable (Unfavorable)	Budget	Actual	Variance - Favorable (Unfavorable)
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>12,000</u>	<u>12,307</u>	<u>307</u>	<u>4,502</u>	<u>5,518</u>	<u>1,016</u>
<u>12,000</u>	<u>12,307</u>	<u>307</u>	<u>4,502</u>	<u>5,518</u>	<u>1,016</u>
648	400	248	-	65	(65)
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	8,419	-	8,419
365,000	365,000	-	-	-	-
179,093	179,612	(519)	-	-	-
<u>544,741</u>	<u>545,012</u>	<u>(271)</u>	<u>8,419</u>	<u>65</u>	<u>8,354</u>
<u>(532,741)</u>	<u>(532,705)</u>	<u>36</u>	<u>(3,917)</u>	<u>5,453</u>	<u>9,370</u>
379,500	396,712	17,212	20,000	20,000	-
-	-	-	-	(8,354)	(8,354)
78,843	95,755	16,912	-	-	-
-	-	-	-	-	-
<u>458,343</u>	<u>492,467</u>	<u>34,124</u>	<u>20,000</u>	<u>11,646</u>	<u>(8,354)</u>
(74,398)	(40,238)	34,160	16,083	17,099	1,016
<u>457,739</u>	<u>457,739</u>	<u>-</u>	<u>153,688</u>	<u>153,688</u>	<u>-</u>
<u>\$383,341</u>	<u>\$417,501</u>	<u>\$34,160</u>	<u>\$169,771</u>	<u>\$170,787</u>	<u>\$ 1,016</u>

CITY OF CARENCRO, LOUISIANA

Comparative Statement of Revenues, Expenses, and Changes in Retained Earnings -
 Proprietary Fund Type
 For the Years Ended November 30, 2000 and 1999

	Enterprise	
	<u>2000</u>	<u>1999</u>
Operating revenues:		
Charges for services -		
Gas sales	\$ 547,111	\$ 508,765
Water charges	414,122	373,572
Sewerage charges	362,463	316,517
Garbage collection	291,082	293,283
Connection fees	11,101	10,525
Delinquent and service charges	20,794	20,627
Miscellaneous - other	1,817	60
Total operating revenues	<u>1,648,490</u>	<u>1,523,349</u>
Operating expenses:		
Gas system	380,392	311,282
Water system	292,809	243,517
Sewerage system	172,068	204,296
Sanitation department	244,701	225,368
General and administrative	203,625	187,643
Depreciation	396,575	306,276
Total operating expenses	<u>1,690,170</u>	<u>1,478,382</u>
Operating income (loss)	(41,680)	44,967
Nonoperating revenues:		
Interest income	33,005	81,681
Income (loss) before operating transfers	<u>(8,675)</u>	<u>126,648</u>
Operating transfers in (out):		
Operating transfers in	240,911	180,000
Operating transfers out	(328,395)	(211,716)
Total operating transfers in (out)	<u>(87,484)</u>	<u>(31,716)</u>
Net income (loss)	(96,159)	94,932
Add: Depreciation on fixed assets acquired by federal grant revenues externally restricted for capital acquisitions and construction that reduces contributed capital	28,145	28,145
Increase (decrease) in retained earnings	(68,014)	123,077
Retained earnings, beginning	<u>1,556,313</u>	<u>1,433,236</u>
Retained earnings, ending	<u>\$1,488,299</u>	<u>\$1,556,313</u>

The accompanying notes are an integral part of this statement.

CITY OF CARENCRO, LOUISIANA

Comparative Statement of Cash Flows
 Proprietary Fund Type
 Years Ended November 30, 2000 and 1999

	Enterprise Fund	
	2000	1999
Cash flows from operating activities:		
Operating income (loss)	\$ (41,680)	\$ 44,967
Adjustments to reconcile net operating loss to net cash provided by operating activities -		
Depreciation	396,575	306,276
Changes in current assets and liabilities:		
Increase in accounts receivable	(31,458)	(23,021)
Increase in unbilled receivables	(9,359)	(25,009)
Increase in other receivables	(1,518)	-
(Increase) decrease in prepaid items	13,625	(6,930)
Decrease in accounts payable	(4,458)	(13,461)
Decrease in contracts payable	-	(89,938)
Decrease in retainage payable	-	(5,936)
Increase in other accrued liabilities	14,947	687
Increase in compensated absences payable	1,911	5,498
Total adjustments	380,265	148,166
Net cash provided by operating activities	338,585	193,133
Cash flows from noncapital financing activities:		
Operating transfers in	240,911	180,000
Operating transfers out	(328,395)	(211,716)
Cash received from other funds	-	256,871
Cash paid to other funds	(196,809)	(48,879)
Net cash provided (used) by noncapital financing activities	(284,293)	176,276
Cash flows from capital and related financing activities:		
Principal paid on capital lease	-	(7,653)
Acquisition of property, plant and equipment	(124,206)	(2,447,531)
Contribution from municipality	-	2,322,232
Proceeds from meter deposits	29,548	32,222
Refund of meter deposits	(27,934)	(24,546)
Net cash used by capital and related financing activities	(122,592)	(125,276)

(continued)

CITY OF CARENCRO, LOUISIANA

Comparative Statement of Cash Flows (Continued)
 Proprietary Fund Type
 Years Ended November 30, 2000 and 1999

	Enterprise Fund	
	<u>2000</u>	<u>1999</u>
Cash flows from investing activities:		
Purchase of investments and interest-bearing deposits	\$(1,248,620)	\$(2,270,920)
Proceeds from the maturities of investments and interest-bearing deposits	1,090,885	2,254,341
Interest received on investments and interest-bearing deposits	<u>39,093</u>	<u>78,885</u>
Net cash provided (used) by investing activities	<u>(118,642)</u>	<u>62,306</u>
 Net increase (decrease) in cash and cash equivalents	 (186,942)	 306,439
 Cash and cash equivalents, beginning of period	 <u>546,532</u>	 <u>240,093</u>
 Cash and cash equivalents, end of period	 <u>\$ 359,590</u>	 <u>\$ 546,532</u>
 Reconciliation of cash and cash equivalents per statement of cash flows to the balance sheet:		
 Cash and cash equivalents, beginning of period -		
Cash - unrestricted	\$ 299,105	\$ 1,100
Interest-bearing deposits - unrestricted	412,066	400,554
Less: Certificates of deposit with a maturity over three months	<u>(164,639)</u>	<u>(161,561)</u>
Total cash and cash equivalents	<u>546,532</u>	<u>240,093</u>
 Cash and cash equivalents, end of period -		
Cash - unrestricted	224,047	299,105
Interest-bearing deposits - unrestricted	235,543	412,066
Less: Certificates of deposit with a maturity over three months	<u>(100,000)</u>	<u>(164,639)</u>
Total cash and cash equivalents	<u>359,590</u>	<u>546,532</u>
 Net increase (decrease)	 <u>\$ (186,942)</u>	 <u>\$ 306,439</u>

The accompanying notes are an integral part of this statement.

CITY OF CARENCRO, LOUISIANA

Notes to Financial Statements

(1) Summary of Significant Accounting Policies

The City of Carencro was incorporated in 1905 under the provisions of the Lawrason Act. The City operates under a Mayor-Board of Aldermen form of government.

The accounting and reporting policies of the City of Carencro conform to generally accepted accounting principles as applicable to governments. Such accounting and reporting procedures also conform to the requirements of Louisiana Revised Statutes 24:517 and to the industry audit guide, Audits of State and Local Governmental Units.

The following is a summary of certain significant accounting policies:

A. Financial Reporting Entity

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

Governmental Accounting Standards Board (GASB) Statement No. 14 established criteria for determining which component units should be considered part of the City of Carencro for financial reporting purposes. The basic criterion for including a potential component unit within the reporting entity is financial accountability. The GASB has set forth criteria to be considered in determining financial accountability. This criteria include:

1. Appointing a voting majority of an organization's governing body, and
 - (a) The ability of the municipality to impose its will on that organization and/or
 - (b) The potential for the organization to provide specific financial benefits to or impose specific financial burdens on the municipality.
2. Organizations for which the municipality does not appoint a voting majority but are fiscally dependent on the municipality.
3. Organizations for which the reporting entity's financial statements would be misleading if data of the organization is not included because of the nature or significance of the relationship.

CITY OF CARENCRO, LOUISIANA

Notes to Financial Statements (Continued)

The following component unit is not presented in the accompanying financial statements:

Parks and Recreation Commission of Carencro, Inc.

The Parks and Recreation Commission of Carencro, Inc., (Commission) is a non-profit corporation established in 1993 for the purpose of maintaining and operating recreational facilities for the general purpose of the City. The component unit has a November 30 year end.

The members of the governing board of the Commission consist of seven (7) trustees. Of the seven (7) trustees, four (4) must be appointed by the City Council, one (1) must be appointed by the Mayor of the City and two (2) may be appointed by the Commission with the authority reverting to the City Council in the event the Commission appoints no one. The Commission's operational and capital budgets are subject to the approval of the City. Bonded debt issued by the Parks and Recreation Commission must be approved by the City Council.

Complete financial statements for the component unit may be obtained at the entity's administrative office (Parks and Recreation Commission of Carencro, Inc., P. O. Drawer 10, Carencro, LA 70520).

These primary government financial statements of the City of Carencro do not include the financial data of the component unit described above. This component unit financial data is necessary for reporting in conformity with generally accepted accounting principles.

B. Fund Accounting

The accounts of the City of Carencro 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 City. It is used to account for all financial resources except those required to be accounted for in another fund.

CITY OF CARENCRO, LOUISIANA

Notes to Financial Statements (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 Fund -

Enterprise fund

The enterprise fund is 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 costs (expenses, including depreciation) of providing goods or services to the general public on a continuing basis be financed or recovered primarily through user charges; or (b) where the governing body has decided that periodic determination of revenues earned, expenses incurred, and/or net income is appropriate for capital maintenance, public policy, management control, accountability, or other purposes. The City applies all applicable FASB pronouncements issued after November 30, 1989 in accounting and reporting for its enterprise fund. The City of Carencro's enterprise fund is the Utility Fund.

Fiduciary Funds -

Agency funds

Agency funds are used to account for assets held by the City as an agent for other funds. Agency funds are custodial in nature (assets equal liabilities) and do not involve measurement of results of operations.

C. Fixed Assets and Long-Term Liabilities

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

All governmental funds 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.

CITY OF CARENCRO, LOUISIANA

Notes to Financial Statements (Continued)

Fixed assets used in governmental fund type operations (general fixed assets) are accounted for in the General Fixed Assets Account Group, rather than in governmental funds, and are recorded as expenditures in the governmental fund types when purchased. The City 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. The expenditures for infrastructure during the current year were \$53,039. No depreciation has been provided on general fixed assets.

All purchased 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:

Water lines	20 years
Sewer lines	20-50 years
Gas lines	20 years
Equipment	5-7 years

D. Basis of Accounting

Basis of accounting refers to when revenues and expenditures or expenses are recognized in the accounts and reported in the financial statements. Basis of accounting relates to the timing of the measurements made, regardless of the measurement focus applied.

All of the City's 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 the Sales Tax Collector and are recognized as revenue at that time. Other major revenues that are considered susceptible to accrual include earned grant revenues and other intergovernmental revenues, charges for services and interest on interest-bearing deposits and investments. Franchise fees, licenses and permits, and fines are recognized when received because they are not objectively measurable.

CITY OF CARENCRO, LOUISIANA

Notes to Financial Statements (Continued)

Expenditures are generally recognized under the modified accrual basis of accounting when the related fund liability is incurred, except that 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 fund is 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 estimated and recorded at year end.

Agency Fund assets and liabilities are accounted for on the modified accrual basis.

E. Budgets and Budgetary Accounting

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

1. The City Clerk prepares a proposed budget and submits it to the Mayor and Board of Aldermen for the fiscal year no later than fifteen days prior to the beginning of each fiscal year.
2. A summary of the proposed budget is published and the public is 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 the holding of 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 Board of Aldermen.
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 finally amended by the Board of Aldermen. Such amendments were not material in relation to the original appropriations.

CITY OF CARENCRO, LOUISIANA
Notes to Financial Statements (Continued)

F. Investments

Investments are stated at cost or amortized cost, which approximates market.

G. Statement of Cash Flows

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

H. Bad Debts

Uncollectible amounts due for customers' utility receivables 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), no allowance for uncollectible accounts receivable was made due to immateriality at November 30, 2000.

I. Compensated Absences

Sick leave is earned at the rate of one day for each month worked, with a limit of ten days per year. Vacation leave is accumulated as follows:

1 - 5 years	5 days
6 - 10 years	10 days
over 10 years	15 days

Thirty days of sick leave and one week of vacation may be carried over to a subsequent year. Upon termination of employment, employees are to be paid for accumulated or unused sick and vacation leave.

At November 30, 2000, employees of the City have accumulated and vested \$89,342 of compensated absence benefits, which is recorded in the Utility Fund and the General Long-Term Debt Group. The estimated liabilities include required salary-related payments.

J. Capitalization of Interest Expense

It is the policy of the City of Carencro to capitalize material amounts of interest resulting from borrowings accounted for in the proprietary fund in the course of the construction of fixed assets. At November 30, 2000, no capitalized interest expense was recorded in the financial statements.

CITY OF CARENCRO, LOUISIANA

Notes to Financial Statements (Continued)

K. Encumbrances

Encumbrance accounting, under which purchase orders, contracts, and other commitments for the expenditure of monies are recorded in order to reserve that portion of the applicable appropriation, is not employed by the City as an extension of formal budgetary integration in the funds.

L. Fund Equity

Contributed capital is recorded in proprietary funds that have received capital grants or contributions from developers, customers or other funds. Reserves represent those portions of fund equity not appropriable for expenditure or legally segregated for a specific future use. Designated fund balances represent tentative plans for future use of financial resources.

M. Comparative Data

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

N. 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 changes in financial position in conformity with generally accepted accounting principles. Neither are such data comparable to a consolidation. Interfund eliminations have not been made in the aggregation of this data.

(2) Cash and Interest-Bearing Deposits

Under state law, the City 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 City may invest in certificates and time deposits of state banks organized under Louisiana law and national banks having principal offices in Louisiana. At November 30, 2000, the City has cash and interest-bearing deposits (book balances) totaling \$1,359,538 as follows:

Demand deposits	\$ 965,889
Time deposits	<u>393,649</u>
Total	<u>\$ 1,359,538</u>

CITY OF CARENCRO, LOUISIANA

Notes to Financial Statements (Continued)

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 November 30, 2000, are secured as follows:

Bank balances	<u>\$1,469,429</u>
Federal deposit insurance	400,000
Pledged securities (Category 3)	<u>1,069,429</u>
Total federal insurance and pledged securities	<u>\$1,469,429</u>

Pledged securities in Category 3 is comprised of uninsured and unregistered investments with securities held by the pledging institution, or by its trust department or agent, but not in the City'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 City that the fiscal agent has failed to pay deposited funds upon demand.

(3) Investments

The City can invest in direct debt securities of the United States unless such an investment is expressly prohibited by law. The City's investments are categorized to give an indication of the level of risk assumed by it at year end. Category 1 includes investments that are insured or registered or for which the securities are held by the City or its agent in the City's name. Category 2 includes uninsured and unregistered investments with securities held by the counterparty's trust department or agent in the City's name. Category 3 includes uninsured and unregistered investments with securities held by the counterparty, or by its trust department or agent, but not in the City's name. All of the City's investments, with the exception of LAMP, which is not categorized, are classified as Category 1.

In accordance with GASB Codification Section I50.165, the investment in LAMP is not categorized because the investment is in the pool of funds and thereby not evidenced by securities that exist in physical or book entry form. LAMP is administered by LAMP, Inc., a non-profit corporation organized under the laws of the State of Louisiana, and is governed by a board of directors comprised of representatives from various local governments and statewide professional organizations. Only local governments having contracted to participate in LAMP have an investment interest in its pool of assets. While LAMP is not required to be a registered investment company under the Investment Company Act of 1940, its investment policies are similar to those established by Rule 2-a7, which governs registered money market funds. The primary objective of LAMP is to provide a safe environment for the placement of public funds in short-term, high quality investments.

CITY OF CARENCRO, LOUISIANA

Notes to Financial Statements (Continued)

The LAMP portfolio includes only securities and other obligations in which local governments in Louisiana are authorized to invest. Accordingly, LAMP investments are restricted to securities issued, guaranteed, or backed by the U.S. Treasury, the U.S. government, or one of its agencies, enterprises, or instrumentalities, as well as repurchase agreements collateralized by those securities. The dollar weighted average portfolio maturity of LAMP assets is restricted to not more than 90 days, and consists of no securities with a maturity in excess of 397 days. The fair market value of investments is determined on a weekly basis to monitor any variances between amortized cost and market value. For purposes of determining participants' shares, investments are valued at amortized cost. GASB Statement No. 31 requires that investments that fall within the definitions of said statement be recorded at fair value. However, Statement No. 31 also states that investments in an external investment pool can be reported at amortized cost if the external investment pool operates in a manner consistent with the Security Exchange Commission's (SEC's) Rule 2-a7. LAMP is an external investment pool that operates in a manner consistent with SEC Rule 2-a7. LAMP is designed to be highly liquid to give its participants immediate access to their account balances.

The carrying amounts and approximate market values of investments at November 30, 2000 are summarized as follows:

	Description	Interest Rate	Reported Amount	Unrealized Gains	Approximate Fair Value
Special Revenue Fund:					
1967 Sales Tax Fund	U.S. Treasury Notes	4.75% - 6.50%	\$ 944,143	\$ 4,201	\$ 948,344
Enterprise Fund:					
Utility Fund	U.S. Treasury Notes	5.6% - 6.50%	1,478,544	6,568	1,485,112
	LAMP	Variable	104,488	-	104,488
Capital Projects Fund:					
Utility Projects Construction Fund	LAMP	Variable	14,018	-	14,018
			<u>\$ 2,541,193</u>	<u>\$ 10,769</u>	<u>\$ 2,551,962</u>

CITY OF CARENCRO, LOUISIANA
Notes to Financial Statements (Continued)

(4) Interfund Receivables/Payables

Interfund receivables/payables at November 30, 2000 consisted of the following:

	Interfund Receivables	Interfund Payables
General Fund	\$ 351,858	\$ 213,019
Special Revenue Funds:		
1967 Sales Tax Fund	200,644	448,627
1993 Sales Tax Fund	235,311	137,475
Debt Service Fund:		
Certificates of Indebtedness - Series 1990	-	4,313
Sales Tax Bonds - Series 1995	154,750	317,621
Sales Tax Bonds - Series 1998	197,726	-
Capital Projects Funds:		
Sidewalk Construction Fund	60,000	-
Enterprise Fund:		
Utility Fund	341,764	392,838
Fiduciary Funds:		
Payroll Fund	18,129	27,675
Disbursement Fund	10,811	29,425
	\$ 1,570,993	\$ 1,570,993

(5) Due from other Governmental Units

Amounts due from other governmental units at November 30, 2000, consisted of the following:

Amount due from the State of Louisiana for beer tax receipts for the quarter ended September 30, 2000.	<u>\$ 4,209</u>
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(6) Restricted Assets - Proprietary Fund Type

Restricted assets consisted of the following at November 30, 2000:

Customers' deposits	<u>\$ 155,648</u>
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CITY OF CARENCRO, LOUISIANA

Notes to Financial Statements (Continued)

(7) Changes in Fixed Assets

A summary of changes in general fixed assets follows:

	<u>11/30/99</u>	<u>Additions</u>	<u>Deletions</u>	<u>11/30/00</u>
Land	\$ 151,994	\$ 226,601	\$ -	\$ 378,595
Buildings	1,832,101	62,950	-	1,895,051
Equipment	1,338,313	128,871	194,013	1,273,171
Total general fixed assets	<u>\$3,322,408</u>	<u>\$418,422</u>	<u>\$ 194,013</u>	<u>\$3,546,817</u>

A summary of proprietary fund type property, plant and equipment at November 30, 2000 follows:

Land	\$ 115,848
Equipment	459,086
Gas distribution system	1,040,531
Water distribution system	3,812,241
Sewer system	<u>6,812,161</u>
Total	12,239,867
Less: Accumulated depreciation	<u>5,187,508</u>
Net property, plant and equipment	<u>\$7,052,359</u>

(8) Changes in Long-Term Liabilities

During the year ended November 30, 2000, the following changes occurred in long-term liabilities reported in the Utility Fund and the General Long-Term Debt Account Group:

	<u>Balance 11/30/99</u>	<u>Additions</u>	<u>Reductions</u>	<u>Balance 11/30/00</u>
General obligation bonds	\$3,285,000	\$ -	\$ 100,000	\$3,185,000
Certificates of indebtedness	265,000	-	265,000	-
Capital lease	48,908	-	23,669	25,239
Compensated absences	80,765	14,916	6,339	89,342
	<u>\$3,679,673</u>	<u>\$ 14,916</u>	<u>\$ 395,008</u>	<u>\$3,299,581</u>

CITY OF CARENCRO, LOUISIANA

Notes to Financial Statements (Continued)

- A. Bonds payable at November 30, 2000, are comprised of the following individual issues:

General obligation bonds and certificates:

\$875,000 Public Improvement Sales Tax Bonds Series 1995, due in annual installments of \$25,000 to \$80,000 through April 1, 2015; interest at 5.3 percent to 12.0 percent; payable from 1993 sales tax revenues	\$ 760,000
\$2,500,000 Public Improvement Sales Tax Bonds, Series 1998, due in annual installments of \$75,000 to \$265,000 through April 1, 2018; interest at 4.25 percent to 7.0 percent; payable from 1993 sales tax revenues	2,425,000
	<u>\$3,185,000</u>

The annual requirements to amortize the general obligation bonds and certificates outstanding as of November 30, 2000, including interest payments of \$1,508,981, are as follows:

<u>Year ending November 30</u>	<u>General Obligation</u>
2001	\$ 262,920
2002	260,097
2003	257,407
2004	259,209
2005	255,505
2006-2010	1,280,290
2011-2015	1,314,419
2016-2018	804,134
	<u>\$ 4,693,981</u>

- B. Lease Obligations

The City acquired a fire truck under the provisions of a long-term lease dated May 1, 1997, requiring 5 annual payments of \$26,912 each at an implicit interest rate of 6.63 percent. The final lease payment will be paid during the fiscal year ended November 30, 2001. The present value of the lease payment is \$25,239 with \$1,673 representing interest.

CITY OF CARENCRO, LOUISIANA

Notes to Financial Statements (Continued)

(9) Dedication of Proceeds and Flow of Funds - Sales and Use Taxes

Proceeds of the 1967 1% sales and use tax levied by the City of Carencro (2000 collections \$671,905; 1999 \$669,914) are dedicated to the following purposes:

Paying principal and interest on any bonded debt or funded indebtedness of the City; constructing, acquiring, extending, improving and/or maintaining sewers, waterworks and natural gas utilities, streets, sidewalks and bridges, street lighting facilities, drainage facilities, fire and police department stations and equipment, garbage disposal and sanitation equipment and facilities, public buildings, public parks and recreational facilities, public works equipment and furnishings or for any one or more of said purposes.

During 1993, the City of Carencro levied an additional 1% sales and use tax (2000 collections \$671,934, 1999 \$669,914). Proceeds are dedicated to the following purposes:

Paying principal and interest on any bonded debt or fund indebtedness of the City of Carencro issued for capital purposes; remaining proceeds are divided as follows: one third (1/3) for fire and police protection; one third (1/3) for operating and (1/3) for capital improvements for the City.

(10) Retirement Commitments

All employees are members of one of the following retirement systems:

Federal Social Security System
Municipal and State Police Retirement Systems of Louisiana

Pertinent information relative to each plan follows:

A. Federal Social Security System

All employees of the City of Carencro, are members of the Federal Social Security System. The City and its employees contribute a percentage of each employee's salary to the System (7.65% contributed by the City; 7.65% by the employee). The City's contribution during the year ended November 30, 2000 amounted to \$56,155.

B. Municipal and State Police Retirement System of Louisiana

Eligible employees of the City participate in the Municipal and State Police Retirement System which is a cost-sharing multiple-employer defined benefit public employee retirement system (PERS). The plan is controlled and administered by a separate board of trustees and provides retirement, disability and death benefits to plan members and their beneficiaries. Pertinent information relative to the plan follows:

CITY OF CARENCRO, LOUISIANA

Notes to Financial Statements (Continued)

Plan members are required to contribute 7.5 percent of their annual covered salary to the system while the City is required to contribute the statutory rate of 9.0 percent of the total annual covered salary. During the fiscal year ended November 30, 1999, the City employee who was participating in the plan retired. The City's contributions to the system for the years ended November 30, 2000, 1999 and 1998 were \$0, \$233, and \$2,678, 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 Employee's Retirement System, P.O. Box 94095 - Capital Station, Baton Rouge, Louisiana 70804-9095.

(11) Pension Plan

As of December 1, 1992, the City of Carencro established a defined contribution pension plan. Substantially all employees become eligible to participate in the plan after completing one year of employment. Each year, the City will determine the amount, if any, to contribute to the plan. The contribution is discretionary and will only be made from the current or accumulated surplus of the City. The current year's covered payroll was \$593,712 and the City contributed \$25,000 or approximately 4.2 percent of the covered payroll. The total payroll for all employees was \$702,506 for the year ended November 30, 2000.

(12) Natural Gas Contract

Under contract dated May 1, 1989, the City of Carencro is required to purchase its natural gas from Louisiana Municipal Natural Gas Purchasing and Distribution Authority for an initial term of three (3) years and shall continue thereafter from year to year unless written notice to the contrary is given by either party to the other at least six (6) months prior to the expiration of the initial term or any renewal thereof. During the fiscal year ended November 30, 2000, the City's natural gas purchases amounted to \$209,720, of which \$31,903 was owed for purchases for the month of November 2000.

CITY OF CARENCRO, LOUISIANA

Notes to Financial Statements (Continued)

(13) Segment Information for the Enterprise Fund

The City of Carencro maintains one enterprise fund with four departments which provide gas, water, sewerage and sanitation services. Segment information for the year ended November 30, 2000 was as follows:

	<u>Gas Dept</u>	<u>Water Dept</u>	<u>Sewerage Dept.</u>	<u>Sanitation Dept.</u>	<u>Total Enterprise Fund</u>
Operating revenues	\$ 555,499	\$ 430,401	\$ 367,438	\$ 295,152	\$ 1,648,490
Operating expenses	<u>532,155</u>	<u>465,611</u>	<u>403,693</u>	<u>288,711</u>	<u>1,690,170</u>
Operating income (loss)	<u>\$ 23,344</u>	<u>\$ (35,210)</u>	<u>\$ (36,255)</u>	<u>\$ 6,441</u>	<u>\$ (41,680)</u>

(14) Contributed Capital

Amounts contributed to the Enterprise Fund for acquisition or construction of fixed assets is recognized as contributed capital. Contributed capital generated through grants externally restricted for capital acquisitions is amortized based on the depreciation recognized on that portion of the assets acquired or constructed from such grants. This depreciation is closed to the appropriate contributed capital account and is reflected as an adjustment to net income on the Comparative Statement of Revenues, Expenses, and Changes in Retained Earnings.

The sources of contributed capital used to acquire and construct facilities of the Enterprise Fund is as follows:

	<u>Municipality</u>	<u>State Grants</u>	<u>Federal Grants</u>	<u>Total</u>
Total contributed capital	\$ 7,269,690	\$ 43,161	\$ 538,151	\$ 7,851,002
Less: Accumulated amortization	<u>-</u>	<u>24,368</u>	<u>321,075</u>	<u>345,443</u>
Net contributed capital	<u>\$ 7,269,690</u>	<u>\$ 18,793</u>	<u>\$ 217,076</u>	<u>\$ 7,505,559</u>

(15) Pending Litigation

There are lawsuits presently pending against the City. The City's legal counsel and elected officials are of the opinion that any unfavorable outcome will be covered by insurance at November 30, 2000.

CITY OF CARENCRO, LOUISIANA

Notes to Financial Statements (Continued)

(16) Compensation of City Officials

A detail of compensation paid to the Mayor and Board of Aldermen for year ended November 30, 2000 follows:

Tommy Angelle, Mayor	\$12,000
Aldermen:	
Antoine Babineaux, Jr.	2,400
Glenn Brasseaux	2,400
Allen Conque	2,400
Steven Conques	2,400
Charolette Hales	3,000
	<u>\$24,600</u>

(17) Risk Management

The City is exposed to risks of loss in the areas of general and auto liability, property hazards and workers' compensation. All of these risks are handled by purchasing commercial insurance coverage. There have been no significant reductions in the insurance coverage during the year.

(18) Lease of Enterprise Center of Louisiana

On March 21, 1994, a lease agreement was signed by the City and Enterprise Center of Louisiana. The initial term of the lease is seven (7) years with a monthly rental of \$100. Upon expiration of the lease, the lessee will have the option to renew for ten (10) additional five (5) year terms with a monthly rental of \$100. The rental income is included in the General Fund as miscellaneous revenues.

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.

CITY OF CARENCRO, LOUISIANA
General Fund

Comparative Balance Sheet
November 30, 2000 and 1999

	<u>2000</u>	<u>1999</u>
ASSETS		
Cash	\$ 16,918	\$ 1,229
Interest-bearing deposits	5,913	5,726
Receivables:		
Due from other funds	351,858	338,628
Due from other governmental units	4,209	5,061
Other	<u>39,718</u>	<u>4,998</u>
Total assets	<u>\$418,616</u>	<u>\$355,642</u>
LIABILITIES AND FUND BALANCE		
Liabilities:		
Cash overdraft	\$ -	\$ 17,765
Accounts payable	56,122	69,084
Accrued liabilities	22,411	1,390
Due to other funds	<u>213,019</u>	<u>84,693</u>
Total liabilities	291,552	172,932
Fund balance:		
Unreserved, undesignated	<u>127,064</u>	<u>182,710</u>
Total liabilities and fund balance	<u>\$418,616</u>	<u>\$355,642</u>

CITY OF CARENCRO, LOUISIANA
General Fund

Statement of Revenues, Expenditures, and Changes in Fund Balance -
Budget (GAAP Basis) and Actual
Year Ended November 30, 2000
With Comparative Actual Amounts for Year Ended November 30, 1999

	2000		Variance - Favorable (Unfavorable)	1999 Actual
	Budget	Actual		
Revenues:				
Taxes	\$ 217,200	\$ 232,198	\$ 14,998	\$ 226,561
Licenses and permits	140,700	136,792	(3,908)	147,157
Intergovernmental	142,264	141,733	(531)	272,612
Fines and forfeits	55,000	48,917	(6,083)	56,732
Miscellaneous	7,500	6,226	(1,274)	16,604
Total revenues	<u>562,664</u>	<u>565,866</u>	<u>3,202</u>	<u>719,666</u>
Expenditures:				
Current -				
General government:				
Administrative	208,808	250,175	(41,367)	168,125
Code department	30,144	29,963	181	29,666
Public safety:				
Police	520,722	527,418	(6,696)	477,452
Fire	59,994	59,999	(5)	63,039
Highways and streets	234,626	237,621	(2,995)	201,595
Culture and tourism	10,631	8,542	2,089	47,445
Capital outlay				
General government	107,220	100,922	6,298	11,225
Public safety:				
Police	62,371	67,672	(5,301)	121,814
Fire	77,000	64,738	12,262	33,715
Highways and streets	46,525	56,689	(10,164)	26,774
Debt service -				
Principal paid	23,000	23,669	(669)	22,197
Interest	3,912	3,243	669	4,715
Total expenditures	<u>1,384,953</u>	<u>1,430,651</u>	<u>(45,698)</u>	<u>1,207,762</u>
Deficiency of revenues over expenditures	<u>(822,289)</u>	<u>(864,785)</u>	<u>(42,496)</u>	<u>(488,096)</u>

(continued)

CITY OF CARENCRO, LOUISIANA
General Fund

Statement of Revenues, Expenditures, and Changes in Fund Balance -
Budget (GAAP Basis) and Actual (Continued)
Year Ended November 30, 2000
With Comparative Actual Amounts for Year Ended November 30, 1999

	2000		Variance - Favorable (Unfavorable)	1999 Actual
	Budget	Actual		
Other financing sources (uses):				
Operating transfers in	840,000	840,000	-	560,000
Operating transfers out	<u>(30,861)</u>	<u>(30,861)</u>	-	<u>(20,000)</u>
Total other financing sources (uses)	<u>809,139</u>	<u>809,139</u>	-	<u>540,000</u>
 Excess (deficiency) of revenues and other sources over expenditures and other uses	 (13,150)	 (55,646)	 (42,496)	 51,904
 Fund balance, beginning	 <u>182,710</u>	 <u>182,710</u>	 -	 <u>130,806</u>
 Fund balance, ending	 <u>\$ 169,560</u>	 <u>\$ 127,064</u>	 <u>\$ (42,496)</u>	 <u>\$ 182,710</u>

CITY OF CARENCRO, LOUISIANA
General Fund

Statement of Revenues Compared to Budget (GAAP Basis)
Year Ended November 30, 2000
With Comparative Actual Amounts for Year Ended November 30, 1999

	<u>Budget</u>	<u>Actual</u>	Variance - Favorable (Unfavorable)	<u>1999 Actual</u>
Taxes:				
Franchise-				
Utility companies	\$ 210,000	\$ 225,008	\$ 15,008	\$ 219,755
Cable TV company	7,200	7,190	(10)	6,806
Total taxes	<u>217,200</u>	<u>232,198</u>	<u>14,998</u>	<u>226,561</u>
Licenses and permits:				
Occupational licenses	122,700	110,837	(11,863)	125,363
Code department permits	18,000	25,955	7,955	21,794
Total licenses and permits	<u>140,700</u>	<u>136,792</u>	<u>(3,908)</u>	<u>147,157</u>
Intergovernmental :				
State of Louisiana -				
Beer taxes	14,500	9,997	(4,503)	14,049
Tobacco taxes	21,000	21,021	21	28,028
Racing commissions	10,000	10,482	482	14,421
Off track betting fees	38,000	34,117	(3,883)	38,628
Video poker	-	-	-	68,865
Traffic control	-	-	-	480
State grants	-	7,713	7,713	50,000
Lafayette Parish Government -				
Two percent fire insurance refund	28,764	28,403	-	28,141
Proceeds for fire department	30,000	30,000	-	30,000
Total intergovernmental	<u>142,264</u>	<u>141,733</u>	<u>(170)</u>	<u>272,612</u>
Fines and forfeits	<u>55,000</u>	<u>48,917</u>	<u>(6,083)</u>	<u>56,732</u>
Miscellaneous:				
Interest	300	187	(113)	219
Acadian Ambulance rent	-	-	-	1,400
ECOL rent	1,200	1,200	-	1,200
Donations	-	-	-	1,080
Sale of assets	-	-	-	3,000
Other sources	6,000	4,839	(1,161)	9,705
Total miscellaneous	<u>7,500</u>	<u>6,226</u>	<u>(1,274)</u>	<u>16,604</u>
Total revenues	<u>\$ 562,664</u>	<u>\$ 565,866</u>	<u>\$ 3,202</u>	<u>\$ 719,666</u>

CITY OF CARENCRO, LOUISIANA

General Fund

Statement of Expenditures Compared to Budget (GAAP Basis)

Year Ended November 30, 2000

With Comparative Actual Amounts for Year Ended November 30, 1999

	Budget	Actual	Variance - Favorable (Unfavorable)	1999 Actual
Current :				
General government -				
Administrative:				
Salaries and wages	\$ 24,600	\$ 24,600	\$ -	\$ 24,600
Retirement	15,800	13,750	2,050	18,904
Insurance	11,000	11,461	(461)	10,243
Payroll taxes	1,018	1,102	(84)	995
Office	12,500	11,180	1,320	12,195
Advertisements and recordings	9,500	10,008	(508)	4,215
Dues	2,100	2,678	(578)	3,714
City planner	9,000	10,251	(1,251)	12,267
Computer consultant	8,000	10,660	(2,660)	6,035
Contract labor	1,000	-	1,000	6,331
Legal fees	36,000	65,822	(29,822)	5,598
Accounting and auditing	21,800	21,780	20	18,688
Miscellaneous	3,000	2,810	190	6,263
Travel and conferences	9,800	9,016	784	6,198
Auto allowance	6,000	6,000	-	6,000
Utilities and telephone	9,850	8,730	1,120	8,565
Rent	8,400	8,800	(400)	6,000
Repairs and maintenance	9,200	13,054	(3,854)	8,804
City magistrate	1,600	4,000	(2,400)	-
Engineering	2,400	8,711	(6,311)	-
Senior citizens' compensation	6,240	5,762	478	-
Uniforms	-	-	-	2,510
Total administrative	<u>208,808</u>	<u>250,175</u>	<u>(41,367)</u>	<u>168,125</u>
Code department:				
Salaries	18,378	17,901	477	17,978
Inspection fees	7,600	7,515	85	8,550
Insurance	260	271	(11)	140
Group insurance	1,000	1,017	(17)	-
Payroll taxes	1,406	1,369	37	1,375
Utilities and telephone	1,200	1,860	(660)	761
Miscellaneous	300	30	270	862
Total code department	<u>30,144</u>	<u>29,963</u>	<u>181</u>	<u>29,666</u>

(continued)

CITY OF CARENCRO, LOUISIANA
General Fund

Statement of Expenditures Compared to Budget (GAAP Basis) (Continued)
Year Ended November 30, 2000
With Comparative Actual Amounts for Year Ended November 30, 1999

	Budget	Actual	Variance - Favorable (Unfavorable)	1999 Actual
Public safety -				
Police department:				
Salaries	281,000	280,379	621	278,069
Payroll taxes	24,040	26,137	(2,097)	22,424
Contract labor	-	-	-	1,275
Maintenance	9,900	8,934	966	12,202
Utilities and telephone	16,552	16,425	127	13,902
Insurance	48,500	50,532	(2,032)	34,454
Gas and repairs	67,350	67,336	14	45,107
Miscellaneous	3,600	3,247	353	3,585
Supplies	28,000	31,066	(3,066)	29,445
Radio user fees	9,900	9,055	845	7,440
Uniforms	4,000	5,076	(1,076)	9,990
Training	9,000	9,010	(10)	4,956
Drug task force expenditures	1,500	987	513	109
Drug testing	-	702	(702)	-
Group insurance	15,275	15,528	(253)	-
Auxiliary uniforms	450	1,743	(1,293)	77
Auxiliary repairs and maintenance	1,655	1,261	394	-
Auxiliary appropriation to police departmen	-	-	-	14,417
Total police department	<u>520,722</u>	<u>527,418</u>	<u>(6,696)</u>	<u>477,452</u>
Fire department:				
Salaries	12,500	12,527	(27)	12,614
Payroll taxes	1,585	1,469	116	965
Utilities and telephone	7,800	7,535	265	9,101
Insurance	11,588	12,073	(485)	9,312
Equipment expenditures	3,523	3,302	221	284
Miscellaneous	450	338	112	383
Maintenance and supplies	13,156	12,649	507	20,765
Auto	5,652	5,907	(255)	6,703
Training	800	583	217	1,769
Radio user fees	1,000	1,930	(930)	-
Uniforms	1,940	1,686	254	1,143
Total fire department	<u>59,994</u>	<u>59,999</u>	<u>(5)</u>	<u>63,039</u>

(continued)

CITY OF CARENCRO, LOUISIANA
General Fund

Statement of Expenditures Compared to Budget (GAAP Basis) (Continued)
Year Ended November 30, 2000
With Comparative Actual Amounts for Year Ended November 30, 1999

	Budget	Actual	Variance - Favorable (Unfavorable)	1999 Actual
Highways and streets -				
Salaries	118,770	118,159	611	89,444
Payroll taxes	9,087	9,040	47	6,843
Contract labor	2,000	2,287	(287)	-
Maintenance and supplies	22,066	24,533	(2,467)	27,566
Lighting	62,300	62,170	130	66,009
Miscellaneous	980	-	980	559
Group insurance	6,823	6,936	(113)	-
Dumping fees	1,000	2,410	(1,410)	-
Insurance	11,600	12,086	(486)	11,174
Total highways and streets	<u>234,626</u>	<u>237,621</u>	<u>(2,995)</u>	<u>201,595</u>
Culture and tourism -				
Main street project, parades and events, Congres Mondial, etc.	4,780	3,563	1,217	18,947
Economic development:				
Contracted services	4,500	4,698	(198)	22,917
Office	295	222	73	920
Community development	59	59	-	3,264
Telephone	997	-	997	1,397
Total culture and tourism	<u>10,631</u>	<u>8,542</u>	<u>2,089</u>	<u>47,445</u>
Capital outlay:				
General government -				
Equipment	13,000	13,661	(661)	11,225
Barracades for parade route	40,000	40,000	-	-
USL community design study	54,220	47,261	6,959	-
Total general government	<u>107,220</u>	<u>100,922</u>	<u>6,298</u>	<u>11,225</u>

(continued)

CITY OF CARENCRO, LOUISIANA
General Fund

Statement of Expenditures Compared to Budget (GAAP Basis) (Continued)
Year Ended November 30, 2000
With Comparative Actual Amounts for Year Ended November 30, 1999

	<u>Budget</u>	<u>Actual</u>	Variance - Favorable (Unfavorable)	<u>1999 Actual</u>
Public Safety -				
Police :				
Building renovations	-	-	-	26,153
Autos	45,000	50,206	(5,206)	80,439
Equipment	2,371	17,466	(15,095)	7,022
Police dog	-	-	-	8,200
Parking lot expansions	15,000	-	15,000	-
Total police	<u>62,371</u>	<u>67,672</u>	<u>(5,301)</u>	<u>121,814</u>
Fire :				
Equipment	12,000	1,788	10,212	33,715
Addition to Station No. 2	65,000	62,950	2,050	-
Total fire	<u>77,000</u>	<u>64,738</u>	<u>12,262</u>	<u>33,715</u>
Highways and streets:				
Gourmet and Cankton Roads	46,525	46,300	225	-
Equipment	-	3,650	(3,650)	20,279
Street and sidewalk repairs	-	6,739	(6,739)	6,495
Total highways and streets:	<u>46,525</u>	<u>56,689</u>	<u>(10,164)</u>	<u>26,774</u>
Total capital outlay	<u>293,116</u>	<u>290,021</u>	<u>3,095</u>	<u>193,528</u>
Debt service:				
Principal paid	23,000	23,669	(669)	22,197
Interest	3,912	3,243	669	4,715
Total debt service	<u>26,912</u>	<u>26,912</u>	<u>-</u>	<u>26,912</u>
Total expenditures	<u>\$1,384,953</u>	<u>\$1,430,651</u>	<u>\$(45,698)</u>	<u>\$1,207,762</u>

SPECIAL REVENUE FUNDS

1967 Sales Tax Fund

To account for the receipt and use of proceeds of the City's 1% sales and use tax. These taxes are dedicated to and used for the purpose of paying principal and interest on any bonded debt or funded indebtedness of the City and for purposes of constructing and acquiring the City's sewer system, waterworks and natural gas utilities, paving and improving streets, sidewalks and bridges, constructing street lighting, drainage facilities, fire and police department stations and equipment, public buildings, public parks, public works or for any one or more of said purposes.

1993 Sales Tax Fund

To account for the receipt and use of proceeds of the City's 1% sales and use tax. These taxes are dedicated to and used for the purpose of paying principal and interest of any bonded debt of the City issued for any lawful capital purpose. The remaining proceeds are dedicated and divided as follows: one-third (1/3) for the purpose of paying the cost of fire and police protection for the City; one-third (1/3) for operating and maintaining recreational facilities and programs for the City; and one-third (1/3) for paying the cost of capital improvements for the City, including acquiring the necessary sites, furnishings, and equipment.

CITY OF CARENCRO, LOUISIANA
Special Revenue Funds

Combining Balance Sheet
November 30, 2000
With Comparative Totals for November 30, 1999

	<u>1967 Sales</u> <u>Tax Fund</u>	<u>1993 Sales</u> <u>Tax Fund</u>	<u>Totals</u>	
			<u>2000</u>	<u>1999</u>
ASSETS				
Cash	\$ 18,773	\$ -	\$ 18,773	\$ 8,984
Interest-bearing deposits	253,208	90,746	343,954	602,852
Investments	944,143	-	944,143	901,541
Receivables:				
Taxes	47,180	47,180	94,360	102,886
Due from other funds	200,644	235,311	435,955	268,991
Due from component unit	-	36,764	36,764	29,035
Accrued interest	<u>11,986</u>	<u>-</u>	<u>11,986</u>	<u>11,927</u>
 Total assets	 <u>\$1,475,934</u>	 <u>\$ 410,001</u>	 <u>\$1,885,935</u>	 <u>\$1,926,216</u>
LIABILITIES AND FUND BALANCES				
Liabilities:				
Accounts payable	\$ 1,965	\$ -	\$ 1,965	\$ 630
Due to other funds	448,627	137,475	586,102	419,253
Due to component unit	<u>3,190</u>	<u>-</u>	<u>3,190</u>	<u>3,190</u>
Total liabilities	453,782	137,475	591,257	423,073
 Fund balances:				
Unreserved, undesignated	<u>1,022,152</u>	<u>272,526</u>	<u>1,294,678</u>	<u>1,503,143</u>
 Total liabilities and fund balances	 <u>\$1,475,934</u>	 <u>\$ 410,001</u>	 <u>\$1,885,935</u>	 <u>\$1,926,216</u>

CITY OF CARENCRO, LOUISIANA
Special Revenue Funds

Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
Year Ended November 30, 2000
With Comparative Totals for November 30, 1999

	1967 Sales Tax Fund	1993 Sales Tax Fund	Totals	
			<u>2000</u>	<u>1999</u>
Revenues:				
Taxes	\$ 671,905	\$ 671,934	\$1,343,839	\$1,339,828
Miscellaneous -	<u>45,786</u>	<u>2,969</u>	<u>48,755</u>	<u>67,611</u>
Total revenues	<u>717,691</u>	<u>674,903</u>	<u>1,392,594</u>	<u>1,407,439</u>
Expenditures:				
Current -				
General government	12,456	7,078	19,534	20,481
Capital outlay -				
Highways and streets	<u>226,601</u>	<u>-</u>	<u>226,601</u>	<u>163,787</u>
Total expenditures	<u>239,057</u>	<u>7,078</u>	<u>246,135</u>	<u>184,268</u>
Excess of revenues over expenditures	<u>478,634</u>	<u>667,825</u>	<u>1,146,459</u>	<u>1,223,171</u>
Other financing sources (uses):				
Operating transfers from other funds	-	3,715	3,715	51,716
Operating transfers to other funds	(673,723)	(460,005)	(1,133,728)	(968,581)
Operating transfers to component unit	<u>-</u>	<u>(224,911)</u>	<u>(224,911)</u>	<u>(222,046)</u>
Total other financing sources (uses)	<u>(673,723)</u>	<u>(681,201)</u>	<u>(1,354,924)</u>	<u>(1,121,999)</u>
Excess (deficiency) of revenues and other sources over expenditures and other uses	(195,089)	(13,376)	(208,465)	101,172
Fund balances, beginning	<u>1,217,241</u>	<u>285,902</u>	<u>1,503,143</u>	<u>1,401,971</u>
Fund balances, ending	<u>\$1,022,152</u>	<u>\$ 272,526</u>	<u>\$1,294,678</u>	<u>\$1,503,143</u>

DEBT SERVICE FUNDS

Certificate of Indebtedness, Series 1990

To accumulate monies for payment of the \$1,915,000 Certificates of Indebtedness, Series 1990, due in annual installments, plus interest, through maturity in 2000. Debt service is financed from proceeds of the City's 1967, 1% sales and use tax. The certificates were paid in full during the fiscal year ended November 30, 2000.

Sales Tax Bonds Series 1995

To accumulate monies for payment of the \$875,000 Public Improvement Sales Tax Bonds, Series, 1995, due in annual installments, plus interest through maturity in 2015. Debt service is financed by transfers from the Park and Recreation Commission, Inc.'s share of the 1993 1% sales and use tax.

Sales Tax Bonds Series 1998

To accumulate monies for payment of the \$2,500,000 Public Improvement Sales Tax Bonds, Series 1998, due in annual installments, plus interest through maturity in 2018. Debt service is financed from proceeds of the City's 1993 1% sales and use tax and 1967 1% sales and use tax.

CITY OF CARENCRO, LOUISIANA
Debt Service Funds

Combining Balance Sheet
November 30, 2000
With Comparative Totals for November 30, 1999

	Certificates of Indebtedness Series 1990	Sales Tax Bonds Series 1995	Sales Tax Bonds Series 1998	<u>Totals</u>	
				<u>2000</u>	<u>1999</u>
ASSETS					
Cash	\$ -	\$ 1	\$ -	\$ 1	\$ 2
Interest-bearing deposits	4,313	382,645	-	386,958	457,538
Receivables:					
Due from other funds	<u>-</u>	<u>154,750</u>	<u>197,726</u>	<u>352,476</u>	<u>273,509</u>
Total assets	<u>\$ 4,313</u>	<u>\$ 537,396</u>	<u>\$ 197,726</u>	<u>\$ 739,435</u>	<u>\$ 731,049</u>
LIABILITIES AND FUND BALANCES					
Liabilities:					
Due to other funds	\$ 4,313	\$ 317,621	\$ -	\$ 321,934	\$ 273,310
Fund balances:					
Reserved for debt service	<u>-</u>	<u>219,775</u>	<u>197,726</u>	<u>417,501</u>	<u>457,739</u>
Total liabilities and fund balances	<u>\$ 4,313</u>	<u>\$ 537,396</u>	<u>\$ 197,726</u>	<u>\$ 739,435</u>	<u>\$ 731,049</u>

CITY OF CARENCRO, LOUISIANA
Debt Service Funds

Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
Year Ended November 30, 2000
With Comparative Totals for November 30, 1999

	Certificates of Indebtedness Series 1990	Sales Tax Bonds Series 1995	Sales Tax Bonds Series 1998	Totals	
				2000	1999
Revenues:					
Miscellaneous -					
Interest on investments and deposits	\$ 3,300	\$ 9,007	\$ -	\$ 12,307	\$ 11,165
Expenditures:					
General government -					
Professional fees	-	400	-	400	740
Debt service -					
Principal retirement	265,000	25,000	75,000	365,000	270,000
Interest	14,495	45,073	116,025	175,593	75,970
Paying agent's fees	2,281	1,488	250	4,019	4,313
Total expenditures	281,776	71,961	191,275	545,012	351,023
Deficiency of revenues over expenditures	(278,476)	(62,954)	(191,275)	(532,705)	(339,858)
Other financing sources:					
Operating transfers in	173,817	28,395	194,500	396,712	471,521
Transfer from component unit	-	95,755	-	95,755	78,843
Total other financing sources	173,817	124,150	194,500	492,467	550,364
Excess (deficiency) of revenue and other sources over expenditures and other uses	(104,659)	61,196	3,225	(40,238)	210,506
Fund balances, beginning	104,659	158,579	194,501	457,739	247,233
Fund balances, ending	\$ -	\$219,775	\$197,726	\$417,501	\$457,739

CITY OF CARENCRO, LOUISIANA
Debt Service Funds

Combining Statement of Revenues, Expenditures, and Changes in Fund Balances -
Budget (GAAP Basis) and Actual
Year Ended November 30, 2000

	Certificates of Indebtedness Series 1990			Sales Tax Bonds Series 1995		
	Budget	Actual	Variance- Favorable (Unfavorable)	Budget	Actual	Variance- Favorable (Unfavorable)
Revenues:						
Miscellaneous - interest	\$ 3,250	\$ 3,300	\$ 50	\$ 8,750	\$ 9,007	\$ 257
Expenditures:						
General government -						
Professional fees	-	-	-	648	400	248
Debt service -						
Principal retirement	265,000	265,000	-	25,000	25,000	-
Interest	14,495	14,495	-	45,073	45,073	-
Paying agent's fees	2,000	2,281	(281)	1,300	1,488	(188)
Total expenditures	<u>281,495</u>	<u>281,776</u>	<u>(281)</u>	<u>72,021</u>	<u>71,961</u>	<u>60</u>
Excess (deficiency) of revenues over expenditures	<u>(278,245)</u>	<u>(278,476)</u>	<u>(231)</u>	<u>(63,271)</u>	<u>(62,954)</u>	<u>317</u>
Other financing sources:						
Operating transfers in	185,000	173,817	(11,183)	-	28,395	28,395
Transfer from component unit	-	-	-	78,843	95,755	16,912
Total other financing sources	<u>185,000</u>	<u>173,817</u>	<u>(11,183)</u>	<u>78,843</u>	<u>124,150</u>	<u>45,307</u>
Excess (deficiency) of revenues and other sources over expenditures and other uses	<u>(93,245)</u>	<u>(104,659)</u>	<u>(11,414)</u>	<u>15,572</u>	<u>61,196</u>	<u>45,624</u>
Fund balances, beginning	<u>104,659</u>	<u>104,659</u>	<u>-</u>	<u>158,579</u>	<u>158,579</u>	<u>-</u>
Fund balances (deficit), ending	<u>\$ 11,414</u>	<u>\$ -</u>	<u>\$ (11,414)</u>	<u>\$174,151</u>	<u>\$219,775</u>	<u>\$45,624</u>

Sales Tax Bonds Series 1998			Totals		
Budget	Actual	Variance-Favorable (Unfavorable)	Budget	Actual	Variance-Favorable (Unfavorable)
\$ -	\$ -	\$ -	\$ 12,000	\$ 12,307	\$ 307
-	-	-	648	400	248
75,000	75,000	-	365,000	365,000	-
116,025	116,025	-	175,593	175,593	-
200	250	(50)	3,500	4,019	(519)
<u>191,225</u>	<u>191,275</u>	<u>(50)</u>	<u>544,741</u>	<u>545,012</u>	<u>(271)</u>
<u>(191,225)</u>	<u>(191,275)</u>	<u>(50)</u>	<u>(532,741)</u>	<u>(532,705)</u>	<u>36</u>
194,500	194,500	-	379,500	396,712	17,212
-	-	-	78,843	95,755	16,912
<u>194,500</u>	<u>194,500</u>	<u>-</u>	<u>458,343</u>	<u>492,467</u>	<u>34,124</u>
3,275	3,225	(50)	(74,398)	(40,238)	34,160
<u>194,501</u>	<u>194,501</u>	<u>-</u>	<u>457,739</u>	<u>457,739</u>	<u>-</u>
<u>\$197,776</u>	<u>\$197,726</u>	<u>\$ (50)</u>	<u>\$383,341</u>	<u>\$417,501</u>	<u>\$34,160</u>

CAPITAL PROJECTS FUNDS

Sidewalk Construction Fund

To accumulate funds and account for the construction of sidewalks provided by General Fund revenues (transfers).

Utility Projects Construction Fund

To account for various improvements and construction made to the City's wastewater treatment facility and water distribution system provided by proceeds of the Public Improvement Sales Tax Bonds, Series 1998. The fund was closed out during the fiscal year ended November 30, 2000.

1998 LCDBG Capital Projects Fund

To account for receipts and disbursements from the 1998 Louisiana Community Development Block Grant. Proceeds from the grant were used for street improvements. The fund was closed out during the fiscal year ended November 30, 2000.

CITY OF CARENCRO, LOUISIANA
Capital Projects Funds

Combining Balance Sheet
November 30, 2000

	<u>Sidewalk Construction Fund</u>	<u>Utility Projects Construction Fund</u>	<u>1998 LCDBG Capital Projects Fund</u>	<u>Totals</u>	
				<u>2000</u>	<u>1999</u>
ASSETS					
Cash	\$ -	\$ -	\$ -	\$ -	\$ 2,916
Interest-bearing deposits	93,649	-	-	93,649	102,231
Investments	14,018	-	-	14,018	4,227
Receivables:					
Due from other funds	60,000	-	-	60,000	156,870
Due from other governmental units	-	-	-	-	3,510
Accrued interest	<u>3,120</u>	<u>-</u>	<u>-</u>	<u>3,120</u>	<u>3,040</u>
 Total assets	 <u>\$170,787</u>	 <u>\$ -</u>	 <u>\$ -</u>	 <u>\$ 170,787</u>	 <u>\$ 272,794</u>
LIABILITIES AND FUND BALANCES					
Liabilities:					
Accounts payable	\$ -	\$ -	\$ -	\$ -	\$ 30
Contracts payable	-	-	-	-	54,451
Retainage payable	-	-	-	-	64,525
Due to other funds	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>100</u>
Total liabilities	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>119,106</u>
 Fund balances:					
Unreserved -					
Designated for capital expenditures	<u>170,787</u>	<u>-</u>	<u>-</u>	<u>170,787</u>	<u>153,688</u>
 Total liabilities and fund balances	 <u>\$170,787</u>	 <u>\$ -</u>	 <u>\$ -</u>	 <u>\$ 170,787</u>	 <u>\$ 272,794</u>

CITY OF CARENCRO, LOUISIANA
Capital Projects Funds

Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
Year Ended November 30, 2000
With Comparative Totals for Year Ended November 30, 1999

	Sidewalk Construction Fund	Utility Projects Construction Fund	LCDBG Capital Projects Fund	Totals 2000	1999
Revenues:					
Intergovernmental					
Federal grant	\$ -	\$ -	\$ -	\$ -	\$ 295,295
Miscellaneous -					
Interest on deposits	5,516	-	2	5,518	54,999
Total revenues	<u>5,516</u>	<u>-</u>	<u>2</u>	<u>5,518</u>	<u>350,294</u>
Expenditures:					
General government	-	65	-	65	2,660
Capital outlay -					
Construction	-	-	-	-	2,457,018
Engineering and other	-	-	-	-	169,308
Total capital outlay	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>2,626,326</u>
Total expenditures	<u>-</u>	<u>65</u>	<u>-</u>	<u>65</u>	<u>2,628,986</u>
Excess (deficiency) of revenues over expenditures	<u>5,516</u>	<u>(65)</u>	<u>2</u>	<u>5,453</u>	<u>(2,278,692)</u>
Other financing sources (uses):					
Operating transfers in	20,000	-	-	20,000	20,000
Operating transfers out	-	(8,354)	-	(8,354)	(82,940)
Total other financing sources (uses)	<u>20,000</u>	<u>(8,354)</u>	<u>-</u>	<u>11,646</u>	<u>(62,940)</u>
Excess (deficiency) of revenues and other sources over expenditures and other uses	25,516	(8,419)	2	17,099	(2,341,632)
Fund balances (deficit), beginning	<u>145,271</u>	<u>8,419</u>	<u>(2)</u>	<u>153,688</u>	<u>2,495,320</u>
Fund balances, ending	<u>\$170,787</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$170,787</u>	<u>\$ 153,688</u>

CITY OF CARENCRO, LOUISIANA
Capital Projects Funds

Combining Statement of Revenues, Expenditures, and Changes in Fund Balances -
Budget (GAAP Basis) and Actual
Year Ended November 30, 2000
With Comparative Totals for November 30, 1999

	Sidewalk Construction Fund			Utility Projects Construction Fund		
	Budget	Actual	Variance - Favorable (Unfavorable)	Budget	Actual	Variance - Favorable (Unfavorable)
Revenues:						
Intergovernmental -						
Federal grant	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Miscellaneous -						
Interest on deposits	4,500	5,516	1,016	-	-	-
Total revenues	<u>4,500</u>	<u>5,516</u>	<u>1,016</u>	<u>-</u>	<u>-</u>	<u>-</u>
Expenditures:						
General government	-	-	-	-	65	(65)
Capital outlay -						
Construction	-	-	-	8,419	-	8,419
Total expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>8,419</u>	<u>65</u>	<u>8,354</u>
Excess (deficiency) of revenues over expenditures	<u>4,500</u>	<u>5,516</u>	<u>1,016</u>	<u>(8,419)</u>	<u>(65)</u>	<u>8,354</u>
Other financing sources (uses):						
Operating transfers in	20,000	20,000	-	-	-	-
Operating transfers out	-	-	-	-	(8,354)	(8,354)
Total other financing sources (uses)	<u>20,000</u>	<u>20,000</u>	<u>-</u>	<u>-</u>	<u>(8,354)</u>	<u>(8,354)</u>
Excess (deficiency) of revenues and other sources over expenditures and other uses	24,500	25,516	1,016	(8,419)	(8,419)	-
Fund balances (deficit), beginning	<u>145,271</u>	<u>145,271</u>	<u>-</u>	<u>8,419</u>	<u>8,419</u>	<u>-</u>
Fund balances, ending	<u>\$ 169,771</u>	<u>\$ 170,787</u>	<u>\$ 1,016</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

LCDBG Capital Projects Fund			Totals		
Budget	Actual	Variance - Favorable (Unfavorable)	Budget	Actual	Variance - Favorable (Unfavorable)
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
<u>2</u>	<u>2</u>	<u>-</u>	<u>4,502</u>	<u>5,518</u>	<u>1,016</u>
<u>\$ 2</u>	<u>\$ 2</u>	<u>\$ -</u>	<u>\$ 4,502</u>	<u>\$ 5,518</u>	<u>\$ 1,016</u>
-	-	-	-	65	(65)
<u>-</u>	<u>-</u>	<u>-</u>	<u>8,419</u>	<u>-</u>	<u>8,419</u>
<u>-</u>	<u>-</u>	<u>-</u>	<u>8,419</u>	<u>65</u>	<u>8,354</u>
<u>2</u>	<u>2</u>	<u>-</u>	<u>(3,917)</u>	<u>5,453</u>	<u>9,370</u>
-	-	-	20,000	20,000	-
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(8,354)</u>	<u>(8,354)</u>
<u>-</u>	<u>-</u>	<u>-</u>	<u>20,000</u>	<u>11,646</u>	<u>(8,354)</u>
2	2	-	16,083	17,099	1,016
<u>(2)</u>	<u>(2)</u>	<u>-</u>	<u>153,688</u>	<u>153,688</u>	<u>-</u>
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 169,771</u>	<u>\$ 170,787</u>	<u>\$ 1,016</u>

ENTERPRISE FUND

Utility Fund

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

CITY OF CARENCRO, LOUISIANA
Enterprise Fund
Utility Fund

Comparative Balance Sheet
November 30, 2000 and 1999

	2000	1999
ASSETS		
Current assets:		
Cash	\$ 224,047	\$ 299,105
Interest-bearing deposits	235,543	412,066
Investments, at cost	1,427,384	1,206,624
Receivables:		
Accounts	162,932	131,474
Unbilled utility receivables	93,122	83,763
Due from other funds	341,764	246,912
Accrued interest	12,772	18,860
Other	1,518	-
Prepaid items	-	13,625
Total current assets	2,499,082	2,412,429
Restricted assets:		
Customers' deposits -		
Investments, at cost	155,648	154,034
Property, plant and equipment:		
Property, plant and equipment, at cost, net of accumulated depreciation	7,052,359	7,324,728
Total assets	\$9,707,089	\$9,891,191

CITY OF CARENCRO, LOUISIANA
Enterprise Fund
Utility Fund

Comparative Statement of Revenues, Expenses, and Changes in Retained Earnings
Years Ended November 30, 2000 and 1999

	2000	1999
Operating revenues:		
Charges for services -		
Gas sales	\$ 547,111	\$ 508,765
Water charges	414,122	373,572
Sewerage charges	362,463	316,517
Garbage collection	291,082	293,283
Connection fees	11,101	10,525
Delinquent and service charges	20,794	20,627
Miscellaneous - other	1,817	60
Total operating revenues	1,648,490	1,523,349
Operating expenses:		
Gas system	409,212	339,221
Water system	414,903	344,522
Sewerage system	382,166	350,878
Sanitation department	244,701	225,368
General and administrative	239,188	218,393
Total operating expenses	1,690,170	1,478,382
Operating income (loss)	(41,680)	44,967
Nonoperating revenues:		
Interest income	33,005	81,681
Income (loss) before operating transfers	(8,675)	126,648
Operating transfers in (out):		
Operating transfers in	240,911	180,000
Operating transfers out	(328,395)	(211,716)
Total operating transfers in (out)	(87,484)	(31,716)
Net income (loss)	(96,159)	94,932
Add: Depreciation on fixed assets acquired by federal grant revenues externally restricted for capital acquisitions and construction that reduces contributed capital	28,145	28,145
Increase (decrease) in retained earnings	(68,014)	123,077
Retained earnings, beginning	1,556,313	1,433,236
Retained earnings, ending	\$1,488,299	\$1,556,313

CITY OF CARENCRO, LOUISIANA
Enterprise Fund
Utility Fund

Comparative Statement of Operating Expenses by Department
Years Ended November 30, 2000 and 1999

	<u>2000</u>	<u>1999</u>
Gas system:		
Gas purchased	\$ 209,720	\$ 144,693
Maintenance and supplies	26,195	18,537
Cathodic protection survey	6,452	4,012
Depreciation	28,820	27,939
Salaries	97,452	115,710
Payroll taxes	7,728	8,739
Group insurance	2,792	-
Miscellaneous	-	1,388
Travel	975	1,548
Engineering fees	12,012	825
Insurance	17,066	15,830
Total gas system	<u>409,212</u>	<u>339,221</u>
Water system:		
Maintenance and supplies	119,002	106,745
Depreciation	122,094	101,005
Salaries	63,386	52,201
Payroll taxes	5,357	3,952
Group insurance	2,623	-
Utilities	33,247	40,200
Travel	1,654	1,836
Engineering fees	13,183	-
Insurance	8,844	7,636
Contractual services	45,513	30,947
Total water system	<u>414,903</u>	<u>344,522</u>
Sewerage system:		
Salaries	24,393	38,024
Payroll taxes	1,790	2,799
Group insurance	1,640	-
Maintenance and supplies	56,717	79,302
Contractual services	26,166	26,166
Depreciation	210,098	146,582
Utilities	56,336	54,841
Miscellaneous	-	1,427
Travel	714	103
Engineering fees	2,239	-
Insurance	2,073	1,397
Total sewerage system	<u>382,166</u>	<u>350,641</u>

(continued)

CITY OF CARENCRO, LOUISIANA
Enterprise Fund
Utility Fund

Comparative Statement of Operating Expenses by Department (Continued)
Years Ended November 30, 2000 and 1999

	2000	1999
Sanitation department:		
Garbage collection fees	\$ 241,380	\$ 225,323
Miscellaneous	3,321	45
Total sanitation department	244,701	225,368
General and administrative:		
Salaries	79,712	81,106
Telephone	8,077	4,639
Truck operation	34,431	29,933
Office supplies and postage	4,572	6,612
Bad debts	4,012	4,012
Insurance	13,889	12,571
Payroll taxes	5,871	6,216
Group insurance	3,541	-
Retirement contribution	11,250	11,250
Depreciation	35,563	30,750
Miscellaneous	2,882	5,153
Professional fees	20,845	17,718
Computer consultant fees	7,669	-
Maintenance and supplies	1,880	1,898
Utilities	2,771	4,494
Uniforms	2,223	1,966
Total general and administrative	239,188	218,318
Total operating expenses	\$1,690,170	\$1,478,070

CITY OF CARENCRO, LOUISIANA
Enterprise Fund
Utility Fund

Comparative Statement of Cash Flows
Years Ended November 30, 2000 and 1999

	<u>2000</u>	<u>1999</u>
Cash flows from operating activities:		
Operating income (loss)	\$ (41,680)	\$ 44,967
Adjustments to reconcile net operating loss to net cash provided by operating activities -		
Depreciation	396,575	306,276
Changes in current assets and liabilities:		
Increase in accounts receivable	(31,458)	(23,021)
Increase in unbilled receivables	(9,359)	(25,009)
Increase in other receivables	(1,518)	-
(Increase) decrease in prepaid items	13,625	(6,930)
Decrease in accounts payable	(4,458)	(13,461)
Decrease in contracts payable	-	(89,938)
Decrease in retainage payable	-	(5,936)
Increase in other accrued liabilities	14,947	687
Increase in compensated absences payable	1,911	5,498
Total adjustments	<u>380,265</u>	<u>148,166</u>
Net cash provided by operating activities	<u>338,585</u>	<u>193,133</u>
Cash flows from noncapital financing activities:		
Operating transfers in	240,911	180,000
Operating transfers out	(328,395)	(211,716)
Cash received from other funds	-	256,871
Cash paid to other funds	(196,809)	(48,879)
Net cash provided (used) by noncapital financing activities	<u>(284,293)</u>	<u>176,276</u>
Cash flows from capital and related financing activities:		
Principal paid on capital lease	-	(7,653)
Acquisition of property, plant and equipment	(124,206)	(2,447,531)
Contribution from municipality	-	2,322,232
Proceeds from meter deposits	29,548	32,222
Refund of meter deposits	(27,934)	(24,546)
Net cash used by capital and related financing activities	<u>(122,592)</u>	<u>(125,276)</u>

(continued)

CITY OF CARENCRO, LOUISIANA
Enterprise Fund
Utility Fund

Comparative Statement of Cash Flows (Continued)
Years Ended November 30, 2000 and 1999

	<u>2000</u>	<u>1999</u>
Cash flows from investing activities:		
Purchase of investments and interest-bearing deposits	\$(1,248,620)	\$(2,270,920)
Proceeds from the maturities of investments and interest-bearing deposits	1,090,885	2,254,341
Interest received on investments and interest-bearing deposits	<u>39,093</u>	<u>78,885</u>
Net cash provided (used) by investing activities	<u>(118,642)</u>	<u>62,306</u>
Net increase (decrease) in cash and cash equivalents	(186,942)	306,439
Cash and cash equivalents, beginning of period	<u>546,532</u>	<u>240,093</u>
Cash and cash equivalents, end of period	<u>\$ 359,590</u>	<u>\$ 546,532</u>
Reconciliation of cash and cash equivalents per statement of cash flows to the balance sheet:		
Cash and cash equivalents, beginning of period -		
Cash - unrestricted	\$ 299,105	\$ 1,100
Interest-bearing deposits - unrestricted	412,066	400,554
Less: Certificates of deposit with a maturity over three months	<u>(164,639)</u>	<u>(161,561)</u>
Total cash and cash equivalents	<u>546,532</u>	<u>240,093</u>
Cash and cash equivalents, end of period -		
Cash - unrestricted	224,047	299,105
Interest-bearing deposits - unrestricted	235,543	412,066
Less: Certificates of deposit with a maturity over three months	<u>(100,000)</u>	<u>(164,639)</u>
Total cash and cash equivalents	<u>359,590</u>	<u>546,532</u>
Net increase (decrease)	<u>\$ (186,942)</u>	<u>\$ 306,439</u>

AGENCY FUNDS

Payroll and Disbursement Funds

To account for the centralization of the clearing accounts which are used for the disbursements of all City funds, including those for purchases, payroll and payroll-related costs.

CITY OF CARENCRO, LOUISIANA
Agency Funds

Combining Balance Sheet
November 30, 2000
With Comparative Totals for November 30, 1999

	<u>Payroll Fund</u>	<u>Disbursement Fund</u>	<u>Totals</u>	
			2000	1999
ASSETS				
Cash	\$ 15,168	\$ 18,614	\$ 33,782	\$ 13,766
Due from other funds	<u>18,129</u>	<u>10,811</u>	<u>28,940</u>	<u>36,556</u>
Total assets	<u>\$ 33,297</u>	<u>\$ 29,425</u>	<u>\$ 62,722</u>	<u>\$ 50,322</u>
LIABILITIES				
Payroll liabilities	\$ 5,622	\$ -	\$ 5,622	\$ 1,007
Due to other funds	<u>27,675</u>	<u>29,425</u>	<u>57,100</u>	<u>49,315</u>
Total liabilities	<u>\$ 33,297</u>	<u>\$ 29,425</u>	<u>\$ 62,722</u>	<u>\$ 50,322</u>

CITY OF CARENCRO, LOUISIANA
Agency Funds

Combining Statement of Changes in Assets and Liabilities - All Agency Funds
Year Ended November 30, 2000

	Balances November 30, 1999	Additions	Deductions	Balances November 30, 2000
<u>PAYROLL FUND</u>				
ASSETS				
Cash	\$ 4,634	\$ 728,757	\$ 718,223	\$15,168
Due from other funds	<u>22,107</u>	<u>458,033</u>	<u>462,011</u>	<u>18,129</u>
Total assets	<u>\$26,741</u>	<u>\$1,186,790</u>	<u>\$1,180,234</u>	<u>\$33,297</u>
LIABILITIES				
Payroll liabilities	\$ 1,007	\$ 33,582	\$ 28,967	\$ 5,622
Due to other funds	<u>25,734</u>	<u>271,886</u>	<u>269,945</u>	<u>27,675</u>
Total liabilities	<u>\$26,741</u>	<u>\$ 305,468</u>	<u>\$ 298,912</u>	<u>\$33,297</u>
<u>DISBURSEMENT FUND</u>				
ASSETS				
Cash	\$ 9,132	\$1,571,200	\$1,561,718	\$18,614
Due from other funds	<u>14,449</u>	<u>704,755</u>	<u>708,393</u>	<u>10,811</u>
Total assets	<u>\$23,581</u>	<u>\$2,275,955</u>	<u>\$2,270,111</u>	<u>\$29,425</u>
LIABILITIES				
Due to other funds	<u>\$23,581</u>	<u>\$ 874,290</u>	<u>\$ 868,446</u>	<u>\$29,425</u>
<u>TOTALS - ALL AGENCY FUNDS</u>				
ASSETS				
Cash	\$13,766	\$2,299,957	\$2,279,941	\$33,782
Due from other funds	<u>36,556</u>	<u>1,162,788</u>	<u>1,170,404</u>	<u>28,940</u>
Total assets	<u>\$50,322</u>	<u>\$3,462,745</u>	<u>\$3,450,345</u>	<u>\$62,722</u>
LIABILITIES				
Payroll liabilities	\$ 1,007	\$ 33,582	\$ 28,967	\$ 5,622
Due to other funds	<u>49,315</u>	<u>1,146,176</u>	<u>1,138,391</u>	<u>57,100</u>
Total liabilities	<u>\$50,322</u>	<u>\$1,179,758</u>	<u>\$1,167,358</u>	<u>\$62,722</u>

GENERAL FIXED ASSETS ACCOUNT GROUP

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

CITY OF CARENCRO, LOUISIANA

Comparative Statement of General Fixed Assets
November 30, 2000 and 1999

	<u>2000</u>	<u>1999</u>
General fixed assets, at cost:		
Land	\$ 378,595	\$ 151,994
Buildings	1,895,051	1,832,101
Equipment	<u>1,273,171</u>	<u>1,338,313</u>
Total general fixed assets	<u>\$3,546,817</u>	<u>\$3,322,408</u>
Investment in general fixed assets:		
Property acquired from -		
General Fund revenues	\$1,656,571	\$1,658,763
Sales tax revenues	1,086,181	859,580
Federal, state and local grants	<u>804,065</u>	<u>804,065</u>
Total investment in general fixed assets	<u>\$3,546,817</u>	<u>\$3,322,408</u>

CITY OF CARENCRO, LOUISIANA

Statement of Changes in General Fixed Assets
Year Ended November 30, 2000

	<u>Land</u>	<u>Buildings</u>	<u>Equipment</u>	<u>Total</u>
General fixed assets, beginning of year	<u>\$151,994</u>	<u>\$1,832,101</u>	<u>\$1,338,313</u>	<u>\$3,322,408</u>
Additions:				
General Fund revenues	-	62,950	128,871	191,821
Special Revenue Fund revenues	<u>226,601</u>	<u>-</u>	<u>-</u>	<u>226,601</u>
	226,601	62,950	128,871	418,422
Deletions:				
General Fund revenues	<u>-</u>	<u>-</u>	<u>194,013</u>	<u>194,013</u>
General fixed assets, end of year	<u>\$378,595</u>	<u>\$1,895,051</u>	<u>\$1,273,171</u>	<u>\$3,546,817</u>

GENERAL LONG-TERM DEBT ACCOUNT GROUP

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

CITY OF CARENCRO, LOUISIANA

Statement of General Long-Term Debt
November 30, 2000
With Comparative Totals for November 30, 1999

	Certificate of Indebtedness Series 1990	Sales Tax Bonds Series 1995	Sales Tax Bonds Series 1998	Capital Lease	Compensated Absences Payable	Totals 2000	Totals 1999
AMOUNT AVAILABLE AND TO BE PROVIDED FOR THE RETIREMENT OF GENERAL LONG-TERM DEBT							
Amount available in debt service funds for debt retirement	\$ -	\$ 219,775	\$ 197,726	\$ -	\$ -	\$ 417,501	\$ 457,739
Amount to be provided from -							
1% sales and use tax	-	540,225	2,227,274	25,239	-	2,792,738	3,141,169
Governmental fund revenues	-	-	-	-	24,492	24,492	17,826
Total amount available and to be provided	\$ -	\$ 760,000	\$ 2,425,000	\$ 25,239	\$ 24,492	\$ 3,234,731	\$ 3,616,734
GENERAL LONG-TERM DEBT PAYABLE							
Bonds and certificates of indebtedness payable	\$ -	\$ 760,000	\$ 2,425,000	\$ -	\$ -	\$ 3,185,000	\$ 3,550,000
Capital lease payable	-	-	-	25,239	-	25,239	48,908
Compensated absences payable	-	-	-	-	24,492	24,492	17,826
Total general long-term debt payable	\$ -	\$ 760,000	\$ 2,425,000	\$ 25,239	\$ 24,492	\$ 3,234,731	\$ 3,616,734

**COMPLIANCE
AND
INTERNAL CONTROL**

KOLDER, CHAMPAGNE, SLAVEN & RAINEY, LLC

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REPORT ON COMPLIANCE AND ON INTERNAL CONTROL OVER FINANCIAL REPORTING BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS

The Honorable Tommy Angelle, Mayor
and Members of the Board of Aldermen
City of Carencro, Louisiana

We have audited the primary government financial statements of the City of Carencro for the year ended November 30, 2000, and have issued our report thereon dated February 12, 2001. We conducted our audit in accordance with generally accepted auditing standards and the standards applicable to financial audits contained in Government Auditing Standards issued by the Comptroller General of the United States.

Compliance

As part of obtaining reasonable assurance about whether the City of Carencro'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 financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit and, accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance that are required to be reported under Government Auditing Standards.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered the City of Carencro'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 a certain matter involving the internal control over financial reporting and its operation 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 City of Carencro'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 summary schedule of current and prior year audit findings and corrective action plan at item 00-1(IC).

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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 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 over financial reporting would not necessarily disclose all matters in the internal control that might be reportable conditions and, accordingly, would not necessarily disclose all reportable conditions that are also considered to be material weaknesses. We believe the reportable condition described above is a material weakness.

We also noted other matters involving internal control over financing reporting that we reported to the management of the City of Carencro in a separate letter dated February 12, 2001.

This report is intended for the information of management. However, this report is a matter of public record and its distribution is not limited.

Kolder, Champagne, Slaven & Rainey, LLC
Certified Public Accountants

Lafayette, Louisiana
February 12, 2001

CITY OF CARENCRO, LOUISIANA

Summary Schedule of Current and Prior Year Audit Findings
and Corrective Action Plan
Year Ended November 30, 2000

Fiscal Year Finding Initially Occurred	Description of finding	Corrective Action Taken	Corrective Action Planned	Name of Contact Person	Anticipated Completion Date
CURRENT YEAR (11/30/00) --					
Internal Control:					
00-1(IC) Unknown	Due to the small number of employees, the City did not have adequate segregation of functions within the accounting system.	N/A	No response is considered necessary.	Marie Lemaire, City Clerk	N/A
Management Letter:					
00-2(ML) 1998	The accounts receivable subsidiary ledger should be reconciled with the general ledger on a monthly basis and any necessary adjustments should be made at that time.	No	City officials are considering auditor recommendations regarding this matter. No action has been taken at this time.	Marie Lemaire, City Clerk	11/30/01
00-3(ML) Unknown	The City should strive to operate the water and sewerage departments of the Utility Fund on a profitable basis. This operation should be operated such that the cost of providing these services to the customers on a continuing basis be completely recovered through user charges. We recommend that the City consider increasing rates and/or decreasing expenses in these departments.	No	City officials have considered auditor recommendations regarding this matter. Rates were increased and expenses will be closely monitored to determine whether they can be decreased.	Marie Lemaire, City Clerk	11/30/01
00-4(ML) 2000	The City should closely monitor investments to ascertain that funds are being invested in a manner which insures that reasonable yields are being earned.	No	City officials will establish procedures to monitor investments in order to maximize interest earnings.	Marie Lemaire, City Clerk	11/30/01

(continued)

CITY OF CARENCRO, LOUISIANA

Summary Schedule of Current and Prior Year Audit Findings
and Corrective Action Plan (Continued)
Year Ended November 30, 2000

Ref. No.	Fiscal Year Finding Initially Occurred	Description of finding	Corrective Action Taken	Corrective Action Planned	Name of Contact Person	Anticipated Completion Date
00-5(ML)	2000	Regarding the internal controls and accounting for the police department, the City should implement the following policies and procedures: A. All ticket books and summons books should be issued in numerical order to ensure that all tickets and summons are accounted for. B. All used ticket and summons books should be turned in to City Hall. The clerks at City Hall should then compare the numerical tickets and summons to the ones posted in the computer system in order that they may be all accounted for. C. All receipt books should be pre-numbered. D. All fees paid for accident reports may be collected at the Police Station, but should be forwarded to City Hall for deposit into a separate bank account. Additionally, receipts and disbursements ledgers should be maintained at the Police Station and forwarded to City Hall on a monthly basis. The ledgers should reconcile to the amount of petty cash on hand at the Police Station. Checks will then be issued to the Police Department to reimburse all necessary expenditures and replenish petty cash. E. All fines should be collected at the City Hall. Additionally, the Police Department should submit, on a monthly basis, a list of unpaid tickets to compare to the computer listing. All tickets reduced or changed to warnings should be remitted to City Hall by the magistrate prior to court date.	No	City officials will consider these recommendations and will implement these policies and procedures in the future.	Marie Lemaire, City Clerk	11/30/01

CITY OF CARENCRO, LOUISIANA

Summary Schedule of Current and Prior Year Audit Findings
and Corrective Action Plan (Continued)
Year Ended November 30, 2000

Fiscal Year Finding Initially Occurred	Description of finding	Corrective Action Taken	Corrective Action Planned	Name of Contact Person	Anticipated Completion Date
PRIOR YEAR (11/30/99) --					
Compliance:					
99-1(C) 1999	The City failed to comply with Louisiana Revised Statute 39:1225 when insurance coverage and pledged securities were not adequate to cover bank balances at November 30, 1999.	Yes	N/A	Marie Lemaire, City Clerk	N/A
Internal Control:					
99-2(IC) Unknown	Due to the small number of employees, the City did not have adequate segregation of functions within the accounting system.	N/A	No response is considered necessary.	Marie Lemaire, City Clerk	N/A
Management Letter:					
99-3(ML) 1998	The accounts receivable subsidiary ledger should be reconciled with the general ledger on a monthly basis and any necessary adjustments should be made at that time.	No	City officials are considering auditor recommendations regarding this matter. No action has been taken at this time.	Marie Lemaire, City Clerk	3/31/00
99-4(ML) 1997	Current filing policies and procedures should be examined to insure that adequate documentation exists to support recorded expenditures.	Yes	N/A	Marie Lemaire, City Clerk	N/A
99-5(ML) Unknown	The City should strive to operate the sewerage department of the Utility Fund on a profitable basis. This operation should be operated such that the cost of providing the service to the customers on a continuing basis be completely recovered through user charges. We recommend that the City consider increasing rates and/or decreasing expenses in this department .	No	City officials have considered auditor recommendations regarding this matter. Rates were increased and expenses will be closely monitored to determine whether they can be decreased.	Marie Lemaire, City Clerk	12/1/99

OTHER SUPPLEMENTARY INFORMATION

CITY OF CARENCRO, LOUISIANA
Enterprise Fund
Utility Fund

Schedule of Number of Utility Customers
(Unaudited)
November 30, 2000 and 1999

Records maintained by the City indicated the following number of customers were being served during the months of November, 1999 and 1998:

<u>Department</u>	<u>2000</u>	<u>1999</u>
Gas (metered)	982	984
Water (metered)	1,813	1,777
Sewerage	1,640	1,632
Garbage	1,709	1,705

CITY OF CARENCRO, LOUISIANA
Enterprise Fund
Utility Fund

Comparative Departmental Analysis of Revenues and Expenses
Years Ended November 30, 2000 and 1999

	Totals		Gas	
	2000	1999	2000	1999
Operating Revenues:				
Charges for services -				
Customers	\$1,614,778	\$1,492,137	\$ 547,111	\$ 508,765
Other charges	31,895	31,152	7,770	7,438
Miscellaneous -				
Other	1,817	60	618	60
Total operating revenues	<u>1,648,490</u>	<u>1,523,349</u>	<u>555,499</u>	<u>516,263</u>
Operating expenses:				
Salaries	264,943	287,041	97,452	115,710
Payroll taxes	20,746	21,706	7,728	8,739
Group insurance	10,596	-	2,792	-
Retirement contribution	11,250	11,250	-	-
Gas purchased	209,720	144,693	209,720	144,693
Maintenance and supplies	203,794	206,482	26,195	18,537
Cathodic protection survey	6,452	4,012	6,452	4,012
Garbage collection fees	241,380	225,323	-	-
Depreciation expense	396,575	306,276	28,820	27,939
Utilities	92,354	99,535	-	-
Telephone	8,077	4,639	-	-
Truck operation	34,431	29,933	-	-
Office supplies and postage	4,572	6,612	-	-
Bad debts	4,012	4,087	-	-
Insurance	41,872	37,434	17,066	15,830
Miscellaneous	6,203	8,013	-	1,388
Professional fees	20,845	17,718	-	-
Computer consultant fees	7,669	-	-	-
Uniforms	2,223	1,966	-	-
Engineering fees	27,434	825	12,012	825
Travel	3,343	3,487	975	1,548
Contractual services	71,679	57,350	-	-
Allocation of general and administrative expense	-	-	122,943	115,438
Total operating expenses	<u>1,690,170</u>	<u>1,478,382</u>	<u>532,155</u>	<u>454,659</u>
Operating income (loss)	<u>(41,680)</u>	<u>44,967</u>	<u>\$ 23,344</u>	<u>\$ 61,604</u>
Nonoperating revenues:				
Interest income	33,005	81,681		
Income (loss) before operating transfers	<u>(8,675)</u>	<u>126,648</u>		
Operating transfers in (out):				
Operating transfers in	240,911	180,000		
Operating transfers out	<u>(328,395)</u>	<u>(211,716)</u>		
Total operating transfers in (out)	<u>(87,484)</u>	<u>(31,716)</u>		
Net income (loss)	<u>(96,159)</u>	<u>94,932</u>		
Add: Depreciation on fixed assets acquired by federal grant revenues externally restricted for capital acquisitions and construction that reduces contributed capital				
	<u>28,145</u>	<u>28,145</u>		
Increase (decrease) in retained earnings	<u>(68,014)</u>	<u>123,077</u>		
Retained earnings, beginning	<u>1,556,313</u>	<u>1,433,236</u>		
Retained earnings, ending	<u>\$1,488,299</u>	<u>\$1,556,313</u>		

Water		Sewerage		Sanitation		Administration	
2000	1999	2000	1999	2000	1999	2000	1999
\$414,122	\$373,572	\$ 362,463	\$ 316,517	\$291,082	\$293,283	\$ -	\$ -
15,807	15,257	4,575	4,332	3,743	4,125	-	-
472	-	400	-	327	-	-	-
<u>430,401</u>	<u>388,829</u>	<u>367,438</u>	<u>320,849</u>	<u>295,152</u>	<u>297,408</u>	<u>-</u>	<u>-</u>
63,386	52,201	24,393	38,024	-	-	79,712	81,106
5,357	3,952	1,790	2,799	-	-	5,871	6,216
2,623	-	1,640	-	-	-	3,541	-
-	-	-	-	-	-	11,250	11,250
-	-	-	-	-	-	-	-
119,002	106,745	56,717	79,302	-	-	1,880	1,898
-	-	-	-	-	-	-	-
-	-	-	-	241,380	225,323	-	-
122,094	101,005	210,098	146,582	-	-	35,563	30,750
33,247	40,200	56,336	54,841	-	-	2,771	4,494
-	-	-	-	-	-	8,077	4,639
-	-	-	-	-	-	34,431	29,933
-	-	-	-	-	-	4,572	6,612
-	-	-	-	-	-	4,012	4,087
8,844	7,636	2,073	1,397	-	-	13,889	12,571
-	-	-	1,427	3,321	45	2,882	5,153
-	-	-	-	-	-	20,845	17,718
-	-	-	-	-	-	7,669	-
-	-	-	-	-	-	2,223	1,966
13,183	-	2,239	-	-	-	-	-
1,654	1,836	714	103	-	-	-	-
45,513	30,947	26,166	26,403	-	-	-	-
50,708	40,518	21,527	20,598	44,010	41,839	(239,188)	(218,393)
<u>465,611</u>	<u>385,040</u>	<u>403,693</u>	<u>371,476</u>	<u>288,711</u>	<u>267,207</u>	<u>-</u>	<u>-</u>
<u>\$ (35,210)</u>	<u>\$ 3,789</u>	<u>\$ (36,255)</u>	<u>\$ (50,627)</u>	<u>\$ 6,441</u>	<u>\$ 30,201</u>	<u>\$ -</u>	<u>\$ -</u>

CITY OF CARENCRO, LOUISIANA

Combined Schedule of Interest-Bearing Deposits and Investments - All Funds
November 30, 2000

		Interest Rate	Maturity Date	Total Book Value
General Fund -				
Money Market Investment Account	(R)	2.25%	N/A	\$ 5,913
Special Revenue Funds -				
1967 Sales Tax Fund:				
Money Market Investment Account	(B)	1.49%	N/A	5,300
Savings Account	(R)	2.50%	N/A	18,050
Money Market Investment Account	(R)	3.25%	N/A	9,443
Money Market Investment Account	(P)	Variable	N/A	20,415
Certificate of Deposit	(B)	5.55%	08/03/01	100,000
Certificate of Deposit	(B)	5.55%	08/23/01	100,000
U.S. Treasury Note	(R)	5.50%	Various	99,910
U. S. Treasury Notes	(P)	4.75-7.38%	Various	844,233
1993 Sales Tax Fund:				
Money Market Investment Account	(R)	2.25%	N/A	86,155
Money Market Investment Account	(R)	2.25%	N/A	4,591
				<u>1,288,097</u>
Debt Service Funds -				
Certificates of Indebtedness, Series 1990 Fund				
Money Market Investment Account	(R)	2.25%	N/A	4,313
Sales Tax Bonds, Series 1995 Fund:				
Money Market Investment Account	(R)	2.25%	N/A	102,433
Money Market Investment Account	(R)	2.25%	N/A	280,212
				<u>386,958</u>
Capital Projects Funds -				
Sidewalk Construction Fund:				
Certificate of Deposit	(B)	5.20%	12/06/00	11,985
Certificate of Deposit	(I)	5.00%	04/07/01	23,035
Certificate of Deposit	(I)	5.00%	04/07/01	23,035
Certificate of Deposit	(I)	4.99%	06/09/01	22,463
Certificate of Deposit	(I)	4.51%	01/11/03	13,131
Utility Projects Construction Fund:				
Louisiana Asset Management Pool	(L)	Variable	N/A	14,018
				<u>107,667</u>

(continued)

CITY OF CARENCRO, LOUISIANA

Combined Schedule of Interest-Bearing Deposits and Investments - All Funds (Continued)
November 30, 2000

		<u>Interest Rate</u>	<u>Maturity Date</u>	<u>Total Book Value</u>
Utility Fund:				
Operating Account -				
Money Market Investment Account	(R)	3.00%	N/A	63,970
Money Market Investment Account	(R)	3.50%	N/A	33,828
Money Market Investment Account	(P)	Variable	N/A	37,745
Certificate of Deposit	(B)	5.31%	05/27/01	100,000
U. S. Treasury Notes	(B)	4.50-5.00%	Various	35,009
U. S. Treasury Notes	(R)	4.88-5.88%	Various	223,086
U. S. Treasury Notes	(P)	5.63-7.38%	Various	1,064,801
LAMP	(L)	Variable	N/A	104,488
				<u>1,662,927</u>
Utilities System Customers Deposit Account -				
U. S. Treasury Notes	(R)	4.88-5.88%	Various	155,648
				<u>155,648</u>
Total interest-bearing deposits and investments - all funds				<u>\$3,607,210</u>

Certificates of Deposit, Money Market Investment Accounts and U.S. Treasury Notes with ---

- (B) Bank One, Lafayette, Louisiana
- (I) Iberia Savings Bank
- (L) Louisiana Asset Management Fund
- (P) Prudential Securities
- (R) Rayne State Bank

CITY OF CARENCRO, LOUISIANA

Schedule of Insurance in Force
(Unaudited)
November 30, 2000

Description of Coverage	Coverage Amounts
Workmen's Compensation -	Statutory
Employer's liability	\$ 100,000
Surety Bonds -	
Mr. Tommy Angelle, Mayor	50,000
Mrs. Marie LeMaire, City Clerk	50,000
Mrs. Madeline Braquet, Utility collection clerk	25,000
Mrs. Glenda Senegal, Utility collection clerk	25,000
Mrs. Delores Cormier, Utility collection clerk	25,000
Mr. Kim Sampy, Office Worker	10,000
Comprehensive General Liability -	
Bodily injury, property damage and personal injury	
Aggregate	500,000
Each occurrence	500,000
Property Damage -	
Buildings	966,100
Police Liability -	
Personal injury, liability, false arrest, etc.	
Aggregate	1,000,000
Each occurrence	500,000
Automobile Bodily Injury, Property Damage and	
Uninsured Motorists	500,000
Public Officials Liability	
Aggregate	1,000,000
Each occurrence	500,000
Fire, Extended Coverage and Vandalism -	
Municipal building and contents:	
Building	265,000
Contents	54,500
Fire and Extended Coverage -	
Water treatment plant	60,000
Contents	20,000
Utility Shed on Andre St.	38,000
Fire and Extended Coverage -	
Police station	45,000
Contents	15,000

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MANAGEMENT LETTER

The Honorable Tommy Angelle, Mayor
and Members of the Board of Aldermen
City of Carencro, Louisiana

We have completed our audit of the primary government financial statements of the City of Carencro, Louisiana for the year ended November 30, 2000, and submit the following recommendations for your consideration. Items (1) and (2) were also included in our management letter dated February 11, 2000 for the audit period ended November 30, 1999 and are mentioned again for re-emphasis:

- R (1) The accounts receivable subsidiary ledger should be reconciled with the general ledger on a monthly basis and any necessary adjustments should be made at that time.
- R (2) The City should strive to operate the water and sewerage departments on a profitable basis. These departments should be financed and operated such that the cost of providing services to the general public on a continuing basis be completely financed or recovered through user charges. We recommend that the City consider increasing rates and/or decreasing expenses in these departments.
- (3) In order to maximize interest earnings on excess funds, the City should closely monitor investments to ascertain that funds are being invested in a manner that insures reasonable yields are being earned.
- (4) Regarding the internal controls and accounting for the police department, we offer the following:
- A. All ticket books and summons books should be issued in numerical order to ensure that all tickets and summons are accounted for.
 - B. All used ticket and summons books should be turned in to City Hall. The clerks at City Hall should then compare the numerical tickets and summons to the ones posted in the computer system in order to ascertain that all tickets are accounted for.
 - C. All receipts issued should be pre-numbered.

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- D. All fees paid for accident reports may be collected at the Police Station, but should be forwarded to City Hall for deposit into a separate bank account. Additionally, receipts and disbursements ledgers should be maintained at the Police Station and forwarded to City Hall on a monthly basis. The ledgers should reconcile to the amount of petty cash on hand at the Police Station. Checks will then be issued to the Police Department to reimburse all necessary expenditures and replenish petty cash.

- E. All fines should be collected at the City Hall. Additionally, a list of unpaid tickets should be prepared monthly and applicable collections efforts should be implemented and enforced. All tickets reduced or changed should be remitted to City Hall by the magistrate prior to the scheduled court date.

In conclusion, we express our appreciation to you and your staff, particularly to your office staff, for the courtesies and assistance rendered to us during the performance of our audit. Should you have any questions or need assistance in implementing our recommendations, please feel free to contact us.

Kolder, Champagne, Slaven & Rainey, LLC
Certified Public Accountants

Lafayette, Louisiana
February 12, 2001