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VILLAGE OF PARKS
St. Martin Parish, Louisiana

FINANCIAL REPORT

Year Ended June 30, 1999

Under provisions of state law, this report is prepared and submitted to the Board of Supervisors, the Board of Police and Fire Commissioners, the Board of Health and Human Resources, the Board of Education, the Board of Social Services 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 1-19-2000

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INDEPENDENT AUDITORS' REPORT

To the Mayor and the Board
of Aldermen of the Village
of Parks, Louisiana

We have audited the accompanying general purpose financial statements of the Village of Parks, Louisiana as of June 30, 1999 and for the year then ended. These general purpose financial statements are the responsibility of the Village's elected officials. Our responsibility is to express an opinion on these general purpose financial statements based on our audit.

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

In our opinion, the general purpose financial statements referred to above present fairly, in all material respects, the financial position of the Village of Parks, Louisiana as of June 30, 1999, and the results of its operations and the cash flows of its proprietary fund type for the year then ended, in conformity with generally accepted accounting principles.

In accordance with Government Auditing Standards, we have also issued our report dated November 30, 1999 on our consideration of the Village of Parks' internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts and grants.

Our audit was performed for the purpose of forming an opinion on the general purpose financial statements of the Village of Parks, Louisiana taken as a whole. The accompanying schedule of expenditures of federal awards as required by U. S. Office of Management and Budget Circular

A-133, Audits of States, Local Governments, and Non-Profit Organizations, and the financial information listed as "Supplemental Information" in the table of contents, are presented for purposes of additional analysis and are not a required part of the general purpose financial statements. Such information has been subjected to the auditing procedures applied in the audit of the general purpose financial statements and, in our opinion, is fairly presented in all material respects in relation to the general purpose financial statements taken as a whole.

The financial information for the preceding year which is included for comparative purposes was taken from the financial report for that year in which we expressed an unqualified opinion on the general purpose financial statements of the Village of Parks.

Maraist & Maraist

MARAIST & MARAIST
CERTIFIED PUBLIC ACCOUNTANTS

November 30, 1999

GENERAL PURPOSE FINANCIAL STATEMENTS
(COMBINED STATEMENTS - OVERVIEW)

VILLAGE OF PARKS
St. Martin Parish, Louisiana

COMBINED BALANCE SHEET - ALL FUND TYPES AND ACCOUNT GROUPS
JUNE 30, 1999

	<u>Governmental Fund Types</u>		<u>Proprietary</u>
	<u>General</u>	<u>Special</u>	<u>Fund Type</u>
		<u>Revenue</u>	<u>Enterprise</u>
<u>ASSETS AND OTHER DEBITS</u>			
Cash	\$34,222	\$31,503	\$ 51,285
Receivables		7,459	58,375
Restricted Assets			
Cash			1,126,168
Land, Buildings and Equipment			3,514,419
Accumulated Depreciation			(1,287,180)
Construction in Progress			41,057
Amount To Be Provided For Retirement of General Long-Term Debt			
<u>TOTAL ASSETS AND OTHER DEBITS</u>	<u>\$34,222</u>	<u>\$38,962</u>	<u>\$3,504,124</u>

The accompanying notes are an integral part of this statement.

EXHIBIT A

<u>Account Groups</u>		<u>Totals</u>	
<u>General</u>	<u>General</u>	<u>(Memorandum Only)</u>	
<u>Fixed Assets</u>	<u>Long-Term</u>	<u>June 30, 1999</u>	<u>June 30, 1998</u>
	<u>Debt</u>		
		\$ 117,010	\$ 110,667
		65,834	59,491
		1,126,168	235,767
\$110,789		3,625,208	3,593,052
		(1,287,180)	(1,164,188)
		41,057	-0-
	-0-	-0-	-0-
-----	-----	-----	-----
<u>\$110,789</u>	<u>-0-</u>	<u>\$3,688,097</u>	<u>\$2,834,789</u>

VILLAGE OF PARKS
St. Martin Parish, Louisiana

COMBINED BALANCE SHEET - ALL FUND TYPES AND ACCOUNT GROUPS(Continued)
JUNE 30, 1999

	<u>Governmental Fund Types</u>		<u>Proprietary</u>
	<u>General</u>	<u>Special</u>	<u>Fund Type</u>
		<u>Revenue</u>	<u>Enterprise</u>
 <u>LIABILITIES AND FUND EQUITY</u>			
<u>LIABILITIES:</u>			
Accounts Payable	\$ -0-		\$ 26,580
Other Accrued Liabilities	1,558	\$ 1,439	10,937
Payable from Restricted Assets			
Water Revenue Bonds			30,000
Water Revenue Refunding Bonds			74,000
Certificates of Indebtedness			25,000
Rural Development Loan Payable			2,580
Accrued Interest			30,234
Customer's Deposits			87,724
Water Revenue Bonds Payable(net of deferred issue costs of \$14,771)			1,265,229
Water Revenue Refunding Bonds Payable (net of deferred refunding and issue costs of \$36,325)			328,675
Certificates of Indebtedness			200,000
Rural Development Loan Payable			206,859
	-----	-----	-----
<u>TOTAL LIABILITIES</u>	<u>\$ 1,558</u>	<u>\$ 1,439</u>	<u>\$2,287,818</u>
	-----	-----	-----
<u>FUND EQUITY:</u>			
Contributed Capital			\$1,164,961
Investment in General Fixed Assets			
Retained Earnings-Reserved			51,345
Retained Earnings-Unreserved			-
Fund Balance-Unreserved/Undesignated	\$32,664	\$37,523	-
	-----	-----	-----
<u>TOTAL RETAINED EARNINGS/FUND BALANCE</u>	<u>\$32,664</u>	<u>\$37,523</u>	<u>\$ 51,345</u>
	-----	-----	-----
<u>TOTAL FUND EQUITY</u>	<u>\$32,664</u>	<u>\$37,523</u>	<u>\$1,216,306</u>
	-----	-----	-----
<u>TOTAL LIABILITIES AND FUND EQUITY</u>	<u>\$34,222</u>	<u>\$38,962</u>	<u>\$3,504,124</u>
	-----	-----	-----

The accompanying notes are an integral part of this statement.

EXHIBIT A
(Continued)

<u>Account Groups</u>		<u>Totals</u>	
<u>General</u>	<u>General</u>	<u>(Memorandum Only)</u>	
<u>Fixed Assets</u>	<u>Long-Term</u>	<u>June 30, 1999</u>	<u>June 30, 1998</u>
	<u>Debt</u>		
		\$ 26,580	\$ 7,571
		13,934	5,013
		30,000	35,200
		74,000	-0-
		25,000	20,000
		2,580	2,049
		30,234	24,237
		87,724	74,874
		1,265,229	815,500
		328,675	-0-
		200,000	225,000
	-0-	206,859	209,847
-----	-----	-----	-----
\$ -0-	-0-	\$2,290,815	\$1,419,291
-----	-----	-----	-----
		\$1,164,961	\$1,164,961
\$110,789		110,789	96,989
		51,345	110,524
		-0-	-0-
		70,187	43,024
-----	-----	-----	-----
\$ -0-	-0-	\$ 121,532	\$ 153,548
-----	-----	-----	-----
\$110,789	-0-	\$1,397,282	\$1,415,498
-----	-----	-----	-----
\$110,789	-0-	\$3,688,097	\$2,834,789
-----	-----	-----	-----

VILLAGE OF PARKS
St. Martin Parish, Louisiana

EXHIBIT B

COMBINED STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN
FUND BALANCES - ALL GOVERNMENTAL FUND TYPES
YEAR ENDED JUNE 30, 1999

	General	Special Revenue	Totals (Memorandum Only)	
			FYE 6/30/99	FYE 6/30/98
<u>REVENUES:</u>				
Taxes	\$ 6,198	\$ 81,349	\$ 87,547	\$ 65,861
Licenses and Permits	30,112	-	30,112	34,995
Intergovernmental Revenues:				
Federal Funds:				
Federal Grants	15,000	382,450	397,450	9,583
State Funds:				
State Revenue Sharing(net)	1,752	-	1,752	1,917
Fees/Charges for Services	-	510	510	120
Fines and Penalties	1,188	-	1,188	1,641
Miscellaneous	114	171	285	200
	-----	-----	-----	-----
<u>TOTAL REVENUES</u>	<u>\$ 54,364</u>	<u>\$464,480</u>	<u>\$518,844</u>	<u>\$114,317</u>
	-----	-----	-----	-----
<u>EXPENDITURES:</u>				
Current Operating-				
General Government	\$ 31,758		\$ 31,758	\$ 32,476
Public Safety(Police Dept.)	-	\$ 64,566	64,566	73,422
Public Works(Streets & Highways)	24,963	-	24,963	204,028
Health and Welfare	-	382,450	382,450	
Recreation	-	213	213	106
Capital Outlay	-	13,800	13,800	-0-
	-----	-----	-----	-----
<u>TOTAL EXPENDITURES</u>	<u>\$ 56,721</u>	<u>\$461,029</u>	<u>\$517,750</u>	<u>\$310,032</u>
	-----	-----	-----	-----
<u>EXCESS/(DEFICIENCY) OF REVENUES</u> <u>OVER EXPENDITURES</u>	<u>\$ (2,357)</u>	<u>\$ 3,451</u>	<u>\$ 1,094</u>	<u>(195,715)</u>
	-----	-----	-----	-----
<u>OTHER FINANCING SOURCES/(USES):</u>				
Operating Transfers In	\$ 18,209	\$ 11,761	\$ 29,970	\$198,230
Operating Transfers Out	(1,114)	(2,787)	(3,901)	(8,000)
	-----	-----	-----	-----
<u>TOTAL OTHER FINANCING SOURCES/(USES)</u>	<u>\$ 17,095</u>	<u>\$ 8,974</u>	<u>\$ 26,069</u>	<u>\$190,230</u>
	-----	-----	-----	-----
<u>EXCESS/(DEFICIENCY) OF REVENUES AND</u> <u>OTHER SOURCES OVER EXPENDITURES</u> <u>AND OTHER USES</u>	<u>\$ 14,738</u>	<u>\$ 12,425</u>	<u>\$ 27,163</u>	<u>\$ (5,485)</u>
	-----	-----	-----	-----
<u>FUND BALANCES/(DEFICIT) -BEGINNING</u>	<u>\$ 17,926</u>	<u>\$ 25,098</u>	<u>43,024</u>	<u>48,509</u>
	-----	-----	-----	-----
<u>FUND BALANCES/(DEFICIT) -ENDING</u>	<u>\$ 32,664</u>	<u>\$ 37,523</u>	<u>\$ 70,187</u>	<u>\$ 43,024</u>
	-----	-----	-----	-----

The accompanying notes are an integral part of this statement.

VILLAGE OF PARKS
St. Martin Parish, Louisiana

EXHIBIT C

COMPARATIVE STATEMENT OF REVENUES, EXPENSES, AND CHANGES
IN RETAINED EARNINGS-PROPRIETARY FUND TYPE-WATER/SEWER FUND
YEARS ENDED JUNE 30, 1999 AND 1998

	<u>YEAR ENDED</u> <u>JUNE 30, 1999</u>	<u>YEAR ENDED</u> <u>JUNE 30, 1998</u>
<u>OPERATING REVENUES:</u>		
Charges for Services:		
Water/Sewer Fees	\$ 648,951	\$ 502,495
Meter Sales	32,250	27,350
Connection Fees	2,265	2,055
Extension & Addition Charges	8,978	2,275
Proceeds-Water Tower Litigation	-0-	55,000
Other Operating Income	6,190	3,319
	-----	-----
<u>TOTAL OPERATING REVENUES</u>	<u>\$ 698,634</u>	<u>\$ 592,494</u>
	-----	-----
<u>OPERATING EXPENSES:</u>		
Salaries	\$ 223,529	\$ 183,134
Payroll Taxes	19,249	14,142
Insurance Expense	46,478	43,255
Repair & Maintenance	28,045	12,861
Chemicals	7,399	6,041
Office Expense	11,653	9,133
Advertising	1,370	-0-
Dues & Subscriptions	495	150
Utilities	47,253	40,863
Meter Readers	14,614	14,279
Miscellaneous Expense	48	579
Automotive Expense	13,516	11,376
Licenses and Taxes	1,082	650
Professional Fees	9,413	15,764
Telephone Expense	2,637	1,707
Depreciation Expense	122,992	94,620
Operating Supplies	81,951	33,465
Training & Conferences	909	387
Sewer Maintenance Cost	20,951	16,673
	-----	-----
<u>TOTAL OPERATING EXPENSES</u>	<u>\$ 653,584</u>	<u>\$ 499,079</u>
	-----	-----
<u>OPERATING INCOME/(LOSS)</u>	<u>\$ 45,050</u>	<u>\$ 93,415</u>
	-----	-----

The accompanying notes are an integral part of this statement.

VILLAGE OF PARKS
St. Martin Parish, Louisiana

EXHIBIT C

COMPARATIVE STATEMENT OF REVENUES, EXPENSES, AND CHANGES
IN RETAINED EARNINGS-PROPRIETARY FUND TYPE-WATER/SEWER FUND
YEARS ENDED JUNE 30, 1999 AND 1998

	<u>YEAR ENDED</u> <u>JUNE 30, 1999</u>	<u>YEAR ENDED</u> <u>JUNE 30, 1998</u>
<u>NON-OPERATING REVENUES/(EXPENSES):</u>		
Interest Income	\$ 18,607	\$ 11,721
Interest Expense	(92,780)	(95,834)
Amortization of Bond Issue/Refunding Costs	(3,556)	-0-
Bond Escrow Agent Fees	(431)	-0-
	-----	-----
<u>TOTAL NON-OPERATING REVENUES/(EXPENSES)</u>	<u>\$ (78,160)</u>	<u>\$ (84,113)</u>
	-----	-----
<u>INCOME/(LOSS) BEFORE OPERATING TRANSFERS</u>	<u>\$ (33,110)</u>	<u>\$ 9,302</u>
	-----	-----
<u>OPERATING TRANSFERS:</u>		
Transfers In	\$ 1,673	\$ 8,000
Transfers Out	(27,742)	(198,230)
	-----	-----
<u>TOTAL OPERATING TRANSFERS</u>	<u>\$ (26,069)</u>	<u>\$ (190,230)</u>
	-----	-----
<u>NET INCOME/(LOSS)</u>	<u>\$ (59,179)</u>	<u>\$ (180,928)</u>
	-----	-----
<u>RETAINED EARNINGS, BEGINNING</u>	<u>110,524</u>	<u>291,452</u>
	-----	-----
<u>RETAINED EARNINGS, ENDING</u>	<u>\$ 51,345</u>	<u>\$ 110,524</u>
	-----	-----

The accompanying notes are an integral part of this statement.

VILLAGE OF PARKS
St. Martin Parish, Louisiana

EXHIBIT D

COMPARATIVE STATEMENT OF CASH FLOWS
PROPRIETARY FUND TYPE-WATER/SEWER FUND
YEARS ENDED JUNE 30, 1999 AND 1998

	<u>YEAR ENDED</u> <u>JUNE 30, 1999</u>	<u>YEAR ENDED</u> <u>JUNE 30, 1998</u>
<u>CASH FLOWS FROM OPERATING ACTIVITIES:</u>		
Operating Income/(Loss)	\$ 45,050	\$ 93,415
Adjustments to reconcile operating income to net cash provided by operating activities:		
Depreciation	122,992	94,620
Changes in Assets and Liabilities:		
(Increase)/Decrease in accounts receivable	(3,120)	8,932
Increase/(Decrease) in accounts payable	20,509	(4,554)
Increase/(Decrease) in accrued expenses	8,482	1,201
Increase in customer meter deposits	12,850	7,782
	-----	-----
<u>NET CASH PROVIDED FROM OPERATING ACTIVITIES</u>	<u>\$ 206,763</u>	<u>\$ 201,396</u>
	-----	-----
<u>CASH FLOWS FROM NON-CAPITAL FINANCING ACTIVITIES:</u>		
Operating transfers out to other funds	\$ (27,742)	\$ (198,230)
Operating transfers in from other funds	1,673	8,000
	-----	-----
<u>NET CASH USED IN NON-CAPITAL FINANCING ACTIVITIES</u>	<u>\$ (26,069)</u>	<u>\$ (190,230)</u>
	-----	-----
<u>CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:</u>		
Proceeds from additional borrowing	\$1,403,000	-
Bond issue costs	(25,440)	-
Principal paid on revenue bonds, certificates of indebtedness and installment loans	(60,456)	\$ (57,561)
Interest paid on revenue bonds, certificates of indebtedness and installment loans	(92,780)	(95,834)
Payment made to paying agents	(431)	-
Payments to refunded bond escrow agent	(495,912)	-
Increase in accrued interest payable	5,996	(1,302)
Payments made for capital purchases	(59,413)	(13,255)
	-----	-----
<u>NET CASH USED IN CAPITAL AND RELATED FINANCING ACTIVITIES</u>	<u>\$ 674,564</u>	<u>\$ (167,952)</u>
	-----	-----
<u>CASH FLOWS FROM INVESTING ACTIVITIES:</u>		
Interest earned on investments	\$ 18,607	\$ 11,721
	-----	-----
<u>NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS</u>	<u>\$ 873,865</u>	<u>\$ (145,065)</u>
	-----	-----
<u>CASH AND CASH EQUIVALENTS AT BEGINNING OF YEAR</u>	<u>303,588</u>	<u>448,653</u>
	-----	-----
<u>CASH AND CASH EQUIVALENTS AT END OF YEAR</u>	<u>\$1,177,453</u>	<u>\$ 303,588</u>
	-----	-----

The accompanying notes are an integral part of this statement.

VILLAGE OF PARKS
St. Martin Parish, Louisiana

EXHIBIT E

COMBINED STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES-BUDGET (GAAP BASIS) AND ACTUAL-
GENERAL AND SPECIAL REVENUE FUND TYPES
YEAR ENDED JUNE 30, 1999

	<u>GENERAL FUND</u>		Variance- Favorable (Unfavorable)
<u>REVENUES:</u>	<u>Budget</u>	<u>Actual</u>	
Taxes	\$ 6,150	\$ 6,198	\$ 48
Licenses and Permits	32,000	30,112	(1,888)
Intergovernmental Revenue:			
Federal Funds:			
Federal Grants:	15,000	15,000	-0-
State Funds:			
State Revenue Sharing(net)	1,900	1,752	(148)
Fines and Penalties	1,650	1,188	(462)
Miscellaneous	100	114	14
	-----	-----	-----
<u>TOTAL REVENUES:</u>	<u>\$ 56,800</u>	<u>\$ 54,364</u>	<u>\$ (2,436)</u>
	-----	-----	-----
<u>EXPENDITURES:</u>			
Current Operating-			
General Government	\$ 31,750	\$ 31,758	\$ (8)
Public Works	25,000	24,963	37
	-----	-----	-----
<u>TOTAL EXPENDITURES:</u>	<u>\$ 56,750</u>	<u>\$ 56,721</u>	<u>\$ 29</u>
	-----	-----	-----
<u>EXCESS/(DEFICIENCY) OF REVENUES</u> <u>OVER EXPENDITURES:</u>	<u>\$ 50</u>	<u>\$ (2,357)</u>	<u>\$ (2,407)</u>
	-----	-----	-----
<u>OTHER FINANCING SOURCES/(USES):</u>			
Operating Transfers(Net)	\$ 18,050	\$ 17,095	\$ (955)
	-----	-----	-----
<u>TOTAL OTHER FINANCING SOURCES/(USES):</u>	<u>\$ 18,050</u>	<u>\$ 17,095</u>	<u>\$ (955)</u>
	-----	-----	-----
<u>EXCESS/(DEFICIENCY) OF REVENUES AND</u> <u>OTHER SOURCES OVER EXPENDITURES</u> <u>AND OTHER USES:</u>	<u>\$ 18,100</u>	<u>\$ 14,738</u>	<u>\$ (3,362)</u>
	-----	-----	-----
<u>FUND BALANCES/(DEFICIT) -BEGINNING:</u>	<u>17,926</u>	<u>17,926</u>	<u>-0-</u>
	-----	-----	-----
<u>FUND BALANCES/(DEFICIT) -ENDING:</u>	<u>\$ 36,026</u>	<u>\$ 32,664</u>	<u>\$ (3,362)</u>
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The accompanying notes are an integral part of this statement.

VILLAGE OF PARKS
St. Martin Parish, Louisiana

EXHIBIT E
(Continued)

COMBINED STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES-BUDGET (GAAP BASIS) AND ACTUAL-
GENERAL AND SPECIAL REVENUE FUND TYPES
YEAR ENDED JUNE 30, 1999

	<u>SPECIAL REVENUE FUNDS</u>		
	<u>Budget</u>	<u>Actual</u>	<u>Variance- Favorable (Unfavorable)</u>
<u>REVENUES:</u>			
Taxes	\$ 73,890	\$ 81,349	\$ 7,459
Intergovernmental Revenue:			
Federal Funds:			
Federal Grants	385,480	382,450	(3,030)
Fees/Charges for Services	500	510	10
Miscellaneous	108	171	63
	-----	-----	-----
<u>TOTAL REVENUES:</u>	<u>\$459,978</u>	<u>\$464,480</u>	<u>\$ 4,502</u>
	-----	-----	-----
<u>EXPENDITURES:</u>			
Current Operating-			
General Government			
Public Safety(Police Dept.)	\$ 64,000	\$ 64,566	\$ (566)
Health & Welfare	385,480	382,450	3,030
Recreation	200	213	(13)
Capital Outlay	14,250	13,800	450
	-----	-----	-----
<u>TOTAL EXPENDITURES:</u>	<u>\$463,930</u>	<u>\$461,029</u>	<u>\$ 2,901</u>
	-----	-----	-----
<u>EXCESS/(DEFICIENCY) OF REVENUES</u> <u>OVER EXPENDITURES:</u>	<u>\$ (3,952)</u>	<u>\$ 3,451</u>	<u>\$ 7,403</u>
	-----	-----	-----
<u>OTHER FINANCING SOURCES/(USES):</u>			
Operating Transfers(Net)	\$ 9,113	\$ 8,974	\$ (139)
	-----	-----	-----
<u>TOTAL OTHER FINANCING SOURCES/(USES):</u>	<u>\$ 9,113</u>	<u>\$ 8,974</u>	<u>\$ (139)</u>
	-----	-----	-----
<u>EXCESS/(DEFICIENCY) OF REVENUES AND</u> <u>OTHER SOURCES OVER EXPENDITURES</u> <u>AND OTHER USES:</u>	<u>\$ 5,161</u>	<u>\$ 12,425</u>	<u>\$ 7,264</u>
	-----	-----	-----
<u>FUND BALANCES/(DEFICIT)-BEGINNING:</u>	<u>25,098</u>	<u>25,098</u>	<u>-0-</u>
	-----	-----	-----
<u>FUND BALANCES/(DEFICIT)-ENDING:</u>	<u>\$ 30,259</u>	<u>\$ 37,523</u>	<u>\$ 7,264</u>
	-----	-----	-----

The accompanying notes are an integral part of this statement.

VILLAGE OF PARKS
St. Martin Parish, Louisiana

NOTES TO FINANCIAL STATEMENTS

(1) Summary of Significant Accounting Policies

The Village of Parks is incorporated under the provisions of the Lawrason Act. The Village operates under a Mayor-Board of Aldermen form of government.

The accounting and reporting policies of the Village of Parks conform to generally accepted accounting principles as applicable to governmental units. Such accounting and reporting procedures also conform to the requirements of Louisiana Revised Statutes 24:517 and to the guides set forth in the Louisiana Governmental Audit Guide, and to the industry audit guide, Audits of State and Local Governmental Units.

The following is a summary of certain significant accounting policies:

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

Based on the foregoing criteria, certain governmental organizations are not part of the Village and are thus excluded from the accompanying financial statements. One such organization is the Housing Authority, which is directed by an independent board and does not receive any funding, facilities, or direction from the Village of Parks.

Fund Accounting. The accounts of the Village of Parks are organized on the basis of funds and account groups, each of which is considered a separate accounting entity. The operations of each fund are accounted for with a separate set of self-balancing accounts that comprise its assets, liabilities, fund equity, revenues, and expenditures, or expenses, as appropriate. Government resources are allocated to and accounted for in individual funds based upon the purposes for which they are to be spent and the means by which spending activities are controlled. The various funds are grouped, in the financial statements in this report, into two broad fund categories and further subdivided into three generic fund types as follows:

VILLAGE OF PARKS
St. Martin Parish, Louisiana

NOTES TO FINANCIAL STATEMENTS (CONTINUED)

Governmental Funds:

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

Special Revenue Fund-The Special Revenue Fund is used to account for the proceeds of specific revenue sources (sales and use tax receipts, user fees, etc.), that are legally restricted to expenditures for specific purposes (police protection, recreation, etc.).

Proprietary Fund:

Enterprise Fund (Water/Sewer)-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 the periodic determination of revenues earned, expenses incurred, and/or net income is appropriate for capital maintenance, public policy, management control, accountability, or other purposes.

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

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

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

VILLAGE OF PARKS
St. Martin Parish, Louisiana

NOTES TO FINANCIAL STATEMENTS (CONTINUED)

Long-term obligations expected to be financed from governmental funds are accounted for in the General Long-Term Debt Account Group, and not in the governmental funds.

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

Depreciation of all exhaustible fixed assets used by the proprietary fund is charged as an expense against its operations. Depreciation has been provided over the estimated useful lives of these fixed assets using the straight-line method. Depreciation expense was \$122,992 for fiscal year ended June 30, 1999. The estimated useful lives of fixed assets are as follows:

Water/Sewer Utilities

Wells	25 years
Storage Tanks	25 years
Elevated Tank	30 years
Sewer System	30 years
Purification Plant	25 years
Lines and Meters	25 years
Transportation Equipment	5 years
Computer Equipment	5 years
Office Equipment	10 years
Maintenance Equipment	10 years

All fixed assets are stated at historical cost. Donated fixed assets are stated at their estimated fair value on the date donated.

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

All governmental funds are accounted for using the modified accrual basis of accounting. Their revenues are recognized when they become measurable and available as net current assets. Sales taxes, fines and forfeitures, and licenses are considered "measurable" when in the hands of collecting governments and are recognized as revenue at that time. Anticipated refunds of such taxes are recorded as liabilities and reductions of revenue when they are measurable and their validity seems certain. Ad valorem taxes are considered "measurable" and are recognized as revenue at the time that they are assessed.

VILLAGE OF PARKS
St. Martin Parish, Louisiana

NOTES TO FINANCIAL STATEMENTS (CONTINUED)

Expenditures are generally recognized under the modified accrual basis of accounting when the related fund liability is incurred. An exception to this general rule is principal and interest on long-term debt are recognized when due and accumulated unpaid vacation and sick pay are not accrued.

All proprietary funds are accounted for using the accrual basis of accounting. Their revenues are recognized when they are earned, and their expenses are recognized when they are incurred. Unbilled utility service receivables resulting from utility services rendered between the date of meter reading and billing and the end of the month, are recorded at year end.

Budgets and Budgetary Accounting. Annually, the Village of Parks adopts a comprehensive operating budget on a basis consistent with generally accepted accounting principles. The budget is legally adopted or amended through the passage of a formal resolution.

Formal budgetary integration and interim budget reporting practices are not employed by the Village. Budgeted amounts reported in the accompanying financial statements include original budget amounts and all subsequent amendments. Budgets were not prepared and adopted for the proprietary fund types (Water/Sewer Department). The Village does not utilize a system which involves encumbrances.

All budgetary appropriations lapse at the end of each fiscal year.

Interest-bearing Deposits. Interest bearing deposits, consisting of demand deposits, are stated at cost, which approximates market.

Cash and Cash Equivalents. For purposes of cash flows, the Village considers all highly liquid investments (including restricted assets) with a maturity of three months or less when purchased to be cash equivalents.

Bad Debts. Uncollectible amounts due for ad valorem taxes and customers' utility receivables are recognized as bad debts through the establishment of an allowance account at the time information becomes available which would indicate the uncollectibility of the particular receivable. At June 30, 1999, an allowance for utility receivables and ad valorem taxes was considered unnecessary due to the immateriality of the amounts considered uncollectible.

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

VILLAGE OF PARKS
St. Martin Parish, Louisiana

NOTES TO FINANCIAL STATEMENTS (CONTINUED)

"Total" Columns on Combined Statements-Overview. "Total" columns on the combined statements-overview are captioned "Memorandum Only" to indicate that they are presented only to facilitate financial analysis. Data in these columns does not present financial position, results of operations, or changes in financial position in conformity with generally accepted accounting principles. Neither is such data comparable to a consolidation. Interfund eliminations have not been made in the aggregation of this data.

(2) Cash and Interest Bearing Deposits

Under state law, the Village 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 Village 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, 1999, the Village has cash and interest-bearing deposits(book balances) totaling \$1,243,178 as follows:

Demand Deposits	\$1,243,178

Total	\$1,243,178

These deposits are stated at cost, which approximates market. Under state law these deposits 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 custodial bank that is mutually acceptable to both parties. Deposit balances at June 30, 1999 are secured as follows:

Bank Balances	\$1,268,400

At June 30, 1999 the deposits are secured as follows:

Federal Deposit Insurance	\$ 120,339
Pledged Securities(Category 3)	1,148,061

	\$1,268,400

VILLAGE OF PARKS
St. Martin Parish, Louisiana

NOTES TO FINANCIAL STATEMENTS (CONTINUED)

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

(3) Ad Valorem Taxes

Ad valorem taxes attach as an enforceable lien on property as of January 1 of each year. Taxes are levied by the Village in September or October and are actually billed to the taxpayers in November. Billed taxes become delinquent on January 1 of the following year.

The Village bills and collects its own property taxes using the assessed values determined by the tax assessor of St. Martin Parish. For the year ended June 30, 1999, taxes of 3.04 mills were levied and dedicated for general corporate purposes.

There were no uncollected balances of ad valorem taxes as of June 30, 1999.

(4) Restricted Assets - Proprietary Fund Type

Restricted assets were applicable to the following at June 30:

	<u>1999</u>
Cash and Interest Bearing Deposits:	
Revenue Bond Sinking Funds	\$ 83,272
Revenue Bond Reserve Funds	71,903
Revenue Bond Contingency Funds	17,189
1999 Water Revenue Bond Proceeds	953,804

Total Restricted Assets	\$1,126,168

The customers' meter deposit funds have been combined with bond reserve and contingency funds subsequent to the refunding of \$466,700 of water revenue bonds originally held by the Louisiana Public Finance Authority. A segregation of customers' meter deposit funds will be reinstated as projected surplus funds from utility operations become available.

VILLAGE OF PARKS
St. Martin Parish, Louisiana

NOTES TO FINANCIAL STATEMENTS (CONTINUED)

(5) Changes in General Fixed Assets

A summary of changes in general fixed assets follows:

	<u>Buildings</u>	<u>Office Equipment</u>	<u>Transportation Equipment</u>	<u>Totals</u>
Balance-July 1, 1998	\$72,594	\$10,077	\$14,318	\$ 96,989
Additions	9,550	-	4,250	13,800
Deletions	-	-	-	-
Balance-June 30, 1999	<u>\$82,144</u>	<u>\$10,077</u>	<u>\$18,568</u>	<u>\$110,789</u>

A summary of proprietary fund type property, plant, and equipment at June 30, 1999 follows:

Water Department:	\$ 44,599
Land	1,602,458
Sewer System Plant & Equipment	1,684,485
Water System Plant	101,916
Water System Equipment	53,620
Transportation Equipment	27,341
Office Equipment	41,057
Construction in Progress	-----
Subtotal	\$3,555,476
Less: Accumulated Depreciation	(1,287,180)
Net	<u>\$2,268,296</u>

VILLAGE OF PARKS
St. Martin Parish, Louisiana

NOTES TO FINANCIAL STATEMENTS (CONTINUED)

(6) Changes in Long-Term Debt

The following is a summary of bond transactions of the Village of Parks for the year ended June 30, 1999:

	Revenue <u>Bonds</u>	Certificates of <u>Indebtedness</u>	Rural Development <u>Loan</u>	<u>Total</u>
Bonds Payable-7/1/98	\$ 850,700	\$245,000	\$211,895	\$1,307,595
Bonds Retired	(504,700)	(20,000)	(2,456)	(527,156)
Bonds Issued	1,403,000	-	-	1,403,000
Bonds Payable-6/30/99	<u>\$1,749,000</u>	<u>\$225,000</u>	<u>\$209,439</u>	<u>\$2,183,439</u>

These revenue bonds are payable from the water/sewer department proprietary fund, and are comprised of the following individual issues at June 30, 1999:

Revenue Bonds

\$610,000 Water System Revenue Bonds dated 8/1/72; due in annual installments of \$3,000-\$24,000 through August 1, 2012; interest at 5.625% and secured by water system revenues.	\$303,000
\$143,000 Water System Revenue Bonds dated 2/1/67; due in annual installments of \$1,000-\$8,000 through February 1, 2007; interest at 3.75% and secured by water system revenues.	52,000
\$403,000 Water Revenue Refunding Bonds dated 12/1/98; due in annual installments of \$9,000-\$44,000 through April 1, 2009; interest at 7.13% and secured by water system revenues.	394,000
\$1,000,000 Water System Revenue Bonds dated 1/1/99; due in annual installments of \$45,000-\$95,000 through April 1, 2014; interest at 5.00% and secured by water system revenues.	1,000,000
Subtotal	<u>\$1,749,000</u>

VILLAGE OF PARKS
St. Martin Parish, Louisiana

NOTES TO FINANCIAL STATEMENTS (CONTINUED)

Certificates of Indebtedness

\$265,000 Certificates of Indebtedness dated 4/1/97;
due in annual installments of \$20,000-35,000
through April 1, 2007; interest at 5.25% and secured
by revenues of the General Fund and Enterprise Fund. 225,000

Rural Development Loan

\$217,000 Rural Development Loan dated 7/19/94;
with interest only due annually on 7/19/95 and
7/19/96 in the amount of \$9,765.00 and thereafter
due in monthly installments of \$996.03 through
July 19, 2034; interest at 4.5% and secured
by sewer system revenues. 209,439

Total \$2,183,439

The annual requirements to amortize all debt outstanding as of
June 30, 1999, including interest payments of \$994,409 are as follows:

Year Ending <u>June 30</u>	Rural Development <u>Loan</u>	Revenue <u>Bonds</u>	Certificates of <u>Indebtedness</u>	<u>Total</u>
2000	\$ 11,952	\$ 200,411	\$ 36,812	\$ 249,175
2001	11,952	196,518	35,500	243,970
2002	11,952	197,483	34,187	243,622
2003	11,952	199,055	32,875	243,882
2004	11,952	194,163	36,562	242,677
2005-2034	353,678	1,495,605	105,239	1,954,522
	-----	-----	-----	-----
	<u>\$413,438</u>	<u>\$2,483,235</u>	<u>\$281,175</u>	<u>\$3,177,848</u>

(7) Flow of Funds; Restrictions on Use - Water/Sewer Dept. Revenues

Under the terms of the bond indentures on outstanding Water System Revenue Bonds dated February 1, 1967, August 1, 1972, December 1, 1998 and January 1, 1999, all income and revenues of every nature, earned or derived from operation of the Water System are pledged and dedicated to the retirement of said bonds, and are to be set aside into the following special funds:

Out of the revenue there shall be set aside from time to time into an "Operation and Maintenance Fund" amounts sufficient to provide for the payment of the reasonable and necessary expenses of operating and maintaining the system.

VILLAGE OF PARKS
St. Martin Parish, Louisiana

NOTES TO FINANCIAL STATEMENTS (CONTINUED)

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

There shall also be set aside into a "Bond Reserve Fund" a sum at least equal to five percent (5%) of the monthly amount required to be paid into the sinking fund, until such time as there has been accumulated therein the sum of \$100,000. Such amounts may be used only for the payment of maturing bond bonds and interest coupons for which sufficient funds are not on deposit in the "Bond and Interest Sinking Fund" and as to which there would otherwise be default.

There will also be set aside into a "Replacement Fund" a sum at least equal to five percent (5%) of the monthly amount required to be paid into the sinking fund. Money in this fund may be used for the making of extraordinary repairs or replacements to the system which are necessary to keep the system in operating condition and for which money is not available as a maintenance and operation expense. Money in this fund may also be used to pay principal or interest on the bonds falling due at any time that there is not sufficient money for payment in the other bond funds.

Under the terms of the Rural Development Loan dated July 19, 1994, there shall be set aside monthly into a sinking fund the amount of \$996.03 for payment of monthly maturities of interest and principal on said bonds. Additionally, there shall be set aside monthly the sum of \$50 into a bond reserve fund, until the maximum reserve fund amount of \$11,952.36 is reached. Simultaneously, a monthly payment of \$54 is to be set aside into a bond contingency fund to be used for extraordinary repairs to the sewer system and to pay any principal and interest payments coming due for which sufficient funds are not available in any of the other sewer revenue bond funds.

All of the revenues received in any fiscal year and not required to be paid in such fiscal year into any of the above noted funds shall be regarded as surplus and may be used for any lawful corporate purpose. As of June 30, 1999 the Village of Parks, Louisiana was in compliance with the stipulations of the aforementioned bond indentures with regard to bond fund sinking and reserve requirements.

VILLAGE OF PARKS
St. Martin Parish, Louisiana

NOTES TO FINANCIAL STATEMENTS (CONTINUED)

(8) Accumulated Unpaid Vacation and Sick Pay

Employees of the Village earn sick leave and vacation days depending on length of employment. The vacation days and sick pay days cannot be carried over from year to year. Neither can be received in cash in lieu of taking the days. If an employee quits he forfeits all accumulated days. Because of these policies, there are no accruals made in either the proprietary fund or the governmental funds.

(9) Retirement Commitments

All employees of the Village of Parks are members of the Social Security System, with the exception of the Chief of Police, who is a member of the police retirement system of the State of Louisiana.

The chief of police is a participant in the Municipal Police Employee's Retirement System (MPERS) of Louisiana, a multiple-employer public employee retirement system. The payroll for the chief of police for the year ended June 30, 1999 was \$19,700. The total village payroll was \$298,201.

Members of the Municipal Police Employee's Retirement System may retire with 20 years of service at age 50 and with 12 years of service at age 55. The retirement allowance is equal to 3 1/3 percent of the member's annual average final compensation multiplied by his years of creditable service. Their retirement allowance may not exceed the greater of 100 percent of a member's final salary or compensation. The System also provides disability and survivor benefits. Benefits are established by State statute.

Covered employees are required to contribute 7.5 percent of their earnings to the plan; the Village contributed 9.0 percent. The Village's contribution to the system for the year ended June 30, 1999 was \$2,241, which is equal to the required contribution for the year.

A publicly available financial report that includes financial statements and required supplemental financial information may be obtained by writing to the Municipal Police Employee's Retirement System, P. O. Box 94095 - Capital Station, Baton Rouge, LA 70804-9095.

(10) Retained Earnings - Reserved

Retained Earnings are reserved as follows:

	<u>6/30/99</u>
Reserved for Debt Retirement/Customers' Meter Deposits	\$ 51,345 <u> </u>

VILLAGE OF PARKS
St. Martin Parish, Louisiana

NOTES TO FINANCIAL STATEMENTS (CONTINUED)

(11) Interfund Transfers

FYE 6/30/99

	<u>Transfers In</u>	<u>Transfers Out</u>
General Fund	\$ 18,209	\$ 1,114
Special Revenue Funds		
(Sales Tax Fund)		587
(Park Commission Fund)	9,561	
(LCDBG Rehab. Fund)	2,200	2,200
Enterprise Fund		
(Water/Sewer Fund)	1,673	27,742
	-----	-----
Totals	<u>\$ 31,643</u>	<u>\$ 31,643</u>

(12) Segment Information for the Enterprise Fund

The Village of Parks maintains one enterprise fund with two departments which provide water and sewerage services. Segment information for the year ended June 30, 1999 was as follows:

	Water Department	Sewerage Department	<u>Enterprise Fund Totals</u>
Operating revenues	\$672,022	\$ 26,612	\$698,634
	-----	-----	-----
Operating expenses:			
Depreciation	68,228	54,764	122,992
Other	509,641	20,951	530,592
	-----	-----	-----
Total operating expenses	\$577,869	\$ 75,715	\$653,584
	-----	-----	-----
Operating income/(loss)	<u>\$ 94,153</u>	<u>\$(49,103)</u>	<u>\$ 45,050</u>

(13) Pending Litigation and Contingent Liabilities

The Village is a participant in a single lawsuit. Management and legal counsel for the Village believe there is adequate insurance coverage to cover any potential monetary damages sought, and that the suit will not have an adverse material effect on the Village's financial position.

VILLAGE OF PARKS
St. Martin Parish, Louisiana

NOTES TO FINANCIAL STATEMENTS (CONTINUED)

(14) Risk Management

The Village is exposed to risks of loss in the areas of general and auto liability and workers' compensation. Those risks are handled by purchasing commercial insurance. There have been no significant reductions in insurance coverage during the current fiscal year.

(15) Compensation of Village Officials

A detail of compensation paid to the Mayor and Board of Aldermen for the year ended June 30, 1999 follows:

John L. Dugas, Mayor	\$12,000
	<hr/>
Aldermen:	
Horace Charles	\$ 700
Daniel Dupont	700
Rodney Potier	1,450
Melissa Narcisse	750
Kerry Viator	750

Total	\$ 4,350
	<hr/>

(16) Impact of Year 2000 on Computer Programs (Unaudited)

The Year 2000 issue is the result of computer programs being written using two digits rather than four to define the applicable year. Any of the Village's computer programs that have time sensitive software may recognize a date using "00" as the year 1900 rather than 2000. This could result in a system failure or miscalculations causing disruptions of operations, including, among other things, a temporary inability to process transactions, or engage in similar normal business activities.

The Village is utilizing external resources to identify and test the systems for Year 2000 compliance. To date, a preliminary assessment of the impact of this issue has not been completed. Consequently, management has not assessed the Year 2000 compliance expense and related potential effect on the Village's earnings.

SUPPLEMENTAL INFORMATION
(SCHEDULES OF SELECTED INDIVIDUAL FUNDS)

GENERAL FUND

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

VILLAGE OF PARKS
St. Martin Parish, Louisiana
GENERAL FUND

Schedule 1

Comparative Balance Sheet
June 30, 1999 and 1998

<u>ASSETS</u>	<u>FYE</u> <u>6/30/99</u>	<u>FYE</u> <u>6/30/98</u>
Cash	\$34,222	\$20,448
Receivables	-0-	-0-
	-----	-----
<u>TOTAL ASSETS</u>	<u>\$34,222</u>	<u>\$20,448</u>
<u>LIABILITIES AND FUND BALANCE</u>		
<u>LIABILITIES:</u>		
Accounts Payable	\$ -0-	\$ 1,500
Other Accrued Liabilities	1,558	1,022
	-----	-----
<u>TOTAL LIABILITIES</u>	<u>\$ 1,558</u>	<u>\$ 2,522</u>
<u>FUND BALANCE:</u>		
Fund Balance-Unreserved	\$32,664	\$17,926
	-----	-----
<u>TOTAL LIABILITIES AND FUND BALANCE</u>	<u>\$34,222</u>	<u>\$20,448</u>

VILLAGE OF PARKS
St. Martin Parish, Louisiana
GENERAL FUND

Schedule 2

Statement of Revenues, Expenditures, and
Changes in Fund Balance - Budget(GAAP Basis) and Actual
Year Ended June 30, 1999

With Comparative Actual Amounts for Year Ended June 30, 1998

	FYE 6/30/99		Variance- Favorable/ (Unfavorable)	FYE 6/30/98 Actual
Budget	Actual			
<u>REVENUES:</u>				
Taxes	\$ 6,150	\$ 6,198	\$ 48	\$ 6,097
Licenses and Permits	32,000	30,112	(1,888)	34,995
Intergovernmental Revenues:				
Federal Funds:				
Federal Grants	15,000	15,000	-0-	-0-
State Funds:				
State Revenue Sharing(net)	1,900	1,752	(148)	1,917
Fines and Penalties	1,650	1,188	(462)	1,641
Other Revenues	100	114	14	88
	-----	-----	-----	-----
<u>TOTAL REVENUES</u>	<u>\$ 56,800</u>	<u>\$ 54,364</u>	<u>\$(2,436)</u>	<u>\$ 44,738</u>
	-----	-----	-----	-----
<u>EXPENDITURES:</u>				
Current Operating-				
General & Administrative				
Other General Government	\$ 31,750	\$ 31,758	\$ (8)	\$ 32,476
Public Works	25,000	24,963	37	204,028
	-----	-----	-----	-----
<u>TOTAL EXPENDITURES</u>	<u>\$ 56,750</u>	<u>\$ 56,721</u>	<u>\$ 29</u>	<u>\$236,504</u>
	-----	-----	-----	-----
<u>EXCESS/(DEFICIENCY) OF REVENUES OVER EXPENDITURES</u>	<u>\$ 50</u>	<u>\$ (2,357)</u>	<u>\$(2,407)</u>	<u>(191,766)</u>
	-----	-----	-----	-----
<u>OTHER FINANCING SOURCES/(USES):</u>				
Operating Transfers(Net)	\$ 18,050	\$ 17,095	\$ (955)	\$192,219
	-----	-----	-----	-----
<u>TOTAL OTHER FINANCING SOURCES/(USES)</u>	<u>\$ 18,050</u>	<u>\$ 17,095</u>	<u>\$ (955)</u>	<u>\$192,219</u>
	-----	-----	-----	-----
<u>EXCESS/(DEFICIENCY) OF REVENUES AND OTHER SOURCES OVER EXPENDITURES AND OTHER USES</u>	<u>\$ 18,100</u>	<u>\$ 14,738</u>	<u>\$(3,362)</u>	<u>\$ 453</u>
	-----	-----	-----	-----
<u>FUND BALANCE/(DEFICIT) -BEGINNING</u>	<u>17,926</u>	<u>17,926</u>	<u>-0-</u>	<u>17,473</u>
	-----	-----	-----	-----
<u>FUND BALANCE/(DEFICIT) -ENDING</u>	<u>\$ 36,026</u>	<u>\$ 32,664</u>	<u>\$(3,362)</u>	<u>\$ 17,926</u>
	-----	-----	-----	-----

SPECIAL REVENUE FUNDS

Sales Tax Fund - Used to account for the receipt and use of proceeds of the Village's 2% sales and use tax. The proceeds of this tax are used to fund the operations of the police department, including salaries, equipment, maintenance and operational costs.

Park Commission Fund - Used to account for the receipt and use of fees assessed for utilization of the park facilities located in and maintained by the Village of Parks.

LCDBG Rehab. Fund - Used to account for the receipt and expenditure of building rehabilitation grant funds awarded to the Village of Parks for community restoration projects.

VILLAGE OF PARKS
 St. Martin Parish, Louisiana
SPECIAL REVENUE FUNDS

Schedule 3

Combining Balance Sheet
June 30, 1999
 With Comparative Totals for June 30, 1998

	<u>Sales</u>	<u>Park</u>	<u>LCDBG</u>	<u>Totals</u>	
	<u>Tax</u>	<u>Commission</u>	<u>Rehab.</u>	<u>FYE</u>	<u>FYE</u>
				<u>6/30/99</u>	<u>6/30/98</u>
<u>ASSETS</u>					
Cash	\$18,514	\$12,989	\$ -0-	\$31,503	\$22,398
Receivables	7,459	-0-	-0-	7,459	4,236
	-----	-----	-----	-----	-----
<u>TOTAL ASSETS</u>	<u>\$25,973</u>	<u>\$12,989</u>	<u>\$ -0-</u>	<u>\$38,962</u>	<u>\$26,634</u>
 <u>LIABILITIES AND FUND BALANCES</u>					
<u>LIABILITIES:</u>					
Accounts Payable					
Other Accrued Liabilities	\$ 1,439	\$ -0-	\$ -0-	\$ 1,439	\$ 1,536
	-----	-----	-----	-----	-----
<u>TOTAL LIABILITIES</u>	<u>\$ 1,439</u>	<u>\$ -0-</u>	<u>\$ -0-</u>	<u>\$ 1,439</u>	<u>\$ 1,536</u>
	-----	-----	-----	-----	-----
<u>FUND BALANCES:</u>					
Fund Balance-Unreserved	\$24,534	\$12,989	\$ -0-	\$37,523	\$25,098
	-----	-----	-----	-----	-----
<u>TOTAL LIABILITIES AND FUND BALANCES</u>	<u>\$25,973</u>	<u>\$12,989</u>	<u>\$ -0-</u>	<u>\$38,962</u>	<u>\$26,634</u>
	-----	-----	-----	-----	-----

VILLAGE OF PARKS
 St. Martin Parish, Louisiana
SPECIAL REVENUE FUNDS

Schedule 4

Combining Statement of Revenues, Expenditures,
and Changes in Fund Balances
Year Ended June 30, 1999
 With Comparative Totals for June 30, 1998

	<u>Sales</u>	<u>Park</u>	<u>LCDBG</u>	<u>Totals</u>	
	<u>Tax</u>	<u>Commission</u>	<u>Rehab.</u>	<u>FYE</u>	<u>FYE</u>
				<u>6/30/99</u>	<u>6/30/98</u>
<u>REVENUES:</u>					
Taxes	\$81,349			\$ 81,349	\$59,764
Intergovernmental Revenues:					
Federal Funds:					
Federal Grants			\$382,450	382,450	9,583
Fees/Charges for Services		\$ 510		510	120
Miscellaneous	171			171	112
	-----	-----	-----	-----	-----
<u>TOTAL REVENUES</u>	<u>\$81,520</u>	<u>\$ 510</u>	<u>\$382,450</u>	<u>\$464,480</u>	<u>\$69,579</u>
	-----	-----	-----	-----	-----
<u>EXPENDITURES:</u>					
Current Operating-					
General & Administrative					
Public Safety(Police Dept.)	\$64,566			\$ 64,566	
Health & Welfare			\$382,450	382,450	\$73,422
Recreation		\$ 213		213	106
Capital Outlay	4,250	9,550		13,800	
	-----	-----	-----	-----	-----
<u>TOTAL EXPENDITURES</u>	<u>\$68,816</u>	<u>\$9,763</u>	<u>\$382,450</u>	<u>\$461,029</u>	<u>\$73,528</u>
	-----	-----	-----	-----	-----
<u>EXCESS/(DEFICIENCY) OF REVENUES</u> <u>OVER EXPENDITURES</u>	<u>\$12,704</u>	<u>(9,253)</u>	<u>\$ -0-</u>	<u>\$ 3,451</u>	<u>\$(3,949)</u>
	-----	-----	-----	-----	-----
<u>OTHER FINANCING SOURCES/(USES):</u>					
Operating Transfers In		\$9,561	\$ 2,200	\$ 11,761	\$ 6,011
Operating Transfers Out	\$ (587)		(2,200)	(2,787)	(8,000)
	-----	-----	-----	-----	-----
<u>TOTAL OTHER FINANCING SOURCES/(USES)</u>	<u>\$ (587)</u>	<u>\$9,561</u>	<u>\$ -0-</u>	<u>\$ 8,974</u>	<u>\$(1,989)</u>
	-----	-----	-----	-----	-----
<u>EXCESS/(DEFICIENCY) OF REVENUES</u> <u>AND OTHER SOURCES OVER</u> <u>EXPENDITURES AND OTHER USES</u>	<u>\$12,117</u>	<u>\$ 308</u>	<u>\$ -0-</u>	<u>\$ 12,425</u>	<u>\$(5,938)</u>
	-----	-----	-----	-----	-----
<u>FUND BALANCES/(DEFICIT)-BEGINNING</u>	<u>12,417</u>	<u>12,681</u>	<u>-0-</u>	<u>25,098</u>	<u>31,036</u>
	-----	-----	-----	-----	-----
<u>FUND BALANCES/(DEFICIT)-ENDING</u>	<u>\$24,534</u>	<u>12,989</u>	<u>\$ -0-</u>	<u>\$ 37,523</u>	<u>\$25,098</u>
	-----	-----	-----	-----	-----

VILLAGE OF PARKS
St. Martin Parish, Louisiana

Schedule 5

SPECIAL REVENUE FUND
Sales Tax Fund

Statement of Revenues, Expenditures, and
Changes in Fund Balance - Budget(GAAP Basis) and Actual
Year Ended June 30, 1999

With Comparative Actual Amounts for Year Ended June 30, 1998

	FYE 6/30/99			FYE 6/30/98
	Budget	Actual	Variance- Favorable/ (Unfavorable)	Actual
<u>REVENUES:</u>				
Taxes	\$73,890	\$81,349	\$ 7,459	\$59,764
Miscellaneous	108	171	63	105
	-----	-----	-----	-----
<u>TOTAL REVENUES</u>	\$73,998	\$81,520	\$ 7,522	\$59,869
	-----	-----	-----	-----
<u>EXPENDITURES:</u>				
Current Operating-				
Public Safety(Police Dept.)	\$64,000	\$64,566	\$ (56)	\$63,839
Capital Outlay	4,250	4,250	-0-	-0-
	-----	-----	-----	-----
<u>TOTAL EXPENDITURES</u>	\$68,250	\$68,816	\$ (566)	\$63,839
	-----	-----	-----	-----
<u>EXCESS/(DEFICIENCY) OF REVENUES</u> <u>OVER EXPENDITURES</u>	\$ 5,748	\$12,704	\$ 6,956	\$(3,970)
	-----	-----	-----	-----
<u>OTHER FINANCING SOURCES/(USES):</u>				
Operating Transfers(Net)	\$ (587)	\$ (587)	\$ -0-	\$(1,989)
	-----	-----	-----	-----
<u>TOTAL OTHER FINANCING SOURCES/(USES)</u>	\$ (587)	\$ (587)	\$ -0-	\$(1,989)
	-----	-----	-----	-----
<u>EXCESS/(DEFICIENCY) OF REVENUES</u> <u>AND OTHER SOURCES OVER</u> <u>EXPENDITURES AND OTHER USES</u>	\$ 5,161	\$12,117	\$ 6,956	\$(5,959)
	-----	-----	-----	-----
<u>FUND BALANCE/(DEFICIT) -BEGINNING</u>	12,417	12,417	-0-	18,376
	-----	-----	-----	-----
<u>FUND BALANCE/(DEFICIT) -ENDING</u>	\$17,578	\$24,534	\$ 6,956	\$12,417
	-----	-----	-----	-----

VILLAGE OF PARKS
St. Martin Parish, Louisiana

Schedule 6

SPECIAL REVENUE FUND
Park Commission Fund

Statement of Revenues, Expenditures, and
Changes in Fund Balance - Budget(GAAP Basis) and Actual
Year Ended June 30, 1999
With Comparative Actual Amounts for Year Ended June 30, 1998

	FYE 6/30/99		Variance- Favorable/ (Unfavorable)	FYE 6/30/98 Actual
	<u>Budget</u>	<u>Actual</u>		
<u>REVENUES:</u>				
Fees/Charges for Services	\$ 500	\$ 510	\$ 10	\$ 120
Miscellaneous	-0-	-0-	-0-	7
	-----	-----	-----	-----
<u>TOTAL REVENUES</u>	<u>\$ 500</u>	<u>\$ 510</u>	<u>\$ 10</u>	<u>\$ 127</u>
	-----	-----	-----	-----
<u>EXPENDITURES:</u>				
Current Operating- Recreation	\$ 200	\$ 213	\$ (13)	\$ 106
Capital Outlay	10,000	9,550	450	-0-
	-----	-----	-----	-----
<u>TOTAL EXPENDITURES</u>	<u>\$10,200</u>	<u>\$ 9,763</u>	<u>\$ 437</u>	<u>\$ 106</u>
	-----	-----	-----	-----
<u>EXCESS/(DEFICIENCY) OF REVENUES OVER EXPENDITURES</u>	<u>\$(9,700)</u>	<u>\$(9,253)</u>	<u>\$ 447</u>	<u>\$ 21</u>
	-----	-----	-----	-----
<u>OTHER FINANCING SOURCES/(USES):</u>				
Operating Transfers(Net)	\$ 9,700	\$ 9,561	\$ (139)	-0-
	-----	-----	-----	-----
<u>TOTAL OTHER FINANCING SOURCES/(USES)</u>	<u>\$ 9,700</u>	<u>\$ 9,561</u>	<u>\$ (139)</u>	<u>-0-</u>
	-----	-----	-----	-----
<u>EXCESS/(DEFICIENCY) OF REVENUES AND OTHER SOURCES OVER EXPENDITURES AND OTHER USES</u>	<u>\$ -0-</u>	<u>\$ 308</u>	<u>\$ 308</u>	<u>\$ 21</u>
	-----	-----	-----	-----
<u>FUND BALANCE/(DEFICIT) -BEGINNING</u>	<u>12,681</u>	<u>12,681</u>	<u>-0-</u>	<u>12,660</u>
	-----	-----	-----	-----
<u>FUND BALANCE/(DEFICIT) -ENDING</u>	<u>\$12,681</u>	<u>\$12,989</u>	<u>\$ 308</u>	<u>\$12,681</u>
	-----	-----	-----	-----

VILLAGE OF PARKS
St. Martin Parish, Louisiana

Schedule 7

SPECIAL REVENUE FUND
LCDBG Rehab, Fund

Statement of Revenues, Expenditures, and
Changes in Fund Balance - Budget(GAAP Basis) and Actual
Year Ended June 30, 1999

With Comparative Actual Amounts for Year Ended June 30, 1998

	FYE 6/30/99		Variance- Favorable/ (Unfavorable)	FYE 6/30/98 Actual
	<u>Budget</u>	<u>Actual</u>		<u>Actual</u>
<u>REVENUES:</u>				
Intergovernmental Revenues:				
Federal Funds:				
Federal Grants	\$385,480	\$382,450	\$(3,030)	-
	-----	-----	-----	-----
<u>TOTAL REVENUES</u>	\$385,480	\$382,450	\$(3,030)	-
	-----	-----	-----	-----
<u>EXPENDITURES:</u>				
Current Operating-				
Health & Welfare	\$385,480	\$382,450	\$ 3,030	-
	-----	-----	-----	-----
<u>TOTAL EXPENDITURES</u>	\$385,480	\$382,450	\$ 3,030	-
	-----	-----	-----	-----
<u>EXCESS/(DEFICIENCY) OF REVENUES</u> <u>OVER EXPENDITURES</u>	\$ -0-	\$ -0-	\$ -0-	-
	-----	-----	-----	-----
<u>OTHER FINANCING SOURCES/(USES):</u>				
Operating Transfers(Net)	\$ -0-	\$ -0-	\$ -0-	-
	-----	-----	-----	-----
<u>TOTAL OTHER FINANCING SOURCES/(USES)</u>	-0-	\$ -0-	\$ -0-	-
	-----	-----	-----	-----
<u>EXCESS/(DEFICIENCY) OF REVENUES</u> <u>AND OTHER SOURCES OVER</u> <u>EXPENDITURES AND OTHER USES</u>	\$ -0-	\$ -0-	\$ -0-	-
	-----	-----	-----	-----
<u>FUND BALANCE/(DEFICIT)-BEGINNING</u>	-0-	-0-	-0-	-
	-----	-----	-----	-----
<u>FUND BALANCE/(DEFICIT)-ENDING</u>	\$ -0-	\$ -0-	\$ -0-	-
	-----	-----	-----	-----

PROPRIETARY FUND

Water/Sewer Fund - Used to account for the provision of water and sewerage services to the residents of the Village of Parks, Louisiana and outlying rural areas. 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.

VILLAGE OF PARKS
 St. Martin Parish, Louisiana
PROPRIETARY FUND TYPE-WATER/SEWER FUND

Schedule 8

Comparative Balance Sheet
June 30, 1999 and 1998

<u>ASSETS</u>	<u>FYE</u> <u>6/30/99</u>	<u>FYE</u> <u>6/30/98</u>
Current Assets:		
Cash	\$ 51,285	\$ 67,821
Accounts Receivable	58,375	55,255
	-----	-----
Total Current Assets	\$ 109,660	\$ 123,076
	-----	-----
Restricted Assets:		
Cash	\$1,126,168	\$ 235,767
	-----	-----
Total Restricted Assets	\$1,126,168	\$ 235,767
	-----	-----
Plant and Equipment, at cost, net of accumulated depreciation of \$1,287,180 at 6/30/99 and \$1,164,188 at 6/30/98	\$2,268,296	\$2,331,875
	-----	-----
<u>TOTAL ASSETS</u>	<u>\$3,504,124</u>	<u>\$2,690,718</u>

	FYE <u>6/30/99</u>	FYE <u>6/30/98</u>
<u>LIABILITIES AND FUND BALANCE</u>		
<u>LIABILITIES:</u>		
Current Liabilities (payable from current assets)		
Accounts Payable	\$ 26,580	\$ 6,071
Other Accrued Liabilities	10,937	2,455
	-----	-----
Total Current Liabilities (payable from current assets)	\$ 37,517	\$ 8,526
	-----	-----
Current Liabilities (payable from restricted assets)		
Accrued Interest Payable	\$ 30,234	\$ 24,237
Revenue Bonds Payable	104,000	35,200
Certificates of Indebtedness Payable	25,000	20,000
Rural Development Loan Payable	2,580	2,049
Customers' Meter Deposits	87,724	74,874
	-----	-----
Total Current Liabilities (payable from restricted assets)	\$ 249,538	\$ 156,360
	-----	-----
Long-term Liabilities		
Revenue Bonds Payable (net of deferred refunding/issue costs)	\$1,593,904	\$ 815,500
Certificates of Indebtedness	200,000	225,000
Rural Development Loan	206,859	209,847
	-----	-----
Total Long-term Liabilities	\$2,000,763	\$1,250,347
	-----	-----
<u>TOTAL LIABILITIES</u>	\$2,287,818	\$1,415,233
	-----	-----
<u>FUND EQUITY:</u>		
Contributed Capital		
LCDBG Grant	\$ 738,523	\$ 738,523
FmHA Grant	328,371	328,371
General Fund	98,067	98,067
	-----	-----
Total Contributed Capital	\$1,164,961	\$1,164,961
	-----	-----
Retained Earnings		
Retained Earnings-Reserved	\$ 51,345	\$ 110,524
Retained Earnings-Unreserved	-	-
	-----	-----
Total Retained Earnings	\$ 51,345	\$ 110,524
	-----	-----
<u>TOTAL FUND EQUITY</u>	\$1,216,306	\$1,275,485
	-----	-----
<u>TOTAL LIABILITIES AND FUND EQUITY</u>	<u>\$3,504,124</u>	<u>\$2,690,718</u>

INTERNAL CONTROL, COMPLIANCE
AND
OTHER GRANT INFORMATION

MARAIST & MARAIST

CERTIFIED PUBLIC ACCOUNTANTS

(A PARTNERSHIP OF PROFESSIONAL ACCOUNTING CORPORATIONS)

1411 N. MAIN STREET

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MEMBERS
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SOCIETY OF
LOUISIANA CERTIFIED PUBLIC ACCOUNTANTS

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

To the Mayor and the Board
of Aldermen of the Village
of Parks, Louisiana

We have audited the financial statements of the Village of Parks, Louisiana, as of June 30, 1999 and for the year then ended, and have issued our report thereon dated November 30, 1999. We conducted our audit in accordance with generally accepted auditing standards and the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States.

Compliance

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

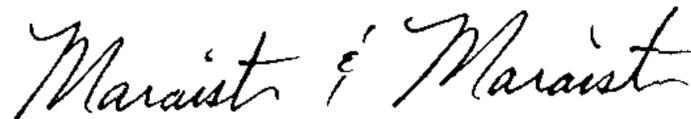
Internal Control Over Financial Statements

In planning and performing our audit, we considered the Village of Parks' internal control over financial reporting in order to determine our auditing procedures for the purpose of expressing our opinion on the financial statements and not to provide assurance on the internal control over financial reporting. However, we noted a certain matter involving the internal control over financial reporting and its operation that we consider to be a reportable condition. Reportable conditions involve matters coming to our attention relating to significant deficiencies in the design or operation of the internal control over financial reporting that, in our judgment, could adversely affect the Village of Parks' ability to record, process, summarize and report financial data consistent with the assertions of management in the financial statements.

The reportable condition is described in the accompanying schedule of prior and current audit findings as item 99-1.

A material weakness is a condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that misstatements in amounts that would be material in relation to the financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. Our consideration of the internal control over financial reporting would not necessarily disclose all matters in the internal control that might be reportable conditions and, accordingly, would not necessarily disclose all reportable conditions that are also considered to be material weaknesses. However, we believe that the reportable condition identified as item 99-1 in the schedule of prior and current audit findings is a material weakness.

This report is intended for the information of the management, federal awarding agencies and pass-through entities of the Village of Parks, Louisiana. However, this report is a matter of public record and its distribution is not limited.



MARAIST AND MARAIST
CERTIFIED PUBLIC ACCOUNTANTS

November 30, 1999

MARAIST & MARAIST

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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

To the Mayor and the Board
of Aldermen of the Village
of Parks, Louisiana

Compliance

We have audited the compliance of the Village of Parks, 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 its major federal program for the year ended June 30, 1999. The major federal program of the Village of Parks, Louisiana is 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 its major federal program is the responsibility of the Village of Parks' management. Our responsibility is to express an opinion on the Village of Parks' compliance based on our audit.

We conducted our audit of compliance in accordance with generally accepted auditing standards; the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States; and the provisions of Office of Management and Budget Circular A-133, "Audits of States, Local Governments, and Nonprofit 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 Village of Parks' 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 on the Village of Parks' compliance with those requirements.

In our opinion, the Village of Parks, Louisiana complied, in all material respects, with the requirements referred to above that are applicable to its major federal program for the year ended June 30, 1999.

Internal Control Over Compliance

The management of the Village of Parks, Louisiana 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 Village of Parks' internal control over compliance with 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 and to test and report on internal control over compliance in accordance with OMB Circular A-133.

Our consideration of the internal control over compliance would not necessarily disclose all matters in the internal control that might be material weaknesses. A material weakness is a condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that noncompliance with applicable requirements of laws, regulations, contracts and grants that would be material in relation to a major federal program being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. We noted no matters involving the internal control over compliance and its operation that we consider to be material weaknesses.

This report is intended for the information of management, and federal awarding agencies and pass-through entities of the Village of Parks, Louisiana. However, this report is a matter of public record and its distribution is not limited.

Maraist & Maraist

MARAIST AND MARAIST
CERTIFIED PUBLIC ACCOUNTANTS

November 30, 1999

VILLAGE OF PARKS
St. Martin Parish, Louisiana

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 1999

<u>FEDERAL GRANTOR/ PASS-THROUGH GRANTOR; PROGRAM TITLE</u>	<u>FEDERAL CFDA NUMBER</u>	<u>RECEIPTS OR REVENUE RECOGNIZED</u>	<u>DISBURSEMENTS/ EXPENDITURES</u>
U. S. Dept. of Housing and Urban Development thru the Louisiana Community Development Block Grant Program(Small Cities Program)	14.228	\$382,450	\$382,450
U. S. Dept. of Agriculture-Office of Rural Development(Community Facilities Grant)	10.766	15,000	15,000
Total		----- \$397,450 -----	----- \$397,450 -----

VILLAGE OF PARKS
St. Martin Parish, Louisiana

Schedule of Findings, Questioned Costs
and Management's Corrective Action Plan

Year Ended June 30, 1999

Part I: Summary of Auditors' Results:

1. An unqualified report was issued on the financial statements.
2. A reportable condition in internal control was disclosed by the audit of the financial statements, and it was considered to be a material weakness.
3. Material noncompliance was not disclosed.
4. No reportable conditions in internal control over the major program were disclosed by the audit of the financial statements.
5. An unqualified opinion was issued on compliance for the major program.
6. The audit disclosed no audit findings required to be reported under Section 510(a) of Circular A-133.
7. The major program was:

United States Department of Housing and Urban Development/
Louisiana Community Development Block Grant Program.
8. The dollar threshold used to distinguish between Type A and Type B programs, as described in Section 520(b) of Circular A-133 was \$300,000.
9. The auditee did not qualify as a low-risk auditee under Section 530 of Circular A-133.

Part II: Findings which are required to be reported in accordance with generally accepted government auditing standards:

99-1 Inadequate Segregation of Accounting Functions

Finding: Due to the limited number of administrative employees, the Village of Parks did not have a completely adequate segregation of functions within the accounting system.

Management's Corrective Action Plan: The management of the Village of Parks has determined that it is not cost effective to completely segregate accounting functions. No plan is considered necessary.

VILLAGE OF PARKS
St. Martin Parish, Louisiana

Schedule of Findings, Questioned Costs
and Management's Corrective Action Plan(Continued)

Year Ended June 30, 1999

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

There are no findings that are required to be reported under the above guidance.

Part IV: Management Letter Items:

There were no management letter items at June 30, 1998 or June 30, 1999.

VILLAGE OF PARKS
St. Martin Parish, Louisiana

Summary Schedule of Prior Audit Findings

Year Ended June 30, 1999

The audit findings at June 30, 1998 were as follows:

Section I: Internal Control and Compliance Material to the
Financial Statements

98-1 Inadequate Segregation of Accounting Functions

Finding: The Village of Parks did not have a completely adequate segregation of functions within the accounting system.

Status: Unresolved(See Item 99-1).