

CITY OF OPELOUSAS
COMMUNITY DEVELOPMENT CENTER

04 APR 15 2004 19

CITY OF OPELOUSAS, LOUISIANA
FINANCIAL REPORT
YEAR ENDED AUGUST 31, 2003

Under provisions of state law this report is a public document. A copy of the report has been submitted to the city 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 4-14-04

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FINANCIAL SECTION



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INDEPENDENT AUDITOR'S REPORT

To the Members of the
City of Opelousas
Opelousas, Louisiana

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Opelousas, Louisiana, as of and for the year ended August 31, 2003, which collectively comprise the City's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the City's management. Our responsibility is to express opinions on these financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States, and the provisions of Office of Management and Budget Circular A-133 "Audit of States, Local Governments and Nonprofit Organizations." These standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the 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. We believe that our audit provides a reasonable basis for our opinions.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Opelousas, Louisiana, as of August 31, 2003, and the respect re-changes in financial position and cash flows, where applicable, thereof for the year then ended in conformity with accounting principles generally accepted in the United States of America.

As described in Note 4 to the basic financial statements, the City of Opelousas adopted the provisions of Governmental Accounting Standards Board (GASB) Statement No. 34, Basic Financial Statements - and Management's Discussion and Analysis - for State and Local Governments, Statement No. 33, Accounting and Financial Reporting for Non-exchange Transactions, Statement No. 37 Basic Financial Statements - and Management's Discussion and Analysis - for State and Local Governments, Circular Statement No. 34, Certain Financial Statement Note Disclosures, and Interpretation No. 8, Recognition and Measurement of Certain Liabilities and Expenditures in Governmental Fund Financial Statements. This results in a change in the format and content of the basic financial statements.

To the Members of the
City of Opelousas
Opelousas, Louisiana
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In accordance with Government Auditing Standards, we have also issued a report dated April 5, 2004 on our consideration of the City's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts and grants. That report is an integral part of an audit performed in accordance with Government Auditing Standards and should be read in conjunction with this report in considering the results of our audit.

The Management's Discussion and Analysis and the other required supplementary information on pages 3 through 9 and 01 through 03, respectively, are not a required part of the basic financial statements but are supplementary information required by the Government Accounting Standards Board. We have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the supplementary information. However, we did not audit the information and express no opinion on it.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City of Opelousas's basic financial statements. The other supplementary information on pages 71 through 113 is presented for purposes of additional analysis and is not a required part of the basic financial statements. The accompanying Schedule of Expenditures of Federal Awards included in the Single Audit Section in the table of contents is presented for purposes of additional analysis as required by the United States Office of Management and Budget Circular A-133, "Audits of States, Local Governments and Nonprofit Organizations," and is also not a required part of the financial statements of the City of Opelousas, Louisiana. Such information, except for that portion marked "unaudited" on which we express no opinion, has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly presented in all material respects in relation to the basic financial statements taken as a whole.

John S. Dawling + Company

Opelousas, Louisiana
April 5, 2004

CITY OF OPELOUSAS, LOUISIANA
MANAGEMENT'S DISCUSSION AND ANALYSIS
AUGUST 31, 2003

Introduction

This section contains a narrative overview and analysis of the financial activities of the City of Opelousas ("The City") for the fiscal year ended August 31, 2003. The intent of Management's Discussion and Analysis ("MD&A") is to look at the overall financial performance of the City of Opelousas using an objective, easily readable analysis of the City's financial activities. Therefore, we encourage readers to consider the information presented herein in conjunction with additional information that we have furnished in the Notes to Financial Statements. Please reference the Table of Contents for the exact location of those items.

The MD&A is a new element of Required Supplementary Information specified in the Governmental Accounting Standards Board ("GASB") Statement No. 34. Certain comparative information between the current year and the prior year is required to be presented in the MD&A. However, for Statement periods the omission of prior year data in the year of implementation. Therefore, since this is the first year of implementation by this City, certain comparative information of the previous fiscal year is not presented. Previous year information is disclosed in cases where the information was readily available and it is feasible to show such information without expending excessive resources to present the data.

Financial Highlights

The City's total assets exceeded its liabilities at the close of the fiscal year by \$24,320,795. Of this amount, \$17,633,629 was invested in capital assets, net of related debt. Another \$6,856,741 is restricted for insurance claims, debt service and other purposes. The remainder of net assets of \$1,831,425 is unrestricted.

Total revenue from both governmental and business-type activities was \$14,383,080. Total expenses were \$16,343,230.

The Statement of Net Assets reflect a positive change in net assets of \$24,866, which is .148 percent of beginning net assets.

The Financial Statements

This report encompasses a series of financial statements consisting of the following components:

1. Government-wide financial statements, which are designed to provide an organization-wide overview similar in nature to the form of reporting used for private-sector businesses. The two components of this presentation are:

The **Statement of Net Assets** which is roughly equivalent to a private business balance sheet summarizing all of the City's assets and liabilities and reporting the difference between the two as "net assets." Changes in net assets over time may provide an indication of either an improving or declining financial position.

CITY OF OPELOUSAS, LOUISIANA
MANAGEMENT'S DISCUSSION AND ANALYSIS
AUGUST 11, 2003

The Financial Statements - Continued

The *Statement of Activities* is an organization-wide operating statement, which accounts for changes in net assets during the City's 2003 fiscal year. This statement takes into account all revenues and expenses accrued for that year, regardless of when cash is received or paid.

The government-wide statements presented on pages 11 - 13 of this report are a result of the new financial reporting model established by Governmental Accounting Standards Board Statement No. 34, which is now being implemented for the first time by the City of Opelousas. These statements also distinguish governmental activities, which are those City functions principally supported by taxes and intergovernmental revenues, from business-type activities which are intended to recover a significant portion of their costs through user fees and charges. The City's governmental activities include such functions as public safety (fire and police) and public works (principally streets and sanitation), while its business-type activities consist of water and sewer utilities.

2. Fund financial statements report financial data for individual funds into which the City's accounts are organized to maintain compliance with finance-related legal and contractual requirements. This report includes three categories of funds, governmental, proprietary, and fiduciary funds.

The governmental fund financial statements generally cover the same functions as the governmental activities in the government-wide statements, but differ in their focus on near-term spendable resources rather than longer-term measurement of all net assets. A comparison of the fund and government-wide statements with respect to governmental functions is useful in gaining a longer-term perspective than that provided solely by the near-term focus of governmental fund statements, and a reconciliation is provided in the governmental fund statements to support such comparison.

The City maintains twelve individual governmental funds, two of which are classified as major and are separately displayed in the governmental fund statements beginning on page 14 of this report. The remaining funds are aggregated into a single display on those statements, but are individually presented in the combining statements referred to below.

The proprietary fund financial statements cover business-type activities in which external customers are charged for services, as well as internal service activities funded by charges to other City funds and operating units. The enterprise fund category in these statements corresponds to the business-type activities reported in the government-wide statements. The internal service category consists of three funds which account for risk financing and workers's compensation benefits. All proprietary fund statements are reported on the accrual basis of accounting as used in the government-wide statements and in private-sector business.

3. Notes to the financial statements provide additional information and explanation necessary for full understanding of the government-wide and fund financial statements, and are presented on pages 28 - 62 of this report.

CITY OF OCEHOUSSA, LOUISIANA
MANAGEMENT'S DISCUSSION AND ANALYSIS
AUGUST 31, 2003

The Financial Statements - Continued

4. Other information, consisting of the combining statements for the non-major governmental funds, and internal service funds, is presented immediately following the Notes to Financial Statements.

City-wide Financial Analysis

This analysis pertains to the government-wide financial statements, which are issued for the first time for the 2003 fiscal year. It does not include comparative information for 2003 and 2002. (Such comparisons of current and prior years will, however, be included in future annual reports).

The City's net assets at August 31, 2003 were \$26,328,795 with 67 percent of this total consisting of capital assets, i.e., physical plant, equipment, and infrastructure, less related outstanding debt. An additional 20 percent of net assets is internally restricted for insurance claims, debt service, customers' deposits, protest taxes, and construction. This leaves 7 percent as unrestricted net assets which are generally available for use at the City's discretion. Year-end assets, liabilities, and net assets are summarized below. It should be noted that the investment in capital assets is not available as a financial resource for payment of related debt or other liabilities. These will require the use of other existing financial resources or future revenues. Also note that capital assets are reported net of accumulated depreciation.

	<u>NET ASSETS</u>		
	<u>Governmental Activities</u>	<u>Business-type Activities</u>	<u>Total</u>
Current and other assets	\$3,690,137	\$4,442,962	\$14,103,839
Capital assets	<u>8,623,142</u>	<u>28,582,919</u>	<u>28,608,686</u>
Total assets	<u>12,313,279</u>	<u>33,025,881</u>	<u>45,708,105</u>
Long-term liabilities	1,252,393	12,613,383	15,878,176
Current and other liabilities	<u>617,682</u>	<u>894,122</u>	<u>1,513,104</u>
Total liabilities	<u>1,870,075</u>	<u>13,507,505</u>	<u>17,387,580</u>
Net assets:			
Invested in capital assets, net of debt	8,813,316	8,813,463	17,632,829
Restricted	5,316,237	1,548,484	6,894,741
Unrestricted	<u>671,311</u>	<u>1,160,314</u>	<u>1,830,625</u>
Total net assets	<u>14,800,864</u>	<u>11,522,261</u>	<u>26,328,795</u>

CITY OF COPELOUSAS, LOUISIANA
MANAGEMENT'S DISCUSSION AND ANALYSIS
AUGUST 31, 2003

Comprehensive Financial Analysis - Continued

Net assets increased by \$38,868 or 1.5 percent for the City as a whole during the 2003 fiscal year. The change in net assets for governmental activities was a .48 percent decrease, while business-type activities experienced a .57 percent increase. These changes are below 1 percent each and do not reflect any significant changes in revenues or expenses. However, both governmental and business-type activities have large positive net asset totals.

Capital assets account for \$29,685,866 or 67.7 percent of total assets. This is a reflection of the City's commitment to upgrade the sewer system. The improvements are being funded by the issuance of bonded indebtedness. This is further highlighted by the fact that \$15,878,178 or 51.3 percent of the City's liabilities, represents long-term debt.

The City's total costs in fiscal year 2003 were \$12,449,874 for governmental activities, and \$3,693,346 for business-type activities. For governmental activities, \$943,974 of these costs were covered by charges for services, grants and contributions directly related to the expenditures. The remainder, or \$11,543,900, was funded by general revenues, mainly sales, property, and franchise taxes. For business-type activities, charges for services were \$6,203,618 which covered all expenses of the business-type activities. The excess of \$2,510,272 was used to fund expenditures of the governmental activities.

The Statement of Activities for 2003 categorizes the City's revenues as either program revenues which are service charges or grants and contributions for specific governmental or business-type functions, and general revenues which include most taxes and other revenue sources of a government-wide nature. Major components of program and general revenues, together with total expenses and the resulting change in net assets, are summarized below for the 2003 fiscal year.

	<u>CHANGES IN NET ASSETS</u>		
	<u>Governmental Activities</u>	<u>Business-type Activities</u>	<u>Total</u>
Program revenues:			
Charges for services	\$351,395	\$6,203,618	\$6,555,213
Operating, grants and contributions	483,596		483,596
Capital grants and contributions	36,423		36,423
General revenues:			
Property taxes	607,329		607,329
Sales taxes	4,693,332		4,693,332
Franchise taxes	943,587		943,587
Occupational licenses	687,831		687,831
Other general revenues, excluding special items	711,885	27,580	739,465
Total revenues	<u>8,950,939</u>	<u>6,231,231</u>	<u>15,182,690</u>
Total expenses	<u>12,449,824</u>	<u>3,693,346</u>	<u>16,143,220</u>

CITY OF OPELOUSSAS, LOUISIANA
 MANAGEMENT'S DISCUSSION AND ANALYSIS
 AUGUST 31, 2003

City-wide Financial Analysis - Continued

	CHANGES IN NET ASSETS		
	Governmental Activities	Business-type Activities	Total
Excess before special items and transactions	\$2,499,315	\$2,538,175	\$5,037,490
Transfers	2,421,735	(2,421,735)	—
Increase (decrease) in net assets	4,921,050	116,440	5,037,490

Analysis of Fund Financial Statements

This discussion pertains to the financial statements for the various funds into which the City's accounts are divided to comply with legal requirements. As previously noted, the City's financial statements reflect three fund classifications, governmental, proprietary and fiduciary.

The City's governmental funds had a combined fund balance of \$3,733,894 at the end of the 2003 fiscal year, representing a decrease of 5.72 percent from the 2002 total. This decrease is mainly attributable to the increased transfers out of the Sales Tax Fund to the General Fund to support general operations. There are no other notable changes in the governmental funds.

The City's proprietary funds experienced a decrease in net assets of \$34,758. This represents a 3 percent change in net assets.

General Fund Budgetary Summary

The General Fund's original budget was amended at year-end to reflect increased expenditures and increased operating transfers in to cover those expenditures. Revenues did not change from the original to the amended budget. Actual revenues were \$129,073 or 9.7 percent more than the amended budget, mainly because of \$212,004 in reimbursements from FEMA for hurricane damages. The revenues also reflect a Firefighter Safety Grant for \$208,808.

Actual expenditures exceeded the final amended budget by \$257,844, which is 2.16 percent of the budgeted amount, mainly because of capital expenditures and debt service expenditures.

CITY OF OPELOUSAS, LOUISIANA
MANAGEMENT'S DISCUSSION AND ANALYSIS
AUGUST 31, 2003

Capital Assets

The City's total investment in capital assets at the end of the 2003 fiscal year was \$59,793,038, with accumulated depreciation of \$29,183,954. This nets out to \$30,609,084. Major capital acquisition and construction activity during the year included:

Continuation of an extensive sewer system expansion and improvement program. Construction expenses during the fiscal year amounted to \$779,519 which increased construction in progress to \$9,428,793. Phase 1 and Phase 2 construction was completed during the fiscal year, amounting to a total of \$9,386,136. Depreciation expense was computed on these phases this year. This construction is being financed by bonds issued.

The City purchased land for \$108,800 for future use as a City park. A down payment of \$35,800 was made in the current year with the balance to be paid in 3 annual installments of \$25,000.

Debt Administration

As of August 31, 2003, the City had \$15,876,176 in long-term liabilities, compared to \$16,232,614 the previous year. Besides increases in the long-term debt to finance the capital assets mentioned previously, capital leases and compensated absences have increased. A new vehicle was leased during the current fiscal year. The increase in compensated absences reflects the normal annual increase.

The City is currently in Phase III of a major sewer collection system rehabilitation consisting of manlines repairs/replacements, manhole repairs/replacements, municipal service line repairs/replacements, smoke/dye testing, cleaning and CCTV inspection, testing and grouting of manlines, and cured-in-place-pipe (CIPP).

Bonds are being issued for each of the three phases.

Future Budget and Economic Outlook

The future budget and economic outlook looks very bright. The City has incorporated Evangeline Downs Racetrack & Casino. There are strip malls either constructed or being constructed as well as a Lowe's and Home Depot.

Expenses will increase in the budget for FYE 2004. However, with increases in revenues from new constructions, this should offset the costs.

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CITY OF OPELOUSAS, LOUISIANA
MANAGEMENT'S DISCUSSION AND ANALYSIS
AUGUST 31, 2002

Requests for Information

This report is intended to provide interested parties with a general overview of the finances of the City of Opelousas. Questions or requests for further information should be addressed to the City Clerk, City of Opelousas, P.O. Box 1879, Opelousas, Louisiana 70571-1879.

BASIC FINANCIAL STATEMENTS

The City of Opelousas's basic financial statements comprise the following three components:

Government-wide financial statements - provides readers with a broad overview of the City of Opelousas's finances in a manner similar to a private sector business.

Fund financial statements - provides readers information with an emphasis on inflows and outflows of resources useful for making decisions in a budgetary context where the focus is on meeting the City's near-term financial needs.

Notes to the financial statements - provides additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements.

GOVERNMENT-WIDE FINANCIAL STATEMENTS

CITY OF DRELDONAS, LOUISIANA
STATEMENT OF NET ASSETS
AUGUST 31, 2003

ASSETS	<u>PRIMARY GOVERNMENT</u>		<u>TOTAL</u>
	<u>GOVERNMENTAL</u> <u>ACTIVITIES</u>	<u>BUSINESS-TYPE</u> <u>ACTIVITIES</u>	
Cash and cash equivalents	55,471,113	\$53,250	\$5,824,474
Investments	2,879,172		2,879,172
Receivables (net of allowances for uncollectibles)	1,132,282	1,244,583	2,376,865
Due from other governments	140,440		140,440
Inventory	29,014	22,010	51,024
Restricted assets	4,419	2,685,024	2,690,473
Bond issue costs, net	7,892	136,899	144,591
Capital assets (net)	<u>9,022,147</u>	<u>20,582,519</u>	<u>29,604,666</u>
Total assets	<u>78,682,280</u>	<u>23,023,821</u>	<u>101,706,101</u>
LIABILITIES			
Accounts payable and accrued expenses	600,094	241,777	841,871
Contracts payable		36,780	36,780
Interest payable	14,534		14,534
Payable from restricted assets		515,570	515,570
Taxes paid under protest	2,570		2,570
Long-term liabilities			
Due within one year	187,221	638,800	1,027,221
Due in more than one year	<u>2,285,372</u>	<u>11,282,583</u>	<u>13,567,955</u>
Total liabilities	<u>3,079,689</u>	<u>12,921,160</u>	<u>16,000,849</u>
NET ASSETS			
Invested in capital assets, net of related debt	8,815,216	8,817,413	17,632,629
Restricted for:			
Insurance claims	5,311,838		5,311,838
Debt service	1,751	1,314,977	1,316,728
Customers' deposits		150,460	150,460
Protest taxes	2,668		2,668
Construction		75,017	75,017
Unrestricted	<u>671,211</u>	<u>1,168,214</u>	<u>1,839,425</u>
Total net assets	<u>14,802,684</u>	<u>11,518,111</u>	<u>26,320,795</u>

The accompanying notes are an integral part of the basic financial statements.

**CITY OF OREGON, OREGON
STATEMENT OF ACTIVITIES
AUGUST 31, 2003**

FUNCTIONS/PROGRAMS	PROGRAM REVENUES			NET EXPENSES/REVENUES AND CHANGES IN NET ASSETS			
	EXPENSES	FEES, FEES AND CHARGES FOR SERVICES	OPERATING GRANTS AND CONTRIBUTIONS	CAPITAL GRANTS AND CONTRIBUTIONS	COMPENSATIONAL ACTIVITIES	RESERVE/RETIREMENT ACTIVITIES	TOTAL
Governmental Activities							
General government	\$1,703,094			17,440	\$1,685,654		\$1,668,214
Public safety	6,499,582			10,800	6,488,782		6,477,982
Public works	1,903,771		6,481		1,897,290		1,890,809
Health and welfare	123,944	81,346	21,880		152,318		152,318
Culture and recreation	1,893,603	70,178			1,823,425		1,823,425
Economic development	14,226				14,226		14,226
Business claims and audits	163,770				163,770		163,770
Interest net flow on debt	132,450				132,450		132,450
Total governmental activities	<u>11,499,524</u>	<u>251,292</u>	<u>28,361</u>	<u>28,240</u>	<u>11,149,509</u>	<u>—</u>	<u>11,149,509</u>
Business-type Activities							
Business Light and Waterworks	2,142,000	4,981,500			2,839,500	10,248,000	2,408,500
Sewer	1,598,514	1,981,000			382,486	295,341	295,341
GMC	6,401	6,401			—	6,401	6,401
Total business-type activities	<u>3,846,915</u>	<u>6,968,901</u>	<u>—</u>	<u>—</u>	<u>3,828,916</u>	<u>2,119,272</u>	<u>2,119,272</u>
Total activities governmental	<u>15,346,439</u>	<u>7,220,213</u>	<u>28,361</u>	<u>28,240</u>	<u>14,949,509</u>	<u>2,119,272</u>	<u>12,830,237</u>
General Revenues							
Taxes							
Property taxes, levied for general purposes					607,209		607,209
Sales taxes, levied for general purposes					6,000,512		6,000,512
Franchise taxes					190,007		190,007
Licenses and investment earnings					109,449	27,000	136,449
Occupational licenses and other permits					607,811		607,811

Continued on next page.

The accompanying notes are an integral part of the basic financial statements.

CITY OF ORLANDO, FLORIDA
STATEMENT OF ACTIVITIES - CONTINUED
AUGUST 31, 2002

PROGRAMS	PROGRAM REVENUES AND CHARGES			NET EXPENSES, REVENUES AND CHARGES IN NET ASSETS			
	EXPENSES	FEES, FINES AND CHARGES FOR SERVICES	OPERATIONS, GRANTS AND CONTRIBUTIONS	CAPITAL GRANTS AND CONTRIBUTIONS	CONTEMPORARY ACTIVITIES	BUSINESS TYPE ACTIVITIES	TOTAL
Video poker revenue					\$136,998		\$136,998
State loan fee					8,614		8,614
Insurance rebates					46,078		46,078
Insurance reimbursement for hurricane damage					312,004		312,004
Miscellaneous					142,625		142,625
Transfers					2,423,175	\$2,423,175	
Total annual revenues and transfers					11,013,389	(2,423,175)	8,590,214
Classified in net assets					(77,149)	119,460	42,311
Net assets - September 30, 2002					1,475,535	15,952,511	17,428,046
Net assets - August 31, 2002					1,408,386	15,833,111	17,241,500

The accompanying notes are an integral part of the basic financial statements.

EURO FINANCIAL STATEMENTS

CITY OF OPELOUSAS, LOUISIANA
BALANCE SHEET
GOVERNMENTAL FUNDS
AUGUST 31, 2003

	<u>GENERAL</u>	<u>SALES TAX</u>	<u>OTHER GOVERNMENTAL</u>	<u>TOTAL GOVERNMENTAL FUNDS</u>
ASSETS				
Cash and cash equivalents	\$814,280	\$1,479,148	\$641,001	\$2,934,429
Receivables, net of allowances for uncollectibles -				
Accounts			\$62,713	\$62,713
Due from other funds	67,279	271,060		338,339
Due from other governmental units	139,561		479	140,040
Inventory - at cost	29,004			29,004
Restricted assets				
Cash and cash equivalents	4,412			4,412
Total assets	1,654,856	1,750,148	1,684,213	4,413,317
LIABILITIES AND FUND BALANCES				
LIABILITIES				
Accounts payable and accrued expenses	\$467,514		\$33,580	\$501,094
Deferred revenue - protest taxes	1,570			1,570
Due to other funds	172,785		5	172,790
Total liabilities	641,789	-	33,585	675,374
FUND BALANCES				
Reserved for debt service	1,751		13,883	15,634
Reserved for inventory	29,004			29,004
Reserved for protest taxes	89			89
Unreserved, undesignated				
General Fund	381,364			381,364
Special Revenue funds		\$1,754,148	55,890	1,810,038
Debt Service funds			1,293,399	1,293,399
Capital Projects funds			209,854	209,854
Total fund balances	412,158	1,754,148	1,321,632	3,337,938
Total liabilities and fund balances	1,654,856	1,754,148	1,684,213	4,413,317

The accompanying notes are an integral part of the basic financial statements.

CITY OF OPELOUSAS, LOUISIANA
RECONCILIATION OF THE GOVERNMENTAL FUNDS' BALANCE SHEET
TO THE STATEMENT OF NET ASSETS
AUGUST 31, 2003

Total fund balances for governmental funds at August 31, 2003		\$1,737,934
Cost of capital assets at August 31, 2003	\$14,737,498	
Less: Accumulated depreciation as of August 31, 2003	(5,236,168)	9,091,337
Elimination of interfund assets and liabilities		
Due from other funds	(125,515)	
Due to other funds	<u>125,515</u>	
Long-term liabilities at August 31, 2003		
Bonds payable	(370,000)	
Capital leases payable	(105,631)	
Compensated absences	(1,089,908)	
Land note payable	(75,000)	
Disability payable	(232,270)	
Municipal Police Employees' Retirement payable	(1,155,468)	
Special Assessment bonds payable	(21,317)	
Interest payable	<u>(14,324)</u>	(3,276,937)
Bond issue costs, net		7,662
Assets and liabilities of Internal Service Funds		<u>3,212,651</u>
Net assets at August 31, 2003		<u>14,887,684</u>

The accompanying notes are an integral part of the basic financial statements.

CITY OF OPELOUSAS, LOUISIANA
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCES
GOVERNMENTAL FUNDS
FOR THE YEAR ENDED AUGUST 31, 2023

	GENERAL	SALES TAX	OTHER GOVERNMENTAL	TOTAL
REVENUES				
Taxes	\$1,201,166	\$6,093,932		\$7,295,098
Licenses and permits	687,831			687,831
Intra-governmental	679,545		\$14,944	694,489
Charges for services	153,942			153,942
Fines and forfeitures	183,066			183,066
Investment earnings			47,221	47,221
Other	277,544	9,021	5,856	292,421
Total revenues	3,113,093	6,102,953	67,999	9,284,045
EXPENDITURES				
Current				
General government	1,487,841	85,607	64,244	1,637,692
Public safety	6,349,682		15,800	6,365,482
Public works	1,994,018			1,994,018
Health and welfare	138,387		14,944	153,331
Culture and recreation	1,122,984	191,608		1,314,592
Economic development	13,681			13,681
Capital outlay	481,774			481,774
Debt service				
Principal, interest, and other charges	673,958		3,810	677,768
Total expenditures	12,138,313	257,000	102,898	12,503,313
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES				
	(9,425,240)	1,845,953	(35,901)	(7,615,188)
OTHER FINANCING SOURCES (USES)				
Operating transfers in	8,389,643		13,810	8,403,453
Operating transfers out	(34,015)	(6,081,613)		(6,115,628)
Total other financing sources (uses)	8,415,558	(6,081,613)	13,810	2,347,755

Continued on next page.

The accompanying notes are an integral part of the basic financial statements.

CITY OF OPELOUSAS, LOUISIANA
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCES - (CONTINUED)
GOVERNMENTAL FUNDS
FOR THE YEAR ENDED AUGUST 31, 2001

	<u>GENERAL</u>	<u>SALES TAX</u>	<u>OTHER GOVERNMENTAL</u>	<u>TOTAL</u>
<u>NET CHANGE IN FUND BALANCES</u>	\$20,348	\$(125,157)	\$(31,990)	\$(136,802)
<u>FUND BALANCES, beginning of year</u>	221,800	1,889,385	1,483,620	3,594,805
<u>FUND BALANCES, end of year</u>	<u>412,148</u>	<u>1,764,228</u>	<u>1,451,630</u>	<u>3,457,904</u>

The accompanying notes are an integral part of the basic financial statements.

CITY OF OPELOUSAS, LOUISIANA
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS
TO THE STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED AUGUST 31, 2003

Total net change in fund balances for the year ended August 31, 2003 per Statement of Revenues, Expenditures and Changes in Fund Balances		\$228,803
Capital outlay which is considered expenditures on Statement of Revenues, Expenditures and Changes in Fund Balances	\$481,774	
Depreciation expense for year ended August 31, 2003	(318,565)	(37,191)
Bond principal retirement considered as an expenditure on Statement of Revenues, Expenditures and Changes in Fund Balances		499,174
Receipts of capital leases payable		(30,785)
Receipts of land note payable		(100,000)
Net loss of the Internal Service Funds added to Statement of Activities		(365,158)
Differences between compensated absences on modified accrual basis versus accrual basis		(6,507)
Amortization on bond issue costs		(641)
Difference between interest on long-term debt on modified accrual basis versus interest on long-term debt on accrual basis		780
Total change in net assets for the year ended August 31, 2003 per Statement of Activities		<u>(71,540)</u>

The accompanying notes are an integral part of the basic financial statements.

CITY OF OPELOUSAS, LOUISIANA
STATEMENT OF NET ASSETS
PROPRIETARY FUNDS
AUGUST 31, 2003

ASSETS	BUSINESS-TYPE ACTIVITIES - ENTERPRISE FUNDS			TOTAL	GOVERNMENTAL
	ELECTRIC	OTHER	ENTERPRISE	FUNDS	ACTIVITIES -
	LIGHT AND	ENTERPRISE	ENTERPRISE		INTERNAL
	WATERWORKS	SEWER	ENTERPRISE	FUNDS	SERVICE FUNDS
CURRENT ASSETS					
Cash and cash equivalents	\$104,975	\$17,430	\$109,376	\$333,356	\$2,508,686
Investments					2,875,172
Receivables, (net when applicable of of uncollectibles)	493,221	468,652			
Customers				961,903	
Notes			96,369	96,369	
Other	184,431			184,431	
Due from other funds	\$17,683			\$17,683	\$55
Inventory	21,808	268		22,076	
Total current assets	<u>1,427,908</u>	<u>166,357</u>	<u>203,373</u>	<u>1,797,638</u>	<u>2,612,393</u>
RESTRICTED ASSETS					
Cash and cash equivalents	1,676,134	776,116		2,452,250	
Investments	241,764			241,764	
Total restricted assets	<u>1,917,898</u>	<u>776,116</u>	<u>0</u>	<u>2,694,014</u>	<u>0</u>
PROPERTY, PLANT AND EQUIPMENT					
Property, plant and equipment	23,659,199	21,414,633		45,073,832	1,502
Less: accumulated depreciation	(17,818,624)	(6,657,285)		(24,475,909)	(882)
Net property, plant and equipment	<u>5,840,575</u>	<u>14,757,348</u>	<u>0</u>	<u>20,597,923</u>	<u>620</u>
OTHER					
Deferred financing costs	75,182	61,217		136,399	
Total assets	<u>\$9,220,646</u>	<u>16,189,312</u>	<u>203,373</u>	<u>21,613,331</u>	<u>\$3,113,213</u>

Continued on next page.

This accompanying notes are an integral part of the basic financial statements.

CITY OF BELLEVUE, LOUISIANA
STATEMENT OF NET ASSETS - (CONTINUED)
FUNDIARY FUNDS
AUGUST 31, 2001

LIABILITIES	BUSINESS-TYPE ACTIVITIES - ENTERPRISE FUNDS				GOVERNMENTAL ACTIVITIES - INTERNAL SERVICE FUND
	ELECTRIC LIGHT AND WATERWORKS	SEWER	OTHER ENTERPRISE	TOTAL ENTERPRISE FUNDS	
CURRENT LIABILITIES (from current assets)					
Accounts payable and accrued payable	\$41,951	\$39,355		\$81,306	\$190,000
Due to other funds	88,202	496,002		778,204	533
Construction payable		36,789		36,789	
Total	<u>130,153</u>	<u>771,967</u>	<u>0</u>	<u>856,290</u>	<u>190,533</u>
CURRENT LIABILITIES (from restricted assets)					
Bonds payable within one year	155,000	475,000		630,000	
Customers' meter deposits	233,570			315,370	
Total	<u>388,570</u>	<u>475,000</u>	<u>0</u>	<u>1,149,370</u>	<u>0</u>
Total current liabilities	<u>518,723</u>	<u>1,246,967</u>	<u>0</u>	<u>2,040,810</u>	<u>190,533</u>
LONG-TERM LIABILITIES					
Revenue bonds payable	2,355,000	9,547,405		11,902,405	
Compassion advances	40,823	11,153		51,976	
Total long-term liabilities	<u>2,400,823</u>	<u>9,578,290</u>	<u>0</u>	<u>11,980,501</u>	<u>0</u>
Total liabilities	<u>3,197,566</u>	<u>10,823,827</u>	<u>0</u>	<u>14,021,350</u>	<u>190,533</u>

Continued on next page.

The accompanying notes are an integral part of the basic financial statements.

CITY OF ORLEANS, LOUISIANA
 STATEMENT OF NET ASSETS - GOVERNMENTAL
 FUNDARY FUNDS
 AUGUST 31, 2003

NET ASSETS	BUSINESS-TYPE ACTIVITIES - ENTERPRISE FUNDS				GOVERNMENTAL ACTIVITIES - INTERNAL SERVICE FUND
	ELECTRIC LIGHT AND WATERWORKS	SEWER	OTHER ENTERPRISE	TOTAL ENTERPRISE FUNDS	
Invented in capital assets, net of related debt	\$2,540,738	\$5,278,635		\$8,117,413	\$538
Restricted for:					
Insurance claims	1,083,864	231,112		1,314,977	9,211,838
Bond retirement	1,014	74,005		75,019	
Construction	193,696			193,696	
Customers' meter deposits	1,225,924	556,685	920,325	2,702,934	
Deduplicated	602,030	5,077,686	201,125	6,880,841	2,118,608
Total net assets					

The accompanying notes are an integral part of the basic financial statements.

CITY OF MONROE, LOUISIANA
STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET ASSETS
PROPRIETARY FUNDS
FOR THE YEAR ENDED AUGUST 31, 2003

	<u>BUSINESS-TYPE ACTIVITIES - ENTERPRISE FUNDS</u>			<u>TOTAL</u>	<u>GOVERNMENTAL</u>
	<u>ELECTRIC</u>	<u>SEWER</u>	<u>OTHER</u>	<u>ENTERPRISE</u>	<u>INTERNAL</u>
	<u>WATERWORKS</u>	<u>SEWER</u>	<u>ENTERPRISE</u>	<u>FUNDS</u>	<u>SERVICE FUNDS</u>
OPERATING REVENUES					
Charges for services	\$1,983,945	\$1,778,811	\$8,371	\$3,771,127	\$886,873
Utilities					2,121
Interest		11,686	60	88,652	
Fees/charges	47,531	1,292,452	8,431	3,941,352	886,873
Other					
Total operating revenues					
OPERATING EXPENSES					
Personnel services	751,235	267,578		918,253	
Supplies and materials	218,283	43,938		262,198	
Other services and charges	570,028	415,863		985,891	1,218,325
Repairs and maintenance	87,238	74,833		142,191	
Depreciation	387,738	483,238		870,976	
Total operating expenses	1,994,602	1,144,602		3,139,201	1,218,325
OPERATING INCOME (LOSS)	2,136,064	637,626	8,431	2,782,121	(331,452)
NON-OPERATING REVENUES					
(EXPENSES)					
Investment income	27,334	339		27,673	62,344
Other non-operating revenues	261,856			261,856	
Interest and fiscal charges	(148,220)	(485,483)		(633,703)	
Total non-operating revenues (expenses)	241,210	(485,144)		(243,934)	62,344

Continued on next page.

The accompanying notes are an integral part of the basic financial statements.

CITY OF ORLEANS, LOUISIANA
 STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET ASSETS - (CONTINUED)
 PROPRIETARY FUNDS
 FOR THE YEAR ENDED AUGUST 31, 2000

	BUSINESS TYPE ACTIVITIES - ENTERPRISE FUNDS			GOVERNMENTAL ACTIVITIES - INTERNAL SERVICE FUND
	ELECTRIC LIGHT AND WATERWORKS	SEWER ENTERPRISE	TOTAL ENTERPRISE FUNDS	
INCOME BEFORE OPERATING TRANSFERS	\$2,277,124	\$952,478	\$3,229,602	\$163,158
OPERATING TRANSFERS IN (OUT)				
Operating transfers to	21,000	158,783	179,783	
Operating transfers out	(2,471,613)	(123,949)	(2,595,562)	
Total operating transfers in (out)	(2,450,613)	34,834	(2,415,779)	
Increase (decrease) in net assets	(173,489)	275,366	101,877	(163,158)
NET ASSETS, beginning of year	6,213,182	4,897,178	11,110,360	3,472,816
NET ASSETS, end of year	6,039,693	5,172,544	11,212,237	3,309,658

The accompanying notes are an integral part of the basic financial statements.

CITY OF ORLEANS, LOUISIANA
 STATEMENT OF CASH FLOWS - (CONTINUED)
 PROPRIETARY FUNDS
 FOR THE YEAR ENDED AUGUST 31, 2003

	BUSINESS-TYPE ACTIVITIES - ENTERPRISE FUNDS			GOVERNMENTAL ACTIVITIES - INTERNAL SERVICE FUND
	ELECTRIC LIGHT AND WATERWORKS	SEWER ENTERPRISE	OTHER ENTERPRISE FUNDS	
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES				
Purchase of fixed assets	\$25,800	\$1,549,099	\$1,375,000	\$11,700
Principal on revenue bonds paid	(142,000)	(420,000)	(562,000)	
Interest on revenue bonds paid	(148,220)	(400,485)	(548,705)	
Proceeds from revenue bonds		1,168,341	1,069,741	
Capital contributed by LCDBG		349,322	349,322	
Payment for debt issue cost		(21,234)	(21,234)	
Net cash used by capital and related financing activities	(268,220)	(600,652)	(1,226,166)	(1,700)
CASH FLOWS FROM INVESTING ACTIVITIES				
Purchase of investments	(2,175)		(1,775)	(7,799)
Interest on investments	22,524	129	22,653	62,144
Net cash provided by investing activities	20,349	129	20,878	54,345
NET INCREASE (DECREASE) IN CASH	(47,245)	15,074	18,206	(211,050)
CASH, September 1, 2002	1,832,124	122,692	1,709,348	2,227,292
CASH, August 31, 2003	1,824,949	137,766	1,727,554	2,016,242

Continued on next page.

This accompanying notes are an integral part of the basic financial statements.

CITY OF OPELOUSAS, LOUISIANA
 STATEMENT OF CASH FLOWS - (CONDENSED)
 PROPRIETARY FUNDS
 FOR THE YEAR ENDED AUGUST 31, 2003

	BUSINESS-TYPE ACTIVITIES - ENTERPRISE FUNDS			GOVERNMENTAL ACTIVITIES - INTERNAL SERVICE FUNDS
	ELECTRIC LIGHT AND WATERWORKS	SEWER ENTERPRISE	OTHER ENTERPRISE FUNDS	
RECONCILIATION OF OPERATING BALANCE TO NET CASH PROVIDED BY/USED BY OPERATING ACTIVITIES	8,004,664	865,626	91,421	52,300,321
Operating income (loss)				42,27,482)
Adjustments to reconcile operating income to net cash provided (used) by operating activities:				
Depreciation	381,443	303,402		883
Amortization of bond insurance cost (increase) decrease in amounts receivable	6,365	9,818		16,683
(Increase) decrease in inventory	(81,756)	(164,344)	(4,822)	(190,895)
(Increase) decrease in due from other funds	(1,405)	(114)		(1,589)
Increase (decrease) in accounts payable	(24,987)	24,478		(48)
Increase (decrease) in customers' notes receivable	23,914			23,914
Increase (decrease) in accrued compensated absences	(13,186)	(1,248)		(14,434)
Total adjustments	369,335	131,660	(4,822)	696,173
Net cash provided (used) by operating activities	2,325,402	829,618	1,409	3,186,582

The accompanying notes are an integral part of the basic financial statements.

CITY OF OPELOUSAS, LOUISIANA
STATEMENT OF FIDUCIARY NET ASSETS
AGENCY FUND
AUGUST 31, 2000

ASSETS	PAYROLL ACCOUNT
Cash and cash equivalents	\$116,219
Due from other funds	<u>125,866</u>
Total assets	<u>242,085</u>
LIABILITIES	
Accounts payable and accrued expenses	\$287,217
Due to other fund	<u>144,864</u>
Total liabilities	<u>432,081</u>

The accompanying notes are an integral part of the basic financial statements.

NOTES TO FINANCIAL STATEMENTS

CITY OF OCELOUSAS, LOUISIANA
NOTES TO FINANCIAL STATEMENTS
AUGUST 31, 2001

NOTE (1) SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The accompanying financial statements of the City of Opelousas, Louisiana have been prepared in conformity with generally accepted accounting principles (GAAP) as applied to governmental units. GAAP includes all relevant Governmental Accounting Standards Board (GASB) pronouncements. In the government-wide financial statements (GWFS) and the fund financial statements for the proprietary funds, Financial Accounting Standards Board (FASB) pronouncements and Accounting Principles Board (APB) opinions on or before November 30, 1989 have been applied unless those pronouncements conflict with or contradict GASB pronouncements, in which case, GASB prevails. For Enterprise funds, GASB Statement Nos. 30 and 34 provide the City the option of electing to apply FASB pronouncements issued after November 30, 1989. The City has elected not to apply those pronouncements. The accounting and reporting framework and the more significant accounting policies are discussed in the subsequent subsection of this note. For the fiscal year ended August 31, 2001, the City of Opelousas implemented the new financial reporting requirements of GASB Statement Nos. 33 and 34. As a result, an entirely new financial presentation format has been implemented.

A. FINANCIAL REPORTING ENTITY

The City of Opelousas, Louisiana, was incorporated under the provisions of the State of Louisiana per L.A. R.S. 33:321-481. The City operates under the Mayor and Board of Aldermen form of government. In determining the financial reporting entity, the City complies with the provisions of GASB Statement No. 14, "The Financial Reporting Entity." Under provisions of this Statement, the municipality is considered a primary government, since it is a special purpose government that has a separately elected governing body, is legally separate, and is fiscally independent of other state or local governments. As used in GASB Statement No. 14, fiscally independent means that the municipality may, without the approval or consent of another governmental entity, determine or modify its own budget, levy its own taxes or set rates or charges, and issue bonded debt. The municipality has oversight of other component units that are, either, blended into the municipality's basic financial statements or discretely presented in a separate column in the government-wide financial statements.

Blended Component Units

Blended component units are separate legal entities that meet the component unit criteria described above and whose governing body is the same or substantially the same as the City Council or the component unit provides services entirely to the City. These component units' funds are blended into those of the City's by appropriate activity type to compose the primary government presentation.

Discretely Presented Component Units

Discretely presented component units are separate legal entities that meet the component unit criteria described above but do not meet the criteria for blending. Currently, the City has no discretely presented component units.

CITY OF OPELOUSAS, LOUISIANA
NOTES TO FINANCIAL STATEMENTS
AUGUST 31, 2002

NOTE (C) SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - CONTINUED

A. FINANCIAL REPORTING ENTITY - Continued

Based on the foregoing criteria, the following governmental organizations are not considered part of the City and are thus excluded from the accompanying financial statements for the reasons noted:

The Opelousas Housing Authority was chartered by the City, and its Board of Directors is appointed by the Mayor and Board of Aldermen. However, the City's oversight responsibilities in the management of operations and financial accountability are remote.

The City of Opelousas has no authority over nor is it involved with the record keeping of the Opelousas Volunteer Fire Department.

The Opelousas City Court is operated under the directorship of the Opelousas City Judge who is an elected public official. Revenues are derived from court costs and appropriations from the City's General Fund. However, the City cannot significantly influence operations nor does it have responsibility for fiscal management.

B. BASIS OF PRESENTATION

GOVERNMENT-WIDE FINANCIAL STATEMENTS

The Statement of Net Assets and the Statement of Activities display information on all of the nonfiduciary activities of the City of Opelousas, the primary government, as a whole. They include all funds of the reporting entity. For the most part, the effect of interfund activity has been removed from these statements. Governmental activities, which normally are supported by taxes and intergovernmental revenues, are reported separately from business-type activities, which rely to a significant extent on fees and charges for support. The City of Opelousas's Internal Service Fund is a governmental activity. Internal Service Fund activity is eliminated to avoid "doubling up" revenues and expenses. Fiduciary funds are not included in the GWFPS. Fiduciary funds are reported only in the Statement of Fiduciary Net Assets at the fund financial statement level.

The statement of activities demonstrates the degree to which the direct expenses of a given function or segment are offset by program revenues. Direct expenses are those that are specifically associated with a program or function and, therefore, are clearly identifiable to a particular function. Program revenues include (a) fees and charges paid by the recipients of goods or services offered by the program, and (b) grants and contributions that are restricted to meeting the operational or capital requirements of a particular program. Revenues that are not classified as program revenues, including all taxes, are presented as general revenues.

**CITY OF OPELOUSAS, LOUISIANA
NOTES TO FINANCIAL STATEMENTS
AUGUST 31, 2003**

NOTE (1) SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - CONTINUED

B. BASIS OF PRESENTATION - Continued

FUND FINANCIAL STATEMENTS

Fund financial statements of the City are organized into funds, 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. Fund financial statements report detailed information about the City of Opelousas. As a general rule, interfund eliminations are not made in the fund financial statements.

The various funds of the City are classified into three categories: governmental, proprietary, and fiduciary. The emphasis on fund financial statements is on major funds, each displayed in a separate column. A fund is considered major if it is the primary operating fund of the City or meets the following criteria:

1. Total assets, liabilities, revenues, or expenditures/expenses of that individual governmental or enterprise fund are at least ten percent of the corresponding total for all funds of that category or type; and
2. Total assets, liabilities, revenues, or expenditures/expenses of the individual governmental or enterprise fund are at least five percent of the corresponding total for all governmental and enterprise funds combined.

The City reports the following major governmental funds:

The General Fund is the general operating fund of the City of Opelousas. It accounts for all financial resources except those required to be accounted for in other funds.

The Sales Tax Fund accounts for the collection and expenditure for the City's two (2) 1 percent sales tax and the 0.2 percent sales tax.

The City reports the following major proprietary funds:

The Electric Light and Waterworks Fund accounts for electricity and water services to residents of the City of Opelousas. All activities necessary to provide such services are accounted for in this fund, including but not limited to, operations, construction, administration, maintenance, financing and related debt service, and billing and collection.

The Sewer Fund accounts for sewer services to the City of Opelousas. All activities necessary to provide such services are accounted for in this fund, including but not limited to, operations, construction, administration, maintenance, financing and related debt service, and billing and collection.

CITY OF OPELOUSAS, LOUISIANA
NOTES TO FINANCIAL STATEMENTS
AUGUST 31, 2003

NOTE (1) SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - CONTINUED

B. BASIS OF PRESENTATION - Continued

Additionally, the City reports the following fund types:

Governmental Funds

Special Revenue Funds. Special Revenue funds are used to account for the proceeds of specific revenue sources (other than major capital projects) that are legally restricted to expenditures for specified purposes. These funds account for the revenues and expenditures related to federal, state and local grant and entitlement programs.

Debt Service Funds. Debt Service funds, established to meet requirements of bond ordinances, are used to account for the accumulation of resources for and the payment of general long-term debt principal, interest, and related costs.

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

Proprietary Funds

Proprietary funds are used to account for ongoing organizations and activities that are similar to those often found in the private sector. The measurement focus is based upon determination of net income, financial position, and cash flows. The following are the City's proprietary fund types:

Enterprise Funds. Enterprise funds are used to account for operations (a) that are financed and operated in a manner similar to private business enterprises where the intent of the governing body is that the costs (expenses, including depreciation) of providing goods or services to the general public on a continuing basis be financed or recovered primarily through user charges; or (b) where the governing body has decided that periodic determination of revenues earned, expenses incurred, and/or net income is adequate for capital maintenance, public policy, management control, accountability, or other purposes.

Internal Service Funds. Internal Service funds are used to account for the financing of goods or services provided by one department or agency to other departments or agencies, or to other governments, of the City on a cost reimbursement basis.

CITY OF OPELOUSAS, LOUISIANA
 NOTES TO FINANCIAL STATEMENTS
 AUGUST 31, 2003

NOTE (1) SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - CONTINUED

B. BASIS OF PRESENTATION - Continued

Fiduciary Funds (Not included in government-wide statements).

Fiduciary funds account for assets held by the government in a trustee capacity or as an agent on behalf of other funds within the City of Opelousas. The funds accounted for in this category by the City are the Agency Funds. The Agency Funds are as follows:

Agency Fund. Agency funds are used to account for assets held by the City in a trustee capacity or as an agent for individuals, private organizations, other funds and/or other governments. Agency funds are custodial in nature (assets equal liabilities) and do not involve measurement of results of operations.

C. MEASUREMENT FOCUS AND BASIS OF ACCOUNTING

Measurement focus is a term used to describe "which" transactions are recorded within the various financial statements. Basis of accounting refers to "when" transactions are recorded regardless of the measurement focus applied.

Measurement Focus

On the government-wide Statement of Net Assets and the Statement of Activities, both governmental and business-like activities are presented using the economic resources measurement focus as defined in Item 1 below. In the fund financial statements, the "current financial resources" measurement focus or the "economic resources" measurement focus is used as appropriate:

1. All governmental funds utilize a "current financial resources" measurement focus. Only current financial assets and liabilities are generally included on their balance sheets. Their operating statements present sources and uses of available spendable financial resources during a given period. These funds use fund balance as their measure of available spendable financial resources at the end of the period.
2. The proprietary fund utilizes an "economic resources" measurement focus. The accounting objectives of this measurement focus are the determination of operating income, changes in net assets (or cost recovery), financial position, and cash flows. All assets and liabilities (whether current or noncurrent) associated with their activities are reported. Proprietary fund equity is classified as net assets.
3. Agency funds are not involved in the measurement of results of operations; therefore, measurement focus is not applicable to them.

CITY OF OPELOUSAS, LOUISIANA
NOTES TO FINANCIAL STATEMENTS
AUGUST 31, 2020

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - CONTINUED

C. MEASUREMENT FOCUS AND BASIS OF ACCOUNTING - Continued

Basis of Accounting

In the government-wide Statement of Net Assets and Statement of Activities, both governmental and business-like activities are presented using the accrual basis of accounting. Under the accrual basis of accounting, revenues are recognized when earned and expenses are recorded when the liability is incurred or economic asset used. Revenues, expenses, gains, losses, assets, and liabilities resulting from exchange and exchange-like transactions are recognized when the exchange takes place.

In the fund financial statements, governmental funds and agency funds are presented on the modified accrual basis of accounting. Under this modified accrual basis of accounting, revenues are recognized when "measurable and available." Measurable means knowing or being able to reasonably estimate the amount. Available means collectible within the current period or within sixty days after year-end. Expenditures (including capital outlay) are recorded when the related fund liability is incurred, except for general obligation bond principal and interest which are reported when due.

All proprietary funds utilize the accrual basis of accounting. Under the accrual basis of accounting, revenues are recognized when earned and expenses are recorded when the liability is incurred or economic asset used.

Services for water and sewer are recorded as revenue when billed to customers on a monthly rate reading cycle. At the end of the year, utilities services which have been rendered from the latest date of each rate reading cycle to year-end which are unbilled, are accrued for financial reporting purposes.

D. DEPOSITS AND INVESTMENTS

For purposes of the Statement of Net Assets, cash and interest-bearing deposits include all demand accounts, savings accounts, and certificates of deposit of the City. For the purpose of the Proprietary Fund Statement of Cash Flows, "cash and cash equivalents" include all demand and savings accounts, and certificates of deposit or short-term investments with an original maturity of three months or less when purchased.

The City is authorized by LA, RS 39:1211-1243 and 33:2855 to invest in the following:

1. United States Treasury Bonds
2. United States Treasury Notes
3. United States Treasury Bills

CITY OF OPELOUSAS, LOUISIANA
NOTES TO FINANCIAL STATEMENTS
AUGUST 31, 2013

NOTE (1) SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - CONTINUED

D. DEPOSITS AND INVESTMENTS - Continued

4. Obligations of U.S. Government Agencies, including Federal Home Loan Bank bonds, Government National Mortgage Association bonds, or a variety of "Federal Farm-Credit" bonds.
5. Fully collateralized certificates of deposit issued by qualified commercial banks and savings and loan associations located within the State of Louisiana.
6. Fully collateralized repurchase agreements.
7. Fully collateralized interest-bearing checking accounts.
8. Mutual or trust fund institutions which are registered with the Securities and Exchange Commission under the Security Act of 1933 and the Investment Act of 1940, and which have underlying investments consisting solely of and limited to securities of the United States Government or its agencies.
9. Any other investments allowed by state statute for local governments.

Investments are stated at cost except for investments in the Proprietary Funds which are reported at cost or amortized cost. The cost and/or amortized cost approximates market value.

E. RECEIVABLES AND PAYABLES

During the course of operations, numerous transactions occur between individual funds that may result in amounts owed between funds. Those related to goods and services type transactions are classified as "due to and from other funds." Short-term interfund loans are reported as "interfund receivables and payables." Long-term interfund loans (non-current portion) are reported as "advances from and to other funds." Interfund receivables and payables between funds within governmental activities are eliminated in the Statement of Net Assets.

In the government-wide statements, receivables consist of all revenues earned at year-end and not yet received. Allowances for uncollectible accounts receivable are based upon historical trends and the periodic aging of accounts receivable. Major receivable balances for the governmental activities include sales and use taxes, franchise taxes, grants, police fines, and ambulance fees. Business-type activities report utilities and interest earnings as their major receivables.

CITY OF OPELOUSAS, LOUISIANA
NOTES TO FINANCIAL STATEMENTS
AUGUST 31, 2007

NOTE (1) SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - CONTINUED

E. RECEIVABLES AND PAYABLES - Continued

In the fund financial statements, material receivables in governmental funds include revenue accounts such as sales tax, franchise tax, and grants and other similar intergovernmental revenues since they are usually both measurable and available. Non-exchange transactions collectible but not available are deferred in the fund financial statements in accordance with modified accrual, but not deferred in the government-wide financial statements in accordance with the accrual basis. Interest and investment earnings are recorded when earned only if paid within 60 days since they would be considered both measurable and available. Proprietary fund material receivables consist of all revenues earned at year-end and not yet received. Utility accounts receivable and interest earnings compose the majority of proprietary fund receivables. Allowances for uncollectible accounts receivable are based upon historical trends and the periodic aging of accounts receivable.

Uncollectible amounts due for ad valorem taxes and other receivables are recognized as bad debts at the time information becomes available which would indicate the uncollectibility of the particular receivable. The amount of taxes receivable at yearend is not material.

Uncollectible amounts due for customers' utility receivables are recognized as bad debts through the adjustment of an allowance account.

F. INVENTORIES AND PREPAID ITEMS

Inventory is valued at cost and is recognized as an expenditure under the consumption method. Under this method, inventories are recorded as expenditures when they are used. Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items in both government-wide and fund financial statements.

G. CAPITAL ASSETS

The accounting treatment over property, plant and equipment (capital assets) depends on whether they are used in governmental fund operations or proprietary fund operations and whether they are reported in the government-wide or fund financial statements.

Prior to GASB No. 34, governments were not required to report general infrastructure assets. The City of Opelousas did not capitalize infrastructure expenditures. During the current fiscal year, the City began capitalizing infrastructure. However, the City of Opelousas is delaying the retroactive reporting of its major general infrastructure assets until the fiscal year ending August 31, 2007 as is allowed by GASB No. 34.

CITY OF OTELOUSAS, LOUISIANA
NOTES TO FINANCIAL STATEMENTS
AUGUST 31, 2013

NOTE (3) SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - CONTINUED

G. CAPITAL ASSETS - Continued

In the government-wide financial statements, capital assets are capitalized at historical cost, or estimated historical cost if actual is unavailable, except for donated assets, which are recorded at their estimated fair value at the date of donation. The City of Otelousas maintains a threshold level of \$1,000 or more for capitalizing capital assets.

Depreciation of all exhaustible capital assets is recorded as an allocated expense in the Statement of Activities, with accumulated depreciation reflected in the Statement of Net Assets. Depreciation is provided over the assets' estimated useful lives using the straight-line method of depreciation. The range of estimated useful lives by type of asset is as follows:

Buildings and improvements	10 - 60 years
Furniture and equipment	3 - 15 years
Vehicles	3 - 15 years
Water system	20 - 50 years
Sewerage system	20 - 50 years
Motors	10 - 20 years

The cost of normal maintenance and repairs that do not add to the value of the asset or materially extend asset lives are not capitalized.

In the fund financial statements, capital assets used in governmental fund operations are accounted for as facilities acquisition and construction expenditures of the governmental fund upon acquisition.

H. RESTRICTED ASSETS

Restricted assets include cash and investments of the proprietary fund that are legally restricted as to their use.

I. ACCUMULATED VACATION AND SICK LEAVE

In general, the City allows employees to accumulate a maximum of one-third (1/3) of vacation earned during a calendar year. Unused vacation in excess of one-third (1/3) shall be automatically added to the employee's sick leave account. They are also allowed to accumulate all of the sick leave they earn during a calendar year. Upon termination or retirement, an employee shall be paid all of his accumulated vacation pay. An employee shall be paid one-fourth (1/4) of his accumulated sick leave, up to a maximum of sixty (60) days upon retirement.

The employees of the Police Department have 185 days of sick leave a year. Each of these employees earn 144 hours of vacation each year and are allowed to accumulate one year of vacation pay. After ten years of service, field workers get an additional 12 hours each year and office personnel get an additional 8 hours each year not to exceed 140 hours.

CITY OF OPELOUSAS, LOUISIANA
NOTES TO FINANCIAL STATEMENTS
AUGUST 31, 2003

NOTE (1) SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - CONTINUED

I. ACCUMULATED VACATION AND SICK LEAVE - Continued

The employees of the Fire Department have 165 days of sick leave a year. Each of these employees earn 216 hours of vacation leave per year. After ten years of service, these employees get an additional 24 hours each year not to exceed 240 hours. Employees who do not take any sick leave earn an additional 24 hours of vacation leave. Also, employees who do not have any injuries on the job during the year earn an additional 24 hours of vacation leave. Therefore, the maximum vacation an employee can earn is 360 hours. A minimum of (1/3) of unused vacation shall be accumulated per year.

The entire compensated absence liability is reported on the government-wide financial statements. For governmental fund financial statements, the current portion of unpaid compensated absences is the amount that is normally expected to be paid using expendable available financial resources. These amounts are recorded in the account "compensated absences payable" in the fund from which the employees who have accumulated leave are paid. The noncurrent portion of the liability is not reported.

J. LONG-TERM OBLIGATIONS

In the government-wide financial statements, and proprietary fund types in the fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities, business-type activities, or proprietary fund type statement of net assets. Bond premiums and discounts, as well as issuance costs, are deferred and amortized over the life of the bonds using the effective interest method. Bonds payable are reported net of the applicable bond premium or discount. Bond issuance costs are reported as deferred charges and amortized over the term of the related debt.

Long-term debt for governmental funds is not reported as liabilities in the fund financial statements. The debt proceeds are reported as other financing sources net of the applicable premium or discount and payment of principal and interest reported as expenditures. For fund financial reporting, issuance costs, even if withheld from the actual net proceeds received, are reported as debt service expenditures.

K. EQUITY CLASSIFICATIONS

In the government-wide statements, equity is classified as net assets and displayed in three components:

1. Inherited in capital assets, net of related debt - Consists of capital assets including restricted capital assets, net of accumulated depreciation and reduced by the outstanding balances of any bonds, mortgages, notes, or other borrowing that are attributable to the acquisition, construction, or improvement of these assets.
2. Restricted net assets - Consists of net assets with constraints placed on the use either by (1) external groups, such as creditors, grantors, contributors, or laws or regulations of other governments; or (2) law through constitutional provisions or enabling legislation.

CITY OF OPELOUSAS, LOUISIANA
NOTES TO FINANCIAL STATEMENTS
AUGUST 31, 2001

NOTE (1) SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - CONTINUED

K. EQUITY CLASSIFICATIONS - Continued

3. Unrestricted net assets - All other net assets that do not meet the definition of "restricted" or "invested in capital assets, net of related debt."

In the fund financial statements, governmental fund equity is classified as fund balance. Fund balance is further classified as reserved and unreserved, with unreserved further split between designated and undesignated. Proprietary fund equity is classified the same as in the government-wide statements.

L. COMPARATIVE DATA

Comparative total data for the prior year has been presented in the accompanying financial statements in order to provide an understanding of changes in the government's financial position and operations. However, comparative data has not been presented in all statements because their inclusion would make certain statements unduly complex and difficult to understand.

M. EXTRAORDINARY AND SPECIAL ITEMS

Extraordinary items are transactions or events that are both unusual in nature and infrequent in occurrence. Special items are transactions or events within the control of the municipality, which are either unusual in nature or infrequent in occurrence.

N. ESTIMATES

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America require 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, expenditures, and expenses during the reporting period. Actual results could differ from those estimates.

NOTE (2) STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

Budget Information - The City of Opelousas uses the following budget practices:

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

1. Prior to August 15, the Mayor submits to the Council a proposed operating budget for the year commencing the following September 1. The operating budget includes proposed expenditures and the means of financing them.
2. Public hearings are conducted to obtain taxpayer comments.

CITY OF OPELOUSAS, LOUISIANA
NOTES TO FINANCIAL STATEMENTS
AUGUST 31, 2003

NOTE (2) STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY - CONTINUED

3. All actions necessary to adopt and otherwise finalize and implement the budget for an ensuing year are taken prior to the end of the year in progress. The budget is legally enacted through passage of an ordinance.
4. An amendment involving the transfer of monies from one department to another or from one program or function to another or any other increases in expenditures exceeding amounts estimated must be approved by the Mayor.
5. All budgeted amounts which are not expended, or obligated through contracts, lapse at year-end.
6. Budgets for all governmental fund types are adopted on a basis consistent with generally accepted accounting principles (GAAP).

Excess of Expenditures Over Appropriations - The following individual funds had actual expenditures over budgeted appropriations for the fiscal year ended August 31, 2003:

<u>Fund</u>	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Unfavorable Variance</u>
General Fund	\$11,758,661	\$11,820,489	\$12,078,333	\$(257,844)
Sales Tax Fund	248,990	248,990	257,087	(8,097)
Electric Light and Waterworks Fund	1,869,250	1,806,325	1,994,602	(18,887)
Sewer Fund	1,052,869	1,052,869	1,148,029	(95,160)
Industrial Park Fund			57,444	(57,444)

The first three funds are within the 5% variance allowed by state law. The Sewer Fund is a proprietary fund and, by state law, does not have to adopt a budget. The Industrial Park Fund is a special revenue fund whose budget must be amended when there is a 5% unfavorable variance according to state law.

Deficit - The following individual fund has a deficit in unreserved net assets at August 31, 2003:

	<u>Deficit Amount</u>
Sewer Fund	\$1,104,772

This deficit is the result of depreciation being charged to operations. Accumulated depreciation at August 31, 2003 amounts to \$6,613,289.

CITY OF OPELOUSAS, LOUISIANA
NOTES TO FINANCIAL STATEMENTS
AUGUST 31, 2002

NOTE (3) DEPOSITS AND INVESTMENTS

State law requires deposits of all political subdivisions be fully collateralized at all times. Acceptable collateralization includes FDIC insurance and the market value of securities purchased and pledged to the political subdivision. Obligations of the United States, the State of Louisiana, and certain political subdivisions are allowed as security for deposits. Obligations furnished as security must be held by the political subdivision, or with an unaffiliated bank, or with a trust company for the amount of the political subdivision.

The City of Opelousas has invested \$3,116,937 in the Louisiana Asset Management Pool (LAMP), a local government investment pool. In accordance with GASB Codification Section 190.126, the investment in LAMP is not categorized in the three risk categories provided by GASB Codification Section 190.125 because the investment is in the pool of funds and therefore not evidenced by securities that exist in physical or book entry form.

LAMP is administered by LAMP, Inc., a nonprofit corporation organized under the laws of the State of Louisiana. Only local government entities having contracted to participate in LAMP have an investment interest in its pool of assets. The primary objective of LAMP is to provide a safe environment for the placement of public funds in short-term, high quality investments. The LAMP portfolio includes only securities and other obligations in which local governments in Louisiana are authorized to invest in accordance with LSA - R.S. 33:2855. Accordingly, LAMP investments are restricted to securities issued, guaranteed, or backed by the U.S. Treasury, the U.S. Government, or one of its agencies, departments, or instrumentalities, as well as repurchase agreements collateralized by these securities.

Effective August 1, 2002, LAMP's investment guidelines were amended to permit the investment in government-only money market funds. In its 2002 Regular Session, the Louisiana Legislature (Senate Bill No. 512, Act 704) enacted LSA-R.S. 33:2955(A)(1)(b) which allows all municipalities, parishes, school boards, and any other political subdivisions of the state to invest in "investment grade (A-1/P-1) commercial paper of domestic United States corporations." Effective October 1, 2002, LAMP's Investment Guidelines were amended to allow the limited investment in A-1 or A-1+ commercial paper.

The dollar weighted average portfolio maturity of LAMP assets is restricted to not more than 90 days, and consists of no securities with a maturity in excess of 397 days. LAMP is designed to be highly liquid to give its participants immediate access to their account balances. The investments in LAMP are stated at fair value based on quoted market rates. The fair value is determined on a weekly basis by LAMP and the value of the position in the external investment pool is the same as the value of the pool shares.

LAMP, Inc. is subject to the regulatory oversight of the state treasurer and the board of directors. LAMP is not registered with the SEC as an investment company.

CITY OF OPELOUSAS, LOUISIANA
NOTES TO FINANCIAL STATEMENTS
AUGUST 31, 2003

NOTE (3) DEPOSITS AND INVESTMENTS - CONTINUED

At August 31, 2003, the carrying amount of the City of Opelousas's deposits was \$11,890,118, and the bank balances were \$11,819,264. The bank balances were collateralized as follows:

Institution	Bank Balance	Amount Insured by FDIC	Amount Collateralized by Securities held at 3 rd Party Bank
Interest-bearing:			
Hancock Bank	\$227,752	\$100,000	\$240,114
American Bank	1,299,379	100,000	1,797,154
St. Landry Bank	3,976,623	100,000	7,792,884
Mid South Bank	238,858	100,000	358,472
Bank One	814,899	100,000	1,159,285
Washington State Bank	282,368	100,000	402,733
Noninterest-bearing:			
St. Landry Bank	<u>1,864,362</u>	<u>100,000</u>	<u>1,864,362</u>
	<u>8,782,321</u>	<u>700,000</u>	<u>13,515,924</u>
Investment in Louisiana Asset Management Pool (LAMP)			
	<u>3,138,937</u>		
	<u>11,819,264</u>		

NOTE 4 - CHANGE IN ACCOUNTING PRINCIPLES

For the year ended August 31, 2003, the City of Opelousas has implemented GASB Statement No. 34, *Basic Financial Statements - and Management's Discussion and Analysis - for State and Local Governments*. GASB Statement No. 34 creates new basic financial statements for reporting on the City's financial activities. The financial statements now include government-wide financial statements prepared on the accrual basis of accounting, and fund financial statements which present information for individual major funds rather than by fund type which has been the mode of presentation in previously issued financial statements. The City also implemented GASB Statement No. 33, *Accounting and Financial Reporting for Nonexchange Transactions*, No. 37, *Basic Financial Statements - and Management's Discussion and Analysis - For State and Local Governments*, *Question No. 38, Certain Financial Statement Note Disclosures*, and Interpretation No. 6 *Recognition and Measurement of Certain Liability and Expenditures in Government Fund Financial Statements*. At August 31, 2003, there was no effect on fund balance as a result of implementation of GASB Statement No. 33.

CITY OF OTELOUSAS, LOUISIANA
NOTES TO FINANCIAL STATEMENTS
AUGUST 31, 2002

NOTE 4 - CHANGE IN ACCOUNTING PRINCIPLES - CONTINUED

The implementation of GASB Statement No. 34 caused the opening fund balance at September 1, 2002 to be restated in terms of "net assets" as follows:

Total fund balances - Governmental Funds at September 1, 2002		\$3,864,736
Add: Bond issue costs, net, at September 1, 2002		8,323
Add: Cost of capital assets at September 1, 2002	\$14,640,336	
Accumulated depreciation at September 1, 2002	<u>(3,581,835)</u>	9,858,918
Less: Bond principal at September 1, 2002	(843,420)	
Capital leases payable at September 1, 2002	(228,645)	
Accrued interest payable at September 1, 2002	(13,114)	
Claims payable at September 1, 2002	(243,271)	
Compensated absences payable at September 1, 2002	(1,093,691)	
Municipal Police Employees' Retirement payable at September 1, 2002	<u>(1,252,310)</u>	(3,615,179)
Assets and liabilities of Self-Insurance Internal Service Fund		<u>5,473,816</u>
Net assets at September 1, 2002		<u>14,874,224</u>

NOTE (5) RECEIVABLES

The receivables of \$1,136,865 at August 31, 2002 consist of the following:

Governmental Activities

Due from payroll account	
General Fund	518,369
Sales Tax Fund	158,890
Debt Service Fund	
Special Assessments	428,348
Accrued Interest	<u>53,258</u>
Total	<u>1,136,865</u>

CITY OF OPELOUSAS, LOUISIANA
NOTES TO FINANCIAL STATEMENTS
AUGUST 31, 2003

NOTE (5) RECEIVABLES - CONTINUED

Business-Type Activities

Electric Light and Waterworks	
Customers' accounts receivable	\$493,213
CLIBCO operating fee	142,500
CLIBCO surcharge	41,910
Sewer Fund	
Customers' accounts receivable	408,652
Rural Economic and Community Development Grant Fund	
Customers' loans receivable	<u>58,248</u>
Total	<u>1,244,523</u>
Total receivables	<u>2,376,863</u>

NOTE (6) ASSESSMENTS RECEIVABLE

The City had \$428,148 in outstanding assessments receivable as of August 31, 2003.

Delinquent property which the City has received to date due to nonpayment of assessments is reported in the GWFS as a governmental activity. These properties were removed from the Debt Service Fund at the amount of the assessment receivable and interest accrued up to the time the City obtained possession of the property. The amount as of August 31, 2003 included in the GWFS is \$255,408.

NOTE (7) PROPERTY TAXES

Property taxes are levied each November 1 on the assessed value listed as of the prior January 1 for all real property, merchandise and movable property located in the parish. Assessed values are established by the St. Landry Parish Assessor's Office and the State Tax Commission as percentages of actual value as specified by Louisiana law. Taxes are due and payable December 31 with interest being charged on payments after January 1. Taxes can be paid through the tax sale date, which is the last Wednesday in June. Properties for which the taxes have not been paid are sold for the amount of the taxes. For the calendar year ended December 31, 2003, the City levied taxes at 7.00 mills per dollar of assessed valuation on property within the City for the purpose of providing governmental services other than the payment of principal and interest on long-term debt. The amount of uncollected taxes at year-end are not material and have not been booked.

CITY OF OPELOUSAS, LOUISIANA
NOTES TO FINANCIAL STATEMENTS
AUGUST 31, 2015

NOTE (8) INTERFUND RECEIVABLES AND PAYABLES

During the course of operations, numerous transactions occur between individual funds that may result in amounts owed between funds. Those related to goods and services type transactions are classified as "due to and from other funds" in the fund financial statements. In the government-wide financial statements, interfund receivables and payables are eliminated within the governmental activities and within the business type activities. All of these accounts are expected to be repaid within one year from the date of the financial statements. Interfund receivables and payables in the fund financial statements are as follows:

	Interfund Receivables	Interfund Payables
General Fund	567,279	\$173,785
Special Revenue Funds:		
Sales tax	273,080	
LCDO		3
Enterprise Funds:		
Electric Light and Waterworks	317,683	80,222
Sewer Fund		698,833
Internal Service Funds:		
Internal Service A		333
Internal Service C	355	
Agency Fund:		
Payroll	<u>233,866</u>	<u>144,854</u>
	<u>1,896,383</u>	<u>1,096,383</u>

NOTE (9) GOVERNMENTAL FUND TYPES, SPECIAL REVENUE DEDICATION OF PROCEEDS AND FLOW OF FUNDS, 2.3 PERCENT SALES AND USE TAX

The City of Opelousas has a total sales tax of 2.3 percent which was authorized in three separate elections.

The first 1 percent sales tax was levied by authority of a special election held on November 26, 1964, and is dedicated to the following purposes:

1. Constructing and improving drainage works; purchasing, contracting and improving public parks and recreational facilities, and acquiring necessary equipment and furnishings therefor; acquiring, contracting, improving, and operating a public library and acquiring the necessary land, equipment, and furnishings therefor; acquiring and contracting water-works improvements and extensions; opening, constructing, paving, and improving streets and bridges; constructing and purchasing street lighting facilities and acquiring and establishing an industrial park, title to all of which shall be public.

CITY OF OLFLOUISAS, LOUISIANA
NOTES TO FINANCIAL STATEMENTS
AUGUST 31, 2003

NOTE (9) GOVERNMENTAL FUND TYPES, SPECIAL REVENUE DEDICATION OF PRINCIPALS AND FLOW OF FUNDS, 2.2 PERCENT SALES AND USE TAX - CONTINUED

2. Defraying the cost of maintaining sewerage facilities.
3. Providing additional funds not to exceed fifty thousand dollars (\$49,000.00) annually for the payment of salaries for municipal employees.

Any monies remaining in the Sales Tax Fund shall be considered as surplus. Such surplus may be used by the City for any of the purposes for which the composition of the tax is authorized.

The second 1 percent sales tax was initially levied by authority of a special election held on April 5, 1975, and was extended through May 31, 1980, by referendum held on April 28, 1985. This sales tax levy is dedicated to the following purpose:

To constructing, acquiring, improving and/or maintaining of garbage, waste disposal facilities, and waterworks facilities; to constructing, acquiring, improving and/or maintaining police department stations and facilities, and fire department stations and facilities; to constructing, acquiring, improving, extending and/or maintaining sewers and sewerage disposal works, streets, sidewalks, and bridges; and purchasing and acquiring the necessary land, equipment, and furnishing for any of the aforesaid public works, improvements and facilities, including salaries of employees.

A 0.2 percent sales tax was levied by authority of a special election held on October 3, 1995, and is dedicated for constructing, acquiring, and improving fire, police and street facilities.

NOTE (10) RESTRICTED ASSETS

The various bond indentures contain significant limitations and restrictions on annual debt service requirements, maintenance of and flow of monies through various restricted accounts, minimum amounts to be maintained in various sinking funds, and minimum revenue bond coverages. The City is in material compliance with all such significant limitations and restrictions. A summary of restricted assets by fund as of August 31, 2003 are as follows:

	<u>General Fund</u>	<u>Electric Light and Waterworks Fund</u>	<u>Sewer Fund</u>
Construction		\$1,064	\$782
Bond sinking accounts	\$1,731	31,392	478,989
Bond reserve accounts		1,217,433	290,428
Customers' deposits		686,080	
All valuations less: prepaid in protest	1,683	-----	-----
	<u>\$4,417</u>	<u>1,995,932</u>	<u>770,199</u>

CITY OF OPELOUSAS, LOUISIANA
NOTES TO FINANCIAL STATEMENTS
AUGUST 31, 2002

NOTE (11) INTERDEPARTMENTAL - UTILITIES USAGE

The Electric Light and Waterworks Fund records at cost the sales and purchases of water between departments. The various funds record these purchases as operating expenditures or expenses. Interdepartmental sales of water to various departments amounted to \$195,000. No consolidating or other eliminating entries were made in arriving at the above figure.

NOTE (12) CAPITAL ASSETS

Capital assets and depreciation activity as of and for the year ended August 31, 2002, for the City of Opelousas is as follows:

	Balance September <u>1, 2002</u>	Additions	Disposals	Balance August 31, 2002
Government activities:				
Land	\$1,682,629	\$100,000		\$1,782,629
Buildings	6,877,783	37,458		6,915,241
Improvements other than buildings	1,143,412		\$(34,383)	1,109,029
Machinery and equipment	4,724,182	346,018	(180,321)	4,729,879
Totals at historical cost	14,689,334	483,476	(184,684)	14,788,126
Less accumulated depreciation				
Buildings	(2,128,458)	(108,809)		(2,237,267)
Improvements other than buildings	(1,221,724)	(51,634)	34,283	(1,239,075)
Machinery and equipment	(2,231,626)	(281,174)	150,321	(2,244,479)
Total accumulated depreciation	(5,381,808)	*\$319,842	184,684	(5,117,051)
Governmental activities capital assets, net	<u>9,088,518</u>	<u>\$(16,371)</u>	<u>0</u>	<u>9,032,147</u>
Business-type activities:				
Land	\$77,698			\$77,698
Buildings	64,451			64,451
Improvements other than buildings	1,260,827	\$1,290		1,262,117
Machinery and equipment	1,281,425	1,977		1,283,402
Utility systems	32,942,038	9,186,338		42,128,374
Construction in progress	8,641,714	779,518	\$(9,184,013)	36,288
Totals at historical cost	44,267,673	10,179,162	(9,184,013)	45,092,822

CITY OF OPELOUSAS, LOUISIANA
NOTES TO FINANCIAL STATEMENTS
AUGUST 31, 2003

NOTE (13) CAPITAL ASSETS - CONTINUED

	Balance September <u>1, 2002</u>	Additions	Disposals	Balance August 31, 2003
Less accumulated depreciation:				
Buildings	\$(27,407)	\$0,320		\$(29,640)
Improvements other than buildings	(1,257,344)	(3,984)		(1,241,218)
Machinery and equipment:	(1,187,344)	(39,465)		(1,226,780)
Utility systems	(23,241,865)	173,680		(23,068,185)
Total accumulated depreciation	(13,693,590)	173,680	0	(13,470,890)
Business-type capital assets, net	<u>28,571,715</u>	<u>2,550,510</u>	<u>\$0,384,812</u>	<u>28,585,510</u>

* Depreciation expense was charged to governmental activities as follows:

General government:	
Executive	\$14,303
Judicial	
City Court	21,898
Administration	
Purchasing	6,320
Civil Service	614
Total general government	<u>83,235</u>
Public safety:	
Police	201,347
Fire	82,138
Total public safety	<u>283,485</u>
Public works:	
Streets	36,406
Municipal garage	1,618
Total public works	<u>48,024</u>
Health and welfare:	
Code enforcement	342
Total health and welfare	<u>342</u>

CITY OF OPELOUSAS, LOUISIANA
NOTES TO FINANCIAL STATEMENTS
AUGUST 31, 2003

NOTE (12) CAPITAL ASSETS - CONTINUED

Culture and recreation		
Parks and recreation	\$93,663	
Tourism	6,757	
Main Street Program	321	
Museum	<u>4,287</u>	
Total culture and recreation	<u>104,730</u>	
Economic development	—325	
Total depreciation expense - General Fund	\$18,965	
Internal Service O	—882	
Total		<u>\$18,887</u>

NOTE (13) FRANCHISE AGREEMENT WITH CLECO

On May 14, 1991, the City of Opelousas entered into a franchise agreement with Central Louisiana Electric Company, Inc. (CLECO) for operating and distributing electricity within the corporate limits of the City of Opelousas.

The primary term of this Agreement shall be for a period of ten (10) years from August 11, 1991 to August 11, 2001, with the option granted to CLECO to renew such Agreement for three (3) additional ten-year periods. The City of Opelousas renewed this Agreement for a period of ten (10) years from August 11, 2001 to August 11, 2011.

The City shall continue to own its electric distribution system within the City, but enters into an operating Agreement with CLECO whereby CLECO is granted the full right to use and operate same and to repair and replace lines, poles and other equipment as and when deemed necessary for the purpose of efficiently maintaining the system. The electric distribution system does not include the City's power plant and CLECO has no rights or obligations relative to the power plant. All improvements made by CLECO are to be purchased by the City at the end of the lease at cost less depreciation.

Under the terms of the Agreement, that for and in consideration of the City granting to CLECO the franchise and the right to use the City's electric distribution system, CLECO binds and obligates itself to pay the following:

1. The sum of \$168,800 upon execution of the Agreement.
2. The amount payable by the City to Southwest Louisiana Electric Membership Cooperative (SLEMCO), not to exceed \$4,508,800. The City agreed to pay said amount to SLEMCO immediately and to transfer title for all improvements, additions and replacements furnished by SLEMCO to CLECO.

CITY OF OPELOUSAS, LOUISIANA
NOTES TO FINANCIAL STATEMENTS
AUGUST 31, 2003

NOTE (13) FRANCHISE AGREEMENT WITH CLSCO - CONTINUED

3. A monthly payment of \$142,500 for 120 months beginning August 11, 2001 for operations.
4. A franchise fee of equal to four percent (4%) of the amounts receivable by CLSCO from the sale and delivery of electric energy at retail for residential and commercial purposes, commencing August 11, 2001. This amount shall be paid monthly and the annual amount shall be no less than \$190,000.

CLSCO shall also bill and collect for and on behalf of the City a consumer service charge, the amount of which will be added to each consumer's bill on a cost per kilowatt-hour basis. The amount of this surcharge shall be determined by the Mayor and Board of Aldermen of the City.

NOTE (14) ACCOUNTS PAYABLE AND ACCRUED EXPENSES

The payables of \$681,368 at August 31, 2003 are as follows:

Governmental Activities

General Fund

Accounts payable	\$132,831
Police Retirement payable	83,955
Accrued wages payable	381,188
Permit deposits payable	9,460
Total general fund	\$597,434

Emergency Shelter Grant Fund 484

Police Seized Fund

Unsettled deposits payable 83,490

Internal Service Fund G

Claims payable 190,000

Total governmental activities **681,368**

Business-type Activities

Electric Light and Waterworks

Accounts payable	15,067
Accrued wages payable	26,884
Due to payroll account	80,122
Total Electric Light and Waterworks	122,173

CITY OF OPELOUSAS, LOUISIANA
NOTES TO FINANCIAL STATEMENTS
AUGUST 31, 2003

NOTE (14) ACCOUNTS PAYABLE AND ACCRUED EXPENSES - CONTINUED

Sewer Fund	
Accounts payable	\$32,163
Accrued wages payable	7,092
Due to payroll account	188,548
Total sewer fund	227,803
Total business type activities	341,771
Total accounts payable and accrued expenses	341,871

NOTE (15) LONG-TERM OBLIGATIONS

The following is a summary of the long-term obligation transactions for the year ended August 31, 2003:

<u>Governmental Activities</u>	<u>Balance</u>	<u>Additions</u>	<u>Reductions</u>	<u>Balance</u>	<u>Due Within</u>
	<u>8/31/02</u>			<u>8/31/03</u>	<u>One Year</u>
Bonds payable					
Refunding bonds:					
Series 2003	\$515,000		\$85,000	\$570,000	\$485,000
Certificates of indebtedness	160,000		160,000		
Special assessment bonds	28,430		7,105	21,325	7,105
Total bonds payable	693,430		252,105	591,325	512,105
Capital leases	218,663	\$28,795	130,827	106,631	70,062
Municipal police employee retirement system payable	1,232,710		67,243	1,155,467	73,074
Compensated absences payable	1,083,003	4,907		1,087,910	117,040
Disability payable	332,271			332,271	
Local note payable		108,000	25,000	75,000	25,000
Total governmental activities	3,658,083	131,702	495,174	3,294,611	297,221

CITY OF OPELOUSAS, LOUISIANA
NOTES TO FINANCIAL STATEMENTS
AUGUST 31, 2003

NOTE (15) LONG-TERM OBLIGATIONS - CONTINUED

Business-type Activities	Balance 8/31/02	Additions	Reductions	Balance 8/31/03	Due Within One Year
Accrued compensated absences					
Electric Light and Waterworks	362,929		513,107	549,822	
Sewer Fund	32,703		1,348	31,355	
Utility Revenue Bonds					
Series 1994 Refunding	1,405,000		205,000	1,200,000	\$215,000
Series 1995	2,655,000		542,000	2,510,000	135,000
Series 1998	835,000		40,000	795,000	45,000
Series 1999	2,428,724	52,184	150,000	2,330,908	168,000
Series 2000	4,194,182	687,322	52,000	4,829,484	52,000
Total business-type activities	12,613,548	689,428	-609,425	12,613,543	-630,000
Total long-term obligations	16,373,814	742,091	1,184,629	15,931,176	1,627,224

General Obligation Bonds. The City of Opelousas issues general obligation bonds to provide funds for the acquisition and construction of major capital projects and to refund general obligation bonds. General obligation bonds are direct obligations and pledge the full faith and credit of the government. General obligation bonds outstanding at August 31, 2003 are as follows:

	Amount
Refunding bonds - Series 2000	2.0% \$570,000

Refunding Bonds in the original amount of \$1,280,000 were issued on September 1, 1998 for the purpose of refunding the outstanding Certificates of Indebtedness issues, Series 1992, Series 1994, and Series 1995 in the total principal amount at that date of \$2,220,000. The City paid \$694,000 out of existing sinking fund, reserve fund and excess cash funds in order to reform principal and interest on the refunded bonds. This advance refunding was undertaken to obtain an economic gain of \$94,448.

Special Assessment Debt. The City of Opelousas has one special assessment debt outstanding at August 31, 2003. Paving Certificates, Series 1996 were issued in 1996 to provide funds for the paving of a residential street. The bonds have a stated interest rate of 6.0% and are payable in 10 equal installments with the last payment due on May 1, 2006. The special assessment debt outstanding at August 31, 2003 amounts to \$21,315.

CITY OF OPELOUSAS, LOUISIANA
NOTES TO FINANCIAL STATEMENTS
AUGUST 31, 2003

NOTE (15) LONG-TERM OBLIGATIONS - CONTINUED

Capital Leases

The City entered into a master governmental lease purchase agreement with Regions Financial Corporation for seven 2000 motor vehicles on June 1, 2000. The agreement required monthly payments of \$4,402 for thirty-six months beginning June 1, 2000. This lease was paid out during the current fiscal year.

The City entered into a master governmental lease purchase agreement with Regions Financial Corporation for seven 2002 motor vehicles on January 26, 2002. The first monthly payment was due on February 12, 2002 with the final payment due on January 12, 2008. The agreement requires monthly payments of \$4,369 for thirty-six months.

The City entered into a master governmental lease purchase agreement with Equifax Financial Services for a telephone system on October 16, 2000. The first monthly payment was due on December 16, 2000 with the final payment due on October 16, 2003. The agreement requires monthly payments of \$5,671 for thirty-five months.

The City entered into a lease purchase agreement with Regions Equipment Financial Corporation for a Ford Expedition on March 7, 2003. The lease calls for thirty six monthly payments of \$947 beginning April 6, 2003.

Municipal Police Employees' Retirement System. The Municipal Police Employees' Retirement System (MPERS) liability was incurred on July 1, 1996. This liability resulted from the merger of the City of Opelousas pension obligations for retired members and beneficiaries into the MPERS of the State of Louisiana. The MPERS liability will be paid in quarterly installments of \$37,771 including interest of 7 percent over a twenty-seven year period which commenced July 1, 1996. This debt will be retired from future revenues of the City.

Compensated Absences. Compensated absences payable consists of the portion of accumulated sick leave of the governmental funds that are not expected to require current resources. The additions and deductions for 2003 represent the net change during the year.

Accrued Disability Claims Payable. Accrued claims include \$212,271 from a court judgment for a disability claim. The amount recorded for the disability claims is based upon the age of the claimant using life expectancy tables.

Land Note. The City of Opelousas purchased land on August 15, 2003. A promissory note was issued in the amount of \$75,000 plus accrued interest of 5 percent paid annually over a 3 year period.

CITY OF OPELOUSAS, LOUISIANA
NOTES TO FINANCIAL STATEMENTS
AUGUST 31, 2003

NOTE (15) LONG-TERM OBLIGATIONS - CONTINUED

Revenue Bonds

The City of Opelousas also issues bonds where the City pledges income derived from the acquired or constructed assets to pay debt service. Revenue bonds outstanding at August 31, 2003 are as follows:

	Rate	Amount
Utility Revenue Bonds, Series 1998 (sewer)	3.5%	\$785,000
Series 1994 Refunding Bonds (sewer)	2.85% - 3.35%	1,200,000
Utility Revenue Bonds, Series 1995 (Electric Light and Waterworks)	3.0% - 5.0%	2,510,000
Utility Revenue Bonds, Series 1999 (sewer - in progress)	3.45%	3,280,000
Utility Revenue Bonds, Series 2000 (sewer - in progress)	3.45%	<u>4,240,000</u>
		<u>12,015,000</u>

Debt Service Requirements

The annual debt service requirements including interest to amortize all long-term obligations outstanding at August 31, 2003 are as follows:

Governmental

Year Ending August 31,	Refunding Bonds	Special Assessment Bonds	Capital Leases	Municipal Police Employees' Retirement	Compensated Absences	Disability	Land Notes
2004	\$119,820	\$8,394	\$74,197	\$131,092			\$27,600
2005	122,080	7,858	33,306	151,092			27,600
2006	119,230	7,591	6,626	151,092			27,600
2007	126,370			151,092			
2008	128,250			151,092			
2009-2013				755,400			
2014-2015				<u>137,822</u>			
	<u>615,750</u>	<u>23,873</u>	<u>114,829</u>	<u>1,688,742</u>	<u>\$1,099,808</u>	<u>\$232,271</u>	<u>82,800</u>
Lease Interest	(85,392)	(2,558)	(5,398)	(213,274)			(7,800)
Net	<u>\$70,358</u>	<u>21,315</u>	<u>109,431</u>	<u>1,125,468</u>	<u>1,099,808</u>	<u>224,471</u>	<u>75,000</u>

CITY OF OPELOUSAS, LOUISIANA
NOTES TO FINANCIAL STATEMENTS
AUGUST 31, 2003

NOTE (15) LONG-TERM OBLIGATIONS - CONTINUED

<u>Business-type Activities</u>		<u>Utility Revenue Bonds</u>				
Year Ending August 31,	Compensated Absences	Series 1994	Series 1995	Series 1998	Series 1999	Series 2000
2004		\$271,798	\$295,113	\$43,025	\$295,483	\$349,636
2005		277,907	292,365	65,798	294,163	247,464
2006		280,420	294,203	64,470	292,648	250,193
2007		282,820	295,365	68,143	295,833	247,823
2008		279,178	298,825	66,667	291,823	250,354
2009-2013			1,478,183	323,770	1,464,368	1,937,528
2014-2018			593,675	268,733	1,462,571	2,009,914
2019-2021					141,862	2,028,965
Total	\$81,177	1,397,183	3,337,735	938,706	4,548,768	7,242,815
Less: interest		(197,183)	(1,037,716)	(146,756)	(1,108,378)	(2,113,135)
DEQ administered to fee				(28,850)	(138,474)	(283,192)
Net	\$1,127	1,200,000	2,518,800	763,000	3,202,908	4,746,658

Compensated absences payable and disability payable are not amortizable because the timing of the payouts are based on factors outside the City's control.

The following is a recap of principal, interest, and other charges shown as debt service expenditures in the General Fund and Debt Service Fund:

	<u>General Fund</u>	<u>Debt Service Fund</u>
Principal	\$488,070	\$7,345
Interest and related costs	138,836	1,332
	\$626,906	8,677

As of August 31, 2003, General Fund and Debt Service Fund have \$1,183 and \$13,885, respectively, available to service general long-term debt.

**CITY OF OTELEUSA, LOUISIANA
NOTES TO FINANCIAL STATEMENTS
AUGUST 31, 2003**

NOTE (16) PENSION PLANS

The City has several pension plans covering substantially all of its employees, as follows:

- Municipal Employees' Retirement System of Louisiana
- State of Louisiana - Municipal Police Employees' Retirement System
- State of Louisiana - Firefighters' Retirement System
- Louisiana State Employees' Retirement System

Substantially all employees are covered under the Municipal Employees' Retirement System of Louisiana except for firemen and policemen which are covered under the Firefighters' Retirement System and Municipal Police Employees' Retirement system, respectively. The City Court Judge is covered under the Louisiana State Employees' Retirement System. Details concerning these plans follow:

1. Municipal Employees' Retirement System of Louisiana

Plan Description

The Municipal Employees' Retirement System of Louisiana (the System) is a cost-sharing multiple-employer public employee retirement system (PERS) as established and provided for by R.S. 11:1731 of the Louisiana Revised Statutes (LRS). The System is composed of two distinct plans, Plan A and Plan B, with separate assets and benefit provisions. Employees of the City are members of Plan A.

Membership is mandatory as a condition of employment beginning on the date employed if the employee is on a permanent basis working at least thirty-five hours per week, not participating in another public funded retirement system and under age sixty (60) at date of employment. These individuals paid jointly by a participating employer and the parish are not eligible for membership in the System. Under Plan A, employees who retire at or after age 50 with at least 10 years of credited service, at or after age 55 with 15 years of credited service, or at any age with 20 or more years of creditable service are entitled to a retirement benefit, payable monthly for life, equal to 3 percent of their final compensation multiplied by the employee's years of credited service. Final compensation is the employee's monthly earnings during the 36 consecutive or joined months that produce the highest average. The System also provides death and disability benefits. Benefits are established by state statute.

The Municipal Employees' Retirement System of Louisiana issues a publicly available financial report that includes financial statements and required supplemental information. That report may be obtained by writing to Municipal Employees' Retirement System of Louisiana, 7837 Office Park Boulevard, Baton Rouge, LA 70809.

CITY OF MONROE, LOUISIANA
NOTES TO FINANCIAL STATEMENTS
AUGUST 31, 2003

NOTE (16) PENSION PLANS - CONTINUED

1. Municipal Employees' Retirement System of Louisiana - Continued

Funding Policy

Plan members are required to contribute 9.25 percent of their annual covered salary and the City is required to contribute at an actuarially determined rate. The current rate is 11.0 percent of annual covered payroll. The contribution requirements of plan members and the City are established and may be amended by the System's Board of Trustees. The City's contributions to the System for the years ended August 31, 2003, 2002 and 2001 were \$228,992, \$200,091 and \$165,817, respectively, equal to the required contributions for each year.

2. State of Louisiana - Municipal Police Employees' Retirement System

Plan Description

The Municipal Police Employees' Retirement System (the System) is a cost-sharing multiple-employer public employees retirement system (PERS).

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 arrest, providing they do not have to pay social security and providing they meet the statutory criteria. Employees who retire at or after age 50 with at least 20 years of credited service, or at or after age 55 with at least 12 years of credited service are entitled to a retirement benefit payable monthly for life, equal to 3 1/2% of their average final compensation multiplied by the employee's years of credited service. Final compensation is the employee's monthly earnings during the 36 consecutive or joined months that produce the highest average. The System also provides death and disability benefits. Benefits are established by state statute.

The Municipal Police Employees' Retirement System issues a publicly available report that includes financial statements and required supplemental information. That report may be obtained by writing to Municipal Police Employees' Retirement System, 8401 United Plaza Blvd., Suite 270, Baton Rouge, LA 70806-7017.

Funding Policy

Plan members are required to contribute 7.5 percent of their annual covered salary and the City is required to contribute 15.25 percent as established by the state statute. The City's contributions to the System for the years ended August 31, 2003, 2002 and 2001 were \$171,675, \$245,866 and \$177,191, respectively, equal to the required contributions for each year.

**CITY OF OPELOUSAS, LOUISIANA
NOTES TO FINANCIAL STATEMENTS
AUGUST 31, 2003**

NOTE (16) PENSION PLANS - CONTINUED

3. State of Louisiana - Firefighters' Retirement System

Plan Description

The Firefighters' Retirement System (the System) is a cost-sharing multiple-employer public employee retirement system (PERS), as established and provided for by R.S. 11:2291 through 2299 of the Louisiana Revised Statutes (LRS).

Membership is mandatory as a condition of employment beginning on date employed if the employee is on a permanent basis as a firefighter, not participating in another publicly funded retirement system and under age fifty (50) at date of employment. Employees who retire at or after age 50 with at least 20 years of credited service, or at or after age 55 with at least 12 years of credited service are entitled to a retirement benefit payable monthly for life, equal to 3.125 percent of their average final compensation multiplied by the employee's years of credited service. Final compensation is the employee's monthly earnings during the 36 consecutive or joined months that produce the highest average. The System also provides death and disability benefits. Benefits are established by state statute.

The Firefighters' Retirement System issues a publicly available financial report that includes financial statements and required supplemental information. That report may be obtained by writing to Firefighters' Retirement System, P. O. Box 94095 Capitol Station, Baton Rouge, LA 70834-9095.

Funding Policy

Plan members are required to contribute 8.0 percent of their annual covered salary and the City is required to contribute at an actuarially determined rate. The current rate is 21.0 percent of annual covered payroll. The contribution requirements of Plan members are established and may be amended by the System's Board of Trustees. The City's contributions to the System for the years ended August 31, 2003, 2002 and 2001 were \$148,758, \$112,578 and \$128,676, respectively, equal to the required contributions for each year.

4. Louisiana State Employees' Retirement System

Plan Description

The Louisiana State Employees' Retirement System (LASERS) is a qualified defined benefit pension and retirement plan as established and provided for by R.S. 11:558 of the Louisiana Revised Statutes (LRS).

CITY OF OPELOUSAS, LOUISIANA
NOTES TO FINANCIAL STATEMENTS
AUGUST 31, 2003

NOTE (16) PENSION PLANS - CONTINUED

4. Louisiana State Employees' Retirement System - Continued

Plan Description - Continued

Membership is mandatory as a condition of employment. Employees who retire with 30 years of credited service at any age, or at or after age 55 with at least 25 years of credited service, or at or after age 60 with at least 10 years of credited service, or with 20 years of credited service at any age with actuarially reduced benefits are entitled to a retirement benefit payable monthly for life, equal to 2.5 percent of their final average compensation for every year of creditable service. An additional \$200 is applied if they joined LASERS before July 1, 1996. Benefits may not exceed 100 percent of base final average compensation. Most employees reach 100 percent of final average compensation at 40 years of membership service credit. Final average compensation is the average annual earned compensation received during the 36 highest months of successive employment, or the highest 36 months of employment if service was interrupted. Averages for part-time service are based on pay that would have been received if employment had been full-time. The System also provides death and disability benefits.

The Louisiana State Employees' Retirement System issues a publicly available financial report that includes financial statements and required supplemental information. That report may be obtained by writing to LASERS, P.O. Box 44213, Baton Rouge, LA 70804.

Funding Policy

Plan members are required to contribute 11.5 percent of their annual covered salary and the City is required to contribute 15.8 percent as established by the state statute. The City's contributions to the System for the years ended August 31, 2003, 2002 and 2001 were \$3,871, \$3,559 and \$3,391, respectively, equal to the required contributions each year.

NOTE (17) SEGMENT INFORMATION

Enterprise Funds include the Electric Light and Waterworks and Sewer Funds which provide utility services to residents and the Rural Economic and Community Development Fund which accounts for grant funds to establish a revolving loan fund to help local businesses improve the local economy.

CITY OF OPELOUSAS, LOUISIANA
NOTES TO FINANCIAL STATEMENTS
AUGUST 31, 2003

NOTE (18) RESTRICTED NET ASSETS

A breakdown of the restricted portion of net assets follows:

Governmental Activities

Insurance claims		
Internal Service A		\$1,482,234
Internal Service G		2,416,134
Workman's Compensation Fund		1,485,478
Total		<u>5,383,846</u>
Certificates of indebtedness		
Sinking		1,751
Property taxes paid under protest		<u>2,668</u>
Total governmental activities		<u>5,388,265</u>

Business-type Activities

Debt Service - Utility Revenue Bonds		
Cash and investments		
Sinking fund	\$125,342	
Bond reserve funds	1,204,668	
Bond contingency funds	<u>11,515</u>	
Total cash and investments		\$1,441,525
Bonds payable within one year		(620,000)
Not restricted for debt service		821,745
Depreciation and Contingency funds		<u>489,232</u>
Construction		1,204,977
Construction		75,017
Customers' meter deposits		
Cash and investments	688,068	
Deposits payable	(515,578)	<u>172,490</u>
Total business-type activities		<u>1,940,484</u>

NOTE (19) LITIGATION

Various suits and claims are pending against the City, its insurers, and others. In accordance with Statement of Financial Accounting Standards No. 5, the City's Internal Service Fund has provided for, in its financial statements, potential losses from the aforementioned pending suits and claims estimated by the City attorney.

CITY OF OPELOUSAS, LOUISIANA
NOTES TO FINANCIAL STATEMENTS
AUGUST 31, 2003

NOTE (19) LITIGATION - CONTINUED

One individual suit concerns the annual 2 % percent raise for fiscal years 1984 through 1994. In this suit, City employees are demanding payment as well as lost retirement benefits. If awarded, this suit could cost the City over \$1,000,000. At the present time, it is too early to determine the probability of an unfavorable outcome, thus, no estimate has been made in the Internal Service Fund.

NOTE (20) COMMITMENTS AND CONTINGENCIES

The City received funding under grants from various federal and state agencies. The agency grants specify the purpose for which the grant monies are to be used; the grants are subject to audit by the granting agency or its representative.

NOTE (21) SELF-INSURANCE

The City maintains various self-insurance accounts for general and auto liability and workmen's compensation benefits (accounted for in Internal Service Fund G, Internal Service Fund A, and Workmen's Compensation Fund, respectively) as of August 31, 2003. Most funds of the City participate in the self-insurance funds by making payments based on premiums necessary to cover claims, administrative cost, and commercial insurance premiums, if applicable.

For the period September 1, 2002, through August 31, 2003, the City was self-insured for the first \$175,000 of each claim relating to workmen's compensation insurance up to an aggregate limit of \$337,853. The City is covered under an insurance contract for the excess liability.

A reconciliation of claim liabilities which is included in the financial statements as accounts payable and accrued expenses for the self-insurance funds follows:

	Internal Service Fund A	Internal Service Fund G	Workmen's Compensation Fund	Total
Beginning balance		\$100,000		\$100,000
Claims incurred	\$12,393	781,313	\$121,312	915,018
Claims paid	(12,393)	(781,313)	(121,312)	(915,018)
Ending balance	<u>0-</u>	<u>100,000</u>	<u>0-</u>	<u>100,000</u>

NOTE (22) OPERATING LEASES

The City of Opelousas entered into a non-cancellable operating lease with Regions Leasing for a 2000 Ford Expedition on March 12, 2003. The first monthly payment was due on March 18, 2003 with the final payment due on March 18, 2006. The agreement requires monthly payments of \$946.64 for thirty-six months. At the end of the lease, the City of Opelousas has the option to renew the lease for another year.

CITY OF OPELOUSAS, LOUISIANA
NOTES TO FINANCIAL STATEMENTS
AUGUST 31, 2003

NOTE (22) OPERATING LEASES - CONTINUED

Automobile rental expense shown at August 31, 2003 is \$5,650.

Following is a summary of future minimum rental payments required by the automobile lease:

2004	\$11,260
2005	11,260
2006	5,680

NOTE (23) ACCOUNTS RECEIVABLE - UTILITY FUNDS

As of August 31, 2003, the customer receivables recorded in the Electric Light and Waterworks Fund and Sewer Fund are net of allowances for uncollectible accounts. These allowances are \$74,853 and \$68,468, respectively.

As of August 31, 2003, customer receivables include unbilled revenue for the Electric Light and Waterworks Fund and Sewer Fund of \$362,990 and \$368,159, respectively. These amounts represent revenue earned which is not billed until the next billing cycle.

A summary of accounts receivable in the Utility Funds is as follows:

	Electric Light and Waterworks	Sewer	Total
Billed accounts receivable	\$285,783	\$266,982	\$552,765
Unbilled accounts receivable	<u>362,990</u>	<u>368,159</u>	<u>731,149</u>
Allowance for uncollectibles	(74,853)	(68,468)	(143,321)
	<u>\$573,920</u>	<u>\$566,682</u>	<u>\$1,140,602</u>

NOTE (24) SUBSEQUENT EVENTS

A bond, Utilities Revenue Bond, Series 2003, of \$1,220,000 was issued on September 2, 2003 for payment of the outstanding Utilities Revenue Bond, Series 1994, dated March 1, 1994. The new bond has a stated interest of 2.5 percent and is payable over a five year period.

A bond, Utilities Revenue Bonds, Series 2003, of \$2,200,000 was issued on October 23, 2003 for sewer construction. The bond has a stated interest of 3.45 percent and is payable over a twenty year period.

CITY OF OPELOUSAS, LOUISIANA
NOTES TO FINANCIAL STATEMENTS
AUGUST 31, 2001

NOTE (25) PRIOR PERIOD ADJUSTMENT

The beginning balance of accounts receivable has been adjusted in the rural economic and community development grant fund. The adjustments resulted from additional information obtained that increased the balance of accounts receivable reported in the prior year. The error increased the prior year net income by \$3,745 and had no effect on the current year net income.

NOTE (26) UNDEPOSITED FUNDS

Police Department expenditures include a line item for undeposited funds in the amount of \$147,662. This amount represents funds which were not deposited into bank accounts under the City's control. Revenues related to these funds are reflected in the financial statements in the appropriate categories. Undeposited funds consist of the following:

Reimbursement for police security at football games	\$10,662
Reimbursement for behavior modification to expelled, suspended and/or unruly students at the St. Landry Parish Alternative School	12,500
Reimbursement for bicycle patrol	24,500
Total	<u>\$47,662</u>

Recreation Department expenditures include \$14,208 in cash undeposited funds. This amount represents revenues of the baseball and basketball programs of the City which were not deposited into bank accounts under the City's control. Revenues related to these funds are reflected in the financial statements as park fees.

REQUIRED SUPPLEMENTARY INFORMATION
BUDGETARY COMPARISON SCHEDULES
MAJOR FUNDS

CITY OF ORLEANS, LOUISIANA
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
FOR THE YEARS ENDED AUGUST 31, 2001 AND 2002

	2001		ACTUAL	VARIANCE FAVORABLE UNFAVORABLE	2002 ACTUAL
	BUDGET				
	ORIGINAL	FINAL			
REVENUES					
Taxes	\$1,375,000	\$1,375,000	\$1,311,185	\$(63,815)	\$1,483,757
Licenses and permits	384,700	384,700	687,831	(96,869)	732,728
Intergovernmental	556,556	556,556	979,545	422,989	855,857
Charges for services	179,650	179,650	153,942	(25,708)	153,374
Fines and forfeitures	115,000	115,000	303,066	(11,934)	138,251
Other	173,114	173,114	277,548	384,638	276,488
Total revenues	3,384,020	3,384,020	3,213,082	229,073	3,637,692
EXPENDITURES					
Current					
General government	1,384,825	1,331,703	1,487,841	43,862	1,388,127
Public safety	6,640,506	6,698,588	6,399,682	340,926	6,199,251
Public works	1,987,731	2,080,731	1,934,035	146,733	1,913,818
Health and welfare	151,988	151,988	138,287	13,611	152,373
Culture and recreation	1,134,238	1,123,766	1,122,984	782	1,117,610
Economic development	13,336	13,336	13,681	(145)	13,804
Capital outlay	56,000	181,908	481,734	(279,866)	626,337
Debt service					
Principal, interest, and other charges	286,372	287,132	618,586	(126,642)	728,587
Total expenditures	11,555,661	11,820,489	12,179,133	(157,864)	12,192,917
DEFICIENCY OF REVENUES UNDER EXPENDITURES	(8,171,641)	(8,436,469)	(8,966,051)	71,229	(8,470,421)
OTHER FINANCING SOURCES (USES)					
Operating transfers in	8,137,000	8,396,314	8,309,643	(86,671)	8,179,788
Operating transfers out	(10,000)	(15,000)	(24,035)	(9,035)	(12,000)
General fund assets traded in					28,124
Total other financing sources (uses)	8,127,000	8,381,314	8,285,608	(95,736)	8,196,912

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CITY OF OPELOUSAS, LOUISIANA
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
 BUDGETARY COMPARISON SCHEDULE - (CONTINUED)
 (GENERAL FUND)
 FOR THE YEARS ENDED AUGUST 31, 2002 AND 2001

	2001		ACTUAL	VARIANCE FAVORABLE (UNFAVORABLE)	2002 ACTUAL
	BUDGET				
	ORIGINAL	FINAL			
EXCESS (DEFICIENCY) OF REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES	\$44,641	\$44,845	\$20,748	\$(24,097)	\$(273,510)
FUND BALANCE, beginning of year			\$91,810		\$63,320
FUND BALANCE, end of year			\$112,558		\$31,810

CITY OF OPELOUSAS, LOUISIANA
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGETARY COMPARISON SCHEDULE
SALES TAX FUND
FOR THE YEARS ENDED AUGUST 31, 2001 AND 2002

	2001		ACTUAL	VARIANCE FAVORABLE (UNFAVORABLE)	2002 ACTUAL
	BUDGET				
	ORIGINAL	FINAL			
REVENUES					
Taxes - sales	\$6,017,808	\$6,017,800	\$6,093,192	\$75,392	\$5,718,962
Other	88,000	88,000	3,321	(84,679)	17,827
Total revenues	6,085,808	6,085,800	6,103,473	17,872	5,736,789
EXPENDITURES					
Current:					
General government:					
Other services and charges	32,500	32,500	62,565	(30,065)	58,288
Repairs and maintenance	2,000	2,000	162	1,838	640
Allocated expenditures for services performed by other departments:					
Executive	3,000	3,000	3,000	—	3,000
Culture and recreation:					
Other services and charges	191,600	191,600	191,600	—	191,600
Total expenditures	249,100	249,100	257,087	(8,007)	251,128
EXCESS OF REVENUES OVER EXPENDITURES	5,836,708	5,836,700	5,846,386	3,306	5,485,661
OTHER FINANCING (USES)					
Opening transfer out:					
General Fund	(5,819,006)	(6,078,314)	(6,043,513)	35,801	(5,262,385)
Sewer Fund	(8,500)	(8,500)	(8,500)	—	(8,500)
Local assessment	—	(8,810)	(8,810)	—	(9,235)
Electric Light and Waterworks Fund	—	(21,000)	(21,000)	—	(12,280)
Total other financing uses	(5,827,506)	(6,116,624)	(6,081,823)	35,801	(5,292,621)

Continued on next page.

CITY OF OPELOUSAS, LOUISIANA
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
 BUDGETARY COMPARISON SCHEDULE (CONTINUED)
 SALES TAX FUND
 FOR THE YEARS ENDED AUGUST 31, 2003 AND 2002

	2003		ACTUAL	VARIANCE FAVORABLE (UNFAVORABLE)	2002 ACTUAL
	BUDGET				
	ORIGINAL	FINAL			
<u>EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES AND OTHER USES</u>	<u>\$2,400</u>	<u>\$279,324</u>	\$235,157	<u>\$24,567</u>	\$190,980
FUND BALANCE, beginning of year			1,388,302		1,758,228
FUND BALANCE, end of year			<u>1,754,148</u>		<u>1,583,302</u>

CITY OF OPELOUSSAS, LOUISIANA
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN RETAINED EARNINGS
BUDGETARY COMPARISON SCHEDULE
ELECTRIC LIGHT AND WATERWORKS FUND
FOR THE YEARS ENDED AUGUST 31, 2003 AND 2002

	2003		ACTUAL	VARIANCE FAVORABLE (UNFAVORABLE)	2002 ACTUAL
	BUDGET				
	ORIGINAL	FINAL			
OPERATING REVENUES					
Charges for services					
Utilities	\$4,381,180	\$4,381,180	\$3,980,345	\$(397,735)	\$3,994,290
Other	60,380	61,030	67,331	(13,682)	48,871
Total operating revenues	4,241,560	4,242,130	4,038,676	(211,444)	4,044,161
OPERATING EXPENSES					
Personal services	793,250	793,250	793,250	41,993	633,947
Supplies and materials	226,680	227,680	218,353	9,327	228,869
Other services and charges	493,480	491,233	578,808	(78,633)	343,387
Repairs and maintenance	58,380	95,380	67,358	27,942	58,820
Depreciation	269,090	285,090	287,798	(88,782)	618,651
Total operating expenses	1,850,880	1,896,633	1,958,612	(88,087)	2,068,374
OPERATING INCOME	2,378,680	2,335,535	2,038,064	(289,331)	1,974,787
NON-OPERATING REVENUES (EXPENSES)					
Investment income	1,380	1,380	27,374	26,234	41,378
Other non-operating revenues	380,080	380,080	361,856	(18,144)	347,104
Interest and fiscal charges	(358,825)	(1,235,339)	(148,220)	1,087,119	(133,471)
Total non-operating revenues (expenses)	(177,365)	(854,359)	241,310	1,095,469	233,205
INCOME BEFORE OPERATING TRANSFERS	2,199,475	1,481,136	2,279,374	781,928	2,207,992
OPERATING TRANSFERS (BUDGET)					
Operating transfers in		21,080	21,080		13,500
Operating transfers out	(2,218,080)	(2,218,080)	(2,471,812)	(253,632)	(2,734,852)
Total operating transfers in-out	(2,218,080)	(2,197,000)	(2,450,732)	(253,632)	(2,721,352)

Continued on next page.

CITY OF OPELOUSAS, LOUISIANA
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES MAINTAINED EARNINGS
BUDGETARY COMPARISON SCHEDULE - (CONTINUED)
ELECTRIC LIGHT AND WATERWORKS FUND
FOR THE YEARS ENDED AUGUST 31, 2003 AND 2002

	2003		ACTUAL	VARIANCE FAVORABLE (UNFAVORABLE)	2002 ACTUAL
	BUDGET				
	ORIGINAL	FINAL			
<u>NET INCOME (LOSS)</u>	<u>\$18,325</u>	<u>\$211,684</u>	\$173,359	<u>\$242,321</u>	\$513,960
<u>RETAINED EARNINGS</u> beginning of year			2,109,621		2,633,182
<u>RETAINED EARNINGS</u> end of year			<u>1,932,282</u>		<u>2,163,931</u>

CITY OF OPELOUSAS, LOUISIANA
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGETARY COMPARISON SCHEDULE
SEWER FUND
FOR THE YEARS ENDED AUGUST 31, 2001 AND 2002

	2001		ACTUAL	VARIANCE FAVORABLE (UNFAVORABLE)	2002 ACTUAL
	BUDGET				
	ORIGINAL	FINAL			
OPERATING REVENUES					
Charges for services					
Utilities	\$1,975,000	\$1,975,000	\$1,770,011	\$(204,989)	\$1,777,048
Other	38,500	38,500	31,644	(6,856)	38,620
Total operating revenue	2,013,500	2,013,500	1,801,655	(210,845)	1,815,668
OPERATING EXPENSES					
Personal services	271,268	260,268	307,978	32,281	221,212
Supplies and materials	47,800	57,800	41,915	13,265	40,533
Other services and charges	384,450	384,450	413,083	(30,613)	413,369
Repairs and maintenance	84,550	105,350	74,833	30,517	86,447
Depreciation	345,000	345,000	403,320	(158,320)	388,472
Total operating expense	1,032,068	1,052,868	1,140,929	(22,160)	1,144,833
OPERATING INCOME	981,432	960,632	660,726	(323,069)	670,835
NON-OPERATING REVENUES (EXPENSES)					
Investment income	12,000	12,000	329	(11,671)	3,193
Interest and fiscal charges	(110,250)	_____	(400,485)	(490,235)	(350,372)
Total non-operating revenue (expense)	(98,250)	12,000	(400,156)	(477,136)	(347,179)
INCOME BEFORE OPERATING TRANSFERS	883,182	972,632	260,570	(700,165)	323,656
OPERATING TRANSFERS IN/OUT					
Operating transfer in	8,500	8,500	258,783	250,283	310,840
Operating transfer out	(380,000)	(380,000)	(231,943)	64,057	(380,322)
Total operating transfer in (out)	(371,500)	(371,500)	26,840	314,340	(34,482)

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CITY OF OPELOUSAS, LOUISIANA
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
 BUDGETARY COMPARISON SCHEDULE - (CONTINUED)
 SEWER FUND
 FOR THE YEARS ENDED AUGUST 31, 2001 AND 2002

	2001		ACTUAL	VARIANCE FAVORABLE (UNFAVORABLE)	2002 ACTUAL
	BUDGET				
	ORIGINAL	FINAL			
NET INCOME	\$9,228	\$681,131	\$779,388	\$1401,872)	\$181,498
RETAINED EARNINGS (DEFICIT), beginning of year			(1,380,082)		(1,561,548)
RETAINED EARNINGS (DEFICIT), end of year			(1,104,712)		(1,380,050)

OTHER SUPPLEMENTARY INFORMATION
(OPTIONAL)

GENERAL FUND:

The General Fund is used to account for resources traditionally associated with governments which are not required legally or by sound financial management to be accounted for in another fund.

CITY OF OPELOUSAS, LOUISIANA
COMPARATIVE BALANCE SHEET
GENERAL FUND
AUGUST 31, 2002 AND 2001

ASSETS	2002	2001
Cash and cash equivalents	\$814,283	\$362,858
Receivables (net, where applicable of allowances for uncollectibles):		
Accounts		190
Due from other funds	67,278	60,989
Due from other governmental units	199,981	197,328
Inventory - at cost	29,014	32,431
Restricted asset:		
Cash and cash equivalents	<u> 4,418</u>	<u> 4,153</u>
Total assets	<u>1,854,955</u>	<u>158,151</u>
LIABILITIES AND FUND BALANCE		
LIABILITIES		
Accounts payable and accrued expenses	\$467,514	\$418,990
Deferred revenue - protest taxes	2,579	2,579
Due to other funds	<u>172,785</u>	<u>64,758</u>
Total liabilities	<u>642,798</u>	<u>486,343</u>
FUND BALANCE		
Reserved for debt service	1,731	1,312
Reserved for inventory	29,014	32,431
Reserved for protest taxes	89	62
Unreserved, undesignated	<u>381,285</u>	<u>357,832</u>
Total fund balance	<u>412,129</u>	<u>391,617</u>
Total liabilities and fund balance	<u>1,054,926</u>	<u>158,153</u>

CITY OF MONROE, LOUISIANA
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCE - BUDGET (GAAP BASIS) AND ACTUAL
GENERAL FUND
FOR THE YEARS ENDED AUGUST 31, 2003 AND 2002

	2003		VARIANCE FAVORABLE (UNFAVORABLE)	2002 ACTUAL
	BUDGET	ACTUAL		
REVENUES				
Taxes	\$1,575,000	\$1,511,165	\$(63,835)	\$1,483,757
Licenses and permits	384,780	687,851	(96,869)	722,728
Intergovernmental	556,106	979,243	422,989	850,837
Charges for services	179,000	153,942	(25,058)	153,374
Fines and forfeitures	115,000	102,856	(11,934)	138,351
Other	173,156	273,564	104,400	276,445
Total revenues	<u>3,283,042</u>	<u>3,712,621</u>	<u>429,579</u>	<u>3,857,492</u>
EXPENDITURES				
Current				
General government	1,521,780	1,487,841	43,939	1,386,127
Public safety	6,604,388	6,368,692	245,696	6,191,251
Public works	2,100,731	1,934,818	165,913	1,913,818
Health and welfare	151,988	138,287	13,681	155,173
Culture and recreation	1,123,766	1,122,884	782	1,117,610
Economic development	13,335	13,881	(145)	13,694
Capital outlays	101,988	481,774	(379,886)	620,377
Debt service				
Principal, interest, and other charges	<u>202,162</u>	<u>618,866</u>	<u>(416,642)</u>	<u>728,597</u>
Total expenditures	<u>11,920,489</u>	<u>12,178,353</u>	<u>(257,864)</u>	<u>12,127,917</u>
DEFICIENCY OF REVENUES UNDER EXPENDITURES				
	<u>(8,636,447)</u>	<u>(8,465,732)</u>	<u>170,715</u>	<u>(8,430,422)</u>
OTHER FINANCING SOURCES (USES)				
Operating transfers in	8,596,314	8,508,643	(87,671)	8,179,785
Operating transfers out	(13,000)	(24,855)	(9,855)	(13,000)
General fund assets traded in	—	—	—	25,128
Total other financing sources (uses)	<u>8,583,314</u>	<u>8,483,788</u>	<u>(99,686)</u>	<u>8,191,913</u>

Continued on next page.

CITY OF OTELOUSAS, LOUISIANA
 STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES
 IN FUND BALANCE - BUDGET (GAAP BASIS) AND ACTUAL (CONTINUED)
 GENERAL FUND
 FOR THE YEARS ENDED AUGUST 31, 2003 AND 2002

	2003		VARIANCE FAVORABLE (UNFAVORABLE)	2002 ACTUAL
	BUDGET	ACTUAL		
<u>EXCESS (DEFICIENCY) OF REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES</u>	<u>\$44,842</u>	\$28,348	\$(24,487)	\$(273,510)
<u>FUND BALANCE, beginning of year</u>		291,810		663,320
<u>FUND BALANCE, end of year</u>		<u>310,158</u>		<u>389,810</u>

CITY OF OBERLIN, LOUISIANA
STATEMENT OF REVENUES - BUDGET GAAP BASIS AND ACTUAL
GENERAL FUND
FOR THE YEARS ENDED AUGUST 31, 2003 AND 2002

	2003		VARIANCE FAVORABLE (UNFAVORABLE)	2002 ACTUAL
	BUDGET	ACTUAL		
TAXES				
Ad valorem	\$991,000	\$968,176	\$22,822)	\$945,971
Franchise	990,000	948,987	(41,013)	938,766
LICENSES AND PERMITS				
Occupational licenses	690,000	619,496	(70,504)	601,993
Beer and liquor permits	35,000	44,588	(9,412)	35,162
Building permits	11,500	6,999	(4,510)	7,881
Other	38,200	16,827	(21,373)	18,179
INTERGOVERNMENTAL REVENUES				
CPD Bike Patrol	81,000	63,000	(18,000)	78,000
State beer tax	42,000	61,614	19,614	44,702
Highway maintenance	13,680	13,680		13,680
Insurance rebate	35,000	46,070	11,070	41,178
Video poker	118,000	136,988	18,988	116,079
Housing Authority payment in lieu of taxes	48,800	42,121	6,679)	45,160
Housing Authority payment for paroling	90,000	82,500	(7,500)	80,000
Solid Waste				118,000
Federal grants				
CDPS grant		49,140	49,140	87,417
ACT 540 equipment and DARE grant	2,000	1,345	(655)	21,094
LEERG grant	27,618	27,618		36,733
Governor's Data grant	58,800	49,998	(8,802)	47,758
DARE reimbursement grant	23,000	12,838	(10,162)	
Main Street Facade grant		9,900	9,900	
2000 Firefighters Safety grant		208,808	208,808	
Integrated Criminal Apprehension grant	21,600		(21,600)	37,613
Report Resource Center grant	7,440	7,440		8,000
Safe and Sober grant	4,200		(4,200)	4,199
Assistance to Firefighters grant				75,483
State grants		500	500	35,100
Alternative school reimbursement		12,500	12,500	
FEMA - hurricane reimbursement		157,343	157,343	

Continued on next page.

CITY OF OPELOUSAS, LOUISIANA
 STATEMENT OF REVENUES - BUDGET (GAAP BASIS) AND ACTUAL - (CONTINUED)
 GENERAL FUND
 FOR THE YEARS ENDED AUGUST 31, 2002 AND 2003

	2003		VARIANCE FAVORABLE (UNFAVORABLE)	2002 ACTUAL
	BUDGET	ACTUAL		
CHARGES FOR SERVICES				
Inspection fees	\$131,000	\$82,423	\$(48,576)	\$196,932
Grass cutting fees	3,000	6,691	(1,309)	7,165
Park fees	42,000	44,929	2,929	31,128
Other	3,630	9,238	568	8,147
Police security		10,662	10,662	
FINES AND FORFEITURES				
Court fines	115,000	183,066	(71,934)	135,719
Seizures and forfeitures				3,632
OTHER				
Tourism/Museum	1,500	1,418	(84)	1,637
Interest earned	3,000	3,961	961	9,710
Mineral royalties	50		(50)	
Rent	14,264	15,393	(911)	14,114
Cable - pole rental	22,000	20,681	(1,309)	21,866
Miscellaneous	49,800	50,797	997	31,428
Sale of property	88,500		(88,500)	27,000
Inception of capital leases		30,795	30,795	146,693
Inception of notes payable		100,000	100,000	
Hurricane Lili reimbursements		24,681	24,681	
Total revenues	3,384,310	3,713,090	328,771	3,637,455

CITY OF OPILOUSAS, LOUISIANA
STATEMENT OF EXPENDITURES
BUDGET (GAAP BASIS) AND ACTUAL
GENERAL FUND
FOR THE YEARS ENDED AUGUST 31, 2000 AND 2002

	2000		VARIANCE FAVORABLE (UNFAVORABLE)	2002 ACTUAL
	BUDGET	ACTUAL		
CURRENT				
GENERAL GOVERNMENT				
EXECUTIVE				
Personal services	\$689,133	\$713,845	\$(24,700)	\$841,154
Supplies and materials	25,300	24,580	707	16,595
Other services and charges	385,691	361,690	23,961	344,739
Repairs and maintenance	20,273	20,726	(453)	18,924
Allocated expenditures - services performed for other departments	(306,200)	(303,958)	(2,242)	(303,958)
JUDICIAL				
City Court				
Personal services	130,854	220,690	10,194	226,133
Supplies and materials	11,000	10,251	749	12,330
Other services and charges	156,800	168,487	(12,687)	133,982
Repairs and maintenance	10,000	12,858	(2,858)	10,683
Marshall's office				
Personal services	103,227	101,423	1,794	98,536
Supplies and materials	428	484	52	451
Other services and charges	2,704	2,646	58	2,274
Repairs and maintenance	6,279	6,681	(412)	4,090
ADMINISTRATION				
Purchasing				
Personal services	63,718	34,882	28,814	62,448
Supplies and materials	798	491	319	322
Other services and charges	6,107	3,812	299	3,244
Repairs and maintenance	518	153	365	321
Civil Service				
Personal services	93,987	93,420	4,567	94,754
Supplies and materials	2,500	1,990	510	1,325
Other services and charges	11,713	9,122	2,599	13,731
Repairs and maintenance	700	780		216
General				
Other services and charges	258	25	233	175
Total general government	1,421,700	1,487,841	43,862	1,326,127

Continued on next page.

CITY OF OPELOUSAS, LOUISIANA
STATEMENT OF EXPENDITURES
BUDGET (GAAP BASIS) AND ACTUAL - (CONTINUED)
GENERAL FUND
FOR THE YEARS ENDED AUGUST 31, 2001 AND 2002

	2001		VARIANCE FAVORABLE (UNFAVORABLE)	2002 ACTUAL
	BUDGET	ACTUAL		
PUBLIC SAFETY				
Police department				
Personal services	\$1,191,906	\$1,079,688	\$112,218	\$3,119,033
Supplies and materials	384,373	380,391	3,982	341,109
Other services and charges	625,020	598,798	26,222	565,939
Repairs and maintenance	242,680	245,175	(2,495)	272,024
Undeposited funds		47,162	(47,162)	
Fire department				
Personal services	1,018,193	1,877,059	(858,866)	1,743,709
Supplies and materials	195,130	196,373	(1,243)	27,530
Other services and charges	109,580	101,373	8,207	94,715
Repairs and maintenance	34,525	34,708	(183)	26,170
Total public safety	6,684,508	6,590,682	93,826	6,131,231
PUBLIC WORKS				
Streets and drainage				
Personal services	937,588	898,842	38,746	821,288
Supplies and materials	51,950	58,583	(6,633)	66,082
Other services and charges	700,900	710,729	(9,829)	688,925
Repairs and maintenance	242,760	188,243	54,517	182,227
Municipal garages				
Personal services	157,403	157,837	(434)	142,407
Supplies and materials	34,000	15,058	18,942	17,647
Other services and charges	8,620	7,785	835	6,817
Repairs and maintenance	7,500	6,952	548	10,825
Total public works	2,180,751	1,854,038	326,713	1,805,818
HEALTH AND WELFARE				
Code enforcement				
Personal services	65,118	68,465	(3,347)	65,743
Supplies and materials	35,500	3,017	32,483	3,434
Other services and charges	89,080	64,338	24,742	84,386
Repairs and maintenance	300	427	(127)	1,611
Total health and welfare	151,998	136,282	15,716	155,174

Continued on next page.

CITY OF OMBLOUSAS, LOUISIANA
STATEMENT OF EXPENDITURES
BUDGET (GAAP BASIS) AND ACTUAL - (CONTINUED)
GENERAL FUND
FOR THE YEARS ENDED AUGUST 31, 2002 AND 2001

	2002		VARIANCE FAVORABLE (UNFAVORABLE)	2001 ACTUAL
	BUDGET	ACTUAL		
CULTURE AND RECREATION				
Recreation division				
Personal services	\$406,399	\$112,240	\$294,159	\$98,304
Supplies and materials	23,680	22,877	793	32,339
Other services and charges	14,880	12,207	2,673	12,408
Undeposited funds		14,209	(14,209)	
Parks administration				
Personal services	479,710	473,262	6,448	447,497
Supplies and materials	29,000	38,240	(9,240)	38,618
Other services and charges	131,897	148,361	(16,464)	144,132
Repairs and maintenance	49,840	46,886	(2,954)	118,918
Tourism				
Personal services	68,780	49,813	18,967	48,285
Supplies and materials	3,614	2,944	670	2,347
Other services and charges	17,486	15,190	2,296	7,739
Repairs and maintenance	37,880	28,306	9,574	38,111
Main Street Program				
Personal services	56,923	53,703	3,220	48,971
Supplies and materials	1,430	1,302	128	2,486
Other services and charges	16,054	15,438	(616)	18,851
Repairs and maintenance	946	915	31	1,895
Museum				
Personal services	46,683	42,890	3,793	38,530
Supplies and materials	3,250	3,357	(107)	2,770
Other services and charges	21,790	28,648	(6,858)	19,828
Repairs and maintenance	8,780	3,326	5,454	6,647
Total culture and recreation	1,023,796	1,122,924	(98,128)	1,117,610
ECONOMIC DEVELOPMENT				
Supplies and materials	480	358	122	726
Other services and charges	13,126	13,222	(96)	12,828
Total economic development	13,606	13,580	26	13,554

Continued on next page.

CITY OF OPELOUSAS, LOUISIANA
STATEMENT OF EXPENDITURES
BUDGET (GAAP BASIS) AND ACTUAL - (CONTINUED)
GENERAL FUND
FOR THE YEARS ENDED AUGUST 31, 2009 AND 2008

	2009		VARIANCE FAVORABLE (UNFAVORABLE)	2008 ACTUAL
	BUDGET	ACTUAL		
CAPITAL OUTLAYS				
General government				
Executive		\$130,795	\$(130,795)	
Public safety				
Police department	500,000	99,460	(60,540)	\$409,697
Fire department		215,694	(215,694)	58,843
Public works				
Streets and drainage		4,850	(4,850)	
Health and Welfare Code Enforcement		14,000	(14,000)	
Culture and recreation				
Recreation		2,424	(2,424)	
Parks		4,924	(4,924)	133,778
Tourism				4,219
Museums	9,008	9,008		
Total capital outlays	<u>100,008</u>	<u>481,774</u>	<u>(276,865)</u>	<u>638,337</u>
DEBT SERVICE				
Principal	257,000	488,078	(231,078)	647,256
Interest	32,819	129,976	(97,157)	89,341
Commissions	3,390	930	2,380	1,890
Total debt service	<u>293,209</u>	<u>618,984</u>	<u>(325,647)</u>	<u>738,487</u>
Total expenditures	<u>11,930,489</u>	<u>12,178,353</u>	<u>(247,864)</u>	<u>12,135,917</u>

CITY OF OPELOUSAS, LOUISIANA
 STATEMENT OF OTHER FINANCING SOURCES (USES),
 BUDGET (GAAP BASIS) AND ACTUAL
 GENERAL FUND
 FOR THE YEARS ENDED AUGUST 31, 2001 AND 2002

	2001		VARIANCE FAVORABLE (UNFAVORABLE)	2002 ACTUAL
	BUDGET	ACTUAL		
OPERATING TRANSFERS IN				
Sales Tax Fund	\$8,878,304	\$8,043,313	\$(835,001)	\$5,262,394
Electric Light and Waterworks Fund	2,218,000	2,241,390	23,390	2,510,713
Sewer Fund	300,000	223,800	(76,000)	343,239
Flood stamp				55
Local assessment				28,707
Total operating transfers in	<u>11,396,304</u>	<u>11,508,493</u>	<u>(887,911)</u>	<u>8,178,208</u>
OPERATING TRANSFERS OUT				
Police Department Detective Fund	(113,000)	(113,000)		(12,000)
Sewer Fund		(24,853)	(24,853)	
Total operating transfers out	<u>(113,000)</u>	<u>(24,853)</u>	<u>(24,853)</u>	<u>(12,000)</u>
GENERAL FIXED ASSETS TRADED IN				
Police motorcycles				28,124
Total general fixed assets traded in	<u>0</u>	<u>0</u>	<u>0</u>	<u>28,124</u>
Total other financing sources	<u>1,581,304</u>	<u>1,483,538</u>	<u>(97,766)</u>	<u>1,196,512</u>

NON-MAJOR GOVERNMENTAL FUNDS

CITY OF OBOLEUSSA, LOUISIANA
COMBINED BALANCE SHEET
NON-MAJOR GOVERNMENTAL FUNDS
AUGUST 31, 2003 AND 2002

	SPECIAL REVENUE	DEBT SERVICE	CAPITAL PROJECTS	TOTALS	
				2003	2002
ASSETS					
Cash and cash equivalents	\$87,996	\$242,571	\$208,454	\$538,021	\$643,882
Receivables					
Special assessments		428,348		428,348	441,848
Accrued interest		533,365		533,365	531,975
Due from other governmental units	479			479	20,963
Total assets	<u>\$88,475</u>	<u>1,208,284</u>	<u>208,454</u>	<u>1,684,213</u>	<u>1,647,764</u>
LIABILITIES AND FUND BALANCES					
LIABILITIES					
Accounts payable and accrued expenses	\$32,980			\$32,980	\$84,138
Due to other funds	5			5	5
Total liabilities	<u>\$32,985</u>	<u>0</u>	<u>0</u>	<u>\$32,985</u>	<u>\$84,143</u>
FUND BALANCES					
Reserved for debt service		\$13,893		13,893	22,696
Unreserved, undesignated	\$5,890	1,292,391	\$208,454	1,557,743	1,580,925
Total fund balances	<u>\$5,890</u>	<u>1,306,284</u>	<u>208,454</u>	<u>1,571,627</u>	<u>1,583,621</u>
Total liabilities and fund balances	<u>\$88,475</u>	<u>1,306,284</u>	<u>208,454</u>	<u>1,684,213</u>	<u>1,647,764</u>

CITY OF OPELOUSSAS, LOUISIANA
COMBINED STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCES
NON-MAJOR GOVERNMENTAL FUNDS
FOR THE YEARS ENDED AUGUST 31, 2001 AND 2002

	SPECIAL REVENUE	DEBT SERVICE	CAPITAL PROJECTS	<u>TOTALS</u>	
				<u>2001</u>	<u>2002</u>
REVENUES					
Intragovernmental	\$14,944			\$14,944	\$21,442
Investment earnings		\$47,221		47,221	\$0,076
Special Assessments					3,252
Other	2,885		\$2,144	5,029	2,512
Total revenues	<u>17,829</u>	<u>47,221</u>	<u>2,144</u>	<u>67,194</u>	<u>111,282</u>
EXPENDITURES					
Current:					
General government	\$7,444	6,800		14,244	22,286
Public safety	15,000			15,000	12,800
Health and welfare	14,944			14,944	\$1,442
Principal retirement		7,105		7,105	7,105
Interest and other charges		1,788		1,788	2,151
Total expenditures	<u>47,388</u>	<u>15,693</u>	<u>0</u>	<u>63,081</u>	<u>65,684</u>
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES					
	(29,559)	31,528	2,144	(25,887)	15,293
OTHER FINANCING SOURCES (USES)					
Operating transfers in	15,000	8,820		23,820	21,256
Operating transfers out					(23,452)
Total other financing sources	<u>15,000</u>	<u>8,820</u>	<u>0</u>	<u>23,820</u>	<u>784</u>
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES AND OTHER USES					
	(14,559)	40,348	2,144	(11,993)	15,990
FUND BALANCES, beginning of year					
	110,448	1,265,893	207,210	1,583,551	1,567,651
FUND BALANCES, end of year					
	<u>\$95,889</u>	<u>1,306,241</u>	<u>209,354</u>	<u>1,571,484</u>	<u>1,583,691</u>

NON-MAJOR SPECIAL REVENUE FUNDS

Special revenue funds are used to account for specific revenues that are legally restricted to expenditures for particular purposes.

Louisiana Community Development Block Grant (LCDBG) Fund

Accounts for monies reimbursed from the Louisiana Community Development Block Grant for sewer improvements.

Police Department Detective Fund

Accounts for monies transferred from the General Fund to be used for detective investigation.

Emergency Shelter Grant Fund

Accounts for funds received from the State of Louisiana Department of Social Services for the purpose of rehabilitation and operations of the New Life Center and Light House Mission.

Police Witness Fee Fund

Accounts for monies transferred from the General Fund to be used for witness fees.

Police Seized Fund

Accounts for monies received when drug arrests are made and money is seized.

Industrial Park Fund

Accounts for funds received from the sale of land, lease income, or rental income in the City's Industrial Park. The funds received are not restricted.

Myrtle Grove Cemetery Fund

Accounts for funds received from the sale of lots in Myrtle Grove Cemetery. These funds are used for operating and capital expenditures for the Cemetery.

CITY OF OREGONAS
COMBINED BALANCE SHEET
NON-MAJOR FUND BALANCE SHEETS
AUGUST 31, 2001 AND 2002

ACCOUNTS	POLICE DEPARTMENT		EMERGENCY SERVICES		POLICE SERVICES		INDUSTRIAL PARK		WATER		TOTALS	
	FUND	FUND	FUND	FUND	FUND	FUND	FUND	FUND	FUND	FUND	FUND	FUND
Cash and cash equivalents	15	15,341	45	18,886	140,779	154,987	154,987	154,987	154,130	154,130	154,130	154,130
Due from other governmental units	-	-	475	-	-	-	-	-	-	-	475	20,260
Total assets	15	15,341	494	18,886	140,779	154,987	154,987	154,987	154,130	154,130	154,605	174,390
LIABILITIES AND FUND BALANCES												
Accounts payable and accrued expenses	15	-	1444	-	140,094	-	-	-	-	-	141,538	141,538
Due to other funds	3	3	415	6	2,008	6	6	6	6	6	438	438
Total liabilities	18	3	1859	6	142,102	6	6	6	6	6	141,976	141,976
FUND BALANCES												
Unassigned	15	15,338	489	18,880	140,779	154,981	154,981	154,981	154,124	154,124	154,124	154,124
Total fund balances	15	15,338	489	18,880	140,779	154,981	154,981	154,981	154,124	154,124	154,124	154,124
Total liabilities and fund balances	18	18,371	1948	18,886	142,102	154,987	154,987	154,987	154,130	154,130	154,605	174,390

CITY OF BERKELEY
COMBINED STATEMENT OF RECEIPTS, EXPENDITURES, AND
CHANGES IN FUND BALANCES
FOR MAJOR FUNDAL BALANCE FUNDS
FOR THE YEARS ENDED AUGUST 31, 2000 AND 2001

	POLICE DEPARTMENT		EMERGENCY SHELTER GRANT		POLICE WITNESS FEE		POLICE SEARCH FUND		INDUSTRIAL PARK FUND		MISCELLANEOUS CHARGES		TOTALS
	FUND	FUND	FUND	FUND	FUND	FUND	FUND	FUND	FUND	FUND	FUND	FUND	
REVENUES													
Intergovernmental				314,944									314,944
Other	10	10			90	90	401	401	549	549	1,200	1,200	2,290
Total revenues	10	10		314,944	90	90	401	401	549	549	1,200	1,200	3,534
EXPENDITURES													
Current													
General government										17,944			17,944
Public safety	13,000	13,000											13,000
Health and welfare				14,241									14,241
Total expenditures	13,000	13,000		14,241						17,944			31,185
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	4	4		300,703	90	90	401	401	549	549	1,200	1,200	3,249
OTHER FINANCING (USE)													
REVENUES													
Operating transfers in	13,000	13,000											13,000
Operating transfers out													
Total other financing (uses)	13,000	13,000											13,000

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CITY OF OREGON
 COMBINED STATEMENT OF REVENUES, EXPENDITURES, AND
 CHANGES IN FUND BALANCES
 SPECIAL REVENUE FUNDS - CONTINUED
 FOR THE YEARS ENDED AUGUST 31, 2000 AND 1999

LITRO FUND	POLICE DEPARTMENT CONTRACTIVE FUND	EMERGENCY SHELTER GRANT FUND	POLICE WITNESS FEE FUND	POLICE BRIEF FUND	INDUSTRIAL PARK FUND	METTLER GROVE CHAPELRY FUND	TOTALS	
							1999	2000
	314	811	811	811	814,896	81,899	814,091	815,287
	2,182		6,231	16,281	71,821	16,231	118,445	125,316
4	2,182	4	6,882	16,231	16,827	11,231	55,829	118,441

FOODS, INTEREST,
 OF REVENUES, AND
 CONTRIBUTIONS
 CAPITALS, DEBT
 EXPENDITURES
 AND OTHER USES

FUND BALANCES
 beginning of year

FUND BALANCES
 end of year

CITY OF OPELOUSAS, LOUISIANA
 STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE -
 BUDGET (GAAP BASIS) AND ACTUAL
 NON-MAJOR SPECIAL REVENUE FUNDS
 POLICE DEPARTMENT DETECTIVE FUND
 FOR THE YEARS ENDED AUGUST 31, 2005 AND 2002

	2005		VARIANCE FAVORABLE (UNFAVORABLE)	2002 ACTUAL
	BUDGET	ACTUAL		
REVENUES				
Other - interest	521	514	9(1)	521
Total revenues	521	514	9(1)	521
EXPENDITURES				
Current				
Public safety				
Police department				
Other services and charges	15,000	15,000	—	12,000
Total expenditures	15,000	15,000	0	12,000
DEFICIENCY OF REVENUES UNDER EXPENDITURES				
	(14,979)	(14,986)	(1)	(14,979)
OTHER FINANCING SOURCES				
Operating transfers in				
General Fund	15,000	15,000	—	12,000
Total other financing sources	15,000	15,000	0	12,000
EXCESS OF REVENUES AND OTHER FINANCING SOURCES OVER EXPENDITURES				
	21	14	(1)	21
FUND BALANCE, beginning of year				
		2,147		2,124
FUND BALANCE, end of year				
		2,161		2,147

CITY OF OPELOUSAS, LOUISIANA
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE -
BUDGET (GAAP BASIS) AND ACTUAL
NON-MAJOR SPECIAL REVENUE FUNDS
EMERGENCY SHELTER GRANT FUND
FOR THE YEARS ENDED AUGUST 31, 2003 AND 2002

	2003		VARIANCE FAVORABLE (UNFAVORABLE)	2002 ACTUAL
	BUDGET	ACTUAL		
REVENUES				
Intergovernmental				
Housing and urban development	\$21,089	\$14,994	\$20,089	\$21,442
Total revenues	21,089	14,994	20,089	21,442
EXPENDITURES				
Current				
Health and welfare				
Transfer to subrecipient	21,089	14,994	20,089	21,442
Total expenditures	21,089	14,994	20,089	21,442
<u>EXCESS (DEFICIENCY) OF</u>				
<u>REVENUES OVER (UNDER)</u>				
<u>EXPENDITURES</u>				
	<u>0</u>		<u>0</u>	
FUND BALANCE, beginning of year				
		—		—
FUND BALANCE, end of year				
		<u>0</u>		<u>0</u>

CITY OF OTELOUSAS, LOUISIANA
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE -
BUDGET (GAAP BASIS) AND ACTUAL
NON-MAJOR SPECIAL REVENUE FUNDS
FOOD STAMP FUND
FOR THE YEARS ENDED AUGUST 31, 2001 AND 2002

	2001		VARIANCE FAVORABLE (UNFAVORABLE)	2002 ACTUAL
	BUDGET	ACTUAL		
REVENUES				
Other				\$1
Total revenues	—	—	—	1
EXPENDITURES				
Total expenditures	—	—	—	—
EXCESS OF REVENUES OVER EXPENDITURES				1
OTHER FINANCING USES				
Operating transfers out				
General Fund				(54)
Total other financing uses	—	—	—	(54)
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES AND OTHER USES	—		—	(53)
FUND BALANCE, beginning of year		—		53
FUND BALANCE, end of year		—		—

CITY OF OSTEEN, LOUISIANA
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE -
BUDGET (GAAP BASIS) AND ACTUAL
NON-MAJOR SPECIAL REVENUE FUNDS
POLICE WITNESS FEE FUND
FOR THE YEARS ENDED AUGUST 31, 2001 AND 2002

	2001		VARIANCE FAVORABLE (UNFAVORABLE)	2002 ACTUAL
	BUDGET	ACTUAL		
REVENUES				
Other	\$0	\$12	\$12	_12
Total revenues	\$0	12	12	_12
EXPENDITURES				
Total expenditures	_0	_0	_0	_0
EXCESS OF REVENUES OVER EXPENDITURES	\$0	12	12	12
FUND BALANCE, beginning of year		6,155		6,668
FUND BALANCE, end of year		<u>6,167</u>		<u>6,732</u>

CITY OF OCEOLAUS, LOUISIANA
 STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
 BUDGET (GAAP BASIS) AND ACTUAL
 NON-MAJOR SPECIAL REVENUE FUNDS
 POLICE SEIZED FUND
 FOR THE YEARS ENDED AUGUST 31, 2003 AND 2002

	2003		VARIANCE FAVORABLE (UNFAVORABLE)	2002 ACTUAL
	BUDGET	ACTUAL		
REVENUES				
Other		\$411	\$411	\$261
Total revenues	\$-	\$411	\$411	\$261
EXPENDITURES				
Total expenditures	\$-	\$-	\$-	\$-
EXCESS OF REVENUES OVER EXPENDITURES	\$-	\$411	\$411	\$261
FUND BALANCE, beginning of year		10,293		8,551
FUND BALANCE, end of year		10,704		10,792

CITY OF OPELOUSAS, LOUISIANA
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE -
BUDGET BASIS AND ACTUAL
NON-MAJOR SPECIAL REVENUE FUNDS
INDUSTRIAL PARK FUND
FOR THE YEARS ENDED AUGUST 31, 2000 AND 2001

	<u>2000</u>		VARIANCE FAVORABLE (UNFAVORABLE)	2001 ACTUAL
	BUDGET	ACTUAL		
REVENUES				
Other				
Interest earned	—	348	348	3177
Total revenues	0-	348	348	3177
EXPENDITURES				
Current				
General government				
Other services and charges	—	37,444	37,444	18,881
Total expenditures	0-	37,444	37,444	18,881
DEFICIENCY OF REVENUES UNDER EXPENDITURES				
	0-	(37,096)	(36,696)	(8,704)
FUND BALANCE, beginning of year				
		71,901		81,479
FUND BALANCE, end of year				
		14,805		71,901

CITY OF OPELOUSAS, LOUISIANA
 STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE -
 BUDGET (GAAP BASIS) AND ACTUAL
 NON-MAJOR SPECIAL REVENUE FUNDS
 MYRTLE GROVE CEMETERY FUND
 FOR THE YEARS ENDED AUGUST 31, 2001 AND 2002

	2001		VARIANCE FAVORABLE (UNFAVORABLE)	2002 ACTUAL
	BUDGET	ACTUAL		
REVENUES				
Other				
Interest earned	\$315	\$170	\$(145)	\$211
Lot sales	1,500	1,720	(1,720)	<u> </u>
Total revenues	3,815	1,920	(1,895)	<u> 511</u>
EXPENDITURES				
Current				
General government				
Other services and charges	3,815		3,815	
Capital improvements				<u>4,900</u>
Total expenditures	3,815	<u> -</u>	3,815	<u>4,900</u>
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES				
	<u> -</u>	1,920	<u>1,920</u>	(4,592)
FUND BALANCE, beginning of year		18,313		23,815
FUND BALANCE, end of year		<u>21,333</u>		<u>19,223</u>

NON-MAJOR DIST. SERVICE FUNDLocal Assessment Fund

Accumulates monies for payment of Paving Certificates, Series 1996 of \$71,049. The Paving Certificates are to be retired by assessments on the real properties along those applicable portions of streets within corporate limits.

CITY OF OPELOUSAS, LOUISIANA
COMBINING BALANCE SHEET
NON-MAJOR DEBT SERVICE FUND
LOCAL ASSESSMENT FUND
AUGUST 31, 2003 AND 2002

	2003	2002
ASSETS		
Cash and cash equivalents	\$141,571	\$301,042
Receivables		
Special assessment	429,348	441,846
Accrued interest	<u>525,363</u>	<u>521,572</u>
Total assets	<u>1,306,284</u>	<u>1,364,460</u>
LIABILITIES		
Total liabilities	<u>0</u>	<u>0</u>
FUND BALANCE		
Reserved for debt service	\$13,685	\$12,696
Unreserved - undesignated	<u>1,292,599</u>	<u>1,241,764</u>
Total fund balance	<u>1,306,284</u>	<u>1,364,460</u>
Total liabilities and fund balance	<u>1,306,284</u>	<u>1,364,460</u>

CITY OF OPELOUSAS, LOUISIANA
COMBINED STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE
NON-MAJOR DEBT SERVICE FUND
LOCAL ASSESSMENT FUND
FOR THE YEARS ENDED AUGUST 31, 2003 AND 2002

	<u>2003</u>	<u>2002</u>
REVENUES		
Special assessments		\$3,232
Other		
Interest earned on assessments	\$44,314	45,658
Interest on investments	2,907	4,388
Total revenues	<u>47,221</u>	<u>53,278</u>
EXPENDITURES		
Current:		
General government		
Allocated expenditure - services performed by executive department	6,800	6,800
Debt service:		
Principal retirement	7,105	7,105
Interest and fiscal charges	1,305	2,130
Total expenditures	<u>13,810</u>	<u>18,035</u>
EXCESS OF REVENUES OVER EXPENDITURES	<u>33,411</u>	<u>35,243</u>
OTHER FINANCING SOURCES (USES)		
Operating transfers in	8,810	9,236
Operating transfers out		<u>(20,792)</u>
Total other financing sources (uses)	<u>8,810</u>	<u>(11,556)</u>
EXCESS OF REVENUES AND OTHER FINANCING SOURCES OVER EXPENDITURES AND OTHER FINANCING USES	46,421	23,687
FUND BALANCE, beginning of year	<u>1,263,863</u>	<u>1,218,732</u>
FUND BALANCE, end of year	<u>1,309,284</u>	<u>1,242,419</u>

NON-MAJOR CAPITAL PROJECTS FUNDSCapital Projects Fund

To account for excess monies from CLICO settlement and other sources designated to be used for opening transfers to other funds as designated by management.

1991 Capital Projects Fund

To account for the expenditures associated with the acquisition of equipment and improving of public buildings financed by Certificates of Indebtedness, Series 1995.

CITY OF OBLEOUSAS, LOUISIANA
 COMBINING BALANCE SHEET
 NON-MAJOR CAPITAL PROJECTS FUNDS
 AUGUST 31, 2002 AND 2001

	CAPITAL PROJECTS FUND	1995 CAPITAL PROJECTS FUND	TOTALS	
			2002	2001
ASSETS				
Cash and cash equivalents	\$13,290	\$194,164	\$208,454	\$207,310
Total assets	<u>13,290</u>	<u>194,164</u>	<u>208,454</u>	<u>207,310</u>
LIABILITIES AND FUND BALANCE				
FUND BALANCE				
Unreserved, undesignated	\$13,290	\$194,164	\$208,454	\$207,310
Total fund balance	<u>13,290</u>	<u>194,164</u>	<u>208,454</u>	<u>207,310</u>
Total liabilities and fund equity	<u>13,290</u>	<u>194,164</u>	<u>208,454</u>	<u>207,310</u>

CITY OF OPELOUSAS, LOUISIANA
 COMBINED STATEMENT OF REVENUES, EXPENDITURES AND
 CHANGES IN FUND BALANCES
 NON-MAJOR CAPITAL PROJECTS FUNDS
 FOR THE YEARS ENDED AUGUST 31, 2002 AND 2001

	CAPITAL PROJECTS FUND	1995 CAPITAL PROJECTS FUND	TOTALS	
			2001	2002
REVENUES				
Other - interest earned	\$134	\$1,762	\$1,896	\$3,177
Miscellaneous income		248	248	
Total revenues	<u>134</u>	<u>2,010</u>	<u>2,144</u>	<u>3,177</u>
EXPENDITURES				
Total expenditures	<u>-0-</u>	<u>-0-</u>	<u>-0-</u>	<u>-0-</u>
EXCESS OF REVENUES OVER EXPENDITURES	<u>134</u>	<u>2,010</u>	<u>2,144</u>	<u>3,177</u>
FUND BALANCE, beginning of year	15,159	182,154	203,310	204,113
FUND BALANCE, end of year	<u>15,293</u>	<u>184,164</u>	<u>203,454</u>	<u>207,290</u>

NON-MAJOR PROPRIETARY FUNDS

CITY OF OCEOLUSAS, LOUISIANA
 COMBINED STATEMENT OF NET ASSETS
 NON-MAJOR PROPRIETARY FUNDS
 AUGUST 31, 2002 AND 2001

	ENTERPRISE FUND	INTERNAL SERVICE FUNDS	TOTALS	
			2002	2001
ASSETS				
Cash and cash equivalents	\$103,126	\$2,536,668	\$2,641,792	\$2,864,309
Investments		2,871,173	2,871,173	3,833,373
Notes receivable	98,249		98,249	91,427
Due from other funds		355	355	4,855
Equipment (net)		820	820	
Total assets	<u>201,375</u>	<u>3,413,315</u>	<u>3,616,588</u>	<u>3,795,164</u>
LIABILITIES				
LIABILITIES				
Accounts payable and accrued expenses		100,000	100,000	132,849
Due to other funds		355	355	355
Total liabilities	<u>0</u>	<u>100,355</u>	<u>100,355</u>	<u>133,404</u>
NET ASSETS				
Invested in capital assets, net of related debt		820	820	
Reserved for insurance claims		3,311,838	3,311,838	3,477,816
Unreserved, undesignated	201,375		201,375	194,944
Total net assets	<u>201,375</u>	<u>3,312,658</u>	<u>3,514,033</u>	<u>3,672,760</u>

CITY OF OPELOUSAS, LOUISIANA
COMBINED STATEMENT OF REVENUES, EXPENSES AND
CHANGES IN NET ASSETS
NON-MAJOR PROPRIETARY FUNDS
FOR THE YEARS ENDED AUGUST 31, 2003 AND 2002

	ENTERPRISE FUND	INTERNAL SERVICE FUNDS	TOTALS	
			2003	2002
OPERATING REVENUES				
Charges for services	\$8,371	\$986,872	\$995,243	\$883,659
Grant income				18,800
Miscellaneous	50	2,151	2,201	211
Total operating revenues	8,421	989,023	997,444	895,670
OPERATING EXPENSES				
Supplies and materials				60
Other services and charges				
Insurance premiums		58,002	58,012	13,448
Claims		925,343	925,343	698,650
Depreciation		882	882	
Legal and other		232,389	232,389	132,858
Total operating expenses	-0-	1,216,625	1,216,625	857,816
OPERATING INCOME (LOSS)	8,421	(227,602)	(218,671)	38,857
NON-OPERATING REVENUES				
Investment income		62,344	62,344	103,440
Total non-operating revenues	-0-	62,344	62,344	103,440
NET INCOME (LOSS)	8,421	(165,258)	(156,327)	192,297
NET ASSETS, beginning of year	194,344	3,477,836	3,672,180	3,489,463
NET ASSETS, end of year	202,765	3,312,578	3,515,343	3,672,760

NON-MAJOR ENTERPRISE FUNDSRural Economic and Community Development Grant Fund

Accounts for grant funds to be used to establish a revolving loan fund to facilitate the development of small and emerging private business, industry, and related employment for improving the economy in rural communities.

CITY OF OPELOUSAS, LOUISIANA
 COMBINED BALANCE SHEET
 NON-MAJOR ENTERPRISE FUNDS
 RURAL ECONOMIC AND COMMUNITY DEVELOPMENT GRANT FUNDS
 AUGUST 31, 2003 AND 2002

	<u>2003</u>	<u>2002</u>
ASSETS		
CURRENT ASSETS		
Cash and cash equivalents	\$105,126	\$100,517
Notes receivable, (net where applicable of uncollectibles)	58,249	51,427
Total current assets	<u>200,375</u>	<u>194,944</u>
Total assets	<u>200,375</u>	<u>194,944</u>
LIABILITIES AND NET ASSETS		
NET ASSETS		
Net assets		
Unreserved, undesignated	\$200,375	\$194,944
Total net assets	<u>200,375</u>	<u>194,944</u>
Total liabilities and net assets	<u>200,375</u>	<u>194,944</u>

CITY OF OPELOUSAS, LOUISIANA
COMBINED STATEMENT OF REVENUES, EXPENSES AND
CHANGES IN RETAINED EARNINGS
NON-MAJOR ENTERPRISE FUNDS
RURAL ECONOMIC AND COMMUNITY DEVELOPMENT GRANT FUNDS
FOR THE YEARS ENDED AUGUST 31, 2003 AND 2002

	<u>2003</u>	<u>2002</u>
OPERATING REVENUES		
Charges for services		
Interest	\$8,371	\$8,139
Grant income		10,908
Other	60	210
Total operating revenues	<u>8,431</u>	<u>19,257</u>
OPERATING EXPENSES		
Supplies and materials	<u> </u>	<u> 60</u>
Total operating expenses	<u> </u>	<u> 60</u>
OPERATING INCOME	<u>8,431</u>	<u>19,200</u>
NET INCOME	8,431	19,200
RETAINED EARNINGS, beginning of year	<u>124,944</u>	<u>176,645</u>
RETAINED EARNINGS, end of year	<u>203,375</u>	<u>195,845</u>

CITY OF OPELOUSAS, LOUISIANA
 COMBINED STATEMENT OF CASH FLOWS
 NON-MAJOR ENTERPRISE FUNDS
 RURAL ECONOMIC AND COMMUNITY
 DEVELOPMENT GRANT FUNDS
 FOR THE YEARS ENDED AUGUST 31, 2003 AND 2002

	<u>2003</u>	<u>2002</u>
CASH FLOWS FROM OPERATING ACTIVITIES		
Cash received from customers	\$1,609	\$20,294
Cash received from grant		10,000
Loan proceeds distributed		(46,300)
Cash payments to suppliers for goods and services		(82)
Net cash provided (used) by operating activities	<u>1,609</u>	<u>(26,288)</u>
CASH FLOWS FROM NON-CAPITAL FINANCING ACTIVITIES		
Operating transfers out		(2)
Net cash used by non-capital financing activities	<u>(2)</u>	<u>(2)</u>
NET INCREASE (DECREASE) IN CASH	1,609	(8,271)
CASH, September 1, 2003	103,317	111,588
CASH, August 31, 2003	<u>104,926</u>	<u>103,317</u>
RECONCILIATION OF OPERATING INCOME TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES		
Operating income	\$1,431	\$14,556
Adjustments to reconcile operating income to net cash provided (used) by operating activities:		
(Increase) decrease in accounts receivable	(8,822)	(21,822)
Total adjustments	(8,822)	(21,822)
Net cash provided (used) by operating activities	<u>1,609</u>	<u>(8,288)</u>

NON-MAJOR INTERNAL SERVICE FUNDS

Internal Service Fund A

Accounts for the billing to various funds and the payment for automobile claims. This fund also accounts for the monies held in a claims account for self-insurance purposes in connection with the above.

Internal Service Fund G

Accounts for the billing to various funds and the payment of general liability claims. This fund also accounts for the monies held in a claims account for self-insurance purposes in connection with the above coverage.

Workmen's Compensation Fund

Accounts for the billing to the various funds and the payment of insurance premiums for workmen's compensation coverage. This fund also accounts for the monies held in a claims account for the self-insured portion of each claim for the above coverage.

CITY OF OPELOUSAS, LOUISIANA
COMBINED BALANCE SHEET
NON-MAJOR INTERNAL SERVICE FUNDS
AUGUST 31, 2000 AND 2002

	<u>INTERNAL SERVICE FUND A</u>	<u>INTERNAL SERVICE FUND G</u>	<u>WORKMEN'S COMPENSATION FUND</u>	<u>TOTALS</u>
	<u>2000</u>	<u>2000</u>	<u>2000</u>	<u>2000</u>
ASSETS				
Cash and cash equivalents	\$628,197	\$748,071	\$980,418	\$2,356,686
Investments	664,488	1,787,538	449,658	3,891,724
Due from other funds	—	593	559	4,053
Equipment (net of accumulated depreciation)	—	822	—	822
Total assets	1,692,685	2,516,924	1,400,425	5,611,222
LIABILITIES AND FUND EQUITY				
LIABILITIES				
Accounts payable and accrued expenses	\$655	\$100,000	—	\$100,655
Due to other funds	—	—	—	—
Total liabilities	655	100,000	—	100,655
FUND EQUITY				
Retained earnings	1,692,030	2,416,924	1,400,425	5,511,222
Reserve	—	—	—	—
Interfund claims	1,692,428	2,418,922	1,400,428	5,511,658
Total fund equity	3,384,458	4,835,846	2,800,853	11,021,157
Total liabilities and fund equity	4,079,113	5,346,846	2,800,853	12,226,812

CITY OF OREGON, OREGON
 COMBINED STATEMENT OF REVENUES, EXPENSES
 AND CHANGES IN RETAINED EARNINGS
 NON-MAJOR INTERNAL SERVICE FUNDS
 FOR THE YEAR ENDED AUGUST 31, 2000 AND 2002

	INTERNAL SERVICE FUNDS-A	INTERNAL SERVICE FUNDS-B,C	WORKMEN'S COMPENSATION FUND	TOTALS
OPERATING REVENUES				
Premiums	\$111,426	\$420,248	\$320,070	\$851,744
Refund of claims		131,068		131,068
Miscellaneous	2,151			2,151
Total operating revenues	<u>113,577</u>	<u>551,316</u>	<u>320,070</u>	<u>985,003</u>
OPERATING EXPENSES				
Other services and charges				
Business premiums			86,002	86,002
Claims	12,299	791,235	121,252	924,786
Depreciation		882		882
Legal and other	3,000	191,226	58,263	252,489
Total operating expenses	<u>15,300</u>	<u>983,343</u>	<u>211,517</u>	<u>1,310,160</u>
OPERATING INCOME (LOSS)	<u>98,277</u>	<u>(432,027)</u>	<u>108,553</u>	<u>74,803</u>
NON-OPERATING REVENUES				
Investment income	15,651	32,825	11,888	60,364
Total non-operating revenues	<u>15,651</u>	<u>32,825</u>	<u>11,888</u>	<u>60,364</u>
NET INCOME (LOSS)	<u>113,928</u>	<u>(399,202)</u>	<u>120,441</u>	<u>35,167</u>
RETAINED EARNINGS, beginning of year	1,278,582	2,814,266	1,287,125	5,380,973
RETAINED EARNINGS, end of year	<u>1,392,456</u>	<u>2,415,064</u>	<u>1,407,566</u>	<u>5,215,086</u>

CITY OF ORLEANS, LOUISIANA
 COMBINED STATEMENT OF CASH FLOWS
 NON-MAJOR INTERNAL SERVICE FUNDS
 FOR THE YEARS ENDED AUGUST 31, 2003 AND 2002

	INTERNAL SERVICE FUND A	INTERNAL SERVICE FUND G	WORKMEN'S COMPENSATION FUND	TOTALS
	2003	2002	2002	2002
CASH FLOWS FROM OPERATING ACTIVITIES				
Premiums received	\$116,962	\$421,038	\$21,445	\$561,405
General and administrative expenses paid	(2,080)	(6,090)	(8,387)	(16,557)
Claims paid	(12,585)	(969,338)	(125,058)	(2,046,981)
Legal expenses paid		(465,136)		(465,136)
Insurance premiums paid			(38,012)	(38,012)
Net cash provided (used) by operating activities	102,397	(427,486)	35,111	(290,078)
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES				
Purchase of fixed assets		(1,782)		(1,782)
Net cash used by capital and related financing activities		(1,782)		(1,782)
CASH FLOWS FROM NON-CAPITAL FINANCING ACTIVITIES				
Operating transfers in				
Net cash used by non-capital financing activities				
CASH FLOWS FROM INVESTING ACTIVITIES				
Interest earned	19,651	31,823	15,668	67,142
Purchase of investments	(8,722)	(23,212)	(5,825)	(37,759)
Net cash provided by investing activities	6,929	9,611	9,843	26,383
NET INCREASE/DECREASE IN CASH				
	109,326	(429,655)	100,125	(220,204)

Continued on next page.

CITY OF ORLEANS, LOUISIANA
COMPARING STATEMENT OF CASH FLOWS - RECONCILED
NON-MAJOR INTERNAL SERVICE FUNDS
FOR THE YEARS ENDED AUGUST 31, 2003 AND 2002

	INTERNAL SERVICE FUND A	INTERNAL SERVICE FUND D	WORKMEN'S COMPENSATION FUND	TOTALS
	2003	2002	2003	2002
CASH AND CASH EQUIVALENTS,				
September 1, 2002	570,816	94,174,611	989,383	94,654,892
CASH AND CASH EQUIVALENTS,				
August 31, 2003	208,027	298,861	290,418	1,357,036
RECONCILIATION OF OPERATING INCOME TO NET CASH PROVIDED/USED BY OPERATIONAL ACTIVITIES				
Operating income (loss)	209,592	949,870	510,403	670,465
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities:				
Depreciation		660		660
(Increase) decrease in claims receivable				9,781
(Decrease) increase in due from other funds	1,375	2,750	1,375	5,500
Increase (decrease) in accounts payable		(11,891)	(11,285)	(23,176)
Total adjustments	<u>1,375</u>	<u>(11,481)</u>	<u>(10,273)</u>	<u>(18,482)</u>
Net cash provided (used) by operating activities	181,352	943,459	591,110	649,969

TRUSTEES' FUNDSPAYROLL ACCOUNT

Accounts for the centralization of the City's payroll and related expenses.

CITY OF OPELOUSAS, LOUISIANA
 COMBINING STATEMENT OF ASSETS AND LIABILITIES
 AGENCY FUND
 AUGUST 31, 2002 AND 2003

	<u>PAYROLL ACCOUNT</u>	
	<u>2003</u>	<u>2002</u>
<u>ASSETS</u>		
Cash and cash equivalents	\$114,313	\$81,908
Due from other funds	<u>213,896</u>	<u>230,693</u>
Total assets	<u>328,209</u>	<u>312,601</u>
<u>LIABILITIES AND FUND BALANCES</u>		
<u>LIABILITIES</u>		
Accounts payable and accrued expenses	\$207,917	\$177,719
Due to other fund	<u>144,894</u>	<u>144,884</u>
Total liabilities	<u>352,811</u>	<u>322,603</u>

RELATED REPORTS



JOHN S. DOWLING & COMPANY
A CORPORATION OF CERTIFIED PUBLIC ACCOUNTANTS

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

To the Honorable Anna Simmons, Mayor
and the Board of Aldermen
City of Opelousas, Louisiana

We have audited the financial statements of the City of Opelousas, Louisiana as of and for the year ended August 31, 2003, and have issued our report thereon dated April 3, 2004. We conducted our audit in accordance with auditing standards generally accepted in the United States of America 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 City of Opelousas, Louisiana'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 an instance of noncompliance that is required to be reported under *Government Auditing Standards*, which is described in the accompanying schedule of findings and questioned costs as item 03-1. We also noted certain immaterial instances of noncompliance that we have reported to management of the City of Opelousas in a separate letter dated April 3, 2004.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered the City'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. However, we noted certain matters involving the internal control over financial reporting and its operation that we consider to be reportable conditions. Reportable conditions involve matters coming to our attention relating to significant deficiencies in the design or operation of the internal control over financial reporting that, in our judgment, could adversely affect the City of Opelousas' ability to record, process, summarize, and report financial data consistent with the assertions of management in the financial statements. Reportable conditions are described in the accompanying schedule of findings and questioned costs as items 03-2, 03-3, 03-4, and 03-5.

To the Honorable Anna Simonsen, Mayor
and the Board of Aldermen
Page 2

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. Our consideration of the internal control over financial reporting would not necessarily disclose all matters in the internal control that might be reportable conditions and, accordingly, would not necessarily disclose all reportable conditions that are also considered to be material weaknesses. However, of the reportable conditions described above, we consider items II-3 and II-4 to be material weaknesses. We also noted other matters involving the internal control over financial reporting that we have reported to management of the City of Opelousas in a separate letter dated April 5, 2004.

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

John S. Dowling + Company

Opelousas, Louisiana
April 5, 2004



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

To the Honorable Anna Simmons, Mayor
and the Board of Aldermen
City of Opelousas, Louisiana

Compliance

We have audited the compliance of the City of Opelousas, Louisiana, 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 August 31, 2003. The City of Opelousas, Louisiana's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs. Compliance with the requirements of laws, regulations, contracts and grants applicable to each of its major federal programs is the responsibility of the City of Opelousas, Louisiana's management. Our responsibility is to express an opinion on the City of Opelousas, Louisiana's compliance based on our audit.

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; 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 Nonprofit Organizations." Those standards and OMB Circular A-133 require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about the City of Opelousas, Louisiana's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances. We believe that our audit provides a reasonable basis for our opinion. Our audit does not provide a legal determination on the City of Opelousas, Louisiana's compliance with those requirements.

In our opinion, the City of Opelousas 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 August 31, 2003.

To the Honorable Anna Simmons, Mayor
and the Board of Aldermen
Page 2

Internal Control Over Compliance

The management of the City of Opelousas 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 our audit, we considered the City of Opelousas's internal control over compliance with requirements that could have a direct and material effect on a major federal program in order to determine our auditing procedures for the purpose of expressing our opinion on compliance and to test and report on internal control over compliance in accordance with OMB Circular A-133.

Our 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. We noted no matters involving the internal control over compliance and its operation that we consider to be material weaknesses.

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

John B. Dowling + Company

Opelousas, Louisiana
April 5, 2004

SUPPLEMENTARY INFORMATION

CITY OF OPELOUSAS, LOUISIANA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
AUGUST 31, 2003

I. Summary of Audit Results

The following summarizes the auditor's results in accordance with OMB circular A-133:

1. The auditor's report expresses an unqualified opinion on the financial statements of the City of Opelousas as of and for the year ended August 31, 2003.
2. Four reportable conditions relating to the audit of the financial statements are reported in the Report on Compliance and an Internal Control over Financial Reporting Based on an Audit of Financial Statements Performed in Accordance with Government Auditing Standards.
3. One instance of noncompliance material to the financial statements of the City of Opelousas was disclosed during the audit.
4. No reportable conditions relating to the audit of the major federal award program are reported in the Report on Compliance with Requirements Applicable to Each Major Program and an Internal Control over Compliance in Accordance with OMB Circular A-133.
5. The auditor's report on compliance for the major federal award programs for the City of Opelousas expresses an unqualified opinion on all major federal programs.
6. There are no audit findings relative to the major federal award programs of the City of Opelousas to be reported in Part III of this schedule.
7. The programs tested as major programs were the Environmental Protection Agency Grant passed through the Louisiana Department of Environmental Quality Revolving Loan Program - Capitalization Grants for State Revolving Funds (CFDA #66.458) and the U.S. Department of Housing and Urban Development grant passed through the State of Louisiana Office of Community Development - Community Development Block Grant - Economic Development (CFDA #14.251).
8. The threshold for distinguishing Types A and B programs was \$300,000.
9. The City of Opelousas was determined to be a low-risk auditee.

II. 2003 Financial Statement Findings - Audit

Compliance Material to the Financial Statements

2003-1 Timely Submittal of Audit Report

Condition: The City of Opelousas audit report was not completed and transmitted to the Legislative Auditor within six months of the close of the City's fiscal year.

Criteria: Louisiana Revised Statute 24:513 requires audits to be completed within six months of the close of the entity's fiscal year.

CITY OF OPELOUSAS, LOUISIANA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
AUGUST 31, 2015

II. 2013 Financial Statement Findings - Audit - Continued

Cause: The completion of the audit was delayed by the gathering of information on undeposited funds.

Effect: The audit report was not submitted on a timely basis to the Legislative Auditors, which did not have a material effect on the financial statements.

Recommendation: We recommend that the audit of the City of Opelousas be submitted on a timely basis in the future.

Internal Control Material to the Financial Statements

2003-2 Use of the Purchase Order System

Condition: The Police Department is not properly following the City's internal control policies over use of the purchase order system.

Criteria: The City of Opelousas has internal control policies governing use of the purchase order system.

Cause: The Police Department frequently uses check requests to make purchases.

Effect: Expenditures are not always being made according to the City's established internal control policies.

Recommendation: The Police Department should follow City purchasing procedures.

2003-3 Cash Collections of the Parks Department

Condition: Cash collections are being made by the Parks Department and are not being deposited into the bank accounts under the City's control.

Criteria: All collections made by the City of Opelousas Parks Department should be deposited into the City's accounts.

Cause: The Parks Department was not turning over all revenues to the City of Opelousas to be deposited into the City's accounts.

Effect: The City of Opelousas was not depositing or receiving all revenues.

Recommendation: The City of Opelousas should establish procedures whereby all revenues collected for the City should be turned over to the City for deposit into the City's accounts.

CITY OF OPELOUSAS, LOUISIANA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
AUGUST 31, 2003

II. 2003 Financial Statement Findings - Audit - Continued

2003-4 Police Department Revenues

Condition: The Police Department did not submit all revenues to the City of Opelousas to be deposited into accounts which are under City control.

Criteria: All revenues should be deposited into the City's accounts.

Cause: The City of Opelousas' revenues were not deposited into bank accounts under the City's control.

Effect: All City revenues were not deposited into accounts which are under the City's control.

Recommendation: The City of Opelousas should institute procedures whereby all revenues are deposited into accounts which are under the City's control.

2003-5 Inadequate Documentation for Drug Buy Money

Condition: The Police Department has inadequate documentation for drug buy money.

Criteria: The City of Opelousas Police Department must have complete documentation to support drug buy expenditures.

Cause: Case documentation of drug buy expenditures does not adequately document the expenditures of funds.

Effect: Drug buy expenditures are not adequately documented.

Recommendation: The City of Opelousas Police Department should institute procedures to adequately document drug buy expenditures.

III. Findings and Questioned Costs - Major Federal Award Programs Audit

None

CITY OF ORLEANS, LOUISIANA
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
AUGUST 31, 2001

FEDERAL ORIGINATOR/AGENCY TITLE	PASS-THROUGH ENTITY IDENTIFYING NUMBER	FEDERAL CIDA NUMBER	EXPENDITURES
U.S. Department of Housing and Urban Development			
Pass-through programs			
Louisiana Department of Social Services			
Emergency Shelter Grants Program		14-251	214,944
State of Louisiana Office of Community Development			
Community Development Block Grant - Economic Development		14-219	600,754
U.S. Department of Justice			
Direct program			
Local Law Enforcement Block Grant Program		55-592	21,486
Pass-through programs			
Louisiana Commission on Law Enforcement and Administration of Criminal Justice			
Byrne Formula Grant Program			
Electronic Equipment and Training Grant	PO6-4-008	16-579 *	1,365
Recruit Resource Center	200-4-006	16-540	1,480

Continued on next page.

CITY OF ORLEANS, LOUISIANA
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS - (CONTINUED)
AUGUST 31, 2003

FEDERAL GRANT/PASS-THROUGH GRANT/PROGRAM OR CLUSTER TITLE	PASS-THROUGH ENTITY IDENTIFYING NUMBER	FEDERAL CFDA NUMBER	EXPENDITURES
Environmental Protection Agency Pass-through payments Louisiana Department of Environmental Quality Revolving Fund Loan Program Capitalization Grants for State Revolving Funds	OS-221(866-B)	66-433	\$600,485
U.S. Department of Education - Louisiana Department of Education Pass-through payments: Safe and Drug Free Schools		84-186	49,990
U.S. Fire Administration - Federal Emergency Management Agency Pass-through payments: Assistance to Firefighters Grant		97-044	273,875
U.S. Federal Emergency Management Agency Pass-through payments: State of Louisiana Office of Emergency Preparedness Public Assistance Grants	097-08045-00	97-026	183,518
Totals			<u>1,708,868</u>

* Indicates grants treated as cluster by OMB Circular A-113.

CITY OF OPELOUSAS, LOUISIANA
NOTES TO SCHEDULE OF EXPENDITURES
OF FEDERAL AWARDS
AUGUST 31, 2003

NOTE 1 - GENERAL

The accompanying schedule of expenditures of federal awards presents the activity of all federal financial assistance programs of the City of Opelousas. The reporting entity is defined in Note 1 to the financial statements. All federal financial assistance received directly from federal agencies as well as federal financial assistance passed through other government agencies are included on the schedule.

NOTE 2 - BASIS OF ACCOUNTING

The accompanying schedule of expenditures of federal awards is presented using the modified accrual basis of accounting for the federal assistance. The basis of accounting is described in Note 1 to the financial statements.

NOTE 3 - SUBRECIPIENTS

The federal expenditures of the Emergency Shelter Grants Program presented in the schedule, were federal awards provided to subrecipients by the City as follows:

<u>Subrecipient Title</u>	<u>Federal CFDA Number</u>	<u>Amount Provided</u>
Opelousas Housing Corporation 47 1/2 New Life Center	14.231	\$6,744
Lighthouse Mission	14.231	<u>8,200</u>
		<u>14,944</u>

NOTE 4 - RELATIONSHIP TO FINANCIAL STATEMENTS

Of the total amount of the federal financial assistance received, only the reimbursement amount is recorded in the financial statements as revenues. The expenditures which were later reimbursed are recorded in the financial statements as expenses. Federal financial assistance revenue is reported in the City of Opelousas, Louisiana's financial statements as follows:

CITY OF OPELOUSAS, LOUISIANA
 NOTES TO SCHEDULE OF EXPENDITURES
 OF FEDERAL AWARDS (CONTINUED)
 AUGUST 31, 2003

NOTE 4 - RELATIONSHIP TO FINANCIAL STATEMENTS (Continued)

	<u>Amount</u>
Special Revenue Funds	
Intergovernmental Revenues	
Emergency Shelter Grant Fund	<u>\$14,844</u>
General Fund	
Intergovernmental Revenues	
Federal grants	
Act 552 equipment and DARE grant	\$1,363
LEBBQ	21,488
Governor's DARE grant	48,890
Kopart Resource Center grant	3,440
2002 Firefighter Safety grant	208,808
FEMA	137,243
Total General Fund	<u>647,434</u>
Enterprise Funds	
Sewer Fund	
Revenue bonds payable	\$69,488
Contributed equity	<u>608,794</u>
Total Enterprise Funds	<u>1,318,382</u>

CITY OF OPELOUSAS, LOUISIANA
SCHEDULE OF PRIOR YEAR FINDINGS
AUGUST 31, 2001

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

Finding 2001-1 - Transfers to the Payroll Fund

Corrective action taken.

Section II - Internal Control and Compliance Material to Federal Awards

None

Section III - Management Letter

2001-2 - Payables in the Payroll Fund

Corrective action taken.

2001-3 - Customers' Meter Deposits

Unresolved - REPEAT COMMENT

2001-4 - Actual Expenditures Exceed Budgeted Expenditures by More Than 5 Percent

Corrective action taken.

2001-5 - Deposits Not Fully Collateralized

Corrective action taken.

2001-6 - Inadequate Documentation Supporting Advanced Drug Science Money

Unresolved - REPEAT COMMENT

CITY OF OPELOUSAS, LOUISIANA
SCHEDULE OF PER DIEM PAID TO ELECTED OFFICIALS
AUGUST 31, 2003

Aana Simmons, Mayor (January 1, 2003 to present)	\$38,807
John A. Vallin, Mayor (September 1, 2002 through December 31, 2002)	37,378
Dale Peffersham, Pro-Town	18,877
LeRoy Payne, Alderman-at-large	18,081
Charles McKinsey - Alderman	8,190
Bobby Hawkins, Alderman	10,786
Joe Charles, Alderman	16,837
Joseph Guillory, Alderman	16,837
Greg Catala - Alderman	<u>18,081</u>
	<u>176,574</u>

**CITY OF OREGONIAN, OREGON
 SCHEDULE OF PREMIUMS IN FORCE - (CONTINUED)
 AUGUST 31, 2003**

<u>TYPE OF COVERAGE AND NAME OF COMPANY</u>	<u>NUMBER</u>	<u>PERIOD FROM</u>	<u>PERIOD TO</u>	<u>DETAILS OF COVERAGE</u>	<u>COVERAGE</u>
Starkman's Communications P.A. Starkman & Associates, Inc.	AGC-0488-LA	1/1/04	1/31/04	Workman's compensation	None
Commercial United Marine Company Harford Insurance Company	0000130402	1/1/03	1/31/04	Complete equipment, contractor's tools, riggs Deductible - \$1,000	None
Firearm Coverage Harford Insurance Company	000014000001	1/1/00	1/31/04	Fire and property Deductible - \$50,000 Builds and machinery	None
AJ Travelers Annapolis, LA Southern General Agency	4018940001002 SML4700011	4/1/99	4/1/04	Automobile Automobile	None None
Public Officials, Drivers and Commission Annapolis, LA	4518940001002	4/1/99	4/1/04	Public officials	None
Emiliano D'Almeida, Shaded Road Fidelity and Deposit Company	COF0-0004008	1/1/99	1/1/04	Checks and orders	None
Public Office Booth Fidelity and Deposit Company Checks and tax collector Clark III Mayor	30004176 6000008 60001005	3/01/00	3/31/04	Cyber-risk Clark III Mayor	None None None

Russell J. Stealy, CPA
Clayton S. Poysson, CPA
James L. Robinson, Jr., CPA
G. Kathleen Papp, S. CPA
Barrett J. Cox, CPA
Michael A. Gray, CPA
Lisa T. Minton, CPA

Sara M. Durkin, CPA



JOHN S. DOWLING & COMPANY
A CORPORATION OF CERTIFIED PUBLIC ACCOUNTANTS

RECEIVED

APR 15 2004

John S. Dowling, CPA
1904-1904

Partner

Ronald Dupre, CPA
1900

John Newton Jones, CPA
1900

George Lippox, CPA
1900

Paul Lumbry, Jr., CPA
1900

To the Honorable Anna Simmons, Mayor
City of Opelousas
Opelousas, Louisiana

We have audited the financial statements of the City of Opelousas, Louisiana, as of and for the year ended August 31, 2003, and have issued our report thereon dated April 5, 2004. 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.

As part of our examination, we have issued our report on the financial statements, dated April 5, 2004, and our report on internal control and compliance with laws, regulations, contracts, and grants dated April 5, 2003. This letter does not affect our report dated April 5, 2004 on the financial statements of the City of Opelousas.

During our audit, we became aware of the following matters that are opportunities for strengthening internal controls and operating efficiency:

2003-6 Customers' Meter Deposits

We recommend that customers' meter deposits be reconciled to the general ledger balance on a monthly basis. REPEAT COMMENT

We will review the status of these comments during our next audit engagement. We will be pleased to discuss these comments and suggestions in further detail at your convenience, to perform any additional study of these matters, or to assist you in implementing the recommendations.

John S. Dowling & Company

Opelousas, Louisiana
April 5, 2004

Russell J. Stealy, CPA
Craig S. Fontenot, CPA
James L. Williams, Jr., CPA
G. Kenneth Pate, S. CPA
Curtis A. Day, CPA
Michael A. Roy, CPA
Lisa T. Stewart, CPA



JOHN S. BOWLING & COMPANY
A CORPORATION OF CERTIFIED PUBLIC ACCOUNTANTS

John S. Bowling, CPA
1904-1993

(337) 633-1100

David Cooper, CPA
1999

John Mendenhall, CPA
1999

Bryant Galtison, CPA
1999

Joel Lambie, Jr., CPA
2000

April 13, 2004

Louisiana Legislative Auditor
1800 North Third Street
Baton Rouge, LA 70803

ADDENDUM TO CORRECTIVE ACTION PLAN

The following are the contact persons responsible for corrective action and the anticipated completion date of the corrective action.

FINDINGS - FINANCIAL STATEMENT AUDIT

<u>Finding</u>	<u>Person Responsible</u>	<u>Anticipated Completion Date</u>
2003-1 <u>Timely Submission of Audit Report</u>	Frances Caron	April 13, 2004
2003-2 <u>Use of the Purchase Order System</u>	Frances Caron	April 30, 2004
2003-3 <u>Cash Collections of the Parks Department</u>	Frances Caron	April 30, 2004
2003-4 <u>Police Department Revenues</u>	Frances Caron	April 30, 2004
2003-5 <u>Inadequate Documentation for Drug Buy Money</u>	Frances Caron	April 30, 2004

FINDINGS - MANAGEMENT LETTER

2003-6 <u>Customers' Motor Deposits</u>	Frances Caron	December 31, 2004
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If you need additional information, please advise.

Sincerely,

JOHN S. BOWLING & COMPANY

By *Craig S. Fontenot, CPA*
Craig S. Fontenot, CPA

CORRECTIVE ACTION PLAN

April 14, 2004

Louisiana Legislative Auditor
Baton Rouge, LA 70804

The City of Opelousas, Louisiana respectfully submits the following corrective action plan for the year ended August 31, 2003.

Name and address of independent public account firm: John S. Bowling & Company, P. C.
Box 1549, Opelousas, Louisiana 70571-1549.

Audit period: Year ended August 31, 2003

The findings from the 2003 audit report and management letter are discussed below. The findings are numbered consistently with the numbers assigned in the report.

FINDINGS - FINANCIAL STATEMENT AUDIT

2003 - 1 Timely Submission of Audit Report

Action Taken: The completion of the audit was delayed by the gathering of information on funds that were not deposited under the City's control. The audit of the City will be submitted on a timely basis in the future.

2003 - 2 Use of the Purchase Order System

Action Taken: The city will meet with the personnel of the Police Department to inform them that all invoices that did not follow proper purchasing procedures would be returned.

2003 - 3 Cash Collections of the Parks Department

Action Taken: The City will either send letters and/or place a legal notice in the official journal to all merchants in the City that any sponsorship or other sports related fee should be mailed directly to the City Clerk's Office or brought to that office for deposit. The City will also institute the use of a ticket system or other procedures that will ensure that all cash collections made at events will be turned over to the City Clerk's Office for deposit. The City of Opelousas will institute a policy that no revenues are to be collected by any supervisor or individual department in the future. All revenues due the City shall be paid in the City Clerk's Office only.

2003 - 4 Police Department Revenues

Action Taken: The City will place a legal notice in its official journal that all revenues directed to the city should not be sent to any department other than the City Clerk's Office. The City Clerk's Office will bill or approve any billings for services to be performed by any department.

2003 - 5 Inadequate Documentation for Drug Buy Money

Action Taken: The City will check with the State Police and the District Attorney's office for procedures used by them regarding documentation for Drug Buy Money. Once the procedures have been identified and established, the city will implement those procedures. No money will be issued that does not follow those procedures.

FINDING MANAGEMENT LETTER

2003 - 4 Customers' Meter Deposits

Action Taken: The meter deposits are being reconciled and recorded. This is an ongoing process that will take some time to complete.

If additional information is needed, please advise.

Sincerely Yours,



Frances Carron, MMC
City Clerk