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TOWN OF WALKER
Walker, Louisiana

General Purpose Financial Statements
and Independent Auditor's Reports

For the Year Ended December 31, 2001
With Supplemental Information Schedules

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

Release Date 10/23/02

TOWN OF WALKER
Walker, Louisiana

*Annual Financial Statements with Independent Auditor's Report
For the Year Ended December 31, 2001*

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INDEPENDENT AUDITOR'S REPORT

The Honorable Mayor and Members
of the Board of Aldermen
Walker, Louisiana

I have audited the accompanying general purpose financial statements of the Town of Walker, Louisiana, as of and for the year ended December 31, 2001, as listed in the Table of Contents. These general purpose financial statements are the responsibility of the Town's management. My responsibility is to express an opinion on these general purpose financial statements based on my audit.

I conducted my audit in accordance with auditing standards generally accepted in the United States of America; *Government Auditing Standards*, issued by the Comptroller General of the United States and the *Louisiana Governmental Audit Guide*, issued by the Louisiana Legislative Auditor. Those standards require that I 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 financial statement presentation. I believe that my audit provides a reasonable basis for my opinion.

In my opinion, the general purpose financial statements referred to above present fairly, in all material respects, the financial position of the Town of Walker, Louisiana, as of December 31, 2001, and the results of its operations and the cash flows of its proprietary fund type for the year then ended, in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, I have also issued a report dated June 21, 2002, on my consideration of the Town of Walker's internal control structure and a report dated June 21, 2002, on its compliance with laws and regulations.

My audit was made for the purpose of forming an opinion on the general purpose financial statements taken as a whole. The individual fund and individual account group financial statements listed in the Table of Contents and are not a required part of the general purpose financial statements of the Town of Walker, Louisiana. The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by U. S. Office of Management and Budget Circular A-133, Audits of States, Local Governments and Non-Profit Organizations, and is also not a required part of the general purpose financial statements of the Town of Walker. Such information has been subjected to the auditing procedures in the audit of the general purpose financial statements, and, in my opinion, the information is fairly presented in all material respects in relation to the general purpose financial statements taken as a whole.

Leroy J. Chustz

Leroy J. Chustz
Certified Public Accountant, APAC
June 21, 2002

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

**The Honorable Mayor and Members
of the Board of Aldermen
Walker, Louisiana**

*I have audited the financial statements of the Town of Walker, Walker, Louisiana, a component unit of Livingston Parish Government, as of and for the year ended December 31, 2001, and have issued my report thereon dated, June 21, 2002. I conducted my audit in accordance with auditing standards generally accepted in the United States of America 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 Walker's financial statements are free of material misstatement, I performed tests of 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 my audit and, accordingly, I do not express such an opinion. The results of my tests disclosed two instances of noncompliance that are required to be reported under *Government Auditing Standards* which is described in the accompanying schedule of findings and questioned costs.*

Internal Control Over Financial Reporting

In planning and performing my audits, I considered the Town of Walker's internal control over financial reporting in order to determine my auditing procedures for the purpose of expressing my opinion on the financial statements and not to provide assurance on the internal control over financial reporting. My consideration of the internal control over financial reporting would not necessarily disclose all matters in the internal control over financial reporting that might be material weaknesses. A material weakness is a condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that misstatements in amounts that would be material in relation to the financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. I noted one matter involving the internal control over financial reporting and its operation that I consider to be material weaknesses which is described in the accompanying schedule of findings and questioned costs.

This report is intended solely for the information and use of the Town of Walker's management, pass-through entities, and the Legislative Auditor and is not intended to be and should not be used by anyone other than these specified parties.

Leroy J. Chustz

Leroy J. Chustz
Certified Public Accountant, APAC
June 21, 2002

**General Purpose Financial Statements - Oversight Unit
(Combined Statements - Overview)**

TOWN OF WALKER
 COMBINED BALANCE SHEET — ALL FUND TYPES AND ACCOUNT GROUPS
 Statement A
 December 31, 2001

	GENERAL FUND	CAPITAL PROJECT FUNDS	ENTERPRISE FUND	GENERAL FIXED ASSET ACCOUNT GROUP
ASSETS				
Current Assets				
Cash and Cash Equivalents	\$ 4,298.86	\$ 3,561.40	\$ 637,877.28	\$ -
Investments, at cost	-	-	564,787.12	-
Utility Customer Receivables	7,576.62	-	490,329.27	-
Property Taxes Receivable	16,772.92	-	-	-
Sales Taxes Receivable	149,626.88	-	-	-
Miscellaneous Receivables	51,638.62	-	24,175.09	-
Unbilled Utility Sales	-	-	285,628.24	-
Due From Other Funds	1,411,046.22	-	1,449,663.87	-
Prepaid Expenses	-	-	13,548.36	-
Inventory, at cost	-	-	193,501.28	-
Other Assets	-	-	1,656.82	-
Restricted Assets				
Cash and Cash Equivalents	1,135,783.30	-	1,012,720.66	-
Fixed Assets				
Fixed Assets	-	-	8,651,831.91	-
General Fixed Assets				
General Fixed Assets	-	-	-	2,617,990.12
Other Debits				
Amount to be Provided	-	-	-	-
TOTAL ASSETS	\$ 2,776,743.42	\$ 3,561.40	\$ 13,325,719.90	\$ 2,617,990.12

See the accompanying notes to the financial statements.

GENERAL LONG-TERM DEBT ACCOUNT GROUP	Memorandum Only Current Year	Memorandum Only Prior Year
\$ -	\$ 645,737.54	\$ 3,087,469.53
-	564,787.12	574,987.12
-	497,905.89	535,316.09
-	16,772.92	40,076.17
-	149,626.88	117,503.29
-	75,813.71	75,187.91
-	285,628.24	175,661.82
-	2,860,710.09	2,188,683.49
-	13,548.36	13,548.36
-	193,501.28	112,545.09
-	1,656.82	1,510.15
-	2,148,503.96	1,390,446.56
-	8,651,831.91	6,684,142.72
-	2,617,990.12	1,953,314.26
8,332,277.98	8,332,277.98	6,090,759.25
\$ 8,332,277.98	\$ 27,056,292.82	\$ 23,041,151.81

See the accompanying notes to the financial statements.

TOWN OF WALKER
 COMBINED BALANCE SHEET — ALL FUND TYPES AND ACCOUNT GROUPS
 Statement A
 December 31, 2001

	GENERAL FUND	CAPITAL PROJECT FUNDS	ENTERPRISE FUND	GENERAL FIXED ASSE ACCOUNT GROUP
LIABILITIES AND FUND EQUITY				
LIABILITIES				
Current Liabilities				
Cash overdraft	\$ -	\$ -	\$ -	\$ -
Curr Liab (from Curr Assets)				
Cash overdraft	9,575.38	-	-	-
Accounts Payable	39,201.53	-	297,550.82	-
Due to Other Funds	707,802.70	-	2,152,907.39	-
Accrued Salaries Payable	84.15	-	22,242.14	-
Accumulated Vacation Payable	-	-	41,808.26	-
Customer Utility Deposits	-	-	310,893.93	-
Curr Liab (from Restr Assets)				
Accrued Bond Interest Payable	-	-	22,016.25	-
Bonds Payable	-	-	150,000.00	-
Long-Term Liabilities				
Accumulated Vacation Payable	-	-	-	-
Bonds Payable	-	-	4,645,000.00	-
Notes Payable	53,768.66	-	-	-
Certificates of Obligation	-	-	-	-
TOTAL LIABILITIES	810,432.42	-	7,642,418.79	-
FUND EQUITY				
Unreserved and Undesignated Inv. in General Fixed Assets	1,966,311.00	3,552.33	-	-
Contributed Capital	-	-	842,996.08	2,617,990.12
Unreserved Retained Earnings	-	-	4,840,305.03	-
Reserved for Bond Retirement	-	-	-	-
Reserved for Contingencies	-	-	-	-
Reserved for Inventories	-	-	-	-
TOTAL FUND EQUITY	1,966,311.00	3,561.40	5,683,301.11	2,617,990.12
TOTAL LIABILITIES AND FUND EQUITY	\$ 2,776,743.42	\$ 3,561.40	\$ 13,325,719.90	\$ 2,617,990.12

See the accompanying notes to the financial statements.

GENERAL LONG-TERM DEBT ACCOUNT GROUP	Memorandum Only Current Year	Memorandum Only Prior Year
\$ -	\$ -	\$ 2,175.63
-	9,575.38	119,137.93
-	336,752.35	811,849.32
-	2,860,710.09	2,188,683.49
-	22,326.29	54,187.37
-	41,808.26	52,131.56
-	310,893.93	284,847.22
-	22,016.25	22,016.25
-	150,000.00	140,000.00
36,509.32	36,509.32	9,266.79
-	4,645,000.00	4,795,000.00
53,768.66	107,537.32	158,369.91
8,242,000.00	8,242,000.00	6,013,000.00
8,332,277.98	16,785,129.19	14,650,665.47
-	1,969,863.33	1,626,360.35
-	2,617,990.12	1,953,314.26
-	842,996.08	842,996.08
-	4,840,305.03	3,098,269.32
-	-	710,935.48
-	-	46,046.91
-	-	112,545.09
-	10,271,163.63	8,390,486.34
\$ 8,332,277.98	\$ 27,056,292.82	\$ 23,041,151.81

See the accompanying notes to the financial statements.

TOWN OF WALKER

COMBINED STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES—
ALL GOVERNMENTAL FUND TYPES
Statement B
Year Ended December 31, 2001

	GENERAL FUND	CAPITAL PROJECT FUNDS	Memorandum Only Current Year	Memorandum Only Prior Year
REVENUES				
Revenues				
Taxes	\$ 1,864,016.88	\$ -	\$ 1,864,016.88	\$ 1,356,458.84
Licenses and Permits	180,229.65	-	180,229.65	179,428.72
Intergovernmental Revenue	12,061.65	-	12,061.65	14,349.01
Fees, Charges and Commissions	305,012.95	-	305,012.95	263,641.50
Fines and Forfeitures	230,197.18	-	230,197.18	206,659.23
Use of Money and Property	31,324.19	1,084.28	32,408.47	20,507.99
Miscellaneous Revenue	144,934.78	-	144,934.78	140,912.38
TOTAL REVENUES	2,767,777.28	1,084.28	2,768,861.56	2,181,957.67
EXPENDITURES				
Current Expenditures				
Legislative	6,000.00	-	6,000.00	6,576.00
Elections	-	-	-	59.08
Financial and Administrative	21,497.98	-	21,497.98	16,037.13
Other General Administration	376,942.22	-	376,942.22	444,885.26
Public Safety	622,931.82	-	622,931.82	511,792.38
Public Works	924,010.26	-	924,010.26	747,241.36
Health and Welfare	37,450.84	-	37,450.84	42,274.91
Culture and Recreation	158,035.52	-	158,035.52	129,733.39
Capital Outlay				
Financial and Administrative	-	30.97	30.97	-
Other General Administration	553,440.00	-	553,440.00	228,800.16
Public Safety	67,630.82	-	67,630.82	61,194.56
Public Works	12,783.00	3,312,871.76	3,325,654.76	1,732,576.80
Culture and Recreation	16,472.03	-	16,472.03	26,200.00
Debt Service				
Other General Administration	5,216.70	-	5,216.70	5,673.59
Debt Service	313,825.74	-	313,825.74	194,515.39
TOTAL EXPENDITURES	3,116,236.93	3,312,902.73	6,429,139.66	4,147,560.01
Excess (deficiency) of revenues over expenditures	(348,459.65)	(3,311,818.45)	(3,660,278.10)	(1,965,602.34)
OTHER FINANCING SOURCES (USES)				
Proceeds of Long-term Debt				
Intergovernmental Revenue	-	3,314,387.76	3,314,387.76	1,573,215.75
Other Financing Sources	-	-	-	580,972.00
Operating Transfers In				
Other Financing Sources	2,107,622.23	-	2,107,622.23	1,980,894.02

See the accompanying notes to the financial statements.

TOWN OF WALKER

COMBINED STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES—
 ALL GOVERNMENTAL FUND TYPES
 Statement B
 Year Ended December 31, 2001

	GENERAL FUND	CAPITAL PROJECT FUNDS	Memorandum Only Current Year	Memorandum Only Prior Year
Operating Transfers Out				
Other Financing Sources	\$ (1,415,622.23)	\$ -	\$ (1,415,622.23)	\$ (1,120,502.02)
TOTAL OTHER FINANCING SOURCES (USES)	692,000.00	3,314,387.76	4,006,387.76	3,014,579.75
<i>Excess (deficiency) of revenues over expenditures and other sources (uses)</i>	343,540.35	2,569.31	346,109.66	1,048,977.41
Fund Balances at beginning of year	1,622,770.65	992.09	1,623,762.74	577,401.79
Fund Balances at end of year	\$ 1,966,311.00	\$ 3,561.40	\$ 1,969,872.40	\$ 1,626,379.20

See the accompanying notes to the financial statements.

TOWN OF WALKER

COMBINED STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES—
BUDGET AND ACTUAL (GAAP BASIS) GENERAL, SPECIAL REVENUE FUND TYPES
Statement C

For the Year Ended December 31, 2001

GENERAL
FUND

	Budget	Actual	Variance Favorable (Unfavorable)
REVENUES			
Revenues			
Taxes	\$ 2,372,800.00	\$ 1,864,016.88	\$ (508,783.12)
Licenses and Permits	227,000.00	180,229.65	(46,770.35)
Intergovernmental Revenue	15,000.00	12,061.65	(2,938.35)
Fees, Charges and Commissions	329,200.00	305,012.95	(24,187.05)
Fines and Forfeitures	230,000.00	230,197.18	197.18
Use of Money and Property	33,750.00	31,324.19	(2,425.81)
Miscellaneous Revenue	140,630.00	144,934.78	4,304.78
TOTAL REVENUES	3,348,380.00	2,767,777.28	(580,602.72)
EXPENDITURES			
Current Expenditures			
Legislative	6,000.00	6,000.00	-
Financial and Administrative	10,309.98	21,497.98	(11,188.00)
Other General Administration	391,851.00	376,942.22	14,908.78
Public Safety	695,174.00	622,931.82	72,242.18
Public Works	943,538.00	924,010.26	19,527.74
Health and Welfare	37,804.00	37,450.84	353.16
Culture and Recreation	174,056.00	158,035.52	16,020.48
Capital Outlay			
Other General Administration	-	553,440.00	(553,440.00)
Public Safety	82,000.00	67,630.82	14,369.18
Public Works	16,000.00	12,783.00	3,217.00
Culture and Recreation	22,906.19	16,472.03	6,434.16
Debt Service			
Other General Administration	5,367.79	5,216.70	151.09
Debt Service	589,168.54	313,825.74	275,342.80
TOTAL EXPENDITURES	2,974,175.50	3,116,236.93	(142,061.43)
Excess (deficiency) of revenues over expenditures	374,204.50	(348,459.65)	(722,664.15)
OTHER FINANCING SOURCES (USES)			
Operating Transfers In	1,597,000.00	2,107,622.23	510,622.23
Operating Transfers Out	(879,600.00)	(1,415,622.23)	(536,022.23)

See the accompanying notes to the financial statements.

TOWN OF WALKER

COMBINED STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES—
 BUDGET AND ACTUAL (GAAP BASIS) GENERAL, SPECIAL REVENUE FUND TYPES
 Statement C

For the Year Ended December 31, 2001

GENERAL
 FUND

	Budget	Actual	Variance Favorable (Unfavorable)
TOTAL OTHER FINANCING SOURCES (USES)	\$ 717,400.00	\$ 692,000.00	\$ (25,400.00)
Excess (deficiency) of revenues over expenditures and other sources (uses)	1,091,604.50	343,540.35	(748,064.15)
Fund Balances at beginning of year	2,324,060.30	1,622,770.65	(701,289.65)
Fund Balances at end of year	\$ 3,415,664.80	\$ 1,966,311.00	\$(1,449,353.80)

See the accompanying notes to the financial statements.

TOWN OF WALKER

STATEMENT OF REVENUES, EXPENSES AND CHANGES IN RETAINED EARNINGS—
BUDGET AND ACTUAL (GAAP BASIS) — ALL PROPRIETARY FUND TYPES
Statement D

For the Year Ended December 31, 2001

ENTERPRISE
FUND

	Budget	Actual	Variance Favorable (Unfavorable)
OPERATING REVENUES			
Fees, Charges and Commissions	\$ 5,355,420.00	\$ 5,245,188.31	\$ (110,231.69)
Miscellaneous Revenue	42,000.00	34,820.46	(7,179.54)
Total operating revenues	5,397,420.00	5,280,008.77	(117,411.23)
OPERATING EXPENSES			
Financial and Administrative			
Audit Fees	10,250.00	9,876.42	373.58
Health and Welfare			
Advertising	2,500.00	2,958.26	(458.26)
Aldermen Per Diem	6,000.00	6,000.00	-
Auto Expense	21,200.00	19,084.25	2,115.75
Bad Debt Expense	1,500.00	-	1,500.00
Bank Charges	60.00	234.81	(174.81)
Cash Over or Short	-	(25.86)	25.86
Collection Agency Expense	-	1,473.79	(1,473.79)
Contract Labor	3,000.00	3,406.16	(406.16)
Contract Services	99,000.00	92,092.80	6,907.20
Depreciation Expense	-	259,391.83	(259,391.83)
Dues and Subscriptions	4,300.00	4,056.69	243.31
Education Courses & Seminars	1,500.00	1,688.90	(188.90)
Engineering Fees	140,000.00	75,072.96	64,927.04
Equipment Expense	43,750.00	35,763.70	7,986.30
Equipment Rental/Lease	37,700.00	30,764.34	6,935.66
Gas and Oil Expense	27,000.00	35,143.31	(8,143.31)
Insurance - General	-	12,473.37	(12,473.37)
Insurance - Group & Life	123,000.00	117,972.37	5,027.63
Insurance - Vehicle	29,500.00	20,925.63	8,574.37
Insurance - Workman's Comp	19,300.00	17,542.14	1,757.86
Interest Expense	1,400.00	1,134.16	265.84
Laundry & Uniforms	8,000.00	6,813.66	1,186.34
Lease Expense	7,675.00	7,520.00	155.00
Legal & Professional Fees	70,000.00	32,328.99	37,671.01
Maintenance	97,000.00	81,769.80	15,230.20
Materials	119,200.00	55,011.32	64,188.68
Mileage Expense	1,400.00	1,206.08	193.92
Postage Expense	18,000.00	16,613.43	1,386.57
Printing Expense	2,000.00	3,422.41	(1,422.41)
Refreshment Expense	450.00	376.33	73.67

See the accompanying notes to the financial statements.

TOWN OF WALKER

STATEMENT OF REVENUES, EXPENSES AND CHANGES IN RETAINED EARNINGS—
BUDGET AND ACTUAL (GAAP BASIS) — ALL PROPRIETARY FUND TYPES

Statement D

For the Year Ended December 31, 2001

ENTERPRISE
FUND

	Budget	Actual	Variance Favorable (Unfavorable)
Repairs - General	\$ 150.00	\$ 1,100.52	\$ (950.52)
Repairs - Lawnmower & Chainsaw	200.00	165.00	35.00
Repairs - Meter	9,000.00	11,758.91	(2,758.91)
Repairs - Office Equipment	7,000.00	9,807.33	(2,807.33)
Repairs - Radio	2,800.00	2,896.29	(96.29)
Repairs - Roadway & Culverts	17,000.00	14,092.50	2,907.50
Repairs - Tractors	61,050.00	58,601.16	2,448.84
Repairs - Vehicle	38,700.00	38,255.51	444.49
Retirement Fund Municipal Empl	41,900.00	38,856.48	3,043.52
Salaries - Mayor	23,000.00	22,319.60	680.40
Salaries	587,000.00	533,215.20	53,784.80
Sewage Analysis Expense	4,500.00	5,873.50	(1,373.50)
Supplies - Chemicals & Lab	6,085.00	5,081.03	1,003.97
Supplies - General	7,700.00	6,724.77	975.23
Supplies - Hardware	14,200.00	13,537.35	662.65
Supplies - Kitchen & Cleaning	2,150.00	2,026.71	123.29
Supplies - Maintenance	11,250.00	9,895.71	1,354.29
Supplies - Office	4,775.00	4,253.12	521.88
Supplies - Welding	1,200.00	1,166.15	33.85
Taxes - Federal & Unemployment	4,200.00	4,045.35	154.65
Taxes - Payroll	46,700.00	43,747.08	2,952.92
Telephone Expense	23,000.00	19,673.25	3,326.75
Trustee Expense	-	300.00	(300.00)
Utilities	150,000.00	136,626.89	13,373.11
Natural Gas Purchases	1,500,000.00	1,595,721.17	(95,721.17)
Interest Expense - G&W Bonds	260,000.00	264,195.00	(4,195.00)
Interest Expense - Sewer Bonds	70,350.00	-	70,350.00
Payment of Gas & Water Bonds	150,000.00	-	150,000.00
Capital Expenditures	33,000.00	-	33,000.00
Total operating expenses	3,971,595.00	3,796,027.63	175,567.37
Operating income	1,425,825.00	1,483,981.14	58,156.14
NONOPERATING REVENUES (EXPENSES)			
Use of Money and Property	90,700.00	80,418.99	(10,281.01)
Miscellaneous Revenue	-	108.10	108.10
Total Nonoperating revenues (expenses)	90,700.00	80,527.09	(10,172.91)

See the accompanying notes to the financial statements.

TOWN OF WALKER

STATEMENT OF REVENUES, EXPENSES AND CHANGES IN RETAINED EARNINGS—
 BUDGET AND ACTUAL (GAAP BASIS) — ALL PROPRIETARY FUND TYPES
 Statement D

For the Year Ended December 31, 2001

ENTERPRISE
 FUND

	Budget	Actual	Variance Favorable (Unfavorable)
Income before operating transfers	\$ 1,516,525.00	\$ 1,564,508.23	\$ 47,983.23
OPERATING TRANSFERS			
Other Financing Sources	(938,400.00)	(692,000.00)	246,400.00
Total operating transfers	(938,400.00)	(692,000.00)	246,400.00
Net Income	578,125.00	872,508.23	294,383.23
Retained Earnings/Fund Balance, beginning of year	2,496,095.50	3,967,796.80	1,471,701.30
Retained Earnings/Fund Balance, end of year	\$ 3,074,220.50	\$ 4,840,305.03	\$ 1,766,084.53

See the accompanying notes to the financial statements.

TOWN OF WALKER
 COMBINED STATEMENT OF CASH FLOWS - PROPRIETARY FUND TYPE -
 UTILITY ENTERPRISE FUND

Statement E

For the Year Ended December 31, 2001

	2001
Cash Flows From Operating Activities:	
Operating Income	\$ 1,483,981
Adjustment to Reconcile Operating Income to Net Cash Provided by Operating Activities:	
Depreciation	259,392
Changes in Assets and Liabilities:	
(Increase) Decrease in Accounts Receivable	44,987
(Increase) Decrease in Unbilled Utility Sales	(109,966)
(Increase) Decrease in Miscellaneous Receivables	(12)
(Increase) Decrease in Inventory	(80,956)
(Increase) Decrease in Other Assets	(147)
Increase (Decrease) in Accounts Payable	(482,167)
Increase (Decrease) in Accrued Salaries and Benefits	(23,724)
Increase (Decrease) in Customer Meter Deposits	26,047
Net Cash Provided by Operating Activities	\$ 1,117,435
Cash Flows From Non-Capital Financing Activities:	
(Increase) Decrease in Due from Other Funds	(395,417)
Increase (Decrease) in Due to Other Funds	603,032
Operating Transfers In	822,000
Operating Transfers Out	(1,514,000)
Miscellaneous Income	108
Net Cash Used in Non-Capital Financing Activities	(484,277)
Cash Flows From Capital and Related Financing Activities:	
Acquisition and Construction of Property, Plant and Equipment	(2,227,081)
Principal Paid on Bonds Payable	(140,000)
Interest Income	80,419
Proceeds from Debt Financing	
Net Cash Used in Capital and Related Financing Activities	\$ (2,286,662)
Cash Flows From Investing Activities:	
Sales of Investments	10,200
Net Cash Provided by Investing Activities \$	\$ 10,200
Net Increase (Decrease) in Cash and Cash Equivalents	\$ (1,643,305)
Cash and Cash Equivalents - Beginning of Year	\$ 3,293,903
Cash and Cash Equivalents - End of Year	\$ 1,650,598
Cash and Cash Equivalents at End of Year Consist of:	
Unrestricted Cash	\$ 637,877
Restricted Cash	\$ 1,012,721
	\$ 1,650,598

See the accompanying notes to the financial statements.

TOWN OF WALKER
Walker, Louisiana
Notes to the Financial Statements
For the Year Ended December 31, 2001

1. Summary of Significant Accounting Policies

The Town of Walker, Louisiana (the Town) was incorporated in 1909, under the provisions of R.S. 33:321-48. The Town operates under a Mayor - Board of Aldermen form of government and provides the following services as authorized by its charter: public safety (police), highways and streets, health and social services, culture-recreation, public improvements, planning and zoning, and general administrative services.

The accounting and reporting policies of the Town of Walker 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's 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, fiscal interdependency, imposition of will, and whether a financial benefit/burden relationship existed between the Town and potential component unit.

The criteria provided in Government Accounting Standards Board Statement No. 14 has been considered and, accordingly, certain governmental organizations are thus excluded from the accompanying financial statements. These organizations are the Livingston Parish Fire District #4 and Gravity Drainage District #5, which are staffed by independently elected or appointed officials. Although the Town may provide facilities, no control is exercised over their operations.

B. Fund Accounting

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

Governmental Funds

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.

Capital Project Funds

Capital Project Fund - The Capital Project Fund is used to account for financial resources to be used for the acquisition or construction of major capital facilities.

Proprietary Fund

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

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. This means that only current assets and current liabilities are generally included on their balance sheets. Their reported fund balance (net current assets) is considered a measure of "available spending resources". Governmental fund operating statements present increases (revenues and other financing sources) 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.

Fixed assets used in governmental fund type operations (general fixed assets) are accounted for in the General Fixed Assets Account Group, rather than in governmental funds. 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.

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

The two account groups are not "funds". They are concerned only with the measurement of financial position. They are not involved with measurement of results of operations.

The proprietary fund is accounted for on a cost of services or "capital maintenance" measurement focus. This means that all assets and all liabilities (whether current or noncurrent) associated with their activity are included on their balance sheets. The reported fund equity (net total assets) is segregated into contributed capital and retained earnings components. Proprietary fund type operating statements present increases (revenues) and decreases (expenses) in net total assets.

Depreciation of all exhaustible fixed assets used by the proprietary fund is charged as an expense against its operations. Accumulated depreciation is reported on the proprietary fund balance sheet. Depreciation has been provided over the estimated useful lives using the straight-line method, and for the year ended December 31, 2001, amounted to \$259,392. The estimated useful lives are as follows:

Buildings	30 Years
Improvements	10 Years
Equipment	2-5 Years
Systems	30-40 Years

All fixed assets are stated at historical cost or estimated historical cost if actual historical cost is not available. Donated fixed assets are stated at their estimated fair value on the date donated.

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 measurements made, regardless of the measurement focus applied.

All governmental funds are accounted for using the modified accrual basis of accounting. Their revenues are recognized when they become measurable and available as net current assets. Taxpayer-assessed income, gross receipts, and sales taxes are considered "measurable" when in the hands of intermediary collecting governments and are recognized as revenue at that time. Anticipated refunds of such taxes are recorded as liabilities and reductions of revenue when they are measurable and their validity seems certain. Revenues from state and federal grants are recognized when the reimbursable expenditures have been incurred. Licenses and Permits, Fines and Forfeitures, and Miscellaneous Revenues (except interest earnings) are recorded as revenues when received in cash.

Expenditures are generally recognized under the modified accrual basis of accounting when the related fund liability is incurred. Exceptions to this general rule are principal and interest on long-term debt, which is recognized when due. Purchase of various operating supplies are regarded as expenditures at the time purchased.

The proprietary fund is accounted for using the accrual basis of accounting. Its revenues are recognized when they are earned, and its expenses are recognized when they are incurred. Unbilled utility services are recorded at year-end.

E. **Budgets and Budgetary Accounting**

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

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

F. **Investments**

Investments are stated at cost. At December 31, 2001, investments were deposited in mutual funds or U.S. Governmental Obligations.

G. **Inventory**

Inventory is valued at cost (first-in, first-out). Expendable supplies in the General Fund are recorded as expenditures at the time the supplies are purchased.

H. **Bad Debts**

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

I. **Accumulated Unpaid Vacation**

Employees of the Town may accumulate a maximum five days of vacation pay during the first ten years of employment and 10 days thereafter. At December 31, 2001, the accrued liability for unpaid vacation benefits amounted to \$78,318. The amounts applicable to the Enterprise Fund was \$41,808, and is recorded in that Fund, and the amount of \$36,509 applicable to the General Fund has been recorded in the General Long-Term Debt Account Group.

J. **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 this column does not present financial position, results of operations, or changes in financial position in conformity with generally accepted accounting principles, nor is such data comparable to a consolidation. Interfund eliminations have not been made in the aggregation of this data.

K. Construction Period Interest

The Town has a policy of capitalizing interest paid during the construction of a project. As of December 31, 2001, the Town has capitalized a total of \$ -0- of interest costs on its water system.

L. Cash and Cash Equivalents

For purposes of reporting cash flows, the Town considers all certificates of deposit, regardless of maturity, and money market funds, including those that are classified as restricted assets, to be cash equivalents.

M. Post-Employment Health Care Benefits

Retiree Benefits -

The Town provides no post-retirement health care benefits to employees who retire from the Town.

COBRA Benefits -

Under the Consolidated Omnibus Budget Reconciliation Act (COBRA), the Town provides health care benefits to eligible former employees and eligible dependents. Certain requirements are outlined by the federal government for this coverage. *The premiums are paid by the Town and reimbursed by the insured. This program is offered for a duration of eighteen (18) months after the termination date. There is no associated cost to the Town under this program, and there were no participants in the program as of December 31, 2001.*

N. Use of Estimates

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

2. Cash and Cash Equivalents

The Town maintains cash, certificates of deposit, and investment pools available for use by the Town.

Deposits - At year-end, the carrying amount of the Town's deposits was \$2,784,666, and the bank balance was \$2,812,194. The entire bank balance was covered by federal deposit insurance and/or pledged securities.

Statutes require collateral pledged for pool deposits to be held in the Town's name by the trust department of a bank other than the pledging bank; however, during the year, the Town permitted collateral on the deposits to be held in the Town's name by the pledging bank's trust department.

Investments - The Town is authorized to invest in obligations of the U. S. Treasury, agencies, and instrumentalities, commercial paper rated A-1 by Standard and Poor's Corporation or P-1 by Moody's Commercial Paper Record, banks' acceptances, repurchase agreements, and the State Treasurer's investment pool. The Town's investments are categorized below to give an indication of the level of risk assumed by the Town at year end. Category 1 includes deposits or investments that are insured or registered or for which the securities are held by the Town or its agent in the Town's name. Category 2 includes uninsured and unregistered investments for which the securities are held by the broker's or dealer's trust department or agent in the Town's

name. Category 3 includes uninsured and unregistered investments for which the securities are held by the broker or dealer, or by its trust department or agent but not in the Town's name.

	CATEGORY			CONFIRMED BALANCE	MARKET VALUE	CARRYING VALUE
	1	2	3			
Cash and Cash Equivalents:						
Operating Accounts	\$ -0-	\$ -0-	\$2,812,194	\$ 2,812,194	\$ 2,812,194	\$2,812,194
Petty Cash	<u>-0-</u>	<u>-0-</u>	<u>540</u>	<u>540</u>	<u>540</u>	<u>540</u>
Total Cash and Cash Equivalents	<u>\$ -0-</u>	<u>\$ -0-</u>	<u>\$2,812,734</u>	<u>\$ 2,812,734</u>	<u>\$ 2,812,734</u>	<u>\$ 2,812,734</u>
Investments Not Subject to Categorization:						
Mutual Funds - U.S. Government Securities				<u>\$ 564,787</u>	<u>\$ 564,787</u>	
Total Cash and Investments				<u>\$ 3,380,521</u>	<u>\$ 3,380,521</u>	

Included in the accompanying Balance Sheets under the captions:

Cash and Cash Equivalents	\$ 645,738
Investments, at Cost	564,787
Restricted Assets: Cash and Investments, at Cost	<u>2,148,504</u>
	<u>\$3,358,669</u>

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 and are actually billed to the taxpayers in November. Billed taxes become delinquent on January 1 of the following year. Revenues from ad valorem taxes are budgeted in the year billed.

The Town bills and collects its own property taxes using the assessed values determined by the tax assessor of Livingston Parish.

4. Interfund Receivable, Payables - Transfers In, Transfers Out

	INTERFUND RECEIVABLES	INTERFUND PAYABLES
General Fund	\$ 1,411,046	\$ 707,804
Enterprise Fund	<u>1,449,664</u>	<u>2,152,906</u>
	<u>\$ 2,860,710</u>	<u>\$ 2,860,710</u>
	TRANSFERS IN	TRANSFERS OUT
General Fund	\$ 2,107,622	\$ 1,415,622
Enterprise Funds	<u>1,415,622</u>	<u>2,107,622</u>
	<u>\$ 3,523,244</u>	<u>\$ 3,523,244</u>

5. Changes in General Fixed Assets

A summary of changes in general fixed assets follows:

	BALANCE JANUARY 1,			BALANCE DECEMBER 31,		
	<u>2001</u>	<u>ADDITIONS</u>	<u>DELETIONS</u>	<u>2001</u>		
Land	\$ 192,489	\$ 553,440		\$ 745,929		
Land Improvements	15,675			15,675		
Buildings	272,470			272,470		
Equipment	1,325,636			1,325,636		
Furniture and Fixtures	57,557	111,236		168,793		
Recreational Equipment	89,487			89,487		
Total	\$ 1,953,314	\$ 664,676	\$ 0	\$ 2,617,990		

A summary of proprietary fund type property, plant and equipment at December 31, 2001, follows:

	JANUARY 1,			DECEMBER 31,		
	<u>2001</u>	<u>ADDITIONS</u>	<u>DELETIONS</u>	<u>2001</u>		
Land	\$ 99,464	\$ 0	\$ 0	\$ 99,464		
Gas System	3,505,338	3,171	0	3,508,509		
Water System	1,687,299	18,211	0	1,705,510		
Sewer System	3,426,546	11,791	0	3,438,337		
Buildings	153,688	12,650	0	166,338		
Machinery & Equipment	790,933	76,681	0	867,614		
Total	9,663,268	122,504	0	9,785,772		
Accumulated Depreciation	(5,022,867)	(259,392)	0	(5,282,259)		
Total	\$ 4,640,401	\$ (136,888)	\$ 0	\$ 4,503,513		

6. The following is a summary of debt transactions of the Town for the year ended December 31, 2001:

	<u>REVENUE BONDS</u>	<u>CERTIFICATES OF INDEBTEDNESS</u>	<u>TOTAL</u>
Balances at January 1, 2001	\$ 8,835,000	\$ 2,181,492	\$ 11,016,492
Additions		786,629	786,629
Principal Reductions	<u>140,000</u>	<u>374,167</u>	<u>514,167</u>
Balances at December 31, 2001	<u>\$ 8,695,000</u>	<u>\$ 2,593,954</u>	<u>\$ 11,288,954</u>

SELLER FINANCING - PEAK PROPERTY

The Town executed a promissory note for the purchase of a piece of real estate. The terms call for sixty monthly payments of \$1,649.58 at a rate of 8.2% interest.

A schedule of the outstanding notes payable and the interest and principal requirements by dates is as follows:

<u>DUE DATE</u>	<u>PRINCIPAL</u>	<u>INTEREST</u>	<u>ANNUAL TOTAL</u>
March 1, 2001	1,197.75	451.83	
April 1, 2001	1,205.94	443.64	
May 1, 2001	1,214.18	435.40	
June 1, 2001	1,222.47	427.11	
July 1, 2001	1,230.83	418.75	
August 1, 2001	1,239.24	410.34	
September 1, 2001	1,247.71	401.87	
October 1, 2001	1,256.23	393.35	
November 1, 2001	1,264.82	394.76	
December 1, 2001	1,273.46	376.12	19,804.96
January 1, 2002	1,282.16	367.42	
February 1, 2002	1,290.92	258.66	
March 1, 2002	1,299.74	349.84	
April 1, 2002	1,308.63	340.95	
May 1, 2002	1,317.57	332.01	
June 1, 2002	1,326.57	323.01	
July 1, 2002	1,335.64	313.94	
August 1, 2002	1,344.76	304.82	
September 1, 2002	1,353.95	295.63	
October 1, 2002	1,363.20	286.38	
November 1, 2002	1,372.52	277.06	
December 1, 2002	1,381.90	267.68	19,694.96
January 1, 2003	1,391.34	258.24	
February 1, 2003	1,400.85	248.73	
March 1, 2003	1,410.42	239.16	
April 1, 2003	1,420.06	229.52	
May 1, 2003	1,429.76	219.82	
June 1, 2003	1,439.53	210.05	
July 1, 2003	1,449.37	200.21	
August 1, 2003	1,459.27	190.31	
September 1, 2003	1,469.24	180.34	
October 1, 2003	1,479.28	170.30	
November 1, 2003	1,489.39	160.19	

December 1, 2003	1,499.57	150.01	19,794.96
January 1, 2004	1,509.82	139.76	
February 1, 2004	1,520.13	129.45	
March 1, 2004	1,530.52	119.06	
April 1, 2004	1,540.98	108.60	
May 1, 2004	1,551.51	98.07	
June 1, 2004	1,562.11	87.47	
July 1, 2004	1,572.79	76.79	
August 1, 2004	1,583.53	66.05	
September 1, 2004	1,594.36	55.22	
October 1, 2004	1,605.25	44.33	
November 1, 2004	1,616.22	33.36	
December 1, 2004	1,627.26	22.32	19,794.96
January 1, 2005	<u>1,638.54</u>	<u>11.20</u>	<u>1,649.74</u>
Total of Seller Finance	<u>\$53,768.66</u>	<u>\$ 7,165.62</u>	<u>\$60,934.62</u>

1998 CERTIFICATE OF INDEBTEDNESS:

\$1,561,000 Certificate of Indebtedness, Series 1998, due in annual installments of principal and semi-annual installments of interest, through July, 2008, at 4.825%.

A schedule of the outstanding 1998 Series Certificates of Indebtedness and the interest and principal requirements by dates is as follows:

<u>DUE DATE</u>	<u>PRINCIPAL</u>	<u>INTEREST</u>	<u>TOTAL</u>
January 1, 2002	-	28,467.50	28,467.50
July 1, 2002	141,000.00	28,467.50	169,467.50
January 1, 2003	-	25,065.88	25,065.88
July 1, 2003	149,000.00	25,065.88	174,065.88
January 1, 2004	-	21,471.25	21,471.25
July 1, 2004	158,000.00	21,471.25	179,471.25
January 1, 2005	-	17,659.50	17,659.50
July 1, 2005	167,000.00	17,659.50	184,659.50
January 1, 2006	-	13,630.63	13,630.63
July 1, 2006	178,000.00	13,630.63	191,630.63
January 1, 2007	-	9,336.38	9,336.38
July 1, 2007	188,000.00	9,336.38	197,336.38
January 1, 2008	-	4,800.88	4,800.88
July 1, 2008	<u>199,000.00</u>	<u>4,800.88</u>	<u>203,800.88</u>
Totals	<u>\$1,180,000.00</u>	<u>\$240,864.00</u>	<u>\$1,420,864.00</u>

The Series 1998 Certificates of Indebtedness resolution provides that the Certificates shall be secured by and payable in principal and interest exclusively by an irrevocable pledge and dedication of the excess of annual revenues of the Town of Walker from its General Fund and Other Operating Funds for the years 1998 and thereafter above the statutory, necessary and usual charges of the Town in each of the years the Certificates are outstanding. The excess revenues thus pledged shall be set aside monthly in a separate fund to be designated the Series 1998 Sinking Fund hereinafter authorized to be created. Monies in the Series 1998 Sinking Fund shall be expended solely for the payment of principal of and interest on the Certificates. Such monthly deposits of excess revenues of the Town from its General Fund and Other Operating Funds shall continue to be made in each of the years 1998 and thereafter, as necessary to pay principal of and interest on the Certificates as the same fall due. The excess revenues of the Town from its General Fund and Other Operating Funds not required to be deposited in the Series 1998

Sinking Fund may be appropriated and used by the Issuer for any lawful purpose of the Town.

1999 GAS AND WATER REVENUE BONDS

\$4,650,000, 1999 Natural Gas and Water Revenue Bonds due is annual principal installments and semi-annual installments of interest at 5.7% through December, 2019.

A schedule of the outstanding 1999 Series bonds and the interest and principal requirements by dates is as follows:

<u>DUE DATE</u>	<u>PRINCIPAL</u>	<u>INTEREST</u>	<u>ANNUAL TOTAL</u>
June 1, 2002 -	128,107.50		
December 1, 2002	150,000.00	128,107.50	406,215.00
June 1, 2003 -	123,832.50		
December 1, 2003	160,000.00	123,832.50	407,665.00
June 1, 2004 -	119,272.50		
December 1, 2004	165,000.00	119,272.50	403,545.00
June 1, 2005 -	114,570.00		
December 1, 2005	175,000.00	114,570.00	404,140.00
June 1, 2006 -	109,582.50		
December 1, 2006	185,000.00	109,582.50	404,165.00
June 1, 2007 -	104,310.00		
December 1, 2007	195,000.00	104,310.00	403,620.00
June 1, 2008 -	98,752.50		
December 1, 2008	210,000.00	98,752.50	407,505.00
June 1, 2009 -	92,767.50		
December 1, 2009	220,000.00	92,767.50	405,535.00
June 1, 2010 -	86,497.50		
December 1, 2010	235,000.00	86,497.50	407,995.00
June 1, 2011 -	79,800.00		
December 1, 2011	245,000.00	79,800.00	404,600.00
June 1, 2012 -	72,817.50		
December 1, 2012	260,000.00	72,817.50	405,635.00
June 1, 2013 -	65,407.50		
December 1, 2013	275,000.00	65,407.50	405,815.00
June 1, 2014 -	57,570.00		
December 1, 2014	290,000.00	57,570.00	405,140.00
June 1, 2015 -	49,305.00		
December 1, 2015	310,000.00	49,305.00	408,610.00
June 1, 2016 -	40,470.00		
December 1, 2016	325,000.00	40,470.00	405,940.00
June 1, 2017 -	31,207.50		
December 1, 2017	345,000.00	31,207.50	407,415.00
June 1, 2018 -	21,375.00		
December 1, 2018	365,000.00	21,375.00	407,750.00
June 1, 2019 -	10,972.50		
December 1, 2019	<u>385,000.00</u>	<u>10,972.50</u>	<u>406,945.00</u>
Total 1999 Series	<u>\$4,495,000.00</u>	<u>\$2,813,235.00</u>	<u>\$7,308,235.00</u>

2000 SALES TAX BONDS

\$4,200,000, 2000 Sales Tax due is annual principal installments and semi-annual installments of interest at 3.45% through June, 2021.

A schedule of the outstanding 1999 Series bonds and the interest and principal requirements by dates is as follows:

<u>DUE DATE</u>	<u>ANNUAL PRINCIPAL</u>	<u>INTEREST</u>	<u>TOTAL</u>
June 1, 2002	141,000.00	72,450.00	
December 1, 2002	-	70,017.75	283,467.75
June 1, 2003	147,000.00	70,017.75	
December 1, 2003	-	67,482.00	284,499.75
June 1, 2004	153,000.00	67,482.00	
December 1, 2004	-	64,842.75	285,324.75
June 1, 2005	158,000.00	64,842.75	
December 1, 2005	-	62,117.25	284,960.00
June 1, 2006	164,000.00	62,117.25	
December 1, 2006	-	59,288.25	285,405.50
June 1, 2007	170,000.00	59,288.25	
December 1, 2007	-	56,355.75	285,644.00
June 1, 2008	178,000.00	56,355.75	
December 1, 2008	-	53,285.25	287,641.00
June 1, 2009	185,000.00	53,285.25	
December 1, 2009	-	50,094.00	288,379.25
June 1, 2010	194,000.00	50,094.00	
December 1, 2010	-	46,747.50	290,841.50
June 1, 2011	200,000.00	46,747.50	
December 1, 2011	-	43,297.50	290,045.00
June 1, 2012	208,000.00	43,297.50	
December 1, 2012	-	39,709.50	291,007.00
June 1, 2013	218,000.00	39,709.50	
December 1, 2013	-	35,949.00	293,658.50
June 1, 2014	225,000.00	35,949.00	
December 1, 2014	-	32,067.75	293,016.75
June 1, 2015	235,000.00	32,067.75	
December 1, 2015	-	28,014.00	295,081.75
June 1, 2016	245,000.00	28,014.00	
December 1, 2016	-	23,787.75	296,801.75
June 1, 2017	255,000.00	23,787.75	
December 1, 2017	-	19,389.00	298,176.75
June 1, 2018	265,000.00	19,389.00	
December 1, 2018	-	14,817.75	299,206.75
June 1, 2019	276,000.00	14,817.75	
December 1, 2019	-	10,056.75	300,874.50
June 1, 2020	285,000.00	10,056.75	
December 1, 2020	-	5,140.50	300,197.25
June 1, 2021	<u>298,000.00</u>	<u>5,140.50</u>	<u>303,140.50</u>
Total 2000 Sales Tax Bonds	<u>\$4,200,000.00</u>	<u>\$1,637,370.00</u>	<u>\$5,837,370.00</u>

2000 CERTIFICATES OF INDEBTEDNESS

\$500,000, 2000 Certificates of Indebtedness due is annual principal installments and semi-annual installments of interest at 5.65% through September, 2010.

A schedule of the outstanding 2000 Certificates of Indebtedness interest and principal requirements by dates is as follows:

<u>DUE DATE</u>	<u>ANNUAL PRINCIPAL</u>	<u>INTEREST</u>	<u>TOTAL</u>
March 1, 2002	-	13,051.50	
September 1, 2002	40,000.00	13,051.50	66,103.00
March 1, 2003	-	11,921.50	
September 1, 2003	43,000.00	11,921.50	66,843.00
March 1, 2004	-	10,706.75	
September 1, 2004	45,000.00	10,706.75	66,413.50
March 1, 2005	-	9,435.50	
September 1, 2005	48,000.00	9,435.50	66,871.00
March 1, 2006	-	8,079.50	
September 1, 2006	51,000.00	8,079.50	67,159.00
March 1, 2007	-	6,638.75	
September 1, 2007	54,000.00	6,638.75	67,277.50
March 1, 2008	-	5,113.25	
September 1, 2008	57,000.00	5,113.25	67,226.50
March 1, 2009	-	3,503.00	
September 1, 2009	60,000.00	3,503.00	67,006.00
March 1, 2010	-	1,808.00	
September 1, 2010	<u>64,000.00</u>	<u>1,808.00</u>	<u>67,616.00</u>
Total 2000 Certificates	<u>\$462,000.00</u>	<u>\$140,515.50</u>	<u>\$602,515.50</u>

2000 SEWER REVENUE BOND

\$300,000, 2000 Sewer Revenue Bonds due in annual principal installments and semi-annual installments of interest at 3.45% through June, 2021.

A schedule of the outstanding 2000 Sewer Revenue Bonds and the interest and principal requirements by dates is as follows:

<u>DUE DATE</u>	<u>ANNUAL PRINCIPAL</u>	<u>INTEREST</u>	<u>TOTAL</u>
June 1, 2002	10,000.00	5,175.00	
December 1, 2002	-	5,002.50	20,177.50
June 1, 2003	10,000.00	5,002.50	
December 1, 2003	-	4,830.00	19,832.50
June 1, 2004	11,000.00	4,830.00	
December 1, 2004	-	4,640.25	20,470.25
June 1, 2005	11,000.00	4,640.25	
December 1, 2005	-	4,450.50	20,090.75
June 1, 2006	12,000.00	4,450.50	
December 1, 2006	-	4,243.50	20,694.00
June 1, 2007	12,000.00	4,243.50	
December 1, 2007	-	4,036.50	20,280.00

TOWN OF WALKER
Notes to the Financial Statements, Continued
December 31, 2001

June 1, 2008	13,000.00	4,036.50	
December 1, 2008	-	3,812.25	20,848.75
June 1, 2009	13,000.00	3,812.25	
December 1, 2009	-	3,588.00	20,400.25
June 1, 2010	14,000.00	3,588.00	
December 1, 2010	-	3,346.50	20,934.50
June 1, 2011	14,000.00	3,346.50	
December 1, 2011	-	3,105.00	20,451.50
June 1, 2012	15,000.00	3,105.00	
December 1, 2012	-	2,846.25	20,951.25
June 1, 2013	16,000.00	2,846.25	
December 1, 2013	-	2,570.25	21,416.50
June 1, 2014	16,000.00	2,570.25	
December 1, 2014	-	2,294.25	20,864.50
June 1, 2015	17,000.00	2,294.25	
December 1, 2015	-	2,001.00	21,295.25
June 1, 2016	17,000.00	2,001.00	
December 1, 2016	-	1,707.75	20,708.75
June 1, 2017	18,000.00	1,707.75	
December 1, 2017	-	1,397.25	21,105.00
June 1, 2018	19,000.00	1,397.25	
December 1, 2018	-	1,069.50	21,466.75
June 1, 2019	20,000.00	1,069.50	
December 1, 2019	-	724.50	21,794.00
June 1, 2020	21,000.00	724.50	
December 1, 2020	-	362.25	22,086.75
June 1, 2021	<u>21,000.00</u>	<u>362.25</u>	<u>21,362.25</u>
Total 2000 Sewer Revenue Bond \$	<u>300,000.00</u>	<u>\$ 117,231.00</u>	<u>\$ 417,231.00</u>

Combined total required payments are as follows:

<u>YEAR</u>	<u>PRINCIPAL</u>	<u>INTEREST</u>	<u>TOTAL</u>
2002	497,978	495,616	993,954
2003	526,338	471,429	997,967
2004	550,814	445,677	996,491
2005	560,638	419,392	980,030
2006	590,000	392,686	982,685
2007 and after	<u>7,965,000</u>	<u>2731,584</u>	<u>10,696,584</u>
TOTALS	<u>\$10,690,769</u>	<u>\$ 4,956,381</u>	<u>\$15,647,150</u>

The 1998 Certificates of Indebtedness Bond Indenture requires the following funds to be maintained.

- (a) A Debt Service Fund designed to achieve a proper matching of revenues and debt service on the Certificates within each bond year. For purposes of this Arbitrage Certificate, and compliance with the Arbitrage Regulations, "Bond Year" shall mean the 1-year period ending on each principal payment date of the Certificates, which is July 1 of each year. Amounts deposited in the Debt Service Fund will be applied to the next payment of principal or interest on the Certificates following such transfer. All amounts deposited in the Debt Service Fund are expected to be depleted at least once each Bond Year, except for a reasonable carryover

amount which will not exceed the greater of (i) the earnings on the Debt Service Fund for the immediately preceding Bond Year, or (ii) 1/12 of the principal and interest payments on the Certificates for the immediately preceding Bond Year.

The 1999 Natural Gas and Water Revenue Bond Indenture requires the following funds to be maintained.

- (a) The establishment and maintenance of a separately identifiable fund or account designated as the "1999 Utility Revenue Bond Sinking Fund" (the "Sinking Fund"), to be held by the regularly designated fiscal agent of the Issuer, sufficient in amount to pay promptly and fully the principal of and the interest on the Bonds by transferring from the Revenue Fund to the fiscal agent of the Issuer, monthly in advance on or before the 20th day of each month of each year, commencing December, 1999, a sum equal to 1/6th of the interest falling due on the next Interest Payment Date and 1/12th of the principal falling due on the next principal payment date, together with such additional proportionate sum as may be required to pay said principal and interest as the same become due. If additional Parity Bonds are hereafter issued by the Issuer in the manner provided by this Ordinance, monthly payments into the Sinking Fund for the Additional Parity Bonds shall be in accordance with the provisions of the ordinances authorizing the issuance of such Additional Parity Bonds and moneys in the Sinking Fund shall be equally available to pay principal and interest on the Bonds and such Additional Parity Bonds. The Issuer shall transfer from said Sinking Funds to the paying agent bank or banks for all Bonds payable from the Sinking Fund at least three (3) days in advance of each Interest Payment Date, funds fully sufficient to pay promptly the principal and interest so falling due on such date.
- (b) The establishment and maintenance of the "1999 Natural Gas and Water Revenue Bond Reserve Fund" (the "Reserve Fund"), to be held by the regularly designated fiscal agent of the Issuer, by depositing into the Reserve Fund from the proceeds of the Bonds and the moneys in the reserve fund maintained in connection with Series 1987 Bond and designated for the Series 1987 Bond, upon the delivery of the Bonds, an amount equal to the Reserve Fund Requirement. The money in the Reserve Fund shall be retained solely for the purpose of paying the principal and interest on the Bonds and any Additional Parity Bonds as to which there would otherwise be default. In the event that Additional Parity Bonds are issued there shall be transferred from the proceeds of such Additional Parity Bonds or from the Revenue Fund into the Reserve Fund monthly, such amounts (as may be designated in the ordinance authorizing the issuance of such Additional Parity Bonds) as will increase the total amount on deposit in the Reserve Fund within a period not exceeding five (5) years to a sum equal to the Reserve Fund Requirement for all outstanding bonds payable from the Sinking Fund as provided in the ordinances for the issuance of the Additional Parity Bonds.
- (c) The establishment and maintenance of the "1999 Natural Gas and Water Depreciation and Contingency Fund" (the "Contingency Fund"), to be held by the regularly designated fiscal agent of the Issuer, to care for depreciation, extensions, additions, improvements and replacements necessary to operate properly the System, by transferring from the Revenue Fund to the regularly designated fiscal agent bank of the Issuer, monthly in advance on or before the 20th day of each month of the each year, a sum of at least equal to five percent (5%) of the gross revenues of the System collected in cash during the preceding month, provided that such sum is available after provision is made for the payments required under paragraphs (a) and (b) above. The payments in said Contingency Fund shall continue as long as any of the Bonds or any Additional Parity Bonds are outstanding. In addition to caring for extensions, additions, improvements, renewals and replacements necessary to properly operate the System, the money in the Contingency Fund may also be used to pay the principal of and the interest on the Bonds and any additional *pari passu* bonds issued hereafter in the manner provided by this Ordinance, for the payment of which there is not sufficient money in the Sinking Fund or Reserve Fund described in paragraphs (a) and (b) above, but the money in said Contingency Funds shall never be used for the making of extensions and additions to the System or for the payment of principal or interest on bonds if such use of said money will leave in said Contingency Fund for the making of emergency repairs, renewals and replacements less than the sum of Fifty Thousand Dollars (\$50,000).

The 2000 Sales Tax Revenue Bond Indenture requires the following funds to be maintained.

- (a) To create a fund or account with the regularly designated Fiscal Agent Bank of the Borrower designated as the Sewer Sales Tax Bond Sinking Fund (the "Sinking Fund"), by separating physically or through accounting, moneys sufficient in amount to pay promptly and fully the principal of and the interest on the Borrower Bonds,

and any Parity Obligations issued hereafter in the manner provided by the Authorizing Ordinance, as the same severally become due and payable, by transferring from the Sales Tax Fund to the Sinking Fund, on or before the 20th day of the month of each year (i) during the Interim Loan Period and amount equal to the interest accruing on the Borrower Bonds for such calendar month and (ii) during the Permanent Loan Period, an amount equal to the principal and interest accruing on the Borrower Bonds for such calendar month, together with such additional proportionate sum as may be required to pay said principal and interest as the same respectively become due. Said agent bank or banks for all Obligations payable from the Sinking Fund, at least three (3) days in advance of the date on which payment of principal or interest falls due, funds fully sufficient to pay promptly the principal and interest so falling due on such date.

- (b) To create a fund or account with the regularly designated Fiscal Agent Bank of the Borrower designated as the Sewer Sales Tax Bond Debt Service Reserve Fund (the "Reserve Fund"), by separating physically or by accounting into the Reserve Fund monthly on or before the 20th day of each month of each year, a sum at least equal to 25% of the amount required to be paid into the Sinking Fund for such month with respect to the Borrower Bonds, the payments into said Reserve Fund to continue until such time as there has been accumulated therein a sum equal to the Reserve Fund Requirement. In the event that additional Parity Obligations are issued hereafter in the manner provided by the Authorizing Ordinance, there shall be transferred from bond proceeds at closing or the Sales Tax Fund or from other available moneys into said Reserve Fund monthly or annually, such amounts (as may be designated in the resolution or ordinance authorizing the issuance of such Parity Obligations) as will increase the total amount on deposit in the Reserve Fund within a period not exceeding five (5) years from the date of issue of such Parity Obligations to a sum equal to the Reserve Fund Requirement.

The 2000 Sewer Revenue Bond Indenture requires the following funds to be maintained.

(a) Sinking Fund.

Moneys from the Revenue Fund shall be deposited into the Sinking Fund in amounts sufficient to pay promptly and fully the principal of and interest on the Borrower Bonds and any Parity Obligations issued or hereafter as they severally become due and payable.

Moneys from the Revenue Fund shall be transferred into the Sinking Fund monthly in advance on or before the twentieth (20th) day of each month of each year as follows:

- (a) during the Interim Loan Period, amount equal to interest and Administrative Fee estimated to accrue with respect to the Borrower Bonds for such calendar month based on the Estimated Maximum Draw Schedule, and
- (b) during the Permanent Loan Period, an amount equal to the principal, interest and Administrative Fee accruing with respect to the Borrower Bonds for such calendar month, together with such additional proportionate sum as may be required to pay such principal, interest and Administrative fee as the same respectively become due.

Money in the Sinking Fund shall be deposited as trust funds and shall be used solely and are hereby expressly exclusively pledged for the purpose of paying principal of, interest on and Administrative Fee, if any, with respect to the Borrower Bonds and any Parity Obligations. The Borrower shall require its Fiscal Agent Bank to transfer from the Sinking Fund to the Paying Agent (as defined in the Authorizing Ordinance) and any other paying agent bank or bank for any Parity Obligations payable from the Sinking Fund at least three (3) days in advance of each Interest Payment Date and Principal Payment Date, funds fully sufficient to pay promptly the principal and interest falling due on such dates.

(b) Reserve Fund.

There has been established with a Fiscal Agent Bank pursuant to the Authorizing Ordinance a separately identifiable fund or account designated the Sewer Revenue Bond Debt Service Reserve Fund. Money in the Reserve Fund is to be retained solely for the purpose of payment of the principal of and interest on all obligations payable from the Sinking Fund as to

which there would otherwise be a Default. In the event that Parity Obligations are issued hereinafter in the manner provided hereby, there shall be transferred from the Revenue Fund into the Reserve Fund such amounts as will increase the total amount on deposit in the Reserve Fund to the Reserve Fund Requirements with respect to all outstanding obligations issued by the Borrower and payable from the Revenues within a period not exceeding five (5) years from the date of delivery of the Parity Obligations.

If at any time it shall be necessary to use moneys in the Reserve Fund for the purpose of paying principal of or interest on the Borrower Bonds or any Parity Obligations as to which there would otherwise be a Default, then the moneys so used shall be replaced from the Revenues first thereafter received, and not required to be used for current expenses of the System or required to be paid to the Sinking Fund, it being the intention hercof that there shall as nearly as possible be at all times in the Reserve Fund the Reserve Fund Requirement.

In connection with the issuance of bonds, notes or other debt obligations by or on behalf of the Department, or the Department may require it if deems, in its sole discretion, the depository to be uncreditworthy, that the portion of the Reserve Fund attributable to the Borrower Bonds shall be transferred to and maintained in such depository as may be designated by the Department. The Borrower hereby agrees to said transfer.

(c) Renewal and Replacement Fund.

There has been established with a Fiscal Agent Bank pursuant to the Authorizing Ordinance a separately identifiable fund or account designated the Sewer System Renewal and Replacement Fund (the "Renewal and Replacement Fund"). There shall be transferred to the Renewal and Replacement Fund, on or before the twentieth (20th) day of each month of each year, after payment of the amounts required by Sections 5.2, 5.3, and 5.4 hereof, an amount equal to five percent (5%) of the gross/net revenues of the System collected in the prior calendar month; provided, however, that no payment need be made into the Renewal and Replacement Fund at any time if the balance in such Fund equals or exceeds an amount equal to \$100,000. All moneys in the Renewal and Replacement Fund may be drawn on and used by the Borrower for the purpose of paying the costs of any unusual and extraordinary maintenance and any repairs, replacements, extensions and improvements to the System which will either enhance its revenue producing capacity or provide a higher degree of service.

In the event that available balance in the Sinking Fund or the Reserve Fund shall on any Principal or Interest Payment Date be insufficient to pay the installment of principal and/or interest then due and to maintain the required reserve, sums on deposit in the Renewal and Replacement Fund may be transferred in such amounts as is necessary to eliminate the deficiencies respectively in the Sinking Fund and/or the Reserve Fund.

If at any time it should be necessary to use moneys in the Renewal and Replacement Fund for any authorized purpose, then the moneys so used shall be replaced from the Revenues first thereafter received and not required to be used for current Sinking Fund deposits or for the Reserve Fund Requirement, in the manner provided in the Authorizing Ordinance.

If at any time there are sufficient moneys on deposit in the Reserve Fund and the Renewal and Replacement Fund to retire all Borrower Bonds and Parity Obligations payable from the Sinking Fund by exercising the redemption option provided by such Outstanding Parity Bonds, Borrower Bonds or Parity Obligations or by purchase on the open market, the Borrower may utilize such funds for such purpose.

Notwithstanding the foregoing, money in the Renewal and Replacement Fund shall not be used for making improvements and extension to the system or for payment of principal or interest on the Borrower Bonds or any Parity Obligations if the use of the said money will leave in the Renewal and Replacement Fund for making emergency repairs or replacements less than the sum of \$25,000.

The Town entered into a financing arrangement with the State of Louisiana for the loan in the amount of \$2,400,000 for the purpose of renovating the sewer system. The loan is in the draw down stage as of December 31, 2001. Funds advanced as of December 31, 2001 amounted to \$786,629, and was used in the 2001 capital project fund.

8. Meter Deposits

Meter deposits are paid by customers upon application for utility services and are returnable to them upon termination of service. Receipts from meter deposits are deposited in a Meter Deposit Account and refunds of deposits on termination of service are made from the same account.

At December 31, 2001, Meter Deposits amounted to \$310,893, while the balance of the meter deposit cash accounts totaled \$17,106.

9. Pension Plans

MPERS-

All of the Town of Walker's full-time police employees participate in the Municipal Police Employees Retirement System ("System"), a multiple-employer public employee retirement system. The payroll for employees covered by the System for the year ended December 31, 2001 was \$217,712 the Town's total payroll was \$1,257,552.

Membership is mandatory for any full-time police officer employed by a municipality of the State of Louisiana and engaged in law enforcement, empowered to make arrests, providing he does not have to pay social security and providing he meets the statutory criteria.

Benefit provisions are authorized within Act 189 of 1973 and amended by LRS 11:2211-11:2233.

Any member is eligible for normal retirement after he has been a member of the System for one year, if he has 25 years of creditable service at any age or has 20 years of creditable service and is age 50, or has 12 years creditable service and is age 55. Benefit rates are three and one-third percent of average final compensation (average monthly earnings during the highest 36 consecutive months or joined months if service was interrupted) per number of years of creditable service not to exceed 100% of final salary.

A member is eligible to receive disability benefits if he was an active contributing member of the System, or if he is no longer a member but has 20 years creditable service established in the System, and suffers disability which has been certified by examination by a member of the State-wide Medical Disability Board. A service related disability requires no certain number of years of creditable service; however, a non-service connected disability requires five years of creditable service.

The disability benefits are calculated at three percent of average final compensation multiplied by years of creditable service, but shall not be less than forty percent nor more than sixty of average final compensation. Upon reaching the age required for regular retirement, the disability pensioner receives the greater of disability benefit or accrued benefit earned to date of disability. Upon the death of an active contributing member, or disability retiree, the plan provides for surviving spouses and minor children. Under certain conditions outlined in the statutes, the benefits range from forty to sixty percent of the member's average final compensation.

A member is eligible upon receiving 25 years of credit regardless of age or 20 years of credit and attaining the age of 50, to elect to enter the deferred retirement option plan (DROP). Upon filing the application for the program, the employee's active membership in the system is terminated. At the entry date into the DROP, the employee and employer contributions cease. The amount to be deposited into the DROP account is equal to the benefit computed under the retirement plan elected by the participant at date of application. The duration of participation in the DROP is specified for a period of three years or less. If employment is terminated after the three year period, the participant may receive his benefits by lump sum payment or a true annuity. If employment is not terminated, active contributing membership into the system shall resume and upon later termination, he shall receive additional retirement benefit based on the additional service. DROP accounts shall earn interest subsequent to the termination of DROP participation at a rate of half of one percentage point below the percentage rate of return of the System's investment portfolio as certified by the actuary on an annual basis.

Covered employees are required by State statute to contribute seven and one half percent of their salary to the plan. The Town was required by the same statute to contribute nine per cent. The contribution requirement for the year ended December 31, 2001, was \$35,923, which consisted of \$19,594 from the Town and \$16,329 from employees. The actuarially determined contribution requirement for 2000 has not yet been provided by the retirement system.

Trend information showing the progress of the System in accumulating sufficient assets to pay benefits when due is presented in its annual financial reports. Copies of these reports may be obtained from the Municipal Employees Retirement System of Louisiana.

10. Retirement Benefits

The Town adopted a nonqualified retirement plan in 1992. Employees are eligible to participate upon completion of their sixth month of employment and must be employed full time. The employee must contribute a minimal amount (\$25.00) monthly and the Town will contribute 6% of the regular gross pay on the employee's behalf. The monies contributed are used to make payments on annuity contracts for the benefit of the employee. On October 1, 1993, the nonqualified retirement plan was terminated and a qualified retirement plan was adopted. The qualified retirement has the same contribution terms as the unqualified retirement plan. The Town's contributions for the plan amounted to \$59,805, for the year ended December 31, 2001.

11. Litigation

There are several pending lawsuits in which the Town is involved. The Town's legal counsel and management estimate that the potential claims against the Town not covered by insurance resulting from such litigation would not materially affect the financial statements of the Town.

12. Allowance for Uncollectible Accounts

At December 31, 2001, the allowance for uncollectible accounts receivable in the Enterprise Fund is \$76,807.

Supplemental Information
(Combining and Individual Fund Financial Statements)

GENERAL FUND

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

TOWN OF WALKER
GENERAL FUND (BY DEPARTMENT)
Schedule 1
COMBINING BALANCE SHEET

December 31, 2001
With Comparative Actual Totals for December 31, 2000

	GENERAL FUND	PARKS DEPARTMENT	STREET DEPARTMENT	ANIMAL CONTROL	GARBAGE DEPARTMENT
ASSETS					
Current Assets					
Cash and Cash Equivalents	\$ 2,706.66	\$ 1,392.20	\$ -	\$ -	-
Utility Customer Receivables	-	-	-	-	7,576.62
Property Taxes Receivable	16,772.92	-	-	-	-
Sales Taxes Receivable	149,626.88	-	-	-	-
Miscellaneous Receivables	46,413.92	5,224.70	-	-	-
Due From Other Funds	1,393,343.65	27.57	17,675.00	-	-
Restricted Assets					
Cash and Cash Equivalents	1,135,783.30	-	-	-	-
TOTAL ASSETS	\$ 2,744,647.33	\$ 6,644.47	\$ 17,675.00	\$ -	\$ 7,576.62
LIABILITIES AND FUND BALANCE					
LIABILITIES					
Current Liabilities					
Cash overdraft	\$ -	\$ -	\$ -	\$ -	-
Curr Liab (from Curr Assets)					
Cash overdraft	9,358.73	-	216.65	-	-
Accounts Payable	9,910.08	37.51	7,973.94	-	21,280.00
Due to Other Funds	341,075.07	12,989.53	353,738.10	-	-
Accrued Salaries Payable	84.15	-	-	-	-
Long-Term Liabilities					
Notes Payable	53,768.66	-	-	-	-
TOTAL LIABILITIES	414,196.69	13,027.04	361,928.69	-	21,280.00
FUND BALANCE					
Fund Balance					
Unreserved and Undesignated	2,330,450.64	(6,382.57)	(344,253.69)	-	(13,703.38)
TOTAL FUND BALANCE	2,330,450.64	(6,382.57)	(344,253.69)	-	(13,703.38)
TOTAL LIABILITIES AND FUND BALANCE	\$ 2,744,647.33	\$ 6,644.47	\$ 17,675.00	\$ -	\$ 7,576.62

POLICE DEPARTMENT	Memorandum Only Current Year	Memorandum Only Prior Year
\$ 200.00	\$ 4,298.86	\$ 569,614.91
-	7,576.62	-
-	16,772.92	40,076.17
-	149,626.88	117,503.29
-	51,638.62	51,024.80
-	1,411,046.22	1,134,436.54
-	1,135,783.30	491,652.79
\$ 200.00	\$ 2,776,743.42	\$ 2,404,308.50
\$ -	\$ -	\$ 2,175.63
-	9,575.38	-
-	39,201.53	32,131.48
-	707,802.70	638,808.31
-	84.15	18,544.98
-	53,768.66	89,877.45
-	810,432.42	781,537.85
200.00	1,966,311.00	1,622,770.65
200.00	1,966,311.00	1,622,770.65
\$ 200.00	\$ 2,776,743.42	\$ 2,404,308.50

TOWN OF WALKER
GENERAL FUND (BY DEPARTMENT)
Schedule 2
COMBINING STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE

Year Ended December 31, 2001

With Comparative Actual Amounts for the Year Ended December 31, 2000

	GENERAL FUND	PARKS DEPARTMENT	STREET DEPARTMENT	ANIMAL CONTROL	GARBAGE DEPARTMENT
REVENUES					
Revenues					
Taxes	\$ 1,864,016.88	\$ -	\$ -	\$ -	\$ -
Licenses and Permits	180,229.65	-	-	-	-
Intergovernmental Revenue	6,588.45	-	5,473.20	-	-
Fees, Charges and Commissions	43,654.40	82,418.00	-	3,959.02	174,981.53
Fines and Forfeitures	-	-	-	-	-
Use of Money and Property	30,712.01	356.60	255.58	-	-
Miscellaneous Revenue	2,046.04	47,255.17	-	-	-
TOTAL REVENUES	2,127,247.43	130,029.77	5,728.78	3,959.02	174,981.53
EXPENDITURES					
Current Expenditures					
Legislative	6,000.00	-	-	-	-
Elections	-	-	-	-	-
Financial and Administrative	7,012.52	-	14,485.46	-	-
Other General Administration	376,942.22	-	-	-	-
Public Safety	-	-	-	-	-
Public Works	-	-	693,926.83	-	230,083.43
Health and Welfare	-	-	-	37,450.84	-
Culture and Recreation	-	158,035.52	-	-	-
Capital Outlay					
Other General Administration	553,440.00	-	-	-	-
Public Safety	-	-	-	-	-
Public Works	-	-	12,783.00	-	-
Culture and Recreation	16,472.03	-	-	-	-
Debt Service					
Other General Administration	5,216.70	-	-	-	-
Debt Service	313,825.74	-	-	-	-
TOTAL EXPENDITURES	1,278,909.21	158,035.52	721,195.29	37,450.84	230,083.43
Excess (deficiency) of revenues over expenditures	848,338.22	(28,005.75)	(715,466.51)	(33,491.82)	(55,101.90)
OTHER FINANCING SOURCES (USES)					
Proceeds of Long-term Debt					
Other Financing Sources					
Proceeds from Long Term Debt	-	-	-	-	-
Operating Transfers In					
Other Financing Sources					
Transfers from G&W	890,000.00	3,000.00	36,000.00	-	-

POLICE DEPARTMENT	Memorandum Only Current Year	Memorandum Only Prior Year
\$ -	\$ 1,864,016.88	\$ 1,356,458.84
-	180,229.65	179,428.72
-	12,061.65	-
-	305,012.95	263,641.50
230,197.18	230,197.18	206,659.23
-	31,324.19	19,408.19
95,633.57	144,934.78	140,912.38
325,830.75	2,767,777.28	2,166,508.86
-	6,000.00	6,576.00
-	-	59.08
-	21,497.98	16,037.13
-	376,942.22	444,885.26
622,931.82	622,931.82	511,792.38
-	924,010.26	747,241.36
-	37,450.84	42,274.91
-	158,035.52	129,733.39
-	553,440.00	228,800.16
67,630.82	67,630.82	61,194.56
-	12,783.00	40,110.54
-	16,472.03	26,200.00
-	5,216.70	5,673.59
-	313,825.74	194,515.39
690,562.64	3,116,236.93	2,455,093.75
(364,731.89)	(348,459.65)	(288,584.89)
-	-	580,972.00
-	929,000.00	915,392.00

TOWN OF WALKER
GENERAL FUND (BY DEPARTMENT)
Schedule 2
COMBINING STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE

Year Ended December 31, 2001
With Comparative Actual Amounts for the Year Ended December 31, 2000

	GENERAL FUND	PARKS DEPARTMENT	STREET DEPARTMENT	ANIMAL CONTROL	GARBAGE DEPARTMENT
Transfers from General Fund	\$ -	\$ 30,000.00	\$ 687,000.00	\$ 33,491.82	\$ 41,398.52
Transfer from Garbage Depart.	-	-	-	-	-
Transfers from Sewer	22,000.00	-	-	-	-
Operating Transfers Out					
Other Financing Sources					
Transfers to Gas & Water	(214,000.00)	-	-	-	-
Transfers to General Fund	-	-	-	-	-
Transfer to Animal Control	(33,491.82)	-	-	-	-
Transfer to Garbage Department	(41,398.52)	-	-	-	-
Transfer to Police Department	(364,731.89)	-	-	-	-
Transfers to Park	(30,000.00)	-	-	-	-
Transfers to 1998 Cap. Project	-	-	-	-	-
Transfers to Sewer Department	(45,000.00)	-	-	-	-
Transfers to Street Department	(687,000.00)	-	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	(503,622.23)	33,000.00	723,000.00	33,491.82	41,398.52
Excess (deficiency) of revenues over expenditures and other sources (use)	344,715.99	4,994.25	7,533.49	-	(13,703.38)
Fund Balances at beginning of year	1,985,734.65	(11,376.82)	(351,787.18)	-	-
Fund Balances at end of year	\$ 2,330,450.64	\$ (6,382.57)	\$ (344,253.69)	\$ -	\$ (13,703.38)

POLICE DEPARTMENT	Memorandum Only Current Year	Memorandum Only Prior Year
\$ 364,731.89	\$ 1,156,622.23	\$ 1,021,046.85
-	-	8,945.51
-	22,000.00	-
-	(214,000.00)	(50,000.00)
-	-	(8,945.51)
-	(33,491.82)	(39,249.91)
-	(41,398.52)	-
-	(364,731.89)	(296,692.94)
-	(30,000.00)	(64,500.00)
-	-	(35,509.66)
-	(45,000.00)	(5,000.00)
-	(687,000.00)	(620,604.00)
364,731.89	692,000.00	1,405,854.34
-	343,540.35	1,117,269.45
200.00	1,622,770.65	505,501.20
\$ 200.00	\$ 1,966,311.00	\$ 1,622,770.65

TOWN OF WALKER
GENERAL FUND
Schedule 3
COMPARATIVE BALANCE SHEET

December 31, 2001 and 2000

	2001	2000
ASSETS		
Current Assets		
Cash and Cash Equivalents	\$ 2,706.66	\$ 568,407.98
Property Taxes Receivable	16,772.92	40,076.17
Sales Taxes Receivable	149,626.88	117,503.29
Miscellaneous Receivables	46,413.92	46,140.16
Due From Other Funds	1,393,343.65	1,134,408.97
Restricted Assets		
Cash and Cash Equivalents	1,135,783.30	491,652.79
TOTAL ASSETS	\$ 2,744,647.33	\$ 2,398,189.36
 LIABILITIES AND FUND BALANCE		
LIABILITIES		
Curr Liab (from Curr Assets)		
Cash overdraft	\$ 9,358.73	\$ -
Accounts Payable	9,910.08	17,336.98
Due to Other Funds	341,075.07	291,797.01
Accrued Salaries Payable	84.15	13,443.27
Long-Term Liabilities		
Notes Payable	53,768.66	89,877.45
TOTAL LIABILITIES	414,196.69	412,454.71
 FUND BALANCE		
Fund Balance		
Unreserved and Undesignated	2,330,450.64	1,985,734.65
TOTAL FUND BALANCE	2,330,450.64	1,985,734.65
TOTAL LIABILITIES AND FUND BALANCE	\$ 2,744,647.33	\$ 2,398,189.36

TOWN OF WALKER
GENERAL FUND
STATEMENT OF REVENUES, EXPENDITURES
CHANGES IN FUND BALANCE—BUDGET (GAAP BASIS)
Schedule 4

Year Ended December 31, 2001

With Comparative Actual Amounts for Year Ended December 31, 2000

	2001		Variance— favorable (unfavorable)	2000 Actual
	Budget	Actual		
REVENUES				
<i>Revenues</i>				
Taxes	\$ 2,372,800.00	\$ 1,864,016.88	\$ (508,783.12)	\$ 1,356,458.84
Licenses and Permits	227,000.00	180,229.65	(46,770.35)	179,428.72
Intergovernmental Revenue	15,000.00	6,588.45	(8,411.55)	-
Fees, Charges and Commissions	40,000.00	43,654.40	3,654.40	40,606.80
Fines and Forfeitures	-	-	-	(22.18)
Use of Money and Property	33,000.00	30,712.01	(2,287.99)	18,299.07
Miscellaneous Revenue	2,500.00	2,046.04	(453.96)	20,082.93
TOTAL REVENUES	2,690,300.00	2,127,247.43	(563,052.57)	1,614,854.18
EXPENDITURES				
<i>Current Expenditures</i>				
Legislative	6,000.00	6,000.00	-	6,576.00
Elections	-	-	-	59.08
Financial and Administrative	9,709.98	7,012.52	2,697.46	16,037.13
Other General Administration	391,851.00	376,942.22	14,908.78	444,885.26
<i>Capital Outlay</i>				
Other General Administration	-	553,440.00	(553,440.00)	228,800.16
Culture and Recreation	22,906.19	16,472.03	6,434.16	-
<i>Debt Service</i>				
Other General Administration	5,367.79	5,216.70	151.09	5,673.59
Debt Service	589,168.54	313,825.74	275,342.80	194,515.39
TOTAL EXPENDITURES	1,025,003.50	1,278,909.21	(253,905.71)	896,546.61
Excess (deficiency) of revenues over expenditures	1,665,296.50	848,338.22	(816,958.28)	718,307.57
OTHER FINANCING SOURCES (USES)				
<i>Proceeds of Long-term Debt</i>				
Other Financing Sources	-	-	-	580,972.00
<i>Operating Transfers In</i>				
Other Financing Sources	830,000.00	912,000.00	82,000.00	909,337.51
<i>Operating Transfers Out</i>				
Other Financing Sources	(879,600.00)	(1,415,622.23)	(536,022.23)	(1,111,556.51)

TOWN OF WALKER
GENERAL FUND
STATEMENT OF REVENUES, EXPENDITURES
CHANGES IN FUND BALANCE—BUDGET (GAAP BASIS)
Schedule 4
Year Ended December 31, 2001
With Comparative Actual Amounts for Year Ended December 31, 2000

	2001		Variance— favorable (unfavorable)	2000
	Budget	Actual		Actual
TOTAL OTHER FINANCING SOURCES (USES)	\$ (49,600.00)	\$ (503,622.23)	\$ (454,022.23)	\$ 378,753.00
Excess (deficiency) of revenues over expenditures and other sources (uses)	1,615,696.50	344,715.99	(1,270,980.51)	1,097,060.57
Fund Balances at beginning of year	1,985,734.65	1,985,734.65	-	888,674.08
Fund Balances at end of year	\$ 3,601,431.15	\$ 2,330,450.64	\$ (1,270,980.51)	\$ 1,985,734.65

TOWN OF WALKER
PARK DEPARTMENT FUND
Schedule 5
COMPARATIVE BALANCE SHEET

December 31, 2001 and 2000

	2001	2000
ASSETS		
Current Assets		
Cash and Cash Equivalents	\$ 1,392.20	\$ 1,006.93
Miscellaneous Receivables	5,224.70	4,884.64
Due From Other Funds	27.57	27.57
TOTAL ASSETS	\$ 6,644.47	\$ 5,919.14
 LIABILITIES AND FUND BALANCE		
LIABILITIES		
Curr Liab (from Curr Assets)		
Accounts Payable	\$ 37.51	\$ 1,782.04
Due to Other Funds	12,989.53	14,829.70
Accrued Salaries Payable	-	684.22
TOTAL LIABILITIES	13,027.04	17,295.96
 FUND BALANCE		
Fund Balance		
Unreserved and Undesignated	(6,382.57)	(11,376.82)
TOTAL FUND BALANCE	(6,382.57)	(11,376.82)
TOTAL LIABILITIES AND FUND BALANCE	\$ 6,644.47	\$ 5,919.14

TOWN OF WALKER
PARK DEPARTMENT FUND
STATEMENT OF REVENUES, EXPENDITURES
CHANGES IN FUND BALANCE—BUDGET (GAAP BASIS)
Schedule 6

Year Ended December 31, 2001
With Comparative Actual Amounts for Year Ended December 31, 2000

	2001		Variance— favorable (unfavorable)	2000
	Budget	Actual		Actual
REVENUES				
<i>Revenues</i>				
Fees, Charges and Commissions	\$ 85,000.00	\$ 82,418.00	\$ (2,582.00)	\$ 40,496.00
Use of Money and Property	450.00	356.60	(93.40)	524.46
Miscellaneous Revenue	51,130.00	47,255.17	(3,874.83)	46,771.66
TOTAL REVENUES	136,580.00	130,029.77	(6,550.23)	87,792.12
EXPENDITURES				
<i>Current Expenditures</i>				
Financial and Administrative	100.00	-	100.00	-
Culture and Recreation	174,056.00	158,035.52	16,020.48	129,733.39
<i>Capital Outlay</i>				
Culture and Recreation	-	-	-	26,200.00
TOTAL EXPENDITURES	174,156.00	158,035.52	16,120.48	155,933.39
Excess (deficiency) of revenues over expenditures	(37,576.00)	(28,005.75)	9,570.25	(68,141.27)
OTHER FINANCING SOURCES (USES)				
<i>Operating Transfers In</i>				
Other Financing Sources	27,000.00	33,000.00	6,000.00	64,500.00
TOTAL OTHER FINANCING SOURCES (USES)	27,000.00	33,000.00	6,000.00	64,500.00
Excess (deficiency) of revenues over expenditures and other sources (uses)	(10,576.00)	4,994.25	15,570.25	(3,641.27)
Fund Balances at beginning of year	-	(11,376.82)	(11,376.82)	(7,735.55)
Fund Balances at end of year	\$ (10,576.00)	\$ (6,382.57)	\$ 4,193.43	\$ (11,376.82)

TOWN OF WALKER
STREET DEPARTMENT FUND
Schedule 7
COMPARATIVE BALANCE SHEET

December 31, 2001 and 2000

	<u>2001</u>	<u>2000</u>
ASSETS		
<hr/>		
Current Assets		
Due From Other Funds	\$ 17,675.00	\$ -
	<hr/>	<hr/>
TOTAL ASSETS	\$ 17,675.00	\$ -
	<hr/>	<hr/>
 LIABILITIES AND FUND BALANCE		
<hr/>		
LIABILITIES		
Current Liabilities		
Cash overdraft	\$ -	\$ 2,175.63
Curr Liab (from Curr Assets)		
Cash overdraft	216.65	-
Accounts Payable	7,973.94	13,012.46
Due to Other Funds	353,738.10	332,181.60
Accrued Salaries Payable	-	4,417.49
	<hr/>	<hr/>
TOTAL LIABILITIES	361,928.69	351,787.18
	<hr/>	<hr/>
 FUND BALANCE		
Fund Balance		
Unreserved and Undesignated	(344,253.69)	(351,787.18)
	<hr/>	<hr/>
TOTAL FUND BALANCE	(344,253.69)	(351,787.18)
	<hr/>	<hr/>
TOTAL LIABILITIES AND FUND BALANCE	\$ 17,675.00	\$ -
	<hr/>	<hr/>

TOWN OF WALKER
STREET DEPARTMENT FUND
STATEMENT OF REVENUES, EXPENDITURES
CHANGES IN FUND BALANCE—BUDGET (GAAP BASIS)
Schedule 8

Year Ended December 31, 2001
With Comparative Actual Amounts for Year Ended December 31, 2000

	2001		Variance— favorable (unfavorable)	2000 Actual
	Budget	Actual		
REVENUES				
Revenues				
Intergovernmental Revenue	\$ -	\$ 5,473.20	\$ 5,473.20	\$ -
Use of Money and Property	300.00	255.58	(44.42)	584.66
Miscellaneous Revenue	12,000.00	-	(12,000.00)	4,445.20
TOTAL REVENUES	12,300.00	5,728.78	(6,571.22)	5,029.86
EXPENDITURES				
Current Expenditures				
Financial and Administrative	500.00	14,485.46	(13,985.46)	-
Public Works	711,975.00	693,926.83	18,048.17	570,664.22
Capital Outlay				
Public Works	16,000.00	12,783.00	3,217.00	40,110.54
TOTAL EXPENDITURES	728,475.00	721,195.29	7,279.71	610,774.76
Excess (deficiency) of revenues over expenditures	(716,175.00)	(715,466.51)	708.49	(605,744.90)
OTHER FINANCING SOURCES (USES)				
Operating Transfers In				
Other Financing Sources	740,000.00	723,000.00	(17,000.00)	635,604.00
TOTAL OTHER FINANCING SOURCES (USES)	740,000.00	723,000.00	(17,000.00)	635,604.00
Excess (deficiency) of revenues over expenditures and other sources (uses)	23,825.00	7,533.49	(16,291.51)	29,859.10
Fund Balances at beginning of year	338,325.65	(351,787.18)	(690,112.83)	(381,646.28)
Fund Balances at end of year	\$ 362,150.65	\$ (344,253.69)	\$ (706,404.34)	\$ (351,787.18)

TOWN OF WALKER
ANIMAL CONTROL DEPARTMENT
Schedule 9
COMPARATIVE BALANCE SHEET

December 31, 2001 and 2000

	<u>2001</u>	<u>2000</u>
FUND BALANCE		
Fund Balance		
Unreserved and Undesignated	\$ -	\$ -
	<hr/>	<hr/>
TOTAL FUND BALANCE	-	-
	<hr/>	<hr/>
TOTAL LIABILITIES AND FUND BALANCE	\$ -	\$ -
	<hr/>	<hr/>

TOWN OF WALKER
ANIMAL CONTROL DEPARTMENT
STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE—BUDGET (GAAP BASIS)
Schedule 10

Year Ended December 31, 2001

With Comparative Actual Amounts for Year Ended December 31, 2000

	2001		Variance— favorable (unfavorable)	2000
	Budget	Actual		Actual
REVENUES				
Revenues				
Fees, Charges and Commissions	\$ 4,200.00	\$ 3,959.02	\$ (240.98)	\$ 3,025.00
TOTAL REVENUES	4,200.00	3,959.02	(240.98)	3,025.00
EXPENDITURES				
Current Expenditures				
Health and Welfare	37,804.00	37,450.84	353.16	42,274.91
TOTAL EXPENDITURES	37,804.00	37,450.84	353.16	42,274.91
Excess (deficiency) of revenues over expenditures	(33,604.00)	(33,491.82)	112.18	(39,249.91)
OTHER FINANCING SOURCES (USES)				
Operating Transfers In				
Other Financing Sources	-	33,491.82	33,491.82	39,249.91
TOTAL OTHER FINANCING SOURCES (USES)	-	33,491.82	33,491.82	39,249.91
Excess (deficiency) of revenues over expenditures and other sources (uses)	(33,604.00)	-	33,604.00	-
Fund Balances at beginning of year	-	-	-	-
Fund Balances at end of year	\$ (33,604.00)	\$ -	\$ 33,604.00	\$ -

TOWN OF WALKER
GARBAGE DEPARTMENT
Schedule 11
COMPARATIVE BALANCE SHEET

December 31, 2001 and 2000

	<u>2001</u>	<u>2000</u>
ASSETS		
<hr/>		
Current Assets		
Utility Customer Receivables	\$ 7,576.62	\$ -
	<hr/>	<hr/>
TOTAL ASSETS	\$ 7,576.62	\$ -
	<hr/>	<hr/>
 LIABILITIES AND FUND BALANCE		
<hr/>		
LIABILITIES		
Curr Liab (from Curr Assets)		
Accounts Payable	\$ 21,280.00	\$ -
	<hr/>	<hr/>
TOTAL LIABILITIES	21,280.00	-
	<hr/>	<hr/>
 FUND BALANCE		
Fund Balance		
Unreserved and Undesignated	(13,703.38)	-
	<hr/>	<hr/>
TOTAL FUND BALANCE	(13,703.38)	-
	<hr/>	<hr/>
TOTAL LIABILITIES AND FUND BALANCE	\$ 7,576.62	\$ -
	<hr/>	<hr/>

TOWN OF WALKER
GARBAGE DEPARTMENT
STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE—BUDGET (GAAP BASIS)
Schedule 12

Year Ended December 31, 2001

With Comparative Actual Amounts for Year Ended December 31, 2000

	2001		Variance— favorable (unfavorable)	2000
	Budget	Actual		Actual
REVENUES				
Revenues				
Fees, Charges and Commissions	\$ 200,000.00	\$ 174,981.53	\$ (25,018.47)	\$ 179,513.70
TOTAL REVENUES	200,000.00	174,981.53	(25,018.47)	179,513.70
EXPENDITURES				
Current Expenditures				
Public Works	231,563.00	230,083.43	1,479.57	176,577.14
TOTAL EXPENDITURES	231,563.00	230,083.43	1,479.57	176,577.14
Excess (deficiency) of revenues over expenditures	(31,563.00)	(55,101.90)	(23,538.90)	2,936.56
OTHER FINANCING SOURCES (USES)				
Operating Transfers In				
Other Financing Sources	-	41,398.52	41,398.52	-
Operating Transfers Out				
Other Financing Sources	-	-	-	(8,945.51)
TOTAL OTHER FINANCING SOURCES (USES)	-	41,398.52	41,398.52	(8,945.51)
Excess (deficiency) of revenues over expenditures and other sources (uses)	(31,563.00)	(13,703.38)	17,859.62	(6,008.95)
Fund Balances at beginning of year	-	-	-	6,008.95
Fund Balances at end of year	\$ (31,563.00)	\$ (13,703.38)	\$ 17,859.62	\$ -

TOWN OF WALKER
POLICE DEPARTMENT
Schedule 13
COMPARATIVE BALANCE SHEET

December 31, 2001 and 2000

	<u>2001</u>	<u>2000</u>
ASSETS		
Current Assets		
Cash and Cash Equivalents	\$ 200.00	\$ 200.00
TOTAL ASSETS	<u>\$ 200.00</u>	<u>\$ 200.00</u>
 FUND BALANCE		
Fund Balance		
Unreserved and Undesignated	\$ 200.00	\$ 200.00
TOTAL FUND BALANCE	<u>200.00</u>	<u>200.00</u>
TOTAL LIABILITIES AND FUND BALANCE	<u>\$ 200.00</u>	<u>\$ 200.00</u>

TOWN OF WALKER
POLICE DEPARTMENT
STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE—BUDGET (GAAP BASIS)
Schedule 14

Year Ended December 31, 2001

With Comparative Actual Amounts for Year Ended December 31, 2000

	2001		Variance— favorable (unfavorable)	2000 Actual
	Budget	Actual		
REVENUES				
Revenues				
Fines and Forfeitures	\$ 230,000.00	\$ 230,197.18	\$ 197.18	\$ 206,681.41
Miscellaneous Revenue	75,000.00	95,633.57	20,633.57	69,612.59
TOTAL REVENUES	305,000.00	325,830.75	20,830.75	276,294.00
EXPENDITURES				
Current Expenditures				
Public Safety	695,174.00	622,931.82	72,242.18	511,792.38
Capital Outlay				
Public Safety	82,000.00	67,630.82	14,369.18	61,194.56
TOTAL EXPENDITURES	777,174.00	690,562.64	86,611.36	572,986.94
Excess (deficiency) of revenues over expenditures	(472,174.00)	(364,731.89)	107,442.11	(296,692.94)
OTHER FINANCING SOURCES (USES)				
Operating Transfers In				
Other Financing Sources	-	364,731.89	364,731.89	296,692.94
TOTAL OTHER FINANCING SOURCES (USES)	-	364,731.89	364,731.89	296,692.94
Excess (deficiency) of revenues over expenditures and other sources (uses)	(472,174.00)	-	472,174.00	-
Fund Balances at beginning of year	-	200.00	200.00	200.00
Fund Balances at end of year	\$ (472,174.00)	\$ 200.00	\$ 472,374.00	\$ 200.00

CAPITAL PROJECTS FUNDS

Used to account for financial resources to be used for the acquisition or construction of major capital facilities.

TOWN OF WALKER
 CAPITAL PROJECTS
 Schedule 15
 COMBINING BALANCE SHEET

December 31, 2001
 With Comparative Totals for December 31, 2000

	2000 CAPITAL PROJECT ONE	2000 CAPITAL PROJECT TWO	2001 CAPITAL PROJECT	Memorandum Only Current Year	Memorandum Only Prior Year
ASSETS					
Current Assets					
Cash and Cash Equivalents	\$ 18.85	\$ 3,533.48	\$ 9.07	\$ 3,561.40	\$ 992.09
TOTAL ASSETS	\$ 18.85	\$ 3,533.48	\$ 9.07	\$ 3,561.40	\$ 992.09
FUND BALANCE					
Fund Equity					
Unreserved and Undesignated	\$ 18.85	\$ 3,533.48	\$ -	\$ 3,552.33	\$ 973.24
TOTAL FUND BALANCE	18.85	3,533.48	9.07	3,561.40	992.09
TOTAL LIABILITIES AND FUND BALANCE	\$ 18.85	\$ 3,533.48	\$ 9.07	\$ 3,561.40	\$ 992.09

TOWN OF WALKER
 CAPITAL PROJECTS
 Schedule 16
 COMBINING STATEMENT OF REVENUES, EXPENDITURES
 AND CHANGES IN FUND BALANCE

Year Ended December 31, 2001
 With Comparative Actual Amounts for Year Ended December 31, 2000

	2000 CAPITAL PROJECT ONE	2000 CAPITAL PROJECT TWO	2001 CAPITAL PROJECT	Memorandum Only Current Year	Memorandum Only Prior Year
REVENUES					
Use of Money and Property	\$ -	\$ 1,056.23	\$ 28.05	\$ 1,084.28	\$ 1,099.80
TOTAL REVENUES	-	1,056.23	28.05	1,084.28	1,099.80
EXPENDITURES					
Capital Outlay					
Financial and Administrative	-	11.99	18.98	30.97	-
Public Works	-	2,526,243.26	786,628.50	3,312,871.76	1,573,323.46
TOTAL EXPENDITURES	-	2,526,255.25	786,647.48	3,312,902.73	1,573,323.46
Excess (deficiency) of revenues over expenditures	-	(2,525,199.02)	(786,619.43)	(3,311,818.45)	(1,572,223.66)
OTHER FINANCING SOURCES (USES)					
Proceeds of Long-term Debt	-	2,527,759.26	786,628.50	3,314,387.76	1,573,215.75
TOTAL OTHER FINANCING SOURCES (USES)	-	2,527,759.26	786,628.50	3,314,387.76	1,573,215.75
Excess (deficiency) of revenues over expenditures and other sources (uses)	-	2,560.24	9.07	2,569.31	992.09
Fund Balances at beginning of year	18.85	973.24	-	992.09	-
Fund Balances at end of year	\$ 18.85	\$ 3,533.48	\$ 9.07	\$ 3,561.40	\$ 992.09

TOWN OF WALKER
WASTE WATER CONSTRUCTION ONE
Schedule 17
COMPARATIVE BALANCE SHEET
December 31, 2001 and 2000

	2001	2000
ASSETS		
Current Assets		
Cash and Cash Equivalents	\$ 18.85	\$ 18.85
TOTAL ASSETS	\$ 18.85	\$ 18.85
FUND BALANCE		
Fund Equity		
Unreserved and Undesignated	\$ 18.85	\$ -
Excess (deficiency) of revenues over expenditures and other sources (uses)	-	18.85
TOTAL FUND BALANCE	18.85	18.85
TOTAL LIABILITIES AND FUND BALANCE	\$ 18.85	\$ 18.85

TOWN OF WALKER
WASTE WATER CONSTRUCTION ONE
STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE—BUDGET (GAAP BASIS)
Schedule 18

Year Ended December 31, 2001

With Comparative Actual Amounts for Year Ended December 31, 2000

	2001		Variance— favorable (unfavorable)	2000
	Budget	Actual		Actual
REVENUES				
Revenues				
Use of Money and Property	\$ -	\$ -	\$ -	\$ 117.84
TOTAL REVENUES	-	-	-	117.84
EXPENDITURES				
Capital Outlay				
Public Works	-	-	-	299,561.48
TOTAL EXPENDITURES	-	-	-	299,561.48
Excess (deficiency) of revenues over expenditures	-	-	-	(299,443.64)
OTHER FINANCING SOURCES (USES)				
Proceeds of Long-term Debt				
Intergovernmental Revenue	-	-	-	299,462.49
TOTAL OTHER FINANCING SOURCES (USES)	-	-	-	299,462.49
Excess (deficiency) of revenues over expenditures and other sources (uses)	-	-	-	18.85
Fund Balances at beginning of year	-	18.85	18.85	-
Fund Balances at end of year	\$ -	\$ 18.85	\$ 18.85	\$ 18.85

TOWN OF WALKER
WASTE WATER CONSTRUCTION TWO
Schedule 19
COMPARATIVE BALANCE SHEET

December 31, 2001 and 2000

	2001	2000
ASSETS		
Current Assets		
Cash and Cash Equivalents	\$ 3,533.48	\$ 973.24
TOTAL ASSETS	\$ 3,533.48	\$ 973.24
FUND BALANCE		
Fund Equity		
Unreserved and Undesignated	\$ 973.24	\$ -
Excess (deficiency) of revenues over expenditures and other sources (uses)	2,560.24	973.24
TOTAL FUND BALANCE	3,533.48	973.24
TOTAL LIABILITIES AND FUND BALANCE	\$ 3,533.48	\$ 973.24

TOWN OF WALKER
WASTE WATER CONSTRUCTION TWO
STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE—BUDGET (GAAP BASIS)
Schedule 20

Year Ended December 31, 2001
With Comparative Actual Amounts for Year Ended December 31, 2000

	2001		Variance— favorable (unfavorable)	2000 Actual
	Budget	Actual		
REVENUES				
Revenues				
Use of Money and Property	\$ -	\$ 1,056.23	\$ 1,056.23	\$ 981.96
TOTAL REVENUES	-	1,056.23	1,056.23	981.96
EXPENDITURES				
Capital Outlay				
Financial and Administrative	-	11.99	(11.99)	-
Public Works	-	2,526,243.26	(2,526,243.26)	1,273,761.98
TOTAL EXPENDITURES	-	2,526,255.25	(2,526,255.25)	1,273,761.98
Excess (deficiency) of revenues over expenditures	-	(2,525,199.02)	(2,525,199.02)	(1,272,780.02)
OTHER FINANCING SOURCES (USES)				
Proceeds of Long-term Debt				
Intergovernmental Revenue	-	2,527,759.26	2,527,759.26	1,273,753.26
TOTAL OTHER FINANCING SOURCES (USES)	-	2,527,759.26	2,527,759.26	1,273,753.26
Excess (deficiency) of revenues over expenditures and other sources (uses)	-	2,560.24	2,560.24	973.24
Fund Balances at beginning of year	-	973.24	973.24	-
Fund Balances at end of year	\$ -	\$ 3,533.48	\$ 3,533.48	\$ 973.24

TOWN OF WALKER
2001 CAPITAL PROJECT
Schedule 21
COMPARATIVE BALANCE SHEET

December 31, 2001 and 2000

	<u>2001</u>	<u>2000</u>
ASSETS		
<u>Current Assets</u>		
Cash and Cash Equivalents	\$ 9.07	\$ -
TOTAL ASSETS	<u>\$ 9.07</u>	<u>\$ -</u>

TOWN OF WALKER
 2001 CAPITAL PROJECT
 STATEMENT OF REVENUES, EXPENDITURES AND
 CHANGES IN FUND BALANCE—BUDGET (GAAP BASIS)
 Schedule 22

Year Ended December 31, 2001
 With Comparative Actual Amounts for Year Ended December 31, 2000

	2001		Variance— favorable (unfavorable)	2000 Actual
	Budget	Actual		
REVENUES				
Revenues				
Use of Money and Property	\$ -	\$ 28.05	\$ 28.05	\$ -
TOTAL REVENUES	-	28.05	28.05	-
EXPENDITURES				
Capital Outlay				
Financial and Administrative	-	18.98	(18.98)	-
Public Works	-	786,628.50	(786,628.50)	-
TOTAL EXPENDITURES	-	786,647.48	(786,647.48)	-
Excess (deficiency) of revenues over expenditures	-	(786,619.43)	(786,619.43)	-
OTHER FINANCING SOURCES (USES)				
Proceeds of Long-term Debt				
Intergovernmental Revenue	-	786,628.50	786,628.50	-
TOTAL OTHER FINANCING SOURCES (USES)	-	786,628.50	786,628.50	-
Excess (deficiency) of revenues over expenditures and other sources (uses)	-	9.07	9.07	-
Fund Balances at beginning of year	-	-	-	-
Fund Balances at end of year	\$ -	\$ 9.07	\$ 9.07	\$ -

ENTERPRISE FUND

Utility Fund - To account for the provision of gas, water, and sewer services to the residents of the Town of Walker and some residents outside the Town in the Parishes of Livingston and St. Helena. 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 WALKER
 PROPRIETARY FUNDS
 Schedule 23
 COMBINING BALANCE SHEET

December 31, 2001
 With Comparative Totals for December 31, 2000

	GAS AND WATER FUND	SEWER FUND	Memorandum Only Current Year	Memorandum Only Prior Year
ASSETS				
Current Assets				
Cash and Cash Equivalents	\$ 601,710.69	\$ 36,166.59	\$ 637,877.28	\$ 2,514,246.07
Investments, at cost	564,787.12	-	564,787.12	574,987.12
Utility Customer Receivables	490,329.27	-	490,329.27	535,316.09
Miscellaneous Receivables	970.89	23,204.20	24,175.09	24,163.11
Unbilled Utility Sales	271,567.36	14,060.88	285,628.24	175,661.82
Due From Other Funds	462,746.64	986,917.23	1,449,663.87	1,054,246.95
Prepaid Expenses	13,548.36	-	13,548.36	13,548.36
Inventory, at cost	177,631.49	15,869.79	193,501.28	112,545.09
Other Assets	1,656.82	-	1,656.82	1,510.15
Restricted Assets				
Cash and Cash Equivalents	846,794.15	165,926.51	1,012,720.66	898,793.77
Fixed Assets				
Fixed Assets	6,261,909.83	2,389,922.08	8,651,831.91	6,684,142.72
Other Assets				
Other Assets	-	-	-	-
TOTAL ASSETS	\$ 9,693,652.62	\$ 3,632,067.28	\$ 13,325,719.90	\$ 12,589,161.25

TOWN OF WALKER
 PROPRIETARY FUNDS
 Schedule 23
 COMBINING BALANCE SHEET

December 31, 2001
 With Comparative Totals for December 31, 2000

	GAS AND WATER FUND	SEWER FUND	Memorandum Only Current Year	Memorandum Only Prior Year
LIABILITIES AND FUND EQUITY				
LIABILITIES				
Current Liabilities				
Due From Other Funds	\$ -	\$ -	\$ -	\$ -
Curr Liab (from Curr Assets)				
Cash overdraft	-	-	-	119,137.93
Accounts Payable	290,589.25	6,961.57	297,550.82	779,717.84
Due to Other Funds	2,129,048.00	23,859.39	2,152,907.39	1,549,875.18
Accrued Salaries Payable	22,242.14	-	22,242.14	35,642.39
Accumulated Vacation Payable	33,787.26	8,021.00	41,808.26	52,131.56
Customer Utility Deposits	309,629.09	1,264.84	310,893.93	284,847.22
Capital Lease Obligations	-	-	-	-
Curr Liab (from Restr Assets)				
Accrued Bond Interest Payable	22,016.25	-	22,016.25	22,016.25
Bonds Payable	150,000.00	-	150,000.00	140,000.00
Long-Term Liabilities				
Bonds Payable	4,345,000.00	300,000.00	4,645,000.00	4,795,000.00
TOTAL LIABILITIES	7,302,311.99	340,106.80	7,642,418.79	7,778,368.37
FUND EQUITY				
Contributed Capital				
Contributed Capital	756,362.38	86,633.70	842,996.08	842,996.08
Retained Earnings				
Unreserved Retained Earnings	1,634,978.25	3,205,326.78	4,840,305.03	3,098,269.32
Reserved for Bond Retirement	-	-	-	710,935.48
Reserved for Contingencies	-	-	-	46,046.91
Reserved for Inventories	-	-	-	112,545.09
TOTAL FUND EQUITY	2,391,340.63	3,291,960.48	5,683,301.11	4,810,792.88
TOTAL LIABILITIES AND FUND EQUITY	\$ 9,693,652.62	\$ 3,632,067.28	\$ 13,325,719.90	\$ 12,589,161.25

TOWN OF WALKER
 PROPRIETARY FUNDS
 Schedule 24
 COMBINING STATEMENT OF REVENUES, EXPENSES
 AND CHANGES IN RETAINED EARNINGS

Year Ended December 31, 2001
 With Comparative Actual Amounts for Year Ended December 31, 2000

	GAS AND WATER FUND	SEWER FUND	Memorandum Only Current Year	Memorandum Only Prior Year
OPERATING REVENUES				
Fees, Charges and Commissions	\$ 4,857,159.83	\$ 388,028.48	\$ 5,245,188.31	\$ 2,955,383.57
Miscellaneous Revenue	-	34,820.46	34,820.46	305,150.74
Total operating revenues	4,857,159.83	422,848.94	5,280,008.77	3,260,534.31
OPERATING EXPENSES				
Financial and Administrative				
Audit Fees	6,584.28	3,292.14	9,876.42	4,750.00
Health and Welfare				
Advertising	2,958.26	-	2,958.26	8,202.19
Amortization Expense	-	-	-	-
Aldermen Per Diem	6,000.00	-	6,000.00	6,300.40
Auto Expense	16,455.11	2,629.14	19,084.25	4,037.40
Bad Debt Expense	-	-	-	-
Bank Charges	185.72	49.09	234.81	101.21
Cash Over or Short	(25.86)	-	(25.86)	(90.70)
Collection Agency Expense	1,473.79	-	1,473.79	433.65
Commissioner or Elections	-	-	-	660.63
Contract Labor	3,406.16	-	3,406.16	441.00
Contract Services	80,336.75	11,756.05	92,092.80	447,985.88
Convention Expense	-	-	-	355.81
Depreciation Expense	173,458.17	85,933.66	259,391.83	266,054.73
Dues and Subscriptions	2,893.85	1,162.84	4,056.69	8,391.94
Education Courses & Seminars	1,688.90	-	1,688.90	8,587.74
Engineering Fees	123,465.26	(48,392.30)	75,072.96	161,571.57
Equipment Expense	23,825.05	11,938.65	35,763.70	29,345.53
Equipment Rental/Lease	28,528.84	2,235.50	30,764.34	13,633.84
Gas and Oil Expense	29,758.51	5,384.80	35,143.31	75,084.14
Insurance - General	10,910.35	1,563.02	12,473.37	8,500.96
Insurance - Group & Life	101,689.25	16,283.12	117,972.37	94,809.59
Insurance - Vehicle	11,355.65	9,569.98	20,925.63	17,904.74
Insurance - Workman's Comp	11,628.15	5,913.99	17,542.14	7,069.12
Interest Expense	1,134.16	-	1,134.16	15,346.63
Landscaping Expense	-	-	-	-
Laundry & Uniforms	5,303.64	1,510.02	6,813.66	6,608.65
Lease Expense	6,625.00	895.00	7,520.00	225.00
Legal & Professional Fees	9,030.85	23,298.14	32,328.99	38,651.30
Maintenance	56,279.42	25,490.38	81,769.80	13,261.25
Materials	62,306.40	(7,295.08)	55,011.32	104,197.02
Mileage Expense	1,206.08	-	1,206.08	1,548.30
New Construction Expense	-	-	-	-

TOWN OF WALKER
 PROPRIETARY FUNDS
 Schedule 24
 COMBINING STATEMENT OF REVENUES, EXPENSES
 AND CHANGES IN RETAINED EARNINGS

Year Ended December 31, 2001
 With Comparative Actual Amounts for Year Ended December 31, 2000

	GAS AND WATER FUND	SEWER FUND	Memorandum Only Current Year	Memorandum Only Prior Year
Postage Expense	\$ 16,613.43	\$ -	\$ 16,613.43	\$ 13,010.09
Printing Expense	3,309.16	113.25	3,422.41	3,242.37
Property Damage	-	-	-	367.90
Publishing Expense	-	-	-	235.06
Refreshment Expense	212.49	163.84	376.33	161.00
Repairs - General	1,100.52	-	1,100.52	9,156.21
Repairs - Lawnmower & Chainsaw	165.00	-	165.00	98.00
Repairs - Meter	11,758.91	-	11,758.91	14,051.71
Repairs - Office Equipment	9,807.33	-	9,807.33	-
Repairs - Radio	1,602.14	1,294.15	2,896.29	4,635.41
Repairs - Roadway & Culverts	14,092.50	-	14,092.50	4,425.00
Repairs - Tractors	57,726.03	875.13	58,601.16	36,436.42
Repairs - Vehicle	35,032.63	3,222.88	38,255.51	40,581.49
Retirement Fund Municipal Empl	35,537.44	3,319.04	38,856.48	28,879.79
Salaries - Mayor	22,319.60	-	22,319.60	21,845.00
Salaries	447,503.14	85,712.06	533,215.20	484,328.64
Sewage Analysis Expense	-	5,873.50	5,873.50	10,868.75
Supplies - Chemicals & Lab	71.08	5,009.95	5,081.03	20,929.80
Supplies - Christmas	-	-	-	348.75
Supplies - General	4,079.87	2,644.90	6,724.77	106,214.99
Supplies - Hardware	5,700.91	7,836.44	13,537.35	5,902.97
Supplies - Kitchen & Cleaning	1,662.17	364.54	2,026.71	-
Supplies - Maintenance	7,084.16	2,811.55	9,895.71	916.45
Supplies - Office	3,605.62	647.50	4,253.12	8,585.47
Supplies - Welding	883.78	282.37	1,166.15	747.53
Taxes - Federal & Unemployment	3,861.16	184.19	4,045.35	147.02
Taxes - Payroll	37,174.94	6,572.14	43,747.08	37,257.90
Telephone Expense	16,915.46	2,757.79	19,673.25	19,493.62
Trustee Expense	300.00	-	300.00	397.00
Utilities	57,182.10	79,444.79	136,626.89	114,618.20
Natural Gas Purchases	1,595,721.17	-	1,595,721.17	1,251,742.80
Interest Expense - G&W Bonds	264,195.00	-	264,195.00	271,605.06
Interest Expense - Lease	-	-	-	132.37
Interest Expense - Sewer Bonds	-	-	-	2,090.41
Payment of Gas & Water Bonds	-	-	-	-
Capital Expenditures	-	-	-	-
Total operating expenses	3,433,679.48	362,348.15	3,796,027.63	3,857,422.70
Operating income	1,423,480.35	60,500.79	1,483,981.14	(596,888.39)
NONOPERATING REVENUES (EXPENSES)				
Nonoperating Revenues				
Use of Money and Property	78,855.41	1,563.58	80,418.99	255,599.38

TOWN OF WALKER
 PROPRIETARY FUNDS
 Schedule 24
 COMBINING STATEMENT OF REVENUES, EXPENSES
 AND CHANGES IN RETAINED EARNINGS

Year Ended December 31, 2001
 With Comparative Actual Amounts for Year Ended December 31, 2000

	GAS AND WATER FUND	SEWER FUND	Memorandum Only Current Year	Memorandum Only Prior Year
Miscellaneous Revenue	\$ 108.10	\$ -	\$ 108.10	\$ 362.72
Nonoperating Expenses				
Health and Welfare	-	-	-	-
Total Nonoperating revenues (expenses)	78,963.51	1,563.58	80,527.09	255,962.10
Income before operating transfers	1,502,443.86	62,064.37	1,564,508.23	(340,926.29)
OPERATING TRANSFERS				
Operating Transfers In				
Other Financing Sources	224,000.00	598,000.00	822,000.00	866,876.41
Operating Transfers Out				
Other Financing Sources	(1,482,000.00)	(32,000.00)	(1,514,000.00)	(1,727,268.41)
Total operating transfers	(1,258,000.00)	566,000.00	(692,000.00)	(860,392.00)
Net Income	244,443.86	628,064.37	872,508.23	(1,201,318.29)
Retained Earnings/Fund Balance, beginning of year	1,390,534.39	2,577,262.41	3,967,796.80	5,169,115.09
Retained Earnings/Fund Balance, end of year	\$ 1,634,978.25	\$ 3,205,326.78	\$ 4,840,305.03	\$ 3,967,796.80

TOWN OF WALKER
GAS AND WATER FUND
Schedule 25
COMPARATIVE BALANCE SHEET

December 31, 2001 and 2000

	2001	2000
ASSETS		
Current Assets		
Cash and Cash Equivalents	\$ 601,710.69	\$ 2,464,361.77
Investments, at cost	564,787.12	574,987.12
Utility Customer Receivables	490,329.27	535,316.09
Miscellaneous Receivables	970.89	958.91
Unbilled Utility Sales	271,567.36	167,251.79
Due From Other Funds	462,746.64	471,585.99
Prepaid Expenses	13,548.36	13,548.36
Inventory, at cost	177,631.49	112,545.09
Other Assets	1,656.82	1,510.15
Restricted Assets		
Cash and Cash Equivalents	846,794.15	881,435.18
Fixed Assets		
Fixed Assets	6,261,909.83	4,343,973.07
TOTAL ASSETS	\$ 9,693,652.62	\$ 9,567,473.52
 LIABILITIES AND FUND EQUITY		
LIABILITIES		
Curr Liab (from Curr Assets)		
Cash overdraft	\$ -	\$ 119,137.93
Accounts Payable	290,589.25	761,775.87
Due to Other Funds	2,129,048.00	1,520,697.82
Accrued Salaries Payable	22,242.14	33,830.52
Accumulated Vacation Payable	33,787.26	43,911.64
Customer Utility Deposits	309,629.09	284,206.72
Curr Liab (from Restr Assets)		
Accrued Bond Interest Payable	22,016.25	22,016.25
Bonds Payable	150,000.00	140,000.00
Long-Term Liabilities		
Bonds Payable	4,345,000.00	4,495,000.00
TOTAL LIABILITIES	7,302,311.99	7,420,576.75
 FUND EQUITY		
Contributed Capital		
Contributed Capital	756,362.38	756,362.38
Retained Earnings		
Unreserved Retained Earnings	1,634,978.25	704,116.39

TOWN OF WALKER
GAS AND WATER FUND
Schedule 25
COMPARATIVE BALANCE SHEET

December 31, 2001 and 2000

	<u>2001</u>	<u>2000</u>
Reserved for Bond Retirement	\$ -	\$ 573,872.91
Reserved for Inventories	-	112,545.09
	<hr/>	<hr/>
TOTAL FUND EQUITY	2,391,340.63	2,146,896.77
	<hr/>	<hr/>
TOTAL LIABILITIES AND FUND EQUITY	\$ 9,693,652.62	\$ 9,567,473.52
	<hr/>	<hr/>

TOWN OF WALKER
GAS AND WATER FUND
STATEMENT OF REVENUES, EXPENDITURES
CHANGES IN RETAINED EARNINGS
Schedule 26
Year Ended December 31, 2001
With Comparative Actual Amounts for Year Ended December 31, 2000

	2001		Variance— favorable (unfavorable)	2000
	Budget	Actual		Actual
OPERATING REVENUES				
Fees, Charges and Commissions				
Gas Service Charges		\$ 45,061.00		\$ 102,915.55
Misc Revenues		18,450.66		75,339.75
Penalty Charges		121,341.99		65,802.19
Sales - Gas		4,051,893.25		1,852,626.24
Sales - Water		515,094.93		516,384.79
Tap Ins		105,318.00		85,049.65
		<u>4,857,159.83</u>		<u>2,698,118.17</u>
Total operating revenues				
OPERATING EXPENSES				
Financial and Administrative				
Audit Fees		6,584.28		4,750.00
Health and Welfare				
Advertising		2,958.26		4,300.19
Aldermen Per Diem		6,000.00		6,300.40
Auto Expense		16,455.11		3,075.16
Bank Charges		185.72		56.50
Cash Over or Short		(25.86)		(90.70)
Collection Agency Expense		1,473.79		433.65
Contract Labor		3,406.16		441.00
Contract Services		80,336.75		369,196.33
Convention Expense		-		43.81
Depreciation Expense		173,458.17		172,857.97
Dues and Subscriptions		2,893.85		5,581.94
Education Courses & Seminars		1,688.90		7,358.40
Engineering Fees		123,465.26		95,715.76
Equipment Expense		23,825.05		18,137.88
Equipment Rental/Lease		28,528.84		12,755.97
Gas and Oil Expense		29,758.51		68,652.42
Insurance - General		10,910.35		5,905.36
Insurance - Group & Life		101,689.25		79,330.92
Insurance - Vehicle		11,355.65		12,931.20
Insurance - Workman's Comp		11,628.15		4,712.72
Interest Expense		1,134.16		1,926.35
Laundry & Uniforms		5,303.64		4,185.79
Lease Expense		6,625.00		225.00
Legal & Professional Fees		9,030.85		11,373.78

TOWN OF WALKER
GAS AND WATER FUND
STATEMENT OF REVENUES, EXPENDITURES
CHANGES IN RETAINED EARNINGS
Schedule 26
Year Ended December 31, 2001
With Comparative Actual Amounts for Year Ended December 31, 2000

	2001		Variance— favorable (unfavorable)	2000
	Budget	Actual		Actual
Maintenance		\$ 56,279.42		\$ 9,722.54
Materials		62,306.40		95,490.76
Mileage Expense		1,206.08		1,548.30
Postage Expense		16,613.43		13,010.09
Printing Expense		3,309.16		3,037.27
Property Damage		-		367.90
Refreshment Expense		212.49		161.00
Repairs - General		1,100.52		5,388.51
Repairs - Lawnmower & Chainsaw		165.00		-
Repairs - Meter		11,758.91		12,487.71
Repairs - Office Equipment		9,807.33		-
Repairs - Radio		1,602.14		4,361.41
Repairs - Roadway & Culverts		14,092.50		4,425.00
Repairs - Tractors		57,726.03		36,144.42
Repairs - Vehicle		35,032.63		33,631.59
Retirement Fund Municipal Empl		35,537.44		22,778.00
Salaries - Mayor		22,319.60		21,845.00
Salaries		447,503.14		395,023.99
Supplies - Chemicals & Lab		71.08		2,141.10
Supplies - Christmas		-		348.75
Supplies - General		4,079.87		92,681.19
Supplies - Hardware		5,700.91		2,892.47
Supplies - Kitchen & Cleaning		1,662.17		-
Supplies - Maintenance		7,084.16		705.23
Supplies - Office		3,605.62		8,434.18
Supplies - Welding		883.78		639.52
Taxes - Federal & Unemployment		3,861.16		(117.89)
Taxes - Payroll		37,174.94		30,554.06
Telephone Expense		16,915.46		15,289.50
Trustee Expense		300.00		397.00
Utilities		57,182.10		49,116.01
Natural Gas Purchases		1,595,721.17		1,251,742.80
Interest Expense - G&W Bonds		264,195.00		271,605.06
Interest Expense - Lease		-		132.37
Total operating expenses		3,433,679.48		3,276,142.64
Operating income		1,423,480.35		(578,024.47)

NONOPERATING REVENUES (EXPENSES)

TOWN OF WALKER
GAS AND WATER FUND
STATEMENT OF REVENUES, EXPENDITURES
CHANGES IN RETAINED EARNINGS
Schedule 26
Year Ended December 31, 2001
With Comparative Actual Amounts for Year Ended December 31, 2000

	2001		Variance— favorable (unfavorable)	2000
	Budget	Actual		Actual
Nonoperating Revenues				
Use of Money and Property		\$ 78,855.41		\$ 251,438.05
Miscellaneous Revenue		108.10		362.72
		<hr/>		<hr/>
Total Nonoperating revenues (expenses)		78,963.51		251,800.77
		<hr/>		<hr/>
Income before operating transfers		1,502,443.86		(326,223.70)
		<hr/>		<hr/>
OPERATING TRANSFERS				
Operating Transfers In				
Other Financing Sources		224,000.00		150,000.00
Operating Transfers Out				
Other Financing Sources		(1,482,000.00)		(1,627,268.41)
		<hr/>		<hr/>
Total operating transfers		(1,258,000.00)		(1,477,268.41)
		<hr/>		<hr/>
Net Income		244,443.86		(1,803,492.11)
		<hr/>		<hr/>
Retained Earnings/Fund Balance, beginning of year		1,390,534.39		3,194,026.50
		<hr/>		<hr/>
Retained Earnings/Fund Balance, end of year		\$ 1,634,978.25		\$ 1,390,534.39
		<hr/>		<hr/>

TOWN OF WALKER
SEWER FUND
Schedule 27
COMPARATIVE BALANCE SHEET

December 31, 2001 and 2000

	2001	2000
ASSETS		
Current Assets		
Cash and Cash Equivalents	\$ 36,166.59	\$ 49,884.30
Miscellaneous Receivables	23,204.20	23,204.20
Unbilled Utility Sales	14,060.88	8,410.03
Due From Other Funds	986,917.23	582,660.96
Inventory, at cost	15,869.79	-
Restricted Assets		
Cash and Cash Equivalents	165,926.51	17,358.59
Fixed Assets		
Fixed Assets	2,389,922.08	2,340,169.65
TOTAL ASSETS	\$ 3,632,067.28	\$ 3,021,687.73
 LIABILITIES AND FUND EQUITY		
LIABILITIES		
Curr Liab (from Curr Assets)		
Accounts Payable	\$ 6,961.57	\$ 17,941.97
Due to Other Funds	23,859.39	29,177.36
Accrued Salaries Payable	-	1,811.87
Accumulated Vacation Payable	8,021.00	8,219.92
Customer Utility Deposits	1,264.84	640.50
Long-Term Liabilities		
Bonds Payable	300,000.00	300,000.00
TOTAL LIABILITIES	340,106.80	357,791.62
 FUND EQUITY		
Contributed Capital		
Contributed Capital	86,633.70	86,633.70
Retained Earnings		
Unreserved Retained Earnings	3,205,326.78	2,394,152.93
Reserved for Bond Retirement	-	137,062.57
Reserved for Contingencies	-	46,046.91
TOTAL FUND EQUITY	3,291,960.48	2,663,896.11
TOTAL LIABILITIES AND FUND EQUITY	\$ 3,632,067.28	\$ 3,021,687.73

TOWN OF WALKER
SEWER FUND
STATEMENT OF REVENUES, EXPENDITURES
CHANGES IN RETAINED EARNINGS
Schedule 28
Year Ended December 31, 2001
With Comparative Actual Amounts for Year Ended December 31, 2000

	2001		Variance— favorable (unfavorable)	2000
	Budget	Actual		Actual
OPERATING REVENUES				
Fees, Charges and Commissions				
Fees - Sewer Dump		\$ 51,099.92		\$ 38,886.81
Sales Sewer		329,528.56		208,128.59
Tap Ins		7,400.00		10,250.00
Miscellaneous Revenue				
Misc Revenues		34,820.46		305,150.74
		<hr/>		<hr/>
Total operating revenues		422,848.94		562,416.14
		<hr/>		<hr/>
OPERATING EXPENSES				
Financial and Administrative				
Audit Fees		3,292.14		-
Health and Welfare				
Advertising		-		3,902.00
Auto Expense		2,629.14		962.24
Bank Charges		49.09		44.71
Commissioner or Elections		-		660.63
Contract Services		11,756.05		78,789.55
Convention Expense		-		312.00
Depreciation Expense		85,933.66		93,196.76
Dues and Subscriptions		1,162.84		2,810.00
Education Courses & Seminars		-		1,229.34
Engineering Fees		(48,392.30)		65,855.81
Equipment Expense		11,938.65		11,207.65
Equipment Rental/Lease		2,235.50		877.87
Gas and Oil Expense		5,384.80		6,431.72
Insurance - General		1,563.02		2,595.60
Insurance - Group & Life		16,283.12		15,478.67
Insurance - Vehicle		9,569.98		4,973.54
Insurance - Workman's Comp		5,913.99		2,356.40
Interest Expense		-		13,420.28
Laundry & Uniforms		1,510.02		2,422.86
Lease Expense		895.00		-
Legal & Professional Fees		23,298.14		27,277.52
Maintenance		25,490.38		3,538.71
Materials		(7,295.08)		8,706.26
Printing Expense		113.25		205.10
Publishing Expense		-		235.06

TOWN OF WALKER
SEWER FUND
STATEMENT OF REVENUES, EXPENDITURES
CHANGES IN RETAINED EARNINGS
Schedule 28
Year Ended December 31, 2001
With Comparative Actual Amounts for Year Ended December 31, 2000

	2001		Variance— favorable (unfavorable)	2000
	Budget	Actual		Actual
Refreshment Expense		\$ 163.84		\$ -
Repairs - General		-		3,767.70
Repairs - Lawnmower & Chainsaw		-		98.00
Repairs - Meter		-		1,564.00
Repairs - Radio		1,294.15		274.00
Repairs - Tractors		875.13		292.00
Repairs - Vehicle		3,222.88		6,949.90
Retirement Fund Municipal Empl Salaries		3,319.04		6,101.79
		85,712.06		89,304.65
Sewage Analysis Expense		5,873.50		10,868.75
Supplies - Chemicals & Lab		5,009.95		18,788.70
Supplies - General		2,644.90		13,533.80
Supplies - Hardware		7,836.44		3,010.50
Supplies - Kitchen & Cleaning		364.54		-
Supplies - Maintenance		2,811.55		211.22
Supplies - Office		647.50		151.29
Supplies - Welding		282.37		108.01
Taxes - Federal & Unemployment		184.19		264.91
Taxes - Payroll		6,572.14		6,703.84
Telephone Expense		2,757.79		4,204.12
Utilities		79,444.79		65,502.19
Interest Expense - Sewer Bonds		-		2,090.41
Total operating expenses		362,348.15		581,280.06
Operating income		60,500.79		(18,863.92)
NONOPERATING REVENUES (EXPENSES)				
Nonoperating Revenues				
Use of Money and Property		1,563.58		4,161.33
Total Nonoperating revenues (expenses)		1,563.58		4,161.33
Income before operating transfers		62,064.37		(14,702.59)
OPERATING TRANSFERS				
Operating Transfers In				
Other Financing Sources		598,000.00		716,876.41

TOWN OF WALKER
SEWER FUND
STATEMENT OF REVENUES, EXPENDITURES
CHANGES IN RETAINED EARNINGS
Schedule 28
Year Ended December 31, 2001
With Comparative Actual Amounts for Year Ended December 31, 2000

	2001		Variance— favorable (unfavorable)	2000
	Budget	Actual		Actual
Operating Transfers Out				
Other Financing Sources		\$ (32,000.00)		\$ (100,000.00)
Total operating transfers		566,000.00		616,876.41
Net Income		628,064.37		602,173.82
Retained Earnings/Fund Balance, beginning of year		2,577,262.41		1,975,088.59
Retained Earnings/Fund Balance, end of year		\$ 3,205,326.78		\$ 2,577,262.41

TOWN OF WALKER
 SCHEDULE OF MAYOR AND BOARD OF ALDERMEN AND
 COMPENSATION PAID
 Schedule 29
 For the Year Ended December 31, 2001

<u>NAME</u>	<u>TERM OF OFFICE</u>	<u>COMPENSATION</u>
Michael Grimmer, Mayor	01/01/01 - 12/31/04	\$43,639.00
Rick Ramsey, Alderman	01/01/01 - 12/31/04	2,400.00
Deborah Keller, Aldeworman	01/01/01 - 12/31/04	2,400.00
Don Townsend, Alderman	01/01/01 - 12/31/04	2,400.00
Gerald Graves, Alderman	01/01/01 - 12/31/04	2,400.00
Ricky Goff, Alderman	01/01/01 - 12/31/04	<u>2,400.00</u>
		<u>\$ 56,290.80</u>

TOWN OF WALKER

SCHEDULE OF FINDINGS AND QUESTIONED COSTS
For the Year Ended December 31, 2001

I have audited the financial statements of the Town of Walker, as of and for the year ended December 31, 2001, and have issued our report thereon dated June 21, 2002. I conducted my 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. My audit of the financial statements as of December 31, 2001, resulted in an unqualified opinion.

Section I Summary of Auditor's Results

	YES	NO	N/A
<i>Financial Statements</i>			
<i>Internal control over financial reporting:</i>			
Material weakness(es)		X	
Reportable condition(s)	X		
Noncompliance material to the financial statements	X		

Federal Awards

<i>Internal control over major programs:</i>		
Material weakness(es) identified		X
Reportable condition(s) identified		X
Any findings required to be reported by Section 510(a) of Circular A-133		X
Type of Auditor's report on compliance for major programs-Unqualified		

Identification of Major Programs:

<u>CFDA Number(s)</u>	<u>Name of Federal Program (or Cluster)</u>
66:458	Capitalization Grants for State Revolving Funds

Dollar threshold used to distinguish between Type A and Type B Programs: \$ 3000,000

Is the auditee a 'low-risk' auditee, as defined by OMB Circular A-133? Yes No N/A
 Type B small program floor cut-off amount \$N/A

Section II Financial Statement Findings

Current Year Findings

2001-1: Internal Control Over Traffic Citations

Condition - As a result of the testing of controls over police department citations, I was unable to locate an entire book of tickets (ten tickets). The issuance log book indicated that the ticket book was issued to a clerical employee of the police department. That employee was unable to document the actual usage of the tickets issued to her.

Criteria - The supply of traffic citations should be controlled and monitored to ensure that there is an adequate and traceable record of the disposition of all citations

Cause - There was no record maintained of the disposition of the ticket book issued to the clerk.

Effect - It is not possible to determine the all traffic actions have been properly disposed of and that all associated fines and costs have been received by the Town.

Recommendation - All tickets should be accounted for and should be traceable as to their usage and disposition

2001-2: Non Compliance with Audit Completion Requirements

Condition - The audit of the Town of Walker is supposed to be completed and issued no later than six months after the close of the fiscal year. The audit was not issued in a timely manner.

Criteria - State Statute requires timely (within six months) issuance of municipal audits.

Cause - The auditing firm encountered computer difficulties which led to the delay in audit report issuance.

Effect - The audit was not issued timely.

Recommendation - Audits should be issued within six months of the close of the fiscal year in the future.

Prior Year Findings

Financing arrangement entered into without Bond Commission Approval - resolved..

Section III Federal Award Findings and Questioned Costs

No findings to report.

TOWN OF WALKER

MANAGEMENT'S CORRECTIVE ACTION PLAN FOR CURRENT YEAR AUDIT FINDINGS
For the Year Ended December 31, 2001

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

Finding 2001-1 See management's response on the following page.

Finding 2001-2 Management will expect the auditor to issue the audit report in a timely manner in the future.

Contact person: Mayor Mike Grimmer (225)665-4356

Section II-Internal Control and Compliance Material to Federal Awards:

No findings reported.

Section III-Management Letter:

No findings reported.

TOWN OF WALKER

PINE TREE CAPITAL OF THE WORLD
MIKE GRIMMER, MAYOR

MAYOR PRO TEM:
Rick Ramsey

ALT MAYOR PRO TEM:
Dobra Keller

CLERK
Janet Borno, CMC/A&E

ALDERMAN
Gary Griffin
Ricky Goff
Don Townsend

July 18, 2002

Legislative Audit Advisory Council
State of Louisiana
P. O. Box 44272
Capitol Station
Baton Rouge, La 70804-4272

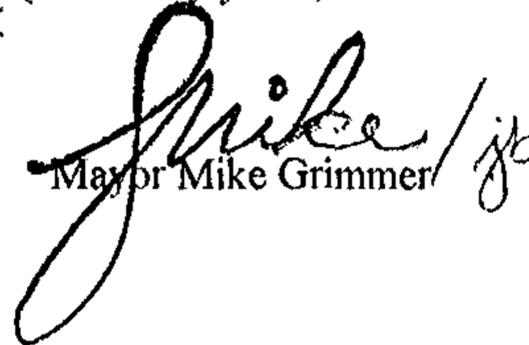
Dear Mr. Kyle:

The Chief of Police for the Town of Walker issued a ticket book to Clerk of Court CeCe Smith. This book consisted of ticket numbers 5769791 through 5769800. This book was issued with the intent to issue failure to appear citations to violators that did not appear in court on their court date. This ticket book has been misplaced and therefore voided.

Ticket books should be issued to commissioned officers only and where Ms. Smith is not a commissioned officer she has been instructed by myself not to accept the responsibility of a commissioned officer and should not accept any ticket book in the future.

Should you need additional clarification on this audit finding please do not hesitate to contact me and until then may God bless.

Sincerely yours,


Mayor Mike Grimmer

MLG/jfb

TOWN OF WALKER

SCHEDULE OF PRIOR YEAR AUDIT FINDINGS

For the Year Ended December 31, 2001

SECTION I-Internal Control and Compliance Material to the Financial Statements:

The Town purchased a piece of real estate on Ball Park Road and as part of the purchase agreement the sellers accepted an installment note in the amount of \$80,972 to be repaid over 60 monthly payments of \$1,649.58 at 8.2% interest. The Town did not receive approval of the State Bond Commission before entering into this financing agreement. The Town should receive approval for any future financing agreements, which extend beyond one year, prior to entering into those agreements. This finding has been resolved.

SECTION II-Internal Control and Compliance Material to the Federal Awards:

No findings reported.

SECTION III-Management Letter:

No findings reported.

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

Compliance

I have audited the compliance of the Town of Walker with the types of compliance requirements described in the U.S. Office of Management and Budget (OMB) Circular A-133 Compliance Supplement that are applicable to each of its major federal programs for the year ended December 31, 2001. The Town of Walker's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs. Compliance with the requirements of laws, regulations, contracts, and grants applicable to each of its major federal programs is the responsibility of the Town of Walker's management. My responsibility is to express an opinion on the Town of Walker's compliance based on my audit.

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

In my opinion, the Town of Walker complied, in all material respects, with the requirements referred to above that are applicable to each of its major federal programs for the year ended December 31, 2001.

Internal Control Over Compliance

The management of the Town of Walker is responsible for establishing and maintaining effective internal control over compliance with the requirements of laws, regulations, contracts, and grants applicable to federal programs. In planning and performing my audit, I considered the Town of Walker's internal control over compliance with requirements that could have a direct and material effect on a major federal program in order to determine my auditing procedures for the purpose of expressing my opinion on compliance and to test and report on internal control over compliance in accordance with OMB Circular A-133.

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

This report is intended for the information of the management of the Town of Walker, Louisiana Legislative Auditor, federal awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties.

Leroy J. Chustz

Leroy J. Chustz
Certified Public Accountant, APAC
June 21, 2002

TOWN OF WALKER
 SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
 FOR THE YEAR ENDED DECEMBER 31, 2001

<u>Federal Grantor/Pass-through Grantor/ Program or Cluster Title</u>	<u>Federal CFDA Number</u>	<u>Pass-through Entity Identifying Number</u>	<u>Federal Expenditures</u>
<i>United States</i>			
<i>Environmental Protection Agency</i>			
Capitalization Grants for State Revolving Funds	66.458	CS-221015-01 CS-221015-03	\$2,525,199 <u>786,629</u>
TOTAL			<u>\$3,311,828</u>

BASIS OF PRESENTATION

The above schedule of expenditures of federal awards includes the federal grant activity of the Town of Walker and is presented on the accrual basis of accounting. The information in this schedule is presented in accordance with the requirements of OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Therefore, some amounts presented in this schedule may differ from amounts presented in, or used in the preparation of, the basic financial statements.