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TOWN OF JONESBORO
Jonesboro, Louisiana

General Purpose Financial Statements
As of and for the Year Ended June 30, 2000
With Supplemental Information Schedules

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

Release Date 01/17/01

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TOWN OF JONESBORO
Jonesboro, Louisiana

General Purpose Financial Statements
As of and for the Year Ended June 30, 2000
With Supplemental Information Schedules

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**TOWN OF JONESBORO
Jonesboro, Louisiana**

**General Purpose Financial Statements
As of and for the Year Ended June 30, 2000
With Supplemental Information Schedules**

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INDEPENDENT AUDITORS' REPORT

The Honorable Ira D. Reeves, Mayor
and Members of the Board of Aldermen
Town of Jonesboro, Louisiana

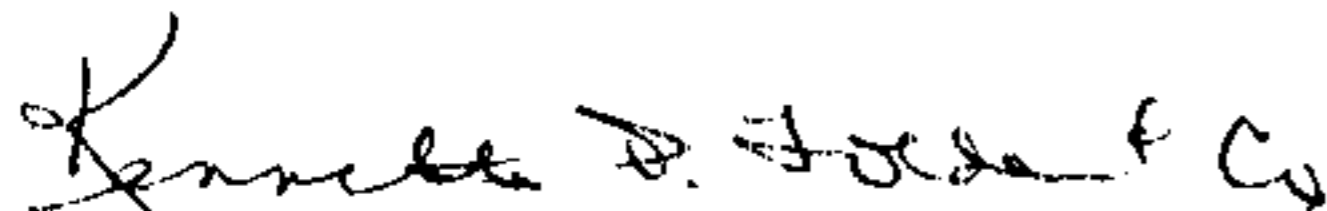
We have audited the accompanying general purpose financial statements of the Town of Jonesboro, Louisiana, as of and for the year ended June 30, 2000 as listed in the table of contents. These general purpose financial statements are the responsibility of the Town of Jonesboro, Louisiana, management. Our responsibility is to express an opinion on these general purpose financial statements based on our audit.

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

In our opinion, the general purpose financial statements referred to in the first paragraph present fairly, in all material respects, the financial position of the Town of Jonesboro, Louisiana, as of June 30, 2000, and the results of its operations and cash flows of its proprietary fund type for the year then ended in conformity with generally accepted accounting principles.

In accordance with Government Auditing Standards, we have also issued our report dated November 20, 2000, on our consideration of the Town of Jonesboro's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulation, contracts and grants.

Our audit was conducted for the purpose of forming an opinion on the general purpose financial statements taken as a whole. The financial information listed as supporting schedules in the table of contents is presented for purposes of additional analysis and is not a required part of the financial statements of the Town of Jonesboro. Such information has been subjected to the auditing procedures applied in the audit of the general purpose financial statements and, in our opinion, is fairly stated, in all material respects, in relation to the general purpose financial statements taken as a whole.



KENNETH D. FOLDEN & CO.
Certified Public Accountants

Jonesboro, Louisiana
November 20, 2000

Town of Jonesboro
Jonesboro, Louisiana
ALL FUND TYPES AND ACCOUNT GROUP
Combined Balance Sheet
June 30, 2000

GOVERNMENTAL FUNDS		PROPRIETARY FUND	ACCOUNT GROUP	TOTAL (MEMORANDUM ONLY)
GENERAL FUND	SPECIAL REVENUE FUNDS	ENTERPRISE FUND	GENERAL FIXED ASSETS	
ASSETS AND OTHER DEBITS				
Assets:				
Cash and cash equivalents	\$ 606,788	\$ 650,152	\$ 303,312	\$ 1,560,252
Receivables (net of allowances for uncollectibles)	160,190	54,599	151,887	366,676
Inventory			48,963	48,963
Restricted assets:				
Cash and cash equivalents			76,525	76,525
Land, buildings and equipment (net, where applicable, of accumulated depreciation)			4,539,314	2,896,613
				7,435,927
TOTAL ASSETS AND OTHER DEBITS	\$ 766,978	\$ 704,751	\$ 5,120,001	\$ 2,896,613
				\$ 9,488,343
LIABILITIES, EQUITY AND OTHER CREDITS				
Liabilities:				
Accounts, salaries and other payables	\$ 64,778		\$ 61,576	\$ 126,354
Payable from restricted assets:				
Customers' deposits	357		76,525	76,882
Total Liabilities	65,135	NONE	138,101	NONE
				203,236
Equity and Other Credits:				
Contributed capital			3,025,324	3,025,324
Investment in general fixed assets				2,896,613
Retained earnings			1,956,576	1,956,576
Fund balance - unreserved, undesignated	701,843	704,751		1,406,594
Total Equity and Other Credits	701,843	704,751	4,981,900	2,896,613
				9,285,107
TOTAL LIABILITIES, EQUITY AND OTHER CREDITS	\$ 766,978	\$ 704,751	\$ 5,120,001	\$ 2,896,613
				\$ 9,488,343

The accompanying notes are an integral part of this statement.

Town of Jonesboro
Jonesboro, Louisiana

Statement B

GOVERNMENTAL FUNDS - GENERAL, SPECIAL
REVENUE AND CAPITAL PROJECT FUNDS

Combined Statement of Revenues, Expenditures and Changes in Fund Balances
For the Year Ended June 30, 2000

	GOVERNMENTAL FUNDS			TOTAL (MEMORANDUM ONLY)
	GENERAL FUND	SPECIAL REVENUE FUND	CAPITAL PROJECTS FUNDS	
REVENUES				
General sales and use tax	\$ 614,432	\$ 614,432	\$	\$ 1,228,864
Intergovernmental	163,649			163,649
Franchise fees - utility	115,233			115,233
Garbage fees	144,452			144,452
Fines and forfeitures	64,152			64,152
Licenses and permits	91,536			91,536
Ad valorem tax	82,883	103,720		186,603
Other fees and charges	66,534	4,436		70,970
Video draw poker commissions				
Public safety fee	46,068			46,068
Grants:				
Federal			200,000	200,000
State	10,328			10,328
Contributions	6,353			6,353
Use of money (interest)	15,995	16,681		32,676
Total revenues	1,421,615	739,269	200,000	2,360,884
EXPENDITURES				
Legislative	34,550			34,550
Judicial	5,813			5,813
Executive	37,347			37,347
General and administrative	210,530	4,750		215,280
Public safety	808,612			808,612
Sanitation	157,838			157,838
Streets	655,668		269,762	925,430
Airport	10,590			10,590
Recreation	5,183			5,183
Cemetery	7,158			7,158
Safety				
Industrial development	1,512			1,512
Total expenditures	1,934,801	4,750	269,762	2,209,313
EXCESS (Deficiency) OF REVENUES OVER EXPENDITURES	(513,186)	734,519	(69,762)	151,571
OTHER FINANCING SOURCES (Uses)				
Sale of general fixed assets	51,000			51,000
Transfers from other funds	624,933		69,762	694,695
Transfers to other funds	(103,383)	(624,933)		(728,316)
Total other financing sources (uses)	572,550	(624,933)	69,762	17,379
EXCESS (Deficiency) OF REVENUES AND OTHER SOURCES OVER EXPENDITURES AND OTHER USES	59,364	109,586	NONE	168,950
FUND BALANCES AT BEGINNING OF YEAR	642,479	595,165	NONE	1,237,644
FUND BALANCES AT END OF YEAR	\$ 701,843	\$ 704,751	NONE	\$ 1,406,594

The accompanying notes are an integral part of this statement.

Town of Jonesboro
Jonesboro, Louisiana

Statement C

GOVERNMENTAL FUNDS - GENERAL, SPECIAL
REVENUE AND CAPITAL PROJECT FUNDS
Combined Statement of Revenues, Expenditures,
and Changes in Fund Balances - Budget (GAAP Basis) and Actual
For the Year Ended June 30, 2000

	GENERAL FUND			SPECIAL REVENUE FUNDS		
	Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)
REVENUES						
General sales and use tax	\$ 475,000	\$ 614,432	\$ 139,432	\$ 475,000	\$ 614,432	\$ 139,432
Intergovernmental	135,000	163,649	28,649			
Franchise fees - utility	130,000	115,233	(14,767)			
Garbage fees	170,500	144,452	(26,048)			
Fines and forfeitures	40,150	65,190	25,040			
Licenses and permits	59,800	91,536	31,736			
Ad valorem tax	81,700	82,883	1,183	103,000	103,720	720
Other fees and charges	181,650	65,496	(116,154)		4,436	4,436
Video draw poker commissions	18,000		(18,000)			
Public safety fee	47,000	46,068	(932)			
Grants:						
Federal						
State	20,000	10,328	(9,672)			
Contributions		6,353	6,353			
Use of money (interest)	7,000	15,995	8,995	16,500	16,681	181
Total revenues	1,365,800	1,421,615	55,815	594,500	739,269	144,769
EXPENDITURES						
Legislative	44,350	34,550	9,800			
Judicial	5,970	5,813	157			
Executive	46,000	37,347	8,653			
General and administrative	251,300	210,530	40,770	6,650	4,750	1,900
Public safety	796,450	808,612	(12,162)			
Sanitation	176,500	157,838	18,662			
Streets	913,769	655,668	258,101			
Airport	15,300	10,590	4,710			
Recreation	22,750	5,183	17,567			
Cemetery	5,600	7,158	(1,558)			
Safety	1,000		1,000			
Industrial development	118,450	1,512	116,938			
Total expenditures	2,397,439	1,934,801	462,638	6,650	4,750	1,900
EXCESS (Deficiency) OF REVENUES OVER EXPENDITURES	(1,031,639)	(513,186)	518,453	587,850	734,519	146,669
OTHER FINANCING SOURCES (Uses)						
Sale of general fixed assets		51,000	51,000			
Transfers from other funds	1,052,712	624,933	(427,779)			
Transfers to other funds	(100,000)	(103,383)	(3,383)	(1,052,712)	(624,933)	427,779
Total other financing sources (uses)	952,712	572,550	(380,162)	(1,052,712)	(624,933)	427,779
EXCESS (Deficiency) OF REVENUES AND OTHER SOURCES OVER EXPENDITURES AND OTHER USES	(78,927)	59,364	138,291	(464,862)	109,586	574,448
FUND BALANCES AT BEGINNING OF YEAR	642,479	642,479	NONE	595,165	595,165	NONE
FUND BALANCES AT END OF YEAR	\$ 563,552	\$ 701,843	\$ 138,291	\$ 130,303	\$ 704,751	\$ 574,448

The accompanying notes are an integral part of this statement.

Town of Jonesboro
Jonesboro, Louisiana
PROPRIETARY FUND
Statement of Revenues, Expenses, and Changes
in Retained Earnings
For the Year Ended June 30, 2000

	ENTERPRISE FUND
OPERATING REVENUES	
Charges for services	\$ 742,188
Total operating revenues	742,188
OPERATING EXPENSES	
Personnel services	259,566
Repairs and maintenance	336,997
Operating supplies	27,713
Office supplies	9,909
Insurance and bonding	11,624
Transportation cost	7
Utility services	107,597
Rentals	1,009
Meter reading	19,200
Depreciation	124,360
Other charges	13,595
Total operating expenses	911,577
OPERATING INCOME (Loss)	(169,389)
NON-OPERATING REVENUES	
Grants in aid of construction	25,000
Tap fees and permits	5,495
Interest income	13,887
Transfer from general fund	33,614
Total non-operating revenues and transfers	77,996
NET INCOME (Loss)	(91,393)
RETAINED EARNINGS AT BEGINNING OF YEAR	2,047,969
RETAINED EARNINGS AT END OF YEAR	\$ 1,956,576

The accompanying notes are an integral part of this statement.

Town of Jonesboro
 Jonesboro, Louisiana
PROPRIETARY FUND
 Statement of Cash (and Cash Equivalents) Flows
 For the Year Ended June 30, 2000

Statement E

ENTERPRISE FUND

Cash flows from operating activities:

Net income (loss)	\$ (91,393)
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Adjustments to reconcile net income to net cash provided by operating activities

Depreciation	124,360
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(Increase) decrease in:

Accounts receivable	(4,289)
---------------------	---------

Inventory	(2,609)
-----------	---------

Restricted assets	(5,268)
-------------------	---------

Increase (decrease) in:

Accounts payable	(918)
------------------	-------

Customer deposits	<u>5,268</u>
-------------------	--------------

	<u>116,544</u>
--	----------------

Net cash provided by operating activities	25,151
---	--------

Cash flows from capital and related financing activities:

Acquisition & construction of capital assets	<u>(99,943)</u>
--	-----------------

Net cash used by capital and related financing activities	<u>(99,943)</u>
---	-----------------

Net cash increase for the year	(74,792)
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Cash at beginning of year (unrestricted)	<u>378,104</u>
--	----------------

Cash at end of year (unrestricted)	<u>\$ 303,312</u>
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Supplemental disclosures of cash flow information:

Cash paid during the period for interest expense	<u>\$ NONE</u>
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The accompanying notes are an integral part of this statement.

**Town of Jonesboro
Jonesboro, Louisiana**

**Notes to the Financial Statements
As of and for the Year Ended June 30, 2000**

INTRODUCTION

The Town of Jonesboro is located in the southwest corner of Jackson Parish. Jonesboro was incorporated as a village on September 4, 1901, and as a town on May 14, 1903, under provisions of the Lawrason Act. The Town operates under a Mayor-Board of Aldermen form of government. The Board of Aldermen of the Town of Jonesboro is composed of five aldermen, elected for four year terms, who are compensated according to the schedule in this report. The Town serves 4,305 citizens by providing police protection, fire protection, water/sewer services, sanitation services, street maintenance, and various administrative functions such as legislation of town ordinances and the enforcement of same. The Town employs approximately fifty persons to serve the needs of the citizens of the Town of Jonesboro.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. BASIS OF PRESENTATION

The accompanying financial statements of the Town of Jonesboro have been prepared in conformity with generally accepted accounting principles (GAAP) as applied to governmental units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles.

B. REPORTING ENTITY

As the municipal governing authority, for reporting purposes, the Town of Jonesboro is considered a separate financial reporting entity. The financial reporting entity consists of (a) the primary government (municipality), (b) organizations for which the primary government is financially accountable, and (c) other organizations for which the nature and significance of their relationship with the primary government are such that exclusion would cause the reporting entity's financial statements to be misleading or incomplete.

Governmental Accounting Standards Board (GASB) Statement No. 14 established criteria for determining which component units should be considered part of the Town of Jonesboro for financial reporting purposes. The basic criterion for including a potential component unit within the reporting entity is financial accountability. The GASB has set forth criteria to be considered in determining financial accountability. These criteria include:

1. Appointing a voting majority of an organization's governing body, and
 - a. The ability of the municipality to impose its will on that organization and/or
 - b. The potential for the organization to provide specific financial benefits to or impose specific financial burdens on the municipality.
2. Organizations for which the municipality does not appoint a voting majority but are fiscally dependent on the municipality.
3. Organizations for which the reporting entity financial statements would be misleading if data of the organization were not included because of the nature or significance of the relationship.

**Town of Jonesboro
Jonesboro, Louisiana
Notes to the Financial Statements (Continued)**

B. REPORTING ENTITY (CONTINUED)

As required by generally accepted accounting principles, these financial statements present the Town of Jonesboro (the primary government). The Town of Jonesboro has no component units.

Considered in the determination of component units of the reporting entity were the Jackson Parish Police Jury, Sheriff, Clerk of Court, Assessor, and School Board as well as the District Attorney and Judges for the Second Judicial District. It was determined that these governmental entities are not component units of the Town of Jonesboro reporting entity because they have separately elected governing bodies, are legally separate, and are fiscally independent of the Town of Jonesboro.

C. FUND ACCOUNTING

The Town of Jonesboro uses funds and an account group to report on its financial position and the results of its operations. Fund accounting is designed to demonstrate legal compliance and to aid financial management by segregating transactions relating to certain government functions or activities.

A fund is a separate accounting entity with a self-balancing set of accounts. On the other hand, an account group is a financial reporting device designed to provide accountability for certain assets and liabilities that are not recorded in the funds because they do not directly affect net expendable financial resources.

Funds of the Town of Jonesboro are classified into two categories: governmental and proprietary. Each category, in turn, is divided into separate fund types. The fund classifications and a description of each existing fund type follow:

Governmental Funds

Governmental funds account for all or most of the Town of Jonesboro's general activities, including the collection and disbursement of specific or legally restricted monies, and the acquisition or construction of general fixed assets. Governmental funds of the Town of Jonesboro include:

1. General fund--to account for all financial resources, except those required to be accounted for in other funds.
2. Special revenue funds--to account for the proceeds of specific revenue sources that are legally restricted to expenditures for specified purposes.
3. Capital projects fund--to account for major capital expenditures.

Proprietary Funds

Proprietary funds account for activities similar to those found in the private sector, where the determination of net income is necessary or useful to sound financial administration. Proprietary funds differ from governmental funds in that their focus is on income measurement, which, together with the maintenance of equity, is an important financial indicator. The proprietary fund of the Town of Jonesboro is an:

1. Enterprise fund--fund used to account for operations that are financed and operated in a manner similar to a private business enterprise where the intent of the governing body is that costs (expenses, including depreciation) of providing goods or services to the general public on a continuing basis be financed or recovered primarily through user fees.

**Town of Jonesboro
Jonesboro, Louisiana
Notes to the Financial Statements (Continued)**

D. BASIS OF ACCOUNTING

The accounting and financial treatment applied to a fund is determined by its measurement focus. All governmental funds are accounted for using a current financial resources measurement focus. With this measurement focus, only current assets and current liabilities are generally included on the balance sheet. Operating statements of these funds present increases and decreases in net current assets. The modified accrual basis of accounting is used by all governmental funds. The governmental funds use the following practices in recording revenues and expenditures:

Revenues

Under the modified accrual basis of accounting, revenues are recognized when susceptible to accrual (i.e., when they become both measurable and available). "Measurable" means that the amount of the transaction can be determined, and "available" means collectible within the current period or soon enough thereafter to be used to pay liabilities of the current period.

Ad valorem taxes (which are based on assessments of business property and homesteads in the parish) are recorded in the year the taxes are due and payable. Ad valorem taxes are assessed on a calendar year basis, become due on November 15 of each year, and become delinquent on December 31. The taxes are generally collected in December, January, and February of the fiscal year. Based on prior experience, the uncollectible ad valorem taxes net of proceeds from the tax sale of property is immaterial, thus no provision has been made for such a loss.

Sales tax and intergovernmental taxes are collected by the Jackson Parish Sales Tax Collection Agency and the State of Louisiana, respectively, and remitted to the Town. Therefore, amounts collected by the governmental agencies that are remitted within 60 days to the Town, are recognized as revenue.

Utility franchise fees on gross receipts are remitted to the Town quarterly. Revenue is recognized in the fiscal period that the utility companies collect gross receipts, if the utility franchise fees are received by the Town within 60 days.

Revenues from fines, forfeitures, licenses and permits are not susceptible to accrual because they are not generally measurable until received in cash.

Expenditures

Expenditures are generally recognized under the modified accrual basis of accounting when the related fund liability is incurred, except for principal and interest on general long-term debt which are recognized when due.

Other Financing Sources (Uses)

Transfers between funds that are not expected to be repaid (or any other types, such as capital lease transactions, sales of fixed assets, debt extinguishments, long-term debt proceeds, et cetera) are accounted for as other financing sources (uses). These other financing sources (uses) are recognized at the time the underlying events occur.

**Town of Jonesboro
Jonesboro, Louisiana
Notes to the Financial Statements (Continued)**

D. BASIS OF ACCOUNTING (CONTINUED)

The proprietary fund is accounted for on a flow of economic resources measurement focus and a determination of net income and capital maintenance. With this measurement focus, all assets and all liabilities associated with the operation of this fund are included on the balance sheet. The proprietary fund uses the accrual basis of accounting; revenues are recognized when earned, and expenses are recognized at the time the liabilities are incurred.

E. BUDGETS

The Town uses the following budget practices:

The proposed budgets for the fiscal year ended June 30, 2000, were made available for public inspection on June 10, 1999. The proposed budgets, prepared on the GAAP basis of accounting, were published in the official journal 12 days prior to the public hearing, which was held at the Town Hall on June 22, 1999, for comments from taxpayers. The budgets are legally adopted and amended, as necessary, by the Board of Aldermen. All appropriations lapse at year end. Budgeted amounts included in the accompanying financial statements are as originally adopted.

F. ENCUMBRANCES

Encumbrance accounting, under which purchase orders, contracts and other commitments for the expenditure of monies are recorded in order to reserve that portion of the applicable appropriation, is not employed by the Town of Jonesboro.

G. CASH, CASH EQUIVALENTS AND INVESTMENTS

Cash includes amounts in demand deposits, interest-bearing demand deposits, and money market accounts. Cash equivalents include amounts in short-term time deposits. Under state law, the Town of Jonesboro may deposit funds in demand deposits, interest-bearing demand deposits, money market accounts, or time deposits with state banks organized under Louisiana law and national banks having their principal offices in Louisiana.

Under state law, the Town of Jonesboro may invest in United States bonds, treasury notes, or certificates. These are classified as investments if their original maturities exceed 90 days; however, if the original maturities are 90 days or less, they are classified as cash equivalents. At June 30, 2000, the Town of Jonesboro had no investments.

H. FIXED ASSETS

Fixed assets of governmental funds are recorded as expenditures at the time they are purchased or constructed, and the related assets are capitalized (reported) in the general fixed assets account group. Public domain or infrastructures are not capitalized. No depreciation has been provided on general fixed assets. All fixed assets are valued at historical cost or estimated cost if historical cost is not available.

Fixed assets used in the proprietary fund operations are included on the balance sheet of the funds, net of accumulated depreciation. Depreciation of all exhaustible fixed assets used by proprietary fund operations is charged as an expense against operations. Depreciation is computed using the straight-line method.

**Town of Jonesboro
Jonesboro, Louisiana
Notes to the Financial Statements (Continued)**

I. COMPENSATED ABSENCES

Employees earn from one week to three weeks of vacation leave annually, depending upon length of service; vacation leave does not accumulate. Employees earn from one week to three weeks of sick leave annually, depending upon length of service; employees are allowed to accumulate 30 days of sick leave. The cost of current leave privileges, computed in accordance with GASB Codification Section C60, is recognized as a current year expenditure in the governmental funds when leave is actually taken. The amount of accrued sick leave is immaterial to the financial statements and is not accrued.

J. FUND EQUITY

Contributed Capital

Contributed capital is recorded in the Enterprise Fund for capital grants restricted for the acquisition or construction of capital assets. Contributed capital is not amortized based on the depreciation recognized on that portion of the assets acquired or constructed from such resources.

K. INTERFUND TRANSACTIONS

Quasi-external transactions are accounted for as revenues, expenditures, or expenses. Transactions that constitute reimbursements to a fund for expenditures/expenses initially made from it that are properly applicable to another fund are recorded as expenditures/expenses in the reimbursing fund and as reductions of expenditures/expenses in the fund that is reimbursed.

All other interfund transactions, except quasi-external transactions and reimbursements, are reported as transfers. Nonrecurring or non-routine permanent transfers of equity are reported as residual equity transfers. All other interfund transfers are reported as operating transfers.

L. SALES TAXES

The taxpayers of the Town of Jonesboro levied a 1% sales and use tax on April 1, 1980, to provide funds for any lawful activity of the Town. In January 1988, the taxpayers of the Town levied an additional 1% sales and use tax for a period of ten (10) years commencing August 1, 1989. In July, 1998, the taxpayers of the Town renewed the 1% sales and use tax for an additional ten (10) years commencing August 1, 1999. The purpose of this tax is for the construction, maintenance, repair and improvements of the Town's streets.

M. TOTAL COLUMNS OF COMBINED STATEMENTS

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

**Town of Jonesboro
Jonesboro, Louisiana
Notes to the Financial Statements (Continued)**

2. LEVIED TAXES

The following is a summary of authorized and levied ad valorem taxes:

	Authorized Millage	Levied Millage
Constitutional	7.95	7.95
Operation and maintenance - fire protection	5.00	5.00
Operation and maintenance - streets	5.00	5.00

3. CASH AND CASH EQUIVALENTS

At June 30, 2000, the Town of Jonesboro has cash and cash equivalents (book balances) totaling \$1,560,253 unrestricted and \$76,525 restricted as follows:

Demand deposits	\$ 849,437
Petty cash	2,700
Time deposits	<u>784,641</u>
Total	<u>\$ 1,636,778</u>

These deposits are stated at cost, which approximates market. Under state law, these deposits (or the resulting bank balances) must be secured by federal deposit insurance or the pledge of securities owned by the fiscal agent bank. The market value of the pledged securities plus the federal deposit insurance must at all times equal the amount on deposit with the fiscal agent. These securities are held in the name of the pledging fiscal agent bank in a holding or custodial bank that is mutually acceptable to both parties. At June 30, 2000, the Town of Jonesboro has \$1,615,090 in deposits (collected bank balances). These deposits are secured from risk by \$200,000 of federal deposit insurance and \$1,415,090 of pledged securities held by the custodial bank in the name of the fiscal agent bank (GASB Category 3).

Even though the pledged securities are considered uncollateralized (Category 3) under the provisions of GASB Statement 3, Louisiana Revised Statute 39:1229 imposes a statutory requirement on the custodial bank to advertise and sell the pledged securities within 10 days of being notified by the Town of Jonesboro that the fiscal agent has failed to pay deposited funds upon demand.

4. RECEIVABLES

The receivables of \$366,676 at June 30, 2000, are as follows:

	General Fund	Special Revenue Funds	Proprietary Fund	Total
Taxes:				
Sales and use	\$ 54,599	\$ 54,599		\$ 109,198
Accounts	38,401		131,417	169,818
Fees	17,995			17,995
Intergovernmental	49,195		20,470	69,665
Total	<u>\$ 160,190</u>	<u>\$ 54,599</u>	<u>\$ 151,887</u>	<u>\$ 366,676</u>

**Town of Jonesboro
Jonesboro, Louisiana
Notes to the Financial Statements (Continued)**

5. FIXED ASSETS

The changes in general fixed assets follow:

	Balance July 1, 1999	Additions	Deletions	Balance June 30, 2000
General fixed assets at 6/30/72	\$ 400,603	\$	\$	\$ 400,603
Land	147,487			147,487
Buildings	356,342			356,342
Improvements other than buildings	522,549			522,549
Machinery and equipment	1,439,091	30,541		1,469,632
Total	<u>\$ 2,866,072</u>	<u>\$ 30,541</u>	NONE	<u>\$ 2,896,613</u>

The Town sold various items that had been placed out-of-service for numerous years. The Town did not have these items included on its general fixed assets listing; therefore, no deletions are shown for these items.

A summary of fixed assets used in the proprietary funds follows:

Plant and equipment	\$ 5,449,684
Less accumulated depreciation	<u>(910,370)</u>
Total	<u>\$ 4,539,314</u>

6. PENSION PLANS

Substantially all employees of the Town of Jonesboro are members of the following statewide retirement systems: Municipal Employees Retirement System of Louisiana, Municipal Police Employees Retirement System of Louisiana, or Firefighters Retirement System of Louisiana. These systems are cost-sharing, multiple-employer defined benefit pension plans administered by separate boards of trustees. Pertinent information relative to each plan follows:

A. Municipal Employees Retirement System of Louisiana (System)

Plan Description. The System is composed of two distinct plans, Plan A and Plan B, with separate assets and benefit provisions. All employees of the municipality are members of Plan A.

All permanent employees working at least 35 hours per week who are not covered by another pension plan and are paid wholly or in part from municipal funds and all elected municipal officials are eligible to participate in the System. Under Plan A, employees who retire at or after age 60 with at least 10 years of creditable service, at or after age 55 with at least 25 years of creditable service, or at any age with at least 30 years of creditable service are entitled to a retirement benefit, payable monthly for life, equal to 3 percent of their final-average salary for each year of creditable service. Final-average salary is the employee's average salary over the 36 consecutive or joined months that produce the highest average. Employees who terminate with at least the amount of creditable service stated above, and do not withdraw their employee contributions, may retire at the ages specified above and receive the benefit accrued to their date of termination. The System also provides death and disability benefits. Benefits are established or amended by state statute.

Town of Jonesboro
Jonesboro, Louisiana
Notes to the Financial Statements (Continued)

6. PENSION PLANS (Continued)

The System issues an annual publicly available financial report that includes financial statements and required supplementary information for the System. That report may be obtained by writing to the Municipal Employees Retirement System of Louisiana, 7937 Office Park Boulevard, Baton Rouge, Louisiana 70809, or by calling (225)925-4810.

Funding Policy. Under Plan A, members are required by state statute to contribute 9.25 percent of their annual covered salary and the Town of Jonesboro is required to contribute at an actuarially determined rate. The current rate is 5.75 percent of annual covered payroll. Contributions to the System also include one-fourth of one percent (except Orleans and East Baton Rouge Parishes) of the taxes shown to be collectible by the tax rolls of each parish. These tax dollars are divided between Plan A and Plan B based proportionately on the salaries of the active members of each plan. The contribution requirements of plan members and the Town of Jonesboro are established and may be amended by state statute. As provided by Louisiana Revised Statute 11:103, the employer contributions are determined by actuarial valuation and are subject to change each year based on the results of the valuation for the prior fiscal year. The Town of Jonesboro's contributions to the System under Plan A for the years ending June 30, 2000, 1999 and 1998, were \$29,518, \$31,846 and \$29,338, respectively, equal to the required contributions for each year.

B. Municipal Police Employees Retirement System of Louisiana (System)

Plan Description. All full-time police department employees engaged in law enforcement are required to participate in the System. Employees who retire at or after age 50 with at least 20 years of creditable service or at or after age 55 with at least 12 years of creditable service are entitled to a retirement benefit, payable monthly for life, equal to 3 1/3 percent of their final-average salary for each year of creditable service. Final-average salary is the employee's average salary over the 36 consecutive or joined months that produce the highest average. Employees who terminate with at least the amount of creditable service stated above, and do not withdraw their employee contributions, may retire at the ages specified previously and receive the benefit accrued to their date of termination. The System also provides death and disability benefits. Benefits are established or amended by state statute.

The System issues an annual publicly available financial report that includes financial statements and required supplementary information for the System. That report may be obtained by writing to the Municipal Police Employees Retirement System of Louisiana, 8401 United Plaza Boulevard, Baton Rouge, Louisiana 70809-2250, or by calling (225)929-7411.

Funding Policy. Plan members are required by state statute to contribute 7.5 percent of their annual covered salary and the Town of Jonesboro is required to contribute at an actuarially determined rate. The current rate is 9.0 percent of annual covered payroll. The contribution requirements of plan members and the Town of Jonesboro are established and may be amended by state statute. As provided by Louisiana Revised Statute 11:103, the employer contributions are determined by actuarial valuation and are subject to change each year based on the results of the valuation for the prior fiscal year. The Town of Jonesboro's contributions to the System for the years ending June 30, 2000, 1999 and 1998, were \$19,069, \$17,946 and \$20,881, respectively, equal to the required contributions for each year.

Town of Jonesboro
Jonesboro, Louisiana
Notes to the Financial Statements (Continued)

6. PENSION PLANS (Continued)

C. Firefighters Retirement System of Louisiana

Plan Description. Membership in the Louisiana Firefighters Retirement System is mandatory for all full-time firefighters employed by a municipality, parish or fire protection district that did not enact an ordinance before January 1, 1980, exempting itself from participation in the System. Employees are eligible to retire at or after age 55 with at least 12 years of creditable service or at or after age 50 with at least 20 years of creditable service. Upon retirement, members are entitled to a retirement benefit, payable monthly for life, equal to 3 1/3 percent of their final-average salary for each year of creditable service, not to exceed 100 percent of their final-average salary. Final-average salary is the employee's average salary over the 36 consecutive or joined months that produce the highest average. Employees who terminate with at least 12 years of service and do not withdraw their employee contributions may retire at or after age 55 (or at or after age 50 with at least 20 years of creditable service at termination) and receive the benefit accrued to their date of termination. The System also provides death and disability benefits. Benefits are established or amended by state statute.

The System issues an annual publicly available financial report that includes financial statements and required supplementary information for the System. That report may be obtained by writing to the Firefighters' Retirement System, P. O. Box 94095, Baton Rouge, Louisiana 70804, or by calling (225)925-4060.

Funding Policy. Plan members are required by state statute to contribute 8.0 percent of their annual covered salary and the Town of Jonesboro is required to contribute at an actuarially determined rate. The current rate is 9.0 percent of annual covered payroll. The contribution requirements of plan members and the Town of Jonesboro are established and may be amended by state statute. As provided by Louisiana Revised Statute 11:103, the employer contributions are determined by actuarial valuation and are subject to change each year based on the results of the valuation for the prior fiscal year. The Town of Jonesboro's contributions to the System for the years ending June 30, 2000, 1999 and 1998, were \$10,660, \$9,889 and \$8,562, respectively, equal to the required contributions for each year.

7. ACCOUNTS, SALARIES, AND OTHER PAYABLES

The payables of \$126,354 at June 30, 2000, are as follows:

	General Fund	Proprietary Fund	Total
Accounts	\$ 64,115	\$ 57,031	\$ 121,146
Intergovernmental	663	4,545	5,208
Total	<u>\$ 64,778</u>	<u>\$ 61,576</u>	<u>\$ 126,354</u>

**Town of Jonesboro
Jonesboro, Louisiana
Notes to the Financial Statements (Continued)**

8. INTERGOVERNMENTAL RECEIVABLE/PAYABLE

The following is a summary of the intergovernmental receivable from other governments at June 30, 2000:

Receivable from	General Fund	Proprietary Fund
Jackson Parish Police Jury	\$ 16,940	\$
State of Louisiana	26,906	20,470
Jonesboro Fire District No. 1	5,349	
Total	\$ 49,195	\$ 20,470

The following is a summary of the intergovernmental payable due other governments at June 30, 2000:

Payable to	General Fund	Proprietary Fund
Indigent Defender Board	\$ 360	\$
State of Louisiana -		
La. Commission on Law Enforcement	227	
Treasury Department	76	
Department of Revenue and Taxation		2,362
Jonesboro Fire District No. 1		2,183
	\$ 663	\$ 4,545

9. LITIGATION AND CLAIMS

The Town has been named as defendant in several lawsuits. In the opinion of management and counsel for the Town, potential liability of the Town of Jonesboro, in excess of applicable insurance coverages, is not probable nor can it be estimated at this time.

TOWN OF JONESBORO
Jonesboro, Louisiana

SUPPLEMENTAL INFORMATION SCHEDULES
As of and for the Year Ended June 30, 2000

General Fund - Detailed schedule of revenues and expenditures, budget (GAAP basis) and actual, by function.

TOWN OF JONESBORO
Jonesboro, Louisiana
General Fund

Schedule 1

SCHEDULE OF REVENUES AND EXPENDITURES -
BUDGET (GAAP BASIS) AND ACTUAL
For the Year Ended June 30, 2000

		Variance- Favorable (Unfavorable)
Budget	Actual	

REVENUES

General sales and use taxes	\$ 475,000	\$ 614,432	\$ 139,432
Intergovernmental	135,000	163,649	28,649
Franchise fees - utility	130,000	115,233	(14,767)
Garbage fees	170,500	144,452	(26,048)
Fines and forfeitures	40,150	65,190	25,040
Licenses and permits	59,800	91,536	31,736
Ad valorem tax	81,700	82,883	1,183
Other fees and charges	181,650	65,496	(116,154)
Video draw poker commissions	18,000		(18,000)
Public safety fee	47,000	46,068	(932)
Grants:			
State	20,000	10,328	(9,672)
Contributions		6,353	6,353
Use of money (interest)	7,000	15,995	8,995
TOTAL REVENUES	1,365,800	1,421,615	55,815

EXPENDITURES

Legislative:

Aldermen fees	24,000	24,000	
Group insurance	6,000	6,824	(824)
Workers' compensation	125	105	20
Retirement	8,500	276	8,224
Medicare insurance	225	348	(123)
Travel and workshops	5,500	2,997	2,503
Total legislative	44,350	34,550	9,800

Judicial:

Court magistrate fees	5,400	5,400	
Court costs & other fees	500	398	102
Court magistrate travel and workshops	50		50
Workers' compensation	20	15	5
Total judicial	5,970	5,813	157

TOWN OF JONESBORO
Jonesboro, Louisiana
General Fund

Schedule 1 (Continued)

SCHEDULE OF REVENUES AND EXPENDITURES -
BUDGET (GAAP BASIS) AND ACTUAL
For the Year Ended June 30, 2000

	Budget	Actual	Variance- Favorable (Unfavorable)
Executive:			
Equipment operating costs	\$ 1,200	\$ 335	\$ 865
Equipment repair and maintenance	1,000	162	838
Insurance and bonding	1,000	470	530
Salaries and related expenditures	32,500	33,125	(625)
Employee benefits	6,100	2,459	3,641
Travel and workshops	4,000	650	3,350
Workers' compensation	200	146	54
Total executive	46,000	37,347	8,653
General and administrative:			
Advertising and publications	2,000	1,305	695
Association dues and fees	1,800	1,585	215
Building repair and maintenance	7,000	215	6,785
Data processing costs	5,000	2,679	2,321
Downtown beautification	30,000	19,326	10,674
Election	1,000		1,000
Equipment repair and maintenance	10,000	8,972	1,028
Insurance and bonding	25,000	16,220	8,780
Legal and audit	20,000	18,070	1,930
Miscellaneous	4,650	5,429	(779)
National guard	600	650	(50)
Office supplies and expenditures	18,000	18,567	(567)
Rental - equipment	200	269	(69)
Salaries and related expenditures	72,800	78,855	(6,055)
Employee benefits	14,450	13,921	529
Telephone and utilities	19,000	19,792	(792)
Tourism	1,500	1,360	140
Travel and workshops	2,500	1,901	599
Veterans service officer	500	462	38
Workers' compensation	300	340	(40)
Zoning	1,000	72	928
Capital outlay	14,000	540	13,460
Total general and administrative	251,300	210,530	40,770

TOWN OF JONESBORO
Jonesboro, Louisiana
General Fund

Schedule 1 (Continued)

SCHEDULE OF REVENUES AND EXPENDITURES -
BUDGET (GAAP BASIS) AND ACTUAL
For the Year Ended June 30, 2000

	Budget	Actual	Variance- Favorable (Unfavorable)
Public safety:			
Fire:			
Advertising and publications	\$ 300	\$ 29	\$ 271
Association dues and fees	300	1,433	(1,133)
Building repair and maintenance	2,500	151	2,349
Data processing costs	600	156	444
Equipment operating costs	2,000	1,467	533
Equipment repair and maintenance	8,000	3,708	4,292
Insurance and bonding	10,000	7,567	2,433
Miscellaneous	800	106	694
Operating supplies and expenditures	15,000	5,151	9,849
Rental	100	59	41
Salaries and related expenditures	103,000	113,309	(10,309)
Employee benefits	25,550	22,534	3,016
Salaries - supplemental pay	13,000	14,400	(1,400)
Telephone and utilities	11,500	10,109	1,391
Travel and workshops	1,000	1,010	(10)
Volunteer fees	5,000	5,440	(440)
Workers' compensation	7,000	6,931	69
Capital outlay	11,250	5,084	6,166
Total fire	216,900	198,644	18,256
Police:			
Advertising and publications	100		100
Association dues and fees	500	320	180
Autopsy and coroner	4,000	8,103	(4,103)
Building repair and maintenance	5,000	1,404	3,596
Criminal investigation	5,000	1,413	3,587
Data processing costs		156	(156)
Equipment operating costs	12,500	12,301	199
Equipment repair and maintenance	20,000	9,598	10,402
Feeding prisoners	26,000	32,830	(6,830)
Insurance and bonding	24,000	15,212	8,788
Indigent defender board	10,000	13,270	(3,270)
Miscellaneous	1,500	55	1,445
Operating supplies and expenditures	18,000	15,784	2,216
Rental - equipment	1,000		1,000
Salaries and related expenditures	275,000	314,481	(39,481)
Employee benefits	71,250	67,210	4,040
Salaries - supplemental pay	24,000	23,700	300
Telephone and utilities	17,200	17,579	(379)

TOWN OF JONESBORO
Jonesboro, Louisiana
General Fund

Schedule 1 (Continued)

SCHEDULE OF REVENUES AND EXPENDITURES -
BUDGET (GAAP BASIS) AND ACTUAL
For the Year Ended June 30, 2000

	Budget	Actual	Variance- Favorable (Unfavorable)
Police: (Continued)			
Travel and workshops	\$ 3,700	\$ 4,165	\$ (465)
Workers' compensation	10,000	13,436	(3,436)
Capital outlay	19,100	23,488	(4,388)
Total police	547,850	574,505	(26,655)
Animal Control:			
Advertising and publications	100		100
Building repair and maintenance	1,000	37	963
Equipment operating costs	1,200	1,836	(636)
Equipment repair and maintenance	2,000	1,688	312
Insurance and bonding	700	334	366
Miscellaneous	175	70	105
Operating supplies and expenditures	5,000	6,224	(1,224)
Salaries and related expenditures	13,500	19,952	(6,452)
Employee benefits	4,000	3,173	827
Telephone and utilities	1,975	1,805	170
Travel	750		750
Workers' compensation	300	344	(44)
Capital outlay	1,000		1,000
Total animal control	31,700	35,463	(3,763)
Total public safety	796,450	808,612	(12,162)
Sanitation			
Equipment repair and maintenance			
Pest control	12,000	10,645	1,355
Sanitary contract service	160,000	147,193	12,807
Sanitary collection system	3,000		3,000
Sanitary landfill cleanup	1,500		1,500
Total sanitation	176,500	157,838	18,662

TOWN OF JONESBORO

Schedule 1 (Continued)

Jonesboro, Louisiana

General Fund

**SCHEDULE OF REVENUES AND EXPENDITURES -
BUDGET (GAAP BASIS) AND ACTUAL
For the Year Ended June 30, 2000**

	Budget	Actual	Variance- Favorable (Unfavorable)
Streets:			
Advertising and publications	\$ 500	\$ 66	\$ 434
Building repair and maintenance	5,000	359	4,641
Data processing costs	300	156	144
Equipment operating costs	13,000	12,141	859
Equipment repair and maintenance	40,000	29,994	10,006
Insurance and bonding	20,000	17,038	2,962
Miscellaneous	8,500	4,546	3,954
Operating supplies and expenditures	20,000	12,068	7,932
Rental - equipment	1,000	269	731
Repairs and maintenance	341,319	202,578	138,741
Sidewalk maintenance	3,500	2,406	1,094
Salaries and related expenditures	242,000	223,927	18,073
Employee benefits	55,900	41,917	13,983
Telephone and utilities	10,000	7,200	2,800
Travel and workshops	750	129	621
Utilities - street lights	65,000	67,898	(2,898)
Utilities and maintenance - traffic signals	6,000	5,300	700
Workers' compensation	30,000	26,248	3,752
Capital outlay	51,000	1,428	49,572
Total streets	913,769	655,668	258,101
Airport:			
Building repair and maintenance	1,500	76	1,424
Equipment operating costs	500	159	341
Equipment repair and maintenance	5,000	3,518	1,482
Insurance and bonding	1,500	1,317	183
Operating supplies and expenditures	1,200	1,155	45
Utilities	4,500	4,365	135
Miscellaneous	100		100
Capital outlay	1,000		1,000
Total airport	15,300	10,590	4,710
Recreation:			
Building repair and maintenance	5,000	480	4,520
Equipment repair and maintenance	7,500		7,500
Insurance and bonding	2,000	429	1,571
Operating supplies and expenditures	3,750	(47)	3,797
Utilities	4,500	4,321	179
Total recreation	22,750	5,183	17,567

TOWN OF JONESBORO
Jonesboro, Louisiana
General Fund

SCHEDULE OF REVENUES AND EXPENDITURES -
BUDGET (GAAP BASIS) AND ACTUAL
For the Year Ended June 30, 2000

	Budget	Actual	Variance- Favorable (Unfavorable)
Cemetery:			
Equipment repair and maintenance	\$ 100	\$	100
Operating supplies and expenditures	250	358	(108)
Street repair and maintenance	2,000		2,000
Medical	100		100
Cemetery maintenance	3,000	6,800	(3,800)
Medical insurance	150		150
Total cemetery	5,600	7,158	(1,558)
Safety:			
Operating supplies and expenditures	1,000		1,000
Total safety	1,000		1,000
Industrial Development:			
Travel and inducement expenditures		1,512	(1,512)
Capital outlay	118,450		118,450
Total industrial development	118,450	1,512	116,938
TOTAL EXPENDITURES	\$ 2,397,439	\$ 1,934,801	\$ 462,638

TOWN OF JONESBORO
Jonesboro, Louisiana
SUPPLEMENTAL INFORMATION SCHEDULES
As of and for the Year Ended June 30, 2000

SPECIAL REVENUE FUNDS

Fire Department Ad Valorem Tax Fund - To account for the proceeds of a five (5.0) mill ad valorem tax levied to provide for the operation and maintenance of the Town's fire department.

Street Department Ad Valorem Tax Fund - To account for the proceeds of a five (5.0) mill ad valorem tax levied for the operation and maintenance of roads, streets, and alleys of the Town.

Street Sales Tax Fund - To account for the revenues of a one (1) percent sales and use tax levied for the construction, maintenance, repair and improvements of the Town's streets.

TOWN OF JONESBORO
Jonesboro, Louisiana
SPECIAL REVENUE FUNDS

Combining Balance Sheet, June 30, 2000

	Fire Dept Ad Valorem Tax Fund	Street Dept Ad Valorem Tax Fund	Street Sales Tax Fund	Total
ASSETS				
Cash and cash equivalents	\$ 36,263	\$ 14,424	\$ 599,465	\$ 650,152
Taxes receivable			54,599	54,599
TOTAL ASSETS	<u>\$ 36,263</u>	<u>\$ 14,424</u>	<u>\$ 654,064</u>	<u>\$ 704,751</u>
LIABILITIES AND FUND EQUITY				
Liabilities	NONE	NONE	NONE	NONE
Fund Equity - fund balances:				
Unreserved and undesignated	\$ 36,263	\$ 14,424	\$ 654,064	\$ 704,751
Total Fund Equity	<u>36,263</u>	<u>14,424</u>	<u>654,064</u>	<u>704,751</u>
TOTAL LIABILITIES AND FUND EQUITY	<u>\$ 36,263</u>	<u>\$ 14,424</u>	<u>\$ 654,064</u>	<u>\$ 704,751</u>

TOWN OF JONESBORO
Jonesboro, Louisiana
SPECIAL REVENUE FUNDS

**Combining Schedule of Revenues, Expenditures,
and Changes in Fund Balances
For the Year Ended June 30, 2000**

	Fire Dept Ad Valorem Tax Fund	Street Dept Ad Valorem Tax Fund	Street Sales Tax Fund	Total
REVENUES				
General property taxes	\$ 51,860	\$ 51,860		\$ 103,720
General sales and uses taxes			614,432	614,432
Other fees and charges	2,218	2,218		4,436
Use of money - interest	1,303	690	14,688	16,681
Total revenues	<u>55,381</u>	<u>54,768</u>	<u>629,120</u>	<u>739,269</u>
EXPENDITURES				
General and administrative			4,750	4,750
Total expenditures			<u>4,750</u>	<u>4,750</u>
EXCESS OF REVENUES OVER EXPENDITURES	<u>55,381</u>	<u>54,768</u>	<u>624,370</u>	<u>734,519</u>
OTHER FINANCING (Uses)				
Transfers to other funds	<u>(51,404)</u>	<u>(96,322)</u>	<u>(477,207)</u>	<u>(624,933)</u>
Total other financing sources (uses)	<u>(51,404)</u>	<u>(96,322)</u>	<u>(477,207)</u>	<u>(624,933)</u>
EXCESS (Deficiency) OF REVENUES OVER EXPENDITURES AND OTHER USES	3,977	(41,554)	147,163	109,586
FUND BALANCES AT BEGINNING OF YEAR	<u>32,286</u>	<u>55,978</u>	<u>506,901</u>	<u>595,165</u>
FUND BALANCES AT END OF YEAR	<u>\$ 36,263</u>	<u>\$ 14,424</u>	<u>\$ 654,064</u>	<u>\$ 704,751</u>

TOWN OF JONESBORO
Jonesboro, Louisiana
SUPPLEMENTAL INFORMATION SCHEDULES
For the Year Ended June 30, 2000

CAPITAL PROJECTS FUNDS

The Capital Projects Funds include Community Development Block Grants passed through the Louisiana Division of Administration.

The Town of Jonesboro had two LCDBG Contracts #107-900443 and 556-1114 during this audit period; these grants were utilized to make street improvements in residential areas composed of low-moderate income families.

TOWN OF JONESBORO
Jonesboro, Louisiana
CAPITAL PROJECTS FUNDS

**Combining Schedule of Revenues, Expenditures
and Changes in Fund Balances
For the Year Ended June 30, 2000**

	COMMUNITY DEVELOPMENT BLOCK GRANT Contract #107-900443	COMMUNITY DEVELOPMENT BLOCK GRANT Contract #556-1114	TOTAL
REVENUES			
Grant - federal	\$ 200,000	\$ NONE	\$ 200,000
Total revenues	200,000	NONE	200,000
EXPENDITURES			
Streets	248,474	21,288	269,762
Total expenditures	248,474	21,288	269,762
EXCESS (Deficiency) OF REVENUES OVER EXPENDITURES			
	(48,474)	(21,288)	(69,762)
OTHER FINANCING SOURCES			
Transfers from other funds	48,474	21,288	69,762
Total other financing sources	48,474	21,288	69,762
EXCESS OF REVENUES AND OTHER SOURCES OVER EXPENDITURES AND OTHER USES			
	NONE	NONE	NONE
FUND BALANCES AT BEGINNING OF YEAR			
	NONE	NONE	NONE
FUND BALANCES AT END OF YEAR			
	\$ NONE	\$ NONE	\$ NONE

TOWN OF JONESBORO
Jonesboro, Louisiana
SUPPLEMENTAL INFORMATION SCHEDULES
For the Year Ended June 30, 2000

GENERAL

COMPENSATION PAID ALDERMEN

The schedule of compensation paid to the Town of Jonesboro aldermen is presented in compliance with House Concurrent Resolution No. 54 of the 1979 Session of the Louisiana Legislature. Compensation of the Town of Jonesboro aldermen is included in the general administrative expenditures of the General Fund. Members of the governing board receive compensation pursuant to Louisiana Revised Statute 33:405 (G).

TOWN OF JONESBORO
Jonesboro, Louisiana

Schedule of Compensation Paid Aldermen
For the Year Ended June 30, 2000

ALDERMEN	AMOUNT
Alvin "Kim" Jones	\$ 4,800
Carroll R. Layfield	4,800
Randy Shows	4,800
Terry Wiley	4,800
Richard W. Zuber	<u>4,800</u>
Total	<u>\$ 24,000</u>

Kenneth D. Folden & Co.

Kenneth D. Folden, CPA

Certified Public Accountants

Ted W. Sanderlin, CPA

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Society of Louisiana
Certified Public Accountants

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Members
American Institute of
Certified Public Accountants

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

The Honorable Ira D. Reeves, Mayor
and Members of the Board of Aldermen
Town of Jonesboro, Louisiana

We have audited the general purpose financial statements of the Town of Jonesboro, Jonesboro, Louisiana, as of and for the year ended June 30, 2000, and have issued our report thereon dated November 20, 2000. We conducted our audit in accordance with generally accepted auditing standards and the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States.

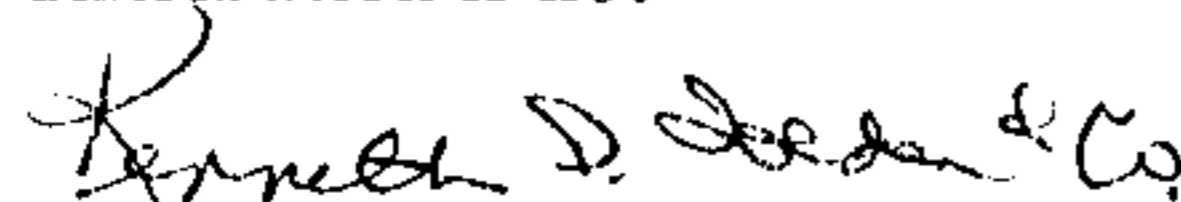
Compliance

As part of obtaining reasonable assurance about whether the Town of Jonesboro's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grants, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit and, accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance that are required to be reported under Government Auditing Standards. However, we noted certain immaterial instances of noncompliance that we have reported to management of the Town of Jonesboro, Louisiana, in a separate letter dated November 20, 2000.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered the Town of Jonesboro's internal control over financial reporting in order to determine our auditing procedures for the purpose of expressing our opinion on the financial statements and not to provide assurance on the internal control over financial reporting. Our 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. We noted no matters involving the internal control over financial reporting and its operation that we consider to be material weaknesses.

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


KENNETH D. FOLDEN & CO.
Certified Public Accountants

Jonesboro, Louisiana
November 20, 2000

**TOWN OF JONESBORO
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
YEAR ENDED JUNE 30, 2000**

A. SUMMARY OF AUDIT RESULTS

1. The auditors' report expresses an unqualified opinion on the general purpose financial statements of the Town of Jonesboro.
2. No reportable conditions relating to the audit of the financial statement are reported in the **REPORT ON COMPLIANCE AND ON INTERNAL CONTROL OVER FINANCIAL REPORTING BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS**.
3. No instances of noncompliance material to the financial statements of the Town of Jonesboro was disclosed during the audit.
4. The Town of Jonesboro had one federal award program arising from a LCDBG street grant for which federal expenditures totaled \$200,000 in the audit period.

B. FINDINGS - FINANCIAL STATEMENTS AUDIT

No findings for current year. In addition, there were no prior year findings.

C. FINDINGS AND QUESTIONED COSTS - MAJOR FEDERAL AWARD PROGRAMS AUDIT

The Town of Jonesboro had no major federal programs.

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**The Honorable Ira D. Reeves, Mayor
and Members of the Board of Aldermen
Town of Jonesboro, Louisiana**

In planning and performing our audit of the general purpose financial statements of the Town of Jonesboro, as of and for the year ended June 30, 2000, and to obtain reasonable assurance about whether the financial statements are free of material misstatement, we considered the following:

- 1. The internal control structure in order to determine our auditing procedures for the purpose of expressing our opinion on the financial statements and not to provide assurance on the internal control structure; and,**
- 2. As part of obtaining reasonable assurance about whether the financial statements are free of material misstatement, we performed tests of the Town of Jonesboro's compliance with certain provisions of laws, regulations and contracts. The objective of our audit was not to provide an opinion on overall compliance with such provisions. Accordingly, we did not express such an opinion.**

During our prior audit, we became aware of certain matters involving immaterial noncompliance with laws and matters disclosed in the audit report, as of and for the year ended June 30, 2000, involving the internal control structure that were opportunities for strengthening internal controls and compliance requirements. The memorandum that accompanies this letter summarizes our comments regarding those matters. (We previously reported on the Town of Jonesboro's internal control structure in our report dated November 20, 2000.) This letter does not affect our report dated November 20, 2000, on the general purpose financial statements of the Town of Jonesboro.


KENNETH D. FOLDEN & CO.
Certified Public Accountants

**Jonesboro, Louisiana
November 20, 2000**

Mobility - Impaired Violation Fines

Louisiana Revised Statutes 40:1742 and 46:2583 establish specific fines to be levied against violators of mobility-impaired parking space and provides for specific distribution of such fines. For the year ended June 30, 2000, the Town of Jonesboro failed to collect and distribute the proper amount of fines for these violations.

We recommend that the Town of Jonesboro comply with Louisiana Revised Statutes 40:1742 and 46:2583.

In a letter dated November 27, 2000, management of the Town of Jonesboro responded by stating that these fines were not properly collected and distributed due to oversight. Management has assured us that it will comply with Louisiana Revised Statutes 40:1742 and 46:2583 in the future.

Prior Year Findings

The Town of Jonesboro had no prior year findings.