

CITY OF VILLE PLATTE, LOUISIANA

Financial Statements

Year Ended June 30, 2008

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 8/5/09

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July 21, 2009

Louisiana Legislative Auditor
P.O. Box 94397
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The June 30, 2008 audit report for the City of Ville Platte has been reissued due to changes made pertaining to the Section 8 Housing Program and Department of Housing and Urban Development REAC IPA review process. See the attached files containing the reissued audit report and data collection form for the City of Ville Platte for the year ended June 30, 2008. If you have any questions please feel free to contact me at 337-363-2792.

Sincerely,

Kolder, Champagne, Slaven & Co.
Certified Public Accountants
Victor Slaven, CPA, CFE

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INDEPENDENT AUDITORS' REPORT

The Honorable Bill Jeanmard, Mayor,
and Members of the Board of Aldermen
City of Ville Platte, Louisiana

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Ville Platte, Louisiana, as of and for the year ended June 30, 2008, which collectively comprise the basic financial statements of the City's primary government as listed in the table of contents. These financial statements are the responsibility of the City's management. Our responsibility is to express opinions on these financial statements based on our audit.

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

The financial statements referred to above include only the primary government of the City of Ville Platte, Louisiana, which consists of all funds, organizations, institutions, agencies, departments, and offices that comprise the City's legal entity. The financial statements do not include data for the City's legally separate component units, which accounting principles generally accepted in the United States of America require to be reported with the financial data of the City's primary government. As a result, the primary government financial statements do not purport to, and do not, present fairly the financial position of the reporting entity of the City of Ville Platte, Louisiana as of June 30, 2008, and the changes in its financial position and its cash flows, where applicable, thereof for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information for the primary government of the City of Ville Platte, as of June 30, 2008, and the respective changes in financial position, and cash flows, where applicable, thereof 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 our report dated September 25, 2008, on our consideration of the City of Ville Platte's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with Government Auditing Standards and important for assessing the results of our audit.

The City of Ville Platte has not presented management's discussion and analysis that the Governmental Accounting Standards Board has determined is necessary to supplement, although not required to be part of, the basic financial statements.

The required supplementary information, on pages 42 through 44, is not a required part of the basic financial statements, but is supplementary information required by accounting principles generally accepted in the United States of America. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated in all material respects in relation to the basic financial statements taken as a whole.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City of Ville Platte's basic financial statements. The other financial information and supplemental information on pages 46 through 69 is presented for purposes of additional analysis and is not a required part of the basic financial statements. The accompanying schedule of expenditures of federal awards (page 75) is presented for purposes of additional analysis as required by U.S. Office of Management and Budget Circular A-133, Audits of States, Local Governments, and Non-Profit Organizations, and is also not a required part of the basic financial statements of the City of Ville Platte. 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 basic financial statements and, in our opinion, is fairly stated in all material respects in relation to the basic financial statements taken as a whole.

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

Ville Platte, Louisiana
September 25, 2008, except for note #21,
as to which the date is July 20, 2009

BASIC FINANCIAL STATEMENTS

**GOVERNMENT-WIDE
FINANCIAL STATEMENTS (GWFS)**

CITY OF VILLE PLATTE, LOUISIANA

Statement of Net Assets

June 30, 2008

	Governmental Activities	Business-Type Activities	Total
ASSETS			
Current assets:			
Cash and interest-bearing deposits	\$ 5,291,000	\$ 619,917	\$ 5,910,917
Receivables, net	114,456	678,799	793,255
Due from other governmental units	291,822	5,576	297,398
Inventory-materials and supplies, at cost	-	34,775	34,775
Prepaid items	<u>39,647</u>	<u>36,597</u>	<u>76,244</u>
Total current assets	<u>5,736,925</u>	<u>1,375,664</u>	<u>7,112,589</u>
Noncurrent assets:			
Restricted assets:			
Cash and interest-bearing deposits	-	1,280,942	1,280,942
Capital assets, net	10,246,048	12,348,006	22,594,054
Unamortized bond issuance costs	<u>-</u>	<u>39,334</u>	<u>39,334</u>
Total noncurrent assets	<u>10,246,048</u>	<u>13,668,282</u>	<u>23,914,330</u>
Total assets	<u>15,982,973</u>	<u>15,043,946</u>	<u>31,026,919</u>
LIABILITIES			
Current liabilities:			
Accounts and other payables	365,580	221,298	586,878
Compensated absences payable	2,943	-	2,943
Internal balances	236,667	(236,667)	-
Short term debt payable	670,000	445,000	1,115,000
Accrued interest	<u>103,151</u>	<u>17,654</u>	<u>120,805</u>
Total current liabilities	<u>1,378,341</u>	<u>447,285</u>	<u>1,825,626</u>
Noncurrent liabilities:			
Compensated absences payable	126,866	39,024	165,890
Customers deposits payable	-	453,176	453,176
Long term debt payable	<u>3,885,000</u>	<u>1,895,000</u>	<u>5,780,000</u>
Total noncurrent liabilities	<u>4,011,866</u>	<u>2,387,200</u>	<u>6,399,066</u>
Total liabilities	<u>5,390,207</u>	<u>2,834,485</u>	<u>8,224,692</u>
NET ASSETS			
Invested in capital assets, net of related debt	5,691,048	10,492,340	16,183,388
Restricted for debt service	1,182,562	362,078	1,544,640
Restricted for housing purposes	-	105,619	105,619
Unrestricted	<u>3,719,156</u>	<u>1,249,424</u>	<u>4,968,580</u>
Total net assets	<u>\$ 10,592,766</u>	<u>\$ 12,209,461</u>	<u>\$ 22,802,227</u>

The accompanying notes are an integral part of the basic financial statements.

CITY OF VILLE PLATTE, LOUISIANA

Statement of Activities
For the Year Ended June 30, 2008

Activities	Program Revenues			Net (Expense) Revenues and Changes in Net Assets		
	Expenses	Fees, Fines, and Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Business-Type Activities	Total
Governmental activities:						
General government	\$ 1,443,216	\$ 397,187	\$ 284,227	\$ -	\$ -	\$ (761,802)
Public safety:						
Police	1,418,742	73,797	20,058	-	-	(1,324,887)
Fire	725,110	-	198,033	-	-	(527,077)
Streets	954,496	-	14,950	373,132	-	(566,414)
Culture and recreation	363,027	-	194,947	-	-	(168,080)
Interest on long-term debt	249,916	-	-	-	-	(249,916)
Total governmental activities	5,154,507	470,984	712,215	373,132	-	(3,598,176)
Business-type activities:						
Gas	2,541,621	2,663,407	1,623	-	123,409	123,409
Water	1,226,917	1,305,976	-	-	79,059	79,059
Sewer	764,959	807,843	-	-	42,884	42,884
Urban housing and redevelopment	447,645	-	482,778	-	35,133	35,133
Total business-type activities	4,981,142	4,777,226	484,401	-	280,485	280,485
Total	\$ 10,135,649	\$ 5,248,210	\$ 1,196,616	\$ 373,132	280,485	(3,317,691)
General revenues:						
Taxes -						
Property taxes, levied for general purposes					783,234	783,234
Sales and use taxes, levied for general purposes					2,375,033	2,375,033
Payment in lieu of taxes					455,526	455,526
Franchise and chain store taxes					444,336	444,336
Grants and contributions not restricted to specific programs -					-	-
State sources					37,667	37,667
Interest and investment earnings					114,220	114,220
Miscellaneous					169,254	169,254
Transfers					133,168	133,168
Total general revenues and transfers					4,512,438	4,512,438
Change in net assets					914,262	914,262
Net assets - July 1, 2007					9,678,504	9,678,504
Net assets - June 30, 2008					\$ 10,592,766	\$ 10,592,766

The accompanying notes are an integral part of the basic financial statements.

FUND FINANCIAL STATEMENTS (FFS)

MAJOR FUND DESCRIPTIONS

General Fund

The General Fund is used to account for resources traditionally associated with governments which are not required to be accounted for in another fund.

Special Revenue Funds

Special revenue funds are used to account for specific revenues that are legally restricted to expenditures for particular purposes.

1975 Sales Tax Fund -

To account for the receipt and use of proceeds of the City's 1975 one percent sales and use tax. These taxes are dedicated to the following purposes: paying bonds; constructing, acquiring, improving and maintaining police and fire department stations and equipment; garbage and waste disposal facilities; streets, sidewalks, and drainage facilities; sewer and sewerage disposal works; park and pool facilities; and compensating firemen and policemen.

1984 Sales Tax Fund -

To account for the receipt and use of proceeds of the City's 1984 one percent sales and use tax. These taxes are dedicated to the following purposes: constructing, acquiring, extending, improving, operating and/or maintaining sewers and sewerage disposal works, and at least five percent of such tax annually for constructing, extending, improving and/or maintaining streets and sidewalks; constructing, improving and maintaining public buildings; including the purchase and acquisition of the necessary land, equipment and furnishings for the aforesaid; after making provision for annual debt service on bonds, which may be issued for the aforementioned purposes.

Debt Service Fund

Debt service funds are used to accumulate resources to be used to make debt service principal and interest payments on general obligation long-term debt.

P.I. Sales Tax Bonds Debt Service Fund

To accumulate monies for payment of the \$3,500,000 Public Improvement Sales Tax Bonds, Series ST-2001, the \$2,380,000 Public Improvement Sales Tax Refunding Bonds Series ST-2003, and the \$2,485,000 Public Improvement Sales Tax Refunding Bonds Series ST-2007. Debt service is financed by the collection of the 1984 one percent sales tax.

Enterprise Funds

Utility Fund -

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

Section 8 Housing Choice Vouchers Program

To account for administration of grant funds received from the U.S. Department of Housing and Urban Development to provide rental assistance to qualified low income individuals.

CITY OF VILLE PLATTE, LOUISIANA

Balance Sheet
Governmental Funds
June 30, 2008

	1975		1984		P. I. Sales		Other Governmental Funds	Totals
	General Fund	Sales Tax Special Revenue	Sales Tax Special Revenue	Sales Tax Special Revenue	Tax Bonds Debt Service Fund	Debt Service Fund		
ASSETS								
Cash	\$ 6,474	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 8,005	\$ 14,479
Interest-bearing deposits	1,699,070	175,580	1,861,334	1,238,164			302,373	5,276,521
Receivables:								
Taxes	4,007	-	-	-	-	-	-	4,007
Accrued interest	820	807	1,929	-	-	25	-	3,581
Other	103,357	-	-	3,511	-	-	-	106,868
Due from other funds	234,000	-	170,000	-	-	3,000	-	407,000
Due from other governmental units	133,036	-	-	-	-	158,786	-	291,822
Prepaid items	36,597	-	-	-	-	3,050	-	39,647
Total assets	\$2,217,361	\$176,387	\$2,033,263	\$1,241,675	\$1,241,675	\$475,239	\$475,239	\$6,143,925

LIABILITIES AND FUND BALANCES

Liabilities:								
Accounts payable	\$ 100,412	\$ -	\$ -	\$ -	\$ -	\$ 4,514	\$ 4,514	\$ 104,926
Contracts payable	-	-	-	-	-	155,113	155,113	155,113
Accrued liabilities	102,544	946	946	946	-	1,105	1,105	105,541
Compensated absences payable	2,943	-	-	-	-	-	-	2,943
Due to other funds	406,667	-	234,000	-	-	3,000	3,000	643,667
Total liabilities	612,566	946	234,946	-	-	163,732	163,732	1,012,190
Fund balances:								
Reserved for prepaid items	36,597	-	-	-	-	3,050	3,050	39,647
Reserved for debt service	-	-	-	1,241,675	1,241,675	44,038	44,038	1,285,713
Unreserved, designated for subsequent years' expenditures	-	-	-	-	-	258,093	258,093	258,093
Unreserved, undesignated	1,568,198	175,441	1,798,317	-	-	6,326	6,326	3,548,282
Total fund balances	1,604,795	175,441	1,798,317	1,241,675	1,241,675	311,507	311,507	5,131,735
Total liabilities and fund balances	\$2,217,361	\$176,387	\$2,033,263	\$1,241,675	\$1,241,675	\$475,239	\$475,239	\$6,143,925

The accompanying notes are an integral part of the basic financial statements.

CITY OF VILLE PLATTE, LOUISIANA

Reconciliation of the Governmental Funds Balance Sheet
to the Statement of Net Assets
June 30, 2008

Total fund balances for governmental funds at June 30, 2008		\$ 5,131,735
Total net assets reported for governmental activities in the statement of net assets is different because:		
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds. Those assets consist of:		
Land and construction in progress	\$ 926,415	
Buildings, net of \$1,740,207 accumulated depreciation	4,658,775	
Infrastructure, net of \$1,164,276 accumulated depreciation	3,854,800	
Equipment, furniture, and fixtures net of \$936,763 accumulated depreciation	576,166	
Improvements other than buildings, net of \$89,128 accumulated depreciation	<u>229,892</u>	10,246,048
Elimination of interfund assets and liabilities		
Due from other funds	407,000	
Due to other funds	<u>(407,000)</u>	-
Long-term liabilities at June 30, 2008:		
Bonds payable	(4,555,000)	
Compensated absences	(126,866)	
Accrued interest payable	<u>(103,151)</u>	<u>(4,785,017)</u>
Total net assets of governmental activities at June 30, 2008		<u>\$ 10,592,766</u>

The accompanying notes are an integral part of the basic financial statements.

CITY OF VILLE PLATTE, LOUISIANA

Statement of Revenues, Expenditures, and Changes in Fund Balances -
Governmental Funds
For the Year Ended June 30, 2008

	1975	1984	P. I. Sales	Other	Totals
	General	Sales Tax	Tax Bonds	Governmental	
	Fund	Special	Debt Service	Funds	
	Revenue	Revenue	Fund	Revenue	
Revenues:					
Taxes	\$ 1,683,096	\$ 1,177,364	\$ -	\$ -	\$ 4,058,129
Licenses and permits	397,187	-	-	-	397,187
Intergovernmental	686,507	-	-	436,507	1,123,014
Fines and forfeits	-	-	-	61,797	61,797
Marshall fees	-	-	-	12,000	12,000
Miscellaneous	221,020	38,465	15,010	6,313	283,474
Total revenues	2,987,810	1,215,829	15,010	516,617	5,935,601
Expenditures:					
Current -					
General government	965,173	31,417	-	316,820	1,345,521
Public safety:					
Police	1,289,139	-	-	-	1,289,139
Fire	676,550	-	-	-	676,550
Streets and drainage	714,767	-	-	8,733	723,500
Culture and recreation	321,092	-	-	-	321,092
Capital outlay	36,922	-	-	-	36,922
Debt service -					
Principal retirement	135,000	-	565,000	-	700,000
Interest and fiscal charges	54,855	-	164,046	-	218,901
Total expenditures	4,193,498	31,417	729,046	325,553	5,311,625
Excess (deficiency) of revenues over expenditures	(1,205,688)	1,183,718	(714,036)	191,064	623,976
Other financing sources (uses):					
Transfers in	1,520,800	-	730,896	187,200	2,438,896
Transfers out	(7,700)	(730,896)	-	(390,832)	(2,305,728)
Total other financing sources (uses)	1,513,100	(730,896)	730,896	(203,632)	133,168
Net changes in fund balances	307,412	452,822	16,860	(12,568)	757,144
Fund balances, beginning	1,297,383	1,345,495	1,224,815	324,075	4,374,591
Fund balances, ending	\$ 1,604,795	\$ 1,798,317	\$ 1,241,675	\$ 311,507	\$ 5,131,735

The accompanying notes are an integral part of the basic financial statements.

CITY OF VILLE PLATTE, LOUISIANA

Reconciliation of the Statement of Revenues, Expenditures, and
Changes in Fund Balances of Governmental Funds
to the Statement of Activities
For the Year Ended June 30, 2008

Total net changes in fund balances at June 30, 2008 per Statement of Revenues, Expenditures and Changes in Fund Balances	\$ 757,144
Add: Capital outlay which is considered expenditures on Statement of Revenues, Expenditures and Changes in Fund Balances	36,922
Less: Depreciation expense for the year ended June 30, 2008	(511,644)
Current year disposition of capital assets net of accumulated depreciation	(6,901)
Excess of compensated absences earned over compensated absences used	(30,244)
Add: Bond principal retirement	700,000
Difference between interest on long-term debt on modified accrual basis versus interest on long-term debt on accrual basis	<u>(31,015)</u>
Total changes in net assets at June 30, 2008 per Statement of Activities	<u>\$ 914,262</u>

The accompanying notes are an integral part of the basic financial statements.

CITY OF VILLE PLATTE, LOUISIANA

Statement of Net Assets
 Proprietary Funds - Enterprise Funds
 June 30, 2008

	Utility Fund	Section 8 Housing Program	Total
ASSETS			
Current assets:			
Cash	\$ 260	\$ 32,688	\$ 32,948
Interest-bearing deposits	471,329	115,640	586,969
Receivables:			
Accounts, net of allowance for bad debt	430,600	-	430,600
Unbilled utility receivables	247,994	-	247,994
Accounts receivable - HUD	-	5,576	5,576
Accrued interest receivable	205	-	205
Due from other funds	406,667	-	406,667
Prepaid items	36,597	-	36,597
Inventory - materials and supplies, at cost	34,775	-	34,775
Total current assets	<u>1,628,427</u>	<u>153,904</u>	<u>1,782,331</u>
Noncurrent assets:			
Restricted assets -			
Cash	223,540	-	223,540
Interest-bearing deposits	1,057,402	-	1,057,402
Capital assets, net of accumulated depreciation	12,342,715	5,291	12,348,006
Unamortized bond issuance costs	39,334	-	39,334
Total noncurrent assets	<u>13,662,991</u>	<u>5,291</u>	<u>13,668,282</u>
Total assets	<u>15,291,418</u>	<u>159,195</u>	<u>15,450,613</u>
LIABILITIES			
Current liabilities:			
Accounts payable	76,927	-	76,927
Accrued liabilities	144,371	-	144,371
Due to other funds	170,000	-	170,000
Payable from restricted assets -			
Revenue bonds	445,000	-	445,000
Accrued interest payable	17,654	-	17,654
Total current liabilities	<u>853,952</u>	<u>-</u>	<u>853,952</u>
Noncurrent liabilities:			
Compensated absences payable	39,024	-	39,024
Customers' deposits	453,176	-	453,176
Revenue bonds payable	1,895,000	-	1,895,000
Total noncurrent liabilities	<u>2,387,200</u>	<u>-</u>	<u>2,387,200</u>
Total liabilities	<u>3,241,152</u>	<u>-</u>	<u>3,241,152</u>
NET ASSETS			
Invested in capital assets, net of related debt	10,487,049	5,291	10,492,340
Restricted for debt service	362,078	-	362,078
Restricted for housing purposes	-	105,619	105,619
Unrestricted	1,201,139	48,285	1,249,424
Total net assets	<u>\$12,050,266</u>	<u>\$159,195</u>	<u>\$12,209,461</u>

The accompanying notes are an integral part of the basic financial statements.

CITY OF VILLE PLATTE, LOUISIANA

Statement of Revenues, Expenses, and Changes in Fund Net Assets
 Proprietary Funds - Enterprise Funds
 For the Year Ended June 30, 2008

	Utility Fund	Section 8 Housing Program	Total
Operating revenues:			
Charges for services	\$ 4,586,248	\$ -	\$ 4,586,248
Connection and inspection fees	76,819	-	76,819
Federal grants	-	482,778	482,778
Miscellaneous	<u>111,767</u>	-	<u>111,767</u>
Total operating revenues	<u>4,774,834</u>	<u>482,778</u>	<u>5,257,612</u>
Operating expenses:			
Gas department expenses	2,398,693	-	2,398,693
Water department expenses	889,835	-	889,835
Sewerage department expenses	480,119	-	480,119
Housing assistance expenses	-	447,010	447,010
Depreciation expense	<u>642,785</u>	<u>635</u>	<u>643,420</u>
Total operating expenses	<u>4,411,432</u>	<u>447,645</u>	<u>4,859,077</u>
Operating income	<u>363,402</u>	<u>35,133</u>	<u>398,535</u>
Nonoperating revenues (expenses):			
Interest income	10,904	1,188	12,092
Interest expense	(118,139)	-	(118,139)
Bad debt recovery	2,392	-	2,392
Paying agent's fees	(625)	-	(625)
Amortization of bond issuance costs	<u>(3,301)</u>	-	<u>(3,301)</u>
Total nonoperating revenues (expenses)	<u>(108,769)</u>	<u>1,188</u>	<u>(107,581)</u>
Income before transfers and capital contributions	254,633	36,321	290,954
Capital contributions	<u>1,623</u>	-	<u>1,623</u>
Income before transfers	<u>256,256</u>	<u>36,321</u>	<u>292,577</u>
Transfers in (out):			
Transfers in	473,332	-	473,332
Transfers out	<u>(606,500)</u>	-	<u>(606,500)</u>
Total transfers in (out)	<u>(133,168)</u>	-	<u>(133,168)</u>
Change in net assets	123,088	36,321	159,409
Net assets, beginning	<u>11,927,178</u>	<u>122,874</u>	<u>12,050,052</u>
Net assets, ending	<u>\$12,050,266</u>	<u>\$159,195</u>	<u>\$12,209,461</u>

The accompanying notes are an integral part of the basic financial statements.

CITY OF VILLE PLATTE, LOUISIANA

Statement of Cash Flows
 Proprietary Funds
 For the Year Ended June 30, 2008

	Utility Fund	Section 8 Housing Program	Total
Cash flows from operating activities:			
Receipts from customers	\$ 4,614,758	\$ -	\$ 4,614,758
Operating grant	-	482,778	482,778
Payments to suppliers	(3,250,288)	(18,564)	(3,268,852)
Payments to landlords/tenants	-	(390,287)	(390,287)
Payments to employees	(602,454)	(43,735)	(646,189)
Other receipts	111,767	-	111,767
Net cash provided by operating activities	<u>873,783</u>	<u>30,192</u>	<u>903,975</u>
Cash flows from noncapital financing activities:			
Cash paid to other funds	(28,592)	-	(28,592)
Capital contributions	1,623	-	1,623
Transfers from other funds	473,332	-	473,332
Transfers to other funds	(606,500)	-	(606,500)
Net cash used by noncapital financing activities	<u>(160,137)</u>	<u>-</u>	<u>(160,137)</u>
Cash flows from capital and related financing activities:			
Principal paid on revenue bonds payable	(430,000)	-	(430,000)
Interest and fiscal charges paid on revenue bonds and and notes payable	(121,207)	-	(121,207)
Bad debt recoveries	2,392	-	2,392
Proceeds from meter deposits	67,975	-	67,975
Refund of meter deposits	(67,319)	-	(67,319)
Acquisition of property, plant and equipment	(426,193)	(5,926)	(432,119)
Net cash used by capital and related financing activities	<u>(974,352)</u>	<u>(5,926)</u>	<u>(980,278)</u>
Cash flows from investing activities:			
Interest on investments	<u>12,444</u>	<u>1,188</u>	<u>13,632</u>
Net increase (decrease) in cash and cash equivalents	(248,262)	25,454	(222,808)
Cash and cash equivalents, beginning of period	<u>2,000,793</u>	<u>122,874</u>	<u>2,123,667</u>
Cash and cash equivalents, end of period	<u>\$ 1,752,531</u>	<u>\$ 148,328</u>	<u>\$ 1,900,859</u>

(continued)

CITY OF VILLE PLATTE, LOUISIANA

Statement of Cash Flows
 Proprietary Funds (continued)
 For the Year Ended June 30, 2008

	<u>Utility Fund</u>	<u>Section 8 Housing Program</u>	<u>Total</u>
Reconciliation of operating income to net cash provided by operating activities:			
Operating income	\$ 363,402	\$ 35,133	\$ 398,535
Adjustments to reconcile operating income to net cash used/provided by operating activities:			
Depreciation	642,785	635	643,420
Changes in current assets and liabilities:			
Increase in accounts receivable	(48,308)	(5,576)	(53,884)
Increase in provision for uncollectible accounts	(12,598)	-	(12,598)
Increase in unbilled utility receivables	(90,067)	-	(90,067)
Increase in inventory	(19,512)	-	(19,512)
Increase in prepaid items	(22,775)	-	(22,775)
Increase in accounts payable	12,788	-	12,788
Increase in accrued liabilities	44,591	-	44,591
Increase in compensated absences payable	3,477	-	3,477
Net cash provided by operating activities	<u>\$ 873,783</u>	<u>\$ 30,192</u>	<u>\$ 903,975</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	\$ 586,658	\$ 16,039	\$ 602,697
Interest-bearing deposits - unrestricted	140,606	106,835	247,441
Cash - restricted	193,126	-	193,126
Interest-bearing deposits - restricted	<u>1,080,403</u>	<u>-</u>	<u>1,080,403</u>
Total cash and cash equivalents	<u>2,000,793</u>	<u>122,874</u>	<u>2,123,667</u>
Cash and cash equivalents, end of period -			
Cash - unrestricted	260	32,688	32,948
Interest-bearing deposits - unrestricted	471,329	115,640	586,969
Cash - restricted	223,540	-	223,540
Interest-bearing deposits - restricted	<u>1,057,402</u>	<u>-</u>	<u>1,057,402</u>
Total cash and cash equivalents	<u>1,752,531</u>	<u>148,328</u>	<u>1,900,859</u>
Net increase (decrease)	<u>\$(248,262)</u>	<u>\$ 25,454</u>	<u>\$(222,808)</u>

The accompanying notes are an integral part of the basic financial statements.

CITY OF VILLE PLATTE, LOUISIANA

Notes to Basic Financial Statements

(1) Summary of Significant Accounting Policies

The accompanying financial statements of the City of Ville Platte (City) have been prepared in conformity with generally accepted accounting principles (GAAP) as applied to governmental units. GAAP includes all relevant Governmental Accounting Standards Board (GASB) pronouncements. In the government-wide financial statements, Financial Accounting Standards Board (FASB) pronouncements and Accounting Principles Board (APB) opinions on or before November 30, 1989 have been applied unless those pronouncements conflict with or contradict GASB pronouncements, in which case, GASB prevails. The accounting and reporting framework and the more significant accounting policies are discussed in subsequent subsections of this note.

A. Financial Reporting Entity

The City was incorporated under the provisions of the Lawrason Act. The City operates under a Mayor-Board of Aldermen form of government. The financial reporting entity consists of (a) the primary government, (b) organizations for which the primary government is financially accountable, and (c) other organizations for which the primary government is not accountable, but for which the nature and significance of their relationship with the primary government are such that exclusion would cause the reporting entity's financial statements to be misleading or incomplete. Component units are legally separate organizations for which the elected officials of the primary government are financially accountable. In addition, component units can be other organizations for which the nature and significance of their relationship with the primary government are such that exclusion would cause the reporting entity's financial statements to be misleading or incomplete. These financial statements report only the City of Ville Platte, the primary government and do not include two component units identified as follows:

City Marshal -

The City Marshal is controlled by the City Marshal, who is an independently elected official. The City Marshal is included as part of the operations of the City Court System. The City Court System is fiscally dependent on the City of Ville Platte for office space and courtrooms.

City Court-

The City Court is controlled by the City Court Judge who is an independently elected official. The City Court is included as part of the operations of the City Court System. The City Court System is fiscally dependent on the City of Ville Platte for office space and courtrooms and payment of salaries and other operating expenditures.

Complete financial statements for the component units may be obtained at 306 W. Main Street, Ville Platte, LA 70586. These primary government financial statements of the City of Ville Platte do not include the financial data of the component units described above. This component unit financial data is necessary for reporting in conformity with generally accepted accounting principles.

CITY OF VILLE PLATTE, LOUISIANA

Notes to Basic Financial Statements (Continued)

B. Basis of Presentation

Government-Wide Financial Statements (GWFS)

The statement of net assets and statement of activities display information about the City of Ville Platte, the primary government, as a whole. They include all funds of the reporting entity. The statements distinguish between governmental and business-type activities. Governmental activities generally are financed through taxes, intergovernmental revenues, and other nonexchange revenues. Business-type activities are financed in whole or in part by fees charged to external parties for goods or services.

The statement of activities presents a comparison between direct expenses and program revenues for the business-type activities of the City and for each function of the City's governmental activities. Direct expenses are those that are specifically associated with a program or function and, therefore, are clearly identifiable to a particular function. Program revenues include (a) fees, fines, and charges paid by the recipients of goods or services offered by the programs, and (b) grants and contributions that are restricted to meeting the operational or capital requirements of a particular program. Revenues that are not classified as program revenues, including all taxes, are presented as general revenues.

Fund Financial Statements

The accounts of the City are organized and operated on the basis of funds. A fund is an independent fiscal and accounting entity with a separate set of self-balancing accounts. Fund accounting segregates funds according to their intended purpose and is used to aid management in demonstrating compliance with finance-related legal and contractual provisions. The minimum number of funds is maintained consistent with legal and managerial requirements. Fund financial statements report detailed information about the City.

The various funds of the City are classified into two categories: governmental and proprietary. The emphasis on fund financial statements is on major governmental and enterprise funds, each displayed in a separate column. A fund is considered major if it is the primary operating fund of the City or meets the following criteria:

- a. Total assets, liabilities, revenues, or expenditures/expenses of that individual governmental or enterprise fund are at least 10 percent of the corresponding total for all funds of that category or type; and
- b. Total assets, liabilities, revenues, or expenditures/expenses of the individual governmental or enterprise fund are at least 5 percent of the corresponding total for all governmental and enterprise funds combined

CITY OF VILLE PLATTE, LOUISIANA

Notes to Basic Financial Statements (Continued)

The major funds of the City are described below:

Governmental Funds -

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

The 1975 Sales Tax Special Revenue Fund accounts for the proceeds of a one percent sales and use tax that is legally restricted to expenditures for specific purposes.

The 1984 Sales Tax Special Revenue Fund accounts for the proceeds of a one percent sales and use tax that is legally restricted to expenditures for specific purposes.

The P. I. Sales Tax Bonds Debt Service Fund accounts for the accumulation of monies for payment of the \$3,500,000 Series 2001 Public Improvement Sales Tax Bonds, the \$2,380,000 Series 2003 Public Improvement Sales Tax Refunding Bonds, and the \$2,485,000 Series 2008 Sales and Use Tax Refunding Bonds.

Additionally, the City reports the following fund types:

Special revenue funds

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

Debt service funds

Debt service funds are used to account for the accumulation of resources for, and the payment of, general long-term debt principal, interest, and related costs.

Capital projects funds

Capital projects funds are used to account for financial resources to be used for the acquisition or construction of major capital facilities (other than those financed by proprietary funds and trust funds).

Proprietary Funds -

Proprietary funds are used to account for ongoing organizations and activities that are similar to those often found in the private sector. The measurement focus is based upon determination of net income, financial position, and cash flows. The City's proprietary fund types are enterprise funds.

CITY OF VILLE PLATTE, LOUISIANA

Notes to Basic Financial Statements (Continued)

Enterprise funds are used to account for operations (a) that are financed and operated in a manner similar to private business enterprises - where the intent of the governing body is that the costs (expenses, including depreciation) of providing goods or services to the general public on a continuing basis be financed or recovered primarily through user charges; or (b) where the governing body has decided that periodic determination of revenues earned, expenses incurred, and/or net income is appropriate for capital maintenance, public policy, management control, accountability, or other purposes. The City applies all applicable FASB pronouncements issued after November 30, 1989 in accounting and reporting for its enterprise fund. The City's enterprise funds are the Utility Fund and Section 8 Housing Program.

C. Measurement Focus/Basis of Accounting

Measurement focus is a term used to describe "which" transactions are recorded within the various financial statements. Basis of accounting refers to "when" transactions are recorded regardless of the measurement focus applied.

Measurement Focus

On the government-wide statement of net assets and the statement of activities, both governmental and business-type activities are presented using the economic resources measurement focus as defined in item b. below.

In the fund financial statements, the "current financial resources" measurement focus or the "economic resources" measurement focus is used as appropriate:

- a. All governmental funds utilize a "current financial resources" measurement focus. Only current financial assets and liabilities are generally included on their balance sheets. Their operating statements present sources and uses of available spendable financial resources during a given period. These funds use fund balance as their measure of available spendable financial resources at the end of the period.
- b. The proprietary fund utilizes an "economic resources" measurement focus. The accounting objectives of this measurement focus are the determination of operating income, changes in net assets (or cost recovery), financial position, and cash flows. All assets and liabilities (whether current or noncurrent) associated with their activities are reported. Proprietary fund equity is classified as net assets.

CITY OF VILLE PLATTE, LOUISIANA

Notes to Basic Financial Statements (Continued)

Basis of Accounting

In the government-wide statement of net assets and statement of activities, both governmental and business-type activities are presented using the accrual basis of accounting. Under the accrual basis of accounting, revenues are recognized when earned and expenses are recorded when the liability is incurred or economic asset used. Revenues, expenses, gains, losses, assets, and liabilities resulting from exchange and exchange-like transactions are recognized when the exchange takes place.

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the government considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Expenditures (including capital outlay) generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures are recorded only when payment is due.

The proprietary fund utilizes the accrual basis of accounting. Under the accrual basis of accounting, revenues are recognized when earned and expenses are recorded when the liability is incurred or economic asset used.

Program revenues

Program revenues included in the Statement of Activities are derived directly from the program itself or from parties outside the City's taxpayers or citizenry, as a whole; program revenues reduce the cost of the function to be financed from the City's general revenues.

Allocation of indirect expenses

The City reports all direct expenses by function in the Statement of Activities. Direct expenses are those that are clearly identifiable with a function. Indirect expenses of other functions are not allocated to those functions, but are reported separately in the Statement of Activities. Depreciation expense is specifically identified by function and is included in the direct expense of each function. Interest on general long-term debt is considered an indirect expense and is reported separately on the Statement of Activities.

When both restricted and unrestricted resources are available for use, it is the City's policy to use restricted resources first, then unrestricted resources as they are needed.

CITY OF VILLE PLATTE, LOUISIANA

Notes to Basic Financial Statements (Continued)

D. Assets, Liabilities and Equity

Cash and interest-bearing deposits

For purposes of the Statement of Net Assets, cash and interest-bearing deposits include all demand accounts, savings accounts, and certificates of deposits of the City. For the purpose of the proprietary fund statement of cash flows, "cash and cash equivalents" include all demand and savings accounts, and certificates of deposit or short-term investments with an original maturity of three months or less when purchased.

Investments

Under state law the City may deposit funds with a fiscal agent organized under the laws of the State of Louisiana, the laws of any other state in the union, or the laws of the United States. The City may invest in United States bonds, treasury notes and bills, government backed agency securities, or certificates and time deposits of state banks organized under Louisiana law and national banks having principal offices in Louisiana. In addition, local governments in Louisiana are authorized to invest in the Louisiana Asset Management Pool (LAMP), a nonprofit corporation formed by the State Treasurer and organized under the laws of the State of Louisiana, which operates a local government investment pool.

Interfund receivables and payables

During the course of operations, numerous transactions occur between individual funds that may result in amounts owed between funds. Those related to goods and services type transactions are classified as "due to and from other funds." Short-term interfund loans are reported as "interfund receivables and payables." Long-term interfund loans (noncurrent portion) are reported as "advances from and to other funds." Interfund receivables and payables between funds within governmental activities are eliminated in the Statement of Net Assets.

Receivables

In the government-wide statements, receivables consist of all revenues earned at year-end and not yet received. Major receivable balances for the governmental activities include ad valorem and sales and use taxes. Business-type activities report customer's utility service receivables as their major receivables. Uncollectible ad valorem taxes or utility service 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. At June 30, 2008, an allowance for ad valorem taxes was considered unnecessary due to immateriality. The allowance for uncollectibles for customers' utility receivables was \$47,309 at June 30, 2008. Unbilled utility service receivables resulting from utility services rendered between the date of meter reading and billing and the end of the month, are recorded at year-end.

CITY OF VILLE PLATTE, LOUISIANA

Notes to Basic Financial Statements (Continued)

Prepaid Items

Payments made to vendors for services that will benefit periods beyond June 30, 2008, are recorded as prepaid items.

Inventories

Inventory of the Utility Fund consists of supplies and parts that are valued at lower of cost (first-in, first-out) or market.

Capital Assets

Capital assets, which include property, plant, equipment, and infrastructure assets, are reported in the applicable governmental or business-type activities columns in the government-wide or financial statements. Capital assets are capitalized at historical cost or estimated cost if historical is not available. Donated assets are recorded as capital assets at their estimated fair market value at the date of donation. The City maintains a threshold level of \$5,000 or more for capitalizing capital assets.

The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend assets lives are not capitalized. Prior to July 1, 2002, governmental funds' infrastructure assets were not capitalized. These assets have been valued at estimated historical cost.

Depreciation of all exhaustible capital assets is recorded as an allocated expense in the statement of activities, with accumulated depreciation reflected in the statement of net assets. Depreciation is provided over the assets' estimated useful lives using the straight-line method of depreciation. The range of estimated useful lives by type of asset is as follows:

Buildings	40 years
Equipment	5 years
Utility system and improvements	20-40 years
Infrastructure	20 years

In the fund financial statements, capital assets used in governmental fund operations are accounted for as capital outlay expenditures of the governmental fund upon acquisition. Capital assets used in proprietary fund operations are accounted for the same as in the government-wide statements.

Compensated Absences

Municipal employees hired before June 30, 2000, earn sick leave at a rate of fourteen hours per month. Municipal employees hired after June 30, 2000 earn sick leave at a rate of 2.77 hours per pay period. Vacation leave is earned as follows:

CITY OF VILLE PLATTE, LOUISIANA

Notes to Basic Financial Statements (Continued)

	<u>Employees of</u>		
	<u>Other Departments</u>	<u>Police</u>	<u>Fire</u>
1 - 4 years service	10 days	10 days	5 days
5 - 9 years service	15 days	15 days	7 days
10 or more years service	20 days	20 days	10 days

Sick leave accumulates and is available for employees when needed, however, it does not vest nor is it payable at termination of employment. Vacation leave is earned over a calendar year basis. Municipal employees may not carry over or accumulate more than thirty days of vacation leave from one employment anniversary date to another. Police and Fire may not carry over vacation leave.

For fund financial statements, vested or accumulated sick leave that is expected to be liquidated with expendable available financial resources is reported as an expenditure and a current fund liability of the governmental fund that will pay it. In the government-wide statements, amounts of vested or accumulated sick leave that are not expected to be liquidated with expendable available financial resources are recorded as long-term debt.

Restricted Assets

Restricted assets include cash and interest-bearing deposits of the proprietary fund that are legally restricted as to their use. The restricted assets are related to the revenue bond accounts and utility meter deposits.

Long-term debt

The accounting treatment of long-term debt depends on whether the assets are used in governmental fund operations or proprietary fund operations and whether they are reported in the government-wide or fund financial statements.

All long-term debt to be repaid from governmental and business-type resources is reported as liabilities in the government-wide statements. The long-term debt consists primarily of the revenue bonds payable and utility meter deposits payable.

Long-term debt for governmental funds is not reported as liabilities in the fund financial statements. The debt proceeds are reported as other financing sources and payment of principal and interest reported as expenditures. The accounting for proprietary fund long-term debt is the same in the fund statements as it is in the government-wide statements.

CITY OF VILLE PLATTE, LOUISIANA

Notes to Basic Financial Statements (Continued)

Equity Classifications

In the government-wide statements, equity is classified as net assets and displayed in three components:

- a. Invested in capital assets, net of related debt – Consists of capital assets including restricted capital assets, net of accumulated depreciation and reduced by the outstanding balances of any bonds, mortgages, notes, or other borrowing that are attributable to the acquisition, construction, or improvement of those assets.
- b. Restricted net assets – Consists of net assets with constraints placed on the use either by (1) external groups, such as creditors, grantors, contributors, or laws or regulations of other governments; or (2) law through constitutional provisions or enabling legislation.
- c. Unrestricted net assets – All other net assets that do not meet the definition of “restricted” or “invested in capital assets, net of related debt.”

In the fund financial statements, governmental fund equity is classified as fund balance. Fund balance is further classified as reserved and unreserved, with unreserved further split between designated and undesignated. Proprietary fund equity is classified the same as in the government-wide statements.

E. Revenues, Expenditures, and Expenses

Operating Revenues and Expenses

Operating revenues and expenses for proprietary funds are those that result from providing services and producing and delivering goods and/or services. It also includes all revenue and expenses not related to capital and related financing, noncapital financing, or investing activities.

Expenditures/Expenses

In the government-wide financial statements, expenses are classified by function for both governmental and business-type activities.

In the fund financial statements, expenditures are classified as follows:

Governmental Funds - By Character:

Proprietary Fund - By Operating and Nonoperating

In the fund financial statements, governmental funds report expenditures of financial resources. Proprietary funds report expenses relating to use of economic resources.

CITY OF VILLE PLATTE, LOUISIANA

Notes to Basic Financial Statements (Continued)

Interfund Transfers

Permanent reallocations of resources between funds of the reporting entity are classified as interfund transfers. For the purposes of the statement of activities, all interfund transfers between individual governmental funds have been eliminated.

F. Revenue Restrictions

The City has various restrictions placed over certain revenue sources from state or local requirements. The primary restricted revenue sources include:

<u>Revenue Source</u>	<u>Legal Restrictions of Use</u>
Sales tax	See Note 3
Gas, water and sewer revenue	Debt service and utility operations

The City uses unrestricted resources only when restricted resources are fully depleted.

G. Budgets and Budgetary Accounting

A budget for the General Fund and Special Revenue Funds was prepared on a basis consistent with generally accepted accounting principals (GAAP). Budgeted amounts are as originally prepared or amended by the City. All budgetary appropriations lapse at the end of each fiscal year.

H. Use of Estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenditures during the reporting period. Actual results could differ from those estimates.

I. Report Classification

Certain previously reported amounts for the year ended June 30, 2007 have been reclassified to conform to the June 30, 2008 classifications.

(2) 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 City in September or October and are actually billed to taxpayers in December. Billed taxes become delinquent on January 1 of the following year. The City bills and collects its own property taxes. Property tax revenues are recognized when levied to the extent that they result in current receivables.

CITY OF VILLE PLATTE, LOUISIANA

Notes to Basic Financial Statements (Continued)

For the year ended June 30, 2008, taxes of 21.01 mills were levied on property with assessed valuations totaling \$37,628,920 and were dedicated as follows:

General corporate purposes	7.00 mills
Street and Drainage maintenance	10.01 mills
Police and Fire	<u>4.00</u> mills
Total	<u>21.01</u> mills

Total taxes levied were \$790,584. Taxes receivable at June 30, 2008 were \$4,007.

(3) Dedication of Proceeds and Flow of Funds - 1 Percent Sales and Use Tax

A one percent sales and use tax levied by the City in 1975 (2008 collections \$1,197,669) is dedicated to the following purposes:

Paying bonds; constructing, acquiring, improving and maintaining police and fire department stations and equipment; water disposal facilities; streets, sidewalks, and drainage facilities; sewer and sewerage disposal works; park and pool facilities; and compensating firemen and policemen.

A one percent sales and use tax levied by the City beginning in 1984 (2008 collections \$1,177,364) is dedicated to these purposes:

Paying debt service on outstanding bonds; constructing, acquiring, extending, improving, operating and maintaining sewers and sewerage disposal works; with at least 5 percent of the tax proceeds annually for constructing, improving and maintaining city streets and sidewalks; constructing, improving and maintaining public buildings; and acquiring the necessary land, equipment and furnishings for the aforesaid.

(4) Cash and Interest-Bearing Deposits

Under state law, the City may deposit funds within a fiscal agent bank organized under the laws of the State of Louisiana, the laws of any other state in the Union, or the laws of the United States. The City may invest in certificates and time deposits of state banks organized under Louisiana law and national banks having principal offices in Louisiana. At June 30, 2008, the City has cash and interest-bearing deposits (book balances) totaling \$7,191,860 as follows:

Demand deposits	\$ 270,968
Money market and savings accounts	5,405,996
Time deposits	<u>1,514,896</u>
Total	<u>\$ 7,191,860</u>

CITY OF VILLE PLATTE, LOUISIANA

Notes to Basic Financial Statements (Continued)

Custodial credit risk for deposits is the risk that in the event of the failure of a depository financial institution, the City's deposits may not be recovered or will not be able to recover the collateral securities that are in the possession of an outside party. Under state law, these deposits (or the resulting bank balances) must be secured by federal deposit insurance or the pledge of securities owned by the fiscal agent bank. The market value of the pledged securities plus the federal deposit insurance must at all times equal the amount on deposit with the fiscal agent bank. These securities are held in the name of the pledging fiscal agent bank in a holding or custodial bank that is mutually acceptable to both parties. Deposit balances (bank balances) at June 30, 2008, are as follows:

Bank balances	\$ 7,110,694
Federal deposit insurance	700,000
Pledged securities	<u>6,399,574</u>
Total FDIC insurance and pledged securities	<u>7,099,574</u>
Deficiency of securities pledged	<u>\$ (11,120)</u>

As of June 30, 2008, the City's total bank balances were under collateralized with securities held in the name of the City of Ville Platte by the pledging financial institution's agent, and therefore, exposed to custodial credit risk.

(5) Receivables

Receivables at June 30, 2008 of \$793,255 consist of the following:

	General	1975 Sales Tax	1984 Sales Tax	Sales Tax Debt Service	Non- Major	Utility	Total
Accounts	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 430,600	\$ 430,600
Unbilled utility	-	-	-	-	-	247,994	247,994
Ad valorem taxes	4,007	-	-	-	-	-	4,007
Franchise tax	101,338	-	-	-	-	-	101,338
Interest	819	807	1,929	-	25	205	3,785
Other	<u>2,020</u>	<u>-</u>	<u>-</u>	<u>3,511</u>	<u>-</u>	<u>-</u>	<u>5,531</u>
Totals	<u>\$ 108,184</u>	<u>\$ 807</u>	<u>\$ 1,929</u>	<u>\$ 3,511</u>	<u>\$ 25</u>	<u>\$ 678,799</u>	<u>\$ 793,255</u>

CITY OF VILLE PLATTE, LOUISIANA

Notes to Basic Financial Statements (Continued)

(6) Due from Other Governmental Units

Amounts due from other governmental units consisted of the following at June 30, 2008:

State of Louisiana for fire insurance rebate	\$ 32,725
Evangeline Council on Aging	32,757
Evangeline Parish Ward One Fire District No. 2 for fire protection services	13,813
State of Louisiana DOTD for highway maintenance	7,475
Office of Youth Development for youth grant	42,361
State of Louisiana Division of Administration for LCDBG	152,113
United States Department of Agriculture for the Summer Food Service Program	3,905
Ville Platte City Court for fines & forfeits and Marshall fees.	<u>6,673</u>
	<u>\$ 291,822</u>

(7) Capital Assets

Capital asset activity for the year ended June 30, 2008 was as follows:

	<u>Balance</u> 07/01/07	<u>Additions</u>	<u>Deletions</u>	<u>Balance</u> 06/30/08
Governmental activities:				
Capital assets not being depreciated:				
Land	\$ 909,615	\$ 16,800	\$ -	\$ 926,415
Other capital assets:				
Buildings	6,406,975	-	7,993	6,398,982
Infrastructure	5,019,076	-	-	5,019,076
Equipment, furniture and fixtures	1,561,358	20,122	68,551	1,512,929
Improvements other than buildings	<u>322,709</u>	<u>-</u>	<u>3,689</u>	<u>319,020</u>
Totals	<u>14,219,733</u>	<u>36,922</u>	<u>80,233</u>	<u>14,176,422</u>
Less accumulated depreciation				
Buildings	1,571,406	173,164	4,363	1,740,207
Infrastructure	967,209	198,319	1,252	1,164,276
Equipment, furniture and fixtures	883,555	120,925	67,717	936,763
Improvements other than buildings	<u>69,892</u>	<u>19,236</u>	<u>-</u>	<u>89,128</u>
Total accumulated depreciation	<u>3,492,062</u>	<u>511,644</u>	<u>73,332</u>	<u>3,930,374</u>
Governmental activities, capital assets, net	<u>\$10,727,671</u>	<u>\$(474,722)</u>	<u>\$ 6,901</u>	<u>\$10,246,048</u>

CITY OF VILLE PLATTE, LOUISIANA

Notes to Basic Financial Statements (Continued)

	Balance 07/01/07	Additions	Deletions	Balance 06/30/08
Business-type activities:				
Capital assets not being depreciated:				
Land	\$ 101,475	\$ -	\$ -	\$ 101,475
Construction in progress	53,500	383,332	-	436,832
Other capital assets:				
Gas system	3,926,868	-	-	3,926,868
Water system	7,894,536	42,860	-	7,937,396
Sewer system	10,931,822	-	-	10,931,822
Machinery and equipment	176,362	5,926	17,700	164,588
Totals	<u>23,084,563</u>	<u>432,118</u>	<u>17,700</u>	<u>23,498,981</u>
Less accumulated depreciation				
Gas system	2,996,364	69,691	-	3,066,055
Water system	3,644,835	298,381	-	3,943,216
Sewer system	3,783,425	260,216	-	4,043,641
Machinery and equipment	100,631	15,132	17,700	98,063
Total accumulated depreciation	<u>10,525,255</u>	<u>643,420</u>	<u>17,700</u>	<u>11,150,975</u>
Business-type activities, capital assets, net	<u>\$12,559,308</u>	<u>\$(211,302)</u>	<u>\$ -</u>	<u>\$12,348,006</u>

Depreciation expense was charged to governmental activities as follows:

General government	\$ 78,942
Police	133,444
Fire	31,743
Streets	225,770
Culture and recreation	41,745
Total depreciation expense	<u>\$ 511,644</u>

Depreciation expense was charged to business-type activities as follows:

Gas	\$ 74,572
Water	304,124
Sewer	264,089
Housing Assistance	635
Total depreciation expense	<u>\$643,420</u>

Construction in progress of \$436,832 in the business-type activities consists of grant administration, engineering, and construction fees relative to the LCDBG sewer improvements project.

CITY OF VILLE PLATTE, LOUISIANA

Notes to Basic Financial Statements (Continued)

(8) Restricted Assets - Proprietary Fund Type (Enterprise Utility Fund)

Restricted assets consisted of the following at June 30, 2008:

Bond and interest sinking fund	\$ 197,364
Bond reserve fund	412,371
Renewal and replacement fund	214,997
Customers' deposits	453,176
Water construction fund	<u>3,034</u>
	<u>\$1,280,942</u>

(9) Accounts, Salaries, and Other Payables

The accounts, salaries, and other payables consisted of the following at June 30, 2008:

	<u>Governmental Activities</u>	<u>Business-type Activities</u>	<u>Total</u>
Accounts	\$ 104,926	\$ 76,927	\$181,853
Contracts	155,113	-	155,113
Other liabilities	<u>105,541</u>	<u>144,371</u>	<u>249,912</u>
Totals	<u>\$ 365,580</u>	<u>\$ 221,298</u>	<u>\$586,878</u>

(10) Changes in Long-Term Debt

The following is a summary of bonds, notes, certificates of indebtedness and compensated absences transactions of the City for the year ended June 30, 2008:

	<u>Balance 7/1/2007</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance 6/30/2008</u>	<u>Amount due in one year</u>
Business type activities:					
Revenue bonds	\$ 2,770,000	\$ -	\$ (430,000)	\$ 2,340,000	\$ 445,000
Governmental activities:					
General obligation	5,255,000	-	(700,000)	4,555,000	725,000
Compensated absences	<u>132,169</u>	<u>36,664</u>	<u>-</u>	<u>168,833</u>	<u>2,943</u>
	<u>\$ 8,157,169</u>	<u>\$ 36,664</u>	<u>\$(1,130,000)</u>	<u>\$ 7,063,833</u>	<u>\$ 1,172,943</u>

CITY OF VILLE PLATTE, LOUISIANA

Notes to Basic Financial Statements (Continued)

Bonds payable at June 30, 2008 are comprised of the following individual issues:

General obligation bonds:

\$2,485,000 Sales and Use Tax Revenue Refunding Bonds, Series 2007, due in annual installments of \$15,000 - \$285,000 through March 1, 2021; interest at 3.70 - 4.30 percent, secured by sales tax revenues	\$ 2,420,000
\$200,000 Certificates of Indebtedness, Series 2006, due in annual installments of \$40,000 through October 1, 2011; interest at 4.15 percent, secured by excess annual revenues of the General Fund	160,000
\$3,500,000 Public Improvement Sales Tax Bonds, Series ST-2001, due in annual installments of \$125,000 - \$170,000 through March 1, 2011; interest at 5.00 - 5.50 percent, secured by sales tax revenues	460,000
\$2,380,000 Public Improvement Sales Tax Refunding Bonds, Series ST-2003, due in one annual installment of \$440,000 on March 1, 2009; interest at 4.00 percent, secured by sales tax revenues	440,000
\$1,500,000 Street and Drainage Bonds, Series 2003, due in annual installments of \$100,000 - \$145,000 through March 1, 2017; interest at 4.05 percent, secured by ad valorem taxes transferred from the General Fund	<u>1,075,000</u>
	<u>\$ 4,555,000</u>

Revenue bonds:

\$2,350,000 Utilities Revenue Refunding Bonds, Series 2004 due in annual installments of \$70,000 - \$420,000 through May 1, 2014; interest at 3.40 - 4.80 percent; secured by Utility Fund revenues	\$ 790,000
\$1,650,000 Utilities Revenue Bonds Series 2003, due in annual installments of \$25,000 - \$285,000 through May 1, 2015; interest at 3.60 - 5.20 percent; secured by Utility Fund revenues	<u>1,550,000</u>
	<u>\$ 2,340,000</u>

CITY OF VILLE PLATTE, LOUISIANA

Notes to Basic Financial Statements (Continued)

The bonds are due as follows:

Year ending June 30,	Governmental Activities		Business-type Activities	
	Principal payments	Interest payments	Principal payments	Interest payments
2009	725,000	189,421	445,000	105,922
2010	315,000	158,406	295,000	89,173
2011	330,000	144,134	305,000	76,767
2012	350,000	129,151	315,000	63,322
2013	325,000	116,156	340,000	48,798
2014-2018	1,695,000	375,455	640,000	47,368
2019-2021	815,000	70,635	-	-
Total	<u>\$4,555,000</u>	<u>\$1,183,358</u>	<u>\$2,340,000</u>	<u>\$431,350</u>

In prior years, the City has defeased various bond issues by creating separate irrevocable trust funds. New debt has been issued and the proceeds have been used to purchase U.S. Government securities that were placed in the trust funds. 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 City's Enterprise Fund's balance sheet and the governmental activities column of the statement of net assets. As of June 30, 2008, the amount of defeased utility revenue debt outstanding but removed from the Enterprise Fund's balance sheet amounted to \$2,355,000. Additionally, as of June 30, 2008, there remained a balance of \$3,075,000 of defeased sales tax bonds, which were removed from the statement of net assets.

(11) Flow of Funds: Restrictions on Use - Utilities Revenues

Under the terms of the \$2,350,000 Utilities Revenue Refunding Bonds Series 2004 and \$1,650,000 Utilities Revenue Bonds Series 2003 bond indentures dated May 1, 2004 and May 1, 2003, all income and revenues of every nature derived from the operation of the system are pledged and dedicated to the retirement of said bonds.

Bond and Interest Sinking Fund

The City is required to set aside into a Utilities Revenue Bond Sinking Fund each month a sum equal to 1/6 of the interest falling due on the next interest payment date plus 1/12 of the principal falling due on the next principal payment date. Funds deposited in this account are available only for the retirement of maturing bonds and interest.

CITY OF VILLE PLATTE, LOUISIANA

Notes to Basic Financial Statements (Continued)

Reserve Fund

The Utilities Revenue Bond Reserve Fund is maintained solely for the purpose of paying the principal of and the interest on bonds payable from the sinking fund as to which there would otherwise be default. The fund is required to be funded in an amount equal to the reserve fund requirement (\$400,000 at June 30, 2008).

Capital Additions and Contingencies Fund

The Utilities System Capital Additions and Contingencies Fund (Renewal and Replacement Fund) was established to care for extensions, additions, improvements, renewals, and replacements necessary to properly operate the system and to pay the principal of and the interest on the bonds, including any additional pari passu bonds issued hereafter in the manner provided by the bond resolution, for the payment of which there is not sufficient money in the sinking or reserve funds.

The maximum required balance of \$200,000 was deposited when the bonds were sold. The money in the fund shall never be used for the making of such extensions, additions, improvements, renewals and replacements if such use of said money will leave less than the sum of \$50,000. In the event that the City utilizes any monies in the fund so that the balance falls below \$200,000, a monthly deposit of 5 percent of the gross revenues of the system (excluding revenues derived from fuel adjustments) must be made until there is again on deposit the sum of \$200,000.

Utility Rates

It is further understood that the City shall adopt a rate ordinance which shall provide revenue in each year, after paying all reasonable and necessary expenses of operating and maintaining the utility system in such year, at least equal to 135 percent of the largest amount of principal and interest maturing on the bonds in any future fiscal year. Said rate ordinance shall also provide for 10 percent penalty charge for non-payment of bills within ten days after the due date and discontinuance of service upon non-payment of bills within thirty days after the due date.

CITY OF VILLE PLATTE, LOUISIANA

Notes to Basic Financial Statements (Continued)

(12) Employee Retirement

Substantially all employees of the City are members of the following statewide retirement systems: Municipal Employees Retirement System of Louisiana, Municipal Police Employees Retirement System of Louisiana, or Firefighters Retirement System of Louisiana. These systems are cost-sharing, multiple-employer defined benefit pension plans administered by separate boards of trustees. Pertinent information relative to each plan follows:

A. Municipal Employees Retirement System of Louisiana (System)

Plan Description - The System is composed of two distinct plans, Plan A and Plan B, with separate assets and benefit provisions. All employees of the municipality are members of Plan A.

All permanent employees working at least 35 hours per week who are not covered by another pension plan and are paid wholly or in part from municipal funds and all elected municipal officials are eligible to participate in the System. Under Plan A, employees who retire at or after age 60 with at least 10 years of creditable service, at or after age 55 with at least 25 years of creditable service, or at any age with at least 30 years of creditable service are entitled to a retirement benefit, payable monthly for life, equal to 3% of their final-average salary for each year of creditable service. Final-average salary is the employee's average salary over the 36 consecutive or joined months that produce the highest average. Employees who terminate with at least the amount of creditable service stated above, and do not withdraw their employee contributions, may retire at the ages specified above and receive the benefit accrued to their date of termination. The System also provides death and disability benefits. Benefits are established or amended by state statute.

The System issues an annual publicly available financial report that includes financial statements and required supplementary information for the System. That report may be obtained by writing to the Municipal Employees Retirement System of Louisiana, 7937 Office Park Boulevard, Baton Rouge, Louisiana 70809, or by calling (225) 925-4810.

Funding Policy - Under Plan A, members are required by state statute to contribute 9.25% of their annual covered salary and the City is required to contribute at an actuarially determined rate. The current rate is 13.50% of annual covered payroll. Contributions to the System also include one-fourth of 1% (except Orleans and East Baton Rouge parishes) of the taxes shown to be collectible by the tax rolls of each parish. These tax dollars are divided between Plan A and Plan B based proportionately on the salaries of the active members of each plan. The contribution requirements of plan members and the City are established and may be amended by state statute. As provided by R.S. 11:103, the employer contributions are determined by actuarial valuation and are subject to change each year based on the results of the valuation for the prior fiscal year. The City's contributions to the System for the years ending June 30, 2008, 2007, and 2006 were \$142,460, \$152,010, and \$141,992, respectively, equal to the required contributions for each year.

CITY OF VILLE PLATTE, LOUISIANA

Notes to Basic Financial Statements (Continued)

B. Municipal Police Employees Retirement System of Louisiana (System)

Plan Description - All full-time police department employees engaged in law enforcement are required to participate in the System. Employees who retire at or after age 50 with at least 20 years of creditable service or at or after age 55 with at least 12 years of creditable service are entitled to a retirement benefit, payable monthly for life, equal to 3 1/3% of their final-average salary for each year of creditable service. Final average salary is the employee's average salary over the 36 consecutive or joined months that produce the highest average. Employees who terminate with at least the amount of creditable service stated above, and do not withdraw their employee contributions, may retire at the ages specified above and receive the benefit accrued to their date of termination. The System also provides death and disability benefits. Benefits are established by state statute.

The System issues an annual publicly available financial report that includes financial statements and required supplementary information for the System. That report may be obtained by writing to the Municipal Police Employees Retirement System of Louisiana, 8401 United Plaza Boulevard, Baton Rouge, Louisiana 70809-2250, or by calling (225) 929-7411.

Funding Policy - Plan members are required by state statute to contribute 7.5% of their annual covered salary and the City is required to contribute at an actuarially determined rate. The current rate is 13.61% of annual covered payroll. The contribution requirements of plan members and the City are established and may be amended by state statute. As provided by R.S. 11:103, the employer contributions are determined by actuarial valuation and are subject to change each year based on the results of the valuation for the prior fiscal year. The City's contributions to the System for the years ending June 30, 2008, 2007, and 2006 were \$70,324, \$80,377, and \$76,729, respectively, equal to the required contributions for each year.

C. Firefighters' Retirement System of Louisiana

Plan Description - Membership in the Louisiana Firefighters' Retirement System is mandatory for all full-time firefighters employed by a municipality, parish, or fire protection district that did not enact an ordinance before January 1, 1980, exempting itself from participation in the System. Employees are eligible to retire at or after age 55 with at least 12 years of creditable service or at or after age 50 with at least 20 years of creditable service. Upon retirement, members are entitled to a retirement benefit, payable monthly for life, equal to 3 1/3% of their final-average salary for each year of creditable service, not to exceed 100% of their final-average salary. Final-average salary is the employee's average salary over the 36 consecutive or joined months that produce the highest average. Employees who terminate with at least 12 years of service and do not withdraw their employee contributions may retire at or after age 55 (or at or after age 50 with at least 20 years of creditable service at termination) and receive the benefit accrued to their date of termination. The System also provides death and disability benefits. Benefits are established or amended by state statute.

CITY OF VILLE PLATTE, LOUISIANA

Notes to Basic Financial Statements (Continued)

The System issues an annual publicly available financial report that includes financial statements and required supplementary information for the System. That report may be obtained by writing to the Firefighters' Retirement System, Post Office Box 94095, Baton Rouge, Louisiana 70804, or by calling (225) 925-4060.

Funding Policy - Plan members are required by state statute to contribute 8.0% of their annual covered salary and the City is required to contribute at an actuarially determined rate. The current rate is 13.75% of annual covered payroll. The contribution requirements of plan members and the City are established and may be amended by state statute. As provided by R.S. 11:103, the employer contributions are determined by actuarial valuation and are subject to change each year based on the results of the valuation for the prior fiscal year. The City firefighters began participation in the system effective July 1, 1999. The City's contributions to the System for the years ending June 30, 2008, 2007 and 2006 were \$48,317, \$53,384, and \$57,225, respectively, equal to the required contributions for each year.

D. Social Security System

Employees of the City of Ville Platte who are not eligible to participate in any other retirement system are members of the Social Security System. The City and its employees contribute a percentage of each employee's salary to the System (7.65 percent contributed by the City; 7.65 percent contributed by the employee). The City's contributions during the years ending June 30, 2008, 2007, and 2006 amounted to \$59,935, \$49,012 and \$36,400, respectively.

(13) Post Employment Benefits

The City provides certain continuing health care insurance benefits for its retired employees. Substantially all of the City's employees become eligible for these benefits if they reach normal retirement age while working for the City. Benefits for retirees are provided through an insurance company whose monthly premiums are paid by the City. The City is reimbursed by the employee for one half of the cost of the monthly premium. For the year ending June 30, 2008 there were three retirees' receiving benefits. The City recognizes the cost of providing these benefits as expenditure when paid during the year and recognizes the revenue when they are due the reimbursement from the employee. The City's total cost of providing these benefits was \$4,968 for the year ended June 30, 2008.

(14) Enterprise Fund Contracts

The City purchases its natural gas from Crosstex Gulf Coast Marketing, under a contract commencing June 1, 2004. The contract can be renewed on an annual basis by mutual consent of the parties. The City purchased natural gas during fiscal year ended June 30, 2008 in the amount of \$1,630,165 of which \$123,689 was owed for purchases for the month of June 2008.

CITY OF VILLE PLATTE, LOUISIANA

Notes to Basic Financial Statements (Continued)

(15) Segment Information for the Enterprise Fund

The City of Ville Platte maintains one enterprise fund with three departments which provide gas, water, and sewerage services. Segment information for the year ended June 30, 2008 was as follows:

	<u>Gas Department</u>	<u>Water Department</u>	<u>Sewerage Department</u>	<u>Total Enterprise Fund</u>
Operating revenues	<u>\$ 2,662,067</u>	<u>\$ 1,305,330</u>	<u>\$ 807,437</u>	<u>\$ 4,774,834</u>
Operating expenses:				
Depreciation	74,572	304,124	264,089	642,785
Other	<u>2,398,693</u>	<u>889,835</u>	<u>480,119</u>	<u>3,768,647</u>
Total operating expenses	<u>2,473,265</u>	<u>1,193,959</u>	<u>744,208</u>	<u>4,411,432</u>
Operating income	<u>\$ 188,802</u>	<u>\$ 111,371</u>	<u>\$ 63,229</u>	<u>\$ 363,402</u>

(16) Compensation of City Officials

A detail of compensation paid to the Mayor and Board of Aldermen for the year ended June 30, 2008 follows:

Mayor:	
Bill Jeanmard	<u>\$ 40,620</u>
Aldermen:	
Carol Alfred	\$ 8,706
C. J. Dardeau	8,706
Freddie Jack	9,906
Donald Sam	8,706
Taranza Arvie	8,646
Michael Perron	<u>8,646</u>
	<u>\$ 53,316</u>

CITY OF VILLE PLATTE, LOUISIANA

Notes to Basic Financial Statements (Continued)

(17) Interfund Receivables/Payables

A. A summary of interfund receivables and payables at June 30, 2008 follows:

	<u>Receivables</u>	<u>Payables</u>
Major governmental funds:		
General Fund	\$ 234,000	\$ 406,667
1984 Sales Tax Special Revenue Fund	170,000	234,000
Total major governmental funds	<u>404,000</u>	<u>640,667</u>
Nonmajor governmental funds:		
Louisiana Community Development Block Grant	3,000	-
Sales Tax Construction Fund	-	3,000
Total nonmajor governmental funds	<u>3,000</u>	<u>3,000</u>
Proprietary fund:		
Enterprise Fund	<u>406,667</u>	<u>170,000</u>
Total	<u>\$ 813,667</u>	<u>\$ 813,667</u>

The amounts due to the General Fund from various other funds are for short-term loans. The amount due to the Enterprise Fund from the General Fund is for reimbursements owed for General Fund expenditures paid by the Enterprise Fund and for budgeted appropriations which were not transferred. The other receivable balances are for short-term loans.

B. Transfers consisted of the following at June 30, 2008:

	<u>Transfers In</u>	<u>Transfers Out</u>
Major governmental funds:		
General Fund	\$ 1,520,800	\$ 7,700
1975 Sales Tax Special Revenue Fund	-	1,176,300
1984 Sales Tax Special Revenue Fund	-	730,896
P. I. Sales Tax Bonds Debt Service Fund	730,896	-
Total major funds	<u>2,251,696</u>	<u>1,914,896</u>
Nonmajor governmental funds:		
City Court Special Revenue Fund	177,000	-
LCDBG	10,200	383,332
Sales Tax Construction Fund	-	7,500
Total nonmajor governmental funds	<u>187,200</u>	<u>390,832</u>
Total governmental funds	<u>2,438,896</u>	<u>2,305,728</u>
Proprietary funds:		
Enterprise Fund	<u>473,332</u>	<u>606,500</u>
Total	<u>\$ 2,912,228</u>	<u>\$ 2,912,228</u>

CITY OF VILLE PLATTE, LOUISIANA

Notes to Basic Financial Statements (Continued)

Transfers are used to (a) move revenues from the fund that statute or budget requires to collect them to the fund that statute or budget requires to expend them and to (b) use unrestricted revenues collected in the general fund to finance various programs accounted for in other funds in accordance with budgetary authorizations.

(18) Risk Management

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

(19) Pending Litigation

At June 30, 2008, the City of Ville Platte was a defendant in several lawsuits. The City's legal counsel has reviewed the claims and lawsuits, in order to evaluate the likelihood of an unfavorable outcome to the City and to arrive at an estimate, if any, of the amount or range of potential loss to the City not covered by insurance. As a result of the review, there are no claims and lawsuits which might result in a liability to the City which are not considered coverable by insurance.

(20) New Accounting Pronouncements

In November 2004, the Governmental Accounting Standards Board (GASB) issued Statement 45 "Accounting and Financial Reporting by Employers for Postemployment Benefits Other Than Pensions." This statement requires the accrual of postemployment benefits for retired employees. The City is required to implement this standard for the fiscal year ending June 30, 2010. The City has not yet determined the full impact that adoption of GASB Statement 45 will have on the financial statements.

(21) Subsequent Events

Changes were made to the audit report relating to the Section 8 Housing Program financial data schedules on pages 62-63. This information was changed in order to correspond to the Department of Housing and Urban Developments Real Estate Assessment Center IPA review process. The following pages of the audit report have been updated to reflect these changes: 2, 5-6, 13-16, and 75.

**REQUIRED
SUPPLEMENTARY INFORMATION**

CITY OF VILLE PLATTE, LOUISIANA
General Fund

Budgetary Comparison Schedule
Year Ended June 30, 2008

	Budget		Actual	Variance with Final Budget
	Original	Final		Positive (Negative)
Revenues:				
Taxes	\$ 1,639,644	\$ 1,647,408	\$ 1,683,096	\$ 35,688
Licenses and permits	367,933	377,378	397,187	19,809
Intergovernmental	313,313	484,365	686,507	202,142
Miscellaneous	<u>184,800</u>	<u>298,494</u>	<u>221,020</u>	<u>(77,474)</u>
Total revenues	<u>2,505,690</u>	<u>2,807,645</u>	<u>2,987,810</u>	<u>180,165</u>
Expenditures:				
Current -				
General government	772,443	887,181	965,173	(77,992)
Public safety:				
Police	1,254,150	1,270,018	1,289,139	(19,121)
Fire	671,994	691,268	676,550	14,718
Streets and drainage	709,412	710,588	714,767	(4,179)
Culture and recreation	278,000	321,204	321,092	112
Capital outlay	825,150	102,875	36,922	65,953
Debt service	<u>140,462</u>	<u>150,000</u>	<u>189,855</u>	<u>(39,855)</u>
Total expenditures	<u>4,651,611</u>	<u>4,133,134</u>	<u>4,193,498</u>	<u>(60,364)</u>
Deficiency of revenues over expenditures	<u>(2,145,921)</u>	<u>(1,325,489)</u>	<u>(1,205,688)</u>	<u>119,801</u>
Other financing sources (uses):				
Transfers in	1,279,800	1,681,333	1,520,800	(160,533)
Transfers out	<u>-</u>	<u>(3,600)</u>	<u>(7,700)</u>	<u>(4,100)</u>
Total other financing sources (uses)	<u>1,279,800</u>	<u>1,677,733</u>	<u>1,513,100</u>	<u>(164,633)</u>
Excess (deficiency) of revenues and other sources over expenditures and other uses	(866,121)	352,244	307,412	(44,832)
Fund balance, beginning	<u>1,297,383</u>	<u>1,297,383</u>	<u>1,297,383</u>	<u>-</u>
Fund balance, ending	<u>\$ 431,262</u>	<u>\$ 1,649,627</u>	<u>\$ 1,604,795</u>	<u>\$ (44,832)</u>

CITY OF VILLE PLATTE, LOUISIANA
1975 Sales Tax Special Revenue Fund

Budgetary Comparison Schedule
Year Ended June 30, 2008

	Budget		Actual	Variance with Final Budget
	Original	Final		Positive (Negative)
Revenues:				
Taxes	\$ 1,100,000	\$ 1,046,191	\$ 1,197,669	\$ 151,478
Miscellaneous	3,000	3,215	2,666	(549)
Total revenues	<u>1,103,000</u>	<u>1,049,406</u>	<u>1,200,335</u>	<u>150,929</u>
Expenditures:				
Current -				
General government:				
Professional fees	9,400	8,216	7,194	1,022
Miscellaneous expenses	2,500	3,032	399	2,633
Sales tax collection fees	21,000	21,035	23,824	(2,789)
Total expenditures	<u>32,900</u>	<u>32,283</u>	<u>31,417</u>	<u>866</u>
Excess of revenues over expenditures	<u>1,070,100</u>	<u>1,017,123</u>	<u>1,168,918</u>	<u>151,795</u>
Other financing uses:				
Transfers to -				
General Fund	(853,800)	(950,000)	(957,300)	(7,300)
City Court Fund	(154,000)	(158,000)	(129,000)	29,000
Utility Fund	(90,000)	(90,000)	(90,000)	-
Total other financing uses	<u>(1,097,800)</u>	<u>(1,198,000)</u>	<u>(1,176,300)</u>	<u>21,700</u>
Deficiency of revenues over expenditures and other uses	(27,700)	(180,877)	(7,382)	173,495
Fund balance, beginning	<u>182,823</u>	<u>182,823</u>	<u>182,823</u>	<u>-</u>
Fund balance, ending	<u>\$ 155,123</u>	<u>\$ 1,946</u>	<u>\$ 175,441</u>	<u>\$ 173,495</u>

CITY OF VILLE PLATTE, LOUISIANA
1984 Sales Tax Special Revenue Fund

Budgetary Comparison Schedule
Year Ended June 30, 2008

	Budget		Actual	Variance with Final Budget
	Original	Final		Positive (Negative)
Revenues:				
Taxes	\$ 1,100,000	\$ 1,019,119	\$ 1,177,364	\$ 158,245
Miscellaneous	<u>16,000</u>	<u>29,913</u>	<u>38,465</u>	<u>8,552</u>
Total revenues	<u>1,116,000</u>	<u>1,049,032</u>	<u>1,215,829</u>	<u>166,797</u>
Expenditures:				
Current -				
General government:				
Professional fees	10,000	8,216	7,182	1,034
Sales tax collection fees	21,000	21,035	23,824	(2,789)
Streets & drainage:				
Street repairs & overlay	<u>23,000</u>	<u>1,473</u>	<u>1,105</u>	<u>368</u>
Total expenditures	<u>54,000</u>	<u>30,724</u>	<u>32,111</u>	<u>(1,387)</u>
Excess of revenues over expenditures	<u>1,062,000</u>	<u>1,018,308</u>	<u>1,183,718</u>	<u>165,410</u>
Other financing uses:				
Transfers to -				
P. I. Sales Tax Bonds Debt Service Fund	<u>(772,000)</u>	<u>(777,507)</u>	<u>(730,896)</u>	<u>46,611</u>
Excess of revenues over expenditures and other uses	290,000	240,801	452,822	212,021
Fund balance, beginning	<u>1,345,495</u>	<u>1,345,495</u>	<u>1,345,495</u>	<u>-</u>
Fund balance, ending	<u>\$ 1,635,495</u>	<u>\$ 1,586,296</u>	<u>\$ 1,798,317</u>	<u>\$ 212,021</u>

OTHER FINANCIAL INFORMATION

CITY OF VILLE PLATTE, LOUISIANA
General Fund

Budgetary Comparison Schedule - Revenues
Year Ended June 30, 2008

	Budget		Actual	Variance with
	Original	Final		Final Budget Positive (Negative)
Taxes:				
Ad valorem	\$ 263,091	\$ 286,257	\$ 260,953	\$ (25,304)
Street and drainage maintenance	387,787	347,839	373,165	25,326
Police and fire tax	152,766	152,998	149,116	(3,882)
PILOT - Housing Authority	-	7,650	7,986	336
Franchise - utility companies	455,000	429,884	436,556	6,672
Utility Fund - payment in lieu of taxes	373,000	415,000	447,540	32,540
Chain store	8,000	7,780	7,780	-
	<u>1,639,644</u>	<u>1,647,408</u>	<u>1,683,096</u>	<u>35,688</u>
Licenses and permits:				
Occupational licenses	350,000	365,000	380,993	15,993
Building permits	14,000	8,409	9,517	1,108
Electrical permits	3,500	3,519	6,102	2,583
House moving permits	433	450	573	125
	<u>367,933</u>	<u>377,378</u>	<u>397,187</u>	<u>19,809</u>
Intergovernmental:				
State of Louisiana -				
Tobacco tax	-	12,450	12,450	-
Beer tax	25,000	23,000	25,217	2,217
Evangeline Council on Aging	21,400	105,255	163,108	57,853
State grants	33,000	77,732	199,278	121,546
Fire insurance rebate	30,144	32,296	32,725	429
Highway maintenance	13,769	19,145	14,950	(4,195)
Fire salary reimbursement	165,000	160,000	165,308	5,308
Federal -				
Grants	-	1,543	15,727	14,184
Summer food service program	25,000	52,944	57,744	4,800
	<u>313,313</u>	<u>484,365</u>	<u>686,507</u>	<u>202,142</u>
Miscellaneous:				
Rental income -				
Gas department	15,000	15,000	15,000	-
Park and civic center	38,000	33,583	35,292	1,709
Rent income other	30,200	48,835	29,130	(19,705)
Section 8 rent	4,200	4,200	4,550	350
City Park receipts	2,400	-	1,918	1,918
Swamp Pop revenues	12,000	15,621	15,621	-
Acadiana Works revenue	-	1,998	5,133	3,135
Interest income	21,000	63,652	52,516	(11,136)
Sale of capital assets	-	950	7,195	6,245
Law enforcement revenue	9,000	11,665	17,060	5,395
Miscellaneous grants	36,000	85,225	24,801	(60,424)
Other sources	17,000	17,765	12,804	(4,961)
	<u>184,800</u>	<u>298,494</u>	<u>221,020</u>	<u>(77,474)</u>
Total revenues	<u>\$ 2,505,690</u>	<u>\$ 2,807,645</u>	<u>\$ 2,987,810</u>	<u>\$ 180,165</u>

CITY OF VILLE PLATTE, LOUISIANA
General Fund

Budgetary Comparison Schedule - Expenditures
Year Ended June 30, 2008

	Budget		Actual	Variance with
	Original	Final		Final Budget Positive (Negative)
General government:				
Executive -				
Mayor salary	\$39,903	\$39,903	\$40,620	\$ (717)
Council salaries	53,000	54,757	53,316	1,441
Retirement	13,000	6,381	6,222	159
Medicare taxes	4,100	3,588	3,494	94
Group insurance	19,000	15,575	15,484	91
Auto allowances	22,000	20,400	21,000	(600)
Dues and conventions	12,000	21,004	15,753	5,251
Miscellaneous	100	1,069	802	267
Total executive	<u>163,103</u>	<u>162,677</u>	<u>156,691</u>	<u>5,986</u>
Administrative -				
Salaries	210,000	204,260	188,831	15,429
Contract services	28,000	27,909	27,467	442
Treasurer's pay	3,600	3,600	3,600	-
Utilities	6,400	5,416	4,948	468
Telephone	9,000	6,700	7,207	(507)
Insurance	11,000	13,067	18,149	(5,082)
Workman's compensation	2,400	2,751	2,806	(55)
Advertising and publicity	14,000	11,924	14,258	(2,334)
Group insurance	22,000	21,019	22,190	(1,171)
Office expenditures	33,000	35,000	46,883	(11,883)
Professional fees	51,540	39,545	39,445	100
Repairs and maintenance	47,000	17,419	19,627	(2,208)
Gas and oil	1,700	2,452	2,551	(99)
Evangeline Council on Aging	-	105,255	163,108	(57,853)
Association dues, conventions and travel	10,000	8,176	6,780	1,396
Chamber of Commerce social programs	6,000	4,053	4,053	-
Auto allowances	7,200	5,900	6,110	(210)
Retirement contributions	24,000	22,163	20,865	1,298
Medicare taxes	4,500	3,901	3,920	(19)
Payroll taxes	500	408	413	(5)
Uniforms	2,000	1,475	2,039	(564)
Summer feeding program expenditures	51,500	57,552	58,524	(972)
Grant expenditures	40,000	114,308	134,619	(20,311)
Election expenditures	14,000	1,230	1,230	-
Miscellaneous	10,000	9,021	8,859	162
Total administrative	<u>609,340</u>	<u>724,504</u>	<u>808,482</u>	<u>(83,978)</u>
Total general government	<u>772,443</u>	<u>887,181</u>	<u>965,173</u>	<u>(77,992)</u>

(continued)

CITY OF VILLE PLATTE, LOUISIANA
General Fund

Budgetary Comparison Schedule - Expenditures (Continued)
Year Ended June 30, 2008

	Budget		Actual	Variance with
	Original	Final		Final Budget Positive (Negative)
Public safety:				
Police department -				
Salaries	728,450	711,001	706,726	4,275
Gas and oil	53,000	66,071	71,947	(5,876)
Auto repairs	22,000	21,864	24,718	(2,854)
Equipment and building repairs and maintenance	10,000	11,731	10,747	984
Feeding prisoners	22,000	24,803	24,519	284
Supplies	20,000	33,749	53,212	(19,463)
Telephone	8,000	9,313	10,148	(835)
Insurance	50,000	49,891	46,875	3,016
Workman's compensation	48,400	54,129	54,863	(734)
Advertising and publicity	1,500	475	622	(147)
Uniforms and storage	15,000	9,956	14,420	(4,464)
Retirement contributions	82,500	87,557	76,928	10,629
Group insurance	80,000	80,193	80,498	(305)
Professional fees	6,500	3,044	2,283	761
Association dues, conventions and travel	6,000	5,385	4,734	651
Officer training program	5,000	5,840	8,682	(2,842)
Utilities	29,000	23,944	23,594	350
Medicare taxes	16,500	20,439	20,003	436
Payroll taxes	1,500	1,589	5,672	(4,083)
Dare, K-9 & DWI expenditures	5,800	933	3,948	(3,015)
Medical expenditures	26,000	28,856	26,737	2,119
Miscellaneous	17,000	19,255	17,263	1,992
Total police department	<u>1,254,150</u>	<u>1,270,018</u>	<u>1,289,139</u>	<u>(19,121)</u>
Fire department -				
Salaries	392,000	408,383	398,484	9,899
Auto allowance	3,850	3,600	3,600	-
Gas and oil	9,000	12,075	10,895	1,180
Equipment and building repairs and maintenance	21,200	10,857	10,316	541
Supplies	5,000	7,299	8,354	(1,055)
Telephone	4,600	6,633	7,123	(490)
Insurance	30,000	33,307	28,378	4,929
Workman's compensation	31,000	40,247	40,127	120
Uniforms	3,000	3,019	2,681	338
Retirement contributions	55,000	49,339	48,211	1,128

(continued)

CITY OF VILLE PLATTE, LOUISIANA
General Fund

Budgetary Comparison Schedule - Expenditures (Continued)
Year Ended June 30, 2008

	Budget		Actual	Variance with Final Budget
	Original	Final		Positive (Negative)
Fire department (continued) -				
Group insurance	50,000	54,283	54,056	227
Utilities	16,000	15,179	15,141	38
Medicare taxes	6,000	6,617	6,452	165
School training	5,200	1,448	1,354	94
Payroll taxes	1,000	945	3,340	(2,395)
Contribution of fire insurance rebate	30,144	32,296	32,725	(429)
Professional fees	6,000	4,096	3,490	606
Miscellaneous	3,000	1,645	1,823	(178)
Total fire department	<u>671,994</u>	<u>691,268</u>	<u>676,550</u>	<u>14,718</u>
Total public safety	<u>1,926,144</u>	<u>1,961,286</u>	<u>1,965,689</u>	<u>(4,403)</u>
Streets and drainage:				
Salaries	270,000	279,684	274,114	5,570
Gas, oil and fuel	29,000	31,160	38,870	(7,710)
Truck and equipment repairs	40,000	44,032	41,436	2,596
Equipment lease	12,412	-	-	-
Tools and supplies	24,000	22,355	27,646	(5,291)
Telephone	2,500	2,871	3,049	(178)
Insurance	24,000	28,368	30,360	(1,992)
Workman's compensation	48,000	66,977	65,958	1,019
Retirement contributions	35,000	25,781	25,155	626
Group insurance	43,000	41,919	41,460	459
Uniforms	2,800	2,393	2,314	79
Auto allowance	2,400	2,400	2,500	(100)
Utilities - street lights	94,000	98,089	99,539	(1,450)
Medicare taxes	6,000	8,215	7,991	224
Payroll taxes	1,000	555	1,382	(827)
Sand, gravel, cement and dirt	2,000	3,708	3,589	119
Main street program/Economic development	13,000	8,724	8,643	81
Street, repairs and overlay	34,500	13,451	12,256	1,195
Professional fees	5,500	2,623	1,967	656
Impounder	6,300	8,781	7,721	1,060
Grass and tree cutting	-	947	835	112
Miscellaneous	14,000	17,555	17,982	(427)
Total streets and drainage	<u>709,412</u>	<u>710,588</u>	<u>714,767</u>	<u>(4,179)</u>

(continued)

CITY OF VILLE PLATTE, LOUISIANA
General Fund

Budgetary Comparison Schedule - Expenditures (Continued)
Year Ended June 30, 2008

	Budget		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Culture and recreation:				
Salaries	103,000	143,445	140,111	3,334
Gas, oil and diesel	4,000	5,749	6,231	(482)
Building and equipment repairs	46,000	40,605	36,442	4,163
Small tools and supplies	14,000	16,448	22,731	(6,283)
Telephone	3,000	2,588	3,427	(839)
Insurance	9,000	8,848	12,927	(4,079)
Workman's compensation	7,000	9,492	9,457	35
Retirement contributions	13,000	13,879	13,391	488
Group insurance	15,000	17,365	17,303	62
Uniforms	1,000	1,052	1,021	31
Utilities	41,000	39,747	37,814	1,933
Medicare taxes	2,200	4,009	3,845	164
Payroll taxes	1,000	287	281	6
Professional fees	5,000	1,529	1,147	382
Swamp Pop	3,800	5,999	4,499	1,500
Miscellaneous	10,000	10,162	10,465	(303)
Total culture and recreation	<u>278,000</u>	<u>321,204</u>	<u>321,092</u>	<u>112</u>
Capital outlay:				
Administrative -				
Equipment	14,000	28,829	-	28,829
Vehicles	35,000	15,082	15,082	-
Land	18,750	16,800	-	16,800
Public Safety -				
Police:				
Equipment	10,000	13,005	-	13,005
Vehicles	-	7,210	-	7,210
Fire:				
Training manuals	1,500	2,180	-	2,180
Property	24,000	-	16,800	(16,800)
Equipment	12,400	-	-	-
Vehicles	-	5,040	5,040	-
Streets and drainage -				
Equipment	1,500	6,130	-	6,130
Sidewalk construction	70,000	-	-	-
Street improvements	230,000	-	-	-
Culture and recreation -				
Museum project	5,000	6,449	-	6,449
Various park improvements	3,000	2,150	-	2,150
Civic Center Pavilion	400,000	-	-	-
Total capital outlay	<u>825,150</u>	<u>102,875</u>	<u>36,922</u>	<u>65,953</u>
Debt Service:				
Principal	95,000	95,000	135,000	(40,000)
Interest	45,462	55,000	54,855	145
Total debt service	<u>140,462</u>	<u>150,000</u>	<u>189,855</u>	<u>(39,855)</u>
Total expenditures	<u>\$ 4,651,611</u>	<u>\$ 4,133,134</u>	<u>\$ 4,193,498</u>	<u>\$ (60,364)</u>

CITY OF VILLE PLATTE, LOUISIANA
General Fund

Budgetary Comparison Schedule - Other Financing Sources (Uses)
Year Ended June 30, 2008

	Budget		Actual	Variance with Final Budget
	Original	Final		Positive (Negative)
Other financing sources (uses):				
Transfers from (to) other funds -				
Utility Fund	\$ 426,000	\$ 731,333	\$ 563,500	\$(167,833)
1975 Sales Tax Fund	853,800	950,000	957,300	7,300
City Court	-	-	(5,000)	(5,000)
LCDBG	-	(3,600)	(2,700)	900
Total other financing sources (uses)	<u>\$ 1,279,800</u>	<u>\$ 1,677,733</u>	<u>\$ 1,513,100</u>	<u>\$(164,633)</u>

NONMAJOR GOVERNMENTAL FUNDS

CITY OF VILLE PLATTE, LOUISIANA
Nonmajor Governmental Funds

Combining Balance Sheet
June 30, 2008

	Special Revenue	Debt Service	Capital Projects	Totals
ASSETS				
Cash	\$ 4,602	\$ 3,403	\$ -	\$ 8,005
Interest-bearing deposits, at cost	-	41,305	261,068	302,373
Accrued interest receivable	-	-	25	25
Due from other funds	3,000	-	-	3,000
Due from other governmental units	158,786	-	-	158,786
Prepaid items	3,050	-	-	3,050
Total assets	<u>\$ 169,438</u>	<u>\$ 44,708</u>	<u>\$ 261,093</u>	<u>\$ 475,239</u>
LIABILITIES AND FUND BALANCES				
Liabilities:				
Accounts payable	\$ 4,514	\$ -	\$ -	\$ 4,514
Contracts payable	155,113	-	-	155,113
Accrued liabilities	435	670	-	1,105
Due to other funds	-	-	3,000	3,000
Total liabilities	<u>160,062</u>	<u>670</u>	<u>3,000</u>	<u>163,732</u>
Fund balances:				
Reserved for prepaid items	3,050	-	-	3,050
Reserved for debt service	-	44,038	-	44,038
Unreserved, designated for subsequent years' expenditures	-	-	258,093	258,093
Unreserved, undesignated	6,326	-	-	6,326
Total fund balances	<u>9,376</u>	<u>44,038</u>	<u>258,093</u>	<u>311,507</u>
Total liabilities and fund balances	<u>\$ 169,438</u>	<u>\$ 44,708</u>	<u>\$ 261,093</u>	<u>\$ 475,239</u>

CITY OF VILLE PLATTE, LOUISIANA
Nonmajor Governmental Funds

Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Year Ended June 30, 2008

	Special Revenue	Debt Service	Capital Projects	Totals
Revenues:				
Intergovernmental	\$ 436,507	\$ -	\$ -	\$ 436,507
Fines and forfeits	61,797	-	-	61,797
Marshall fees	12,000	-	-	12,000
Miscellaneous	750	317	5,246	6,313
Total revenues	511,054	317	5,246	516,617
Expenditures:				
Current -				
General government	316,820	-	-	316,820
Streets and drainage	-	-	8,733	8,733
Total expenditures	316,820	-	8,733	325,553
Excess (deficiency) of revenues over expenditures	194,234	317	(3,487)	191,064
Other financing sources (uses):				
Transfers in	187,200	-	-	187,200
Transfers out	(383,332)	-	(7,500)	(390,832)
Total other financing sources (uses)	(196,132)	-	(7,500)	(203,632)
Excess (deficiency) of revenues and other sources over expenditures and other uses	(1,898)	317	(10,987)	(12,568)
Fund balances, beginning	11,274	43,721	269,080	324,075
Fund balances, ending	\$ 9,376	\$ 44,038	\$ 258,093	\$ 311,507

NONMAJOR SPECIAL REVENUE FUNDS

City Court Fund

To account for the City's portion of City Court fine income and expenditures paid directly from the City's funds.

Louisiana Community Development Block Grant Fund (LCDBG)

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

CITY OF VILLE PLATTE, LOUISIANA
Nonmajor Special Revenue Funds

Combining Balance Sheet
June 30, 2008

	City Court	LCDBG	Totals
ASSETS			
Cash	\$ 4,602	\$ -	\$ 4,602
Due from other funds	-	3,000	3,000
Due from other governmental units	6,673	152,113	158,786
Prepaid items	3,050	-	3,050
Total assets	\$ 14,325	\$ 155,113	\$ 169,438
LIABILITIES AND FUND BALANCES			
Liabilities:			
Accounts payable	\$ 4,514	\$ -	\$ 4,514
Accrued liabilities	435	-	435
Contracts payable	-	155,113	155,113
Total liabilities	4,949	155,113	160,062
Fund balances:			
Reserved for prepaid items	3,050	-	3,050
Unreserved - undesignated	6,326	-	6,326
Total fund balances	9,376	-	9,376
Total liabilities and fund balances	\$ 14,325	\$ 155,113	\$ 169,438

CITY OF VILLE PLATTE, LOUISIANA
Nonmajor Special Revenue Funds

Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
Year Ended June 30, 2008

	City Court	LCDBG	Totals
Revenues:			
Intergovernmental	\$ 63,375	\$ 373,132	\$ 436,507
Fines and forfeits	61,797	-	61,797
Marshall fees	12,000	-	12,000
Miscellaneous	<u>750</u>	<u>-</u>	<u>750</u>
Total revenues	137,922	373,132	511,054
Expenditures:			
Current -			
General government	<u>316,820</u>	<u>-</u>	<u>316,820</u>
Excess (deficiency) of revenues over expenditures	<u>(178,898)</u>	<u>373,132</u>	<u>194,234</u>
Other financing sources (uses):			
Operating transfers in	177,000	10,200	187,200
Operating transfers out	<u>-</u>	<u>(383,332)</u>	<u>(383,332)</u>
Total other financing sources (uses)	<u>177,000</u>	<u>(373,132)</u>	<u>(196,132)</u>
Excess (deficiency) of revenues and other sources over expenditures and other uses	(1,898)	-	(1,898)
Fund balances, beginning	<u>11,274</u>	<u>-</u>	<u>11,274</u>
Fund balances, ending	<u>\$ 9,376</u>	<u>\$ -</u>	<u>\$ 9,376</u>

NONMAJOR CAPITAL PROJECTS FUNDS

1993 Sales Tax Bond Construction Fund

To account for the financing and construction of sewerage system improvements within the City. Funds were provided through the issuance of \$1,600,000 Public Improvement Sales Tax Bonds, Series ST-1993. These bonds were refunded during the fiscal year ended June 30, 2003.

Municipal Building Construction Fund

Department. Funds have been provided through the issuance of a \$3,500,000 Public Improvement Sales Tax Bond, Series ST-2001.

CITY OF VILLE PLATTE, LOUISIANA
Nonmajor Capital Project Funds

Combining Balance Sheet
June 30, 2008

	<u>Municipal Building Construction</u>	<u>Sales Tax Construction</u>	<u>Total</u>
ASSETS			
Interest - bearing deposits	\$ 84,568	\$ 176,500	\$ 261,068
Accrued interest receivable	<u>25</u>	<u>-</u>	<u>25</u>
Total assets	<u>\$ 84,593</u>	<u>\$ 176,500</u>	<u>\$ 261,093</u>
LIABILITIES AND FUND BALANCES			
Liabilities:			
Due to other funds	\$ -	\$ 3,000	\$ 3,000
Fund balances:			
Unreserved, designated for subsequent years' expenditures	<u>84,593</u>	<u>173,500</u>	<u>258,093</u>
Total liabilities and fund balances	<u>\$ 84,593</u>	<u>\$ 176,500</u>	<u>\$ 261,093</u>

CITY OF VILLE PLATTE, LOUISIANA
Nonmajor Capital Projects Fund

Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
Year Ended June 30, 2008

	<u>Municipal Building Construction</u>	<u>Sales Tax Construction</u>	<u>Totals</u>
Revenues:			
Miscellaneous - interest	\$ 1,830	\$ 3,416	\$ 5,246
Expenditures:			
Current -			
Streets and drainage	<u>4,185</u>	<u>4,548</u>	<u>8,733</u>
Deficiency of revenues over expenditures	(2,355)	(1,132)	(3,487)
Other financing uses:			
Transfers out	<u>-</u>	<u>(7,500)</u>	<u>(7,500)</u>
Deficiency of revenues and other sources over expenditures	(2,355)	(8,632)	(10,987)
Fund balances, beginning	<u>86,948</u>	<u>182,132</u>	<u>269,080</u>
Fund balances, ending	<u>\$ 84,593</u>	<u>\$ 173,500</u>	<u>\$ 258,093</u>

OTHER SUPPLEMENTARY INFORMATION

CITY OF VILLE PLATTE				
Financial Data Schedule - Balance Sheet				
Section 8 Housing Program				
June 30, 2008				
	Account Description	14,871 Housing Choice Vouchers	97,109 Housing Assistance Grant	Total
Line Item #				
111	Cash - unrestricted	\$ 43,987	\$ 4,298	\$ 48,285
113	Cash - other restricted	100,043	-	100,043
100	Total cash	144,030	4,298	148,328
122	Accounts receivable - HUD other projects	5,576	-	5,576
125	Accounts receivable - miscellaneous	-	-	-
120	Total receivables, net of allowances for doubtful accounts	5,576	-	5,576
150	Total current assets	149,606	4,298	153,904
164	Furniture, equipment & machinery - administration	5,926	-	5,926
166	Accumulated depreciation	(635)	-	(635)
160	Total capital assets, net of accumulated depreciation	5,291	-	5,291
180	Total noncurrent assets	5,291	-	5,291
190	Total assets	\$ 154,897	\$ 4,298	\$ 159,195
508.1	Invested in capital assets, net of related debt	5,291	-	5,291
511.1	Restricted net assets	105,619	-	105,619
512.1	Unrestricted net assets	43,987	4,298	48,285
513	Total equity/net assets	154,897	4,298	159,195
600	Total liabilities and equity/net assets	\$ 154,897	\$ 4,298	\$ 159,195

CITY OF VILLE PLATTE				
Financial Data Schedule - Income Statement				
Section 8 Housing Program				
Year Ended June 30, 2008				
Line Item #	Account Description	14,871 Housing Choice Vouchers	97,109 Housing Assistance Grant	Total
70600-010	Housing assistance payments	\$382,158	\$ -	\$382,158
70600-020	Ongoing administrative fees earned	58,827	-	58,827
70600	HUD PHA operating grants	440,985	-	440,985
70800	Other government grants	28,585	13,208	41,793
72000-010	Housing Assistance Payment	1,188	-	1,188
72000	Investment income - restricted	1,188	-	1,188
70000	Total revenue	470,758	13,208	483,966
91100	Administrative salaries	40,375	1,201	41,576
91500	Employee benefit contributions- administrative	1,892	-	1,892
91600	Office Expenses	3,753	-	3,753
91800	Travel	5,619	-	5,619
91900	Other	4,467	-	4,467
91000	Total Operating Administrative	56,106	1,201	57,307
96900	Total operating expenses	56,106	1,201	57,307
97000	Excess revenue over operating expenses	414,652	12,007	426,659
97300-030	All Other	350,930	-	350,930
97300	Housing assistance payments	350,930	10,188	361,118
97350	HAP Portability-in	28,585	-	28,585
97400	Depreciation expense	635	-	635
90000	Total expenses	436,256	11,389	447,645
10000	Excess (deficiency) of revenue over (under) expenses	\$ 34,502	\$ 1,819	\$ 36,321
11030	Beginning equity	\$120,395	\$ 2,479	\$122,874
11170-001	Administrative Fee Equity - Beginning Balance	\$ 47,192	\$ -	\$ 47,192
11170-010	Administrative Fee Revenue	58,827	-	58,827
11170-050	Other revenue	28,585	-	28,585
11170-051	Contribution for Other Revenue	Port In	-	-
11170-060	Total Admin Fee Revenues	87,412	-	87,412
11170-080	Total Operating Expenses	56,106	-	56,106
11170-090	Depreciation	635	-	635
11170-095	Housing Assistance Portability In	28,585	-	28,585
11170-110	Total Expenses	85,326	-	85,326
11170-002	Net Administrative Fee	2,086	-	2,086
11170-003	Administrative Fee Equity - Ending Balance	49,278	-	49,278
11170	Administrative Fee Equity	\$ 49,278	\$ -	\$ 49,278
11180-001	Housing Assistance Payments Equity - Beginning Balance	\$ 73,203	\$ -	\$ 73,203
11180-010	Housing Assistance Payment Revenues	382,158	-	382,158
11180-025	Investment income	1,188	-	1,188
11180-030	Total HAP Revenues	383,346	-	383,346
11180-080	Housing Assistance Payments	350,930	-	350,930
11180-100	Total Housing Assistance Payments Expenses	350,930	-	350,930
11180-002	Net Housing Assistance Payments	32,416	-	32,416
11180-003	Housing Assistance Payments - Equity-Ending Balance	105,619	-	105,619
11180	Housing Assistance Payments Equity	\$105,619	\$ -	\$105,619
11190-210	Total ACC HCV Units	1,362	-	1,362
11190	Unit Months Available	1,362	24	1,386
11210	Unit Months Leased	1,362	24	1,386

CITY OF VILLE PLATTE, LOUISIANA
Enterprise Fund
Utility Fund

Schedule of Changes in Assets Restricted For Debt Service
Year Ended June 30, 2008

	Revenue Bonds				Totals
	Cash With Paying Agent	Bond and Interest Sinking	Reserve	Renewal and Replacement	
Cash and interest-bearing deposits, July 1, 2007	\$ -	\$ 197,665	\$ 409,282	\$ 211,084	\$ 818,031
Cash receipts:					
Transfers from operating account	-	548,664	-	-	548,664
Transfers from sinking fund	551,208	-	-	-	551,208
Interest on interest-bearing deposits	-	2,242	3,089	3,913	9,244
Total cash receipts	<u>551,208</u>	<u>550,906</u>	<u>3,089</u>	<u>3,913</u>	<u>1,109,116</u>
Total cash and interest-bearing deposits available	<u>551,208</u>	<u>748,571</u>	<u>412,371</u>	<u>214,997</u>	<u>1,927,147</u>
Cash disbursements:					
Principal payments	410,000	-	-	-	410,000
Interest payments	140,583	-	-	-	140,583
Paying agents' fees	625	-	-	-	625
Transfer to paying agent	-	551,208	-	-	551,208
Total disbursements	<u>551,208</u>	<u>551,208</u>	<u>-</u>	<u>-</u>	<u>1,102,416</u>
Cash and interest-bearing deposits, June 30, 2008	\$ -	\$ 197,364	\$ 412,371	\$ 214,997	\$ 824,732

CITY OF VILLE PLATTE, LOUISIANA
Enterprise Fund
Utility Fund

Schedule of Number of Utility Customers
(Unaudited)
June 30, 2008

Records maintained by the City indicated the following number of customers were being served during the month of June, 2008:

<u>Department</u>	
Gas (metered)	1,994
Water (metered)	3,108
Sewerage	2,992

CITY OF VILLE PLATTE, LOUISIANA
Enterprise Fund
Utility Fund

Statement of Revenues, Expenses, and Changes in Retained Earnings
Year Ended June 30, 2008

Operating revenues:	
Charges for services -	
Customer service charges	\$ 4,586,248
Connection and inspection fees	76,819
Miscellaneous	<u>111,767</u>
Total operating revenues	<u>4,774,834</u>
Operating expenses:	
Gas department expenses	2,473,265
Water department expenses	1,193,959
Sewerage department expenses	<u>744,208</u>
Total operating expenses	<u>4,411,432</u>
Operating income	<u>363,402</u>
Nonoperating revenues (expenses):	
Interest income	10,904
Interest expense	(118,139)
Bad debt recovery	2,392
Paying agents' fees	(625)
Amortization of bond issuance cost	<u>(3,301)</u>
Total nonoperating revenues (expenses)	<u>(108,769)</u>
Income before transfers and capital contributions	254,633
Capital contributions	<u>1,623</u>
Income before transfers	<u>256,256</u>
Transfers in (out):	
Transfers in	473,332
Transfers out	<u>(606,500)</u>
Total transfers in (out)	<u>(133,168)</u>
Increase in retained earnings	123,088
Retained earnings, beginning	<u>11,927,178</u>
Retained earnings, ending	<u>\$12,050,266</u>

<u>Gas Department</u>	<u>Water Department</u>	<u>Sewerage Department</u>
\$ 2,605,320	\$ 1,221,803	\$ 759,125
16,550	36,389	23,880
<u>40,197</u>	<u>47,138</u>	<u>24,432</u>
<u>2,662,067</u>	<u>1,305,330</u>	<u>807,437</u>
2,473,265	-	-
-	1,193,959	-
<u>-</u>	<u>-</u>	<u>744,208</u>
<u>2,473,265</u>	<u>1,193,959</u>	<u>744,208</u>
<u>\$ 188,802</u>	<u>\$ 111,371</u>	<u>\$ 63,229</u>

CITY OF VILLE PLATTE, LOUISIANA

Enterprise Fund

Utility Fund

Departmental Analysis of Operating Expenses

Year Ended June 30, 2008

	Gas Department	Water Department	Sewerage Department	Totals
Salaries	\$ 220,903	\$ 203,297	\$ 112,976	\$ 537,176
Retirement contributions	26,634	15,279	11,756	53,669
Payroll/Medicare taxes	3,215	6,522	1,872	11,609
Group insurance	31,539	26,716	12,126	70,381
Uniforms	1,715	1,832	1,418	4,965
Insurance	33,840	13,266	10,358	57,464
Workman's compensation insurance	7,782	20,910	9,542	38,234
General Fund - payment in lieu of taxes	252,775	120,125	74,640	447,540
Natural gas purchased	1,630,165	-	-	1,630,165
Chataignier franchise tax	1,500	-	-	1,500
Dues & conventions	1,821	321	1,030	3,172
Equipment repairs and maintenance	54,509	98,774	28,321	181,604
Materials and supplies	6,489	89,484	18,995	114,968
Chemicals	-	22,572	13,875	36,447
Testing and inspection fees	3,977	8,649	26,726	39,352
Professional fees	21,092	20,267	11,887	53,246
Utilities and telephone	9,635	201,698	120,871	332,204
Rent	15,000	-	-	15,000
Gas, oil and fuel	13,075	16,522	5,548	35,145
Office supplies and postage	23,208	9,493	9,006	41,707
Depreciation	74,572	304,124	264,089	642,785
Miscellaneous	2,850	3,281	3,831	9,962
Sand, gravel and dirt	-	2,968	466	3,434
Bad debt expense	16,658	7,859	4,875	29,392
Judgments and fines	2,593	-	-	2,593
Gas leak survey	17,718	-	-	17,718
Total operating expense	<u>\$ 2,473,265</u>	<u>\$ 1,193,959</u>	<u>\$ 744,208</u>	<u>\$ 4,411,432</u>

CITY OF VILLE PLATTE, LOUISIANA

Schedule of Insurance in Force
(Unaudited)
June 30, 2008

Description of Coverage	Coverage Amounts
Workmen's compensation - Employer's liability	Statutory
Surety bonds -	
Mayor	\$ 40,000
Mayor Pro-tem	40,000
City Clerk	40,000
Treasurer	40,000
Utility clerks (4)	20,000
Property tax collectors (3)	20,000
Purchasing agent	20,000
Council members (2)	20,000
City Court employees (4)	20,000
Police Department Dispatchers (4)	20,000
Police Department Notary Publics (2)	20,000
Blanket coverage on City property buildings and contents	4,482,216
Comprehensive automobile and physical damage	1,111,162
Commercial general liability	500,000
Errors and omissions liability	500,000
Police professional liability	500,000

INTERNAL CONTROL, COMPLIANCE

AND

OTHER GRANT INFORMATION

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

The Honorable Bill Jeanmard, Mayor
and Members of the Board of Aldermen
City of Ville Platte, Louisiana

We have audited the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Ville Platte, Louisiana, as of and for the year ended June 30, 2008, which collectively comprise the City's basic financial statements and have issued our report thereon dated September 25, 2008. 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.

Internal Control over Financial Reporting

In planning and performing our audit, we considered the City's internal control over financial reporting as a basis for designing our auditing procedures for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the City's internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the City's internal control over financial reporting.

Our consideration of internal control over financial reporting was for the limited purpose described in the preceding paragraph and would not necessarily identify all deficiencies in internal control over financial reporting that might be significant deficiencies or material weaknesses. However, as discussed below, we identified certain deficiencies in internal control over financial reporting that we consider to be significant deficiencies.

A control deficiency exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect misstatements on a timely basis. A significant deficiency is a control deficiency, or combination of control deficiencies, that adversely affects the City's ability to initiate, authorize, record, process, or report financial data reliably in accordance with generally accepted accounting principles such that there is more than a remote likelihood that a misstatement of the City's financial statements that is more than inconsequential will not be prevented or detected by the City's internal control. We consider deficiencies 08-1(IC), 08-2(IC) and 08-3(IC) as described in the accompanying summary schedule of current and prior year audit findings and corrective action plan to be significant deficiencies in internal control over financial reporting.

A material weakness is a significant deficiency, or combination of significant deficiencies, that results in more than a remote likelihood that a material misstatement of the financial statements will not be prevented or detected by the City's internal control.

Our consideration of the internal control over financial reporting was for the limited purpose described in the first paragraph of this section and would not necessarily identify all deficiencies in the internal control that might be significant deficiencies and, accordingly, would not necessarily disclose all significant deficiencies that are also considered to be material weaknesses. However, we believe that none of the significant deficiencies described above is a material weakness.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the City's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements, 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 one instance of noncompliance or other matters that are required to be reported under Government Auditing Standards and which is described in the accompanying summary schedule of current and prior year audit findings and corrective action plan as item 08-8(C).

The City of Ville Platte's response to the findings identified in our audit is described in the accompanying summary schedule of current and prior year audit findings and corrective action plan. We did not audit the City's response and, accordingly, we express no opinion on it.

This report is intended solely for the information and use of the City's management and federal awarding agencies and pass-through entities is not intended to be and should not be used by anyone other than these specified parties. Under Louisiana Revised Statute 24:513, this report is distributed by the Legislative Auditor as a public document.

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

Ville Platte, Louisiana
September 25, 2008

KOLDER, CHAMPAGNE, SLAVEN & COMPANY, LLC

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REPORT ON COMPLIANCE WITH REQUIREMENTS APPLICABLE TO EACH MAJOR PROGRAM AND ON INTERNAL CONTROL OVER COMPLIANCE IN ACCORDANCE WITH OMB CIRCULAR A-133

The Honorable Bill Jeanmard, Mayor
and Members of the Board of Aldermen
City of Ville Platte, Louisiana

Compliance

We have audited the compliance of the City of Ville Platte, Louisiana, with the types of compliance requirements described in the U. S. Office of Management and Budget (OMB) Circular A-133 Compliance Supplement that are applicable to each of its major federal programs for the year ended June 30, 2008. The City's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs. Compliance with the requirements of laws, regulations, contracts and grants applicable to each of its major federal programs is the responsibility of the City's management. Our responsibility is to express an opinion on the City's compliance based on our audit.

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States; and OMB Circular A-133, Audits of States, Local Governments and Non-Profit Organizations. Those standards and OMB Circular A-133 require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about the City's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances. We believe that our audit provides a reasonable basis for our opinion. Our audit does not provide a legal determination of the City's compliance with those requirements.

As described in item 08-6(C) and 08-7(C) in the accompanying schedule of finding and questioned costs, the City of Ville Platte did not comply with requirements regarding eligibility and allowable costs/cost principles that are applicable to its Section 8 Housing Choice Vouchers program. Compliance with such requirements is necessary, in our opinion, for the City of Ville Platte to comply with the requirements applicable to that program.

In our opinion, except for the noncompliance described in the preceding paragraph, the City of Ville Platte complied, in all material respects, with the requirements referred to above that are applicable to each of its major federal programs for the year ended June 30, 2008.

Internal Control over Compliance

The management of the City of Ville Platte is responsible for establishing and maintaining effective internal control over compliance with requirements of laws, regulations, contracts and grants applicable to federal programs. In planning and performing our audit, we considered the City's internal control over compliance with the requirements that could have a direct and material effect on a major federal program in order to determine our auditing procedures for the purpose of expressing our opinion on compliance, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the City's internal control over compliance.

Our consideration of internal control over compliance was for the limited purpose described in the preceding paragraph and would not necessarily identify all deficiencies in the entity's internal control that might be significant deficiencies or material weaknesses as defined below. However, as discussed below, we identified certain deficiencies in internal control over compliance that we consider to be significant deficiencies and to be material weaknesses.

A control deficiency in an entity's internal control over compliance exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect noncompliance with a type of compliance requirement of a federal program on a timely basis. A significant deficiency is a control deficiency, or combination of control deficiencies, that adversely affects the entity's ability to administer a federal program such that there is more than a remote likelihood that noncompliance with a type of compliance requirement of a federal program that is more than inconsequential will not be prevented or detected by the entity's internal control. We consider the deficiencies in internal control over compliance described in the accompanying schedule of findings and questioned costs as items 08-4(IC) and 08-5(IC) to be significant deficiencies.

A material weaknesses is a significant deficiency, or combination of significant deficiencies, that results in more than a remote likelihood that material noncompliance with a type of compliance requirement of a federal program will not be prevented or detected by the entity's internal control. Of the significant deficiencies in internal control over compliance described in the accompanying schedule of findings and questioned costs, we consider item 08-4(IC) and 08-5(IC) to be material weaknesses.

The City's response to the findings identified in our audit are described in the accompanying schedule of findings and questioned costs. We did not audit the City's response and, accordingly, we express no opinion on it.

This report is intended for the information of the City's management and federal awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties. Under Louisiana Revised Statute 24:513, this report is distributed by the Legislative Auditor as a public document.

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

Ville Platte, Louisiana
September 25, 2008

CITY OF VILLE PLATTE, LOUISIANA

Schedule of Expenditures of Federal Awards
Year Ended June 30, 2008

<u>Federal Grantor/Pass-Through Grantor/Program Name</u>	<u>CFDA Number</u>	<u>Expenditures</u>
United States Department of Housing and Urban Development Section 8 Housing Choice Vouchers	14.871	\$ 436,256
Passed through the State of Louisiana Division of Administration Community Development Block Grant's/State's Program	14.228	373,132
Department of Justice, Office of Justice Programs Bulletproof Vest Partnership Program	16.607	1,543
Passed through Louisiana Commission on Law Enforcement Edward Byrne Memorial Formula Grant Program	16.579	4,693
Department of Homeland Security Disaster Housing Assistance Grant	97.109	11,389
Passed through Office of Homeland Security and Emergency Preparedness Homeland Security Grant Program	97.067	11,114
United States Department of Agriculture - Passed through Louisiana Department of Education: Summer Food Service Program for Children	10.559	<u>58,524</u>
Total		<u>\$ 896,651</u>

CITY OF VILLE PLATTE, LOUISIANA

Notes to Schedule of Expenditures of Federal Awards
Year Ended June 30, 2008

(1) General

The accompanying Schedule of Expenditures of Federal Awards presents the activity of all federal financial assistance programs of the City of Ville Platte (the City). The City's reporting entity is defined in Note 1 to the basic financial statements for the year ended June 30, 2008. All federal financial assistance received directly from federal agencies is included on the schedule as well as federal financial assistance passed through other government agencies.

(2) Basis of Accounting

The accompanying Schedule of Expenditures of Federal Awards is presented using the modified accrual basis of accounting, which is described in Note 1 to the City's financial statements for the year ended June 30, 2008.

CITY OF VILLE PLATTE, LOUISIANA

Schedule of Findings and Questioned Costs
Year Ended June 30, 2008

Part I. Summary of Auditors' Results:

1. An unqualified opinion was issued on the financial statements of the City of Ville Platte's primary government.
2. Three significant deficiencies in internal control were disclosed by the audit of the financial statements. None of the deficiencies are considered to be material weaknesses.
3. One instance of noncompliance material to the financial statements of the City of Ville Platte, which would be required to be reported in accordance with Government Auditing Standards, was disclosed during the audit of the financial statements.
4. Two significant deficiencies in internal control over major federal award programs were disclosed by the audit of the financial statements. Both deficiencies are considered to be material weaknesses.
5. A qualified opinion was issued on compliance for the major programs.
6. Audit findings that are required to be reported in accordance with Section 510(a) of OMB Circular A-133 are reported in this Schedule.
7. The major programs were the U.S. Department of Housing and Urban Development's Section 8 Housing Choice Vouchers Program, CFDA# 14.871 and Community Development Block Grant's/State's Program, CFDA# 14.228.
8. The threshold used for distinguishing between Type A and Type B programs as described in Section 520(B) of OMB Circular A-133, was \$300,000.
9. The auditee did not qualify as a low-risk auditee under Section 530 of OMB Circular A-133.

Part II. Findings which are required to be reported in accordance with generally accepted Governmental Auditing Standards:

A. Compliance Findings –

See compliance finding 08-8(C) in the Summary Schedule of Current and Prior Year Audit Findings and Corrective Action Plan.

B. Internal Control Findings –

See internal control findings 08-1(IC), 08-2(IC), and 08-3(IC) in the Summary Schedule of Current and Prior Year Audit Findings and Corrective Action Plan.

CITY OF VILLE PLATTE

Schedule of Findings and Questioned Costs (Continued)
Year Ended June 30, 2008

Part III. Findings and questioned costs for Federal awards which include audit findings as defined in Section 510(a) of Circular A-133:

A. Compliance Findings –

08-6(C)

Statement of Condition: Relative to the Section 8 Housing Choice Voucher Program's tenant files, there was no documentation of tenant's value of assets owned.

Criteria: Eligibility for the program requires tenant files include all documentation required by the U.S. Department of Housing and Urban Development.

Effect of Condition: Assistance cannot be properly determined without all required information.

Auditor's Recommendation: All items necessary for determination of tenant eligibility should be obtained and/or documented in the files as required by HUD.

Grantee Response: All tenant files will be updated to include all information required by the U.S. Department of Housing and Urban Development.

08-7(C)

Statement of Condition: Relative to the Section 8 Housing Choice Voucher Program, employee's documentation of time worked was available for only part of the year.

Criteria: All payroll charges must be supported by documentation prescribed in OMB Circular A-87, attachment B, paragraph 11.h .

Effect of Condition: Expenses in the amount of \$34,218 were paid with federal funds that did not meet the criteria of OMB Circular A-87.

Auditor's Recommendation: Timesheets should be maintained as required by HUD.

Grantee Response: All wages paid from the Section 8 Housing Choice Vouchers program will be supported by the appropriate documentation required by OMB Circular A-87.

B. Internal Control Findings –

08-4(IC) See compliance finding 08-6(C) above.

08-5(IC) See compliance finding 08-7(C) above.

CITY OF VILLE PLATTE, LOUISIANA

Summary Schedule of Current and Prior Year Audit Findings
and Corrective Action Plan
Year Ended June 30, 2008

Ref. No.	Fiscal Year Finding Initially Occurred	Description of Finding	Corrective Action Taken	Corrective Action Planned	Name of Contact Person	Anticipated Completion Date
08-1(C)	Unknown	Due to the small number of employees, the City did not have adequate segregation of functions within the accounting system.	N/A	No response is considered necessary.	Shelley Fruge, City Clerk	N/A
08-2(C)	2007	The City does not have a staff person who has the qualifications and training to apply generally accepted accounting principles (GAAP) in recording the entity's financial transactions or preparing its financial statements, including related notes.	No	The City has evaluated the cost vs. benefit of establishing internal controls over the preparation of financial statements in accordance with GAAP, and determined that it is in the best interests of the government to outsource this task to its independent auditors, and to carefully review the draft financial statements and notes prior to approving them and accepting responsibility for their contents and presentation.	Shelley Fruge, City Clerk	N/A
08-3(C)	2008	Relative to the police department, two log sheets were missing from the log book, fuel amounts pumped from the tank were not recorded properly, and supervisor's initials were not present on all fuel activity.	Yes	All log sheets are now maintained in a binder in date order. The supervisor will approve all fuel activity and initial each entry on the log sheets.	Neal Lartigue, Police Chief	Immediately
08-4(C)	2006	See compliance finding 08-6(C).				
08-5(C)	2008	See compliance finding 08-7(C).				
08-6(C)	2006	Relative to the City's Section 8 Housing Choice Vouchers Program's tenant files there was no documentation of tenant's value of assets owned.	No	All tenant files will be updated to include all information required by the U.S. Department of Housing and Urban Development.	Rita Jack, Section 8 Project Administrator	Immediately
08-7(C)	2007	Relative to the City's Section 8 Housing Choice Vouchers Program, employee's documentation of time worked was available for only part of the year. Salaries in the amount of \$34,218 were not supported by documentation prescribed in OMB Circular A-87, attachment B, paragraph 11.h.	Partial	All wages paid from the Section 8 program will be supported by the appropriate documentation required by OMB Circular A-87.	Rita Jack, Section 8 Project Administrator	Immediately

(Continued)

CITY OF VILLE PLATTE, LOUISIANA

Summary Schedule of Current and Prior Year Audit Findings
and Corrective Action Plan (Continued)
Year Ended June 30, 2008

Ref. No.	Fiscal Year Finding Initially Occurred	Description of Finding	Corrective Action Taken	Corrective Action Planned	Name of Contact Person	Anticipated Completion Date
08-8(C)	2008	The City of Ville Platte's bank deposits were under secured in the amount of \$11,120 at 6/30/2008.	Yes	Additional securities were pledged in October of 2008.	Shelley Fruge, City Clerk	N/A
PRIOR YEAR (6/30/07) --						
Compliance:						
07-1(C)	2007	The proposed budget for 2006-2007 was not submitted to the governing authority and made available for public inspection in accordance with LRS 39:1306. All action necessary to adopt and finalize the budget was not completed prior to year end.	Yes	N/A	Shelley Fruge, City Clerk	N/A
07-2(C)	2006	The City did not follow the provisions of public bid law, LSA-RS 38:2212. A vehicle was purchased for the police department under state contract purchasing rules. The vehicle purchased was not the vehicle authorized under the state contract chosen.	Yes	N/A	Shelley Fruge, City Clerk	N/A
07-3(C)	2006	Relative to the City's Section 8 Housing Choice Voucher Program's tenant files, the following were noted: (1) several applications had no signature, date or time present, (2) several tenant files did not contain evidence of verification determining that the city's failed housing quality standards (HQS) inspection repairs were completed, (3) no documentation of tenant's value of assets owned, and (4) changes in monthly lease rental amounts by landlords were not documented and maintained in the tenant's file.	Partial	See revised finding 08-6(C)	Rita Jack, Section 8 Project Administrator	Immediately
07-4(C)	2006	Relative to the City's Section 8 Housing Choice Voucher Program's waiting list, the following was noted: (1) no proper waiting list is being maintained in accordance with the administrative plan and HUD CFR 982:204, (2) without a proper waiting list, we were unable to ascertain if new participants were selected in order and admitted to the program accordingly, and (3) several applicants were removed from the waiting list without proper documentation of removal in accordance with HUD CFR 982:204(c).	Yes	N/A	Rita Jack, Section 8 Project Administrator	N/A

(Continued)

CITY OF VILLE PLATTE, LOUISIANA

Summary Schedule of Current and Prior Year Audit Findings
and Corrective Action Plan (Continued)
Year Ended June 30, 2008

Ref. No.	Fiscal Year Finding Initially Occurred (6/30/07) - (continued)	Description of Finding	Corrective Action Taken	Corrective Action Planned	Name of Contact Person	Anticipated Completion Date
07-5(C)	Unknown	Due to the small number of employees, the City did not have adequate segregation of functions within the accounting system.	N/A	No response is considered necessary.	Shelley Fruge, City Clerk	N/A
07-6(C)	2007	The City of Ville Platte and the police department are not following purchasing policies. Purchase orders were issued after the purchase date and several purchases greater than \$500 were not approved by the mayor.	Yes		Shelley Fruge, City Clerk	N/A
07-7(C)	2006	See compliance finding 07-3(C).				
07-8(C)	2006	See compliance finding 07-4(C).				
07-9(C)	2007	The City does not have a staff person who has the qualifications and training to apply generally accepted accounting principles (GAAP) in recording the entity's financial transactions or preparing its financial statements, including related notes.	No	The City has evaluated the cost vs. benefit of establishing internal controls over the preparation of financial statements in accordance with GAAP, and determined that it is in the best interests of the government to outsource this task to its independent auditors, and to carefully review the draft financial statements and notes prior to approving them and accepting responsibility for their contents and presentation.	Shelley Fruge, City Clerk	N/A