

02/02

TOWN OF PORT BARRE, LOUISIANA

Financial Report

Year Ended September 30, 2001

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 2-6-02

TABLE OF CONTENTS

| | Page |
|--|-------|
| INDEPENDENT AUDITORS' REPORT | 1-2 |
| GENERAL PURPOSE FINANCIAL STATEMENTS (COMBINED STATEMENTS - OVERVIEW) | |
| Combined balance sheet - all fund types and account groups | 4-5 |
| Combined statement of revenues, expenditures, and changes in fund balances - all governmental fund types | 6 |
| Combined statement of revenues, expenditures, and changes in fund balances - budget (GAAP basis) and actual - all governmental fund types | 7-8 |
| Comparative statement of revenues, expenses, and changes in retained earnings - proprietary fund type | 9 |
| Comparative statement of cash flows - proprietary fund type | 10-11 |
| Notes to financial statements | 12-28 |
| SUPPLEMENTARY INFORMATION | |
| SCHEDULES OF INDIVIDUAL FUNDS AND ACCOUNT GROUPS | |
| General Fund: | |
| Comparative balance sheet | 32 |
| Statement of revenues, expenditures, and changes in fund balance - budget (GAAP basis) and actual | 33 |
| Statement of revenues compared to budget (GAAP basis) | 34 |
| Statement of expenditures compared to budget (GAAP basis) | 35-36 |
| Special Revenue Funds: | |
| Combining balance sheet | 38 |
| Combining statement of revenues, expenditures, and changes in fund balances | 39 |
| Combining statement of revenues, expenditures, and changes in fund balances - budget (GAAP basis) and actual | 40 |
| Debt Service Funds: | |
| Combining balance sheet | 42 |
| Combining statement of revenues, expenditures, and changes in fund balances | 43 |
| Combining statement of revenues, expenditures, and changes in fund balances - budget (GAAP basis) and actual | 44-45 |

TABLE OF CONTENTS (CONTINUED)

| | Page |
|--|-------|
| Capital Projects Fund: | |
| Comparative balance sheet | 47 |
| Statement of revenues, expenditures, and changes in fund balance - budget (GAAP basis) and actual | 48 |
| Enterprise Fund: | |
| Comparative balance sheet | 50-51 |
| Comparative statement of revenues, expenses, and changes in retained earnings | 52 |
| Comparative statement of operating expenses by department | 53-54 |
| Comparative statement of cash flows | 55-56 |
| Schedule of changes in assets restricted for revenue bond debt service | 57 |
| Agency Funds: | |
| Combining balance sheet | 59 |
| Combining statement of changes in assets and liabilities - all agency funds | 60 |
| General Fixed Assets Account Group: | |
| Comparative statement of general fixed assets | 62 |
| Statement of changes in general fixed assets | 63 |
| General Long-Term Debt Account Group: | |
| Statement of general long-term debt | 65 |
| COMPLIANCE AND INTERNAL CONTROL | |
| <i>Report on Compliance and on Internal Control over Financial on an Audit of Reporting Based Financial Statements Performed in Accordance with <u>Government Auditing Standards</u></i> | |
| | 67-68 |
| Summary schedule of current and prior year audit findings and corrective action plan | 69 |
| OTHER SUPPLEMENTARY INFORMATION | |
| Schedule of number of utility customers (unaudited) | 71 |
| Comparative departmental analysis of revenues and expenses - enterprise fund | 72-73 |
| Combined schedule of interest-bearing deposits - all funds | 74 |
| Schedule of insurance in force (unaudited) | 75 |

KOLDER, CHAMPAGNE, SLAVEN & COMPANY, LLC
CERTIFIED PUBLIC ACCOUNTANTS

C. Burton Kolder, CPA*
Russell F. Champagne, CPA*
Victor R. Slaven, CPA*
Conrad O. Chapman, CPA*
P. Troy Courville, CPA*

P.O. Box 82329
Lafayette, LA 70598

Phone (337) 232-4141
Fax (337) 232-8660

WEB SITE
WWW.KSRCPAS.COM

Gerald A. Thibodeaux, Jr., CPA
Allen J. LaBry, CPA
Harry J. Clostio, CPA
Penny Angelle Scruggins, CPA
Christine L. Cousin, CPA
Mary T. Thibodeaux, CPA
Kelly M. Doucel, CPA
Kenneth J. Rachal, CPA
Cheryl L. Barley, CPA
Robert S. Carter, CPA
Rob Hunt, CPA

MEMBER OF
AMERICAN INSTITUTE OF
CERTIFIED PUBLIC ACCOUNTANTS
SOCIETY OF LOUISIANA
CERTIFIED PUBLIC ACCOUNTANTS

INDEPENDENT AUDITORS' REPORT

* A Professional Accounting Corporation

The Honorable John Fontenot, Mayor
and Members of the Board of Aldermen
Town of Port Barre, Louisiana

We have audited the accompanying general purpose financial statements of the Town of Port Barre, Louisiana, as of and for the year ended September 30, 2001, as listed in the table of contents. These general purpose financial statements are the responsibility of the Town's elected officials. Our responsibility is to express an opinion on these general purpose financial statements based on our audit.

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

In our opinion, the general purpose financial statements referred to above present fairly, in all material respects, the financial position of the Town of Port Barre, Louisiana, as of September 30, 2001, and the results of its operations and the cash flows of its proprietary fund type for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with Government Auditing Standards, we have also issued a report dated December 11, 2001, on our consideration of the Town of Port Barre's internal control over financial reporting and our tests on certain provisions of its compliance with laws, regulations, contracts and grants.

The accompanying financial information listed as "Supplementary Information" (pages 29-75) in the table of contents is presented for purposes of additional analysis and is not a required part of the general purpose financial statements of the Town of Port Barre, 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 general purpose financial statements and, in our opinion, is fairly presented in all material respects in relation to the general purpose financial statements taken as a whole.

183 South Beadle Road
Lafayette, LA 70508
Phone (337) 232-4141
Fax (337) 232-8660

113 East Bridge Street
Breaux Bridge, LA 70517
Phone (337) 332-4020
Fax (337) 332-2867

133 East Waddil
Marksville, LA 71351
Phone (318) 253-9252
Fax (318) 253-8681

1234 David Drive, Suite 105
Morgan City, LA 70380
Phone (985) 384-2020
Fax (985) 384-3020

408 W. Cotton Street
Ville Platte, LA 70586
Phone (337) 363-2792
Fax (337) 363-3049

332 W. Sixth Avenue
Oberlin, LA 70655
Phone (337) 639-4737
Fax (337) 639-4568

200 South Main Street
Abbeville, LA 70511
Phone (337) 893-7944
Fax (337) 893-7946

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 general purpose financial statements of the Town of Port Barre, Louisiana.

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

Lafayette, Louisiana
December 11, 2001

**GENERAL PURPOSE FINANCIAL STATEMENTS
(COMBINED STATEMENTS - OVERVIEW)**

TOWN OF PORT BARRE, LOUISIANA

Combined Balance Sheet - All Fund Types and Account Groups
September 30, 2001

| | Governmental Fund Types | | | | Proprietary Fund Type | | Fiduciary Fund Type | | Account Groups | | | Totals | |
|--|-------------------------|------------------|------------------|------------------|-----------------------|------------------|----------------------|------------------|--------------------|--------------------|-------------------|--------|--|
| | General | Special Revenue | Debt Service | Capital Projects | Enterprise | Agency | General Fixed Assets | Long-Term Debt | 2001 | 2000 | (Memorandum Only) | | |
| | | | | | | | | | | | 2001 | 2000 | |
| ASSETS AND OTHER DEBITS | | | | | | | | | | | | | |
| Cash | \$105,829 | \$126,367 | \$109,086 | \$ - | \$ 10,764 | \$ 10,785 | \$ - | \$ - | \$ 362,831 | \$ 483,488 | | | |
| Interest-bearing deposits | - | 106,338 | 86,848 | - | 214,532 | - | - | - | 407,718 | 396,235 | | | |
| Receivables (net, where applicable, of allowances for uncollectibles): | | | | | | | | | | | | | |
| Taxes | 22,788 | - | 47 | - | - | - | - | - | 22,835 | 28,839 | | | |
| Accounts | - | - | - | - | 70,348 | - | - | - | 70,348 | 63,335 | | | |
| Due from other funds | 1,400 | 90,682 | 5,934 | - | 65,307 | 478 | - | - | 163,801 | 66,142 | | | |
| Due from other governmental agencies | 12,737 | - | - | 136,631 | - | - | - | - | 149,368 | 102,507 | | | |
| Other | 1,950 | - | - | - | - | - | - | - | 1,950 | 1,950 | | | |
| Restricted assets: | | | | | | | | | | | | | |
| Cash | - | - | - | - | 75,187 | - | - | - | 75,187 | 68,113 | | | |
| Interest-bearing deposits | - | - | - | - | 36,134 | - | - | - | 36,134 | 34,639 | | | |
| Land | - | - | - | - | - | - | - | 87,043 | 87,043 | 87,043 | | | |
| Buildings | - | - | - | - | - | - | - | 1,113,608 | 1,113,608 | 1,113,608 | | | |
| Improvements other than buildings | - | - | - | - | - | - | - | 727,675 | 727,675 | 727,675 | | | |
| Equipment | - | - | - | - | - | - | - | 221,278 | 221,278 | 226,518 | | | |
| Utility property, plant and equipment | - | - | - | - | 5,781,082 | - | - | - | 5,781,082 | 5,739,337 | | | |
| Construction in progress | - | - | - | - | 948,402 | - | - | - | 948,402 | 754,487 | | | |
| Accumulated depreciation | - | - | - | - | (1,875,137) | - | - | - | (1,875,137) | (1,760,878) | | | |
| Amount available in debt service funds | - | - | - | - | - | - | - | - | 192,844 | 190,938 | | | |
| Amount to be provided for retirement of general long-term debt | - | - | - | - | - | - | - | - | 767,156 | 824,062 | | | |
| Total assets and other debits | \$144,704 | \$323,387 | \$201,915 | \$136,631 | \$5,326,619 | \$ 11,263 | \$2,149,604 | \$960,000 | \$9,254,123 | \$9,148,038 | | | |

(continued)

TOWN OF PORT BARRE, LOUISIANA

Combined Balance Sheet - All Fund Types and Account Groups (Continued)
September 30, 2001

| | Governmental Fund Types | | | | | | Fiduciary | | | Account Groups | | | Totals | |
|--|-------------------------|------------------|------------------|------------------|----------------------------------|------------------|----------------------|------------------|--------------------|--------------------|--------------------|--|--------|--|
| | General | Special Revenue | Debt Service | Capital Projects | Proprietary Fund Type Enterprise | Fund Type Agency | General Fixed Assets | Long-Term Debt | 2001 | | (Memorandum Only) | | | |
| | | | | | | | | | 2001 | 2000 | | | | |
| LIABILITIES, EQUITY AND OTHER CREDITS | | | | | | | | | | | | | | |
| Liabilities: | | | | | | | | | | | | | | |
| Accounts payable | \$ 4,253 | \$ 1,725 | \$ - | \$ - | \$ 15,815 | \$ - | \$ - | \$ - | \$ - | \$ 21,793 | \$ 73,990 | | | |
| Contracts payable | - | - | - | 94,851 | - | - | - | - | - | 94,851 | 28,728 | | | |
| Retainage payable | - | - | - | 41,780 | - | - | - | - | - | 41,780 | 65,527 | | | |
| Due to other funds | 11,400 | 143,000 | - | - | 126 | 9,275 | - | - | - | 163,801 | 66,142 | | | |
| Deferred revenue | 2,677 | - | - | - | - | - | - | - | - | 2,677 | 168 | | | |
| Other liabilities | 124 | - | - | - | 1,285 | 1,988 | - | - | - | 3,397 | 2,679 | | | |
| Payable from restricted assets - | | | | | | | | | | | | | | |
| Revenue bonds payable | - | - | - | - | 19,955 | - | - | - | - | 19,955 | 15,650 | | | |
| Interest payable | - | - | - | - | 3,800 | - | - | - | - | 3,800 | 3,975 | | | |
| Customers' deposits | - | - | - | - | 43,960 | - | - | - | - | 43,960 | 42,022 | | | |
| Long-term debt - | | | | | | | | | | | | | | |
| General obligation bonds payable | - | - | - | - | - | - | - | 60,000 | - | 60,000 | 65,000 | | | |
| Sales tax bonds payable | - | - | - | - | - | - | - | 775,000 | - | 775,000 | 805,000 | | | |
| Certificates of indebtedness payable | - | - | - | - | - | - | - | 125,000 | - | 125,000 | 145,000 | | | |
| Revenue bonds payable, net of unamortized | - | - | - | - | 667,070 | - | - | - | - | 667,070 | 685,071 | | | |
| Total liabilities | 18,454 | 144,725 | - | 136,631 | 752,011 | 11,263 | - | 960,000 | - | 2,023,084 | 1,998,952 | | | |
| Equity and other credits: | | | | | | | | | | | | | | |
| Contributed capital | - | - | - | - | 4,779,585 | - | - | - | - | 4,779,585 | 4,606,148 | | | |
| Investment in general fixed assets | - | - | - | - | - | - | 2,149,604 | - | - | 2,149,604 | 2,154,844 | | | |
| Retained earnings (deficit) - | | | | | | | | | | | | | | |
| Reserved for revenue bond retirement | - | - | - | - | 43,606 | - | - | - | - | 43,606 | 41,105 | | | |
| Unreserved | - | - | - | - | (248,583) | - | - | - | - | (248,583) | (167,700) | | | |
| Total retained earnings (deficit) | - | - | - | - | (204,977) | - | - | - | - | (204,977) | (126,595) | | | |
| Fund balances - | | | | | | | | | | | | | | |
| Reserved for debt service | - | - | 192,844 | - | - | - | - | - | - | - | 192,844 | | | |
| Unreserved, undesignated | 126,250 | 178,662 | 9,071 | - | - | - | - | - | - | 313,983 | 323,751 | | | |
| Total fund balances | 126,250 | 178,662 | 201,915 | - | - | - | - | - | - | 506,827 | 514,689 | | | |
| Total equity and other credits | 126,250 | 178,662 | 201,915 | - | 4,574,608 | - | 2,149,604 | - | - | 7,231,039 | 7,149,086 | | | |
| Total liabilities, equity and other credits | \$144,704 | \$323,387 | \$201,915 | \$136,631 | \$5,326,619 | \$11,263 | \$2,149,604 | \$960,000 | \$9,148,038 | \$9,254,123 | \$9,148,038 | | | |

The accompanying notes are an integral part of this statement.

TOWN OF PORT BARRE, LOUISIANA

Combined Statement of Revenues, Expenditures, and Changes in Fund Balances -
All Governmental Fund Types
Year Ended September 30, 2001

| | General | Special Revenue | Debt Service | Capital Projects | Totals (Memorandum Only) | |
|---|------------------|--------------------|------------------|---------------------|-----------------------------|-------------------|
| | | | | | 2001 | 2000 |
| Revenues: | | | | | | |
| Taxes | \$117,737 | \$ 303,446 | \$ 24,877 | \$ - | \$446,060 | \$ 441,630 |
| Licenses and permits | 45,347 | - | - | - | 45,347 | 33,929 |
| Intergovernmental | 65,572 | - | - | 191,665 | 257,237 | 790,649 |
| Fines and forfeits | 186,943 | - | - | - | 186,943 | 165,248 |
| Miscellaneous | 54,228 | 2,804 | 1,937 | - | 58,969 | 43,518 |
| Total revenues | <u>469,827</u> | <u>306,250</u> | <u>26,814</u> | <u>191,665</u> | <u>994,556</u> | <u>1,474,974</u> |
| Expenditures: | | | | | | |
| Current - | | | | | | |
| General government | 89,486 | 10,709 | 5,064 | - | 105,259 | 96,311 |
| Public safety - police | 401,466 | - | - | - | 401,466 | 366,278 |
| Highways and streets | - | 145,133 | - | - | 145,133 | 139,948 |
| Culture and recreation | 9,975 | 10,405 | - | - | 20,380 | 9,384 |
| Debt service - | | | | | | |
| Principal retirement | - | - | 55,000 | - | 55,000 | 50,000 |
| Interest and fiscal charges | - | - | 61,258 | - | 61,258 | 64,919 |
| Capital outlay | 9,498 | 1,295 | - | 193,915 | 204,708 | 767,953 |
| Total expenditures | <u>510,425</u> | <u>167,542</u> | <u>121,322</u> | <u>193,915</u> | <u>993,204</u> | <u>1,494,793</u> |
| Excess (deficiency) of revenues over expenditures | <u>(40,598)</u> | <u>138,708</u> | <u>(94,508)</u> | <u>(2,250)</u> | <u>1,352</u> | <u>(19,819)</u> |
| Other financing sources (uses): | | | | | | |
| Operating transfers in | 48,536 | 90,000 | 105,485 | 2,250 | 246,271 | 280,039 |
| Operating transfers out | - | (255,485) | - | - | (255,485) | (223,119) |
| Total other financing sources (uses) | <u>48,536</u> | <u>(165,485)</u> | <u>105,485</u> | <u>2,250</u> | <u>(9,214)</u> | <u>56,920</u> |
| Excess (deficiency) of revenues and other sources over expenditures and other uses | 7,938 | (26,777) | 10,977 | - | (7,862) | 37,101 |
| Fund balances, beginning | <u>118,312</u> | <u>205,439</u> | <u>190,938</u> | <u>-</u> | <u>514,689</u> | <u>477,588</u> |
| Fund balances, ending | <u>\$126,250</u> | <u>\$ 178,662</u> | <u>\$201,915</u> | <u>\$ -</u> | <u>\$506,827</u> | <u>\$ 514,689</u> |

The accompanying notes are an integral part of this statement.

TOWN OF PORT BARRE, LOUISIANA

Combined Statement of Revenues, Expenditures and Changes in Fund Balances -
Budget (GAAP Basis) and Actual -
All Governmental Fund Types
Year Ended September 30, 2001

| | General Fund | | | Special Revenue Funds | | |
|--|------------------|-------------------|--|-----------------------|-------------------|--|
| | Budget | Actual | Variance - Favorable (Unfavorable) | Budget | Actual | Variance - Favorable (Unfavorable) |
| Revenues: | | | | | | |
| Taxes | \$ 98,500 | \$ 117,737 | \$ 19,237 | \$ 299,563 | \$ 303,446 | \$ 3,883 |
| Licenses and permits | 42,550 | 45,347 | 2,797 | - | - | - |
| Intergovernmental | 57,764 | 65,572 | 7,808 | - | - | - |
| Fines and forfeits | 174,547 | 186,943 | 12,396 | - | - | - |
| Miscellaneous | 43,236 | 54,228 | 10,992 | 3,000 | 2,804 | (196) |
| Total revenues | <u>416,597</u> | <u>469,827</u> | <u>53,230</u> | <u>302,563</u> | <u>306,250</u> | <u>3,687</u> |
| Expenditures: | | | | | | |
| Current - | | | | | | |
| General government | 93,602 | 89,486 | 4,116 | 15,525 | 10,709 | 4,816 |
| Public safety - police | 409,731 | 401,466 | 8,265 | - | - | - |
| Highways and streets | - | - | - | 148,150 | 145,133 | 3,017 |
| Culture and recreation | 9,406 | 9,975 | (569) | 10,200 | 10,405 | (205) |
| Debt service - | | | | | | |
| Principal retirement | - | - | - | - | - | - |
| Interest and fiscal charges | - | - | - | - | - | - |
| Capital outlay | - | 9,498 | (9,498) | - | 1,295 | - |
| Total expenditures | <u>512,739</u> | <u>510,425</u> | <u>2,314</u> | <u>173,875</u> | <u>167,542</u> | <u>7,628</u> |
| Excess (deficiency) of revenues over expenditures | <u>(96,142)</u> | <u>(40,598)</u> | <u>55,544</u> | <u>128,688</u> | <u>138,708</u> | <u>11,315</u> |
| Other financing sources (uses): | | | | | | |
| Operating transfers in | 65,000 | 48,536 | (16,464) | 90,000 | 90,000 | - |
| Operating transfers out | - | - | - | (252,484) | (255,485) | (3,001) |
| Total other financing sources (uses) | <u>65,000</u> | <u>48,536</u> | <u>(16,464)</u> | <u>(162,484)</u> | <u>(165,485)</u> | <u>(3,001)</u> |
| Excess (deficiency) of revenues and other sources over expenditures and other uses | <u>(31,142)</u> | <u>7,938</u> | <u>39,080</u> | <u>(33,796)</u> | <u>(26,777)</u> | <u>8,314</u> |
| Fund balances, beginning | <u>118,312</u> | <u>118,312</u> | <u>-</u> | <u>205,439</u> | <u>205,439</u> | <u>-</u> |
| Fund balances, ending | <u>\$ 87,170</u> | <u>\$ 126,250</u> | <u>\$ 39,080</u> | <u>\$ 171,643</u> | <u>\$ 178,662</u> | <u>\$ 8,314</u> |

The accompanying notes are an integral part of this statement.

| Debt Service Funds | | | Capital Projects Fund | | |
|--------------------|------------------|------------------------------------|-----------------------|----------------|------------------------------------|
| Budget | Actual | Variance - Favorable (Unfavorable) | Budget | Actual | Variance - Favorable (Unfavorable) |
| \$ 22,640 | \$ 24,877 | \$ 2,237 | \$ - | \$ - | \$ - |
| - | - | - | - | - | - |
| - | - | - | 149,289 | 191,665 | 42,376 |
| - | - | - | - | - | - |
| 60 | 1,937 | 1,877 | - | - | - |
| <u>22,700</u> | <u>26,814</u> | <u>4,114</u> | <u>149,289</u> | <u>191,665</u> | <u>42,376</u> |
| - | 5,064 | (5,064) | - | - | - |
| - | - | - | - | - | - |
| - | - | - | - | - | - |
| - | - | - | - | - | - |
| 55,000 | 55,000 | - | - | - | - |
| 61,275 | 61,258 | 17 | - | - | - |
| - | - | - | 149,289 | 193,915 | (44,626) |
| <u>116,275</u> | <u>121,322</u> | <u>(5,047)</u> | <u>149,289</u> | <u>193,915</u> | <u>(44,626)</u> |
| <u>(93,575)</u> | <u>(94,508)</u> | <u>(933)</u> | <u>-</u> | <u>(2,250)</u> | <u>(2,250)</u> |
| 107,484 | 105,485 | (1,999) | - | 2,250 | 2,250 |
| - | - | - | - | - | - |
| <u>107,484</u> | <u>105,485</u> | <u>(1,999)</u> | <u>-</u> | <u>2,250</u> | <u>2,250</u> |
| 13,909 | 10,977 | (2,932) | - | - | - |
| <u>190,938</u> | <u>190,938</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| <u>\$204,847</u> | <u>\$201,915</u> | <u>\$(2,932)</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> |

TOWN OF PORT BARRE, LOUISIANA

Comparative Statement of Revenues, Expenses, and Changes in Retained Earnings -
Proprietary Fund Type
Years Ended September 30, 2001 and 2000

| | <u>2001</u> | <u>2000</u> |
|--|---------------------------|---------------------------|
| Operating revenues: | | |
| Charges for services - | | |
| Gas sales | \$ 292,846 | \$ 186,868 |
| Water sales | 200,724 | 201,022 |
| Sewerage charges | 212,334 | 210,338 |
| Connection charges | 3,640 | 5,300 |
| Miscellaneous | 17,725 | 18,759 |
| Total operating revenues | <u>727,269</u> | <u>622,287</u> |
| Operating expenses: | | |
| Gas department | 312,219 | 172,263 |
| Water department | 163,326 | 117,398 |
| Sewerage department | 179,353 | 166,582 |
| General and administrative | 59,434 | 59,613 |
| Depreciation | 120,861 | 116,778 |
| Total operating expenses | <u>835,193</u> | <u>632,634</u> |
| Operating loss | <u>(107,924)</u> | <u>(10,347)</u> |
| Nonoperating revenues (expenses): | | |
| Gain on sale of asset | 700 | - |
| Interest income | 8,196 | 8,777 |
| Interest and fiscal charges | (34,045) | (34,871) |
| Total nonoperating revenues (expenses) | <u>(25,149)</u> | <u>(26,094)</u> |
| Loss before operating transfers | <u>(133,073)</u> | <u>(36,441)</u> |
| Operating transfers: | | |
| Operating transfers in | 60,000 | 50,000 |
| Operating transfers out | (50,786) | (106,920) |
| Total operating transfers | <u>9,214</u> | <u>(56,920)</u> |
| Net loss | (123,859) | (93,361) |
| Add: Depreciation of fixed assets acquired by funds externally restricted for capital acquisitions and construction that reduces contributed capital | <u>45,477</u> | <u>33,211</u> |
| Decrease in retained earnings | (78,382) | (60,150) |
| Retained earnings (deficit), beginning | <u>(126,595)</u> | <u>(66,445)</u> |
| Retained earnings (deficit), ending | <u><u>\$(204,977)</u></u> | <u><u>\$(126,595)</u></u> |

The accompanying notes are an integral part of this statement.

TOWN OF PORT BARRE, LOUISIANA

Comparative Statement of Cash Flows
 Proprietary Fund Type
 Years Ended September 30, 2001 and 2000

| | Enterprise | |
|---|---------------------|--------------------|
| | 2001 | 2000 |
| Cash flows from operating activities: | | |
| Operating loss | <u>\$ (107,924)</u> | <u>\$ (10,347)</u> |
| Adjustments to reconcile operating income to net cash provided by operating activities - | | |
| Increase (decrease) in provision for uncollectible accounts | 7,575 | (26,404) |
| Depreciation | 120,861 | 116,778 |
| Gain on sale of asset | 700 | - |
| Amortization of bond issue costs and deferred loss on refunding | 1,130 | 1,129 |
| Changes in current assets and liabilities: | | |
| (Increase) decrease in accounts receivable | (14,588) | 22,172 |
| Decrease in other receivables | - | 880 |
| Increase in accounts payable | (41,801) | 23,661 |
| Increase (decrease) in deferred revenue | - | (25,000) |
| Increase in other liabilities | 304 | 226 |
| Total adjustments | <u>74,181</u> | <u>113,442</u> |
| Net cash provided (used) by operating activities | <u>(33,743)</u> | <u>103,095</u> |
| Cash flows from noncapital financing activities: | | |
| Cash received from other funds | - | 290 |
| Cash paid to other funds | (7,277) | (51,892) |
| Operating transfers in from other funds | 60,000 | 50,000 |
| Operating transfers out to other funds | (50,786) | (106,920) |
| Net cash provided (used) by noncapital financing activities | <u>1,937</u> | <u>(108,522)</u> |
| Cash flows from capital and related financing activities: | | |
| Acquisition of capital assets | (242,262) | (795,959) |
| Principal paid on revenue bond maturities | (15,650) | (16,357) |
| Interest and fiscal charges paid on revenue bonds | (33,397) | (34,111) |
| Proceeds from meter deposits | 11,375 | 10,175 |
| Refund of meter deposits | (9,437) | (10,645) |
| Contribution from municipality | 2,250 | 24,224 |
| Proceeds from state grant | - | 25,000 |
| Proceeds from federal grants | 216,665 | 730,263 |
| Net cash used by capital and related financing activities | <u>(70,456)</u> | <u>(67,410)</u> |

(continued)

TOWN OF PORT BARRE, LOUISIANA

Comparative Statement of Cash Flows (Continued)
 Proprietary Fund Type
 Years Ended September 30, 2001 and 2000

| | Enterprise | |
|--|--------------------|--------------------|
| | <u>2001</u> | <u>2000</u> |
| Cash flows from investing activities: | | |
| Purchase of investments | (20,812) | (19,753) |
| Proceeds from maturities of investments | 19,753 | 18,767 |
| Interest received on interest-bearing deposits | 8,196 | 8,777 |
| Net cash provided by investing activities | <u>7,137</u> | <u>7,791</u> |
| | | |
| Net decrease in cash and cash equivalents | (95,125) | (65,046) |
| | | |
| Cash and cash equivalents, beginning of period | <u>410,930</u> | <u>475,976</u> |
| | | |
| Cash and cash equivalents, end of period | <u>\$ 315,805</u> | <u>\$ 410,930</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 | \$ 120,124 | \$ 193,648 |
| Cash - restricted | 68,113 | 67,402 |
| Interest-bearing deposits - unrestricted | 207,807 | 200,420 |
| Interest-bearing deposits - restricted | 34,639 | 33,273 |
| Less: Certificates of deposit with a maturity over three months when purchased | <u>(19,753)</u> | <u>(18,767)</u> |
| Total cash and cash equivalents | <u>410,930</u> | <u>475,976</u> |
| | | |
| Cash and cash equivalents, end of period - | | |
| Cash - unrestricted | 10,764 | 120,124 |
| Cash - restricted | 75,187 | 68,113 |
| Interest-bearing deposits - unrestricted | 214,532 | 207,807 |
| Interest-bearing deposits - restricted | 36,134 | 34,639 |
| Less: Certificates of deposit with a maturity over three months when purchased | <u>(20,812)</u> | <u>(19,753)</u> |
| Total cash and cash equivalents | <u>315,805</u> | <u>410,930</u> |
| | | |
| Net decrease | <u>\$ (95,125)</u> | <u>\$ (65,046)</u> |

The accompanying notes are an integral part of this statement.

TOWN OF PORT BARRE, LOUISIANA

Notes to Financial Statements

(1) Summary of Significant Accounting Policies

The Town of Port Barre (Town) was incorporated under the provisions of the Lawrason Act. The Town operates under the Mayor-Board of Aldermen form of government.

The Town complies with Generally Accepted Accounting Principles (GAAP). The Town's reporting entity applies all relevant Governmental Accounting Standards Board (GASB) pronouncements. The Proprietary Fund applies Financial Accounting Standards Board (FASB) pronouncements and Accounting Principles Board (APB) opinions issued on or before November 30, 1989 unless those pronouncements conflict with or contradict GASB pronouncements, in which case, GASB prevails. Such accounting and reporting procedures also conform to the requirements of Louisiana Revised Statutes 24:517 and to the guides set forth in 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

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

The accompanying financial statements present the Town's primary government financial statements only. There are no component units over which the Town exercises significant influence.

B. Fund Accounting

The accounts of the Town are organized on the basis of funds and account groups, each of which is considered a separate accounting entity. The operations of each fund are accounted for with a separate set of self-balancing accounts that comprise its assets, liabilities, fund equity, revenues, and expenditures, or expenses, as appropriate. Government resources are allocated to and accounted for in individual funds based upon the 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 three fund types and five generic funds as follows:

Governmental Fund Types -

General Fund

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

TOWN OF PORT BARRE, 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 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.

Proprietary Fund Type -

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 Town of Port Barre's Enterprise Fund is the Utility Fund.

Fiduciary Fund Type -

Agency funds

Agency funds are used to account for assets held by the Town 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. Basis of Accounting

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

TOWN OF PORT BARRE, LOUISIANA
Notes to Financial Statements (Continued)

All governmental and fiduciary 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. Gross receipts and sales taxes are considered "measurable" when collected and are recognized as revenue at that time. Anticipated refunds of such taxes are recorded as liabilities and reductions of revenue when they are measurable and their validity seems certain. Ad valorem taxes are recognized as revenue in the year for which budgeted, that is, in the year in which such taxes are billed and collected. Other major revenues that are considered susceptible to accrual include earned grant revenues and other intergovernmental revenues, charges for services and interest on deposits. Licenses and permits, and fines are recognized when received because they are not objectively measurable.

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

The proprietary 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, were estimated and not recorded at year end. In the opinion of the administration, such amounts have no material effect on the fairness of the financial statements.

D. Budgets and Budgetary Accounting

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

1. The Town 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 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 an ordinance prior to the commencement of the fiscal year for which the budget is being adopted.

TOWN OF PORT BARRE, LOUISIANA

Notes to Financial Statements (Continued)

5. Budgetary amendments involving the transfer 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 amended by the Board of Aldermen. Such amendments were not material in relation to the original appropriations.

E. Interest-Bearing Deposits

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

F. Short-Term Interfund Receivable/Payables

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

G. 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.

Fixed assets used in governmental fund type operations (general fixed assets) are accounted for in the General Fixed Assets Account Group and are recorded as expenditures in the governmental fund types when purchased. The Town has elected not to capitalize public domain ("infrastructure") fixed assets consisting of certain improvements other than buildings, including roads, bridges, curbs and gutters, streets and sidewalks, drainage systems, and lighting systems. No depreciation has been provided on general fixed assets.

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

TOWN OF PORT BARRE, LOUISIANA

Notes to Financial Statements (Continued)

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

All proprietary funds are accounted for on a cost of services or "capital maintenance" measurement focus, and all assets and all liabilities (whether current or noncurrent) associated with their activity are included on their balance sheets.

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

| | |
|--------------------------------|-------------|
| Gas system and extensions | 10-50 years |
| Water system and extensions | 10-50 years |
| Sewerage system and extensions | 10-50 years |
| Equipment | 4-10 years |
| Office equipment | 10 years |

H. Bad Debts

Uncollectible amounts due for ad valorem taxes and customers' utility receivables are recognized as bad debts through the establishment of an allowance account at the time information becomes available which would indicate the uncollectibility of the particular receivable.

I. Vacation and Sick Leave

Vacation and sick leave are recorded as expenditures of the period in which paid. Sick leave is earned at fifteen days per year and does not vest or accumulate. Vacation must be taken in the year accrued and cannot be carried over.

J. 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 Town as an extension of formal budgetary integration in the funds.

K. Fund Equity

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.

TOWN OF PORT BARRE, LOUISIANA
Notes to Financial Statements (Continued)

The specific reservation of the fund balance accounts are summarized below.

Reserve for debt service

This reserve was created to segregate a portion of the fund balance account for debt service, including both principal payments and interest payments. The reservation was established to satisfy legal restrictions imposed by various bond agreements.

L. Statement of Cash Flows

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

M. Bond Issuance Costs and Deferred Loss on Early Retirement of Debt

Bond issuance costs and the deferred loss on early retirement of debt are being amortized over the life of the bond issue using the straight-line method.

N. Capitalization of Interest Expense

It is the policy of the Town of Port Barre to capitalize material amounts of interest resulting from borrowings in the course of the construction of fixed assets.

During the fiscal year ended September 30, 2001, there were no amounts of interest capitalized with construction projects.

O. 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 Town'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.

P. Total Columns on Combined Statements - Overview

The columns on the Combined Statement - 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 is such data comparable to a consolidation. Interfund eliminations have not been made in the aggregation of this data.

TOWN OF PORT BARRE, LOUISIANA
Notes to Financial Statements (Continued)

(2) Cash and Interest-Bearing Deposits

Under state law, the Town may deposit funds within a fiscal agent bank organized under the laws of the State of Louisiana, the laws of any other state in the Union, or the laws of the United States. The Town may invest in certificates and time deposits of state banks organized under Louisiana law and national banks having principal offices in Louisiana. At September 30, 2001, the Town has cash and interest-bearing deposits (book balances) totaling \$881,870 as follows:

| | |
|-------------------------------|--------------------------|
| Demand deposits | \$ 424,347 |
| Money market interest-bearing | 115,842 |
| Certificates of deposit | <u>341,681</u> |
| Total | <u><u>\$ 881,870</u></u> |

These deposits are stated at cost, which approximates market. Under state law, these deposits (or the resulting bank balances) must be secured by federal deposit insurance or the pledge of securities owned by the fiscal agent bank. The market value of the pledged securities plus the federal deposit insurance must at all times equal the amount on deposit with the fiscal agent bank. These securities are held in the name of the pledging fiscal agent bank in a holding or custodial bank that is mutually acceptable to both parties. The bank balances are categorized below to give an indication of the level of risk assumed by the Town at September 30, 2001. Category 1 includes bank balances that are insured or collateralized with securities held by the entity or by its agent in the entity's name. Category 2 includes bank balances that are collateralized with securities held by the pledging financial institution's trust department or agent in the entity's name. Category 3 includes bank balances that are collateralized with securities held by the pledging financial institution, or by its trust department or agent but not in the entity's name. Deposit balances (bank balances) at September 30, 2001, are as follows:

| | |
|---------------|-------------------|
| Bank balances | <u>\$ 900,146</u> |
|---------------|-------------------|

At September 30, 2001, the deposits are secured as follows:

| | |
|---------------------------------|--------------------------|
| Federal deposit insurance | 620,812 |
| Pledged securities (Category 3) | <u>279,334</u> |
| Total | <u><u>\$ 900,146</u></u> |

Even though the pledged securities are considered uncollateralized (Category 3) Louisiana Revised Statute 39:1229 imposes a statutory requirement on the custodial bank to advertise and sell the pledged securities within 10 days of being notified by the Town that the fiscal agent has failed to pay deposited funds upon demand.

TOWN OF PORT BARRE, LOUISIANA

Notes to Financial Statements (Continued)

(3) Ad Valorem Taxes

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

For the year ended September 30, 2001, taxes of 12.25 mills were levied on property with assessed valuations totaling \$4,597,700 and were dedicated as follows:

| | |
|----------------------------|------------|
| General corporate purposes | 7.12 mills |
| Debt service | 5.13 mills |

Total taxes levied were \$56,322. Taxes receivable (including interest and penalties receivable) at September 30, 2001 consisted of the following:

| | |
|------------------------------|---------------|
| Total receivable | \$20,092 |
| Allowance for uncollectibles | <u>19,979</u> |
| Net receivable | <u>\$ 113</u> |

(4) Interfund Receivables/Payables

| | <u>Interfund Receivables</u> | <u>Interfund Payables</u> |
|-------------------------------|----------------------------------|-------------------------------|
| General Fund | \$ 1,400 | \$ 11,400 |
| Special revenue funds: | | |
| 1966 Sales Tax Fund | 90,682 | 65,074 |
| 1996 Sales Tax Fund | - | 77,926 |
| Debt service funds: | | |
| Street Improvement Bonds Fund | 2,934 | - |
| 1996 Sales Tax Bonds Fund | 3,000 | - |
| Enterprise Fund | 65,307 | 126 |
| Agency Funds: | | |
| Payroll Fund | 478 | - |
| Disbursement Fund | <u>-</u> | <u>9,275</u> |
| | <u>\$163,801</u> | <u>\$163,801</u> |

TOWN OF PORT BARRE, LOUISIANA
Notes to Financial Statements (Continued)

(5) Deficit in Individual Fund

The following fund reflects a retained earnings deficit at September 30, 2001:

| | |
|------------------|-------------------|
| Enterprise Fund: | |
| Utility Fund | <u>\$ 204,977</u> |

It is anticipated that the above deficit is to be funded by excess revenues in subsequent periods.

(6) Restricted Assets - Proprietary Fund Type

Restricted assets were applicable to the following at September 30, 2001 and 2000:

| | <u>2001</u> | <u>2000</u> |
|--|-------------------|-------------------|
| Revenue bond sinking fund | \$ 20,210 | \$ 17,118 |
| Revenue bond reserve fund | 16,574 | 14,760 |
| Capital additions and contingencies fund | 30,577 | 28,852 |
| Customers' deposits | <u>43,960</u> | <u>42,022</u> |
| | <u>\$ 111,321</u> | <u>\$ 102,752</u> |

(7) Changes in Fixed Assets

A summary of changes in general fixed assets follows:

| | <u>Balance</u> <u>09/30/00</u> | <u>Additions</u> | <u>Deletions</u> | <u>Balance</u> <u>09/30/01</u> |
|--------------------------------------|-----------------------------------|------------------|------------------|-----------------------------------|
| Land | \$ 87,043 | \$ - | \$ - | \$ 87,043 |
| Buildings | 1,113,608 | - | - | 1,113,608 |
| Improvements other than buildings | 727,675 | - | - | 727,675 |
| Equipment | <u>226,518</u> | <u>10,793</u> | <u>16,033</u> | <u>221,278</u> |
| Total general fixed assets | <u>\$2,154,844</u> | <u>\$ 10,793</u> | <u>\$ 16,033</u> | <u>\$2,149,604</u> |

TOWN OF PORT BARRE, LOUISIANA
Notes to Financial Statements (Continued)

A summary of proprietary fund type property, plant and equipment at September 30, 2001 follows:

| | |
|-----------------------------------|---------------------------|
| Land | \$ 15,292 |
| Gas system and extensions | 789,697 |
| Water system and extensions | 1,152,419 |
| Sewerage system and extensions | 1,357,177 |
| Wastewater treatment facility | 2,374,143 |
| Equipment | 68,461 |
| Office equipment | 23,893 |
| Construction in progress | <u>948,402</u> |
| Total | 6,729,484 |
| Less: Accumulated depreciation | <u>(1,875,137)</u> |
| Net property, plant and equipment | <u><u>\$4,854,347</u></u> |

Construction in progress at September 30, 2001 of \$948,402 consists of construction and engineering costs pertaining to a sewer collection system improvements project. The project, which was mainly funded by a Louisiana Community Development Block Grant, was substantially complete at September 30, 2001 and all related liabilities have been accrued as of September 30, 2001.

(8) Changes in Long-Term Debt

The following is a summary of bond and certificate transactions of the Town for the year ended September 30, 2001:

| | General Obligation | Revenue | Total |
|---|--------------------------|-------------------------|---------------------------|
| Bonds and certificates payable at September 30, 2000 | \$1,015,000 | \$737,611 | \$1,752,611 |
| Bonds and certificates issued | - | - | - |
| Bonds and certificates retired | <u>(55,000)</u> | <u>(15,650)</u> | <u>(70,650)</u> |
| Bonds and certificates payable at September 30, 2001 | <u><u>\$ 960,000</u></u> | <u><u>\$721,961</u></u> | <u><u>\$1,681,961</u></u> |

TOWN OF PORT BARRE, LOUISIANA

Notes to Financial Statements (Continued)

Bonds and certificates payable at September 30, 2001 are comprised of the following individual issues:

General obligation bonds and certificates of indebtedness:

| | |
|--|--------------------------|
| \$125,000 Street Improvement bonds dated 1/1/87; due in annual installments of \$5,000 to \$10,000 through January 1, 2011; interest at 7.2 to 7.4 percent; secured by levy and collection of ad valorem taxes | \$ 60,000 |
| \$900,000 Sales Tax Bonds, Series 1996; due in annual installments of \$30,000 to \$75,000 through May 1, 2017; interest at 5.0 to 5.9 percent; secured by a dedicated 1.2% sales tax | 775,000 |
| \$200,000 Certificates of Indebtedness, Series 1996, due in annual installments of \$25,000 through May 1, 2006; interest at 5.5 percent; secured by a dedicated 1.2% sales tax | <u>125,000</u> |
| General obligation bonds payable | <u><u>\$ 960,000</u></u> |

Revenue bonds:

| | |
|--|--------------------------|
| \$103,000 Utility Revenue Bonds, Series 1998 dated 11/30/98 due in annual installments of \$13,000 to \$16,000 through December 1, 2006; interest at 5.0 percent | \$ 84,000 |
| Less: Unamortized bond issuance costs | (1,931) |
| Unamortized loss on early retirement of debt | <u>(5,760)</u> |
| Net water revenue bonds payable | <u>76,309</u> |
| | |
| \$652,000 Sewer revenue bonds dated 07/01/98 due in monthly installments of \$2,960 beginning August 1, 1999 through July 1, 2038; interest rate at 4.5 percent | \$ 637,961 |
| Less: Unamortized bond issuance costs | <u>(27,245)</u> |
| Net sewer revenue bonds payable | <u>\$ 610,716</u> |
| Total net utility revenue bonds payable | <u><u>\$ 687,025</u></u> |

TOWN OF PORT BARRE, LOUISIANA
Notes to Financial Statements (Continued)

The annual requirements to amortize all debt outstanding as of September 30, 2001, including interest payments of \$1,165,093, are as follows:

| <u>Year Ending September 30,</u> | <u>General Obligation</u> | <u>Revenue</u> | <u>Total</u> |
|--------------------------------------|-------------------------------|--------------------|--------------------|
| 2002 | \$ 114,710 | \$ 52,396 | \$ 167,106 |
| 2003 | 111,443 | 51,745 | 163,188 |
| 2004 | 113,158 | 51,096 | 164,254 |
| 2005 | 109,668 | 50,446 | 160,114 |
| 2006 | 106,140 | 52,721 | 158,861 |
| 2007-2011 | 420,525 | 194,005 | 614,530 |
| 2012-2016 | 388,855 | 177,605 | 566,460 |
| 2017-2021 | 79,425 | 177,605 | 257,030 |
| 2022-2026 | - | 177,605 | 177,605 |
| 2027-2031 | - | 177,605 | 177,605 |
| 2032-2036 | - | 177,605 | 177,605 |
| 2037-2038 | - | 62,696 | 62,696 |
| Totals | <u>\$1,443,924</u> | <u>\$1,403,130</u> | <u>\$2,847,054</u> |

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

The Town levies two sales taxes as follows:

- A. Proceeds of a 1966 1% sales and use tax levied by the Town of Port Barre (2001 collections \$136,391; 2000 \$142,450) is dedicated for constructing, acquiring, extending, improving and/or maintaining drainage facilities, sewers and sewerage disposal works, streets, sidewalks, waterworks, and garbage collection and disposal facilities of the Town, including the purchase of equipment therefor.

Under the terms of the bond resolution, the proceeds of the special 1% sales and use tax are deposited with the Town's fiscal agent bank in a sales tax fund. After the payment of all reasonable and necessary costs and expenses of collecting the tax, \$1,000 is retained in the sales tax fund for operating expenses.

Any monies remaining in the sales tax fund on the 20th day of each month in excess of the \$1,000 are to be retained for operating capital shall be considered as surplus. The Town may use such surplus for any of the purposes for which the imposition of the tax is authorized.

TOWN OF PORT BARRE, LOUISIANA

Notes to Financial Statements (Continued)

- B. Proceeds of a 1996 1.2% sales and use tax levied by the Town of Port Barre (2001 collections \$167,055; 2000 \$174,242) is dedicated for constructing, maintaining and improving public streets.

Under the terms of the bond resolution, each month, there will be set aside into an account called the "Sales Tax Sinking Fund" an amount constituting 1/12 of the next maturing installment of principal and 1/6 of the next maturing installment of interest on the outstanding bonds. Such transfers shall be fully sufficient to assure the prompt payment of principal and interest installments as they become due and may be used only for such payments. There shall also be set aside into a "Sales Tax Bond Reserve Fund" an initial deposit of \$79,425, thus accumulating in the reserve account an amount equal to the lesser of the highest combined principal and interest requirements in any succeeding fiscal year. Such amounts may be used only for the payment of maturing bonds and interest on the aforesaid bonds for which sufficient funds are not on deposit in the Revenue Bond Sinking Fund and as to which there would otherwise be default.

(10) Flow of Funds; Restrictions on Use - Utilities Revenues

- A. Under the terms of the bond indenture on outstanding Utility Revenue Refunding Bonds, Series 1999, dated November 30, 1999, all income and revenues (hereinafter referred to as revenue) of every nature, earned or derived from operation of the Utility System, are pledged and dedicated to the retirement of said bonds, and are to be set aside into the following special funds:

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

There shall also be set aside into a "Bond Reserve Fund" the initial sum of \$10,000. The money in the Reserve Fund shall be retained solely for the purpose of paying the principal and interest on the bonds payable from the Sinking Fund as to which there would otherwise be default.

TOWN OF PORT BARRE, LOUISIANA

Notes to Financial Statements (Continued)

There shall also be set aside into a "Renewal and Replacement Fund" the initial sum of \$25,000. Thereafter, each month, a sum at least equal to 5% of the gross revenues of the Utilities System Fund for the preceding month shall be deposited into this fund, provided that such sum is available after provision is made for the funds required to pay all reasonable expenses of administration, operation and maintenance of the utility system and the funds required by the Sinking Fund and Reserve Fund. Money in this fund may be used for the making of extraordinary repairs or replacements to the system which are necessary to keep the system in operating condition and for which money is not available as a maintenance and operation expense, provided that there remains at least \$20,000 on deposit for emergency repairs. Money in this fund may also be used to pay principal or interest on the bonds falling due at any time there is not sufficient money for payment in the other bond funds.

All of the revenues received in any fiscal year and not required to be paid in such fiscal year into any of the above noted funds shall be regarded as surplus and may be used for any lawful corporate purpose.

The Town of Port Barre was in compliance with all significant limitations and restrictions in this indenture at September 30, 2001.

- B. Under the terms of the bond indenture on outstanding Public Utility Bonds dated July 1, 1999, all income and revenues (hereinafter referred to as revenue) of every nature, earned or derived from operation of the Utility System, are pledged and dedicated to the retirement of said bonds, and are to be set aside into the following special funds:

Each month, there will be set aside into a fund called the "Sewer Revenue Bond and Interest Sinking Fund" the amount of \$2,960 in such a manner as to accumulate in such fund the amounts payable on the bonds payable therefrom on any interest payment date. Such transfers shall be fully sufficient to assure the prompt payment of principal and interest installments as they become due and may be used only for such payments.

There shall also be set aside into a "Sewer Revenue Bond Reserve Fund" monthly payments equal to 5% of the principal payments being made into the sinking fund until there has been accumulated an amount equal to the highest combined principal and interest requirements for any succeeding year on the bonds.

The "Sewer Depreciation and Contingency Fund" is established to care for extensions, additions, improvements, renewals and replacements necessary to properly operate the system, and is to be funded in monthly installments of \$143. Such payments are to continue over the life of the bonds. In addition to caring for extensions, additions, improvements, renewals and replacements necessary to properly operate the system, the funds in this fund may also be used to pay the principal of and the interest on the bonds for the payment of which there is not sufficient money in the Sinking and Reserve Funds. Amounts may be spent without any substantial restriction other than a requirement to replenish the amount used.

TOWN OF PORT BARRE, LOUISIANA

Notes to Financial Statements (Continued)

All of the revenues received in any fiscal year and not required to be paid in such fiscal year into any of the above noted funds shall be regarded as surplus and may be used for any lawful corporate purpose.

The Town of Port Barre was in compliance with all significant limitations and restrictions of this indenture at September 30, 2001.

(11) Employment Retirement

All employees of the Town of Port Barre belong to the Social Security System. The Town and its employees contribute a percentage of each employee's salary to the System (7.65% contributed by the Town, 7.65% by the employee). The Town's contribution during the years ended September 30, 2001, 2000, and 1999 amounted to \$39,465, \$38,614, and \$32,710, respectively.

(12) Natural Gas Contract

The Town entered into a gas purchase contract with Cypress Gas Pipeline Company with an initial term of January 1, 1992 to January 1, 1996 with provisions to continue beyond January 1, 1996 on a year-to-year basis until either party request termination of the contract. The terms of the contract require the Town to purchase all of its natural gas requirements from Cypress Gas Pipeline Company. During the year ended September 30, 2001, the Town purchased natural gas from Cypress Gas Pipeline Company in the amount of \$238,246. At September 30, 2001, the Town owed \$3,419 for natural gas purchases for the month of September 2001.

(13) Segment Information for the Enterprise Fund

The Town of Port Barre maintains one enterprise fund with three departments which provide gas, water and sewerage services. Segment information for the year ended September 30, 2001 was as follows:

| | <u>Gas Department</u> | <u>Water Department</u> | <u>Sewerage Department</u> | <u>Total Enterprise Fund</u> |
|-------------------------|---------------------------|-----------------------------|--------------------------------|--------------------------------------|
| Operating revenues | \$ 298,494 | \$ 208,714 | \$ 220,061 | \$ 727,269 |
| Operating expenses | <u>351,252</u> | <u>207,545</u> | <u>276,396</u> | <u>835,193</u> |
| Operating income (loss) | <u>\$ (52,758)</u> | <u>\$ 1,169</u> | <u>\$ (56,335)</u> | <u>\$(107,924)</u> |

TOWN OF PORT BARRE, LOUISIANA

Notes to Financial Statements (Continued)

(14) Contributed Capital

Amounts contributed to the Utility Fund for acquisition or construction of fixed assets are 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 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 are as follows:

| | Federal Grants | State Grants | Parish Grants | Municipality | Total |
|--------------------------------|--------------------|------------------|------------------|------------------|--------------------|
| Total contributed capital | \$3,975,683 | \$400,223 | \$7,500 | \$612,269 | \$4,995,675 |
| Less: Accumulated amortization | <u>(180,469)</u> | <u>(33,221)</u> | <u>(2,400)</u> | - | <u>(216,090)</u> |
| Net contributed capital | <u>\$3,795,214</u> | <u>\$367,002</u> | <u>\$5,100</u> | <u>\$612,269</u> | <u>\$4,779,585</u> |

(15) Compensation of Town Officials

A detail of compensation paid to the Mayor and Board of Aldermen for the year ended September 30, 2001 follows:

| | |
|----------------------|-----------------|
| John Fontenot, Mayor | \$12,000 |
| Aldermen: | |
| Donald Leblanc | 3,750 |
| Keith Lejeune | 3,750 |
| Polly Pickney | 3,750 |
| Gil Savoy, Jr. | 3,750 |
| Robert Soileau | 3,750 |
| | <u>\$30,750</u> |

(16) Pending Litigation

At June 30, 2001, the Town of Port Barre is not involved in any lawsuits. There is one potential suit being threatened against the Town. It is the opinion of management and legal counsel that the liability, if any, which might arise from this lawsuit would not have a material adverse effect on the Town's financial position.

TOWN OF PORT BARRE, LOUISIANA
Notes to Financial Statements (Continued)

(17) Lease Agreement

During July 1999, the Town leased a building to Port Barre Apparel. The lease had a five-year term with the option to lease the property for an additional five-year term. Rent in the amount of \$2,500 is due on the first day of each month. During the fiscal year ended September 30, 2000, the lessee filed for bankruptcy, and therefore, discontinued the lease payments in May 2000. During the fiscal year ended September 30, 2001, Hibernia Bank began paying the lease payments. Total lease payments in the amount of \$32,500 and \$20,000 were received and recorded in the General Fund for the fiscal years ended September 30, 2001 and 2000, respectively.

(18) Risk Management

The Town is exposed to risks of loss in the areas of general and automobile liability, property hazards, professional liability 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.

(19) Prior Year Debt Defeasance

During the fiscal year ended September 30, 1999, the Town issued Utility Revenue Refunding Bonds of \$103,000 to defease the 1986 Utility Revenue Bonds. The proceeds have been used to purchase U.S. Government securities that were placed in a separate irrevocable trust fund. The investments and fixed earnings from the investments are sufficient to fully service the defeased debt until the debt is called or matures. For financial reporting purposes, the debt has been considered defeased and therefore removed as a liability from the Town's Enterprise Fund's balance sheet. As of September 30, 2001, the amount of defeased utility revenue debt outstanding but removed from the Enterprise Fund's balance sheet amounted to \$100,000.

SUPPLEMENTARY INFORMATION

SCHEDULES OF INDIVIDUAL FUNDS

AND

ACCOUNT GROUPS

GENERAL FUND

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

TOWN OF PORT BARRE, LOUISIANA
General Fund

Comparative Balance Sheet
September 30, 2001 and 2000

| | 2001 | 2000 |
|--|------------|------------|
| ASSETS | | |
| Cash | \$ 105,829 | \$ 105,339 |
| Receivables net of allowance for uncollectibles: | | |
| Taxes - | | |
| Ad valorem | 93 | 5,010 |
| Franchise | 22,695 | 20,219 |
| Due from other funds | 1,400 | 1,400 |
| Due from other governmental agencies | 12,737 | 8,252 |
| Other | 1,950 | 1,950 |
| Total assets | \$ 144,704 | \$ 142,170 |
| LIABILITIES AND FUND BALANCE | | |
| Liabilities: | | |
| Accounts payable | \$ 4,253 | \$ 13,000 |
| Due to other funds | 11,400 | 10,690 |
| Deferred revenue | 2,677 | 168 |
| Other liabilities | 124 | - |
| Total liabilities | 18,454 | 23,858 |
| Fund balance: | | |
| Unreserved, undesignated | 126,250 | 118,312 |
| Total liabilities and fund balance | \$ 144,704 | \$ 142,170 |

TOWN OF PORT BARRE, LOUISIANA
General Fund

Statement of Revenues, Expenditures, and Changes in Fund Balance -
Budget (GAAP Basis) and Actual
Year Ended September 30, 2001
With Comparative Actual Amounts for Year Ended September 30, 2000

| | 2001 | | Variance - Favorable (Unfavorable) | 2000 Actual |
|--|------------------|-------------------|--|-------------------|
| | Budget | Actual | | |
| Revenues: | | | | |
| Taxes | \$ 98,500 | \$ 117,737 | \$ 19,237 | \$ 101,167 |
| Licenses and permits | 42,550 | 45,347 | 2,797 | 33,929 |
| Intergovernmental | 57,764 | 65,572 | 7,808 | 60,386 |
| Fines and forfeits | 174,547 | 186,943 | 12,396 | 165,248 |
| Miscellaneous | 43,236 | 54,228 | 10,992 | 38,502 |
| Total revenues | <u>416,597</u> | <u>469,827</u> | <u>53,230</u> | <u>399,232</u> |
| Expenditures: | | | | |
| Current - | | | | |
| General government | 93,602 | 89,486 | 4,116 | 84,930 |
| Public safety - police | 409,731 | 401,466 | 8,265 | 366,278 |
| Culture and recreation | 9,406 | 9,975 | (569) | 1,206 |
| Capital outlay | - | 9,498 | (9,498) | 13,466 |
| Total expenditures | <u>512,739</u> | <u>510,425</u> | <u>2,314</u> | <u>465,880</u> |
| Deficiency of revenues over expenditures | <u>(96,142)</u> | <u>(40,598)</u> | <u>55,544</u> | <u>(66,648)</u> |
| Other financing sources: | | | | |
| Operating transfers in | 65,000 | 48,536 | (16,464) | 82,696 |
| Operating transfers out | - | - | - | (753) |
| Total other financing sources (uses) | <u>65,000</u> | <u>48,536</u> | <u>(16,464)</u> | <u>81,943</u> |
| Excess (deficiency) of revenues and other sources over expenditures and other uses | <u>(31,142)</u> | <u>7,938</u> | <u>39,080</u> | <u>15,295</u> |
| Fund balance, beginning | <u>118,312</u> | <u>118,312</u> | <u>-</u> | <u>103,017</u> |
| Fund balance, ending | <u>\$ 87,170</u> | <u>\$ 126,250</u> | <u>\$ 39,080</u> | <u>\$ 118,312</u> |

TOWN OF PORT BARRE, LOUISIANA
General Fund

Statement of Revenues Compared to Budget (GAAP Basis)
Year Ended September 30, 2001
With Comparative Actual Amounts for Year Ended September 30, 2000

| | 2001 | | Variance - Favorable (Unfavorable) | 2000 Actual |
|-------------------------------------|-------------------------|-------------------------|--|-------------------------|
| | Budget | Actual | | |
| Taxes: | | | | |
| Ad valorem | \$ 34,500 | \$ 26,634 | \$ (7,866) | \$ 35,206 |
| Interest and penalties on taxes | - | 1,803 | 1,803 | 193 |
| Franchise - | | | | |
| Electric and cable TV | 64,000 | 89,300 | 25,300 | 65,768 |
| Total taxes | <u>98,500</u> | <u>117,737</u> | <u>19,237</u> | <u>101,167</u> |
| Licenses and permits: | | | | |
| Occupational licenses - | | | | |
| Insurance | 31,500 | 30,311 | (1,189) | 21,419 |
| Other | 8,200 | 11,861 | 3,661 | 9,335 |
| Liquor licenses | 2,780 | 3,105 | 325 | 3,105 |
| Building permits | 70 | 70 | - | 70 |
| Total licenses and permits | <u>42,550</u> | <u>45,347</u> | <u>2,797</u> | <u>33,929</u> |
| Intergovernmental: | | | | |
| Federal - COPS Grant | 22,891 | 30,476 | 7,585 | 7,652 |
| State of Louisiana - | | | | |
| Beer taxes | 9,460 | 9,463 | 3 | 10,759 |
| Tobacco taxes | - | - | - | 11,154 |
| Video poker | 20,790 | 20,010 | (780) | 15,025 |
| State grants | 3,000 | 4,000 | 1,000 | 15,796 |
| St. Landry Parish Housing Authority | 1,623 | 1,623 | - | - |
| Total intergovernmental | <u>57,764</u> | <u>65,572</u> | <u>7,808</u> | <u>60,386</u> |
| Fines and forfeits | <u>174,547</u> | <u>186,943</u> | <u>12,396</u> | <u>165,248</u> |
| Miscellaneous: | | | | |
| Donations | - | 880 | 880 | - |
| Rent | 33,770 | 43,720 | 9,950 | 31,220 |
| Parks and recreation | 7,560 | 6,523 | (1,037) | 5,962 |
| Sale of equipment | 1,226 | 1,479 | 253 | - |
| Other | 680 | 1,626 | 946 | 1,320 |
| Total miscellaneous | <u>43,236</u> | <u>54,228</u> | <u>10,992</u> | <u>38,502</u> |
| Total revenues | <u><u>\$416,597</u></u> | <u><u>\$469,827</u></u> | <u><u>\$53,230</u></u> | <u><u>\$399,232</u></u> |

TOWN OF PORT BARRE, LOUISIANA
General Fund

Statement of Expenditures Compared to Budget (GAAP Basis)
Year Ended September 30, 2001
With Comparative Actual Amounts for Year Ended September 30, 2000

| | 2001 | | Variance - Favorable (Unfavorable) | 2000 Actual |
|---------------------------------|----------------|----------------|--|----------------|
| | Budget | Actual | | |
| Current: | | | | |
| General government - | | | | |
| Advertising | \$ 990 | \$ 739 | \$ 251 | \$ 136 |
| Dues and subscriptions | 984 | 1,371 | (387) | 658 |
| Insurance | 1,980 | 1,672 | 308 | 1,941 |
| Legal fees | 1,200 | 1,200 | - | 1,300 |
| Mayor's allowance | 6,000 | 6,000 | - | 6,000 |
| Medical and drug testing | - | 192 | (192) | 71 |
| Miscellaneous | 940 | 237 | 703 | 1,085 |
| Office supplies | - | - | - | 832 |
| Payroll taxes | 2,371 | 2,352 | 19 | 2,338 |
| Professional fees | 21,282 | 19,899 | 1,383 | 15,684 |
| Salaries | 38,844 | 37,871 | 973 | 37,562 |
| Telephone | 350 | - | 350 | 339 |
| Travel and meetings | 6,887 | 6,185 | 702 | 7,276 |
| Preparation of tax roll | 2,434 | 2,434 | - | 2,357 |
| Repairs and maintenance | 5,910 | 5,609 | 301 | 3,901 |
| Coroner's fees | 280 | 725 | (445) | 250 |
| Electricity | 3,150 | 3,000 | 150 | 3,200 |
| Total general government | <u>93,602</u> | <u>89,486</u> | <u>4,116</u> | <u>84,930</u> |
| Public safety - police - | | | | |
| Feeding prisoners | 290 | 410 | (120) | - |
| Insurance | 10,500 | 8,865 | 1,635 | 8,736 |
| Insurance deductible | 5,000 | 5,000 | - | 1,250 |
| Group insurance | 34,619 | 37,522 | (2,903) | 27,797 |
| Miscellaneous | 3,480 | 4,934 | (1,454) | 2,848 |
| Police car expense | 33,408 | 37,374 | (3,966) | 29,439 |
| Salaries | 254,665 | 250,460 | 4,205 | 237,203 |
| Payroll taxes | 24,055 | 22,285 | 1,770 | 20,431 |
| Supplies | 13,298 | 9,848 | 3,450 | 16,836 |
| Repairs and maintenance | 14,816 | 11,970 | 2,846 | 5,165 |
| Uniforms | 1,074 | 774 | 300 | 3,674 |
| Training academy | 2,450 | 2,150 | 300 | 1,090 |
| Travel | 821 | 965 | (144) | 1,032 |
| Telephone | 5,840 | 5,652 | 188 | 6,476 |
| Electricity | 5,036 | 2,913 | 2,123 | 2,365 |
| Medical and drug testing | 379 | 344 | 35 | 1,936 |
| Total public safety | <u>409,731</u> | <u>401,466</u> | <u>8,265</u> | <u>366,278</u> |

(continued)

TOWN OF PORT BARRE, LOUISIANA
General Fund

Statement of Expenditures Compared to Budget (GAAP Basis) (Continued)
Year Ended September 30, 2001
With Comparative Actual Amounts for Year Ended September 30, 2000

| | 2001 | | Variance - Favorable (Unfavorable) | 2000 Actual |
|-----------------------------------|-------------------|-------------------|--|-------------------|
| | Budget | Actual | | |
| Culture and recreation - | | | | |
| Park expenses | 7,479 | 8,179 | (700) | - |
| Electricity for parks | 1,927 | 1,796 | 131 | 1,206 |
| Total culture and recreation | <u>9,406</u> | <u>9,975</u> | <u>(569)</u> | <u>1,206</u> |
| Capital outlay: | | | | |
| General government - Equipment | - | 9,498 | (9,498) | 13,466 |
| Total expenditures | <u>\$ 512,739</u> | <u>\$ 510,425</u> | <u>\$ 2,314</u> | <u>\$ 465,880</u> |

SPECIAL REVENUE FUNDS

1966 Sales Tax Fund

To account for the receipt and use of proceeds of the Town's 1% sales and use tax. These taxes are dedicated to the construction, acquisition, extension, improvement and/or maintenance of drainage facilities, sewers, and sewerage disposal works, streets, sidewalks, waterworks, and garbage collection and disposal facilities of the Town of Port Barre, including the purchase of equipment therefore.

1996 Sales Tax Fund

To account for the receipt and use of proceeds of the Town's 1.2% sales and use tax. These taxes are dedicated to the construction, maintenance and improvement of public streets of the Town of Port Barre.

TOWN OF PORT BARRE, LOUISIANA
Special Revenue Funds

Combining Balance Sheet
September 30, 2001
With Comparative Totals for September 30, 2000

| | <u>1966</u> | <u>1996</u> | <u>Totals</u> | |
|--------------------------------------|-------------------|-------------------|-------------------|-------------------|
| | Sales Tax | Sales Tax | <u>2001</u> | <u>2000</u> |
| ASSETS | | | | |
| Cash | \$ 21,477 | \$ 104,890 | \$ 126,367 | \$ 157,656 |
| Interest-bearing deposits | - | 106,338 | 106,338 | 103,534 |
| Due from other funds | <u>90,682</u> | <u>-</u> | <u>90,682</u> | <u>623</u> |
| Total assets | <u>\$ 112,159</u> | <u>\$ 211,228</u> | <u>\$ 323,387</u> | <u>\$ 261,813</u> |
| LIABILITIES AND FUND BALANCES | | | | |
| Liabilities: | | | | |
| Accounts payable | \$ 1,725 | \$ - | \$ 1,725 | \$ 3,374 |
| Due to other funds | <u>65,074</u> | <u>77,926</u> | <u>143,000</u> | <u>53,000</u> |
| Total liabilities | 66,799 | 77,926 | 144,725 | 56,374 |
| Fund balances: | | | | |
| Unreserved, undesignated | <u>45,360</u> | <u>133,302</u> | <u>178,662</u> | <u>205,439</u> |
| Total liabilities and fund balances | <u>\$ 112,159</u> | <u>\$ 211,228</u> | <u>\$ 323,387</u> | <u>\$ 261,813</u> |

TOWN OF PORTE BARRE, LOUISIANA
Special Revenue Funds

Combining Statement of Revenues, Expenditures
and Changes in Fund Balances
Year Ended September 30, 2001
With Comparative Totals for Year Ended September 30, 2000

| | 1966 Sales Tax | 1996 Sales Tax | Totals | |
|--|----------------------|----------------------|-------------------|-------------------|
| | | | 2001 | 2000 |
| Revenues: | | | | |
| Taxes | \$ 136,391 | \$ 167,055 | \$ 303,446 | \$ 316,692 |
| Interest | - | 2,804 | 2,804 | 3,114 |
| Total revenues | <u>136,391</u> | <u>169,859</u> | <u>306,250</u> | <u>319,806</u> |
| Expenditures: | | | | |
| Current - | | | | |
| General government: | | | | |
| Professional fees | 3,640 | 4,090 | 7,730 | 8,170 |
| Miscellaneous | 1,308 | 1,671 | 2,979 | 3,184 |
| Total general government | <u>4,948</u> | <u>5,761</u> | <u>10,709</u> | <u>11,354</u> |
| Highways and streets: | | | | |
| Salaries | 80,084 | - | 80,084 | 79,883 |
| Electricity for street lights | 25,513 | - | 25,513 | 21,183 |
| Maintenance and materials | 10,006 | - | 10,006 | 11,310 |
| Street materials and supplies | 9,439 | - | 9,439 | 7,423 |
| Group insurance | 11,254 | - | 11,254 | 9,957 |
| Payroll taxes | 6,287 | - | 6,287 | 6,259 |
| Miscellaneous | 2,550 | - | 2,550 | 3,933 |
| Total highways and streets | <u>145,133</u> | <u>-</u> | <u>145,133</u> | <u>139,948</u> |
| Culture and recreation | <u>10,405</u> | <u>-</u> | <u>10,405</u> | <u>8,178</u> |
| Capital outlay | <u>1,295</u> | <u>-</u> | <u>1,295</u> | <u>-</u> |
| Total expenditures | <u>161,781</u> | <u>5,761</u> | <u>167,542</u> | <u>159,480</u> |
| Excess (deficiency) of revenues over expenditures | <u>(25,390)</u> | <u>164,098</u> | <u>138,708</u> | <u>160,326</u> |
| Other financing sources (uses): | | | | |
| Operating transfers in | 90,000 | - | 90,000 | 65,000 |
| Operating transfers out | <u>(60,000)</u> | <u>(195,485)</u> | <u>(255,485)</u> | <u>(222,366)</u> |
| Total other financing sources (uses) | <u>30,000</u> | <u>(195,485)</u> | <u>(165,485)</u> | <u>(157,366)</u> |
| Excess (deficiency) of revenues over expenditures and other uses | 4,610 | (31,387) | (26,777) | 2,960 |
| Fund balances, beginning | <u>40,750</u> | <u>164,689</u> | <u>205,439</u> | <u>202,479</u> |
| Fund balances, ending | <u>\$ 45,360</u> | <u>\$ 133,302</u> | <u>\$ 178,662</u> | <u>\$ 205,439</u> |

DEBT SERVICE FUNDS

Street Improvement Bonds dated 01/01/87

To accumulate monies for payment of the \$125,000 Public Improvement serial bonds. Debt service is financed by specific ad valorem tax.

1996 Sales Tax Bonds and Certificates of Indebtedness dated 05/01/96

To accumulate monies for payment of \$200,000 Certificates of Indebtedness and \$900,000 Sales Tax Bonds. Debt service is financed from a 1.2% sales and use tax.

TOWN OF PORT BARRE, LOUISIANA
Debt Service Funds

Combining Balance Sheet
September 30, 2001
With Comparative Totals for September 30, 2000

| | Street Improvement Bonds 1/1/87 | 1996 Sales Tax Bonds and Certificates of Indebtedness 5/1/96 | <u>Totals</u> | |
|--|--|--|-------------------|-------------------|
| | <u>1/1/87</u> | <u>5/1/96</u> | <u>2001</u> | <u>2000</u> |
| ASSETS | | | | |
| Cash | \$ 64,205 | \$ 44,881 | \$ 109,086 | \$ 97,402 |
| Interest-bearing deposits | 1,885 | 84,963 | 86,848 | 84,894 |
| Receivables (net, where applicable, of allowance for uncollectibles): | | | | |
| Taxes | 47 | - | 47 | 3,610 |
| Due from other funds | <u>2,934</u> | <u>3,000</u> | <u>5,934</u> | <u>5,032</u> |
| Total assets | <u>\$ 69,071</u> | <u>\$ 132,844</u> | <u>\$ 201,915</u> | <u>\$ 190,938</u> |
| FUND BALANCES | | | | |
| Fund balances: | | | | |
| Reserved for debt service | 60,000 | 132,844 | 192,844 | 190,938 |
| Unreserved, undesignated | <u>9,071</u> | <u>-</u> | <u>9,071</u> | <u>-</u> |
| Total fund balances | <u>\$ 69,071</u> | <u>\$ 132,844</u> | <u>\$ 201,915</u> | <u>\$ 190,938</u> |

TOWN OF PORT BARRE, LOUISIANA
Debt Service Funds

Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
Year Ended September 30, 2001
With Comparative Totals for Year Ended September 30, 2000

| | Street Improvement Bonds 1/1/87 | 1996 Sales Tax Bonds and Certificates of Indebtedness 5/1/96 | Totals | |
|---|--|--|-------------------|-------------------|
| | | | 2001 | 2000 |
| Revenues: | | | | |
| Taxes: | | | | |
| Ad valorem | \$ 23,571 | \$ - | \$ 23,571 | \$ 22,749 |
| Interest and penalties on taxes | 1,306 | - | 1,306 | 1,022 |
| Miscellaneous - | | | | |
| Interest on deposits | 50 | 1,887 | 1,937 | 1,902 |
| Total revenues | <u>24,927</u> | <u>1,887</u> | <u>26,814</u> | <u>25,673</u> |
| Expenditures: | | | | |
| Current - | | | | |
| General government: | | | | |
| Office expense | 5,073 | (9) | 5,064 | 27 |
| Debt service - | | | | |
| Principal retirement | 5,000 | 50,000 | 55,000 | 50,000 |
| Interest | 4,595 | 54,275 | 58,870 | 62,580 |
| Paying agents' fees | 1,000 | 1,388 | 2,388 | 2,339 |
| Total debt service | <u>10,595</u> | <u>105,663</u> | <u>116,258</u> | <u>114,919</u> |
| Total expenditures | <u>15,668</u> | <u>105,654</u> | <u>121,322</u> | <u>114,946</u> |
| Excess (deficiency) of revenues over expenditures | 9,259 | (103,767) | (94,508) | (89,273) |
| Other financing sources: | | | | |
| Operating transfers in | <u>-</u> | <u>105,485</u> | <u>105,485</u> | <u>108,119</u> |
| Excess of revenues and other sources over expenditures | 9,259 | 1,718 | 10,977 | 18,846 |
| Fund balances, beginning | <u>59,812</u> | <u>131,126</u> | <u>190,938</u> | <u>172,092</u> |
| Fund balances, ending | <u>\$ 69,071</u> | <u>\$ 132,844</u> | <u>\$ 201,915</u> | <u>\$ 190,938</u> |

TOWN OF PORT BARRE, LOUISIANA
Debt Service Funds

Combining Statement of Revenues, Expenditures, and Changes in Fund Balances -
Budget (GAAP Basis) and Actual
Year Ended September 30, 2001

| | Street Improvement Bond 01/01/87 | | | 1996 Sales Tax Bonds and Certificates of Indebtedness 05/01/96 | | |
|---|----------------------------------|-----------------|--|--|------------------|--|
| | Budget | Actual | Variance - Favorable (Unfavorable) | Budget | Actual | Variance - Favorable (Unfavorable) |
| | | | | | | |
| Revenues: | | | | | | |
| Taxes: | | | | | | |
| Ad valorem | \$22,140 | \$23,571 | \$ 1,431 | \$ - | \$ - | \$ - |
| Interest and penalties on taxes | 500 | 1,306 | 806 | - | - | - |
| Miscellaneous - | | | | | | |
| Interest on deposits | 60 | 50 | (10) | - | 1,887 | 1,887 |
| Total revenues | <u>22,700</u> | <u>24,927</u> | <u>2,227</u> | <u>-</u> | <u>1,887</u> | <u>1,887</u> |
| Expenditures: | | | | | | |
| Current - | | | | | | |
| General government: | | | | | | |
| Office expense | - | 5,073 | (5,073) | - | (9) | 9 |
| Debt service - | | | | | | |
| Principal retirement | 5,000 | 5,000 | - | 50,000 | 50,000 | - |
| Interest | 4,612 | 4,595 | 17 | 54,275 | 54,275 | - |
| Paying agents' fees | 1,000 | 1,000 | - | 1,388 | 1,388 | - |
| Total debt service | <u>10,612</u> | <u>10,595</u> | <u>17</u> | <u>105,663</u> | <u>105,663</u> | <u>-</u> |
| Total expenditures | <u>10,612</u> | <u>15,668</u> | <u>(5,056)</u> | <u>105,663</u> | <u>105,654</u> | <u>9</u> |
| Excess (deficiency) of revenues over expenditures | 12,088 | 9,259 | (2,829) | (105,663) | (103,767) | 1,896 |
| Other financing sources: | | | | | | |
| Operating transfers in | - | - | - | 107,484 | 105,485 | (1,999) |
| Excess of revenues and other sources over expenditures | 12,088 | 9,259 | (2,829) | 1,821 | 1,718 | (103) |
| Fund balances, beginning | <u>59,812</u> | <u>59,812</u> | <u>-</u> | <u>131,126</u> | <u>131,126</u> | <u>-</u> |
| Fund balances, ending | <u>\$71,900</u> | <u>\$69,071</u> | <u>\$ (2,829)</u> | <u>\$132,947</u> | <u>\$132,844</u> | <u>\$ (103)</u> |

| Totals | | |
|------------------|------------------|--|
| Budget | Actual | Variance - Favorable (Unfavorable) |
| \$ 22,140 | \$ 23,571 | \$ 1,431 |
| 500 | 1,306 | 806 |
| <u>60</u> | <u>1,937</u> | <u>1,877</u> |
| <u>22,700</u> | <u>26,814</u> | <u>4,114</u> |
| <u>-</u> | <u>5,064</u> | <u>(5,064)</u> |
| 55,000 | 55,000 | - |
| 58,887 | 58,870 | 17 |
| 2,388 | 2,388 | - |
| <u>116,275</u> | <u>116,258</u> | <u>17</u> |
| <u>116,275</u> | <u>121,322</u> | <u>(5,047)</u> |
| (93,575) | (94,508) | (933) |
| <u>107,484</u> | <u>105,485</u> | <u>(1,999)</u> |
| 13,909 | 10,977 | (2,932) |
| <u>190,938</u> | <u>190,938</u> | <u>-</u> |
| <u>\$204,847</u> | <u>\$201,915</u> | <u>\$ (2,932)</u> |

CAPITAL PROJECTS FUND

Louisiana Community Development Block Grant (LCDBG)

To account for the administration of grant funds received from the State of Louisiana Division of Administration for sewer system improvements.

TOWN OF PORT BARRE, LOUISIANA
Capital Projects Fund

Comparative Balance Sheet
September 30, 2001 and 2000

| | <u>2001</u> | <u>2000</u> |
|--|-------------------|------------------|
| ASSETS | | |
| Receivables net of allowance for uncollectibles: | | |
| Due from other governmental agencies | <u>\$ 136,631</u> | <u>\$ 94,255</u> |
| LIABILITIES AND FUND BALANCE | | |
| Liabilities: | | |
| Contracts payable | \$ 94,851 | \$ 28,728 |
| Retainage payable | <u>41,780</u> | <u>65,527</u> |
| Total liabilities | 136,631 | 94,255 |
| Fund balance: | | |
| Unreserved, undesignated | <u>-</u> | <u>-</u> |
| Total liabilities and fund balance | <u>\$ 136,631</u> | <u>\$ 94,255</u> |

TOWN OF PORT BARRE, LOUISIANA
Capital Projects Fund

Statement of Revenues, Expenditures, and Changes in Fund Balance -
Budget (GAAP Basis) and Actual
Year Ended September 30, 2001
With Comparative Actual Amounts for Year Ended September 30, 2000

| | 2001 | | Variance - Favorable (Unfavorable) | 2000 Actual |
|---|------------|------------|--|----------------|
| | Budget | Actual | | |
| Revenues: | | | | |
| Intergovernmental - | | | | |
| Federal grant - LCDBG | \$ 149,289 | \$ 191,665 | \$ 42,376 | \$ 730,263 |
| Expenditures: | | | | |
| Capital outlay - | | | | |
| Construction costs | 149,289 | 180,316 | (31,027) | 655,277 |
| Engineering fees | - | 13,599 | (13,599) | 99,210 |
| Total expenditures | 149,289 | 193,915 | (44,626) | 754,487 |
| Deficiency of revenues over expenditures | - | (2,250) | (2,250) | (24,224) |
| Other financing sources: | | | | |
| Operating transfers in | - | 2,250 | 2,250 | 24,224 |
| Excess of revenues and other sources over expenditures | - | - | - | - |
| Fund balance, beginning | - | - | - | - |
| Fund balance, ending | \$ - | \$ - | \$ - | \$ - |

ENTERPRISE FUND

Utility Fund

To account for the provision of gas, water, and sewerage services to residents of the Town. 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.

TOWN OF PORT BARRE, LOUISIANA
Enterprise Fund
Utility Fund

Comparative Balance Sheet
September 30, 2001 and 2000

| | 2001 | 2000 |
|--|-------------|-------------|
| ASSETS | | |
| Current assets: | | |
| Cash | \$ 10,764 | \$ 120,124 |
| Interest-bearing deposits | 214,532 | 207,807 |
| Receivables - | | |
| Accounts, net of allowance for uncollectible accounts (2001 \$17,402; 2000 \$9,827) | 70,348 | 63,335 |
| Due from other funds | 65,307 | 58,194 |
| Total current assets | 360,951 | 449,460 |
| Restricted assets: | | |
| Revenue bond sinking fund - | | |
| Cash | 20,047 | 16,965 |
| Interest-bearing deposits | 163 | 153 |
| Revenue bond reserve fund - | | |
| Cash | 15,487 | 13,711 |
| Interest-bearing deposits | 1,087 | 1,049 |
| Capital additions and contingencies fund - | | |
| Cash | 30,577 | 28,852 |
| Customers' deposits - | | |
| Cash | 9,076 | 8,585 |
| Interest-bearing deposits | 34,884 | 33,437 |
| Total restricted assets | 111,321 | 102,752 |
| Property, plant and equipment, at cost, net of accumulated depreciation (2001 \$1,875,137; 2000 \$1,760,878) | 3,905,945 | 3,978,459 |
| Construction in progress | 948,402 | 754,487 |
| Net property, plant and equipment | 4,854,347 | 4,732,946 |
| Total assets | \$5,326,619 | \$5,285,158 |

| | <u>2001</u> | <u>2000</u> |
|---|--------------------|--------------------|
| LIABILITIES AND FUND EQUITY | | |
| Liabilities: | | |
| Current liabilities (payable from current assets) - | | |
| Accounts payable | \$ 15,815 | \$ 57,616 |
| Due to other funds | 126 | 290 |
| Other liabilities | 1,285 | 981 |
| Total current liabilities (payable from current assets) | <u>17,226</u> | <u>58,887</u> |
| Current liabilities (payable from restricted assets) - | | |
| Revenue bonds payable | 19,955 | 15,650 |
| Interest payable | 3,800 | 3,975 |
| Customers' deposits | 43,960 | 42,022 |
| Total current liabilities (payable from restricted assets) | <u>67,715</u> | <u>61,647</u> |
| Long-term liabilities: | | |
| Revenue bonds payable, net of unamortized bond discount (2001 \$29,176; 2000 \$30,307) | <u>667,070</u> | <u>685,071</u> |
| Total liabilities | <u>752,011</u> | <u>805,605</u> |
| Fund equity: | | |
| Contributed capital - | | |
| Federal government, net of accumulated amortization (2001 \$180,469; 2000 \$137,111) | 3,795,214 | 3,621,907 |
| State government, net of accumulated amortization (2001 \$33,221; 2000 \$31,251) | 367,002 | 368,972 |
| Parish government, net of accumulated amortization (2001 \$2,400; 2000 \$2,250) | 5,100 | 5,250 |
| Municipality | 612,269 | 610,019 |
| Total contributed capital | <u>4,779,585</u> | <u>4,606,148</u> |
| Retained earnings (deficit) - | | |
| Reserved for revenue bond retirement | 43,606 | 41,105 |
| Unreserved | (248,583) | (167,700) |
| Total retained earnings (deficit) | <u>(204,977)</u> | <u>(126,595)</u> |
| Total fund equity | <u>4,574,608</u> | <u>4,479,553</u> |
| Total liabilities and fund equity | <u>\$5,326,619</u> | <u>\$5,285,158</u> |

TOWN OF PORT BARRE, LOUISIANA
Enterprise Fund
Utility Fund

Comparative Statement of Revenues, Expenses, and Changes in Retained Earnings
Years Ended September 30, 2001 and 2000

| | <u>2001</u> | <u>2000</u> |
|--|----------------------------|----------------------------|
| Operating revenues: | | |
| Charges for services - | | |
| Gas sales | \$ 292,846 | \$ 186,868 |
| Water sales | 200,724 | 201,022 |
| Sewerage charges | 212,334 | 210,338 |
| Connection charges | 3,640 | 5,300 |
| Miscellaneous | 17,725 | 18,759 |
| Total operating revenues | <u>727,269</u> | <u>622,287</u> |
| Operating expenses: | | |
| Gas department | 333,422 | 192,083 |
| Water department | 183,771 | 137,642 |
| Sewerage department | 258,566 | 243,296 |
| General and administrative | 59,434 | 59,613 |
| Total operating expenses | <u>835,193</u> | <u>632,634</u> |
| Operating loss | <u>(107,924)</u> | <u>(10,347)</u> |
| Nonoperating revenues (expenses): | | |
| Gain on sale of asset | 700 | - |
| Interest income | 8,196 | 8,777 |
| Interest and fiscal charges | (34,045) | (34,871) |
| Total nonoperating revenues (expenses) | <u>(25,149)</u> | <u>(26,094)</u> |
| Loss before operating transfers | <u>(133,073)</u> | <u>(36,441)</u> |
| Operating transfers: | | |
| Operating transfers in | 60,000 | 50,000 |
| Operating transfers out | (50,786) | (106,920) |
| Total operating transfers | <u>9,214</u> | <u>(56,920)</u> |
| Net loss | (123,859) | (93,361) |
| Add: Depreciation of fixed assets acquired by funds externally restricted for capital acquisitions and construction that reduces contributed capital | <u>45,477</u> | <u>33,211</u> |
| Decrease in retained earnings | (78,382) | (60,150) |
| Retained earnings (deficit), beginning | <u>(126,595)</u> | <u>(66,445)</u> |
| Retained earnings (deficit), ending | <u><u>\$ (204,977)</u></u> | <u><u>\$ (126,595)</u></u> |

TOWN OF PORT BARRE, LOUISIANA
Enterprise Fund
Utility Fund

Comparative Statement of Operating Expenses by Department
Years Ended September 30, 2001 and 2000

| | <u>2001</u> | <u>2000</u> |
|------------------------------------|----------------|----------------|
| Gas department: | | |
| Engineering fees | \$ 1,200 | \$ 1,300 |
| Depreciation | 21,203 | 19,820 |
| Natural gas purchased | 238,246 | 86,247 |
| Insurance | 11,381 | 11,381 |
| Group insurance | 4,982 | 4,604 |
| Operative maintenance and supplies | 7,342 | 19,303 |
| Payroll taxes | 2,773 | 2,923 |
| Salaries | 32,739 | 36,349 |
| Telephone | 2,670 | 2,716 |
| Bad debts (recoveries) | 5,873 | (4,299) |
| Miscellaneous | 5,013 | 11,739 |
| Total gas department | <u>333,422</u> | <u>192,083</u> |
| Water department: | | |
| Depreciation | 20,445 | 20,244 |
| Electricity | 24,724 | 15,776 |
| Insurance | 17,603 | 19,195 |
| Group insurance | 6,745 | 5,728 |
| Operative maintenance and supplies | 21,817 | 7,566 |
| Payroll taxes | 3,236 | 3,585 |
| Salaries | 45,374 | 48,465 |
| Chemicals | 31,525 | 19,019 |
| Engineering | 4,938 | - |
| Telephone | 2,132 | 2,174 |
| Bad debts (recoveries) | 5,232 | (4,715) |
| Miscellaneous | - | 605 |
| Total water department | <u>183,771</u> | <u>137,642</u> |

(continued)

TOWN OF PORT BARRE, LOUISIANA
Enterprise Fund
Utility Fund

Comparative Statement of Operating Expenses by Department (Continued)
Years Ended September 30, 2001 and 2000

| | <u>2001</u> | <u>2000</u> |
|------------------------------------|-------------------------|-------------------------|
| Sewerage department: | | |
| Depreciation | \$ 79,213 | \$ 76,714 |
| Electricity | 50,530 | 40,391 |
| Insurance | 13,787 | 14,396 |
| Group insurance | 4,983 | 4,604 |
| Operative maintenance and supplies | 40,696 | 42,053 |
| Payroll taxes | 2,555 | 2,689 |
| Salaries | 32,739 | 36,349 |
| Contract labor | 18,016 | 15,787 |
| Chemicals | 2,993 | 8,210 |
| Telephone | 2,118 | 2,174 |
| Bad debts (recoveries) | 5,309 | (4,854) |
| Engineering | - | 160 |
| Miscellaneous | 5,627 | 4,623 |
| Total sewerage department | <u>258,566</u> | <u>243,296</u> |
| General and administrative: | | |
| Professional fees | 12,100 | 9,535 |
| Electricity | 7,540 | 5,545 |
| Office supplies and expense | 15,580 | 15,221 |
| Operative maintenance and supplies | 3,770 | 6,808 |
| Truck expense | 6,537 | 6,038 |
| Travel and meetings | 323 | 285 |
| Uniforms | 2,696 | 2,224 |
| Insurance | 6,332 | 6,948 |
| Miscellaneous | 4,556 | 7,009 |
| Total general and administrative | <u>59,434</u> | <u>59,613</u> |
| Total operating expenses | <u><u>\$835,193</u></u> | <u><u>\$632,634</u></u> |

TOWN OF PORT BARRE, LOUISIANA
Enterprise Fund
Utility Fund

Comparative Statement of Cash Flows
Years Ended September 30, 2001 and 2000

| | Enterprise | |
|---|--------------------|--------------------|
| | 2001 | 2000 |
| Cash flows from operating activities: | | |
| Operating loss | <u>\$(107,924)</u> | <u>\$ (10,347)</u> |
| Adjustments to reconcile operating income to net cash provided by operating activities - | | |
| Increase (decrease) in provision for uncollectible accounts | 7,575 | (26,404) |
| Depreciation | 120,861 | 116,778 |
| Gain on sale of asset | 700 | - |
| Amortization of bond issue costs | 1,130 | 1,129 |
| Changes in current assets and liabilities: | | |
| (Increase) decrease in accounts receivable | (14,588) | 22,172 |
| Decrease in other receivables | - | 880 |
| Increase (decrease) in accounts payable | (41,801) | 23,661 |
| Decrease in deferred revenue | - | (25,000) |
| Increase in other liabilities | 304 | 226 |
| Total adjustments | <u>74,181</u> | <u>113,442</u> |
| Net cash provided (used) by operating activities | <u>(33,743)</u> | <u>103,095</u> |
| Cash flows from noncapital financing activities: | | |
| Cash received from other funds | - | 290 |
| Cash paid to other funds | (7,277) | (51,892) |
| Operating transfers in from other funds | 60,000 | 50,000 |
| Operating transfers out to other funds | (50,786) | (106,920) |
| Net cash provided (used) by noncapital financing activities | <u>1,937</u> | <u>(108,522)</u> |
| Cash flows from capital and related financing activities: | | |
| Acquisition of capital assets | (242,262) | (795,959) |
| Principal paid on revenue bond maturities | (15,650) | (16,357) |
| Interest and fiscal charges paid on revenue bonds | (33,397) | (34,111) |
| Proceeds from meter deposits | 11,375 | 10,175 |
| Refund of meter deposits | (9,437) | (10,645) |
| Contribution from municipality | 2,250 | 24,224 |
| Proceeds from state grant | - | 25,000 |
| Proceeds from federal grants | 216,665 | 730,263 |
| Net cash used by capital and related financing activities | <u>(70,456)</u> | <u>(67,410)</u> |

(continued)

TOWN OF PORT BARRE, LOUISIANA
Enterprise Fund
Utility Fund

Comparative Statement of Cash Flows (Continued)
Years Ended September 30, 2001 and 2000

| | Enterprise | |
|---|-------------|-------------|
| | 2001 | 2000 |
| Cash flows from investing activities: | | |
| Purchase of investments | (20,812) | (19,753) |
| Proceeds from maturities of investments | 19,753 | 18,767 |
| Interest received on interest-bearing deposits | 8,196 | 8,777 |
| Net cash provided by investing activities | 7,137 | 7,791 |
| Net decrease in cash and cash equivalents | (95,125) | (65,046) |
| Cash and cash equivalents, beginning of period | 410,930 | 475,976 |
| Cash and cash equivalents, end of period | \$ 315,805 | \$ 410,930 |
| Reconciliation of cash and cash equivalents per statement of cash flows to the balance sheet: | | |
| Cash and cash equivalents, beginning of period - | | |
| Cash - unrestricted | \$ 120,124 | \$ 193,648 |
| Cash - restricted | 68,113 | 67,402 |
| Interest-bearing deposits - unrestricted | 207,807 | 200,420 |
| Interest-bearing deposits - restricted | 34,639 | 33,273 |
| Less: Certificates of deposit with a maturity over three months when purchased | (19,753) | (18,767) |
| Total cash and cash equivalents | 410,930 | 475,976 |
| Cash and cash equivalents, end of period - | | |
| Cash - unrestricted | 10,764 | 120,124 |
| Cash - restricted | 75,187 | 68,113 |
| Interest-bearing deposits - unrestricted | 214,532 | 207,807 |
| Interest-bearing deposits - restricted | 36,134 | 34,639 |
| Less: Certificates of deposit with a maturity over three months when purchased | (20,812) | (19,753) |
| Total cash and cash equivalents | 315,805 | 410,930 |
| Net decrease | \$ (95,125) | \$ (65,046) |

TOWN OF PORT BARRE, LOUISIANA
Enterprise Fund
Utility Fund

Schedule of Changes in Assets Restricted for Revenue Bond Debt Service
Year Ended September 30, 2001

| | Bond and Interest Sinking | Bond Reserve | Capital Additions and Contingencies | Total |
|---|---------------------------------|----------------------|---|----------------------|
| Cash and interest-bearing deposits, October 1, 2000 | <u>\$ 17,118</u> | <u>\$ 14,760</u> | <u>\$ 28,852</u> | <u>\$ 60,730</u> |
| Cash receipts: | | | | |
| Transfers from operating cash | 52,129 | 1,788 | 1,716 | 55,633 |
| Interest on deposits | <u>10</u> | <u>26</u> | <u>9</u> | <u>45</u> |
| Total cash receipts | <u>52,139</u> | <u>1,814</u> | <u>1,725</u> | <u>55,678</u> |
| Total cash and interest- bearing deposits | <u>69,257</u> | <u>16,574</u> | <u>30,577</u> | <u>116,408</u> |
| Cash disbursements: | | | | |
| Principal payment | 15,650 | - | - | 15,650 |
| Interest payments | 33,296 | - | - | 33,296 |
| Paying agents' fees | <u>101</u> | <u>-</u> | <u>-</u> | <u>101</u> |
| Total cash disbursements | <u>49,047</u> | <u>-</u> | <u>-</u> | <u>49,047</u> |
| Cash and interest-bearing deposits, September 30, 2001 | <u>\$ 20,210</u> | <u>\$ 16,574</u> | <u>\$ 30,577</u> | <u>\$ 67,361</u> |

AGENCY FUND

Payroll and Disbursement Funds

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

TOWN OF PORT BARRE, LOUISIANA
Agency Funds

Combining Balance Sheet
September 30, 2001
With Comparative Totals for September 30, 2000

| | <u>Payroll Fund</u> | <u>Disbursement Fund</u> | <u>Totals</u> | |
|----------------------|-------------------------|------------------------------|------------------|-----------------|
| | | | <u>2001</u> | <u>2000</u> |
| ASSETS | | | | |
| Cash | \$ 1,510 | \$ 9,275 | \$ 10,785 | \$ 2,967 |
| Due from other funds | <u>478</u> | <u>-</u> | <u>478</u> | <u>893</u> |
| Total assets | <u>\$ 1,988</u> | <u>\$ 9,275</u> | <u>\$ 11,263</u> | <u>\$ 3,860</u> |
| LIABILITIES | | | | |
| Payroll liabilities | \$ 1,988 | \$ - | \$ 1,988 | \$ 1,698 |
| Due to other funds | <u>-</u> | <u>9,275</u> | <u>9,275</u> | <u>2,162</u> |
| Total liabilities | <u>\$ 1,988</u> | <u>\$ 9,275</u> | <u>\$ 11,263</u> | <u>\$ 3,860</u> |

TOWN OF PORT BARRE, LOUISIANA
Agency Funds

Combining Statement of Changes in Assets and Liabilities - All Agency Funds
Year Ended September 30, 2001

| | <u>Balances</u> 10/01/00 | <u>Additions</u> | <u>Deductions</u> | <u>Balances</u> 09/30/01 |
|---|-----------------------------|---------------------|---------------------|-----------------------------|
| <u>PAYROLL FUND</u> | | | | |
| ASSETS | | | | |
| Cash | \$ 889 | \$ 515,519 | \$ 514,898 | \$ 1,510 |
| Due from other funds | 809 | 515,519 | 515,850 | 478 |
| TOTAL ASSETS | <u>\$ 1,698</u> | <u>\$ 1,031,038</u> | <u>\$ 1,030,748</u> | <u>\$ 1,988</u> |
| LIABILITIES | | | | |
| Payroll liabilities | <u>\$ 1,698</u> | <u>\$ 621</u> | <u>\$ 331</u> | <u>\$ 1,988</u> |
| <u>DISBURSEMENTS FUNDS</u> | | | | |
| ASSETS | | | | |
| Cash | \$ 2,078 | \$ 929,429 | \$ 922,232 | \$ 9,275 |
| Due from other funds | 84 | - | 84 | - |
| TOTAL ASSETS | <u>\$ 2,162</u> | <u>\$ 929,429</u> | <u>\$ 922,316</u> | <u>\$ 9,275</u> |
| LIABILITIES | | | | |
| Due to other funds | <u>\$ 2,162</u> | <u>\$ 929,429</u> | <u>\$ 922,316</u> | <u>\$ 9,275</u> |
| <u>TOTALS - ALL AGENCY FUNDS</u> | | | | |
| ASSETS | | | | |
| Cash | \$ 2,967 | \$ 1,444,948 | \$ 1,437,130 | \$ 10,785 |
| Due from other funds | 893 | 515,519 | 515,934 | 478 |
| TOTAL ASSETS | <u>\$ 3,860</u> | <u>\$ 1,960,467</u> | <u>\$ 1,953,064</u> | <u>\$ 11,263</u> |
| LIABILITIES | | | | |
| Payroll liabilities | \$ 1,698 | \$ 621 | \$ 331 | \$ 1,988 |
| Due to other funds | <u>2,162</u> | <u>929,429</u> | <u>922,316</u> | <u>9,275</u> |
| TOTAL LIABILITIES | <u>\$ 3,860</u> | <u>\$ 930,050</u> | <u>\$ 922,647</u> | <u>\$ 11,263</u> |

GENERAL FIXED ASSETS ACCOUNT GROUP

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

TOWN OF PORT BARRE, LOUISIANA
 Comparative Statement of General Fixed Assets
 September 30, 2001 and 2000

| | <u>2001</u> | <u>2000</u> |
|--|--------------------|--------------------|
| General fixed assets, at cost: | | |
| Land | \$ 87,043 | \$ 87,043 |
| Buildings | 1,113,608 | 1,113,608 |
| Improvements other than buildings | 727,675 | 727,675 |
| Equipment | <u>221,278</u> | <u>226,518</u> |
| Total general fixed assets | <u>\$2,149,604</u> | <u>\$2,154,844</u> |
| Investment in general fixed assets: | | |
| Property acquired from - | | |
| General Fund revenues | \$ 473,160 | \$ 479,695 |
| Federal revenue sharing funds | 42,454 | 42,454 |
| Sales tax revenue | 25,385 | 24,090 |
| General obligation bonds | 389,026 | 389,026 |
| Assessment certificates | 101,700 | 101,700 |
| Federal grants | 1,067,879 | 1,067,879 |
| State grants | <u>50,000</u> | <u>50,000</u> |
| Total investment in general fixed assets | <u>\$2,149,604</u> | <u>\$2,154,844</u> |

TOWN OF PORT BARRE, LOUISIANA

Statement of Changes in General Fixed Assets
Year Ended September 30, 2001

| | <u>Land</u> | <u>Buildings</u> | <u>Improvements Other Than Buildings</u> | <u>Equipment</u> | <u>Total</u> |
|--|-----------------|--------------------|--|------------------|--------------------|
| General fixed assets, beginning of year | \$87,043 | \$1,113,608 | \$727,675 | \$226,518 | \$2,154,844 |
| Additions: | | | | | |
| General Fund revenues | - | - | - | 9,498 | 9,498 |
| Sales Tax Fund revenues | | | | 1,295 | 1,295 |
| Deletions: | | | | | |
| General Fund revenues | - | - | - | 16,033 | 16,033 |
| General fixed assets, end of year | <u>\$87,043</u> | <u>\$1,113,608</u> | <u>\$727,675</u> | <u>\$221,278</u> | <u>\$2,149,604</u> |

GENERAL LONG-TERM DEBT ACCOUNT GROUP

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

TOWN OF PORT BARRE, LOUISIANA

Statement of General Long-Term Debt
 September 30, 2001
 With Comparative Totals for September 30, 2000

| | Street Improvement Bonds 01/01/87 | 1996 Sales Tax Bonds and Certificates of Indebtedness 05/01/96 | Totals 2001 | 2000 |
|--|--|--|----------------|------|
|--|--|--|----------------|------|

AMOUNT AVAILABLE AND TO BE PROVIDED FOR THE
 RETIREMENT OF GENERAL LONG-TERM DEBT

| | | | | |
|---|------------------|-------------------|-------------------|---------------------|
| Amount available in debt service funds for retirement | \$ 60,000 | \$ 132,844 | \$ 192,844 | \$ 190,938 |
| Amount to be provided from - | - | - | - | 5,188 |
| Ad valorem taxes | - | 767,156 | 767,156 | 818,874 |
| Sales taxes | | | | |
| Total available and to be provided | <u>\$ 60,000</u> | <u>\$ 900,000</u> | <u>\$ 960,000</u> | <u>\$ 1,015,000</u> |

GENERAL LONG-TERM DEBT PAYABLE

| | | | | |
|--------------------------------------|------------------|-------------------|-------------------|---------------------|
| General obligation bonds payable | \$ 60,000 | \$ - | \$ 60,000 | \$ 65,000 |
| Certificates of indebtedness payable | - | 125,000 | 125,000 | 145,000 |
| Sales tax bonds payable | - | 775,000 | 775,000 | 805,000 |
| Total general long-term debt payable | <u>\$ 60,000</u> | <u>\$ 900,000</u> | <u>\$ 960,000</u> | <u>\$ 1,015,000</u> |

**COMPLIANCE
AND
INTERNAL CONTROL**

KOLDER, CHAMPAGNE, SLAVEN & COMPANY, LLC
CERTIFIED PUBLIC ACCOUNTANTS

C. Burton Kolder, CPA*
Russell F. Champagne, CPA*
Victor R. Slaven, CPA*
Conrad O. Chapman, CPA*
P. Troy Courville, CPA*

P.O. Box 82329
Lafayette, LA 70598

Phone (337) 232-4141
Fax (337) 232-8660

WEB SITE
WWW.KSRCPAS.COM

Gerald A. Thibodeaux, Jr., CPA
Allen J. LaBry, CPA
Harry J. Closio, CPA
Penny Angelle Scruggins, CPA
Christine L. Cousin, CPA
Mary T. Thibodeaux, CPA
Kelly M. Doucat, CPA
Kenneth J. Rachal, CPA
Cheryl L. Bartley, CPA
Robert S. Carter, CPA
Rob Hunt, CPA

MEMBER OF
AMERICAN INSTITUTE OF
CERTIFIED PUBLIC ACCOUNTANTS
SOCIETY OF LOUISIANA
CERTIFIED PUBLIC ACCOUNTANTS

* A Professional Accounting Corporation

**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 John B. Fontenot
and Members of the Board of Alderman
Town of Port Barre, Louisiana

We have audited the general purpose financial statements of the Town of Port Barre, Louisiana, as of and for the year ended September 30, 2001, and have issued our report thereon dated December 11, 2001. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States.

Compliance

As part of obtaining reasonable assurance about whether the Town of Port Barre, Louisiana's general purpose financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grants, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit and, accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance that are required to be reported under Government Auditing Standards.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered the Town of Port Barre Louisiana's internal control over financial reporting in order to determine our auditing procedures for the purpose of expressing our opinion on the 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 Town of Port Barre's ability to record, process, summarize and report financial data consistent with the assertions of management in the 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 01-1(IC).

183 South Beadle Road
Lafayette, LA 70508
Phone (337) 232-4141
Fax (337) 232-8660

113 East Bridge Street
Breaux Bridge, LA 70517
Phone (337) 332-4020
Fax (337) 332-2867

133 East Waddil
Marksville, LA 71351
Phone (318) 253-9252
Fax (318) 253-8681

1234 David Drive, Suite 105
Morgan City, LA 70380
Phone (985) 384-2020
Fax (985) 384-3020

408 W. Cotton Street
Ville Platte, LA 70586
Phone (337) 363-2792
Fax (337) 363-3049

332 W. Sixth Avenue
Oberlin, LA 70655
Phone (337) 639-4737
Fax (337) 639-4568

200 South Main Street
Abbeville, LA 70511
Phone (337) 893-7944
Fax (337) 893-7946

A material weaknesses weakness is a condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that misstatements in amounts that would be material in relation to the general purpose financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. 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. However, we consider the reportable condition referred to above to be a material weakness.

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 & Company, LLC
Certified Public Accountants

Lafayette, Louisiana
December 11, 2001

TOWN OF PORT BARRE

Summary Schedule of Current and Prior Year Audit Findings
and Corrective Action Plan
September 30, 2001

| Ref. No. | Fiscal Year Finding Initially Occurred | Description of Finding | Corrective Action Taken | Corrective Action Planned | Name of Contact Person | Anticipated Completion Date |
|-----------------------------------|--|--|-------------------------|---|------------------------------|-----------------------------|
| CURRENT YEAR (09/30/01) -- | | | | | | |
| <u>Internal Control:</u> | | | | | | |
| 01-1(IC) | Unknown | Due to the small number of employees, the Town did not have adequate segregation of functions within the accounting system. | N/A | Based upon the size of the operation and the cost-benefit of additional personnel, it may not be feasible to achieve complete segregation of duties. | Toria Comeaux, Town Clerk | N/A |
| <u>Management Letter:</u> | | | | | | |
| 01-2(ML) | 2000 | During the fiscal year ended September 30, 2001, the Utility Fund experienced a loss before operating transfers of \$133,073. The Town should consider increasing utility rates and/or decreasing expenses in order for the Utility Fund to operate on a profitable basis. | Partial | Effective March 1, 2001, the Town has implemented a gas rate fuel adjustment surcharge to increase the gas utility rates. Additionally, Town officials and personnel will scrutinize all department expenses to determine where reductions can be made and will further increase rates if required. These procedures should enable the fund to operate on a profitable basis in the future. | Toria Comeaux, Town Clerk | N/A |
| PRIOR YEAR (09/30/00) -- | | | | | | |
| <u>Internal Control:</u> | | | | | | |
| 00-1(IC) | Unknown | Due to the small number of employees, the Town did not have adequate segregation of functions within the accounting system. | N/A | Based upon the size of the operation and the cost-benefit of additional personnel, it may not be feasible to achieve complete segregation of duties. | Toria Comeaux, Town Clerk | N/A |
| <u>Management Letter:</u> | | | | | | |
| 00-2(ML) | 2000 | During the fiscal year ended September 30, 2000, the Utility Fund experienced a loss before operating transfers of \$36,441. The Town should consider increasing utility rates and/or decreasing expenses in order for the Utility Fund to operate on a profitable basis. | Partial | Effective November 1, 2000, the Town has increased the gas utility rates. Additionally, Town officials and personnel will scrutinize expenses to determine where reductions can be made and will further increase rates if required. These procedures should enable the fund to operate on a profitable basis in the future. | Toria Comeaux, Town Clerk | N/A |

OTHER SUPPLEMENTARY INFORMATION

TOWN OF PORT BARRE, LOUISIANA
Enterprise Fund
Utility Fund

Schedule of Number of Utility Customers
(Unaudited)
September 30, 2001

Records maintained by the Town indicated the following number of customers were being served during the month of September, 2001 and 2000:

| <u>Department</u> | <u>2001</u> | <u>2000</u> |
|-------------------|-------------|-------------|
| Gas (metered) | 643 | 665 |
| Water (metered) | 1,158 | 1,127 |
| Sewerage | 743 | 726 |

TOWN OF PORT BARRE, LOUISIANA
Enterprise Fund
Utility Fund

Comparative Departmental Analysis of Revenues and Expenses
Years Ended September 30, 2001 and 2000

| | Totals | | Gas | |
|--|---------------------|---------------------|--------------------|--------------------|
| | 2001 | 2000 | 2001 | 2000 |
| Operating revenues: | | | | |
| Charges for services - | | | | |
| User charges | \$ 705,904 | \$ 598,228 | \$292,846 | \$186,868 |
| Connection charges | 3,640 | 5,300 | 450 | 300 |
| Miscellaneous | 17,725 | 18,759 | 5,198 | 5,501 |
| Total operating revenues | <u>727,269</u> | <u>622,287</u> | <u>298,494</u> | <u>192,669</u> |
| Operating expenses: | | | | |
| Professional fees | 12,100 | 9,535 | - | - |
| Engineering fees | 6,138 | 1,460 | 1,200 | 1,300 |
| Depreciation | 120,861 | 116,778 | 21,203 | 19,820 |
| Electricity | 82,794 | 61,712 | - | - |
| Natural gas purchased | 238,246 | 86,247 | 238,246 | 86,247 |
| Insurance | 49,103 | 51,920 | 11,381 | 11,381 |
| Group insurance | 16,710 | 14,936 | 4,982 | 4,604 |
| Office supplies and expense | 15,580 | 15,221 | - | - |
| Operative maintenance and supplies | 73,625 | 75,730 | 7,342 | 19,303 |
| Payroll taxes | 8,564 | 9,197 | 2,773 | 2,923 |
| Salaries | 110,852 | 121,163 | 32,739 | 36,349 |
| Contract labor | 18,016 | 15,787 | - | - |
| Truck expenses | 6,537 | 6,038 | - | - |
| Water and sewer chemicals | 34,518 | 27,229 | - | - |
| Travel and meetings | 323 | 285 | - | - |
| Telephone | 6,920 | 7,064 | 2,670 | 2,716 |
| Bad debts expense (recoveries) | 16,414 | (13,868) | 5,873 | (4,299) |
| Uniforms | 2,696 | 2,224 | - | - |
| Miscellaneous | 15,196 | 23,976 | 5,013 | 11,739 |
| Allocation of general and administrative expense | - | - | 17,830 | 17,884 |
| Total operating expenses | <u>835,193</u> | <u>632,634</u> | <u>351,252</u> | <u>209,967</u> |
| Operating income (loss) | <u>(107,924)</u> | <u>(10,347)</u> | <u>\$ (52,758)</u> | <u>\$ (17,298)</u> |
| Nonoperating revenues (expenses): | | | | |
| Gain on disposal of asset | 700 | - | | |
| Interest income | 8,196 | 8,777 | | |
| Interest and fiscal charges | (34,045) | (34,871) | | |
| Total nonoperating revenues (expenses) | <u>(25,149)</u> | <u>(26,094)</u> | | |
| Loss before operating transfers | <u>(133,073)</u> | <u>(36,441)</u> | | |
| Operating transfers: | | | | |
| Operating transfers in | 60,000 | 50,000 | | |
| Operating transfers out | (50,786) | (106,920) | | |
| Total operating transfers | <u>9,214</u> | <u>(56,920)</u> | | |
| Net loss | <u>(123,859)</u> | <u>(93,361)</u> | | |
| Add: Depreciation of fixed assets acquired by funds externally restricted for capital acquisitions and construction that reduces contributed capital - | <u>45,477</u> | <u>33,211</u> | | |
| Decrease in retained earnings | <u>(78,382)</u> | <u>(60,150)</u> | | |
| Retained earnings (deficit), beginning | <u>(126,595)</u> | <u>(66,445)</u> | | |
| Retained earnings (deficit), ending | <u>\$ (204,977)</u> | <u>\$ (126,595)</u> | | |

| Water | | Sewerage | | General and Administrative | |
|-----------------|------------------|--------------------|--------------------|----------------------------|-----------------|
| 2001 | 2000 | 2001 | 2000 | 2001 | 2000 |
| \$200,724 | \$201,022 | \$212,334 | \$210,338 | \$ - | \$ - |
| 2,290 | 3,800 | 900 | 1,200 | - | - |
| 5,700 | 6,034 | 6,827 | 7,224 | - | - |
| <u>208,714</u> | <u>210,856</u> | <u>220,061</u> | <u>218,762</u> | - | - |
| - | - | - | - | 12,100 | 9,535 |
| 4,938 | - | - | 160 | - | - |
| 20,445 | 20,244 | 79,213 | 76,714 | - | - |
| 24,724 | 15,776 | 50,530 | 40,391 | 7,540 | 5,545 |
| - | - | - | - | - | - |
| 17,603 | 19,195 | 13,787 | 14,396 | 6,332 | 6,948 |
| 6,745 | 5,728 | 4,983 | 4,604 | - | - |
| - | - | - | - | 15,580 | 15,221 |
| 21,817 | 7,566 | 40,696 | 42,053 | 3,770 | 6,808 |
| 3,236 | 3,585 | 2,555 | 2,689 | - | - |
| 45,374 | 48,465 | 32,739 | 36,349 | - | - |
| - | - | 18,016 | 15,787 | - | - |
| - | - | - | - | 6,537 | 6,038 |
| 31,525 | 19,019 | 2,993 | 8,210 | - | - |
| - | - | - | - | 323 | 285 |
| 2,132 | 2,174 | 2,118 | 2,174 | - | - |
| 5,232 | (4,715) | 5,309 | (4,854) | - | - |
| - | - | - | - | 2,696 | 2,224 |
| - | 605 | 5,627 | 4,623 | 4,556 | 7,009 |
| <u>23,774</u> | <u>23,845</u> | <u>17,830</u> | <u>17,884</u> | <u>(59,434)</u> | <u>(59,613)</u> |
| <u>207,545</u> | <u>161,487</u> | <u>276,396</u> | <u>261,180</u> | - | - |
| <u>\$ 1,169</u> | <u>\$ 49,369</u> | <u>\$ (56,335)</u> | <u>\$ (42,418)</u> | <u>\$ -</u> | <u>\$ -</u> |

TOWN OF PORT BARRE, LOUISIANA

Combined Schedule of Interest-Bearing Deposits - All Funds
September 30, 2001

| | <u>Financial Institution</u> | <u>Maturity Date</u> | <u>Interest Rate</u> | <u>Amount</u> |
|---|----------------------------------|--------------------------|--------------------------|-------------------------|
| Sales Tax Fund: | | | | |
| 1996 Sales Tax Fund | (A) | 10/24/01 | 1.10% | <u>\$106,338</u> |
| Debt Service Funds: | | | | |
| Street Improvement Bonds Fund - savings account | (A) | N/A | Variable | 1,885 |
| 1996 Sales Tax Bonds Fund - savings account | (A) | N/A | Variable | <u>84,963</u> |
| Total debt service funds | | | | <u>86,848</u> |
| Utility Fund: | | | | |
| Unrestricted assets - | | | | |
| Certificate of deposit | (A) | 10/24/01 | 1.10% | 53,169 |
| Certificate of deposit | (A) | 10/24/01 | 1.35% | 53,071 |
| Certificate of deposit | (A) | 10/24/01 | 2.85% | 108,292 |
| Restricted assets - | | | | |
| Certificate of deposit | (S) | 1/16/02 | 5.25% | 20,812 |
| Savings account | (A) | N/A | Variable | <u>15,322</u> |
| Total Utility Fund | | | | <u>250,666</u> |
| Total - all funds | | | | <u><u>\$443,852</u></u> |

Investments with:

- (A) American Bank and Trust, Opelousas, Louisiana
- (S) St. Landry Homestead, Opelousas, Louisiana

TOWN OF PORT BARRE, LOUISIANA

Schedule of Insurance in Force
(Unaudited)
September 30, 2001

| <u>Description of Coverage</u> | <u>Coverage Amounts</u> |
|--|-------------------------|
| Workmen's Compensation - Employer's liability | \$ 100,000 |
| Surety Bonds - | |
| Town clerk | 25,000 |
| Assistant town clerk | 10,000 |
| Town Treasurer | 5,000 |
| Blanket bond | 5,000 |
| General liability - | |
| Each occurrence | 500,000 |
| Aggregate | 2,000,000 |
| Property coverage - | |
| Fire and light, extended coverage, vandalism and malicious mischief | 415,700 |
| Equipment breakdown coverage | 675,700 |
| Public official errors and omissions | |
| Each wrongful act | 500,000 |
| Aggregate | 1,000,000 |
| Police professional liability - | |
| Each occurrence | 2,000,000 |
| Aggregate | 2,000,000 |
| Automobile liability coverage | 500,000 |

KOLDER, CHAMPAGNE, SLAVEN & COMPANY, LLC
CERTIFIED PUBLIC ACCOUNTANTS

C. Burton Kolder, CPA*
Russell F. Champagne, CPA*
Victor R. Slaven, CPA*
Conrad O. Chapman, CPA*
P. Troy Courville, CPA*

P.O. Box 82329
Lafayette, LA 70598

Phone (337) 232-4141
Fax (337) 232-8660

WEB SITE:
WWW.KCSRPCAS.COM

Gerald A. Thibodeaux, Jr., CPA
Allen J. LaBry, CPA
Harry J. Clostio, CPA
Penny Angelle Scruggins, CPA
Christine L. Cousin, CPA
Mary T. Thibodeaux, CPA
Kelly M. Doucet, CPA
Kenneth J. Rachal, CPA
Cheryl L. Bartley, CPA
Robert S. Carter, CPA
Rob Hunt, CPA

MEMBER OF:

AMERICAN INSTITUTE OF
CERTIFIED PUBLIC ACCOUNTANTS

SOCIETY OF LOUISIANA
CERTIFIED PUBLIC ACCOUNTANTS

* A Professional Accounting Corporation

MANAGEMENT LETTER

The Honorable John Fontenot, Mayor
and Members of the Board of Aldermen
Town of Port Barre, Louisiana

During our audit of the general purpose financial statements of the Town of Port Barre for the year ended September 30, 2001, we noted an area in which improvements in the accounting system and financial practices of the Town may be desirable. This comment was also included in our management letter dated December 28, 2000 relative to the audit of the financial statements for the year ended September 30, 2000, but is mentioned again for re-emphasis. Therefore, the following recommendation is submitted for your consideration:

The Utility Fund experienced a loss before operating transfers of \$133,073. The Town should consider increasing utility rates and /or decreasing expenses in order for the Utility Fund to operate on a profitable basis.

We would like to express our appreciation to you and 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 any of our recommendations, please feel free to contact us.

Kolder, Champagne, Slaven & Company, LLC

Certified Public Accountants

Lafayette, Louisiana
December 11, 2001

183 South Beadle Road
Lafayette, LA 70508
Phone (337) 232-4141
Fax (337) 232-8660

113 East Bridge Street
Breaux Bridge, LA 70517
Phone (337) 332-4020
Fax (337) 332-2867

133 East Waddil
Marksville, LA 71351
Phone (318) 253-9252
Fax (318) 253-8681

1234 David Drive, Suite 105
Morgan City, LA 70380
Phone (985) 384-2020
Fax (985) 384-3020

408 W. Cotton Street
Ville Platte, LA 70586
Phone (337) 363-2792
Fax (337) 363-3049

332 W. Sixth Avenue
Oberlin, LA 70655
Phone (337) 639-4737
Fax (337) 639-4568

200 South Main Street
Abbeville, LA 70511
Phone (337) 893-7944
Fax (337) 893-7946