

TOWN OF WALKER
REPORT ON AUDIT OF
GENERAL PURPOSE FINANCIAL STATEMENTS
DECEMBER 31, 1998

TOWN OF WALKER
Walker, Louisiana

Annual Financial Statements with Independent Auditor's Report
For the Year Ended December 31, 1998

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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, 1998, 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.

Except as discussed in the following paragraph, I conducted my audit in accordance with generally accepted auditing standards; *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.

Governmental Accounting Standards Board Technical Bulletin 98-1, *Disclosures About Year 2000 Issues*, requires disclosure of certain matters regarding the Year 2000 issue. The Town of Walker has included such disclosures in Note 16. Because of the unprecedented nature of the Year 2000 Issue, its effects and the success of related remediation efforts will not be fully determinable until the year 2000 and thereafter. Accordingly, insufficient audit evidence exists to support Town of Walker's disclosures with respect to the Year 2000 Issue made in Note 16. Further, I do not provide assurance that the Town of Walker is or will be ready, that Town of Walker's year 2000 remediation efforts will be successful in whole or in part, or that parties with which Town of Walker does business will be year 2000 ready.

In my opinion, except for the effects of such adjustments, if any, as might have been determined to be necessary had I been able to examine evidence regarding year 2000 disclosures, 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, 1998, and the results of its operations and the cash flows of its proprietary fund type for the year then ended, in conformity with generally accepted accounting principles.

In accordance with *Government Auditing Standards*, I have also issued a report dated June 29, 1999; on my consideration of the Town of Walker's internal control structure and a report dated June 29, 1999, 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 the accompanying schedule of expenditures of federal awards 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 are not a required part of the general purpose financial statements of the Town of Walker, Louisiana. Such information has been subjected to auditing procedures applied 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
Certified Public Accountant, APAC
June 29, 1999

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, 1998, and have issued my report thereon dated June 29, 1999. I conducted my audit in accordance with generally accepted auditing standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

Compliance

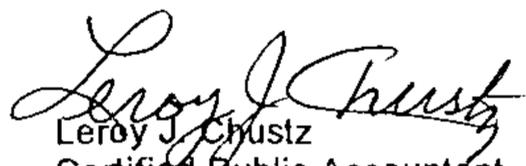
As part of obtaining reasonable assurance about whether the Town of Walker's financial statements are free of material misstatement, I performed tests of compliance with certain provisions of laws, regulations, contracts and grants, noncompliance with which could have a direct and material effect on 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 no instances of noncompliance that are required to be reported under *Government Auditing Standards*.

The results of my tests disclosed the following instances of noncompliance that are required to be reported herein under *Government Auditing Standards* for which the ultimate resolution cannot presently be determined. Accordingly, no provision for any liability that may result has been recognized in the Town of Walker, Louisiana's 1998 financial statements.

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 no matters involving the internal control over financial reporting and its operation that I consider to be material weaknesses.

This report is intended for the information of the Town of Walker's management, and federal awarding agencies and the Legislative Auditor. However, this report is a matter of public record and its distribution is not limited.


Leroy J. Chustz
Certified Public Accountant, APAC
June 29, 1999

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, 1998

| | GENERAL FUND | CAPITAL PROJECT FUNDS | ENTERPRISE FUND | GENERAL FIXED ASSETS ACCOUNT GROUP |
|------------------------------|----------------------|--------------------------|------------------------|---------------------------------------|
| ASSETS | | | | |
| Current Assets | | | | |
| Cash and Cash Equivalents | \$ 35,651.63 | \$ 1,106,960.23 | \$ 459,341.81 | \$ - |
| Investments, at cost | - | - | 1,297,345.04 | - |
| Utility Customer Receivables | - | - | 228,117.13 | - |
| Property Taxes Receivable | 11,361.48 | - | - | - |
| Sales Taxes Receivable | 46,938.01 | - | - | - |
| Miscellaneous Receivables | 132,299.24 | - | 114,936.19 | - |
| Unbilled Utility Sales | 8,974.37 | - | 108,013.61 | - |
| Due From Other Funds | 737,065.22 | - | 423,607.15 | - |
| Prepaid Expenses | - | - | 13,548.36 | - |
| Inventory, at cost | 1,861.00 | - | 91,965.64 | - |
| Other Assets | - | - | 167.60 | - |
| Accrued Salaries Payable | 392.99 | - | - | - |
| Restricted Assets | | | | |
| Cash and Cash Equivalents | - | - | 520,095.20 | - |
| Fixed Assets | | | | |
| Fixed Assets | - | - | 4,518,131.89 | - |
| General Fixed Assets | | | | |
| General Fixed Assets | - | - | - | 1,338,859.50 |
| Other Assets | | | | |
| Other Assets | - | - | 8,587.13 | - |
| Other Debits | | | | |
| Amount to be Provided | - | - | - | - |
| TOTAL ASSETS | \$ 974,543.94 | \$ 1,106,960.23 | \$ 7,783,856.75 | \$ 1,338,859.50 |

LIABILITIES AND FUND EQUITY

LIABILITIES

Curr Liab (from Curr Assets)

| | | | | |
|--------------------------------------|------------|------|------------|------|
| Cash overdraft | \$ - | \$ - | \$ - | \$ - |
| Accounts Payable | 66,088.05 | - | 185,769.47 | - |
| Retainage Payable | 30,669.85 | - | - | - |
| Due to Other Funds | 375,721.89 | - | 784,950.48 | - |
| Contracts Payable | 42,127.41 | - | - | - |
| Accrued Salaries Payable | 19,145.66 | - | 25,416.85 | - |
| Accumulated Vacation Payable | - | - | 3,399.07 | - |
| Customer Utility Deposits | - | - | 233,315.81 | - |
| Capital Lease Obligations | - | - | - | - |
| Curr Liab (from Restr Assets) | | | | |
| Accrued Bond Interest Payable | - | - | 11,277.39 | - |
| Bonds Payable | - | - | 20,933.99 | - |

See the accompanying notes to the financial statements.

| GENERAL LONG-TERM DEBT ACCOUNT GROUP | Memorandum Only Current Year | Memorandum Only Prior Year |
|---|---------------------------------|-------------------------------|
| \$ - | \$ 1,601,953.67 | \$ 633,337.73 |
| - | 1,297,345.04 | 973,355.22 |
| - | 228,117.13 | 332,689.36 |
| - | 11,361.48 | 17,990.63 |
| - | 46,938.01 | 40,240.26 |
| - | 247,235.43 | 89,775.71 |
| - | 116,987.98 | 238,792.68 |
| - | 1,160,672.37 | 780,839.80 |
| - | 13,548.36 | 13,548.36 |
| - | 93,826.64 | 72,413.29 |
| - | 167.60 | 82.12 |
| - | 392.99 | - |
| - | 520,095.20 | 462,961.13 |
| - | 4,518,131.89 | 4,800,351.77 |
| - | 1,338,859.50 | 1,187,577.81 |
| - | 8,587.13 | 9,125.74 |
| 1,561,000.00 | 1,561,000.00 | 66,960.00 |
| <u>\$ 1,561,000.00</u> | <u>\$ 12,765,220.42</u> | <u>\$ 9,720,041.61</u> |

| | | |
|------|--------------|-------------|
| \$ - | \$ - | \$ 3,628.32 |
| - | 251,857.52 | 311,990.38 |
| - | 30,669.85 | - |
| - | 1,160,672.37 | 780,839.80 |
| - | 42,127.41 | - |
| - | 44,562.51 | 23,648.77 |
| - | 3,399.07 | 2,846.36 |
| - | 233,315.81 | 216,451.69 |
| - | - | 12,465.02 |
| - | 11,277.39 | 13,811.61 |
| - | 20,933.99 | 19,707.00 |

See the accompanying notes to the financial statements.

TOWN OF WALKER
 COMBINED BALANCE SHEET — ALL FUND TYPES AND ACCOUNT GROUPS
 Statement A
 December 31, 1998

| | GENERAL FUND | CAPITAL PROJECT FUNDS | ENTERPRISE FUND | GENERAL FIXED ASSETS ACCOUNT GROUP |
|--|----------------------|--------------------------|------------------------|---------------------------------------|
| Long-Term Liabilities | | | | |
| Accumulated Vacation Payable | \$ - | \$ - | \$ - | \$ - |
| Bonds Payable | - | - | 973,415.24 | - |
| Notes Payable | - | - | - | - |
| Certificates of Obligation | - | - | - | - |
| Certificates of Indebtedness | - | - | - | - |
| Capital Lease Obligations | - | - | 20,280.68 | - |
| TOTAL LIABILITIES | 533,752.86 | - | 2,258,758.98 | - |
| FUND EQUITY | | | | |
| Fund Equity | | | | |
| Unreserved and Undesignated Contributed Capital | - | 1,106,960.23 | - | - |
| Contributed Capital | - | - | 842,996.08 | - |
| Investment in Fixed Assets | - | - | - | 1,338,859.50 |
| Retained Earnings | - | - | - | - |
| Unreserved Retained Earnings | - | - | 4,191,712.13 | - |
| Reserved for Bond Retirement | - | - | 318,214.92 | - |
| Reserved for Contingencies | - | - | 101,486.25 | - |
| Reserved for Inventories | - | - | 70,688.39 | - |
| Fund Balance | 440,791.08 | - | - | - |
| TOTAL FUND EQUITY | 440,791.08 | 1,106,960.23 | 5,525,097.77 | 1,338,859.50 |
| TOTAL LIABILITIES AND FUND EQUITY | \$ 974,543.94 | \$ 1,106,960.23 | \$ 7,783,856.75 | \$ 1,338,859.50 |

See the accompanying notes to the financial statements.

| GENERAL LONG-TERM DEBT ACCOUNT GROUP | Memorandum Only Current Year | Memorandum Only Prior Year |
|---|---------------------------------|-------------------------------|
| \$ 5,578.03 | \$ 5,578.03 | \$ 5,581.00 |
| - | 973,415.24 | 993,742.13 |
| - | - | 6,379.00 |
| - | - | 55,000.00 |
| 1,561,000.00 | 1,561,000.00 | - |
| - | 20,280.68 | 20,280.68 |
| <u>1,566,578.03</u> | <u>4,359,089.87</u> | <u>2,466,371.76</u> |
| - | 1,106,960.23 | - |
| - | 842,996.08 | 842,996.08 |
| - | 1,338,859.50 | 1,187,577.81 |
| - | 4,191,712.13 | 4,225,902.74 |
| - | 318,214.92 | 292,297.09 |
| - | 101,486.25 | 97,918.36 |
| - | 70,688.39 | 70,688.39 |
| - | 440,791.08 | 526,203.49 |
| - | <u>8,411,708.58</u> | <u>7,243,583.96</u> |
| <u>\$ 1,566,578.03</u> | <u>\$ 12,770,798.45</u> | <u>\$ 9,709,955.72</u> |

See the accompanying notes to the financial statements.

TOWN OF WALKER

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
ALL GOVERNMENTAL FUND TYPES
STATEMENT B

For the year Ended December 31, 1998
With Comparative Actual Amounts for December 31, 1997

| | GENERAL FUND | CAPITAL PROJECT FUNDS | Memorandum Only Current Year | Memorandum Only Prior Year |
|---|---------------------|--------------------------|---------------------------------|-------------------------------|
| REVENUES | | | | |
| Revenues | | | | |
| Taxes | \$ 748,437.31 | \$ - | \$ 748,437.31 | \$ 706,267.06 |
| Licenses and Permits | 198,320.85 | - | 198,320.85 | 178,484.59 |
| Intergovernmental Revenue | 1,330,657.05 | - | 1,330,657.05 | 70,206.00 |
| Fees, Charges and Commissions | 195,284.30 | - | 195,284.30 | 160,735.42 |
| Fines and Forfeitures | 252,704.61 | - | 252,704.61 | 240,256.46 |
| Use of Money and Property | 14,592.91 | - | 14,592.91 | 6,677.32 |
| Miscellaneous Revenue | 63,635.32 | - | 63,635.32 | 286,713.37 |
| TOTAL REVENUES | 2,803,632.35 | - | 2,803,632.35 | 1,649,340.22 |
| EXPENDITURES | | | | |
| Current Expenditures | | | | |
| Legislative | 6,750.00 | - | 6,750.00 | 8,030.58 |
| Elections | - | - | - | 345.00 |
| Financial and Administrative | (3.00) | - | (3.00) | 5,921.47 |
| Other General Administration | 869,986.15 | - | 869,986.15 | 183,068.13 |
| Public Safety | 378,967.61 | - | 378,967.61 | 364,499.29 |
| Public Works | 496,329.33 | - | 496,329.33 | 423,331.87 |
| Health and Welfare | 13,412.32 | - | 13,412.32 | 11,111.93 |
| Culture and Recreation | 28,571.36 | - | 28,571.36 | 42,756.76 |
| Capital Outlay | | | | |
| Other General Administration | 54,809.66 | - | 54,809.66 | 18,050.00 |
| Public Safety | 86,900.97 | - | 86,900.97 | 37,541.81 |
| Public Works | 898,828.34 | 454,039.77 | 1,352,868.11 | 127,593.60 |
| Debt Service | | | | |
| Other General Administration | 163.08 | - | 163.08 | 449.39 |
| Debt Service | 64,414.83 | - | 64,414.83 | 8,955.68 |
| TOTAL EXPENDITURES | 2,899,130.65 | 454,039.77 | 3,353,170.42 | 1,231,655.51 |
| Excess (deficiency) of revenues over expenditures | (95,498.30) | (454,039.77) | (549,538.07) | 417,684.71 |
| OTHER FINANCING SOURCES (USES) | | | | |
| Proceeds of Long-term Debt | 1,561,000.00 | - | 1,561,000.00 | - |
| Operating Transfers In | 753,208.76 | 1,561,000.00 | 2,314,208.76 | 363,500.00 |
| Operating Transfers Out | (2,314,208.76) | - | (2,314,208.76) | (363,599.94) |
| TOTAL OTHER FINANCING SOURCES (USES) | - | 1,561,000.00 | 1,561,000.00 | (99.94) |

See the accompanying notes to the financial statements.

TOWN OF WALKER

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
ALL GOVERNMENTAL FUND TYPES

STATEMENT B

For the year Ended December 31, 1998

With Comparative Actual Amounts for December 31, 1997

| | GENERAL FUND | CAPITAL PROJECT FUNDS | Memorandum Only Current Year | Memorandum Only Prior Year |
|---|-----------------|--------------------------|---------------------------------|-------------------------------|
| Excess (deficiency) of revenues over expenditures and other sources (uses) | \$ (95,498.30) | \$ 1,106,960.23 | \$ 1,011,461.93 | \$ 417,584.77 |
| Fund Balances at beginning of year | 536,289.38 | - | 536,289.38 | 108,618.72 |
| Fund Balances at end of year | \$ 440,791.08 | \$ 1,106,960.23 | \$ 1,547,751.31 | \$ 526,203.49 |

See the accompanying notes to the financial statements.

TOWN OF WALKER

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES—
ACTUAL AND BUDGET (GAAP BASIS) — GENERAL FUND

Statement C

For the Year Ended December 31, 1998

GENERAL
FUND

| | Budget | Actual | Variance Favorable (Unfavorable) |
|---|---------------------|---------------------|--|
| REVENUES | | | |
| Revenues | | | |
| Taxes | \$ 783,840.23 | \$ 748,437.31 | \$ (35,402.92) |
| Licenses and Permits | 231,367.93 | 198,320.85 | (33,047.08) |
| Intergovernmental Revenue | 746,227.00 | 1,330,657.05 | 584,430.05 |
| Fees, Charges and Commissions | 191,730.39 | 195,284.30 | 3,553.91 |
| Fines and Forfeitures | 265,042.37 | 252,704.61 | (12,337.76) |
| Use of Money and Property | 13,397.02 | 14,592.91 | 1,195.89 |
| Miscellaneous Revenue | 741,679.42 | 63,635.32 | (678,044.10) |
| TOTAL REVENUES | 2,973,284.36 | 2,803,632.35 | (169,652.01) |
| EXPENDITURES | | | |
| Current Expenditures | | | |
| Legislative | 14,801.38 | 6,750.00 | 8,051.38 |
| Financial and Administrative | 12.35 | (3.00) | 15.35 |
| Other General Administration | 1,328,386.46 | 869,986.15 | 458,400.31 |
| Public Safety | 377,230.49 | 378,967.61 | (1,737.12) |
| Public Works | 482,451.83 | 496,329.33 | (13,877.50) |
| Health and Welfare | 13,638.51 | 13,412.32 | 226.19 |
| Culture and Recreation | 30,060.89 | 28,571.36 | 1,489.53 |
| Capital Outlay | | | |
| Other General Administration | 58,032.10 | 54,809.66 | 3,222.44 |
| Public Safety | 41,650.97 | 86,900.97 | (45,250.00) |
| Public Works | 938,484.58 | 898,828.34 | 39,656.24 |
| Debt Service | | | |
| Other General Administration | 196.69 | 163.08 | 33.61 |
| Debt Service | 63,589.42 | 64,414.83 | (825.41) |
| TOTAL EXPENDITURES | 3,348,535.67 | 2,899,130.65 | 449,405.02 |
| Excess (deficiency) of revenues over expenditures | (375,251.31) | (95,498.30) | 279,753.01 |
| OTHER FINANCING SOURCES (USES) | | | |
| Proceeds of Long-term Debt | - | 1,561,000.00 | 1,561,000.00 |
| Operating Transfers In | 631,910.00 | 753,208.76 | 121,298.76 |
| Operating Transfers Out | (816,910.00) | (2,314,208.76) | (1,497,298.76) |

See the accompanying notes to the financial statements.

TOWN OF WALKER

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES—
 ACTUAL AND BUDGET (GAAP BASIS) — GENERAL FUND
 Statement C
 For the Year Ended December 31, 1998
 GENERAL
 FUND

| | Budget | Actual | Variance Favorable (Unfavorable) |
|---|-----------------|---------------|--|
| TOTAL OTHER FINANCING SOURCES (USES) | \$ (185,000.00) | \$ - | \$ 185,000.00 |
| Excess (deficiency) of revenues over expenditures and other sources (uses) | (560,251.31) | (95,498.30) | 464,753.01 |
| Fund Balances at beginning of year | - | 536,289.38 | 536,289.38 |
| Fund Balances at end of year | \$ (560,251.31) | \$ 440,791.08 | \$ 1,001,042.39 |

See the accompanying notes to the financial statements.

TOWN OF WALKER

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

Statement D

Year Ended December 31, 1998

ENTERPRISE
FUND

| | Budget | Actual | Variance Favorable (Unfavorable) |
|--------------------------------|-----------------|-----------------|--|
| OPERATING REVENUES | | | |
| Fees, Charges and Commissions | \$ 2,398,343.33 | \$ 2,188,647.33 | \$ (209,696.00) |
| Miscellaneous Revenue | 48,698.90 | 39,853.08 | (8,845.82) |
| Total operating revenues | 2,447,042.23 | 2,228,500.41 | (218,541.82) |
| OPERATING EXPENSES | | | |
| Health and Welfare | | | |
| Advertising | 403.09 | 369.50 | 33.59 |
| Amortization Expense | - | 298.13 | (298.13) |
| Aldermen Per Diem | 6,694.47 | 6,750.00 | (55.53) |
| Auto Expense | 8,629.44 | 7,304.81 | 1,324.63 |
| Cash Over or Short | (390.59) | (270.31) | (120.28) |
| Collection Agency Expense | 472.68 | 386.71 | 85.97 |
| Contract Labor | 80,748.01 | - | 80,748.01 |
| Contract Services | 17,320.56 | 105,589.22 | (88,268.66) |
| Convention Expense | 75.60 | 60.00 | 15.60 |
| Depreciation Expense | - | 314,289.69 | (314,289.69) |
| Dues and Subscriptions | 9,873.90 | 8,131.43 | 1,742.47 |
| Education Courses & Seminars | 1,149.90 | 1,028.90 | 121.00 |
| Engineering Fees | 96,081.32 | 74,240.37 | 21,840.95 |
| Equipment Expense | 49,308.49 | 40,110.69 | 9,197.80 |
| Equipment Rental/Lease | 5,979.03 | 6,706.27 | (727.24) |
| Gas and Oil Expense | 16,885.47 | 15,493.34 | 1,392.13 |
| Insurance - General | 3,091.62 | 2,453.67 | 637.95 |
| Insurance - Group & Life | 46,993.30 | 44,949.36 | 2,043.94 |
| Insurance - Vehicle | 12,838.07 | 10,188.95 | 2,649.12 |
| Insurance - Workman's Comp | 10,591.14 | 10,829.42 | (238.28) |
| Laundry & Uniforms | 4,655.48 | 4,786.51 | (131.03) |
| Lease Expense | 360.74 | 286.30 | 74.44 |
| Legal & Professional Fees | 23,060.59 | 20,931.53 | 2,129.06 |
| Maintenance | 19,846.05 | 18,227.89 | 1,618.16 |
| Materials | 206,244.87 | 196,549.51 | 9,695.36 |
| Postage Expense | 11,789.30 | 12,139.63 | (350.33) |
| Printing Expense | 4,734.79 | 3,763.27 | 971.52 |
| Property Damage | 4,480.19 | 3,555.71 | 924.48 |
| Refreshment Expense | 287.63 | 336.25 | (48.62) |
| Repairs - General | 31,444.93 | 27,172.20 | 4,272.73 |
| Repairs - Lawnmower & Chainsaw | 41.79 | 33.17 | 8.62 |
| Repairs - Meter | 23,609.33 | 22,581.89 | 1,027.44 |

See the accompanying notes to the financial statements.

TOWN OF WALKER

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

Statement D

Year Ended December 31, 1998

ENTERPRISE

FUND

| | Budget | Actual | Variance Favorable (Unfavorable) |
|---|--------------|--------------|--|
| Repairs - Office Equipment | \$ 277.20 | \$ 2,084.36 | \$ (1,807.16) |
| Repairs - Radio | 4,155.70 | 3,979.85 | 175.85 |
| Repairs - Roadway & Culverts | 189.00 | 150.00 | 39.00 |
| Repairs - Tractors | 6,538.42 | 5,974.75 | 563.67 |
| Repairs - Vehicle | 41,061.80 | 39,194.52 | 1,867.28 |
| Retirement Fund Municipal Empl | 24,269.13 | 24,306.10 | (36.97) |
| Salaries - Mayor | 20,220.23 | 19,913.80 | 306.43 |
| Salaries | 403,491.96 | 391,581.71 | 11,910.25 |
| Sewage Analysis Expense | 6,644.93 | 2,720.00 | 3,924.93 |
| Supplies - Chemicals & Lab | 15,859.10 | 14,537.51 | 1,321.59 |
| Supplies - General | 27,851.31 | 25,467.68 | 2,383.63 |
| Supplies - Hardware | 4,215.97 | 3,370.72 | 845.25 |
| Supplies - Kitchen & Cleaning | 344.94 | 99.98 | 244.96 |
| Supplies - Maintenance | 670.21 | 798.05 | (127.84) |
| Supplies - Office | 7,309.73 | 5,817.17 | 1,492.56 |
| Supplies - Welding | 941.08 | 867.98 | 73.10 |
| Taxes - Federal & Unemployment | 240.35 | 190.76 | 49.59 |
| Taxes - Payroll | 34,701.81 | 33,517.36 | 1,184.45 |
| Telephone Expense | 14,081.68 | 14,047.77 | 33.91 |
| Utilities | 173,775.63 | 149,518.24 | 24,257.39 |
| Natural Gas Purchases | 460,389.01 | 544,133.09 | (83,744.08) |
| Interest Expense - G&W Bonds | 47,794.32 | 35,838.87 | 11,955.45 |
| Interest expense - Lease | 374.07 | 2,104.36 | (1,730.29) |
| Interest Expense - Sewer Bonds | 24,900.00 | 22,710.01 | 2,189.99 |
| Payment of Gas & Water Bonds | 8,096.76 | - | 8,096.76 |
| Capital Expenditures | 27,549.20 | 1,624.60 | 25,924.60 |
| Total operating expenses | 2,053,244.73 | 2,303,823.25 | (250,578.52) |
| Operating income | 393,797.50 | (75,322.84) | (469,120.34) |
| NONOPERATING REVENUES (EXPENSES) | | | |
| Use of Money and Property | 72,780.42 | 70,061.07 | (2,719.35) |
| Miscellaneous Revenue | 595.59 | 556.88 | (38.71) |
| Total Nonoperating revenues (expenses) | 73,376.01 | 70,617.95 | (2,758.06) |
| Income before operating transfers | 467,173.51 | (4,704.89) | (471,878.40) |

See the accompanying notes to the financial statements.

TOWN OF WALKER

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

Statement D

Year Ended December 31, 1998

ENTERPRISE
FUND

| | Budget | Actual | Variance Favorable (Unfavorable) |
|--|---------------|-----------------|--|
| OPERATING TRANSFERS | | | |
| Total operating transfers | \$ - | \$ - | - |
| Net Income | 467,173.51 | (4,704.89) | (471,878.40) |
| Retained Earnings/Fund Balance, beginning of year | - | 4,686,806.58 | 4,686,806.58 |
| Residual Equity Transfers In | - | - | - |
| Residual Equity Transfers Out | - | - | - |
| Retained Earnings/Fund Balance, end of year | \$ 467,173.51 | \$ 4,682,101.69 | \$ 4,214,928.18 |

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, 1998

| | <u>1998</u> |
|---|--------------------|
| Cash Flows From Operating Activities: | |
| Operating Income | \$ (75,323) |
| Adjustment to Reconcile Operating Income to Net Cash Provided by Operating Activities: | |
| Depreciation | 314,290 |
| Changes in Assets and Liabilities: | |
| (Increase) Decrease in Accounts Receivable | 104,572 |
| (Increase) Decrease in Unbilled Utility Sales | 130,779 |
| (Increase) Decrease in Miscellaneous Receivables | (75,726) |
| (Increase) Decrease in Inventory | (21,413) |
| Increase (Decrease) in Accounts Payable | (59,541) |
| Increase (Decrease) in Accrued Salaries and Benefits | 10,833 |
| Increase (Decrease) in Customer Meter Deposits | <u>16,864</u> |
| Net Cash Provided by Operating Activities | <u>\$ 345,335</u> |
| Cash Flows From Non-Capital Financing Activities: | |
| (Increase) Decrease in Due from Other Funds | (276,336) |
| Increase (Decrease) in Due to Other Funds | 394,222 |
| Operating Transfers In | 299,717 |
| Operating Transfers Out | (299,717) |
| Miscellaneous Income | 557 |
| Net Cash Used in Non-Capital Financing Activities | <u>\$ 118,443</u> |
| Cash Flows From Capital and Related Financing Activities: | |
| Acquisition and Construction of Property, Plant and Equipment | (31,270) |
| Principal Paid on Capital Lease | (12,465) |
| Interest Paid on Capital Lease | (2,104) |
| Principal Paid on Bonds Payable | (19,100) |
| Interest Paid on Bonds Payable | (58,549) |
| Interest Income | 70,061 |
| (Increase) Decrease in Due from Other Governments | <u>453</u> |
| Net Cash Used in Capital and Related Financing Activities | <u>\$ (52,974)</u> |
| Cash Flows From Investing Activities: | |
| Purchases of Investments | (266,671) |
| Net Cash Provided by Investing Activities | <u>\$(266,671)</u> |
| Net Increase in Cash and Cash Equivalents | 144,133 |
| Cash and Cash Equivalents - Beginning of Year | <u>835,304</u> |
| Cash and Cash Equivalents - End of Year | <u>\$ 979,437</u> |
| Cash and Cash Equivalents at End of Year Consist of: | |
| Unrestricted Cash | \$ 459,342 |
| Restricted Cash | <u>520,095</u> |
| | <u>\$ 979,437</u> |

See the accompanying notes to the financial statements.

TOWN OF WALKER
Walker, Louisiana
Notes to the Financial Statements
For the Year Ended December 31, 1998

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

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.

TOWN OF WALKER
Notes to the Financial Statements, Continued
December 31, 1998

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, 1998, amounted to \$314,289. 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.

TOWN OF WALKER
Notes to the Financial Statements, Continued
December 31, 1998

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, 1998, 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, 1998, the accrued liability for unpaid vacation benefits amounted to \$8,977. The amounts applicable to the Enterprise Fund was \$3,399, and is recorded in that Fund, and the amount of \$5,578 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, 1998, the Town has capitalized a total of \$17,857 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.

TOWN OF WALKER
Notes to the Financial Statements, Continued
December 31, 1998

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, 1998.

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. 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.

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

| | <u>INTERFUND RECEIVABLES</u> | <u>INTERFUND PAYABLES</u> |
|-----------------------|----------------------------------|-------------------------------|
| General Fund | \$ 737,065 | \$ 375,722 |
| Enterprise Fund | <u>423,607</u> | <u>784,950</u> |
| | <u>\$1,160,672</u> | <u>\$1,160,672</u> |
| | <u>TRANSFERS IN</u> | <u>TRANSFERS OUT</u> |
| General Fund | \$ 753,209 | \$2,341,209 |
| Capital Projects Fund | <u>1,561,000</u> | <u>-0-</u> |
| | <u>\$2,314,209</u> | <u>\$2,341,209</u> |

5. Changes in General Fixed Assets

A summary of changes in general fixed assets follows:

| | <u>BALANCE JANUARY 1, 1998</u> | <u>ADDITIONS</u> | <u>DELETIONS</u> | <u>BALANCE DECEMBER 31, 1998</u> |
|---------------------------|--|-------------------|------------------|--|
| Land | \$ 91,274 | \$ -0- | \$ -0- | \$ 91,274 |
| Land Improvements | 15,675 | -0- | -0- | 15,675 |
| Buildings | 272,470 | -0- | -0- | 272,470 |
| Equipment | 661,115 | 151,282 | -0- | 812,397 |
| Furniture and Fixtures | 57,557 | -0- | -0- | 57,557 |
| Recreational Equipment | <u>89,487</u> | <u>-0-</u> | <u>-0-</u> | <u>89,487</u> |
| Total | <u>\$ 1,187,578</u> | <u>\$ 151,282</u> | <u>\$ -0-</u> | <u>\$ 1,338,860</u> |

TOWN OF WALKER
Notes to the Financial Statements, Continued
December 31, 1998

A summary of proprietary fund type property, plant and equipment at December 31, 1998, follows:

| | BALANCE JANUARY 1, 1998 | ADDITIONS | DELETIONS | BALANCE DECEMBER 31, 1998 |
|--------------------------------|-------------------------------|------------------|-------------------|---------------------------------|
| Land | \$ 37,014 | \$ 9,517 | \$ -0- | \$ 46,531 |
| Gas System | 3,029,471 | -0- | -0- | 3,029,471 |
| Water System | 1,687,299 | -0- | -0- | 1,687,299 |
| Sewer System | 3,413,066 | -0- | -0- | 3,413,066 |
| Buildings | 153,688 | -0- | -0- | 153,688 |
| Machinery and Equipment | 663,078 | 21,753 | -0- | 684,831 |
| Total | \$ 8,983,616 | \$ 31,270 | \$ -0- | \$ 9,014,886 |
| Less: Accumulated Depreciation | 4,183,264 | -0- | 314,290 | 4,497,554 |
| Net | <u>\$ 4,800,352</u> | <u>\$ 31,270</u> | <u>\$ 314,290</u> | <u>\$ 4,517,332</u> |

6. Restricted Assets - Proprietary Fund Type

Restricted assets were applicable to the following at December 31, 1998:

| | |
|---------------------------------------|------------------|
| Bond Interest and Redemption Accounts | \$168,481 |
| Bond Reserve Accounts | 137,857 |
| Bond Contingency Accounts | 117,235 |
| Sinking Fund Reserve | 96,522 |
| | <u>\$520,095</u> |

7. Changes in Long-Term Debt

A. The following is a summary of bond transactions of the Town for the year ended December 31, 1998:

| | CERTIFICATE OF INDEBTEDNESS | REVENUE BONDS | CERTIFICATE OF INDEBTEDNESS | TOTAL |
|-------------------------------|-----------------------------------|--------------------|-----------------------------------|--------------------|
| Balances at January 1, 1998 | \$ 55,000 | \$1,016,928 | | \$1,071,928 |
| Additions | -0- | -0- | \$1,561,000 | 1,561,000 |
| Principal Reductions | 55,000 | -0- | -0- | 55,000 |
| Balances at December 31, 1998 | <u>\$ -0-</u> | <u>\$1,016,928</u> | <u>\$1,561,000</u> | <u>\$2,577,928</u> |

The 1966 bond resolution provides that there shall be levied in each year that the above bonds are outstanding and unpaid, a tax on all taxable property in the Town of Walker, sufficient to pay the interest and principal on the bonds as each shall become due.

Certificates of Indebtedness:

\$250,000 Certificate of Indebtedness, Series 1993 due in annual installments of principal and semi-annual installments of interest through December 1, 1998; interest on \$45,000 at 5.75%, on \$100,000 at 5.25%, and on \$105,000 at 5.50%.

\$ -0-

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

| DUE DATE | PRINCIPAL | INTEREST | TOTAL |
|-----------------|-----------|--------------|--------------|
| January 1, 1999 | \$ - | \$ 32,010.26 | \$ 32,010.26 |
| July 1, 1999 | 123,000 | 37,659.13 | 160,659.13 |
| January 1, 2000 | - | 34,691.75 | 34,691.75 |
| July 1, 2000 | 125,000 | 34,691.75 | 159,691.75 |
| January 1, 2001 | - | 31,676.13 | 31,676.13 |

TOWN OF WALKER
Notes to the Financial Statements, Continued
December 31, 1998

| | | | |
|-----------------|--------------------|---------------------|-----------------------|
| July 1, 2001 | 133,000 | 31,676.13 | 164,676.13 |
| January 1, 2002 | - | 28,467.50 | 28,467.50 |
| July 1, 2002 | 141,000 | 28,467.50 | 169,467.50 |
| January 1, 2003 | - | 25,065.88 | 25,065.88 |
| July 1, 2003 | 149,000 | 25,065.88 | 174,065.88 |
| January 1, 2004 | - | 21,471.25 | 21,471.25 |
| July 1, 2004 | 158,000 | 21,471.25 | 179,741.25 |
| January 1, 2005 | - | 17,659.50 | 17,659.50 |
| July 1, 2005 | 167,000 | 17,659.50 | 184,659.50 |
| January 1, 2006 | - | 13,630.63 | 13,630.63 |
| July 1, 2006 | 178,000 | 13,630.63 | 191,630.63 |
| January 1, 2007 | - | 9,336.38 | 9,336.38 |
| July 1, 2007 | 188,000 | 9,336.38 | 197,336.38 |
| January 1, 2008 | - | 4,800.88 | 4,800.88 |
| July 1, 2008 | <u>199,000</u> | <u>4,800.88</u> | <u>203,800.88</u> |
| Totals | <u>\$1,561,000</u> | <u>\$443,269.13</u> | <u>\$2,004,269.13</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. At December 31, 1998, the Town had established a separate checking account which had a balance of \$1,106,960 at December 31, 1998.

Revenue Bonds:

| | |
|--|-------------------|
| \$620,000, 1977 Water, Gas and Sewer serial bonds due in annual installments of principal and semi-annual installments of interest through June 1, 2018; interest is at 5.0% | \$ 450,000 |
| \$600,000, 1985 Waterworks Revenue Bond due in annual installments of principal and interest of \$44,358 through October 8, 2027; interest is at 6.875% | <u>544,349</u> |
| | <u>\$ 994,349</u> |

A schedule of the outstanding 1977 Series bonds and the interest and principal requirements by dates is as follows:

| <u>DUE DATE</u> | <u>PRINCIPAL</u> | <u>INTEREST</u> | <u>TOTAL</u> |
|------------------|------------------|-----------------|--------------|
| June 1, 1999 | 14,000 | 11,250 | 25,250 |
| December 1, 1999 | - | 10,900 | 10,900 |
| June 1, 2000 | 14,000 | 10,900 | 24,900 |
| December 1, 2000 | - | 10,550 | 10,550 |
| June 1, 2001 | 15,000 | 10,550 | 25,550 |
| December 1, 2001 | - | 10,175 | 10,175 |
| June 1, 2002 | 16,000 | 10,175 | 26,175 |
| December 1, 2002 | - | 9,775 | 9,775 |
| June 1, 2003 | 17,000 | 9,775 | 26,775 |
| December 1, 2003 | - | 9,350 | 9,350 |
| June 1, 2004 | 17,000 | 9,350 | 26,350 |
| December 1, 2004 | - | 8,925 | 8,925 |
| June 1, 2005 | 18,000 | 8,925 | 26,925 |
| December 1, 2005 | - | 8,475 | 8,475 |
| June 1, 2006 | 19,000 | 8,475 | 27,475 |
| December 1, 2006 | - | 8,000 | 8,000 |

(Continued)

TOWN OF WALKER
Notes to the Financial Statements, Continued
December 31, 1998

| | | | |
|-------------------|------------------|------------------|------------------|
| June 1, 2007 | 20,000 | 8,000 | 28,000 |
| December 1, 2007 | - | 7,500 | 7,500 |
| June 1, 2008 | 21,000 | 7,500 | 28,500 |
| December 1, 2008 | - | 6,975 | 6,975 |
| June 1, 2009 | 22,000 | 6,975 | 28,975 |
| December 1, 2009 | - | 6,425 | 6,425 |
| June 1, 2010 | 23,000 | 6,425 | 29,425 |
| December 1, 2010 | - | 5,850 | 5,850 |
| June 1, 2011 | 25,000 | 5,850 | 30,850 |
| December 1, 2011 | - | 5,225 | 5,225 |
| June 1, 2012 | 26,000 | 5,225 | 31,225 |
| December 1, 2012 | - | 4,575 | 4,575 |
| June 1, 2013 | 27,000 | 4,575 | 31,575 |
| December 1, 2013 | - | 3,900 | 3,900 |
| June 1, 2014 | 28,000 | 3,900 | 31,900 |
| December 1, 2014 | - | 3,200 | 3,200 |
| June 1, 2015 | 30,000 | 3,200 | 33,200 |
| December 1, 2015 | - | 2,450 | 2,450 |
| June 1, 2016 | 31,000 | 2,450 | 33,450 |
| December 1, 2016 | - | 1,675 | 1,675 |
| June 1, 2017 | 33,000 | 1,675 | 34,675 |
| December 1, 2017 | - | 850 | 850 |
| June 1, 2018 | <u>34,000</u> | <u>850</u> | <u>34,850</u> |
| Total 1977 Series | <u>\$450,000</u> | <u>\$260,800</u> | <u>\$710,800</u> |

A schedule of the outstanding 1985 Series bonds and the interest and principal requirements by dates is as follows:

| <u>DUE DATE</u> | <u>PRINCIPAL</u> | <u>INTEREST</u> | <u>TOTAL</u> |
|---------------------|------------------|------------------|--------------------|
| October 8, 1999 | 6,934 | 37,424 | 44,358 |
| October 8, 2000 | 7,411 | 36,947 | 44,358 |
| October 8, 2001 | 7,920 | 36,438 | 44,358 |
| October 8, 2002 | 8,465 | 35,893 | 44,358 |
| October 8, 2003 | 9,047 | 35,311 | 44,358 |
| October 8, 2004 | 9,669 | 34,689 | 44,358 |
| October 8, 2005 | 10,333 | 34,025 | 44,358 |
| October 8, 2006 | 11,044 | 33,314 | 44,358 |
| October 8, 2007 | 11,803 | 32,555 | 44,358 |
| October 8, 2008 | 12,614 | 31,744 | 44,358 |
| October 8, 2009 | 13,482 | 30,876 | 44,358 |
| October 8, 2010 | 14,409 | 29,949 | 44,358 |
| October 8, 2011 | 15,399 | 28,959 | 44,358 |
| October 8, 2012 | 16,458 | 27,900 | 44,358 |
| October 8, 2013 | 17,589 | 26,769 | 44,358 |
| October 8, 2014 | 18,799 | 25,559 | 44,358 |
| October 8, 2015 | 20,091 | 24,267 | 44,358 |
| October 8, 2016 | 21,472 | 22,886 | 44,358 |
| October 8, 2017 | 22,948 | 21,410 | 44,358 |
| October 8, 2018 | 24,526 | 19,832 | 44,358 |
| October 8, 2019 | 26,212 | 18,146 | 44,358 |
| October 8, 2020 | 28,014 | 16,344 | 44,358 |
| October 8, 2021 | 29,940 | 14,418 | 44,358 |
| October 8, 2022 | 31,999 | 12,359 | 44,358 |
| October 8, 2023 | 34,199 | 10,159 | 44,358 |
| October 8, 2024 | 36,550 | 7,808 | 44,358 |
| October 8, 2025 | 77,022 | 5,295 | 44,358 |
| Total 1985 Series | \$544,349 | \$691,276 | \$1,197,666 |
| Total Revenue Bonds | <u>\$994,349</u> | <u>\$952,076</u> | <u>\$1,908,466</u> |

TOWN OF WALKER
Notes to the Financial Statements, Continued
December 31, 1998

The Series 1977 Bond Indenture provides that all revenues of the Enterprise Fund are pledged for the purposes and in the priority order following:

- a. Reasonable and necessary expenses of maintaining and operating the system.
- b. Payments into the Interest and Redemption Fund of the amount required to pay maturing bonds and interest, such payments, to be made in equal monthly installments.
- c. Payments into the Interest and Redemption Reserve Fund of 5% of the amount paid into the Interest and Redemption Fund each year in accordance with the preceding paragraph until the fund reaches an amount equal to the maximum future sinking fund year's aggregate principal and interest requirements (\$36,350) of the bonds. If the amount in the Reserve Account ever exceeds the amount required to be therein, such excess shall be deemed held in the current requirements portion of the Interest and Redemption Fund and applied to currently maturing principal and interest.
- d. Payments into the Depreciation, Replacement and Extension Fund of \$1,824 annually in equal monthly installments of \$152 until there is in said fund the sum of \$72,960. "Upon retirement of the prior revenue bonds all money then in the Contingencies and Improvement Fund established by the prior revenue bond resolution (to the extent that such money is not used for the retirement of prior revenue bonds) shall be paid into the Depreciation, Replacement, and Extension Fund". The monies in the Depreciation, Replacement and Extension Fund shall be used or reserved for the making of extraordinary repairs or replacements to the combined system which are necessary to keep the combined system in operating condition and for the making of which money is not available as an expense of operation and maintenance or from the Contingencies and Improvement Fund created by the prior revenue bond resolution, but prior to the retirement of the prior revenue bonds, priority shall be given to payments required for the sewer system. Money in the Depreciation, Replacement, and Extension Fund in excess of \$72,960 may also be used by the Town for the payment of the cost of improvements or extensions to the combined system including the payment of junior lien obligations issued for such purpose as to principal, interest, and reserve requirements.
- e. *All revenues not required for the above payments shall be regarded as surplus and may be used for any lawful corporate purposes.*

The Series 1985 Bond Indenture provides that all revenues derived from the operation of the system shall be collected in a separate and special bank account and said fund shall be established, maintained and administered in the following order of priority and for the following express purposes:

- a. Reasonable and necessary expenses of maintaining and operating the system.
- b. Payments into a fund entitled Waterworks System Revenue Bond and Interest Sinking Fund, sufficient amounts to pay fully the principal and interest on said Bond, as they become due and payable, one-twelfth of such payment (\$3,697) is to be deposited in said account beginning on the first day of the month following delivery of the 1985 Bond.
- c. Payments into a fund entitled Waterworks System Revenue Bond Reserve Fund, on or before the 20th day of each month, beginning no later than the first full month in which the system becomes revenue producing, an amount equal to 5% of the sum required each month into the Sinking Fund, b. above, until such fund equals the highest annual debt service (\$44,358).
- d. Payments to a fund entitled Depreciation and Contingency Fund commencing on the 20th day of the first full month after the System becomes revenue producing, and then monthly thereafter, the sum of \$408.

All monies in the Depreciation and Contingency Fund may be drawn on and used by the Town for the purpose of paying the cost of unusual or extraordinary maintenance, repairs, replacements and extensions; and the costs of improvements to the System which will either enhance its revenue-producing capacity or provide a higher degree of service. In the event the available balances in the Sinking Fund and/or Reserve Fund shall at any principal or interest payment date be insufficient to pay the next installment or principal and/or interest and to maintain the required debt service, reserve funds on deposit in the Depreciation and Contingency Fund shall be transferred in such amounts as are necessary to eliminate the deficiencies, respectively, in the Sinking Fund and the Reserve Fund. The balances required in the Interest and Redemption Funds, the Interest and Redemption Reserve Funds, the Depreciation, Replacement, and Extension Fund, and the Contingency and Improvement Fund from a strict interpretation of the Bond Resolutions, as compared to the actual balances, are reflected in the following:

INTEREST AND REDEMPTION FUNDS

| | SERIES 1977 <u>BONDS</u> | SERIES 1985 <u>BONDS</u> | <u>TOTALS</u> |
|------------------|--------------------------------|--------------------------------|-------------------|
| Required Balance | \$ 3,042 | \$ 7,393 | \$ 10,435 |
| Actual Balance | <u>28,525</u> | <u>139,956</u> | <u>168,481</u> |
| Excess | <u>\$ 25,483</u> | <u>\$132,563</u> | <u>\$ 158,046</u> |

INTEREST AND REDEMPTION RESERVE FUNDS

| | SERIES 1977 <u>BONDS</u> | SERIES 1985 <u>BONDS</u> | <u>TOTALS</u> |
|------------------|--------------------------------|--------------------------------|------------------|
| Required Balance | \$ 36,350 | \$ 26,139 | \$ 62,489 |
| Actual Balance | <u>97,693</u> | <u>40,817</u> | <u>138,510</u> |
| Excess | <u>\$ 61,343</u> | <u>\$ 14,678</u> | <u>\$ 76,021</u> |

DEPRECIATION, REPLACEMENT AND EXTENSION FUND

| | SERIES 1977 <u>BONDS</u> | SERIES 1985 <u>BONDS</u> | <u>TOTALS</u> |
|------------------|--------------------------------|--------------------------------|-----------------|
| Required Balance | \$ 36,021 | \$ - | \$ 36,021 |
| Actual Balance | <u>42,418</u> | <u>-</u> | <u>42,418</u> |
| Excess | <u>\$ 6,397</u> | <u>\$ -</u> | <u>\$ 6,397</u> |

CONTINGENCY AND IMPROVEMENT FUND

| | SERIES 1977 <u>BONDS</u> | SERIES 1985 <u>BONDS</u> | <u>TOTALS</u> |
|------------------|--------------------------------|--------------------------------|------------------|
| Required Balance | \$ - | \$ 58,816 | \$ 58,816 |
| Actual Balance | <u>-</u> | <u>74,817</u> | <u>74,817</u> |
| Excess | <u>\$ -</u> | <u>\$ 16,001</u> | <u>\$ 16,001</u> |

There are a number of limitations and restrictions contained in the various bond indentures. The Town is in compliance with all material limitations and restrictions.

B. The following is a summary of the Notes Payable transactions for the Town for the year ended December 31, 1998.

| | |
|--|---------------|
| Notes Payable at January 1, 1998 | \$ 6,379 |
| Increase in Notes Payable | -0- |
| Retirement of Notes Payable - Current Year | <u>6,379</u> |
| Notes Payable at December 31, 1998 | <u>\$ -0-</u> |

General Obligation Under Note Payable:

The Town, on June 29, 1995, entered into a note payable with an individual for the purchase of a certain parcel of land, containing 5.25 acres, together with all buildings and improvements thereon. The note payable requires no down payment and is payable in 42 equal monthly installments of \$546, including interest at 5.00% per annum. The note payable indebtedness at December 31, 1998, was \$ -0-.

TOWN OF WALKER
Notes to the Financial Statements, Continued
December 31, 1998

- C. The following is a summary of the obligation under capital lease transactions of the Town's Enterprise Fund for the year ended December 31, 1998.

| | |
|---|------------------|
| Obligation Under Capital Lease at January 1, 1998 | \$ 32,746 |
| Increase in Capital Lease Obligation | -0- |
| Capital Lease Retirement Current Year | <u>12,466</u> |
| Obligation Under Capital Lease at December 31, 1998 | <u>\$ 20,280</u> |

Obligation Under Capital Lease - Enterprise Fund:

The Town's Enterprise Fund on July 14, 1995, entered into a Lease Purchase Agreement with Crawler Supply Co., Inc. for the purchase of an Excavator (Model 9030). After the initial payment of \$1,186 at the inception date, the Town makes payments on the capital lease indebtedness in fifty-nine (59) monthly installments of \$1,186, including interest at 6.50% per annum.

A schedule of the outstanding lease principal and interest requirements at December 31, 1998, is as follows:

| <u>YEAR ENDED</u> <u>DECEMBER 31,</u> | <u>PRINCIPAL</u> | <u>INTEREST</u> | <u>TOTAL</u> |
|--|------------------|-----------------|-----------------|
| 1999 | 13,300 | 927 | 14,227 |
| 2000 | <u>6,980</u> | <u>133</u> | <u>7,113</u> |
| Total Obligation Under Capital Lease | <u>\$20,280</u> | <u>\$ 1,060</u> | <u>\$21,340</u> |

8. Amortization of the Cost of Issuance of Revenue Bonds

The cost of issuance of the 1985 Revenue Bonds of \$11,925 is being amortized over the life of the bonds. The unamortized balance at December 31, 1998, was \$ 8,587.

9. 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, 1998, Meter Deposits amounted to \$ 233,316, while the balance of the meter deposit cash accounts totaled \$ 13,548.

10. 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, 1998, was \$105,006; the Town's total payroll was \$860,607.

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

TOWN OF WALKER
Notes to the Financial Statements, Continued
December 31, 1998

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 five per cent of their salary to the plan. The Town was required by the same statute to contribute five to three and one-quarter per cent. The contribution requirement for the year ended December 31, 1998, was \$ 17,590, which consisted of \$ 9,594 from the Village and \$ 7,996 from employees. The actuarially determined contribution requirement for 1998 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.

11. Retirement Benefits

The Town adopted a nonqualified retirement plan in 1992. Employees are eligible to participate upon completion of their six 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 \$34,404, for the year ended December 31, 1998.

12. 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.

13. 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 \$2,121,535, and the bank balance was \$2,993,013. 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

TOWN OF WALKER
Notes to the Financial Statements, Continued
December 31, 1998

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 | \$2,993,013 | \$ -0- | \$ -0- | \$2,993,013 | \$2,993,013 | \$2,121,535 |
| Petty Cash | -0- | -0- | 515 | 404 | 404 | 515 |
| Total Cash and Cash Equivalents | <u>\$2,993,013</u> | <u>\$ -0-</u> | <u>\$ 515</u> | <u>\$2,993,417</u> | <u>\$2,993,417</u> | <u>\$2,122,050</u> |
| Investments Not Subject to Categorization: | | | | | | |
| Mutual Funds - U.S. Government Securities | | | | <u>\$1,297,345</u> | <u>\$1,364,647</u> | <u>\$1,297,345</u> |
| Total Investments | | | | <u>\$1,297,345</u> | <u>\$1,364,647</u> | <u>\$1,297,345</u> |
| Total Cash and Investments | | | | <u>\$4,290,762</u> | <u>\$4,358,064</u> | <u>\$3,419,395</u> |
| Included in the accompanying Balance Sheets under the captions: | | | | | | |
| Cash and Cash Equivalents | | | | \$1,601,954 | | |
| Investments, at Cost | | | | 1,297,345 | | |
| Restricted Assets: Cash and Investments, at Cost | | | | <u>520,095</u> | | |
| | | | | <u>\$3,419,395</u> | | |

14. Excess Expenditures over Appropriations

During 1998, the Town of Walker had actual expenditures over budgeted expenditures in the following areas of the General Fund:

| | BUDGET | ACTUAL | UNFAVORABLE VARIANCE | VARIANCE AS % OF BUDGET |
|--------------------|-----------|-----------|-------------------------|-------------------------------|
| Garbage Department | 108,580 | 135,774 | (27,194) | 25% |
| Police Department | 418,881 | 465,869 | (46,987) | 11% |
| CDBG-FY 96 | 635,228 | 636,227 | (999) | 1% |
| Gas and Water Fund | 1,704,517 | 1,895,265 | (190,748) | 11% |
| Sewer Fund | 348,728 | 408,558 | (59,830) | 17% |

15. Allowance for Uncollectible Accounts

At December 31, 1998, the allowance for uncollectible accounts receivable in the Enterprise Fund is \$54,812.

16. YEAR 2000 COMPLIANCE (UNAUDITED)

Time and space saving programming decisions made in prior years resulted in two-digit computer codes that may not correctly recognize "00" as the year 2000. Serious processing error or system failure could result. To prevent this error, computer systems and equipment must be reprogrammed or replaced to make them year 2000 compliant.

The Town of Walker is significantly dependent on computerized systems for essential operations and to provide services to citizens. As a continuing process, the Town is actively engaged in making necessary changes to its systems and equipment to achieve year 2000 compliance. Interfacing business partners are being surveyed to assess their compliance status and possible impact on district services. Other information technology projects have been re-prioritized and delayed when necessary to support continuing progress toward year 2000 compliance. These changes include system upgrades and equipment replacements. Contingency plans are also being considered.

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, 1998
With Comparative Totals for December 31, 1997

| | GENERAL FUND | PARKS DEPARTMENT | STREET DEPARTMENT | ANIMAL CONTROL |
|-------------------------------|----------------------|---------------------|----------------------|-------------------|
| ASSETS | | | | |
| Current Assets | | | | |
| Cash and Cash Equivalents | | | | |
| Hibernia National Bank | \$ 19,747.61 | \$ 15,166.31 | \$ 537.71 | \$ - |
| Petty Cash - Office Box | - | - | - | - |
| Property Taxes Receivable | | | | |
| Property Taxes Recv-Current | 11,361.48 | - | - | - |
| Sales Taxes Receivable | | | | |
| Sales Tax Receivable | 46,938.01 | - | - | - |
| Miscellaneous Receivables | | | | |
| Other Receivables | 46,940.37 | 1,499.64 | - | - |
| Due From DDA | - | - | - | - |
| Due From Employees | 1,219.99 | - | - | - |
| Due from WYSA | - | 3,315.00 | - | - |
| Other Taxes Receivable | 189.00 | - | - | - |
| NSF Checks Uncollected | 1,905.13 | 35.00 | - | - |
| Reserve for Uncollectible | 218.87 | - | - | - |
| Unbilled Utility Sales | | | | |
| Fees - Garbage | - | - | - | - |
| Due From Other Funds | | | | |
| Due From Gas and Water | 536,896.87 | 25.00 | - | - |
| Due From Parks | 9,167.50 | - | - | - |
| Due From Sewer | 20,092.90 | - | - | - |
| Due From Streets | 170,882.95 | - | - | - |
| Inventory, at cost | | | | |
| Inventory | - | - | 1,861.00 | - |
| Accrued Salaries Payable | | | | |
| Municipal Employee Retirement | - | - | 392.99 | - |
| TOTAL ASSETS | \$ 865,560.68 | \$ 20,040.95 | \$ 2,791.70 | \$ - |

| GARBAGE DEPARTMENT | POLICE DEPARTMENT | CDBG DEMONSTRATED NEEDS GRANT | CDBG GRANT FUND | Memorandum Only Current Year | Memorandum Only Prior Year |
|-----------------------|----------------------|----------------------------------|--------------------|---------------------------------|-------------------------------|
| \$ - | \$ - | \$ - | \$ - | 35,451.63 | \$ 260,795.13 |
| - | 200.00 | - | - | 200.00 | 200.00 |
| - | - | - | - | 11,361.48 | 17,990.63 |
| - | - | - | - | 46,938.01 | 40,240.26 |
| - | 4,137.79 | - | - | 52,577.80 | 48,293.48 |
| - | - | - | 72,797.26 | 72,797.26 | - |
| - | 41.19 | - | - | 1,261.18 | 1,261.18 |
| - | - | - | - | 3,315.00 | - |
| - | - | - | - | 189.00 | - |
| - | - | - | - | 1,940.13 | 792.00 |
| - | - | - | - | 218.87 | 218.87 |
| 8,974.37 | - | - | - | 8,974.37 | - |
| - | - | - | - | 536,921.87 | 441,141.97 |
| - | - | - | - | 9,167.50 | 9,167.50 |
| - | - | - | - | 20,092.90 | 12,376.23 |
| - | - | - | - | 170,882.95 | 170,882.95 |
| - | - | - | - | 1,861.00 | 1,861.00 |
| - | - | - | - | 392.99 | - |
| \$ 8,974.37 | \$ 4,378.98 | \$ - | \$ 72,797.26 | \$ 974,543.94 | \$ 1,005,221.20 |

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

December 31, 1998
 With Comparative Totals for December 31, 1997

| | GENERAL FUND | PARKS DEPARTMENT | STREET DEPARTMENT | ANIMAL CONTROL |
|---|----------------------|---------------------|----------------------|-------------------|
| LIABILITIES AND FUND BALANCE | | | | |
| LIABILITIES | | | | |
| Curr Liab (from Curr Assets) | | | | |
| Cash overdraft | \$ - | \$ - | \$ - | \$ - |
| Accounts Payable | 44,922.51 | - | 21,475.41 | - |
| Retainage Payable | - | - | - | - |
| Due to Other Funds | - | 12,819.53 | 362,902.36 | - |
| Contracts Payable | - | - | - | - |
| Accrued Salaries Payable | 8,986.32 | - | 5,142.57 | - |
| TOTAL LIABILITIES | 53,908.83 | 12,819.53 | 389,520.34 | - |
| FUND BALANCE | | | | |
| Fund Balance | | | | |
| Unreserved and Undesignated | 811,651.85 | 7,221.42 | (386,728.64) | - |
| TOTAL FUND BALANCE | 811,651.85 | 7,221.42 | (386,728.64) | - |
| TOTAL LIABILITIES AND FUND BALANCE | \$ 865,560.68 | \$ 20,040.95 | \$ 2,791.70 | \$ - |

| GARBAGE DEPARTMENT | POLICE DEPARTMENT | CDBG DEMONSTRATED NEEDS GRANT | CDBG GRANT FUND | Memorandum Only Current Year | Memorandum Only Prior Year |
|-----------------------|----------------------|----------------------------------|--------------------|---------------------------------|-------------------------------|
| \$ - | \$ - | \$ - | \$ - | \$ - | 3,628.32 |
| - | (309.87) | - | - | 66,088.05 | 66,680.29 |
| - | - | - | 30,669.85 | 30,669.85 | - |
| - | - | - | - | 375,721.89 | 390,110.91 |
| - | - | - | 42,127.41 | 42,127.41 | - |
| 620.93 | 4,395.84 | - | - | 19,145.66 | 8,512.30 |
| 620.93 | 4,085.97 | - | 72,797.26 | 533,752.86 | 468,931.82 |
| 8,353.44 | 293.01 | - | - | 440,791.08 | 526,203.49 |
| 8,353.44 | 293.01 | - | - | 440,791.08 | 526,203.49 |
| \$ 8,974.37 | \$ 4,378.98 | \$ - | \$ 72,797.26 | \$ 974,543.94 | \$ 995,135.31 |

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

Year Ended December 31, 1998
With Comparative Actual Amounts for Year Ended December 31, 1997

| | GENERAL FUND | PARKS DEPARTMENT | STREET DEPARTMENT | ANIMAL CONTROL |
|---|---------------------|---------------------|----------------------|--------------------|
| EXPENDITURES | | | | |
| Current Expenditures | | | | |
| Legislative | \$ 6,750.00 | \$ - | \$ - | \$ - |
| Elections | - | - | - | - |
| Financial and Administrative | (3.00) | - | - | - |
| Other General Administration | 869,986.15 | - | - | - |
| Public Safety | - | - | - | - |
| Public Works | - | - | 360,555.69 | - |
| Health and Welfare | - | - | - | 13,412.32 |
| Culture and Recreation | - | 28,571.36 | - | - |
| Capital Outlay | | | | |
| Other General Administration | 54,809.66 | - | - | - |
| Public Safety | - | - | - | - |
| Public Works | - | - | 153,378.24 | - |
| Debt Service | | | | |
| Other General Administration | 163.08 | - | - | - |
| Debt Service | 64,414.83 | - | - | - |
| TOTAL EXPENDITURES | 996,120.72 | 28,571.36 | 513,933.93 | 13,412.32 |
| Excess (deficiency) of revenues over expenditures | 584,735.08 | 3,633.25 | (479,804.32) | (11,034.32) |
| OTHER FINANCING SOURCES (USES) | | | | |
| Proceeds of Long-term Debt | 1,561,000.00 | - | - | - |
| Operating Transfers In | - | 14,500.00 | 526,000.00 | 11,034.32 |
| Operating Transfers Out | (2,314,208.76) | - | - | - |
| TOTAL OTHER FINANCING SOURCES (USES) | (753,208.76) | 14,500.00 | 526,000.00 | 11,034.32 |
| Excess (deficiency) of revenues over expenditures and other sources (uses) | (168,473.68) | 18,133.25 | 46,195.68 | - |
| Fund Balances at beginning of year | 980,125.53 | (10,911.83) | (432,924.32) | - |
| Fund Balances at end of year | \$ 811,651.85 | \$ 7,221.42 | \$ (386,728.64) | \$ - |

| GARBAGE DEPARTMENT | POLICE DEPARTMENT | CDBG DEMONSTRATED NEEDS GRANT | CDBG GRANT FUND | Memorandum Only Current Year | Memorandum Only Prior Year |
|--------------------|-------------------|-------------------------------|-----------------|------------------------------|----------------------------|
| \$ - | \$ - | \$ - | \$ - | \$ 6,750.00 | \$ 8,030.58 |
| - | - | - | - | - | 345.00 |
| - | - | - | - | (3.00) | 5,921.47 |
| - | - | - | - | 869,986.15 | 183,068.13 |
| - | 378,967.61 | - | - | 378,967.61 | 364,499.29 |
| 135,773.64 | - | - | - | 496,329.33 | 423,331.87 |
| - | - | - | - | 13,412.32 | 11,111.93 |
| - | - | - | - | 28,571.36 | 42,756.76 |
| - | - | - | - | 54,809.66 | 18,050.00 |
| - | 86,900.97 | - | - | 86,900.97 | 37,541.81 |
| - | - | 109,222.77 | 636,227.33 | 898,828.34 | 127,593.60 |
| - | - | - | - | 163.08 | 449.39 |
| - | - | - | - | 64,414.83 | 8,955.68 |
| 135,773.64 | 465,868.58 | 109,222.77 | 636,227.33 | 2,899,130.65 | 1,231,655.51 |
| (8,306.34) | (184,721.65) | - | - | (95,498.30) | 417,684.71 |
| - | - | - | - | 1,561,000.00 | - |
| 16,659.78 | 185,014.66 | - | - | 753,208.76 | 363,500.00 |
| - | - | - | - | (2,314,208.76) | (363,599.94) |
| 16,659.78 | 185,014.66 | - | - | - | (99.94) |
| 8,353.44 | 293.01 | - | - | (95,498.30) | 417,584.77 |
| - | - | - | - | 536,289.38 | 108,618.72 |
| \$ 8,353.44 | \$ 293.01 | \$ - | \$ - | \$ 440,791.08 | \$ 526,203.49 |

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

Year Ended December 31, 1998
 With Comparative Actual Amounts for Year Ended December 31, 1997

| | GENERAL FUND | PARKS DEPARTMENT | STREET DEPARTMENT | ANIMAL CONTROL |
|-------------------------------|---------------------|---------------------|----------------------|-------------------|
| REVENUES | | | | |
| Revenues | | | | |
| Taxes | \$ 748,437.31 | \$ - | \$ - | \$ - |
| Licenses and Permits | 198,320.85 | - | - | - |
| Intergovernmental Revenue | 585,206.95 | - | - | - |
| Fees, Charges and Commissions | 33,649.00 | 31,790.00 | - | 2,378.00 |
| Fines and Forfeitures | - | - | - | - |
| Use of Money and Property | 13,633.60 | 414.61 | 544.70 | - |
| Miscellaneous Revenue | 1,608.09 | - | 33,584.91 | - |
| TOTAL REVENUES | 1,580,855.80 | 32,204.61 | 34,129.61 | 2,378.00 |

| GARBAGE DEPARTMENT | POLICE DEPARTMENT | CDBG DEMONSTRATED NEEDS GRANT | CDBG GRANT FUND | Memorandum Only Current Year | Memorandum Only Prior Year |
|-----------------------|----------------------|----------------------------------|--------------------|---------------------------------|-------------------------------|
| \$ - | \$ - | \$ - | \$ - | 748,437.31 | \$ 706,267.06 |
| - | - | - | - | 198,320.85 | 178,484.59 |
| - | - | 109,222.77 | 636,227.33 | 1,330,657.05 | 70,206.00 |
| 127,467.30 | - | - | - | 195,284.30 | 160,735.42 |
| - | 252,704.61 | - | - | 252,704.61 | 240,256.46 |
| - | - | - | - | 14,592.91 | 6,677.32 |
| - | 28,442.32 | - | - | 63,635.32 | 286,713.37 |
| 127,467.30 | 281,146.93 | 109,222.77 | 636,227.33 | 2,803,632.35 | 1,649,340.22 |

TOWN OF WALKER
GENERAL FUND
Schedule 3
COMPARATIVE BALANCE SHEET

December 31, 1997 and 1998

| | <u>1998</u> | <u>1997</u> |
|---|----------------------|------------------------|
| ASSETS | | |
| <hr/> | | |
| Current Assets | | |
| Cash and Cash Equivalents | \$ 19,747.61 | \$ 260,612.07 |
| Property Taxes Receivable | 11,361.48 | 17,990.63 |
| Sales Taxes Receivable | 46,938.01 | 40,240.26 |
| Miscellaneous Receivables | 50,473.36 | 49,065.89 |
| Due From Other Funds | 737,040.22 | 633,543.65 |
| | <hr/> | <hr/> |
| TOTAL ASSETS | \$ 865,560.68 | \$ 1,001,452.50 |
| | <hr/> | <hr/> |
| LIABILITIES AND FUND BALANCE | | |
| <hr/> | | |
| LIABILITIES | | |
| Curr Liab (from Curr Assets) | | |
| Accounts Payable | \$ 44,922.51 | \$ 15,673.35 |
| Accrued Salaries Payable | 8,986.32 | 5,653.62 |
| | <hr/> | <hr/> |
| TOTAL LIABILITIES | 53,908.83 | 21,326.97 |
| | <hr/> | <hr/> |
| FUND BALANCE | | |
| Fund Balance | | |
| Unreserved and Undesignated | 811,651.85 | 980,125.53 |
| | <hr/> | <hr/> |
| TOTAL FUND BALANCE | 811,651.85 | 980,125.53 |
| | <hr/> | <hr/> |
| TOTAL LIABILITIES AND FUND BALANCE | \$ 865,560.68 | \$ 1,001,452.50 |
| | <hr/> | <hr/> |

TOWN OF WALKER
GENERAL FUND
STATEMENT OF REVENUES, EXPENDITURES
CHANGES IN FUND BALANCE—BUDGET (GAAP BASIS)
Schedule 4
Year Ended December 31, 1998
With Comparative Actual Amounts for Year Ended December 31, 1997

| | 1998 | | Variance— favorable (unfavorable) | 1997 |
|---|---------------------|---------------------|---|---------------------|
| | Budget | Actual | | Actual |
| REVENUES | | | | |
| Revenues | | | | |
| Taxes | \$ 783,840.23 | \$ 748,437.31 | \$ (35,402.92) | \$ 706,267.06 |
| Licenses and Permits | 231,367.93 | 198,320.85 | (33,047.08) | 178,484.59 |
| Intergovernmental Revenue | - | 585,206.95 | 585,206.95 | - |
| Fees, Charges and Commissions | 35,002.38 | 33,649.00 | (1,353.38) | 138,679.42 |
| Fines and Forfeitures | - | - | - | 240,256.46 |
| Use of Money and Property | 12,373.48 | 13,633.60 | 1,260.12 | 5,977.41 |
| Miscellaneous Revenue | 640,040.45 | 1,608.09 | (638,432.36) | 276,675.72 |
| TOTAL REVENUES | 1,702,624.47 | 1,580,855.80 | (121,768.67) | 1,546,340.66 |
| EXPENDITURES | | | | |
| Current Expenditures | | | | |
| Legislative | 14,801.38 | 6,750.00 | 8,051.38 | 8,030.58 |
| Elections | - | - | - | 345.00 |
| Financial and Administrative | 12.35 | (3.00) | 15.35 | 3,855.22 |
| Other General Administration | 1,328,386.46 | 869,986.15 | 458,400.31 | 183,068.13 |
| Public Safety | - | - | - | 354,413.40 |
| Public Works | - | - | - | 94,428.56 |
| Health and Welfare | - | - | - | 11,111.93 |
| Capital Outlay | - | - | - | - |
| Other General Administration | 58,032.10 | 54,809.66 | 3,222.44 | 18,050.00 |
| Public Safety | - | - | - | 37,541.81 |
| Debt Service | - | - | - | - |
| Other General Administration | 196.69 | 163.08 | 33.61 | 449.39 |
| Debt Service | 63,589.42 | 64,414.83 | (825.41) | 8,955.68 |
| TOTAL EXPENDITURES | 1,465,018.40 | 996,120.72 | 468,897.68 | 720,249.70 |
| Excess (deficiency) of revenues over expenditures | 237,606.07 | 584,735.08 | 347,129.01 | 826,090.96 |
| OTHER FINANCING SOURCES (USES) | | | | |
| Other Financing Sources | (816,910.00) | (753,208.76) | 63,701.24 | (363,599.94) |
| TOTAL OTHER FINANCING SOURCES (USES) | (816,910.00) | (753,208.76) | 63,701.24 | (363,599.94) |

TOWN OF WALKER
GENERAL FUND
STATEMENT OF REVENUES, EXPENDITURES
CHANGES IN FUND BALANCE—BUDGET (GAAP BASIS)
Schedule 4
Year Ended December 31, 1998
With Comparative Actual Amounts for Year Ended December 31, 1997

| | 1998 | | | 1997 |
|--|-----------------|-----------------|---|---------------|
| | Budget | Actual | Variance— favorable (unfavorable) | Actual |
| Excess (deficiency) of revenues over expenditures and other sources (uses) | \$ (579,303.93) | \$ (168,473.68) | \$ 410,830.25 | \$ 462,491.02 |
| Fund Balances at beginning of year | - | 980,125.53 | 980,125.53 | 517,634.51 |
| Fund Balances at end of year | \$ (579,303.93) | \$ 811,651.85 | \$ 1,390,955.78 | \$ 980,125.53 |

TOWN OF WALKER
 PARK DEPARTMENT FUND
 Schedule 5
 COMPARATIVE BALANCE SHEET

December 31, 1997 and 1998

| | <u>1998</u> | <u>1997</u> |
|---|---------------------|--------------------|
| ASSETS | | |
| <hr/> | | |
| Current Assets | | |
| Cash and Cash Equivalents | \$ 15,166.31 | \$ 383.06 |
| Miscellaneous Receivables | 4,849.64 | 1,499.64 |
| Due From Other Funds | 25.00 | 25.00 |
| | <hr/> | <hr/> |
| TOTAL ASSETS | \$ 20,040.95 | \$ 1,907.70 |
| | <hr/> | <hr/> |
| LIABILITIES AND FUND BALANCE | | |
| <hr/> | | |
| LIABILITIES | | |
| Curr Liab (from Curr Assets) | | |
| Due to Other Funds | \$ 12,819.53 | \$ 12,819.53 |
| | <hr/> | <hr/> |
| TOTAL LIABILITIES | 12,819.53 | 12,819.53 |
| | <hr/> | <hr/> |
| FUND BALANCE | | |
| Fund Balance | | |
| Unreserved and Undesignated | 7,221.42 | (10,911.83) |
| | <hr/> | <hr/> |
| TOTAL FUND BALANCE | 7,221.42 | (10,911.83) |
| | <hr/> | <hr/> |
| TOTAL LIABILITIES AND FUND BALANCE | \$ 20,040.95 | \$ 1,907.70 |
| | <hr/> | <hr/> |

TOWN OF WALKER
PARK DEPARTMENT FUND
STATEMENT OF REVENUES, EXPENDITURES
CHANGES IN FUND BALANCE—BUDGET (GAAP BASIS)
Schedule 6
Year Ended December 31, 1998
With Comparative Actual Amounts for Year Ended December 31, 1997

| | 1998 | | Variance— favorable (unfavorable) | 1997 |
|--|---------------------|--------------------|---|-----------------------|
| | Budget | Actual | | Actual |
| REVENUES | | | | |
| Revenues | | | | |
| Fees, Charges and Commissions | \$ 34,838.18 | \$ 31,790.00 | \$ (3,048.18) | \$ 22,056.00 |
| Use of Money and Property | 382.78 | 414.61 | 31.83 | 378.14 |
| Miscellaneous Revenue | - | - | - | 48.00 |
| TOTAL REVENUES | 35,220.96 | 32,204.61 | (3,016.35) | 22,482.14 |
| EXPENDITURES | | | | |
| Current Expenditures | | | | |
| Financial and Administrative | - | - | - | 688.75 |
| Culture and Recreation | 30,060.89 | 28,571.36 | 1,489.53 | 42,756.76 |
| TOTAL EXPENDITURES | 30,060.89 | 28,571.36 | 1,489.53 | 43,445.51 |
| Excess (deficiency) of revenues over expenditures | 5,160.07 | 3,633.25 | (1,526.82) | (20,963.37) |
| OTHER FINANCING SOURCES (USES) | | | | |
| Other Financing Sources | 19,270.00 | 14,500.00 | (4,770.00) | 21,000.00 |
| TOTAL OTHER FINANCING SOURCES (USES) | 19,270.00 | 14,500.00 | (4,770.00) | 21,000.00 |
| Excess (deficiency) of revenues over expenditures and other sources (uses) | 24,430.07 | 18,133.25 | (6,296.82) | 36.63 |
| Fund Balances at beginning of year | - | (10,911.83) | (10,911.83) | (10,948.46) |
| Fund Balances at end of year | \$ 24,430.07 | \$ 7,221.42 | \$ (17,208.65) | \$ (10,911.83) |

TOWN OF WALKER
STREET DEPARTMENT FUND
Schedule 7
COMPARATIVE BALANCE SHEET

December 31, 1997 and 1998

| | <u>1998</u> | <u>1997</u> |
|---|---------------------|---------------------|
| ASSETS | | |
| <hr/> | | |
| Current Assets | | |
| Cash and Cash Equivalents | \$ 537.71 | \$ - |
| Inventory, at cost | 1,861.00 | 1,861.00 |
| Accrued Salaries Payable | 392.99 | - |
| | <hr/> | <hr/> |
| TOTAL ASSETS | \$ 2,791.70 | \$ 1,861.00 |
| | <hr/> | <hr/> |
| LIABILITIES AND FUND BALANCE | | |
| <hr/> | | |
| LIABILITIES | | |
| Curr Liab (from Curr Assets) | | |
| Cash overdraft | \$ - | \$ 3,628.32 |
| Accounts Payable | 21,475.41 | 51,006.94 |
| Due to Other Funds | 362,902.36 | 377,291.38 |
| Accrued Salaries Payable | 5,142.57 | 2,858.68 |
| | <hr/> | <hr/> |
| TOTAL LIABILITIES | 389,520.34 | 434,785.32 |
| | <hr/> | <hr/> |
| FUND BALANCE | | |
| Fund Balance | | |
| Unreserved and Undesignated | (386,728.64) | (432,924.32) |
| | <hr/> | <hr/> |
| TOTAL FUND BALANCE | (386,728.64) | (432,924.32) |
| | <hr/> | <hr/> |
| TOTAL LIABILITIES AND FUND BALANCE | \$ 2,791.70 | \$ 1,861.00 |
| | <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, 1998
With Comparative Actual Amounts for Year Ended December 31, 1997

| | 1998 | | Variance— favorable (unfavorable) | 1997 |
|--|-------------------|-------------------|---|-------------------|
| | Budget | Actual | | Actual |
| REVENUES | | | | |
| Revenues | | | | |
| Use of Money and Property | \$ 640.76 | \$ 544.70 | \$ (96.06) | \$ 321.77 |
| Miscellaneous Revenue | 42,316.99 | 33,584.91 | (8,732.08) | 9,989.65 |
| TOTAL REVENUES | 42,957.75 | 34,129.61 | (8,828.14) | 10,311.42 |
| EXPENDITURES | | | | |
| Current Expenditures | | | | |
| Financial and Administrative | - | - | - | 1,377.50 |
| Public Works | 373,872.28 | 360,555.69 | 13,316.59 | 328,903.31 |
| Capital Outlay | | | | |
| Public Works | 193,256.58 | 153,378.24 | 39,878.34 | 57,387.60 |
| TOTAL EXPENDITURES | 567,128.86 | 513,933.93 | 53,194.93 | 387,668.41 |
| Excess (deficiency) of revenues over expenditures | (524,171.11) | (479,804.32) | 44,366.79 | (377,356.99) |
| OTHER FINANCING SOURCES (USES) | | | | |
| Other Financing Sources | 584,640.00 | 526,000.00 | (58,640.00) | 342,500.00 |
| TOTAL OTHER FINANCING SOURCES (USES) | 584,640.00 | 526,000.00 | (58,640.00) | 342,500.00 |
| Excess (deficiency) of revenues over expenditures and other sources (uses) | 60,468.89 | 46,195.68 | (14,273.21) | (34,856.99) |
| Fund Balances at beginning of year | - | (432,924.32) | (432,924.32) | (398,067.33) |
| Fund Balances at end of year | \$ 60,468.89 | \$ (386,728.64) | \$ (447,197.53) | \$ (432,924.32) |

TOWN OF WALKER
 ANIMAL CONTROL DEPARTMENT
 Schedule 9
 COMPARATIVE BALANCE SHEET

December 31, 1997 and 1998

| | <u>1998</u> | <u>1997</u> |
|------------------------------------|-------------|-------------|
| FUND BALANCE | | |
| Fund Balance | | |
| Unreserved and Undesignated | \$ - | \$ - |
| | ----- | ----- |
| TOTAL FUND BALANCE | - | - |
| | ----- | ----- |
| TOTAL LIABILITIES AND FUND BALANCE | \$ - | \$ - |
| | ===== | ===== |

TOWN OF WALKER
ANIMAL CONTROL DEPARTMENT
STATEMENT OF REVENUES, EXPENDITURES
CHANGES IN FUND BALANCE—BUDGET (GAAP BASIS)
Schedule 10
Year Ended December 31, 1998
With Comparative Actual Amounts for Year Ended December 31, 1997

| | 1998 | | Variance— favorable (unfavorable) | 1997 Actual |
|--|-------------|-------------|---|----------------|
| | Budget | Actual | | |
| REVENUES | | | | |
| Revenues | | | | |
| Fees, Charges and Commissions | \$ 2,454.48 | \$ 2,378.00 | \$ (76.48) | \$ - |
| TOTAL REVENUES | 2,454.48 | 2,378.00 | (76.48) | - |
| EXPENDITURES | | | | |
| Current Expenditures | | | | |
| Health and Welfare | 13,638.51 | 13,412.32 | 226.19 | - |
| TOTAL EXPENDITURES | 13,638.51 | 13,412.32 | 226.19 | - |
| Excess (deficiency) of revenues over expenditures | (11,184.03) | (11,034.32) | 149.71 | - |
| OTHER FINANCING SOURCES (USES) | | | | |
| Other Financing Sources | 11,000.00 | 11,034.32 | 34.32 | - |
| TOTAL OTHER FINANCING SOURCES (USES) | 11,000.00 | 11,034.32 | 34.32 | - |
| Excess (deficiency) of revenues over expenditures and other sources (uses) | (184.03) | - | 184.03 | - |
| Fund Balances at beginning of year | - | - | - | - |
| Fund Balances at end of year | \$ (184.03) | \$ - | \$ 184.03 | \$ - |

TOWN OF WALKER
GARBAGE DEPARTMENT
Schedule 11
COMPARATIVE BALANCE SHEET

December 31, 1997 and 1998

| | <u>1998</u> | <u>1997</u> |
|---|--------------------|-------------|
| ASSETS | | |
| <hr/> | | |
| Current Assets | | |
| Unbilled Utility Sales | \$ 8,974.37 | \$ - |
| | <hr/> | <hr/> |
| TOTAL ASSETS | \$ 8,974.37 | \$ - |
| | <hr/> | <hr/> |
| LIABILITIES AND FUND BALANCE | | |
| <hr/> | | |
| LIABILITIES | | |
| Curr Liab (from Curr Assets) | | |
| Accrued Salaries Payable | \$ 620.93 | \$ - |
| | <hr/> | <hr/> |
| TOTAL LIABILITIES | 620.93 | - |
| | <hr/> | <hr/> |
| FUND BALANCE | | |
| Fund Balance | | |
| Unreserved and Undesignated | 8,353.44 | - |
| | <hr/> | <hr/> |
| TOTAL FUND BALANCE | 8,353.44 | - |
| | <hr/> | <hr/> |
| TOTAL LIABILITIES AND FUND BALANCE | \$ 8,974.37 | \$ - |
| | <hr/> | <hr/> |

TOWN OF WALKER
GARBAGE DEPARTMENT
STATEMENT OF REVENUES, EXPENDITURES
CHANGES IN FUND BALANCE—BUDGET (GAAP BASIS)
Schedule 12
Year Ended December 31, 1998
With Comparative Actual Amounts for Year Ended December 31, 1997

| | 1998 | | Variance— favorable (unfavorable) | 1997 |
|--|---------------|---------------|---|--------|
| | Budget | Actual | | Actual |
| REVENUES | | | | |
| Revenues | | | | |
| Fees, Charges and Commissions | \$ 119,435.35 | \$ 127,467.30 | \$ 8,031.95 | \$ - |
| TOTAL REVENUES | 119,435.35 | 127,467.30 | 8,031.95 | - |
| EXPENDITURES | | | | |
| Current Expenditures | | | | |
| Public Works | 108,579.55 | 135,773.64 | (27,194.09) | - |
| TOTAL EXPENDITURES | 108,579.55 | 135,773.64 | (27,194.09) | - |
| Excess (deficiency) of revenues over expenditures | 10,855.80 | (8,306.34) | (19,162.14) | - |
| OTHER FINANCING SOURCES (USES) | | | | |
| Other Financing Sources | 17,000.00 | 16,659.78 | (340.22) | - |
| TOTAL OTHER FINANCING SOURCES (USES) | 17,000.00 | 16,659.78 | (340.22) | - |
| Excess (deficiency) of revenues over expenditures and other sources (uses) | 27,855.80 | 8,353.44 | (19,502.36) | - |
| Fund Balances at beginning of year | - | - | - | - |
| Fund Balances at end of year | \$ 27,855.80 | \$ 8,353.44 | \$ (19,502.36) | \$ - |

TOWN OF WALKER
POLICE DEPARTMENT
Schedule 13
COMPARATIVE BALANCE SHEET

December 31, 1997 and 1998

| | <u>1998</u> | <u>1997</u> |
|---|--------------------|-----------------------|
| ASSETS | | |
| <hr/> | | |
| Current Assets | | |
| Cash and Cash Equivalents | \$ 200.00 | \$ - |
| Miscellaneous Receivables | 4,178.98 | - |
| | <hr/> | <hr/> |
| TOTAL ASSETS | \$ 4,378.98 | \$ - |
| | <hr/> | <hr/> |
| LIABILITIES AND FUND BALANCE | | |
| <hr/> | | |
| LIABILITIES | | |
| Curr Liab (from Curr Assets) | | |
| Accounts Payable | \$ (309.87) | \$ - |
| Accrued Salaries Payable | 4,395.84 | - |
| | <hr/> | <hr/> |
| TOTAL LIABILITIES | 4,085.97 | - |
| | <hr/> | <hr/> |
| FUND BALANCE | | |
| Fund Balance | | |
| Unreserved and Undesignated | 293.01 | (10,085.89) |
| | <hr/> | <hr/> |
| TOTAL FUND BALANCE | 293.01 | (10,085.89) |
| | <hr/> | <hr/> |
| TOTAL LIABILITIES AND FUND BALANCE | \$ 4,378.98 | \$ (10,085.89) |
| | <hr/> | <hr/> |

TOWN OF WALKER
POLICE DEPARTMENT
STATEMENT OF REVENUES, EXPENDITURES
CHANGES IN FUND BALANCE—BUDGET (GAAP BASIS)
Schedule 14
Year Ended December 31, 1998
With Comparative Actual Amounts for Year Ended December 31, 1997

| | 1998 | | Variance— favorable (unfavorable) | 1997 |
|--|-----------------------|-------------------|---|-----------------------|
| | Budget | Actual | | Actual |
| REVENUES | | | | |
| Revenues | | | | |
| Fines and Forfeitures | \$ 265,042.37 | \$ 252,704.61 | \$ (12,337.76) | \$ - |
| Miscellaneous Revenue | 59,321.98 | 28,442.32 | (30,879.66) | - |
| TOTAL REVENUES | 324,364.35 | 281,146.93 | (43,217.42) | - |
| EXPENDITURES | | | | |
| Current Expenditures | | | | |
| Public Safety | 377,230.49 | 378,967.61 | (1,737.12) | 10,085.89 |
| Capital Outlay | | | | |
| Public Safety | 41,650.97 | 86,900.97 | (45,250.00) | - |
| TOTAL EXPENDITURES | 418,881.46 | 465,868.58 | (46,987.12) | 10,085.89 |
| Excess (deficiency) of revenues over expenditures | (94,517.11) | (184,721.65) | (90,204.54) | (10,085.89) |
| OTHER FINANCING SOURCES (USES) | | | | |
| Other Financing Sources | - | 185,014.66 | 185,014.66 | - |
| TOTAL OTHER FINANCING SOURCES (USES) | - | 185,014.66 | 185,014.66 | - |
| Excess (deficiency) of revenues over expenditures and other sources (uses) | (94,517.11) | 293.01 | 94,810.12 | (10,085.89) |
| Fund Balances at beginning of year | - | - | - | - |
| Fund Balances at end of year | \$ (94,517.11) | \$ 293.01 | \$ 94,810.12 | \$ (10,085.89) |

TOWN OF WALKER
 CDBG DEMONSTRATED NEEDS
 Schedule 15
 COMPARATIVE BALANCE SHEET

December 31, 1997 and 1998

| | 1998 | 1997 |
|------------------------------------|------|------|
| FUND BALANCE | | |
| Fund Balance | | |
| Unreserved and Undesignated | \$ - | \$ - |
| | - | - |
| TOTAL FUND BALANCE | - | - |
| | - | - |
| TOTAL LIABILITIES AND FUND BALANCE | \$ - | \$ - |

TOWN OF WALKER
 CDBG DEMONSTRATED NEEDS
 STATEMENT OF REVENUES, EXPENDITURES
 CHANGES IN FUND BALANCE—BUDGET (GAAP BASIS)
 Schedule 16
 Year Ended December 31, 1998
 With Comparative Actual Amounts for Year Ended December 31, 1997

| | 1998 | | | 1997 Actual |
|---|---------------|---------------|---|----------------|
| | Budget | Actual | Variance— favorable (unfavorable) | |
| REVENUES | | | | |
| Revenues | | | | |
| Intergovernmental Revenue | \$ 110,000.00 | \$ 109,222.77 | \$ (777.23) | \$ - |
| TOTAL REVENUES | 110,000.00 | 109,222.77 | (777.23) | - |
| EXPENDITURES | | | | |
| Capital Outlay | | | | |
| Public Works | 110,000.00 | 109,222.77 | 777.23 | - |
| TOTAL EXPENDITURES | 110,000.00 | 109,222.77 | 777.23 | - |
| Excess (deficiency) of revenues over expenditures | - | - | - | - |
| Fund Balances at beginning of year | - | - | - | - |
| Fund Balances at end of year | \$ - | \$ - | \$ - | \$ - |

TOWN OF WALKER
 CDBG FUND FY 1996
 Schedule 17
 COMPARATIVE BALANCE SHEET
 December 31, 1997 and 1998

| | 1998 | 1997 |
|---|---------------------|-------------|
| ASSETS | | |
| <hr/> | | |
| Current Assets | | |
| Miscellaneous Receivables | \$ 72,797.26 | \$ - |
| | <hr/> | <hr/> |
| TOTAL ASSETS | \$ 72,797.26 | \$ - |
| | <hr/> | <hr/> |
| LIABILITIES AND FUND BALANCE | | |
| <hr/> | | |
| LIABILITIES | | |
| Curr Liab (from Curr Assets) | | |
| Retainage Payable | \$ 30,669.85 | \$ - |
| Contracts Payable | 42,127.41 | - |
| | <hr/> | <hr/> |
| TOTAL LIABILITIES | 72,797.26 | - |
| | <hr/> | <hr/> |
| FUND BALANCE | | |
| | <hr/> | <hr/> |
| TOTAL FUND BALANCE Undesignated | - | - |
| | <hr/> | <hr/> |
| TOTAL LIABILITIES AND FUND BALANCE | \$ 72,797.26 | \$ - |
| | <hr/> | <hr/> |

TOWN OF WALKER
CDBG FUND FY 1996
STATEMENT OF REVENUES, EXPENDITURES
CHANGES IN FUND BALANCE—BUDGET (GAAP BASIS)
Schedule 18
Year Ended December 31, 1998
With Comparative Actual Amounts for Year Ended December 31, 1997

| | 1998 | | Variance— favorable (unfavorable) | 1997 |
|---|---------------|---------------|---|--------------|
| | Budget | Actual | | Actual |
| REVENUES | | | | |
| Revenues | | | | |
| Intergovernmental Revenue | \$ 636,227.00 | \$ 636,227.33 | \$ 0.33 | \$ 70,206.00 |
| TOTAL REVENUES | 636,227.00 | 636,227.33 | 0.33 | 70,206.00 |
| EXPENDITURES | | | | |
| Capital Outlay | | | | |
| Public Works | 635,228.00 | 636,227.33 | (999.33) | 70,206.00 |
| TOTAL EXPENDITURES | 635,228.00 | 636,227.33 | (999.33) | 70,206.00 |
| Excess (deficiency) of revenues over expenditures | 999.00 | - | (999.00) | - |
| Fund Balances at beginning of year | - | - | - | - |
| Fund Balances at end of year | \$ 999.00 | \$ - | \$ (999.00) | \$ - |

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 19
 COMBINING BALANCE SHEET

December 31, 1998
 With Comparative Totals for December 31, 1997

| | 1998 CAPITAL PROJECT FUND | Memorandum Only Current Year | Memorandum Only Prior Year |
|---|------------------------------|---------------------------------|-------------------------------|
| ASSETS | | | |
| Cash and Cash Equivalents Hibernia National Bank-Indebet | \$ 1,106,960 | \$ 1,106,960 | \$ - |
| TOTAL ASSETS | \$ 1,106,960 | \$ 1,106,960 | \$ - |
| FUND BALANCE | | | |
| Unreserved and Undesignated | \$ 1,106,960 | \$ 1,106,960 | \$ - |
| TOTAL FUND BALANCE | 1,106,960 | 1,106,960 | - |
| TOTAL LIABILITIES AND FUND BALANCE | \$ 1,106,960 | \$ 1,106,960 | \$ - |

TOWN OF WALKER
 CAPITAL PROJECTS
 Schedule 20
 COMBINING STATEMENT OF REVENUES, EXPENDITURES
 AND CHANGES IN FUND BALANCE

Year Ended December 31, 1998
 With Comparative Actual Amounts for Year Ended December 31, 1997

| | 1998 CAPITAL PROJECT FUND | Memorandum Only Current Year | Memorandum Only Prior Year |
|---|------------------------------|---------------------------------|-------------------------------|
| EXPENDITURES | | | |
| Public Works | \$ 454,040 | \$ 454,040 | \$ - |
| TOTAL EXPENDITURES | 454,040 | 454,040 | - |
| Excess (deficiency) of revenues over expenditures | (454,040) | (454,040) | - |
| OTHER FINANCING SOURCES (USES) | | | |
| Other Financing Sources | 1,561,000 | 1,561,000 | - |
| TOTAL OTHER FINANCING SOURCES (USES) | 1,561,000 | 1,561,000 | - |
| Excess (deficiency) of revenues over expenditures and other sources (uses) | 1,106,960 | 1,106,960 | - |
| Fund Balances at beginning of year | - | - | - |
| Residual Equity Transfers In | - | - | - |
| Residual Equity Transfers Out | - | - | - |
| Fund Balances at end of year | \$ 1,106,960 | \$ 1,106,960 | \$ - |

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 21
 COMBINING BALANCE SHEET

December 31, 1998
 With Comparative Totals for December 31, 1997

| | GAS AND WATER FUND | SEWER FUND | Memorandum Only Current Year | Memorandum Only Prior Year |
|------------------------------|------------------------|------------------------|---------------------------------|-------------------------------|
| ASSETS | | | | |
| Current Assets | | | | |
| Cash and Cash Equivalents | \$ 450,227.65 | \$ 9,114.16 | \$ 459,341.81 | \$ 372,342.60 |
| Investments, at cost | 1,297,345.04 | - | 1,297,345.04 | 973,355.22 |
| Utility Customer Receivables | 228,117.13 | - | 228,117.13 | 332,689.36 |
| Miscellaneous Receivables | 3,968.06 | 110,968.13 | 114,936.19 | 39,210.18 |
| Unbilled Utility Sales | 97,899.94 | 10,113.67 | 108,013.61 | 238,792.68 |
| Due From Other Funds | 181,309.11 | 242,298.04 | 423,607.15 | 147,271.15 |
| Prepaid Expenses | 13,548.36 | - | 13,548.36 | 13,548.36 |
| Inventory, at cost | 91,965.64 | - | 91,965.64 | 70,552.29 |
| Other Assets | 167.60 | - | 167.60 | 82.12 |
| Restricted Assets | | | | |
| Cash and Cash Equivalents | 351,459.29 | 168,635.91 | 520,095.20 | 462,961.13 |
| Fixed Assets | | | | |
| Fixed Assets | 2,387,653.49 | 2,130,478.40 | 4,518,131.89 | 4,800,351.77 |
| Other Assets | | | | |
| Other Assets | 8,587.13 | - | 8,587.13 | 9,125.74 |
| TOTAL ASSETS | \$ 5,112,248.44 | \$ 2,671,608.31 | \$ 7,783,856.75 | \$ 7,460,282.60 |

TOWN OF WALKER
 PROPRIETARY FUNDS
 Schedule 21
 COMBINING BALANCE SHEET

December 31, 1998
 With Comparative Totals for December 31, 1997

| | GAS AND WATER FUND | SEWER FUND | Memorandum Only Current Year | Memorandum Only Prior Year |
|--|------------------------|------------------------|---------------------------------|-------------------------------|
| LIABILITIES AND FUND EQUITY | | | | |
| LIABILITIES | | | | |
| Curr Liab (from Curr Assets) | | | | |
| Accounts Payable | \$ 183,041.33 | \$ 2,728.14 | \$ 185,769.47 | \$ 245,310.09 |
| Due to Other Funds | 764,857.58 | 20,092.90 | 784,950.48 | 390,728.89 |
| Accrued Salaries Payable | 24,396.31 | 1,020.54 | 25,416.85 | 15,136.47 |
| Accumulated Vacation Payable | 2,275.07 | 1,124.00 | 3,399.07 | 2,846.36 |
| Customer Utility Deposits | 233,315.81 | - | 233,315.81 | 216,451.69 |
| Capital Lease Obligations | - | - | - | 12,465.02 |
| Curr Liab (from Restr Assets) | | | | |
| Accrued Bond Interest Payable | 9,432.90 | 1,844.49 | 11,277.39 | 13,811.61 |
| Bonds Payable | 6,933.99 | 14,000.00 | 20,933.99 | 19,707.00 |
| Long-Term Liabilities | | | | |
| Bonds Payable | 537,415.24 | 436,000.00 | 973,415.24 | 993,742.13 |
| Capital Lease Obligations | 20,280.68 | - | 20,280.68 | 20,280.68 |
| TOTAL LIABILITIES | 1,781,948.91 | 476,810.07 | 2,258,758.98 | 1,930,479.94 |
| FUND EQUITY | | | | |
| Contributed Capital | | | | |
| Contributed Capital | 756,362.38 | 86,633.70 | 842,996.08 | 842,996.08 |
| Retained Earnings | | | | |
| Unreserved Retained Earnings | 2,252,183.50 | 1,939,528.63 | 4,191,712.13 | 4,225,902.74 |
| Reserved for Bond Retirement | 191,996.99 | 126,217.93 | 318,214.92 | 292,297.09 |
| Reserved for Contingencies | 59,068.27 | 42,417.98 | 101,486.25 | 97,918.36 |
| Reserved for Inventories | 70,688.39 | - | 70,688.39 | 70,688.39 |
| TOTAL FUND EQUITY | 3,330,299.53 | 2,194,798.24 | 5,525,097.77 | 5,529,802.66 |
| TOTAL LIABILITIES AND FUND EQUITY | \$ 5,112,248.44 | \$ 2,671,608.31 | \$ 7,783,856.75 | \$ 7,460,282.60 |

TOWN OF WALKER
 PROPRIETARY FUNDS
 Schedule 22
 COMBINING STATEMENT OF REVENUES, EXPENSES
 AND CHANGES IN RETAINED EARNINGS

Year Ended December 31, 1998
 With Comparative Actual Amounts for Year Ended December 31, 1997

| | GAS AND WATER FUND | SEWER FUND | Memorandum Only Current Year | Memorandum Only Prior Year |
|---------------------------------|-----------------------|-------------------|---------------------------------|-------------------------------|
| OPERATING REVENUES | | | | |
| Fees, Charges and Commissions | \$ 1,883,668.65 | \$ 304,978.68 | \$ 2,188,647.33 | \$ 2,330,004.56 |
| Miscellaneous Revenue | - | 39,853.08 | 39,853.08 | 46,732.45 |
| Total operating revenues | 1,883,668.65 | 344,831.76 | 2,228,500.41 | 2,376,737.01 |
| OPERATING EXPENSES | | | | |
| Financial and Administrative | | | | |
| Audit Fees | - | - | - | 7,851.75 |
| Health and Welfare | | | | |
| Advertising | 479.50 | (110.00) | 369.50 | 826.57 |
| Amortization Expense | 298.13 | - | 298.13 | 298.13 |
| Aldermen Per Diem | 6,750.00 | - | 6,750.00 | 6,550.00 |
| Auto Expense | 5,262.77 | 2,042.04 | 7,304.81 | 5,764.35 |
| Bank Charges | - | - | - | - |
| Cash Over or Short | (270.31) | - | (270.31) | (12.81) |
| Collection Agency Expense | 386.71 | - | 386.71 | 718.03 |
| Contract Labor | - | - | - | 12,560.26 |
| Contract Services | 91,365.02 | 14,224.20 | 105,589.22 | 96,606.37 |
| Convention Expense | - | 60.00 | 60.00 | 260.00 |
| Depreciation Expense | 209,185.45 | 105,104.24 | 314,289.69 | 329,003.29 |
| Dues and Subscriptions | 5,731.80 | 2,399.63 | 8,131.43 | 6,603.80 |
| Education Courses & Seminars | 543.90 | 485.00 | 1,028.90 | 815.65 |
| Engineering Fees | 66,405.75 | 7,834.62 | 74,240.37 | 29,259.39 |
| Equipment Expense | 7,311.62 | 32,799.07 | 40,110.69 | 21,612.71 |
| Equipment Rental/Lease | 5,844.43 | 861.84 | 6,706.27 | 15,025.73 |
| Gas and Oil Expense | 12,365.64 | 3,127.70 | 15,493.34 | 19,496.16 |
| Insurance - General | 1,851.67 | 602.00 | 2,453.67 | 2,466.90 |
| Insurance - Group & Life | 36,552.39 | 8,396.97 | 44,949.36 | 64,039.32 |
| Insurance - Vehicle | 7,059.63 | 3,129.32 | 10,188.95 | 8,836.47 |
| Insurance - Workman's Comp | 7,317.23 | 3,512.19 | 10,829.42 | 17,393.61 |
| Landscaping Expense | - | - | - | - |
| Laundry & Uniforms | 3,615.45 | 1,171.06 | 4,786.51 | 7,318.46 |
| Lease Expense | 286.30 | - | 286.30 | 3,435.60 |
| Legal & Professional Fees | 18,303.53 | 2,628.00 | 20,931.53 | 17,591.11 |
| Maintenance | 15,303.74 | 2,924.15 | 18,227.89 | 42,540.93 |
| Materials | 188,334.92 | 8,214.59 | 196,549.51 | 204,990.00 |
| New Construction Expense | - | - | - | - |
| Postage Expense | 12,133.58 | 6.05 | 12,139.63 | 14,376.43 |
| Printing Expense | 3,419.47 | 343.80 | 3,763.27 | 1,358.43 |
| Property Damage | 2,617.71 | 938.00 | 3,555.71 | 2,761.65 |
| Publishing Expense | - | - | - | 60.00 |

TOWN OF WALKER
 PROPRIETARY FUNDS
 Schedule 22
 COMBINING STATEMENT OF REVENUES, EXPENSES
 AND CHANGES IN RETAINED EARNINGS

Year Ended December 31, 1998
 With Comparative Actual Amounts for Year Ended December 31, 1997

| | GAS AND WATER FUND | SEWER FUND | Memorandum Only Current Year | Memorandum Only Prior Year |
|---|-----------------------|--------------------|---------------------------------|-------------------------------|
| Refreshment Expense | \$ 336.25 | \$ - | \$ 336.25 | \$ 839.45 |
| Repairs - General | 5,490.58 | 21,681.62 | 27,172.20 | 38,358.37 |
| Repairs - Lawnmower & Chainsaw | - | 33.17 | 33.17 | 119.00 |
| Repairs - Meter | 22,361.89 | 220.00 | 22,581.89 | 14,214.69 |
| Repairs - Office Equipment | 2,084.36 | - | 2,084.36 | 1,288.66 |
| Repairs - Radio | 3,745.85 | 234.00 | 3,979.85 | (1,063.51) |
| Repairs - Roadway & Culverts | 150.00 | - | 150.00 | - |
| Repairs - Tractors | 5,974.75 | - | 5,974.75 | 15,634.04 |
| Repairs - Vehicle | 30,039.06 | 9,155.46 | 39,194.52 | 23,588.41 |
| Retirement Fund Municipal Empl | 22,460.21 | 1,845.89 | 24,306.10 | 21,512.34 |
| Salaries - Mayor | 19,913.80 | - | 19,913.80 | 17,675.20 |
| Salaries | 322,306.15 | 69,275.56 | 391,581.71 | 393,879.80 |
| Sewage Analysis Expense | - | 2,720.00 | 2,720.00 | 7,782.25 |
| Supplies - Chemicals & Lab | 5,873.00 | 8,664.51 | 14,537.51 | 21,013.35 |
| Supplies - Christmas | - | - | - | 104.97 |
| Supplies - General | 22,095.25 | 3,372.43 | 25,467.68 | 13,493.31 |
| Supplies - Hardware | 1,790.14 | 1,580.58 | 3,370.72 | 8,138.67 |
| Supplies - Kitchen & Cleaning | 92.36 | 7.62 | 99.98 | 1,677.93 |
| Supplies - Maintenance | 266.14 | 531.91 | 798.05 | 1,854.72 |
| Supplies - Office | 5,146.37 | 670.80 | 5,817.17 | 5,366.31 |
| Supplies - Welding | 640.29 | 227.69 | 867.98 | 603.28 |
| Taxes - Federal & Unemployment | 127.17 | 63.59 | 190.76 | 451.13 |
| Taxes - Payroll | 27,986.09 | 5,531.27 | 33,517.36 | 33,137.34 |
| Telephone Expense | 12,108.12 | 1,939.65 | 14,047.77 | 21,804.74 |
| Trustee Expense | - | - | - | 1,015.00 |
| Utilities | 93,745.15 | 55,773.09 | 149,518.24 | 103,240.35 |
| Natural Gas Purchases | 544,133.09 | - | 544,133.09 | 531,104.47 |
| Interest Expense - G&W Bonds | 35,838.87 | - | 35,838.87 | 40,216.00 |
| Interest expense - Lease | 2,104.36 | - | 2,104.36 | 2,534.27 |
| Interest Expense - Sewer Bonds | - | 22,710.01 | 22,710.01 | 23,430.34 |
| Payment of Gas & Water Bonds | - | - | - | - |
| Capital Expenditures | - | 1,624.60 | 1,624.60 | 6,353.39 |
| Total operating expenses | 1,895,265.33 | 408,557.92 | 2,303,823.25 | 2,289,776.56 |
| Operating income | (11,596.68) | (63,726.16) | (75,322.84) | 86,960.45 |
| NONOPERATING REVENUES (EXPENSES) | | | | |
| Nonoperating Revenues | | | | |
| Use of Money and Property | 62,449.08 | 7,611.99 | 70,061.07 | 50,360.75 |
| Miscellaneous Revenue | 556.88 | - | 556.88 | 685.29 |
| Nonoperating Expenses | | | | |
| Health and Welfare | - | - | - | (52,887.50) |

TOWN OF WALKER
 PROPRIETARY FUNDS
 Schedule 22
 COMBINING STATEMENT OF REVENUES, EXPENSES
 AND CHANGES IN RETAINED EARNINGS

Year Ended December 31, 1998
 With Comparative Actual Amounts for Year Ended December 31, 1997

| | GAS AND WATER FUND | SEWER FUND | Memorandum Only Current Year | Memorandum Only Prior Year |
|--|-----------------------|-----------------|---------------------------------|-------------------------------|
| Total Nonoperating revenues (expenses) | \$ 63,005.96 | \$ 7,611.99 | \$ 70,617.95 | \$ (1,841.46) |
| Income before operating transfers | 51,409.28 | (56,114.17) | (4,704.89) | 85,118.99 |
| OPERATING TRANSFERS | | | | |
| Operating Transfers In | | | | |
| Other Financing Sources | - | 299,717.00 | 299,717.00 | 259,574.95 |
| Operating Transfers Out | | | | |
| Other Financing Sources | (299,717.00) | - | (299,717.00) | (259,475.01) |
| Total operating transfers | (299,717.00) | 299,717.00 | - | 99.94 |
| Net Income | (248,307.72) | 243,602.83 | (4,704.89) | 85,218.93 |
| Retained Earnings/Fund Balance, beginning of year | 2,822,244.87 | 1,864,561.71 | 4,686,806.58 | 4,601,587.65 |
| Retained Earnings/Fund Balance, end of year | \$ 2,573,937.15 | \$ 2,108,164.54 | \$ 4,682,101.69 | \$ 4,686,806.58 |

TOWN OF WALKER
GAS AND WATER FUND
Schedule 23
COMPARATIVE BALANCE SHEET

December 31, 1998 and 1997

| | 1998 | 1997 |
|--|------------------------|------------------------|
| ASSETS | | |
| Current Assets | | |
| Cash and Cash Equivalents | \$ 450,227.65 | \$ 367,118.32 |
| Investments, at cost | 1,297,345.04 | 973,355.22 |
| Utility Customer Receivables | 228,117.13 | 332,689.36 |
| Miscellaneous Receivables | 3,968.06 | 1,175.00 |
| Unbilled Utility Sales | 97,899.94 | 230,631.66 |
| Due From Other Funds | 181,309.11 | 114,254.64 |
| Prepaid Expenses | 13,548.36 | 13,548.36 |
| Inventory, at cost | 91,965.64 | 70,552.29 |
| Other Assets | 167.60 | 82.12 |
| Restricted Assets | | |
| Cash and Cash Equivalents | 351,459.29 | 308,851.46 |
| Fixed Assets | | |
| Fixed Assets | 2,387,653.49 | 2,575,085.80 |
| Other Assets | | |
| Other Assets | 8,587.13 | 9,125.74 |
| TOTAL ASSETS | \$ 5,112,248.44 | \$ 4,996,469.97 |
| LIABILITIES AND FUND EQUITY | | |
| LIABILITIES | | |
| Curr Liab (from Curr Assets) | | |
| Accounts Payable | \$ 183,041.33 | \$ 212,441.21 |
| Due to Other Funds | 764,857.58 | 378,352.66 |
| Accrued Salaries Payable | 24,396.31 | 14,274.83 |
| Accumulated Vacation Payable | 2,275.07 | 1,295.37 |
| Customer Utility Deposits | 233,315.81 | 216,451.69 |
| Capital Lease Obligations | - | 12,465.02 |
| Curr Liab (from Restr Assets) | | |
| Accrued Bond Interest Payable | 9,432.90 | 11,852.13 |
| Bonds Payable | 6,933.99 | 6,707.00 |
| Long-Term Liabilities | | |
| Bonds Payable | 537,415.24 | 543,742.13 |
| Capital Lease Obligations | 20,280.68 | 20,280.68 |
| TOTAL LIABILITIES | 1,781,948.91 | 1,417,862.72 |
| FUND EQUITY | | |
| Contributed Capital | 756,362.38 | 756,362.38 |

TOWN OF WALKER
 GAS AND WATER FUND
 Schedule 23
 COMPARATIVE BALANCE SHEET

December 31, 1998 and 1997

| | 1998 | 1997 |
|-----------------------------------|-----------------|-----------------|
| Retained Earnings | | |
| Unreserved Retained Earnings | \$ 2,252,183.50 | \$ 2,500,491.22 |
| Reserved for Bond Retirement | 191,996.99 | 191,996.99 |
| Reserved for Contingencies | 59,068.27 | 59,068.27 |
| Reserved for Inventories | 70,688.39 | 70,688.39 |
| | 3,330,299.53 | 3,578,607.25 |
| TOTAL FUND EQUITY | | |
| | \$ 5,112,248.44 | \$ 4,996,469.97 |
| TOTAL LIABILITIES AND FUND EQUITY | \$ 5,112,248.44 | \$ 4,996,469.97 |

TOWN OF WALKER
GAS AND WATER FUND
Schedule 24
STATEMENT OF REVENUES, EXPENSES AND
CHANGES IN RETAINED EARNINGS—BUDGET (GAAP BASIS) AND ACTUAL

Year Ended December 31, 1998
With Comparative Actual Amounts for Year Ended December 31, 1997

| | 1997 | | Variance— favorable (unfavorable) | 1996 |
|-------------------------------|-----------------|-----------------|---|-----------------|
| | Budget | Actual | | Actual |
| OPERATING REVENUES | | | | |
| Fees, Charges and Commissions | \$ 2,153,216.02 | \$ 1,883,668.65 | \$ (269,547.37) | \$ 2,090,650.74 |
| Total operating revenues | 2,153,216.02 | 1,883,668.65 | (269,547.37) | 2,090,650.74 |
| OPERATING EXPENSES | | | | |
| Financial and Administrative | | | | |
| Audit Fees | - | - | - | 7,300.75 |
| Health and Welfare | | | | |
| Advertising | 523.09 | 479.50 | 43.59 | 582.57 |
| Amortization Expense | - | 298.13 | (298.13) | 298.13 |
| Aldermen Per Diem | 6,694.47 | 6,750.00 | (55.53) | 6,550.00 |
| Auto Expense | 6,401.76 | 5,262.77 | 1,138.99 | 5,266.12 |
| Cash Over or Short | (390.59) | (270.31) | (120.28) | (12.81) |
| Collection Agency Expense | 472.68 | 386.71 | 85.97 | 718.03 |
| Contract Labor | 80,748.01 | - | 80,748.01 | 6,842.70 |
| Contract Services | - | 91,365.02 | (91,365.02) | 78,581.80 |
| Convention Expense | - | - | - | 260.00 |
| Depreciation Expense | - | 209,185.45 | (209,185.45) | 218,311.76 |
| Dues and Subscriptions | 6,875.57 | 5,731.80 | 1,143.77 | 5,670.80 |
| Education Courses & Seminars | 538.80 | 543.90 | (5.10) | 90.00 |
| Engineering Fees | 83,671.25 | 66,405.75 | 17,265.50 | 13,300.99 |
| Equipment Expense | 8,548.66 | 7,311.62 | 1,237.04 | 12,418.05 |
| Equipment Rental/Lease | 5,049.81 | 5,844.43 | (794.62) | 735.38 |
| Gas and Oil Expense | 13,473.43 | 12,365.64 | 1,107.79 | 15,424.96 |
| Insurance - General | 2,333.10 | 1,851.67 | 481.43 | 1,346.44 |
| Insurance - Group & Life | 37,690.46 | 36,552.39 | 1,138.07 | 46,989.70 |
| Insurance - Vehicle | 8,895.13 | 7,059.63 | 1,835.50 | 6,936.97 |
| Insurance - Workman's Comp | 7,113.68 | 7,317.23 | (203.55) | 12,125.13 |
| Laundry & Uniforms | 3,522.23 | 3,615.45 | (93.22) | 6,490.14 |
| Lease Expense | 360.74 | 286.30 | 74.44 | 3,435.60 |
| Legal & Professional Fees | 19,749.31 | 18,303.53 | 1,445.78 | 8,328.64 |
| Maintenance | 16,688.98 | 15,303.74 | 1,385.24 | 12,034.24 |
| Materials | 197,027.33 | 188,334.92 | 8,692.41 | 152,366.28 |
| Postage Expense | 11,781.68 | 12,133.58 | (351.90) | 14,376.43 |
| Printing Expense | 4,301.60 | 3,419.47 | 882.13 | 1,282.83 |
| Property Damage | 3,298.31 | 2,617.71 | 680.60 | 2,761.65 |
| Refreshment Expense | 287.63 | 336.25 | (48.62) | 839.45 |

TOWN OF WALKER
GAS AND WATER FUND
Schedule 24
STATEMENT OF REVENUES, EXPENSES AND
CHANGES IN RETAINED EARNINGS—BUDGET (GAAP BASIS) AND ACTUAL

Year Ended December 31, 1998
With Comparative Actual Amounts for Year Ended December 31, 1997

| | 1997 | | Variance— favorable (unfavorable) | 1996 |
|---|---------------------|---------------------|---|---------------------|
| | Budget | Actual | | Actual |
| Repairs - General | \$ 5,940.09 | \$ 5,490.58 | \$ 449.51 | \$ 30,213.84 |
| Repairs - Lawnmower & Chainsaw | - | - | - | 35.00 |
| Repairs - Meter | 23,369.33 | 22,361.89 | 1,007.44 | 14,214.69 |
| Repairs - Office Equipment | 277.20 | 2,084.36 | (1,807.16) | 1,288.66 |
| Repairs - Radio | 3,860.86 | 3,745.85 | 115.01 | (1,407.20) |
| Repairs - Roadway & Culverts | 189.00 | 150.00 | 39.00 | - |
| Repairs - Tractors | 6,538.42 | 5,974.75 | 563.67 | 15,366.80 |
| Repairs - Vehicle | 31,084.93 | 30,039.06 | 1,045.87 | 20,606.62 |
| Retirement Fund Municipal Empl | 22,255.43 | 22,460.21 | (204.78) | 19,595.77 |
| Salaries - Mayor | 20,220.23 | 19,913.80 | 306.43 | 17,675.20 |
| Salaries | 331,898.48 | 322,306.15 | 9,592.33 | 311,733.71 |
| Supplies - Chemicals & Lab | 6,406.91 | 5,873.00 | 533.91 | 1,624.29 |
| Supplies - Christmas | - | - | - | 104.97 |
| Supplies - General | 23,415.95 | 22,095.25 | 1,320.70 | 6,761.48 |
| Supplies - Hardware | 2,224.44 | 1,790.14 | 434.30 | 2,809.24 |
| Supplies - Kitchen & Cleaning | 335.34 | 92.36 | 242.98 | 911.87 |
| Supplies - Maintenance | - | 266.14 | (266.14) | 527.46 |
| Supplies - Office | 6,464.52 | 5,146.37 | 1,318.15 | 5,270.55 |
| Supplies - Welding | 684.01 | 640.29 | 43.72 | 566.32 |
| Taxes - Federal & Unemployment | 160.23 | 127.17 | 33.06 | 358.08 |
| Taxes - Payroll | 29,162.89 | 27,986.09 | 1,176.80 | 26,907.41 |
| Telephone Expense | 12,276.39 | 12,108.12 | 168.27 | 20,930.71 |
| Trustee Expense | - | - | - | 1,015.00 |
| Utilities | 109,938.74 | 93,745.15 | 16,193.59 | 38,475.95 |
| Natural Gas Purchases | 460,389.01 | 544,133.09 | (83,744.08) | 531,104.47 |
| Interest Expense - G&W Bonds | 47,794.32 | 35,838.87 | 11,955.45 | 40,216.00 |
| Interest expense - Lease | 374.07 | 2,104.36 | (1,730.29) | 2,534.27 |
| Payment of Gas & Water Bonds | 8,096.76 | - | 8,096.76 | - |
| Capital Expenditures | 25,502.20 | - | 25,502.20 | 6,353.39 |
| Total operating expenses | 1,704,516.87 | 1,895,265.33 | (190,748.46) | 1,757,447.28 |
| Operating income | 448,699.15 | (11,596.68) | (460,295.83) | 333,203.46 |
| NONOPERATING REVENUES (EXPENSES) | | | | |
| Use of Money and Property | 64,670.53 | 62,449.08 | (2,221.45) | 42,978.95 |
| Miscellaneous Revenue | 595.59 | 556.88 | (38.71) | 685.29 |
| Health and Welfare | - | - | - | (52,887.50) |

TOWN OF WALKER
GAS AND WATER FUND
Schedule 24
STATEMENT OF REVENUES, EXPENSES AND
CHANGES IN RETAINED EARNINGS—BUDGET (GAAP BASIS) AND ACTUAL

Year Ended December 31, 1998
With Comparative Actual Amounts for Year Ended December 31, 1997

| | 1997 | | Variance— favorable (unfavorable) | 1996 |
|--|---------------|-----------------|---|-----------------|
| | Budget | Actual | | Actual |
| Total Nonoperating revenues (expenses) | \$ 65,266.12 | \$ 63,005.96 | \$ (2,260.16) | \$ (9,223.26) |
| Income before operating transfers | 513,965.27 | 51,409.28 | (462,555.99) | 323,980.20 |
| OPERATING TRANSFERS | | | | |
| Other Financing Sources | (320,943.42) | (299,717.00) | 21,226.42 | (259,475.01) |
| Total operating transfers | (320,943.42) | (299,717.00) | 21,226.42 | (259,475.01) |
| Net Income | 193,021.85 | (248,307.72) | (441,329.57) | 64,505.19 |
| Retained Earnings/fund Balance, beginning of year | - | 2,822,244.87 | 2,822,244.87 | 2,757,739.68 |
| Retained Earnings/fund Balance, end of year | \$ 193,021.85 | \$ 2,573,937.15 | \$ 2,380,915.30 | \$ 2,822,244.87 |

TOWN OF WALKER
SEWER FUND
Schedule 25
COMPARATIVE BALANCE SHEET

December 31, 1998 and 1997

| | 1998 | 1997 |
|--|------------------------|------------------------|
| ASSETS | | |
| Current Assets | | |
| Cash and Cash Equivalents | \$ 9,114.16 | \$ 5,224.28 |
| Miscellaneous Receivables | 110,968.13 | 38,035.18 |
| Unbilled Utility Sales | 10,113.67 | 8,161.02 |
| Due From Other Funds | 242,298.04 | 33,016.51 |
| Restricted Assets | | |
| Cash and Cash Equivalents | 168,635.91 | 154,109.67 |
| Fixed Assets | | |
| Fixed Assets | 2,130,478.40 | 2,225,265.97 |
| TOTAL ASSETS | \$ 2,671,608.31 | \$ 2,463,812.63 |
| LIABILITIES AND FUND EQUITY | | |
| LIABILITIES | | |
| Curr Liab (from Curr Assets) | | |
| Accounts Payable | \$ 2,728.14 | \$ 32,868.88 |
| Due to Other Funds | 20,092.90 | 12,376.23 |
| Accrued Salaries Payable | 1,020.54 | 861.64 |
| Accumulated Vacation Payable | 1,124.00 | 1,550.99 |
| Curr Liab (from Restr Assets) | | |
| Accrued Bond Interest Payable | 1,844.49 | 1,959.48 |
| Bonds Payable | 14,000.00 | 13,000.00 |
| Long-Term Liabilities | | |
| Bonds Payable | 436,000.00 | 450,000.00 |
| TOTAL LIABILITIES | 476,810.07 | 512,617.22 |
| FUND EQUITY | | |
| Contributed Capital | | |
| Contributed Capital | 86,633.70 | 86,633.70 |
| Retained Earnings | | |
| Unreserved Retained Earnings | 1,939,528.63 | 1,725,411.52 |
| Reserved for Bond Retirement | 126,217.93 | 100,300.10 |
| Reserved for Contingencies | 42,417.98 | 38,850.09 |
| TOTAL FUND EQUITY | 2,194,798.24 | 1,951,195.41 |
| TOTAL LIABILITIES AND FUND EQUITY | \$ 2,671,608.31 | \$ 2,463,812.63 |

TOWN OF WALKER
SEWER FUND
Schedule 26
STATEMENT OF REVENUES, EXPENSES AND
CHANGES IN RETAINED EARNINGS—BUDGET (GAAP BASIS) AND ACTUAL

Year Ended December 31, 1998
With Comparative Actual Amounts for Year Ended December 31, 1997

| | 1998 | | Variance— favorable (unfavorable) | 1997 |
|---------------------------------|-------------------|-------------------|---|-------------------|
| | Budget | Actual | | Actual |
| OPERATING REVENUES | | | | |
| Fees, Charges and Commissions | \$ 245,127.31 | \$ 304,978.68 | \$ 59,851.37 | \$ 239,353.82 |
| Miscellaneous Revenue | 48,698.90 | 39,853.08 | (8,845.82) | 46,732.45 |
| Total operating revenues | 293,826.21 | 344,831.76 | 51,005.55 | 286,086.27 |
| OPERATING EXPENSES | | | | |
| Financial and Administrative | | | | |
| Audit Fees | - | - | - | 551.00 |
| Health and Welfare | | | | |
| Advertising | (120.00) | (110.00) | (10.00) | 244.00 |
| Auto Expense | 2,227.68 | 2,042.04 | 185.64 | 498.23 |
| Contract Labor | - | - | - | 5,717.56 |
| Contract Services | 17,320.56 | 14,224.20 | 3,096.36 | 18,024.57 |
| Convention Expense | 75.60 | 60.00 | 15.60 | - |
| Depreciation Expense | - | 105,104.24 | (105,104.24) | 110,691.53 |
| Dues and Subscriptions | 2,998.33 | 2,399.63 | 598.70 | 933.00 |
| Education Courses & Seminars | 611.10 | 485.00 | 126.10 | 725.65 |
| Engineering Fees | 12,410.07 | 7,834.62 | 4,575.45 | 15,958.40 |
| Equipment Expense | 40,759.83 | 32,799.07 | 7,960.76 | 9,194.66 |
| Equipment Rental/Lease | 929.22 | 861.84 | 67.38 | 14,290.35 |
| Gas and Oil Expense | 3,412.04 | 3,127.70 | 284.34 | 4,071.20 |
| Insurance - General | 758.52 | 602.00 | 156.52 | 1,120.46 |
| Insurance - Group & Life | 9,302.84 | 8,396.97 | 905.87 | 17,049.62 |
| Insurance - Vehicle | 3,942.94 | 3,129.32 | 813.62 | 1,899.50 |
| Insurance - Workman's Comp | 3,477.46 | 3,512.19 | (34.73) | 5,268.48 |
| Laundry & Uniforms | 1,133.25 | 1,171.06 | (37.81) | 828.32 |
| Legal & Professional Fees | 3,311.28 | 2,628.00 | 683.28 | 9,262.47 |
| Maintenance | 3,157.07 | 2,924.15 | 232.92 | 30,506.69 |
| Materials | 9,217.54 | 8,214.59 | 1,002.95 | 52,623.72 |
| Postage Expense | 7.62 | 6.05 | 1.57 | - |
| Printing Expense | 433.19 | 343.80 | 89.39 | 75.60 |
| Property Damage | 1,181.88 | 938.00 | 243.88 | - |
| Publishing Expense | - | - | - | 60.00 |
| Repairs - General | 25,504.84 | 21,681.62 | 3,823.22 | 8,144.53 |
| Repairs - Lawnmower & Chainsaw | 41.79 | 33.17 | 8.62 | 84.00 |
| Repairs - Meter | 240.00 | 220.00 | 20.00 | - |
| Repairs - Radio | 294.84 | 234.00 | 60.84 | 343.69 |

TOWN OF WALKER
SEWER FUND
Schedule 26
STATEMENT OF REVENUES, EXPENSES AND
CHANGES IN RETAINED EARNINGS—BUDGET (GAAP BASIS) AND ACTUAL

Year Ended December 31, 1998
With Comparative Actual Amounts for Year Ended December 31, 1997

| | 1998 | | Variance— favorable (unfavorable) | 1997 |
|---|-------------|-------------|---|--------------|
| | Budget | Actual | | Actual |
| Repairs - Tractors | \$ - | \$ - | \$ - | \$ 267.24 |
| Repairs - Vehicle | 9,976.87 | 9,155.46 | 821.41 | 2,981.79 |
| Retirement Fund Municipal Empl | 2,013.70 | 1,845.89 | 167.81 | 1,916.57 |
| Salaries | 71,593.48 | 69,275.56 | 2,317.92 | 82,146.09 |
| Sewage Analysis Expense | 6,644.93 | 2,720.00 | 3,924.93 | 7,782.25 |
| Supplies - Chemicals & Lab | 9,452.19 | 8,664.51 | 787.68 | 19,389.06 |
| Supplies - General | 4,435.36 | 3,372.43 | 1,062.93 | 6,731.83 |
| Supplies - Hardware | 1,991.53 | 1,580.58 | 410.95 | 5,329.43 |
| Supplies - Kitchen & Cleaning | 9.60 | 7.62 | 1.98 | 766.06 |
| Supplies - Maintenance | 670.21 | 531.91 | 138.30 | 1,327.26 |
| Supplies - Office | 845.21 | 670.80 | 174.41 | 95.76 |
| Supplies - Welding | 257.07 | 227.69 | 29.38 | 36.96 |
| Taxes - Federal & Unemployment | 80.12 | 63.59 | 16.53 | 93.05 |
| Taxes - Payroll | 5,538.92 | 5,531.27 | 7.65 | 6,229.93 |
| Telephone Expense | 1,805.29 | 1,939.65 | (134.36) | 874.03 |
| Utilities | 63,836.89 | 55,773.09 | 8,063.80 | 64,764.40 |
| Interest Expense - Sewer Bonds | 24,900.00 | 22,710.01 | 2,189.99 | 23,430.34 |
| Capital Expenditures | 2,047.00 | 1,624.60 | 422.40 | - |
| Total operating expenses | 348,727.86 | 408,557.92 | (59,830.06) | 532,329.28 |
| Operating income | (54,901.65) | (63,726.16) | (8,824.51) | (246,243.01) |
| NONOPERATING REVENUES (EXPENSES) | | | | |
| Use of Money and Property | 8,109.89 | 7,611.99 | (497.90) | 7,381.80 |
| Total Nonoperating revenues (expenses) | 8,109.89 | 7,611.99 | (497.90) | 7,381.80 |
| Income before operating transfers | (46,791.76) | (56,114.17) | (9,322.41) | (238,861.21) |
| OPERATING TRANSFERS | | | | |
| Other Financing Sources | 320,943.42 | 299,717.00 | (21,226.42) | 259,574.95 |
| Total operating transfers | 320,943.42 | 299,717.00 | (21,226.42) | 259,574.95 |
| Net Income | 274,151.66 | 243,602.83 | (30,548.83) | 20,713.74 |

TOWN OF WALKER
SEWER FUND
Schedule 26
STATEMENT OF REVENUES, EXPENSES AND
CHANGES IN RETAINED EARNINGS—BUDGET (GAAP BASIS) AND ACTUAL

Year Ended December 31, 1998
With Comparative Actual Amounts for Year Ended December 31, 1997

| | 1998 | | | 1997 Actual |
|--|---------------|-----------------|---|-----------------|
| | Budget | Actual | Variance— favorable (unfavorable) | |
| Retained Earnings/Fund Balance, beginning of year | \$ - | \$ 1,864,561.71 | \$ 1,864,561.71 | \$ 1,843,847.97 |
| Retained Earnings/Fund Balance, end of year | \$ 274,151.66 | \$ 2,108,164.54 | \$ 1,834,012.88 | \$ 1,864,561.71 |

TOWN OF WALKER
UTILITY ENTERPRISE FUND
Schedule 27
SCHEDULE OF CHANGES IN ASSETS RESTRICTED
FOR REVENUE BOND DEBT SERVICE

For the Year Ended December 31, 1998

| | <u>BOND INTEREST AND REDEMPTION</u> | <u>BOND RESERVE</u> | <u>BOND CONTINGENCY</u> | <u>TOTAL</u> |
|--|---|-------------------------|-----------------------------|-----------------------|
| Cash and Investments at Beginning of Year | \$ 148,372 | \$ 121,517 | \$ 105,730 | \$ 375,619 |
| Cash Receipts: | | | | |
| Transfers from Operating Cash | \$ 70,144 | \$ 33,437 | \$ 6,720 | \$ 110,301 |
| Interest Received | <u>7,322</u> | <u>5,728</u> | <u>4,785</u> | <u>17,835</u> |
| Total Cash Receipts | <u>\$ 77,466</u> | <u>\$ 39,165</u> | <u>\$ 11,505</u> | <u>\$ 128,136</u> |
| Total Cash and Investments Available | \$ 225,838 | \$ 160,682 | \$ 117,235 | \$ 503,755 |
| Cash Disbursements: | | | | |
| Principal Payments | \$ 19,100 | \$ -0- | \$ -0- | \$ 19,100 |
| Interest Payments | <u>38,258</u> | <u>22,825</u> | <u>-0-</u> | <u>61,082</u> |
| Total Cash Disbursements | <u>\$ 57,358</u> | <u>\$ 22,825</u> | <u>\$ -0-</u> | <u>\$ 80,183</u> |
| Cash and Investments at End of Year | <u>\$ 168,481</u> | <u>\$ 137,857</u> | <u>\$ 117,235</u> | <u>\$ 423,573</u> |

TOWN OF WALKER
 SCHEDULE OF MAYOR AND BOARD OF ALDERMEN AND
 COMPENSATION PAID
 Schedule 28
 For the Year Ended December 31, 1998

| <u>NAME/ADDRESS/TELEPHONE</u> | <u>MEETINGS ATTENDED</u> | <u>TERM OF OFFICE</u> | <u>COMPENSATION</u> |
|---|--------------------------|-----------------------|---------------------|
| Michael Grimmer, Mayor 13246 Pendarvis Lane Walker, Louisiana 70785 Telephone 665-5351 | 14 | 01/01/97 - 12/31/00 | \$ 39,054 |
| Melvin Brown, Alderman P. O. Box 215 Walker, Louisiana 70785 Telephone 664-4986 | 12 | 01/01/97 - 12/31/00 | 2,500 |
| Stanley Cain, Alderman 13962 Guy Street Walker, LA 70785 Telephone 665-2720 | 14 | 01/01/97 - 12/31/00 | 2,500 |
| Don Townsend, Alderman 30296 Stafford Avenue Walker, Louisiana 70785 Telephone 664-5015 | 14 | 01/01/97 - 12/31/00 | 2,500 |
| Sue Cobb, Alderwoman 29785 S. Palmetto Street Walker, Louisiana 70785 Telephone 667-2054 | 14 | 02/03/97 - 12/31/00 | 2,500 |
| Ricky Goff, Alderman 29271 Betty Drive Walker, Louisiana 70785 Telephone 665-3628 | 14 | 01/01/97 - 12/31/00 | <u>2,500</u> |
| | | | <u>\$ 51,554</u> |

OTHER REPORTS REQUIRED BY
OMB CIRCULAR A-133

The following pages contain a report on compliance with laws and regulations and on internal control over financial reporting as required by OMB Circular A-133. This report is based solely on the audit of the financial statements and includes, where appropriate, any reportable conditions and/or material misstatements in internal control or compliance matters that would be material to the presented financial statements.

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 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, 1998. 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 Town of Walker's management. My responsibility is to express an opinion on 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 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 Town of Walker's compliance with those requirements.

In my opinion, 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, 1998.

Internal Control Over Compliance

The management of 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 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 audit committee, management, and federal awarding agencies and pass-through entities. However, this report is a matter of public record and its distribution is not limited.


Leroy J. Chustz
Certified Public Accountant, APAC
June 29, 1999

TOWN OF WALKER
 SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
 FOR THE YEAR ENDED DECEMBER 31, 1998

| <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> |
|--|------------------------------------|---|---------------------------------|
| U.S. Housing and Urban Development Community Development Block Grant Passed through State of Louisiana, Division of Administration, & Office of Community Development. | 14.219 | 107-800193 | \$109,223 |
| U.S. Housing and Urban Development Community Development Block Grant Passed through State of Louisiana, Division of Administration, & Office of Community Development. | 14.219 | 107-800172 | <u>\$636,227</u> |
| TOTAL | | | <u>\$745,450</u> |

TOWN OF WALKER
NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED DECEMBER 31, 1998

BASIS OF PRESENTATION

The accompanying schedule of expenditures of federal awards includes the federal grant activity of 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.

TOWN OF WALKER
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
YEAR ENDED DECEMBER 31, 1998

SUMMARY OF AUDIT RESULTS

1. The auditor's report expresses an unqualified opinion on the general purpose financial statements of Town of Walker.
2. No instances of noncompliance material to the financial statements of Town of Walker were disclosed during the audit.
3. No reportable conditions relating to the audit of the major federal award programs are reported in the OMB Circular A-133 Compliance and Internal Control Report.
4. The auditor's report on compliance for Community Development Block Grant expresses an unqualified opinion.
5. There are no audit findings relative to the major federal award programs for Town of Walker.
6. The programs tested as major programs include: Community Development Block Grant CFDA # 14.219.
7. The threshold for distinguishing Types A and B programs was \$300,000.
8. Town of Walker was not determined to be low-risk auditee.

FINDINGS-FINANCIAL STATEMENTS AUDIT

PRIOR YEAR FINDINGS

PROPERTY AND EQUIPMENT

FINDING:

As in the prior year, I noted that a detailed subsidiary ledger of all fixed assets was not being maintained by the Town.

RECOMMENDATION:

I again recommended that the Town prepare a detailed computerized property and equipment subsidiary ledger.

MANAGEMENT'S RESPONSE:

In a letter dated June 4, 1996, management states "A bookkeeper has been assigned the duties of keeping a detailed subsidiary ledger of all property and equipment purchased. He is required to keep the information on computer and will be updated as needed".

CURRENT YEAR STATUS:

The town has resolved the finding.

FINDINGS AND QUESTIONED COSTS-MAJOR FEDERAL AWARD PROGRAMS AUDIT

None