

2402

Village of Longstreet
FINANCIAL REPORT
YEAR ENDED JUNE 30, 2006



The CPA. Never Underestimate The Value.SM

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

Eugene W. Fremaux II

Certified Public Accountant

Release Date 10/4/06

VILLAGE OF LONGSTREET
LONGSTREET, LOUISIANA
JUNE 30, 2006

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Eugene W. Fremaux II

Certified Public Accountant

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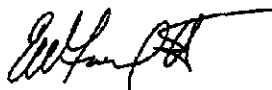
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Mayor Frank Elliott and
Members of the Board of Aldermen
Village of Longstreet, Louisiana

I have compiled the accompanying cash basis combined balance sheet - all fund types and account groups of Village of Longstreet as of June 30, 2006, and the related cash basis statement of revenues, expenditures and changes in fund balance - general fund for the year then ended, in accordance with Statements on Standards for Accounting and Review Services issued by the American Institute of Certified Public Accountants.

A compilation is limited to presenting in the form of financial statements information that is the representation of management. I have not audited or reviewed the accompanying financial statements and accordingly, do not express an opinion or any other form of assurance on them.

I am not independent with respect to the Village of Longstreet.



Eugene W. Fremaux II
September 26, 2006



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VILLAGE OF LONGSTREET
LONGSTREET, LOUISIANA
COMBINED BALANCE SHEET - ALL FUND TYPES AND ACCOUNT GROUPS
(Cash Basis)
JUNE 30, 2006

	GOVERNMENT FUND TYPE GENERAL FUND	ACCOUNT GROUP GENERAL FIXED ASSETS	TOTALS (MEMORANDUM ONLY)
ASSETS			
Cash	\$27,784	\$0	\$27,784
Certificates of deposit	42,944	0	42,944
General fixed assets	<u>0</u>	<u>444,974</u>	<u>444,974</u>
Total assets	<u>\$70,728</u>	<u>\$444,974</u>	<u>\$515,702</u>
LIABILITIES AND FUND BALANCE			
Liabilities:			
Payroll taxes payable	<u>\$238</u>	<u>\$0</u>	<u>\$238</u>
Total liabilities	<u>238</u>	<u>0</u>	<u>238</u>
Fund equity:			
Investment in general fixed assets	0	444,974	444,974
Fund balance - unreserved	<u>70,490</u>	<u>0</u>	<u>70,490</u>
Total fund equity	<u>70,490</u>	<u>444,974</u>	<u>515,464</u>
Total liabilities and fund balance	<u>\$70,728</u>	<u>\$444,974</u>	<u>\$515,702</u>

See accountant's compilation report

VILLAGE OF LONGSTREET
 LONGSTREET, LOUISIANA
 GENERAL FUND
 STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE -
 BUDGET AND ACTUAL
 (Cash Basis)
 Year ended June 30, 2006

	BUDGET	ACTUAL	VARIANCE FAVORABLE (UNFAVORABLE)
Revenues:			
Water sales	\$17,322	\$19,004	\$1,682
Franchise fees	0	3,152	3,152
Other	0	3,738	3,738
Interest income	0	2,489	2,489
Total revenues	<u>17,322</u>	<u>28,383</u>	<u>11,061</u>
 Expenditures:			
General government:	<u>16,930</u>	<u>14,698</u>	<u>2,232</u>
Total expenditures	<u>16,930</u>	<u>14,698</u>	<u>2,232</u>
 Excess (deficiency) of revenues over expenditures	392	13,685	13,293
 Fund balance, beginning of year	<u>56,805</u>	<u>56,805</u>	<u>0</u>
 Fund balance, end of year	<u>\$57,197</u>	<u>\$70,490</u>	<u>\$13,293</u>

See accountant's compilation report

VILLAGE OF LONGSTREET
LONGSTREET, LOUISIANA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2006

(1) Summary of significant accounting policies

Village of Longstreet, Louisiana, was incorporated under the provisions of the Lawrason Act and operates under a Mayor/Board of Aldermen form of government.

The following is a summary of certain significant accounting policies the Village follows:

Reporting entity - The financial statements include all funds and account groups over which the Village exercises control, authority, management, influence or accountability. Control by or influence over the Village was determined on the basis of budget adoption, taxing authority, authority to issue debt, election or appointment of governing body, and other general oversight responsibility.

Fund accounting - The accounts of the Village are organized on the basis of funds to report on its financial position and the results of its operations. Fund accounting is designed to demonstrate legal compliance and to aid financial management by segregating transactions related to certain government functions or activities. A fund is a separate accounting entity with a self balancing set of accounts.

Governmental funds are used to account for all or most of a government's general activities including acquisition or construction of general-fixed assets (capital project funds). The general fund is used to account for all activities of the general government not accounted for in some other fund.

Basis of accounting - The Village's combined balance sheet - all fund types and account groups, and the statement of revenues, expenditures and changes in fund balance - general fund, are presented using a cash basis of accounting. This basis of accounting recognizes assets, liabilities, net-assets/fund equity, revenues and expenditures/expenses when they result from cash transactions. This basis is a comprehensive basis of accounting other than generally accepted accounting principles. The Village did not adopt the provisions of Governmental Accounting Standards Board Statement No. 34, which would have been effective for the year ended June 30, 2004.

If the Village utilized generally accepted accounting principles, the fund financial statements would use the accrual basis of accounting. Under the accrual basis revenues are recognized when earned and expenses (including depreciation) are recorded when the liability is incurred or the economic asset is used.

The accounting and financial reporting treatment applied to a fund is determined by its measurement focus. All governmental funds are accounted for using a current financial resources measurement focus. With this measurement focus, only current assets and current liabilities generally are included on the balance sheet. Operating statements of these funds present increases (i. e., revenues and other financing sources) and decreases (i.e., expenditures and other financing uses) in net current assets.

Budget practices - Prior to July 1, the Mayor submits to the Board of Alderman a proposed budget for the ensuing fiscal year that includes proposed expenditures and the means of financing them. The budget is enacted through the passage of a resolution.

VILLAGE OF LONGSTREET
LONGSTREET, LOUISIANA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2006

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

All governmental funds are accounted for on a spending or "financial flow" measurement focus. This means that only current assets and current liabilities are generally included in their balance sheets. Their reported fund balance (net current assets) is considered a measure of "available spendable resources". Governmental fund operating statements present increases (revenues and other financing uses) and decreases (expenditures and other financing uses) in net current assets. Accordingly, they are said to present a summary of sources and uses of "available spendable resources" during a period.

Property, plant and equipment used in governmental fund type organizations (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. Public domain ("infrastructure") general fixed assets consisting of certain improvements other than buildings, including roads, bridges, curbs and gutters, streets and sidewalks, drainage systems, and lighting systems, are not capitalized along with other general fixed assets. No depreciation has been provided on general fixed assets.

All property, plant, and equipment are stated at historical cost.

The account group is not a fund and is concerned only with measurement of financial position and is not involved with measurement of results of operations.

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

(2) General fixed assets

There were no changes in general fixed assets for the year ended June 30, 2006.

(3) Cash

All bank deposits and certificates of deposit are fully secured through federal depository insurance.

VILLAGE OF LONGSTREET
LONGSTREET, LOUISIANA

SCHEDULE OF FINDINGS

PRIOR YEAR FINDINGS

Finding number 2004-01

The Village officials perform interrelated duties resulting in a lack of internal accounting controls. This situation is due to economic and financial constraints and has not changed in the current year.

Recommendation

None.

Status

No change during the current year.

Finding number 2005-01

The Village officials not adopt the budget for the year ended June 30, 2005 in accordance with the State Government Budget Act. The budget was adopted on July 20, 2004, whereas the law requires the adoption before the beginning of the year. In addition, the budget adopted only included expenses and did not include revenues.

The budget for the year ending June 30, 2006 was adopted timely and did include required revenues and expenses.

Recommendation

None.

Status

The budget for the year ending June 30, 2007 was adopted timely and did include required revenues and expenses.

CURRENT YEAR FINDINGS

None

Affidavit and Revenue Certification

VILLAGE OF LONGSTREET

ENTITY NAME

D. Soth

Parish

Longstreet, LA

(City), State

ANNUAL SWORN FINANCIAL STATEMENTS AND CERTIFICATION OF REVENUES \$50,000 OR LESS (if applicable)

The annual sworn financial statements are required by Louisiana Revised Statute 24:514 to be filed with the Legislative Auditor within 90 days after the close of the fiscal year. The certification of revenues \$50,000 or less, if applicable, is required by Louisiana Revised Statute 24:513(I)(1)(c)(i).

Personally came and appeared before the undersigned authority, FRANK ELLIOTT, MAYOR (officer name), who, duly sworn, deposes and says that the financial statements herewith given present fairly the financial position of Village of Longstreet (entity name) as of June 30, 2006, and the results of operations for the year then ended, in accordance with the basis of accounting described within the accompanying financial statements.

(Complete if applicable)

In addition, Frank Elliott, Mayor (officer name), who, duly sworn, deposes and says that Village of Longstreet (entity name) received \$50,000 or less in revenues and other sources for the year ended June 30, 2006, and accordingly, is not required to have an audit for the previously mentioned year.

Handwritten signature of Frank Elliott

Signature

Sworn to and subscribed before me this 21st day of September, 2006.

Handwritten signature of Helen Y. Holmes

NOTARY PUBLIC

HELEN Y. Holmes - 31203 -

Officer Name FRANK ELLIOTT
Officer's Title MAYOR
Address PO Box #310 3130
Longstreet, LA 71050
Ph/Fax/Email 318-697-4532