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TOWN OF OBERLIN, LOUISIANA

Financial Report

Year Ended June 30, 1999

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Release Date DEC 29 1999

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MANAGEMENT LETTER

The Honorable Phillip W. Beard, Mayor,
and Members of the Board of Aldermen
Town of Oberlin, Louisiana

We have completed our audit of the general purpose financial statements of the Town of Oberlin for the year ended June 30, 1999, and submit the following suggestion for your information and consideration in improving the efficiency and effectiveness of the operations of the Town of Oberlin's office:

1. Consideration should be given to increasing rates and/or decreasing expenses in order to generate a profit in the Water and Sewer Utility Fund.
2. The town should explore the possibility of obtaining more competitive rates for group insurance.

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

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

Lafayette, Louisiana
October 10, 1999

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INDEPENDENT AUDITORS' REPORT

The Honorable Phillip W. Beard, Mayor
and Members of the Board of Aldermen
Town of Oberlin, Louisiana

We have audited the accompanying general purpose financial statements of the Town of Oberlin, Louisiana, as of June 30, 1999 and for the year then ended. These general purpose financial statements are the responsibility of the Town's management. 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 Town of Oberlin, Louisiana, as of June 30, 1999, and the results of its operations and the cash flows of its proprietary fund types for the year then ended, in conformity with generally accepted accounting principles.

Our audit was conducted for the purpose of forming an opinion on the financial statements taken as a whole. The year 2000 supplementary information on page 27 is required by the Governmental Accounting Standards Board. We have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the supplementary information. However, we did not audit the information and do not express an opinion on it. In addition, we do not provide assurance the Town of Oberlin is or will become year 2000 compliant, that the Town's year 2000 remediation efforts will be successful in whole or in part, or that parties with which the Town does business are or will become year 2000 compliant.

The accompanying financial information listed as "Supplementary Information" (page 28-68) in the table of contents is presented for purposes of additional analysis and is not a required part of the general purpose financial statements of the Town of Oberlin, Louisiana. Such information, except for that portion marked "unaudited" on which we express no opinion, has been subjected to the auditing procedures applied in the audit of the general purpose financial statements and, in our opinion, is fairly stated in all material respects in relation to such general purpose financial statements taken as a whole.

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

In accordance with Government Auditing Standards, we have also issued a report dated October 6, 1999 on our consideration of the Town of Oberlin's compliance with laws, regulations, contracts and grants and on its internal control over financial reporting.

The financial information for the preceding year, which is included for comparative purposes was taken from the financial report for the year ended June 30, 1998, in which we expressed an unqualified opinion on the general purpose financial statements of the Town of Oberlin, Louisiana.

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

Lafayette, Louisiana
October 6, 1999

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

TOWN OF OBERLIN, LOUISIANA
 Combined Balance Sheet - All Fund Types and Account Groups
 June 30, 1999

	Governmental Fund Types				Proprietary Fund Type Enterprise	Account Groups			Totals (Memorandum Only) 1998
	General	Special		Capital Projects		General Fixed Assets	General		
		Revenue	Debt Service				Long-Term Debt		
ASSETS AND OTHER DEBITS									
Cash	\$106,752	\$30,983	\$ 57,373	\$ -	\$ 40,717	\$ -	\$ -	\$ 235,825	\$ 255,449
Interest-bearing deposits, at cost	24,987	43,588	191,766	33,799	62,878	-	-	357,018	296,780
Receivables:									
Taxes	85	9,172	237	-	-	-	-	9,494	13,197
Accounts	-	-	-	-	34,837	-	-	34,837	35,972
Accrued interest	242	323	800	189	672	-	-	2,226	2,251
Other	1,174	-	-	-	-	-	-	1,174	1,059
Due from other funds	6,414	-	-	-	15,735	-	-	22,149	22,149
Restricted assets:									
Cash	-	-	-	-	67,999	-	-	67,999	62,735
Interest-bearing deposits, at cost	-	-	-	-	48,617	-	-	48,617	48,876
Land	-	-	-	-	-	138,312	-	138,312	138,312
Buildings	-	-	-	-	-	308,631	-	308,631	308,631
Equipment	-	-	-	-	-	442,806	-	442,806	394,593
Improvements other than buildings	-	-	-	-	-	5,269	-	5,269	5,269
Utility property, plant and equipment	-	-	-	-	2,925,965	-	-	2,925,965	2,877,370
Accumulated depreciation	-	-	-	-	(1,117,855)	-	-	(1,117,855)	(1,061,393)
Amount available in debt service funds	-	-	-	-	-	-	250,176	250,176	169,967
Amount to be provided for retirement of general long-term debt	-	-	-	-	-	-	377,617	377,617	522,267
Total assets and other debits	\$139,654	\$84,066	\$250,176	\$33,988	\$2,079,565	\$895,018	\$627,793	\$4,110,260	\$4,093,484

(continued)

TOWN OF OBERLIN, LOUISIANA
 Combined Balance Sheet - All Fund Types and Account Groups (Continued)
 June 30, 1999

	Governmental Fund Types				Proprietary Fund Type Enterprise	Account Groups			Totals (Memorandum Only)	
	General	Special Revenue		Capital Projects		General Fixed Assets	Long-Term Debt	1999		1998
		Debt Service	Debt Service							
LIABILITIES, EQUITY AND OTHER CREDITS										
Liabilities:										
Accounts payable	\$ 12,421	\$ -	\$ -	\$ -	\$ 19,757	\$ -	\$ -	\$ 32,178	\$ 80,631	
Retainage payable	-	-	-	-	-	-	-	-	5,227	
Accrued liabilities	1,795	-	-	-	550	-	-	2,345	4,359	
Due to other funds	-	-	-	-	22,149	-	-	22,149	22,149	
Deferred revenue	8,853	-	-	-	-	-	-	8,853	-	
Payable from restricted assets -										
Revenue bonds payable	-	-	-	-	15,379	-	-	15,379	13,776	
Accrued interest payable	-	-	-	-	6,688	-	-	6,688	7,445	
Customers' deposits	-	-	-	-	62,615	-	-	62,615	60,500	
Certificates of indebtedness payable	-	-	-	-	-	420,000	-	420,000	460,000	
Sales tax bonds payable	-	-	-	-	-	90,793	-	90,793	100,234	
General obligation bonds payable	-	-	-	-	-	117,000	-	117,000	132,000	
Revenue bonds payable, net of current portion and unamortized bond issue costs	-	-	-	-	102,989	-	-	102,989	117,807	
Total liabilities	23,069	-	-	-	230,127	-	627,793	880,989	1,004,128	
Equity and other credits:										
Contributed capital	-	-	-	-	1,620,321	-	-	1,620,321	1,640,292	
Investment in general fixed assets	-	-	-	-	-	895,018	-	895,018	846,805	
Retained earnings -										
Reserved for revenue bond retirement	-	-	-	-	31,934	-	-	31,934	29,890	
Unreserved	-	-	-	-	197,183	-	-	197,183	187,427	
Total retained earnings	-	-	-	-	229,117	-	-	229,117	217,317	
Fund balances -										
Reserved for debt service	-	-	250,176	-	-	-	-	250,176	169,967	
Designated	-	-	33,988	-	-	-	-	33,988	34,785	
Unreserved, undesignated	116,585	84,066	-	-	-	-	-	200,651	180,190	
Total fund balances	116,585	84,066	250,176	33,988	-	-	-	484,815	384,942	
Total equity and other credits	116,585	84,066	250,176	33,988	1,849,438	895,018	-	3,229,271	3,089,356	
Total liabilities, equity and other credits	\$139,654	\$84,066	\$250,176	\$33,988	\$2,079,565	\$895,018	\$627,793	\$4,110,260	\$4,093,484	

The accompanying notes are an integral part of this statement.

TOWN OF OBERLIN, LOUISIANA

Combined Statement of Revenues, Expenditures, and Changes in Fund Balances -
All Governmental Fund Types
Year Ended June 30, 1999

	General	Special Revenue	Debt Service	Capital Projects	Totals (Memorandum Only)	
					1999	1998
Revenues:						
Taxes	\$ 58,497	\$141,069	\$ 31,759	\$ -	\$ 231,325	\$ 224,934
Licenses and permits	51,918	-	-	-	51,918	38,628
Intergovernmental	509,662	-	-	-	509,662	364,777
Fines and forfeits	29,267	-	-	-	29,267	28,521
Charges for services	-	1,460	-	-	1,460	1,443
Miscellaneous	19,227	1,739	6,751	1,358	29,075	39,295
Total revenues	<u>668,571</u>	<u>144,268</u>	<u>38,510</u>	<u>1,358</u>	<u>852,707</u>	<u>697,598</u>
Expenditures:						
Current -						
General government	122,807	4,822	355	-	127,984	118,527
Public safety -						
Police and fire	251,058	-	-	-	251,058	227,384
Streets	169,808	-	-	-	169,808	110,838
Debt service -						
Principal retirement	-	-	64,441	-	64,441	129,124
Interest and fiscal charges	-	-	46,056	-	46,056	55,525
Capital outlay	112,370	-	-	222	112,592	435,455
Total expenditures	<u>656,043</u>	<u>4,822</u>	<u>110,852</u>	<u>222</u>	<u>771,939</u>	<u>1,076,853</u>
Excess (deficiency) of revenues over expenditures	<u>12,528</u>	<u>139,446</u>	<u>(72,342)</u>	<u>1,136</u>	<u>80,768</u>	<u>(379,255)</u>
Other financing sources (uses):						
Operating transfers in	102,164	365	152,551	-	255,080	266,573
Operating transfers out	(97,865)	(136,177)	-	(1,933)	(235,975)	(309,457)
Total other financing sources (uses)	<u>4,299</u>	<u>(135,812)</u>	<u>152,551</u>	<u>(1,933)</u>	<u>19,105</u>	<u>(42,884)</u>
Excess (deficiency) of revenues and other sources over expenditures and other uses	16,827	3,634	80,209	(797)	99,873	(422,139)
Fund balances, beginning	<u>99,758</u>	<u>80,432</u>	<u>169,967</u>	<u>34,785</u>	<u>384,942</u>	<u>807,081</u>
Fund balances, ending	<u>\$ 116,585</u>	<u>\$ 84,066</u>	<u>\$ 250,176</u>	<u>\$ 33,988</u>	<u>\$ 484,815</u>	<u>\$ 384,942</u>

The accompanying notes are an integral part of this statement.

TOWN OF OBERLIN, LOUISIANA

Combined Statement of Revenues, Expenditures and Changes in Fund Balances -
Budget (GAAP Basis) and Actual -
All Governmental Fund Types
Year Ended June 30, 1999

	General Fund			Special Revenue Funds		
	Budget	Actual	Variance - Favorable (Unfavorable)	Budget	Actual	Variance - Favorable (Unfavorable)
Revenues:						
Taxes	\$ 56,700	\$ 58,497	\$ 1,797	\$140,000	\$141,069	\$ 1,069
Licenses and permits	35,000	51,918	16,918	-	-	-
Intergovernmental	470,956	509,662	38,706	-	-	-
Fines and forfeits	27,500	29,267	1,767	-	-	-
Charges for services	-	-	-	1,500	1,460	(40)
Miscellaneous	19,200	19,227	27	1,950	1,739	(211)
Total revenues	<u>609,356</u>	<u>668,571</u>	<u>59,215</u>	<u>143,450</u>	<u>144,268</u>	<u>818</u>
Expenditures:						
Current -						
General government	112,875	122,807	(9,932)	5,525	4,822	703
Public safety -						
Police	244,900	251,058	(6,158)	-	-	-
Streets	155,800	169,808	(14,008)	-	-	-
Debt service -						
Principal retirement	-	-	-	-	-	-
Interest and fiscal charges	-	-	-	-	-	-
Capital outlay	111,356	112,370	(1,014)	-	-	-
Total expenditures	<u>624,931</u>	<u>656,043</u>	<u>(31,112)</u>	<u>5,525</u>	<u>4,822</u>	<u>703</u>
Excess (deficiency) of revenues over expenditures	<u>(15,575)</u>	<u>12,528</u>	<u>28,103</u>	<u>137,925</u>	<u>139,446</u>	<u>1,521</u>
Other financing sources (uses):						
Operating transfers in	137,000	102,164	(34,836)	-	365	365
Operating transfers out	(97,500)	(97,865)	(365)	(126,590)	(136,177)	(9,587)
Total other financing sources (uses)	<u>39,500</u>	<u>4,299</u>	<u>(35,201)</u>	<u>(126,590)</u>	<u>(135,812)</u>	<u>(9,222)</u>
Excess (deficiency) of revenues and other sources over expenditures and other uses	23,925	16,827	(7,098)	11,335	3,634	(7,701)
Fund balances, beginning	<u>99,758</u>	<u>99,758</u>	<u>-</u>	<u>80,432</u>	<u>80,432</u>	<u>-</u>
Fund balances, ending	<u>\$123,683</u>	<u>\$116,585</u>	<u>\$ (7,098)</u>	<u>\$ 91,767</u>	<u>\$ 84,066</u>	<u>\$ (7,701)</u>

The accompanying notes are an integral part of this statement.

Debt Service Funds			Capital Projects Fund		
Budget	Actual	Variance - Favorable (Unfavorable)	Budget	Actual	Variance - Favorable (Unfavorable)
\$ 31,500	\$ 31,759	\$ 259	\$ -	\$ -	\$ -
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
6,400	6,751	351	1,465	1,358	(107)
<u>37,900</u>	<u>38,510</u>	<u>610</u>	<u>1,465</u>	<u>1,358</u>	<u>(107)</u>
-	355	(355)	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
64,441	64,441	-	-	-	-
46,826	46,056	770	-	-	-
-	-	-	300	222	78
<u>111,267</u>	<u>110,852</u>	<u>415</u>	<u>300</u>	<u>222</u>	<u>78</u>
<u>(73,367)</u>	<u>(72,342)</u>	<u>1,025</u>	<u>1,165</u>	<u>1,136</u>	<u>(29)</u>
147,940	152,551	4,611	-	-	-
-	-	-	(1,950)	(1,933)	17
<u>147,940</u>	<u>152,551</u>	<u>4,611</u>	<u>(1,950)</u>	<u>(1,933)</u>	<u>17</u>
74,573	80,209	5,636	(785)	(797)	(12)
<u>169,967</u>	<u>169,967</u>	<u>-</u>	<u>34,785</u>	<u>34,785</u>	<u>-</u>
<u>\$244,540</u>	<u>\$250,176</u>	<u>\$5,636</u>	<u>\$34,000</u>	<u>\$33,988</u>	<u>\$ (12)</u>

TOWN OF OBERLIN, LOUISIANA

Combined Statement of Revenues, Expenses, and Changes in Retained Earnings -
All Proprietary Fund Types
Years Ended June 30, 1999 and 1998

	Totals	
	<u>1999</u>	<u>1998</u>
Operating revenues:		
Charges for services -		
Gas sales	\$225,299	\$274,497
Water sales	137,995	137,428
Sewer sales	68,067	67,777
Delinquent charges	12,645	10,287
Miscellaneous	1,992	4,399
Total operating revenues	<u>445,998</u>	<u>494,388</u>
Operating expenses:		
Gas department	225,552	245,361
Water and sewer department	177,373	157,388
Gas department depreciation	6,279	7,997
Water and sewer department depreciation	50,183	52,566
Total operating expenses	<u>459,387</u>	<u>463,312</u>
Operating income (loss)	<u>(13,389)</u>	<u>31,076</u>
Nonoperating revenues (expenses):		
Grants	35,000	-
Interest income	4,017	3,836
Interest and fiscal charges	(14,694)	(16,128)
Loss on disposal of assets	-	(3,995)
Total nonoperating revenues (expenses)	<u>24,323</u>	<u>(16,287)</u>
Income before operating transfers	<u>10,934</u>	<u>14,789</u>
Operating transfers in (out):		
General Fund	(30,164)	(20,388)
Water and Sewer Utility Fund	(5,880)	819
Gas Utility Fund	5,880	(819)
Sales Tax Fund	10,000	-
Capital Projects Fund	1,059	63,272
Total operating transfers in (out)	<u>(19,105)</u>	<u>42,884</u>
Net income (loss)	<u>(8,171)</u>	<u>57,673</u>
Add: Depreciation of fixed assets acquired by funds externally restricted for capital acquisitions and construction that reduces contributed capital	<u>19,971</u>	<u>19,971</u>
Increase in retained earnings	11,800	77,644
Retained earnings, beginning	<u>217,317</u>	<u>139,673</u>
Retained earnings, ending	<u>\$229,117</u>	<u>\$217,317</u>

The accompanying notes are an integral part of this statement.

TOWN OF OBERLIN, LOUISIANA

Combined Statement of Cash Flows
All Proprietary Fund Types
Years Ended June 30, 1999 and 1998

	Totals	
	<u>1999</u>	<u>1998</u>
<i>Cash flows from operating activities:</i>		
Operating income (loss)	\$ (13,389)	\$ 31,076
 Adjustments to reconcile operating income to net cash provided by operating activities -		
Depreciation	56,462	60,563
Changes in current assets and liabilities:		
(Increase) decrease in accounts receivable	1,135	(5,612)
Increase (decrease) in accounts payable	5,786	(2,814)
Decrease in other accrued liabilities	(1,692)	(994)
Total adjustments	<u>61,691</u>	<u>51,143</u>
 Net cash provided by operating activities	 <u>48,302</u>	 <u>82,219</u>
 <i>Cash flows from noncapital financing activities:</i>		
Cash received from other funds	-	954
Operating transfers from other funds	28,031	72,364
Operating transfers to other funds	(47,136)	(29,480)
Net cash provided (used) by noncapital financing activities	<u>(19,105)</u>	<u>43,838</u>
 <i>Cash flows from capital and related financing activities:</i>		
Principal paid on revenue bond maturities	(13,776)	(12,292)
Interest paid on revenue bonds	(14,890)	(16,242)
Increase in customers' meter deposits	2,115	2,560
Acquisition of property, plant and equipment	(48,595)	(84,796)
Proceeds from grants	35,000	-
Net cash used by capital and related financing activities	<u>(40,146)</u>	<u>(110,770)</u>
 <i>Cash flows from investing activities:</i>		
Purchase of interest-bearing deposits	(111,495)	(78,422)
Proceeds from maturities of interest-bearing deposits	78,422	74,508
Interest received on interest-bearing deposits	3,864	3,915
Net cash provided (used) by investing activities	<u>\$ (29,209)</u>	<u>\$ 1</u>

(continued)

TOWN OF OBERLIN, LOUISIANA

Combined Statement of Cash Flows
All Proprietary Fund Types (Continued)
Years Ended June 30, 1999 and 1998

	Totals	
	<u>1999</u>	<u>1998</u>
Net increase (decrease) in cash and cash equivalents	\$ (40,158)	\$ 15,288
Cash and cash equivalents, beginning of period	<u>148,874</u>	<u>133,586</u>
Cash and cash equivalents, end of period	<u>\$ 108,716</u>	<u>\$ 148,874</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	\$ 86,139	\$ 75,837
Cash - restricted	62,735	57,749
Interest-bearing deposits - unrestricted	29,546	26,097
Interest-bearing deposits - restricted	48,876	48,411
Less: Interest-bearing deposits with a maturity over three months when purchased	<u>(78,422)</u>	<u>(74,508)</u>
Total cash and cash equivalents	<u>148,874</u>	<u>133,586</u>
Cash and cash equivalents, end of period -		
Cash - unrestricted	40,717	86,139
Cash - restricted	67,999	62,735
Interest-bearing deposits - unrestricted	62,878	29,546
Interest-bearing deposits - restricted	48,617	48,876
Less: Interest-bearing deposits with a maturity over three months when purchased	<u>(111,495)</u>	<u>(78,422)</u>
Total cash and cash equivalents	<u>108,716</u>	<u>148,874</u>
Net increase (decrease)	<u>\$ (40,158)</u>	<u>\$ 15,288</u>

The accompanying notes are an integral part of this statement.

TOWN OF OBERLIN, LOUISIANA

Notes to Financial Statements

(1) Summary of Significant Accounting Policies

The Town of Oberlin was incorporated under the provisions of the Lawrason Act. The Town operates under the Mayor-Board of Aldermen form of government.

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

The following is a summary of certain significant accounting policies:

A. Financial Reporting Entity

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

Based on the foregoing criteria, one governmental body is a related organization but is not part of the Town and is thus excluded from the accompanying financial statements. This organization is the Oberlin Housing Authority. Although the Town does appoint its board, no control is exercised over their operations.

B. Fund Accounting

The accounts of the Town of Oberlin 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. Account groups are reporting devices used to account for certain assets and liabilities of the governmental funds not recorded directly in those funds. The various funds are grouped, in the financial statements in this report, into five generic fund types and two broad fund categories as follows:

Governmental Fund Types -

General Fund

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

TOWN OF OBERLIN, LOUISIANA

Notes to Financial Statements (Continued)

Special Revenue Funds

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

Debt Service Funds

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

Capital Projects Fund

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

Proprietary Fund Types -

Enterprise Funds

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

C. Fixed Assets and Long-Term Liabilities

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

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

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

TOWN OF OBERLIN, LOUISIANA

Notes to Financial Statements (Continued)

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

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

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

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

Gas lines	10 - 60 years
Gas equipment	5 - 15 years
Water and sewer lines and sewer plant	16 - 70 years
Water and sewer equipment	2 - 10 years

D. Basis of Accounting

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

All of the Town's governmental funds are accounted for using the modified accrual basis of accounting. Their revenues are recognized when they become measurable and available as net current assets.

Sales taxes are considered "measurable" when in the hands of the Sales Tax Collector and are recognized as revenue at that time. Anticipated refunds of such taxes are recorded as liabilities and reductions of revenue when they are measurable and their validity seems certain. Ad valorem taxes are recognized as revenue in the year for which budgeted, that is, in the year in which such taxes are billed to taxpayers. Other major revenues that are considered susceptible to accrual include earned grant revenues and other intergovernmental revenues, charges for services and interest on interest-bearing deposits and investments. Franchise fees, licenses and permits, and fines are recognized when received because they are not objectively measurable.

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

TOWN OF OBERLIN, LOUISIANA

Notes to Financial Statements (Continued)

The proprietary funds are accounted for using the accrual basis of accounting whereby revenues are recognized when they are earned and expenses are recognized when incurred. Unbilled utility service receivables, resulting from utility services rendered between the date of meter reading and billing and the end of the month, are not recorded due to immateriality at June 30, 1999.

E. Budget and Budgetary Accounting

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

1. The Town Clerk prepares a proposed operating budget for the fiscal year and submits it to the Mayor and Board of Aldermen no later than fifteen days prior to the beginning of the fiscal year.
2. A summary of the proposed budget is published and the public notified that the proposed budget is available for public inspection. At the same time, a public hearing is called.
3. A public hearing is held on the proposed budget at least ten days after publication of the call for the hearing.
4. After the holding of the public hearing and completion of all action necessary to finalize and implement the budget, the budget is adopted through passage of a resolution prior to the commencement of the fiscal year for which the budget is being adopted.
5. Budgetary amendments involving the transfers of funds from one department, program or function to another or involving increases in expenditures resulting from revenues exceeding amounts estimated require the approval of the Board of Aldermen.
6. All budgetary appropriations lapse at the end of each fiscal year.
7. Budgets for all funds are adopted on a basis consistent with generally accepted accounting principles (GAAP). Budgeted amounts are as originally adopted or as finally amended by the Board of Aldermen.

F. Encumbrances

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

G. Interest-Bearing Deposits

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

TOWN OF OBERLIN, LOUISIANA

Notes to Financial Statements (Continued)

H. Statement of Cash Flows

For purposes of the statement of cash flows, the Enterprise Funds consider all highly liquid interest-bearing deposits (including restricted assets) with a maturity of three months or less when purchased to be cash equivalents.

I. Due to and Due From Other Funds

Interfund receivables and payables arise from interfund transactions and are recorded by all funds affected in the period in which transactions are executed.

J. Restricted Assets

The Utility Funds, based on certain bond covenants, are required to establish and maintain prescribed amounts of resources (consisting of cash and interest-bearing deposits) that can be used to service outstanding debt.

K. Bad Debts

Uncollectible amounts due for ad valorem taxes and customers' utility receivables are recognized as bad debts at the time information becomes available which would indicate the uncollectibility of the particular receivable. Although the specific charge-off method is not in conformity with generally accepted accounting principles (GAAP), no allowance for uncollectible receivables was made due to immateriality at June 30, 1999.

L. Vacation and Sick Leave

Vacation and sick leave are recorded as expenditures of the period in which paid. Each full-time, permanent employee earns five days of sick leave per year up to a maximum of thirty days for major illness. Employees who resign or retire or who are dismissed from employment shall not be paid for any accrued sick leave. Five days of annual leave are earned on the anniversary date of employment of each full-time, permanent employee with less than two full years of service with the municipality as a full-time, permanent employee. Ten days of annual leave are earned by such employees after two full years as a full-time, permanent employee. Fifteen days of annual leave are earned after ten full years and twenty days of annual leave are earned after twenty full years of employment as full time permanent employees. Employees may not carry over or accumulate annual leave or sick leave from one anniversary date to another. Any liability the Town might have in this regard at June 30, 1999, is considered immaterial; therefore, no liability has been recorded in the accounts.

M. Capitalization of Interest Expense

It is the policy of the Town of Oberlin to capitalize material amounts of interest resulting from borrowings in the course of the construction of fixed assets. At June 30, 1999, there were no material expenditures for capitalized assets under construction and no capitalized interest expense was recorded on the books.

TOWN OF OBERLIN, LOUISIANA

Notes to Financial Statements (Continued)

N. Total Columns on Combined Statements - Overview

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

O. Amortization of Water and Sewer Refunding Bond Expense

The cost of issuance of the refunding bonds are being amortized, on the straight-line method, over the life of the bonds.

P. Comparative Data

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

(2) Cash and Interest-Bearing Deposits

Under state law, the Town may deposit funds within a fiscal agent bank organized under the laws of the State of Louisiana, the laws of any other state in the Union, or the laws of the United States. The Town may invest in certificates and time deposits of the state banks organized under Louisiana law and national banks having principal offices in Louisiana. At June 30, 1999, the Town had cash and interest-bearing deposits (book balances) totaling \$709,459, as follows:

Demand deposits	\$ 303,824
Time deposits	<u>405,635</u>
Total	<u>\$ 709,459</u>

TOWN OF OBERLIN, LOUISIANA

Notes to Financial Statements (Continued)

The deposits are stated at cost, which approximates market. Under state law, these deposits (or the resulting bank balances) must be secured by federal deposit insurance or the pledge of securities owned by the fiscal agent bank. The market value of the pledged securities plus the federal deposit insurance must at all times equal the amount on deposit with the fiscal agent bank. These securities are held in the name of the pledging fiscal agent bank in a holding or custodial bank that is mutually acceptable to both parties. Deposit balances (bank balances) at June 30, 1999, were secured as follows:

Bank balances	<u>\$ 727,175</u>
Federal deposit insurance	300,233
Pledged securities (Category 3)	<u>426,942</u>
Total federal insurance and pledged securities	<u><u>\$ 727,175</u></u>

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

(3) Ad Valorem Taxes

Ad valorem taxes attach as an enforceable lien on property as of January 1 of each year. Taxes are levied by the Town in September or October and are actually billed to taxpayers in December. Billed taxes become delinquent on January 1 of the following year. The Town bills and collects its own property taxes using the assessed values determined by the Tax Assessor of Allen Parish. Property tax revenues are recognized when levied to the extent that they result in current receivables.

For the year ended June 30, 1999, taxes of 11.74 mills were levied on property with assessed valuations totaling \$3,694,790 and were dedicated as follows:

General corporate purposes	3.09 Mills
Debt service	<u>8.65 Mills</u>
Total	<u><u>11.74 Mills</u></u>

The total taxes levied were \$43,377. Ad valorem tax receivable at June 30, 1999 amounted to \$322.

TOWN OF OBERLIN, LOUISIANA

Notes to Financial Statements (Continued)

(4) Interfund Receivables, Payables

	<u>Interfund Receivables</u>	<u>Interfund Payables</u>
General Fund	\$ 6,414	\$ -
Utility Funds:		
Gas Utility Fund	-	17,119
Water and Sewer Utility Fund	<u>15,735</u>	<u>5,030</u>
Totals	<u>\$22,149</u>	<u>\$22,149</u>

(5) Restricted Assets - Proprietary Fund Types

Restricted assets were applicable to the following at June 30:

	<u>1999</u>	<u>1998</u>
Water and sewer bond interest sinking fund	\$ 23,032	\$ 23,010
Water and sewer reserve fund	14,898	13,464
Water and sewer depreciation and contingency fund	16,071	14,637
Customers' deposits - gas	25,540	25,280
Customers' deposits - water and sewer	<u>37,075</u>	<u>35,220</u>
Totals	<u>\$116,616</u>	<u>\$111,611</u>

(6) Changes in Fixed Assets

A summary of changes in general fixed assets follows:

	<u>Balance 07/01/98</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance 06/30/99</u>
Land	\$ 138,312	\$ -	\$ -	\$ 138,312
Buildings	308,631	-	-	308,631
Equipment	394,593	65,697	17,484	442,806
Improvements other than buildings	<u>5,269</u>	<u>-</u>	<u>-</u>	<u>5,269</u>
Total general fixed assets	<u>\$ 846,805</u>	<u>\$ 65,697</u>	<u>\$ 17,484</u>	<u>\$ 895,018</u>

TOWN OF OBERLIN, LOUISIANA
Notes to Financial Statements (Continued)

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

Land	\$ 7,224
Gas system and improvements	320,776
Water and sewer system and improvements	<u>2,597,965</u>
Total	2,925,965
 Less: Accumulated depreciation	 <u>(1,117,855)</u>
Net property, plant and equipment	 <u><u>\$1,808,110</u></u>

(7) Changes in Long-Term Debt

The following is a summary of long-term debt transactions of the Town of Oberlin for the year ended June 30, 1999.

	<u>Certificates of Indebtedness</u>	<u>General Obligation Bonds</u>	<u>Utility Revenue Bonds</u>	<u>Total</u>
Long-term debt payable, July 1, 1998	\$460,000	\$232,234	\$135,371	\$827,605
Long-term debt issued	-	-	-	-
Long-term debt retired	<u>(40,000)</u>	<u>(24,441)</u>	<u>(13,776)</u>	<u>(78,217)</u>
Long-term debt payable, June 30, 1999	<u><u>\$420,000</u></u>	<u><u>\$207,793</u></u>	<u><u>\$121,595</u></u>	<u><u>\$749,388</u></u>

TOWN OF OBERLIN, LOUISIANA

Notes to Financial Statements (Continued)

Bonds payable at June 30, 1999, are comprised of the following individual issues:

Certificates of indebtedness -

Certificates of Indebtedness Series

1997 dated June 1, 1997; due in annual installments of \$40,000 to \$60,000 through June 1, 2007; interest at 5.5 percent, secured by General Fund revenues

\$420,000

General obligation bonds -

\$152,251 Sales Tax Revenue Refunding Bonds dated April 1, 1989; due in annual installments of \$3,407 to \$19,902 through April 1, 2005; interest at 11.0 percent; secured by a pledge of the Town's 1978 one percent sales tax

\$ 90,793

\$275,000 General Obligation Bonds Series 1990 dated March 1, 1990; due in annual installments of \$9,000 to \$65,000 through March 1, 2005; interest at 10.0 percent declining to 7.4 percent, secured by levy and collection of ad valorem taxes

117,000

Total

\$207,793

Utility Revenue Bonds -

\$208,845 Sewer and Waterworks Revenue Refunding Bonds dated April 1, 1989; due in annual installments of \$5,276 to \$25,743 through April 1, 2005; interest at 11.0 percent.

\$ 121,595

Less: Unamortized bond discount

(3,227)

Net Utility Revenue Bonds Payable

\$ 118,368

TOWN OF OBERLIN, LOUISIANA

Notes to Financial Statements (Continued)

The annual requirements to amortize all debt outstanding as of June 30, 1999, including interest payments of \$231,073, are as follows:

Year Ending June 30,	Certificates of Indebtedness	General Obligation Bonds	Revenue Bonds	Total
2000	\$ 68,100	\$ 45,486	\$ 28,754	\$142,340
2001	65,625	45,652	28,801	140,078
2002	68,150	45,684	28,804	142,638
2003	65,400	46,601	28,768	140,769
2004	67,650	47,329	28,690	143,669
2005-2007	194,525	47,867	28,575	270,967
	<u>\$529,450</u>	<u>\$278,619</u>	<u>\$172,392</u>	<u>\$980,461</u>

(8) Flow of Funds; Restrictions on Use - Utilities Revenue

Sewer and Waterworks Refunding Bond

Under the terms of the bond agreements on outstanding Sewer and Waterworks Revenue Refunding Bonds dated April 1, 1989, all revenues derived from operation of the Water and Sewer Utility System will be pledged and dedicated to the retirement of said bonds after payment of all reasonable and necessary expenses of administering, operating and maintaining the water and sewer system.

Each month there will be set aside into a revenue bond and interest sinking fund account an amount consisting of 1/6 of the interest falling due on the next interest payment date and 1/12 of the principal falling due on the next principal payment date.

There shall also be set aside into a revenue bond reserve fund, an amount equal to 5 percent of the amount paid into the revenue bond and interest sinking fund account until such time as there has been accumulated in said reserve fund a sum equal to the highest combined principal and interest falling due in any preceding bond year.

Each month there will be set aside into a revenue bond depreciation and contingency fund an amount equal to 5 percent of the amount paid into the revenue bond and interest sinking fund. Money in the contingency fund may also be used to pay the principal and interest of the bonds for the payment of which there is not sufficient money in the revenue bond and interest sinking fund or the reserve fund.

TOWN OF OBERLIN, LOUISIANA

Notes to Financial Statements (Continued)

(9) Dedication of Proceeds and Flow of Funds - 1978 and 1989 Sales and Use Tax

Proceeds of a 1% sales and use tax levied by the Town of Oberlin (1999 collections \$107,684, 1998 collections \$105,093) are dedicated to the following purposes:

To be used for the purposes of constructing, acquiring, extending, improving, operating and/or maintaining sewers and sewerage disposal works, waterworks, streets, recreational facilities and fire protection facilities and equipment, and purchasing and acquiring the necessary land, equipment and furnishings for any of the aforesaid public works, improvements and facilities, or for any one or more said purposes; and shall the Town be further authorized to fund the proceeds of the tax into bonds to be issued in series from time to time for the purpose of defraying the costs of constructing, improving, and/or acquiring any one or more of the aforesaid capital improvements to the extent and in the manner permitted by the laws of Louisiana.

Proceeds of a .3% sales and use tax originally approved by the voters of the Town on October 7, 1989 and levied by the Town of Oberlin for fifteen years from the date of the first levy (1999 collections \$33,385, 1998 collections \$32,582) are dedicated to the following purposes:

Seventy percent to be used for constructing, improving, maintaining and operating public streets, sidewalks, and alleys. Thirty percent to be used for acquiring, constructing, improving, maintaining and operating recreational facilities. The Town of Oberlin shall be further authorized to fund the proceeds of the tax into bonds to be issued into series from time to time for any capital purpose described above, to the extent and in the manner provided by Louisiana Law.

(10) Retirement Commitments

All employees of the Town of Oberlin participate in the Social Security System. The Town and its employees contribute a percentage of each employee's salary to the System (7.65% contributed by the Town, 7.65% by the employees). The Town's contributions during the year ended June 30, 1999, amounted to \$25,240.

The Chief-of-Police and one police officer belong to the Municipal and State Police Retirement System. This System is a multiple-employer public employee retirement system (PERS), controlled and administered by a separate board of trustees. Pertinent information relative to the plan follows.

Municipal Police Employees' Retirement System of Louisiana

Plan members are required to contribute 7.5 percent of their annual covered salary to the system while the Town is required to contribute the statutory rate of 9.0 percent of the total annual covered salary. The Town's contributions to the system for the years ended June 30, 1999, 1998, and 1997 were \$2,268, \$2,268, and \$2,244, respectively, equal to the required contribution for each year.

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

TOWN OF OBERLIN, LOUISIANA

Notes to Financial Statements (Continued)

(11) Segment Information - Enterprise Fund

The Town of Oberlin maintains two utility departments within its two enterprise funds which provide gas, water, and sewer services. Segment information for the year ended June 30, 1999, is as follows:

	<u>Gas Department</u>	<u>Water and Sewer Department</u>	<u>Total Enterprise Fund</u>
Operating revenues	\$232,490	\$213,508	\$445,998
Operating expenses	<u>231,831</u>	<u>227,556</u>	<u>459,387</u>
Operating income (loss)	<u>\$ 659</u>	<u>\$ (14,048)</u>	<u>\$ (13,389)</u>

(12) Pending Litigation

There were no lawsuits pending against the Town of Oberlin involving monetary liability at June 30, 1999.

(13) Designated Fund Balance

The fund balance of \$33,988 in the Capital Projects Fund is designated for improvements to the Town's parks and recreation department.

(14) Contributed Capital

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

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

	<u>Municipality</u>	<u>Federal Grants</u>	<u>Total</u>
Total contributed capital	\$501,863	\$1,265,379	\$1,767,242
Less: Accumulated amortization	<u>-</u>	<u>146,921</u>	<u>146,921</u>
Net contributed capital	<u>\$501,863</u>	<u>\$1,118,458</u>	<u>\$1,620,321</u>

TOWN OF OBERLIN, LOUISIANA

Notes to Financial Statements (Continued)

(15) Compensation of Town Officials

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

Mayor:	
Phillip Beard	\$7,200
Aldermen:	
Dorothy J. Akins	1,800
Dewith Carrier	1,800
Bobby Thomas	1,800
Sally Pitre	1,800
Gary Marcantel	<u>1,800</u>
Total	<u>\$16,200</u>

(16) Risk Management

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

(17) Prior Year Debt Defeasance

In prior years, the Town defeased \$67,000 of outstanding Public Improvement Bonds, Series ST-1990 by creating a separate irrevocable trust fund. The investments and fixed earnings from the investments are sufficient to fully service the defeased debt until the debt is called or matures. For financial reporting purposes, the debt has been considered defeased and therefore, has been removed as a liability from the Town's General Long-Term Debt Account Group. As of June 30, 1999, the amount of defeased general obligation debt outstanding but removed from the General Long-Term Debt Group amounted to \$54,000.

SUPPLEMENTARY INFORMATION

TOWN OF OBERLIN, LOUISIANA

Impact of Year 2000 on Computer Programs (Unaudited)

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 Town's computer programs that have time sensitive software may recognize a date using "00" as the year 1900 rather than the year 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 Town has completed an inventory of computer systems and other electronic equipment that may be affected by the year 2000 issue and that are necessary to conducting Town operations and have identified such systems as being the Town's general ledger and utility billing systems.

- The Town's systems have been assessed and are currently in the process of being remediated and validated.

There are no remaining contracted amounts committed to this project as of June 30, 1999.

Because of the unprecedented nature of the Year 2000 issue, its effects and the success of related remediation efforts will not be fully determinable until the year 2000 and thereafter. Management cannot assure that the Town is or will be Year 2000 ready, that the Town's remediation efforts will be successful in whole or in part, or that the parties with whom the Town does business will be year 2000 ready. The Town is utilizing external resources to identify and test the systems for Year 2000 compliance.

SCHEDULES OF INDIVIDUAL FUNDS AND ACCOUNT GROUPS

GENERAL FUND

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

TOWN OF OBERLIN, LOUISIANA
GENERAL FUND

Comparative Balance Sheet
June 30, 1999 and 1998

	<u>1999</u>	<u>1998</u>
ASSETS		
Cash	\$106,752	\$ 84,098
Interest-bearing deposits, at cost	24,987	23,932
Receivables:		
Ad valorem taxes	85	110
Accrued interest	242	277
Other	1,174	1,059
Due from other funds	<u>6,414</u>	<u>6,414</u>
Total assets	<u><u>\$139,654</u></u>	<u><u>\$115,890</u></u>
LIABILITIES AND FUND BALANCES		
Liabilities:		
Accounts payable	\$ 12,421	\$ 14,015
Accrued liabilities	1,795	2,117
Deferred revenue	<u>8,853</u>	<u>-</u>
Total liabilities	23,069	16,132
Fund balances:		
Unreserved, undesignated	<u>116,585</u>	<u>99,758</u>
Total liabilities and fund balances	<u><u>\$139,654</u></u>	<u><u>\$115,890</u></u>

TOWN OF OBERLIN, LOUISIANA
General Fund

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

	1999		Variance - Favorable (Unfavorable)	1998 Actual
	Budget	Actual		
Revenues:				
Taxes	\$ 56,700	\$ 58,497	\$ 1,797	\$ 55,307
Licenses and permits	35,000	51,918	16,918	38,628
Intergovernmental	470,956	509,662	38,706	364,777
Fines and forfeits	27,500	29,267	1,767	28,521
Miscellaneous	19,200	19,227	27	18,877
Total revenues	<u>609,356</u>	<u>668,571</u>	<u>59,215</u>	<u>506,110</u>
Expenditures:				
Current -				
General government	112,875	122,807	(9,932)	105,707
Public safety - police	244,900	251,058	(6,158)	227,384
Highways and streets	155,800	169,808	(14,008)	110,838
Capital outlay	111,356	112,370	(1,014)	17,083
Total expenditures	<u>624,931</u>	<u>656,043</u>	<u>(31,112)</u>	<u>461,012</u>
Excess (deficiency) of revenues over expenditures	<u>(15,575)</u>	<u>12,528</u>	<u>28,103</u>	<u>45,098</u>
Other financing sources (uses):				
Transfer from Utility Funds	60,000	30,164	(29,836)	20,388
Transfer from Sales Tax Fund	77,000	72,000	(5,000)	94,000
Transfer from Cemetery Fund	-	-	-	56
Transfer to Cemetery Fund	-	(365)	(365)	-
Transfer to Debt Service Fund	(97,500)	(97,500)	-	(97,729)
Total other financing sources (uses)	<u>39,500</u>	<u>4,299</u>	<u>(35,201)</u>	<u>16,715</u>
Excess of revenues and other sources over expenditures and other uses	23,925	16,827	(7,098)	61,813
Fund balances, beginning	<u>99,758</u>	<u>99,758</u>	<u>-</u>	<u>37,945</u>
Fund balances, ending	<u>\$ 123,683</u>	<u>\$ 116,585</u>	<u>\$ (7,098)</u>	<u>\$ 99,758</u>

TOWN OF OBERLIN, LOUISIANA
General Fund

Statement of Revenues Compared to Budget (GAAP Basis)
Year Ended June 30, 1999
With Comparative Actual Amounts for Year Ended June 30, 1998

	1999		Variance - Favorable (Unfavorable)	1998 Actual
	Budget	Actual		
Taxes:				
Ad valorem	\$ 11,200	\$ 11,147	\$ (53)	\$ 11,365
Franchise -				
Electric	31,000	32,274	1,274	30,644
Telephone	8,000	8,291	291	7,390
Cable	6,500	6,785	285	5,908
Total taxes	<u>56,700</u>	<u>58,497</u>	<u>1,797</u>	<u>55,307</u>
Licenses and permits	<u>35,000</u>	<u>51,918</u>	<u>16,918</u>	<u>38,628</u>
Intergovernmental:				
State of Louisiana -				
Grants	45,000	67,808	22,808	55,308
Tobacco taxes	9,406	9,406	-	9,406
Beer taxes	5,500	5,256	(244)	4,707
Video poker	15,500	16,660	1,160	16,159
Casino revenue	384,500	401,441	16,941	269,832
Allen Parish Police Jury	11,050	9,091	(1,959)	9,365
Total intergovernmental	<u>470,956</u>	<u>509,662</u>	<u>38,706</u>	<u>364,777</u>
Fines and forfeits	<u>27,500</u>	<u>29,267</u>	<u>1,767</u>	<u>28,521</u>
Miscellaneous:				
Interest on interest-bearing accounts	1,100	1,019	(81)	1,099
Sale of fixed assets	600	633	33	-
Other sources	17,500	17,575	75	17,778
Total miscellaneous	<u>19,200</u>	<u>19,227</u>	<u>27</u>	<u>18,877</u>
Total revenues	<u><u>\$609,356</u></u>	<u><u>\$668,571</u></u>	<u><u>\$ 59,215</u></u>	<u><u>\$506,110</u></u>

TOWN OF OBERLIN, LOUISIANA
General Fund

Statement of Expenditures Compared to Budget (GAAP Basis)
Year Ended June 30, 1999
With Comparative Actual Amounts for Year Ended June 30, 1998

	1999		Variance - Favorable (Unfavorable)	1998 Actual
	Budget	Actual		
Current:				
General government -				
Salaries - Mayor and council	\$ 16,200	\$ 16,200	\$ -	\$ 16,200
Other salaries	25,000	32,411	(7,411)	21,256
Payroll taxes	4,000	3,965	35	3,322
Utilities and telephone	3,425	4,225	(800)	2,604
Travel	1,300	1,176	124	799
Advertising	1,500	1,923	(423)	1,144
Repairs and maintenance	2,000	1,007	993	1,897
Professional fees	22,000	18,511	3,489	21,904
Insurance	2,100	2,622	(522)	2,082
Health insurance	20,100	23,372	(3,272)	17,697
Office supplies	7,500	7,362	138	8,941
Uniforms	-	1,189	(1,189)	-
Bank charges	250	-	250	217
Miscellaneous	7,500	8,844	(1,344)	7,644
Total general government	<u>112,875</u>	<u>122,807</u>	<u>(9,932)</u>	<u>105,707</u>
Public safety:				
Police and fire -				
Salaries	131,500	128,583	2,917	126,024
Payroll taxes	12,000	11,569	431	9,889
Health insurance	59,900	70,349	(10,449)	52,680
Retirement	2,500	2,268	232	1,921
Repairs and maintenance	5,100	4,014	1,086	6,034
Utilities and telephone	3,900	3,633	267	4,155
Insurance	3,000	2,913	87	3,035
Professional fees	-	1,009	(1,009)	-
Auto expenditures	7,000	6,222	778	8,188
Uniforms and supplies	8,500	8,071	429	8,743
Dog pound expenses	-	1,402	(1,402)	-
Boarding prisoners	-	1,359	(1,359)	-
Training	500	500	-	-
Miscellaneous	11,000	9,166	1,834	6,715
Total public safety	<u>244,900</u>	<u>251,058</u>	<u>(6,158)</u>	<u>227,384</u>

(continued)

TOWN OF OBERLIN, LOUISIANA
General Fund

Statement of Expenditures Compared to Budget (GAAP Basis) (Continued)
Year Ended June 30, 1999
With Comparative Actual Amounts for Year Ended June 30, 1998

	1999		Variance - Favorable (Unfavorable)	1998 Actual
	Budget	Actual		
Highways and streets -				
Salaries	\$ 19,300	\$ 35,492	(16,192)	\$ 16,530
Payroll taxes	1,700	2,749	(1,049)	1,447
Supplies, materials and repairs	90,000	78,216	11,784	47,476
Auto and truck expenditures	300	184	116	328
Utilities	4,000	4,522	(522)	4,412
Insurance	3,500	2,913	587	3,415
Street lighting	17,200	17,308	(108)	16,994
Health insurance	8,800	16,257	(7,457)	7,706
Tractor lease	9,000	8,299	701	10,048
Miscellaneous	2,000	3,868	(1,868)	2,482
Total highways and streets	<u>155,800</u>	<u>169,808</u>	<u>(14,008)</u>	<u>110,838</u>
Capital outlay:				
General government -				
Equipment	8,000	7,940	60	10,152
Public safety -				
Police vehicle	23,300	23,282	18	6,047
Fire department equipment	-	-	-	884
Streets -				
Street improvements	15,000	14,866	134	-
Vehicles	20,000	19,575	425	-
Culture and recreation -				
Park improvements	30,056	31,807	(1,751)	-
Playground equipment	15,000	14,900	100	-
Total capital outlay	<u>111,356</u>	<u>112,370</u>	<u>(1,014)</u>	<u>17,083</u>
Total expenditures	<u>\$624,931</u>	<u>\$656,043</u>	<u>\$ (31,112)</u>	<u>\$461,012</u>

SPECIAL REVENUE FUNDS

Sales Tax Fund – To account for the receipt and use of proceeds of the Town's 1% sales and use tax approved by the voters on September 16, 1978. These taxes are dedicated and used for the purposes of constructing, acquiring, extending, improving, operating water-works, streets, recreational facilities and fire protection facilities and equipment, and purchasing and acquiring the necessary land, equipment and furnishings for any of the aforesaid public works, improvements and facilities, or for any one or more said purposes; and shall the Town be further authorized to fund the proceeds of the tax into bonds to be issued in series from time to time for improving and/or acquiring any one or more of the aforesaid capital improvements to the extent and in the manner permitted by the laws of Louisiana. To account for the receipt and use of proceeds of the Town's .3% sales and use tax approved by the voters on October 7, 1989. These taxes are dedicated and used for the purposes of constructing, improving, maintaining and operating public streets, sidewalks, and alleys and for acquiring, constructing, improving, maintaining and operating recreational facilities. The Town shall be further authorized to fund the proceeds of the tax into bonds to be issued into series from time to time for any capital purpose described above, to the extent and in the manner provided by Louisiana law.

Cemetery Fund – Monies in this fund are received from sales of burial spaces. The cost of improvements to the cemetery grounds are accounted for in this fund.

TOWN OF OBERLIN, LOUISIANA
Special Revenue Funds

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

	Sales Tax	Cemetery	Totals	
			1999	1998
ASSETS				
Cash	\$29,513	\$ 1,470	\$30,983	\$25,473
Interest-bearing deposits, at cost	37,424	6,164	43,588	41,781
Receivables:				
Sales taxes	9,172	-	9,172	390
Interest	292	31	323	12,788
 Total assets	 \$76,401	 \$ 7,665	 \$84,066	 \$80,432
FUND BALANCES				
Fund balances:				
Unreserved, undesignated	\$76,401	\$ 7,665	\$84,066	\$80,432

TOWN OF OBERLIN, LOUISIANA
Special Revenue Funds

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

	<u>Sales</u>	<u>Cemetery</u>	<u>Totals</u>	
	<u>Tax</u>		<u>1999</u>	<u>1998</u>
Revenues:				
Taxes	\$ 141,069	\$ -	\$141,069	\$137,675
Charges for services	-	1,460	1,460	1,443
Miscellaneous	1,504	235	1,739	1,937
Total revenues	<u>142,573</u>	<u>1,695</u>	<u>144,268</u>	<u>141,055</u>
Expenditures:				
Current -				
General government	<u>2,997</u>	<u>1,825</u>	<u>4,822</u>	<u>4,893</u>
Excess (deficiency) of revenues over expenditures	<u>139,576</u>	<u>(130)</u>	<u>139,446</u>	<u>136,162</u>
Other financing sources (uses):				
Transfer from General Fund	-	365	365	-
Transfer to General Fund	(72,000)	-	(72,000)	(94,056)
Transfer to Utility Fund	(10,000)	-	(10,000)	-
Transfer to Debt Service Funds	(54,177)	-	(54,177)	(46,473)
Total other financing sources (uses)	<u>(136,177)</u>	<u>365</u>	<u>(135,812)</u>	<u>(140,529)</u>
Excess (deficiency) of revenues and other sources over expenditures and other uses	3,399	235	3,634	(4,367)
Fund balances, beginning	<u>73,002</u>	<u>7,430</u>	<u>80,432</u>	<u>84,799</u>
Fund balances, ending	<u>\$ 76,401</u>	<u>\$ 7,665</u>	<u>\$ 84,066</u>	<u>\$ 80,432</u>

TOWN OF OBERLIN, LOUISIANA
Special Revenue Funds

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

	Sales Tax		Cemetery		Totals	
	Budget	Actual	Budget	Actual	Budget	Actual
Revenues:						
Taxes	\$ 140,000	\$ 141,069	\$ -	\$ -	\$ 140,000	\$ 141,069
Charges for services	-	-	1,500	1,460	1,500	1,460
Miscellaneous	1,700	1,504	250	235	1,950	1,739
Total revenues	<u>141,700</u>	<u>142,573</u>	<u>1,750</u>	<u>1,695</u>	<u>143,450</u>	<u>144,268</u>
						Variance - Favorable (Unfavorable)
		\$ 1,069	\$ -	\$ -	\$ -	\$ 1,069
		-	1,500	1,460	(40)	(40)
		(196)	250	235	(15)	(211)
		873	1,750	1,695	(55)	818
Expenditures:						
Current -						
General government:						
Collection fees	3,800	2,997	-	-	3,800	2,997
Salaries	-	-	950	975	950	975
Payroll taxes	-	-	75	73	75	73
Insurance	-	-	700	777	700	777
Total general government	<u>3,800</u>	<u>2,997</u>	<u>1,725</u>	<u>1,825</u>	<u>5,525</u>	<u>4,822</u>
Excess (deficiency) of revenues over expenditures	<u>137,900</u>	<u>139,576</u>	<u>25</u>	<u>(130)</u>	<u>137,925</u>	<u>139,446</u>
Other financing sources (uses):						
Transfer from General Fund	-	-	-	365	-	365
Transfer to General Fund	(77,000)	(72,000)	-	-	(77,000)	(72,000)
Transfer to Utility Fund	-	(10,000)	-	-	-	(10,000)
Transfer to Debt Service Funds	(49,590)	(54,177)	-	-	(49,590)	(54,177)
Total other financing sources (uses)	<u>(126,590)</u>	<u>(136,177)</u>	<u>-</u>	<u>365</u>	<u>(126,590)</u>	<u>(135,812)</u>
Excess of revenues and other sources over expenditures and other uses	<u>11,310</u>	<u>3,399</u>	<u>25</u>	<u>235</u>	<u>11,335</u>	<u>3,634</u>
Fund balances, beginning	<u>73,002</u>	<u>73,002</u>	<u>7,430</u>	<u>7,430</u>	<u>80,432</u>	<u>80,432</u>
Fund balances, ending	<u>\$ 84,312</u>	<u>\$ 76,401</u>	<u>\$ 7,455</u>	<u>\$ 7,665</u>	<u>\$ 91,767</u>	<u>\$ 84,066</u>
						Variance - Favorable (Unfavorable)
		1,676	25	(130)	(155)	1,521
		-	-	365	365	365
		5,000	-	-	(10,000)	5,000
		(10,000)	-	-	(10,000)	(10,000)
		(4,587)	-	-	(49,590)	(4,587)
		(9,587)	-	365	(126,590)	(9,222)
		(7,911)	25	235	11,335	(7,701)
		-	7,430	7,430	80,432	-
		\$ (7,911)	\$ 7,455	\$ 7,665	\$ 91,767	\$ (7,701)

DEBT SERVICE FUNDS

Certificates of Indebtedness, Series 1997 – To accumulate monies for payment of the \$500,000 *Certificates of Indebtedness*. Debt service is financed from General Fund and sales tax revenue.

Sales Tax Refunding Bond, Series 1989 – To accumulate monies for the payment of the \$152,851 Public Improvement Bonds. Debt service is financed from proceeds of the Town's 1% 1978 sales and use tax.

General Obligation Bonds, Series 1990 – To accumulate monies for payment of the \$175,000 General Obligation Street Improvement Bonds. Debt service is financed by the levy of ad valorem taxes assessed on all properties and improvements in the Town of Oberlin.

TOWN OF OBERLIN, LOUISIANA
Debt Service Funds

Combining Balance Sheet

June 30, 1999

With Comparative Totals for June 30, 1999

	Certificates of Indebtedness Series 1997	Sales Tax Refunding Bonds Series 1989	General Obligation Series 1990	Totals
	1999	1999	1999	1998
ASSETS				
Cash	\$ -	\$ 13,208	\$ 44,165	\$ 58,814
Interest-bearing deposits	138,351	18,184	35,231	110,220
Receivables:				
Taxes	-	-	237	299
Interest	<u>432</u>	<u>209</u>	<u>159</u>	<u>634</u>
Total assets	<u>\$ 138,783</u>	<u>\$ 31,601</u>	<u>\$ 79,792</u>	<u>\$ 169,967</u>
FUND BALANCES				
Fund balances:				
Reserved for debt service	<u>\$ 138,783</u>	<u>\$ 31,601</u>	<u>\$ 79,792</u>	<u>\$ 169,967</u>

TOWN OF OBERLIN, LOUISIANA
Debt Service Funds

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

	Certificates of Indebtedness Series 1997	Sales Tax Refunding Bonds Series 1989	General Obligation Series 1990	Totals	
				1999	1998
Revenues:					
Ad valorem taxes	\$ -	\$ -	\$31,759	\$ 31,759	\$ 31,952
Miscellaneous - interest	4,517	813	1,421	6,751	4,862
Total revenues	<u>4,517</u>	<u>813</u>	<u>33,180</u>	<u>38,510</u>	<u>36,814</u>
Expenditures:					
Current -					
General government:					
Legal fees	-	-	355	355	7,927
Debt service -					
Principal retirement	40,000	9,441	15,000	64,441	129,124
Interest and fiscal charges	25,300	11,026	9,730	46,056	55,525
Total debt service	<u>65,300</u>	<u>20,467</u>	<u>24,730</u>	<u>110,497</u>	<u>184,649</u>
Total expenditures	<u>65,300</u>	<u>20,467</u>	<u>25,085</u>	<u>110,852</u>	<u>192,576</u>
Excess (deficiency) of revenues over expenditures	<u>(60,783)</u>	<u>(19,654)</u>	<u>8,095</u>	<u>(72,342)</u>	<u>(155,762)</u>
Other financing sources:					
Transfer from Sales Tax Fund	32,588	21,589	-	54,177	46,473
Transfer from General Fund	97,500	-	-	97,500	97,729
Transfer from Capital Projects Fund	874	-	-	874	7,927
Total other financing sources	<u>130,962</u>	<u>21,589</u>	<u>-</u>	<u>152,551</u>	<u>152,129</u>
Excess of revenues and other sources over expenditures	70,179	1,935	8,095	80,209	(3,633)
Fund balances, beginning	<u>68,604</u>	<u>29,666</u>	<u>71,697</u>	<u>169,967</u>	<u>173,600</u>
Fund balances, ending	<u>\$138,783</u>	<u>\$31,601</u>	<u>\$79,792</u>	<u>\$250,176</u>	<u>\$169,967</u>

TOWN OF OBERLIN, LOUISIANA
Debt Service Funds

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

	Certificates of Indebtedness Series 1997			Sales Tax Refunding Bonds Series 1989		
	Budget	Actual	Variance- Favorable (Unfavorable)	Budget	Actual	Variance - Favorable (Unfavorable)
Revenues:						
Ad valorem taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Miscellaneous - interest	4,000	4,517	517	900	813	(87)
Total revenues	<u>4,000</u>	<u>4,517</u>	<u>517</u>	<u>900</u>	<u>813</u>	<u>(87)</u>
Expenditures:						
Current -						
General government:						
Legal fees	-	-	-	-	-	-
Debt service -						
Principal retirement	40,000	40,000	-	9,441	9,441	-
Interest and fiscal charges	25,300	25,300	-	11,026	11,026	-
Total debt service	<u>65,300</u>	<u>65,300</u>	<u>-</u>	<u>20,467</u>	<u>20,467</u>	<u>-</u>
Total expenditures	<u>65,300</u>	<u>65,300</u>	<u>-</u>	<u>20,467</u>	<u>20,467</u>	<u>-</u>
Excess (deficiency) of revenues over expenditures	<u>(61,300)</u>	<u>(60,783)</u>	<u>(517)</u>	<u>(19,567)</u>	<u>(19,654)</u>	<u>(87)</u>
Other financing sources:						
Transfer from Sales Tax Fund	28,000	32,588	4,588	21,590	21,589	(1)
Transfer from General Fund	97,500	97,500	-	-	-	-
Transfer from Capital Projects Fund	850	874	24	-	-	-
Total other financing sources	<u>126,350</u>	<u>130,962</u>	<u>4,612</u>	<u>21,590</u>	<u>21,589</u>	<u>(1)</u>
Excess of revenues and other sources over expenditures	65,050	70,179	4,095	2,023	1,935	(88)
Fund balances, beginning	<u>68,604</u>	<u>68,604</u>	<u>-</u>	<u>29,666</u>	<u>29,666</u>	<u>-</u>
Fund balances, ending	<u>\$133,654</u>	<u>\$138,783</u>	<u>\$4,095</u>	<u>\$31,689</u>	<u>\$31,601</u>	<u>\$ (88)</u>

General Obligation Series 1990			Totals		
Budget	Actual	Variance - Favorable (Unfavorable)	Budget	Actual	Variance - Favorable (Unfavorable)
\$ 31,500	\$ 31,759	\$ 259	\$ 31,500	\$ 31,759	\$ 259
1,500	1,421	(79)	6,400	6,751	351
<u>33,000</u>	<u>33,180</u>	<u>180</u>	<u>37,900</u>	<u>38,510</u>	<u>610</u>
-	355	(355)	-	355	(355)
15,000	15,000	-	64,441	64,441	-
10,500	9,730	770	46,826	46,056	770
<u>25,500</u>	<u>24,730</u>	<u>770</u>	<u>111,267</u>	<u>110,497</u>	<u>770</u>
<u>25,500</u>	<u>25,085</u>	<u>415</u>	<u>111,267</u>	<u>110,852</u>	<u>415</u>
<u>7,500</u>	<u>8,095</u>	<u>595</u>	<u>(73,367)</u>	<u>(72,342)</u>	<u>1,025</u>
-	-	-	49,590	54,177	4,587
-	-	-	97,500	97,500	-
-	-	-	850	874	24
<u>-</u>	<u>-</u>	<u>-</u>	<u>147,940</u>	<u>152,551</u>	<u>4,611</u>
7,500	8,095	595	74,573	80,209	5,636
<u>71,697</u>	<u>71,697</u>	<u>-</u>	<u>169,967</u>	<u>169,967</u>	<u>-</u>
<u>\$ 79,197</u>	<u>\$ 79,792</u>	<u>\$ 595</u>	<u>\$ 244,540</u>	<u>\$ 250,176</u>	<u>\$ 5,636</u>

CAPITAL PROJECTS FUND

Street and Recreation Improvement Fund – To account for expenditures of street overlay and recreation improvements. The cost is being financed by the issuance of bonds funded by property taxes and sales taxes.

TOWN OF OBERLIN, LOUISIANA
 Capital Projects Fund
 Street and Recreation Improvement Fund

Comparative Balance Sheet
 June 30, 1999 and 1998

	<u>1999</u>	<u>1998</u>
ASSETS		
Cash	\$ -	\$ 925
Interest- bearing deposits	33,799	91,301
Interest receivable	189	431
Total assets	<u>\$33,988</u>	<u>\$92,657</u>
LIABILITIES AND FUND BALANCES		
Liabilities:		
Accounts payable	\$ -	\$52,645
Retainage payable	-	5,227
Total liabilities	<u>-</u>	<u>57,872</u>
Fund balances:		
Designated for recreation	33,988	33,136
Designated for streets	-	1,649
Total fund balances	<u>33,988</u>	<u>34,785</u>
Total liabilities and fund balances	<u>\$33,988</u>	<u>\$92,657</u>

TOWN OF OBERLIN, LOUISIANA
 Capital Projects Fund
 Street and Recreation Improvement Fund

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

	1999		Variance - Favorable (Unfavorable)	1998 Actual
	Budget	Actual		
Revenues:				
Miscellaneous - interest	\$ 1,465	\$ 1,358	\$ (107)	\$ 13,619
Expenditures:				
Capital outlay - street overlay	<u>300</u>	<u>222</u>	<u>78</u>	<u>418,372</u>
Excess (deficiency) of revenues over expenditures	<u>1,165</u>	<u>1,136</u>	<u>(29)</u>	<u>(404,753)</u>
Other financing uses:				
Transfer to Debt Service Funds	(850)	(874)	(24)	(7,927)
Transfer to Utility Funds	<u>(1,100)</u>	<u>(1,059)</u>	<u>41</u>	<u>(63,272)</u>
Total other financing uses	<u>(1,950)</u>	<u>(1,933)</u>	<u>17</u>	<u>(71,199)</u>
Deficiency of revenues over expenditures and other uses	(785)	(797)	(12)	(475,952)
Fund balances, beginning	<u>34,785</u>	<u>34,785</u>	-	<u>510,737</u>
Fund balances, ending	<u><u>\$34,000</u></u>	<u><u>\$33,988</u></u>	<u><u>\$ (12)</u></u>	<u><u>\$ 34,785</u></u>

ENTERPRISE FUNDS

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

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

TOWN OF OBERLIN, LOUISIANA
Enterprise Funds
Utility Funds

Combining Balance Sheet
June 30, 1999 and 1998

	Gas Utility Fund	Water and Sewer Utility Fund	Totals	
			1999	1998
ASSETS				
Current assets:				
Cash	\$ 30,017	\$ 10,700	\$ 40,717	\$ 86,139
Interest-bearing deposits	5,089	57,789	62,878	29,546
Accounts receivable	13,181	21,656	34,837	35,972
Accrued interest receivable	141	531	672	519
Due from other funds	-	15,735	15,735	15,735
Total current assets	48,428	106,411	154,839	167,911
Restricted assets:				
Revenue bond and interest sinking fund -				
Cash	-	23,032	23,032	23,010
Revenue bond reserve fund -				
Cash	-	14,898	14,898	13,464
Revenue bond depreciation and contingency fund -				
Cash	-	16,071	16,071	14,637
Customers' deposits -				
Cash	3,382	10,616	13,998	11,624
Interest-bearing deposits	22,158	26,459	48,617	48,876
Total restricted assets	25,540	91,076	116,616	111,611
Property, plant and equipment, at cost, net of accumulated depreciation (1999 \$1,117,855; 1998 \$1,061,393)				
	73,113	1,734,997	1,808,110	1,815,977
Total assets	\$ 147,081	\$ 1,932,484	\$ 2,079,565	\$ 2,095,499

	Gas Utility Fund	Water and Sewer Utility Fund	Totals	
			1999	1998
LIABILITIES AND FUND EQUITY				
Liabilities:				
Current liabilities (payable from current assets) -				
Accounts payable	\$ 10,164	\$ 9,593	\$ 19,757	\$ 13,971
Other accrued liabilities	550	-	550	2,242
Due to other funds	17,119	5,030	22,149	22,149
Total current liabilities (payable from current assets)	<u>27,833</u>	<u>14,623</u>	<u>42,456</u>	<u>38,362</u>
Current liabilities (payable from restricted assets) -				
Revenue bonds payable	-	15,379	15,379	13,776
Interest payable	-	6,688	6,688	7,445
Customers' deposits	25,540	37,075	62,615	60,500
Total current liabilities (payable from restricted assets)	<u>25,540</u>	<u>59,142</u>	<u>84,682</u>	<u>81,721</u>
Long-term liabilities:				
Revenue bonds payable, net of current portion and unamortized bond discount (1999 \$3,227; 1998 \$3,788)	-	102,989	102,989	117,807
Total liabilities	<u>53,373</u>	<u>176,754</u>	<u>230,127</u>	<u>237,890</u>
Fund equity:				
Contributed capital -				
Municipality				
Federal grants, net of accumulated amortization (1999 \$146,921; 1998 \$126,950)	-	501,863	501,863	501,863
Total contributed capital	<u>-</u>	<u>1,118,458</u>	<u>1,118,458</u>	<u>1,138,429</u>
Retained earnings -				
Reserved for revenue bond retirement	-	31,934	31,934	29,890
Unreserved	93,708	103,475	197,183	187,427
Total retained earnings	<u>93,708</u>	<u>135,409</u>	<u>229,117</u>	<u>217,317</u>
Total fund equity	<u>93,708</u>	<u>1,755,730</u>	<u>1,849,438</u>	<u>1,857,609</u>
Total liabilities and fund equity	<u>\$ 147,081</u>	<u>\$1,932,484</u>	<u>\$2,079,565</u>	<u>\$2,095,499</u>

TOWN OF OBERLIN, LOUISIANA
Enterprise Funds
Utility Funds

Combining Statement of Revenues, Expenses, and Changes in Retained Earnings
Years Ended June 30, 1999 and 1998

	Gas Utility Fund	Water and Sewer Utility Fund	Totals	
			1999	1998
Operating revenues:				
Charges for services -				
Gas sales	\$225,299	\$ -	\$225,299	\$274,497
Water sales	-	137,995	137,995	137,428
Sewer sales		68,067	68,067	67,777
Delinquent charges	7,131	5,514	12,645	10,287
Miscellaneous	<u>60</u>	<u>1,932</u>	<u>1,992</u>	<u>4,399</u>
Total operating revenues	<u>232,490</u>	<u>213,508</u>	<u>445,998</u>	<u>494,388</u>
Operating expenses:				
Gas department expenses	231,831	-	231,831	253,358
Water and sewer department expenses	-	227,556	227,556	209,954
Total operating expenses	<u>231,831</u>	<u>227,556</u>	<u>459,387</u>	<u>463,312</u>
Operating income (loss)	<u>659</u>	<u>(14,048)</u>	<u>(13,389)</u>	<u>31,076</u>
Nonoperating revenues (expenses):				
Grants	-	35,000	35,000	-
Interest income	1,110	2,907	4,017	3,836
Interest and fiscal charges	-	(14,694)	(14,694)	(16,128)
Loss on disposal of assets	-	-	-	(3,995)
Total nonoperating revenues (expenses)	<u>1,110</u>	<u>23,213</u>	<u>24,323</u>	<u>(16,287)</u>
Income before operating transfers	<u>1,769</u>	<u>9,165</u>	<u>10,934</u>	<u>14,789</u>
Operating transfers in (out):				
Transfer from General Fund	-	11,092	11,092	8,273
Transfer from Water and Sewer Utility Fund	5,880	-	5,880	819
Transfer from Sales Tax Fund	-	10,000	10,000	-
Transfer from Capital Projects Fund	-	1,059	1,059	63,272
Transfer to General Fund	(41,256)	-	(41,256)	(28,661)
Transfer to Gas Utility Fund	<u>-</u>	<u>(5,880)</u>	<u>(5,880)</u>	<u>(819)</u>
Total operating transfers in (out)	<u>(35,376)</u>	<u>16,271</u>	<u>(19,105)</u>	<u>42,884</u>
Net income (loss)	<u>(33,607)</u>	<u>25,436</u>	<u>(8,171)</u>	<u>57,673</u>
Add: Depreciation of fixed assets acquired by funds externally restricted for capital acquisitions and construction that reduces contributed capital	<u>-</u>	<u>19,971</u>	<u>19,971</u>	<u>19,971</u>
Increase (decrease) in retained earnings	<u>(33,607)</u>	<u>45,407</u>	<u>11,800</u>	<u>77,644</u>
Retained earnings, beginning	<u>127,315</u>	<u>90,002</u>	<u>217,317</u>	<u>139,673</u>
Retained earnings, ending	<u>\$ 93,708</u>	<u>\$ 135,409</u>	<u>\$ 229,117</u>	<u>\$ 217,317</u>

TOWN OF OBERLIN, LOUISIANA
Enterprise Funds
Utility Funds

Combining Statement of Cash Flows
Years Ended June 30, 1999 and 1998

	Gas Utility Fund	Water and Sewer Utility Fund	Totals	
			1999	1998
Cash flows from operating activities:				
Operating income (loss)	\$ 659	\$(14,048)	\$(13,389)	\$ 31,076
Adjustments to reconcile operating income to net cash provided by operating activities -				
Depreciation	6,279	50,183	56,462	60,563
Changes in current assets and liabilities:				
(Increase) decrease in accounts receivable	327	808	1,135	(5,612)
Increase (decrease) in accounts payable	2,475	3,311	5,786	(2,814)
Decrease in other accrued liabilities	(865)	(827)	(1,692)	(994)
Total adjustments	<u>8,216</u>	<u>53,475</u>	<u>61,691</u>	<u>51,143</u>
Net cash provided by operating activities	<u>8,875</u>	<u>39,427</u>	<u>48,302</u>	<u>82,219</u>
Cash flows from noncapital financing activities:				
Cash received from other funds	-	-	-	954
Operating transfers from other funds	5,880	22,151	28,031	72,364
Operating transfers to other funds	<u>(41,256)</u>	<u>(5,880)</u>	<u>(47,136)</u>	<u>(29,480)</u>
Net cash provided (used) by noncapital financing activities	<u>(35,376)</u>	<u>16,271</u>	<u>(19,105)</u>	<u>43,838</u>
Cash flows from capital and related financing activities:				
Principal paid on revenue bond maturities	-	(13,776)	(13,776)	(12,292)
Interest paid on revenue bonds	-	(14,890)	(14,890)	(16,242)
Increase in customers' meter deposits	260	1,855	2,115	2,560
Acquisition of property, plant and equipment	-	(48,595)	(48,595)	(84,796)
Proceeds from grants	<u>-</u>	<u>35,000</u>	<u>35,000</u>	<u>-</u>
Net cash provided (used) by capital and related financing activities	<u>260</u>	<u>(40,406)</u>	<u>(40,146)</u>	<u>(110,770)</u>
Cash flows from investing activities:				
Purchase of interest-bearing deposits	(27,247)	(84,248)	(111,495)	(78,422)
Proceeds from maturities of interest-bearing deposits	26,123	52,299	78,422	74,508
Interest received on interest-bearing deposits	<u>1,124</u>	<u>2,740</u>	<u>3,864</u>	<u>3,915</u>
Net cash provided (used) by investing activities	<u>\$ -</u>	<u>\$(29,209)</u>	<u>\$(29,209)</u>	<u>\$ 1</u>

(continued)

TOWN OF OBERLIN, LOUISIANA
Enterprise Funds
Utility Funds

Combining Statement of Cash Flows (Continued)
Years Ended June 30, 1999 and 1998

	Gas Utility Fund	Water and Sewer Utility Fund	Totals	
			1999	1998
Net increase (decrease) in cash and cash equivalents	\$(26,241)	\$(13,917)	\$ (40,158)	\$ 15,288
Cash and cash equivalents, beginning of period	<u>59,640</u>	<u>89,234</u>	<u>148,874</u>	<u>133,586</u>
Cash and cash equivalents, end of period	<u>\$ 33,399</u>	<u>\$ 75,317</u>	<u>\$ 108,716</u>	<u>\$ 148,874</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	\$ 56,552	\$ 29,587	\$ 86,139	\$ 75,837
Cash - restricted	3,088	59,647	62,735	57,749
Interest-bearing deposits - unrestricted	3,931	25,615	29,546	26,097
Interest-bearing deposits - restricted	22,192	26,684	48,876	48,411
Less: Certificates of deposit with a maturity over three months when purchased	<u>(26,123)</u>	<u>(52,299)</u>	<u>(78,422)</u>	<u>(74,508)</u>
Total cash and cash equivalents	<u>59,640</u>	<u>89,234</u>	<u>148,874</u>	<u>133,586</u>
Cash and cash equivalents, end of period -				
Cash - unrestricted	30,017	10,700	40,717	86,139
Cash - restricted	3,382	64,617	67,999	62,735
Interest-bearing deposits - unrestricted	5,089	57,789	62,878	29,546
Interest-bearing deposits - restricted	22,158	26,459	48,617	48,876
Less: Certificates of deposit with a maturity over three months when purchased	<u>(27,247)</u>	<u>(84,248)</u>	<u>(111,495)</u>	<u>(78,422)</u>
Total cash and cash equivalents	<u>33,399</u>	<u>75,317</u>	<u>108,716</u>	<u>148,874</u>
Net increase (decrease)	<u>\$(26,241)</u>	<u>\$(13,917)</u>	<u>\$ (40,158)</u>	<u>\$ 15,288</u>

TOWN OF OBERLIN, LOUISIANA
Enterprise Funds
Utility Funds

Schedule of Changes in Assets Restricted for Revenue Bond Debt Service
Year Ended June 30, 1999

	<u>Water and Sewer Refunding Bond and Interest Sinking</u>	<u>Water and Sewer Refunding Bond Reserve</u>	<u>Water and Sewer Depecciation and Contingency</u>	<u>Total</u>
Cash, July 1, 1998	\$23,010	\$13,464	\$14,637	\$51,111
Cash receipts:				
Transfers from operating account	<u>28,688</u>	<u>1,434</u>	<u>1,434</u>	<u>31,556</u>
Total cash available	<u>51,698</u>	<u>14,898</u>	<u>16,071</u>	<u>82,667</u>
Cash disbursements:				
Principal payment	13,776	-	-	13,776
Interest payments	<u>14,890</u>	<u>-</u>	<u>-</u>	<u>14,890</u>
Total cash disbursements	<u>28,666</u>	<u>-</u>	<u>-</u>	<u>28,666</u>
Cash, June 30, 1999	<u><u>\$23,032</u></u>	<u><u>\$14,898</u></u>	<u><u>\$16,071</u></u>	<u><u>\$54,001</u></u>

GENERAL FIXED ASSETS ACCOUNT GROUP

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

TOWN OF OBERLIN, LOUISIANA

Comparative Statement of General Fixed Assets
June 30, 1999 and 1998

	<u>1999</u>	<u>1998</u>
General fixed assets, at cost:		
Land	\$138,312	\$138,312
Buildings	308,631	308,631
Equipment	442,806	394,593
Improvements other than buildings	<u>5,269</u>	<u>5,269</u>
Total general fixed assets	<u><u>\$895,018</u></u>	<u><u>\$846,805</u></u>
Investment in general fixed assets:		
Property acquired from -		
General Fund revenues	\$326,770	\$278,557
Federal and state grants	538,369	538,369
Donations	<u>29,879</u>	<u>29,879</u>
Total investment in general fixed assets	<u><u>\$895,018</u></u>	<u><u>\$846,805</u></u>

TOWN OF OBERLIN, LOUISIANA

Statement of Changes in General Fixed Assets
Year Ended June 30, 1999

	<u>Land</u>	<u>Buildings</u>	<u>Equipment</u>	<u>Improvements Other Than Buildings</u>	<u>Total</u>
General fixed assets, beginning of year	\$138,312	\$308,631	\$394,593	\$5,269	\$846,805
Additions:					
General Fund revenues	-	-	65,697	-	65,697
Deletions:					
General Fund revenues	-	-	17,484	-	17,484
General fixed assets, end of year	<u>\$138,312</u>	<u>\$308,631</u>	<u>\$442,806</u>	<u>\$5,269</u>	<u>\$929,986</u>

GENERAL LONG-TERM DEBT ACCOUNT GROUP

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

TOWN OF OBERLIN, LOUISIANA

Statement of General Long-Term Debt
 June 30, 1999
 With Comparative Totals for June 30, 1998

	Certificates of Indebtedness Series 1997	Sales Tax Refunding Bonds Series 1989	General Obligation Series 1990	Totals
				1999 1998
Amount available in debt service funds for retirement	\$ 138,783	\$ 31,601	\$ 79,792	\$ 250,176 \$ 169,967
Amount to be provided from -				
General Fund revenues	281,217	-	-	281,217 391,396
Sales taxes	-	59,192	-	59,192 70,568
Ad valorem taxes	-	-	37,208	37,208 60,303
Total available and to be provided	<u>\$ 420,000</u>	<u>\$ 90,793</u>	<u>\$ 117,000</u>	<u>\$ 627,793</u> <u>\$ 692,234</u>

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

GENERAL LONG-TERM DEBT PAYABLE

Certificates of indebtedness payable	\$ 420,000	\$ -	\$ -	\$ 420,000
Sales tax bonds payable	-	90,793	-	90,793
General obligation bonds payable	-	-	117,000	117,000
Total general long-term debt payable	<u>\$ 420,000</u>	<u>\$ 90,793</u>	<u>\$ 117,000</u>	<u>\$ 627,793</u> <u>\$ 692,234</u>

INTERNAL CONTROL AND COMPLIANCE

KOLDER, CHAMPAGNE, SLAVEN & RAINEY, LLC

CERTIFIED PUBLIC ACCOUNTANTS

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

The Honorable Phillip W. Beard, Mayor
and Members of the Board of Aldermen
Town of Oberlin, Louisiana

We have audited the general purpose financial statements of the Town of Oberlin, Louisiana, as of and for the year ended June 30, 1999, and have issued our report thereon dated October 6, 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 Town of Oberlin, Louisiana's general purpose financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grants, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit and, accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance that are required to be reported under Government Auditing Standards.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered the Town of Oberlin, Louisiana's internal control over financial reporting in order to determine our auditing procedures for the purpose of expressing our opinion on the general purpose financial statements and not to provide assurance on the internal control over financial reporting. However, we noted a certain matter involving the internal control over financial reporting and its operation that we consider to be a reportable condition. Reportable conditions involve matters coming to our attention relating to significant deficiencies in the design or operation of the internal control over financial reporting that, in our judgment, could adversely affect the Town of Oberlin, Louisiana's ability to record, process, summarize and report financial data consistent with the assertions of management in the general purpose financial statements. The reportable condition is described in the accompanying schedule of prior and current year audit findings and management's corrective action plan as item 99-1(IC).

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

We also noted other matters involving internal control over financial reporting and certain immaterial instances of noncompliance that we reported to the management of the Town of Oberlin in a separate letter dated October 6, 1999.

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

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

Lafayette, Louisiana
October 6, 1999

TOWN OF OBERLIN, LOUISIANA

Summary Schedule of Current and Prior Year Audit Findings
and Corrective Action Plan
Year Ended June 30, 1999

<u>Ref. No.</u>	<u>Fiscal Year Finding Initially Occurred</u>	<u>Description of Finding</u>	<u>Corrective Action Taken</u>	<u>Corrective Action Planned</u>	<u>Name of Contact Person</u>	<u>Anticipated Completion Date</u>
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CURRENT YEAR (6/30/99) --

Compliance:

There were no compliance findings for fiscal year ended June 30, 1999.

Internal Control:

99-1 (IC)	Unknown	Due to the small number of employees, the Town did not have adequate segregation of functions within the accounting system.	N/A	No response is considered necessary.	Barbara Murray, Town Clerk	N/A
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Management Letter:

99-2 (ML) Item 1	1999	Consideration should be given to increasing rates and/or decreasing expenses in order to generate a profit in the Water and Sewer Utility Fund.	No	Town officials will closely monitor water and sewer department expenses in the future	Barbara Murray, Town Clerk	6/30/00
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(continued)

TOWN OF OBERLIN, LOUISIANA

Summary Schedule of Current and Prior Year Audit Findings
and Corrective Action Plan (continued)
Year Ended June 30, 1999

Ref. No.	Fiscal Year Finding Initially Occurred	Description of Finding	Corrective Action Taken	Corrective Action Planned	Name of Contact Person	Anticipated Completion Date
99-3 (ML) Item 2	1999	The town should explore the possibility of obtaining more competitive rates for group insurance.	No	The town officials will adhere to this recommendation.	Barbara Murray, Town Clerk	Immediately

Management Letter (continued):

PRIOR YEAR (6/30/98) --

Compliance:

There were no compliance findings for fiscal year ended June 30, 1998.

Internal Control:

See 99-1 (IC) above

Management Letter:

There were no management letter comments for fiscal year ended June 30, 1998.

OTHER SUPPLEMENTARY INFORMATION

TOWN OF OBERLIN, LOUISIANA
Enterprise Fund
Utility Funds

Schedule of Number of Utility Customers
(Unaudited)
June 30, 1999

Records maintained by the Town indicated the following number of customers were being served during the month of June 1999 and 1998:

<u>Department</u>	<u>1999</u>	<u>1998</u>
Gas (metered)	711	723
Water (metered)	1,131	1,112
Sewerage	748	781

TOWN OF OBERLIN, LOUISIANA
Enterprise Funds
Utility Funds

Comparative Operational Analysis of Revenues and Expenses
Years Ended June 30, 1999 and 1998

	Totals		Gas		Water and Sewer	
	1999	1998	1999	1998	1999	1998
Operating revenues:						
Charges for services -						
Customers	\$431,361	\$479,702	\$225,299	\$274,497	\$206,062	\$205,205
Delinquent charges	12,645	10,287	7,131	5,864	5,514	4,423
Miscellaneous	1,992	4,399	60	473	1,932	3,926
Total operating revenues	<u>445,998</u>	<u>494,388</u>	<u>232,490</u>	<u>280,834</u>	<u>213,508</u>	<u>213,554</u>
Operating expenses:						
Salaries	82,004	77,428	41,002	38,573	41,002	38,855
Payroll taxes	6,884	6,757	3,430	3,366	3,454	3,391
Health insurance	51,258	35,991	25,629	17,930	25,629	18,061
Natural gas purchases	100,359	130,940	100,359	130,940	-	-
Repairs and maintenance	14,889	22,406	1,997	8,401	12,892	14,005
Insurance	20,392	21,242	10,196	10,621	10,196	10,621
Office expense	1,541	1,170	602	628	939	542
Supplies	48,985	51,894	17,488	19,537	31,497	32,357
Professional fees	32,159	19,821	18,742	8,668	13,417	11,153
Telephone and utilities	33,920	27,837	3,853	3,741	30,067	24,096
Bad debts	2,051	2,608	1,251	1,454	800	1,154
Depreciation	56,462	60,563	6,279	7,997	50,183	52,566
Miscellaneous	8,483	4,655	1,003	1,502	7,480	3,153
Total operating expenses	<u>459,387</u>	<u>463,312</u>	<u>231,831</u>	<u>253,358</u>	<u>227,556</u>	<u>209,954</u>
Operating income (loss)	<u>(13,389)</u>	<u>31,076</u>	<u>659</u>	<u>27,476</u>	<u>(14,048)</u>	<u>3,600</u>
Nonoperating revenues (expenses):						
Grants	35,000	-	-	-	35,000	-
Interest income	4,017	3,836	1,110	1,303	2,907	2,533
Interest and fiscal charges	(14,694)	(16,128)	-	-	(14,694)	(16,128)
Loss on disposal of assets	-	(3,995)	-	(2,103)	-	(1,892)
Total nonoperating revenues (expenses)	<u>24,323</u>	<u>(16,287)</u>	<u>1,110</u>	<u>(800)</u>	<u>23,213</u>	<u>(15,487)</u>
Income (loss) before operating transfers	<u>10,934</u>	<u>14,789</u>	<u>1,769</u>	<u>26,676</u>	<u>9,165</u>	<u>(11,887)</u>
Operating transfers in (out):						
Transfer from General Fund	11,092	8,273	-	-	11,092	8,273
Transfer from Water and Sewer Utility Fund	5,880	819	5,880	819	-	-
Transfer from Sales Tax Fund	10,000	-	-	-	10,000	-
Transfer from Capital Projects Fund	1,059	63,272	-	-	1,059	63,272
Transfer to General Fund	(41,256)	(28,661)	(41,256)	(28,661)	-	-
Transfer to Gas Utility Fund	(5,880)	(819)	-	-	(5,880)	(819)
Total operating transfers in (out)	<u>(19,105)</u>	<u>42,884</u>	<u>(35,376)</u>	<u>(27,842)</u>	<u>16,271</u>	<u>70,726</u>
Net income (loss)	<u>(8,171)</u>	<u>57,673</u>	<u>(33,607)</u>	<u>(1,166)</u>	<u>25,436</u>	<u>58,839</u>
Add: Depreciation of fixed assets acquired by funds						
externally restricted for capital acquisitions and construction that reduces contributed capital	19,971	19,971	-	-	19,971	19,971
Increase (decrease) in retained earnings	<u>11,800</u>	<u>77,644</u>	<u>(33,607)</u>	<u>(1,166)</u>	<u>45,407</u>	<u>78,810</u>
Retained earnings, beginning	<u>217,317</u>	<u>139,673</u>	<u>127,315</u>	<u>128,481</u>	<u>90,002</u>	<u>11,192</u>
Retained earnings, ending	<u>\$229,117</u>	<u>\$217,317</u>	<u>\$ 93,708</u>	<u>\$127,315</u>	<u>\$135,409</u>	<u>\$ 90,002</u>

TOWN OF OBERLIN, LOUISIANA

Combined Schedule of Interest-Bearing Deposits - All Funds
June 30, 1999

	<u>Financial Institution</u>	<u>Maturity Date</u>	<u>Interest Rate</u>	<u>Amount</u>
General Fund:				
Fire Department certificate of deposit	(C)	10/03/99	4.00%	<u>\$ 24,987</u>
Special Revenue Funds:				
Sales Tax Fund certificate of deposit	(C)	10/18/99	3.90%	37,424
Cemetery Fund certificate of deposit	(C)	10/27/99	3.20%	3,192
Cemetery Fund certificate of deposit	(C)	11/18/99	3.84%	<u>2,972</u>
Total sales tax funds				<u>43,588</u>
Debt Service Funds:				
Certificates of Indebtedness Series 1997 -				
Certificate of deposit	(C)	08/20/99	4.47%	9,338
Certificate of deposit	(H)	07/09/99	4.40%	61,095
Certificate of deposit	(H)	07/19/99	4.40%	67,918
Sales Tax Refunding Bonds Series 1989 -				
Certificate of deposit	(C)	09/30/99	4.54%	18,184
General Obligation Bonds Series 1990 -				
Certificate of deposit	(C)	11/18/99	3.86%	<u>35,231</u>
Total debt service funds				<u>191,766</u>
Capital Projects Fund:				
Certificate of deposit	(C)	10/27/99	3.20%	<u>33,799</u>
Utility Funds:				
Unrestricted assets -				
Certificate of deposit	(C)	11/13/99	4.04%	5,089
Certificate of deposit	(C)	11/13/99	4.04%	5,742
Certificate of deposit	(C)	08/30/99	3.40%	4,283
Certificate of deposit	(C)	10/23/99	4.04%	19,980
Certificate of deposit	(C)	11/17/99	3.84%	2,387
Certificate of deposit	(C)	10/04/99	3.20%	25,397
Restricted assets -				
Certificate of deposit	(C)	11/13/99	4.04%	22,158
Certificate of deposit	(C)	11/13/99	4.04%	<u>26,459</u>
Total utility fund				<u>111,495</u>
Total - all funds				<u><u>\$405,635</u></u>

Investments with:

- (C) Cameron State Bank, Lake Charles, Louisiana
- (H) Hibernia National Bank, Oberlin, Louisiana

TOWN OF OBERLIN, LOUISIANA

Schedule of Insurance in Force
(Unaudited)
June 30, 1999

<u>Description of Coverage</u>	<u>Coverage Amounts</u>
Workmen's Compensation - Employer's liability	\$ 100,000
Surety Bonds -	
Town clerk	65,000
Mayor	5,000
Police chief	5,000
Utility Collections Clerk	5,000
Other	15,000
General liability	
Each occurrence	500,000
Aggregate	2,000,000
Fire, extended coverage, blanket policy:	
All town buildings and contents	409,931
General aggregate	3,000,000
Electronics data processing equipment	8,000
Mobile equipment	35,896
General liability	
Law enforcement - each occurrence and aggregate	1,000,000
Fire department - each occurrence	500,000
- general aggregate	1,000,000
Comprehensive liability and collision:	
Fleet coverage policy varies with vehicle in accordance with the policy for each vehicle -	
Liability:	
Police	300,000
Fire	300,000
Uninsured motorist bodily injury:	
Police	30,000
Fire	300,000
Public officials' and employees' errors and omissions (aggregate)	1,000,000