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CITY OF WESTWEGO, LOUISIANA
ANNUAL FINANCIAL REPORT
DECEMBER 31, 1995

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Release Date 8-7-96

CITY OF WESTWEGO, LOUISIANA

DECEMBER 31, 1995

T A B L E O F C O N T E N T S

	<u>Page</u>
INDEPENDENT AUDITOR'S REPORT ON FINANCIAL STATEMENTS	i
GENERAL PURPOSE FINANCIAL STATEMENTS	
Combined balance sheet - all fund types and account group.....	2-3
Combined statement of revenues, expenditures, and changes in fund balances - all governmental fund types.....	4
Combined statement of revenues, expenditures, and changes in fund balances - budget (GAAP Basis) and actual - general and debt service fund.....	5
Combined statement of revenues, expenses, and changes in retained earnings/fund balance - proprietary fund type and similar trust fund.....	6-7
Combined statement of cash flows - proprietary fund type and similar trust fund	8
Notes to financial statements.....	9-20
COMBINING AND INDIVIDUAL FUND FINANCIAL STATEMENTS	
<u>General fund</u>	
Comparative balance sheet.....	23
Statement of revenues, expenditures and changes in fund balance - budget (GAAP Basis) and actual.....	24
Statement of expenditures, compared to budget (GAAP Basis)...	25-28
<u>Debt service fund</u>	
Sewerage improvement bonds:	
Comparative balance sheet.....	30
Comparative statement of revenues, expenditures and changes in fund balance.....	31
Statement of revenues, expenditures and changes in fund balance - budget (GAAP Basis) and actual.....	32
<u>Enterprise funds</u>	
Combining balance sheet.....	34-35
Combining statement of revenues, expenses, and changes in retained earnings.....	36-37
Combining statement of cash flows.....	38
Waterworks:	
Comparative balance sheet.....	39-40
Comparative statement of revenues, expenses and changes in retained earnings.....	41
Comparative statement of cash flows.....	42

CITY OF WESTWEGO, LOUISIANA

DECEMBER 31, 1995

T A B L E O F C O N T E N T S
(continued)

	<u>Page</u>
COMBINING AND INDIVIDUAL FUND FINANCIAL STATEMENTS (continued)	
<u>Enterprise funds - continued</u>	
Sewerage:	
Comparative balance sheet.....	43
Comparative statement of revenues, expenses and changes in accumulated deficit.....	44
Comparative statement of cash flows.....	45
<u>Fiduciary fund</u>	
Police pension and relief trust fund:	
Comparative balance sheet.....	47
Comparative statement of revenues, expenses and changes in fund balance.....	48
Comparative statement of cash flows.....	49
SUPPLEMENTARY INFORMATION	
Schedule of compensation paid to members of the Board of Aldermen.....	51
Schedule of federal financial assistance.....	52
COMPLIANCE AND INTERNAL CONTROL REPORTS	
Independent auditor's report on City of Westwego, Louisiana's compliance based on an audit of the general purpose financial statements performed in accordance with Government Auditing Standards	54-55
Independent auditor's report on City of Westwego, Louisiana's compliance with general requirements applicable to federal financial assistance program	56
Independent auditor's report on City of Westwego, Louisiana's compliance with specific requirements applicable to nonmajor federal financial assistance program transactions.....	57
Independent auditor's report on internal control structure of City of Westwego, Louisiana based on an audit of general- purpose financial statements performed in accordance with Government Auditing Standards	58-59
Independent auditor's report on City of Westwego, Louisiana's internal control structure used in administering federal financial assistance programs.....	60-61

UZEE, BUTLER, ARCENEUX & BOWES

CERTIFIED PUBLIC ACCOUNTANTS
2067 PAXTON STREET
HARVEY, LOUISIANA 70058

(504) 347-0441
FAX (504) 347-0467

DOUGLAS L. UZEE, CPA
(1926 - 1988)
JAMES L. BUTLER, CPA
N. PAUL ARCENEUX, CPA
PATRICK J. BOWES, CPA

MEMBERS
AMERICAN INSTITUTE OF
CERTIFIED PUBLIC ACCOUNTANTS
SOCIETY OF LOUISIANA
CERTIFIED PUBLIC ACCOUNTANTS

INDEPENDENT AUDITOR'S REPORT ON FINANCIAL STATEMENTS

The Honorable Mayor and
Board of Aldermen
City of Westwego, Louisiana

We have audited the accompanying general purpose financial statements of the City of Westwego, Louisiana, as of December 31, 1995, and for the year then ended, as listed in the table of contents. These general purpose financial statements are the responsibility of the City of Westwego's management. Our responsibility is to express an opinion on these general-purpose financial statements based on our audit.

We conducted our audit in accordance with generally accepted auditing standards; **Government Auditing Standards** issued by the Comptroller General of the United States; and the provisions of Office of Management and Budget Circular A-128, "Audits of State and Local Governments". Those standards and OMB Circular A-128 require that we plan and perform the audit to obtain reasonable assurance about whether the general purpose financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the general purpose financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall general purpose financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

In our opinion, the general purpose financial statements referred to above present fairly, in all material respects, the financial position of the City of Westwego, Louisiana, at December 31, 1995, and the results of its operations and cash flows of its proprietary fund types and similar trust fund for the year then ended in conformity with generally accepted accounting principles.

Our audit was made for the purpose of forming an opinion on the general-purpose financial statements taken as a whole. The combining and individual fund financial statements and supplementary information listed in the table of contents are presented for purposes of additional analysis and are not a required part of the general purpose financial statements of the City of Westwego, Louisiana. Such information has been subjected to the auditing procedures applied in the audit of the general purpose

financial statements and, in our opinion, is fairly presented in all material respects in relation to the general purpose financial statements taken as a whole.

In accordance with **Government Auditing Standards**, we have also issued a report dated June 27, 1996 on our consideration of the City of Westwego's internal control structure and a report dated June 27, 1996 on its compliance with laws and regulations.

Uyee, Butler, Arceneaux & Barnes

Harvey, Louisiana
June 27, 1996

GENERAL PURPOSE FINANCIAL STATEMENTS

CITY OF WESTWEGO, LOUISIANA
 COMBINED BALANCE SHEET - ALL FUND TYPES AND ACCOUNT GROUP
 December 31, 1995
 (With Comparative Totals for December 31, 1994)

ASSETS AND OTHER DEBITS	Governmental Fund Types		Proprietary Fund Type		Fiduciary Fund Type		General Fixed Assets Account Group	Totals	
	General	Debt Service	Enterprise	Trust	Trust	Account Group		1995	(Memorandum Only) 1994
Cash	\$ 760,742	\$ 1,286	\$ 523,044	\$ 50,102	\$ -	\$ -	\$ 1,335,174	\$ 814,033	
Certificates of deposit	832,987	-	35,289	140,833	-	-	1,009,109	957,891	
Investments	-	-	-	-	-	-	-	20,300	
Property tax receivable	773,293	-	-	-	-	-	773,293	770,955	
Receivables - other	83,141	-	218,788	4,866	-	-	306,795	308,896	
Prepaid insurance	-	-	-	-	-	-	-	28,456	
Due from other funds	864,190	1,000	-	-	-	-	865,190	189,170	
Due from other governments	297,331	-	-	-	-	-	297,331	314,431	
Restricted assets:									
Cash	-	-	20,136	-	-	-	20,136	17,350	
Certificates of deposit	-	-	330,573	-	-	-	330,573	316,137	
Property, plant and equipment - net	-	-	8,296,618	-	-	1,790,822	10,087,440	9,654,484	
Total assets and other debits	\$ 3,611,684	\$ 2,286	\$ 9,424,448	\$ 195,801	\$ 1,790,822	\$ 15,025,041	\$ 13,392,103		

(continued)

CITY OF WESTMEGO, LOUISIANA
 COMBINED BALANCE SHEET - ALL FUND TYPES AND ACCOUNT GROUP - CONTINUED
 December 31, 1995
 (With Comparative Totals for December 31, 1994)
 (continued)

	Governmental Fund Types		Proprietary Fund Type		Fiduciary Fund Type		General Fixed Assets Account Group		Totals (Memorandum Only)	
	General	Debt Service	Enterprise	Trust	Pension	Trust	1995	1994	1995	1994
LIABILITIES										
Accounts payable	\$ 154,522	-0-	45,256	-0-	-0-	-0-	-0-	199,778	301,520	
Accrued wages payable	26,112	-0-	9,144	-0-	-0-	-0-	-0-	35,256	24,648	
Due to other funds	1,000	-0-	864,190	-0-	-0-	-0-	-0-	865,190	189,170	
Customers' deposits - payable from restricted assets	-0-	-0-	80,950	-0-	-0-	-0-	-0-	80,950	77,193	
Deferred revenue	739,192	-0-	-0-	-0-	-0-	-0-	-0-	739,192	733,921	
Total liabilities	920,826	-0-	999,540	-0-	-0-	-0-	-0-	1,920,366	1,326,452	
FUND EQUITY AND OTHER CREDITS										
Investment on general fixed assets	-0-	-0-	-0-	-0-	-0-	-0-	-0-	1,790,822	1,790,822	1,652,692
Contributed capital	-0-	-0-	8,126,409	-0-	-0-	-0-	-0-	8,126,409	8,100,409	
Retained earnings:										
Reserved for waterworks maintenance	-0-	-0-	269,759	-0-	-0-	-0-	-0-	269,759	256,294	
Unreserved	-0-	-0-	28,740	-0-	-0-	-0-	-0-	28,740	58,314	
Fund balance:										
Reserved	154,477	-0-	-0-	195,801	-0-	-0-	-0-	350,278	244,034	
Unreserved - undesignated	2,536,381	2,286	-0-	-0-	-0-	-0-	-0-	2,538,667	1,753,908	
Total fund equity and other credits	2,690,858	2,286	8,424,908	195,801	1,790,822	13,104,675	12,065,651			
Total liabilities, fund equity and other credits	\$ 3,611,684	\$ 2,286	\$ 9,424,448	\$ 195,801	\$ 1,790,822	\$ 15,025,041	\$ 13,392,103			

The accompanying notes are an integral part of this statement.

CITY OF WESTWEGO, LOUISIANA
 COMBINED STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN
 FUND BALANCES - ALL GOVERNMENTAL FUND TYPES
 Year Ended December 31, 1995
 (With Comparative Totals for the Year Ended December 31, 1994)

	Governmental Fund Types		Totals (Memorandum Only)	
	General	Debt Service	1995	1994
Revenues:				
Taxes	\$2,198,680	\$ -0-	\$ 2,198,680	\$2,233,553
Licenses and permits	341,074	-0-	341,074	349,264
Intergovernmental	1,431,444	-0-	1,431,444	769,925
Charges for services	193,087	-0-	193,087	198,469
Fines	103,508	-0-	103,508	91,764
Miscellaneous	288,081	10	288,091	146,446
Total revenues	<u>4,555,874</u>	<u>10</u>	<u>4,555,884</u>	<u>3,789,421</u>
Expenditures:				
Current:				
General government	1,223,144	-0-	1,223,144	1,375,427
Public safety	1,287,013	-0-	1,287,013	987,355
Streets and drainage	520,461	-0-	520,461	125,217
Sanitation	295,673	-0-	295,673	320,910
Health	48,086	-0-	48,086	34,262
Recreation	218,961	-0-	218,961	158,494
Total expenditures	<u>3,593,338</u>	<u>-0-</u>	<u>3,593,338</u>	<u>3,001,665</u>
Transfer to other funds	<u>68,540</u>	<u>-0-</u>	<u>68,540</u>	<u>276,705</u>
Total expenditures and transfers	<u>3,661,878</u>	<u>-0-</u>	<u>3,661,878</u>	<u>3,278,370</u>
Excess of revenues over expenditures and transfers	893,996	10	894,006	511,051
Fund balances at beginning of year	<u>1,796,862</u>	<u>2,276</u>	<u>1,799,138</u>	<u>1,288,087</u>
Fund balances at end of year	<u>\$2,690,858</u>	<u>\$ 2,286</u>	<u>\$ 2,693,144</u>	<u>\$1,799,138</u>

The accompanying notes are an integral part of this statement.

CITY OF WESTWEGO, LOUISIANA
 COMBINED STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN
 FUND BALANCES - BUDGET (GAAP BASIS) AND ACTUAL -
 GENERAL AND DEBT SERVICE FUND
 Year Ended December 31, 1995

	General Fund			Debt Service Fund		
	Budget	Actual	Variance- Favorable (Unfavorable)	Budget	Actual	Variance- Favorable (Unfavorable)
Revenues:						
Taxes	\$2,089,121	\$2,198,680	\$109,559	\$ -0-	\$ -0-	\$ -0-
Licenses and permits	328,836	341,074	12,238	-0-	-0-	-0-
Intergovernmental	1,328,625	1,431,444	102,819	-0-	-0-	-0-
Charges for services	197,552	193,087	(4,465)	-0-	-0-	-0-
Fines	105,377	103,508	(1,869)	-0-	-0-	-0-
Miscellaneous	237,430	288,081	50,651	-0-	10	10
Total revenues	<u>4,286,941</u>	<u>4,555,874</u>	<u>268,933</u>	<u>-0-</u>	<u>10</u>	<u>10</u>
Expenditures:						
Current:						
General government	1,139,995	1,223,144	(83,149)	-0-	-0-	-0-
Public safety	1,290,007	1,287,013	2,994	-0-	-0-	-0-
Streets and drainage	853,687	520,461	333,226	-0-	-0-	-0-
Sanitation	304,156	295,673	8,483	-0-	-0-	-0-
Health	43,447	48,086	(4,639)	-0-	-0-	-0-
Recreation	224,124	218,961	5,163	-0-	-0-	-0-
Total expenditures	<u>3,855,416</u>	<u>3,593,338</u>	<u>262,078</u>	<u>-0-</u>	<u>-0-</u>	<u>-0-</u>
Transfers to other funds	<u>68,540</u>	<u>68,540</u>	<u>-0-</u>	<u>-0-</u>	<u>-0-</u>	<u>-0-</u>
Total expenditures and transfers	<u>3,923,956</u>	<u>3,661,878</u>	<u>262,078</u>	<u>-0-</u>	<u>-0-</u>	<u>-0-</u>
Excess (deficiency) of revenues over expenditures and transfers	362,985	893,996	531,011	-0-	10	10
Fund balances at beginning of year	<u>1,796,862</u>	<u>1,796,862</u>	<u>-0-</u>	<u>-0-</u>	<u>2,276</u>	<u>2,276</u>
Fund balances at end of year	<u>\$2,159,847</u>	<u>\$2,690,858</u>	<u>\$531,011</u>	<u>\$ -0-</u>	<u>\$ 2,286</u>	<u>\$ 2,286</u>

The accompanying notes are an integral part of this statement.

CITY OF WESTWEGO, LOUISIANA
 COMBINED STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN
 RETAINED EARNINGS/FUND BALANCE - PROPRIETARY FUND TYPE
 AND SIMILAR TRUST FUND
 Year Ended December 31, 1995
 (With Comparative Totals for the Year Ended December 31, 1994)

	Proprietary Fund Type	Fiduciary Fund Type	Totals (Memorandum Only)	
	Enterprise	Pension Trust	1995	1994
Operating revenues:				
Charges for services	\$1,271,656	\$ -0-	\$ 1,271,656	\$ 1,085,626
Contributions	-0-	18,090	18,090	20,140
Interest	-0-	6,858	6,858	4,087
Total operating revenues	1,271,656	24,948	1,296,604	1,109,853
Operating expenses:				
Salaries, wages and personal services	404,512	-0-	404,512	390,701
Maintenance	171,762	-0-	171,762	177,509
Power	221,441	-0-	221,441	195,956
Chemicals	71,965	-0-	71,965	66,533
Medical insurance	53,114	-0-	53,114	53,496
General insurance	166,565	-0-	166,565	159,792
Truck expenses	19,510	-0-	19,510	14,974
Office supplies, expense and postage	11,593	-0-	11,593	11,735
Employees' pension plan	19,079	-0-	19,079	18,923
Bad debts	3,356	-0-	3,356	6,070
Other	7,604	27,951	35,555	36,086
Telephone	1,992	-0-	1,992	2,180
Tenure awards	2,655	-0-	2,655	2,595
Professional fees	23,413	-0-	23,413	24,878
Depreciation	241,986	-0-	241,986	224,068
Total operating expenses	1,420,547	27,951	1,448,498	1,385,496
Net operating (loss)	(148,891)	(3,003)	(151,894)	(275,643)
Nonoperating revenues:				
Interest on investments	22,058	-0-	22,058	15,618
Ad valorem taxes	42,184	-0-	42,184	42,058
Transfer from other funds	68,540	-0-	68,540	276,705
Total nonoperating revenues	132,782	-0-	132,782	334,381

(continued)

CITY OF WESTWEGO, LOUISIANA
 COMBINED STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN
 RETAINED EARNINGS/FUND BALANCE - PROPRIETARY FUND TYPE
 AND SIMILAR TRUST FUND
 Year Ended December 31, 1995
 (With Comparative Totals for Year Ended December 31, 1994)
 (continued)

	<u>Proprietary Fund Type</u>	<u>Fiduciary Fund Type</u>	<u>Totals</u>	
	<u>Enterprise</u>	<u>Pension Trust</u>	<u>(Memorandum Only)</u>	
			<u>1995</u>	<u>1994</u>
Net income (loss)	\$ (16,109)	\$ (3,003)	\$ (19,112)	\$ 58,738
Retained earnings/fund balance at beginning of year	<u>314,608</u>	<u>198,804</u>	<u>513,412</u>	<u>454,674</u>
Retained earnings/fund balance at end of year	<u>\$ 298,499</u>	<u>\$ 195,801</u>	<u>\$ 494,300</u>	<u>\$ 513,412</u>

The accompanying notes are an integral part of this statement.

CITY OF WESTWEGO, LOUISIANA
 COMBINED STATEMENT OF CASH FLOWS
 PROPRIETARY FUND TYPE AND SIMILAR TRUST FUND
 Year Ended December 31, 1995
 (With Comparative Totals for The Year Ended December 31, 1994)

	Proprietary Fund Type	Fiduciary Fund Type	Totals (Memorandum Only)	
	Enterprise	Pension Trust	1995	1994
CASH FLOWS FROM OPERATING ACTIVITIES				
Net operating (loss)	\$ (148,891)	\$ (3,003)	\$ (151,894)	\$ (275,643)
Adjustments to reconcile net operating loss to net cash provided (used) by operating activities:				
Depreciation	241,986	-0-	241,986	224,068
(Increase) in accounts receivable	(1,448)	-0-	(1,448)	(13,859)
Increase (decrease) in contribution receivable	-0-	1,110	1,110	(850)
(Decrease) in accounts payable	(141,965)	-0-	(141,965)	151,619
Increase in accrued wages	1,954	-0-	1,954	1,171
Increase (decrease) in due to other funds	676,020	-0-	676,020	(43,215)
NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES	<u>627,656</u>	<u>(1,893)</u>	<u>625,763</u>	<u>43,291</u>
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES				
Increase in customers' deposits	3,757	-0-	3,757	3,541
Ad Valorem taxes	42,184	-0-	42,184	42,058
NET CASH PROVIDED BY NONCAPITAL FINANCING ACTIVITIES	<u>45,941</u>	<u>-0-</u>	<u>45,941</u>	<u>45,599</u>
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES				
Acquisition of property, plant and equipment	(536,812)	-0-	(536,812)	(670,141)
Receivable from Parish of Jefferson	3,089	-0-	3,089	-0-
Contributed capital	26,000	-0-	26,000	-0-
Transfer from other funds	68,540	-0-	68,540	276,705
NET CASH USED BY CAPITAL AND RELATED FINANCING ACTIVITIES	<u>(439,183)</u>	<u>-0-</u>	<u>(439,183)</u>	<u>(393,436)</u>
CASH FLOWS FROM INVESTING ACTIVITIES				
Redemption of certificates of deposit and investments	3,913,272	1,526,660	5,439,932	6,148,414
Purchase of certificates of deposit	(3,931,539)	(1,513,391)	(5,444,930)	(6,043,769)
Interest on investments	22,058	-0-	22,058	15,618
NET CASH PROVIDED BY INVESTING ACTIVITIES	<u>3,791</u>	<u>13,269</u>	<u>17,060</u>	<u>120,263</u>
Net increase (decrease) in cash	238,205	11,376	249,581	(184,283)
Cash at beginning of year	304,975	38,726	343,701	527,984
Cash at end of year	<u>\$ 543,180</u>	<u>\$ 50,102</u>	<u>\$ 593,282</u>	<u>\$ 343,701</u>
SUMMARY OF CASH				
Current Asset - Cash	\$ 523,044	\$ 50,102	\$ 573,146	\$ 326,351
Restricted Assets:				
Reserve fund cash	31	-0-	31	31
Depreciation and contingencies fund cash	40	-0-	40	40
Customers' deposits cash	20,065	-0-	20,065	17,279
	<u>\$ 543,180</u>	<u>\$ 50,102</u>	<u>\$ 593,282</u>	<u>\$ 343,701</u>

The accompanying notes are an integral part of this statement.

CITY OF WESTWEGO, LOUISIANA
NOTES TO FINANCIAL STATEMENTS
December 31, 1995

(1) GENERAL STATEMENT AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The City of Westwego was incorporated January 18, 1919, under the provisions of Louisiana Revised Statutes 33:321 et. seq., which provisions are commonly known as the Lawrason Act. The City operates under a Mayor and Board of Aldermen form of government and provides the following services as authorized by its charter: public safety (police and fire), streets, drainage, sanitation, health, social services, recreation, public improvements, planning and zoning, and general administrative services.

The accounting policies of the City of Westwego conform to generally accepted accounting principles as applicable to governments. The following is a summary of the more significant policies:

A. Financial Reporting Entity

The accompanying financial statements include all funds and account groups of the City of Westwego. There are no component units which are controlled by or fiscally dependent on the City which should be included to form the reporting entity. Control by or fiscal dependence on the City was determined on the basis of budget adoption, taxing authority, authority to issue debt, election or appointment of governing body, and financial accountability.

The following organizations conduct an activity entirely within the City for the benefit of the City's residents but are not considered a part of the reporting entity because the City does not exercise control over them and they are fiscally independent of the City.

Westwego Housing Authority
Westwego Volunteer Fire Company #1
Westwego Council on Aging

B. Fund Accounting

The accounts of the City are organized on the basis of funds and an account group, each of which is considered a separate accounting entity. The operations of each fund are accounted for with a separate set of self-balancing accounts that comprise its assets, liabilities, fund equity, revenues, and expenditures, or expenses, as appropriate. Government resources are allocated to and accounted for in individual funds based upon the purposes for which they are to be spent and the means by which spending activities are controlled.

The various funds are grouped, in the financial statements in this report, into four generic fund types and three broad fund categories as follows:

CITY OF WESTWEGO, LOUISIANA
NOTES TO FINANCIAL STATEMENTS - CONTINUED
December 31, 1995

B. Continued

GOVERNMENTAL FUNDS

General Fund - The General Fund is the general operating fund of the City. It is used to account for all financial resources except those required to be accounted for in another fund.

Debt Service Fund - The Debt Service Fund was established to account for the accumulation of resources for, and the payment of, general long-term debt principal, interest, and related costs.

PROPRIETARY FUNDS

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 appropriate for capital maintenance, public policy, management control, accountability, or other purposes.

FIDUCIARY FUND

Pension Trust Fund - The Police Pension Trust Fund is used to account for assets held by the City in a trustee capacity. The Pension Trust Fund is accounted for in essentially the same manner as proprietary funds since capital maintenance is critical.

ACCOUNT GROUP

General Fixed Assets Account Group - This account group is used to account for fixed assets which are not accounted for in the respective governmental funds

C. Fixed Assets and Depreciation

Property, plant, and equipment of all funds and component units are stated at historical cost. Donated fixed assets are stated at their fair market value on the date donated. Governmental fund fixed assets are recorded in the General Fixed Asset Account Group and not depreciated. The City has elected not to report public domain or infrastructure fixed assets that are immovable and of value only to the City government. Proprietary fund and similar component unit fixed assets are recorded in the respective fund or component units and depreciated using the straight-line method.

D. Basis of Accounting

This account group is used to account for fixed assets which are not accounted for in the respective governmental funds. All governmental funds are accounted for using the modified accrual basis of accounting. Their revenues are recognized when they become measurable and available. Taxpayer-assessed revenues, such as

CITY OF WESTWEGO, LOUISIANA
NOTES TO FINANCIAL STATEMENTS - CONTINUED
December 31, 1995

D. Continued

sales taxes, are considered "measurable" when in the hands of intermediary collecting governments and are recognized as revenue of the period in which collected by merchants. Anticipated refunds of such taxes are recorded as liabilities and reductions of revenue when they are measurable and their validity seems certain. Property taxes are recognized as revenue of the year for which budgeted. The primary revenue sources that have been treated as "susceptible to accrual" under the modified accrual basis are sales taxes and franchise fees. Expenditures are generally recognized under the modified accrual basis of accounting when the related fund liability is incurred. Unpaid vacation and sick pay does not accumulate for the employee and therefore is not accrued. Materials and supplies are recognized as expenditures at the time of purchase. Inventory of such items on hand at year-end would not be material to the financial statements.

All proprietary funds and pension trust fund are accounted for using the accrual basis of accounting. Their revenues are recognized when they are earned, and their expenses are recognized when they are incurred. Unbilled Water and Sewer Fund utility service receivables are recorded at year-end.

E. Budgets and Budgetary Accounting

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

1. A general summary of the proposed budget is published 10 days prior to a public hearing.
2. A public hearing is conducted at City Hall to obtain taxpayer comments.
3. Prior to December 31, the budget is legally enacted through passage of an ordinance. In the event the budget is not adopted by December 31, the temporary budget for the ensuing year is based on 50% of the expenditures of the prior year. The budget for the year ended December 31, 1995 is as adopted on December 12, 1994, or as amended on December 4, 1995.
4. Budgets for the General and Debt Service Funds are adopted on a basis consistent with generally accepted accounting principles (GAAP).
5. The adopted operating budget of expenditures operates as an appropriation and amounts are available for expenditure only to the extent included within the budget. At the end of the fiscal year, the unexpended balance of each appropriation reverts to the respective fund from which it was appropriated and is subject to future appropriation. Outstanding encumbrances which are not canceled are included as part of the next year's budget.

CITY OF WESTWEGO, LOUISIANA
NOTES TO FINANCIAL STATEMENTS - CONTINUED
December 31, 1995

E. Continued

6. The adopted operating budget may be amended in an open meeting of the Mayor and Board of Aldermen. The budget amendment cannot be adopted proposing expenditures which exceed the total of estimated funds available for the fiscal year.

F. Investments

Investments are stated at cost which approximates market value.

G. Allowance for Uncollectible Receivables

An allowance for estimated uncollectible receivables was established in prior years based on historical collection experience and other relevant circumstances. At December 31, 1995, all receivables are considered collectible and therefore an allowance was not required.

H. Capitalization of Interest Costs

Interest incurred during the period of construction and preparation for use of proprietary fund fixed assets is capitalized as part of those assets. No interest costs were capitalized for the year ended December 31, 1995.

I. Comparative Data

Comparative total data for the prior year have been presented in the accompanying financial statements in order to provide an understanding of changes in the City's financial position and operations. However, comparative data (i.e., presentation of prior year totals by fund type) have not been presented in each of the statements since their inclusion would make the statements unduly complex and difficult to understand.

J. Total Columns on Combined Statements

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

CITY OF WESTWEGO, LOUISIANA
 NOTES TO FINANCIAL STATEMENTS - CONTINUED
 December 31, 1995

(2) CASH AND INVESTMENTS

For financial reporting purposes, cash includes petty cash and demand deposits.

Under state law, the City of Westwego may deposit funds within a fiscal agent bank organized under the laws of the State of Louisiana, any other state in the union, or the laws of the United States. Further, the City may invest in time deposits or certificates of deposit of state banks or savings and loans organized under Louisiana law and national banks or savings and loans having principal offices in Louisiana, or any other federally-insured investment.

As shown in the combined balance sheet, the City had cash totaling \$1,355,310 and certificates of deposit totaling \$1,339,682 at December 31, 1995. Cash and certificates of deposit are stated at cost, which approximates market. Under state law, these deposits must be secured by federal deposit insurance, federal savings and loan insurance, or the pledge of securities owned by the financial institutions. The market value of the pledged securities plus the federal deposit insurance must at all times equal the amount on deposit with the financial institution.

The following is a summary of the carrying value of cash and certificates of deposit at December 31, 1995.

Unrestricted:	
Petty cash and demand deposits	\$ 1,335,174
Certificates of deposit	<u>1,009,109</u>
	<u>2,344,283</u>
Restricted:	
Petty cash and demand deposits	20,136
Certificates of deposit	<u>330,573</u>
	<u>350,709</u>
Total	<u>\$ 2,694,992</u>

The bank balances at December 31, 1995 were \$2,795,226, of which \$200,000 was covered by federal depository insurance, and \$2,595,226 was covered by collateral held by the Federal Reserve bank in the City's name.

The City's only investment at December 31, 1994 (other than certificates of deposit) was a federally-insured obligation which was carried in the Pension Trust Fund at a cost of \$20,300. During 1995 this investment was redeemed for \$20,126.

CITY OF WESTWEGO, LOUISIANA
 NOTES TO FINANCIAL STATEMENTS - CONTINUED
 December 31, 1995

(3) DEBT SERVICE FUND

The assets remaining in the debt service fund are restricted and may be used only for sewer system repairs or additions.

(4) WATERWORKS -

A. Restricted Assets

The assets remaining in the Reserve Fund and the Depreciation and Contingencies Fund are restricted and may be used only for the repair and maintenance of the water treatment plant and the water distribution system.

B. Customers

As of December 31, 1995, there was a total of 3,205 customers, based on unaudited data.

(5) FIXED ASSETS

A summary of the changes in general fixed assets is as follows:

	Balance <u>12-31-94</u>	Additions	Dele- tions	Balance <u>12-31-95</u>
Land & building	\$ 360,330	\$ -0-	\$ -0-	\$ 360,330
Machinery & equipment	<u>1,292,362</u>	<u>138,130</u>	<u>-0-</u>	<u>1,430,492</u>
Total	<u>\$1,652,692</u>	<u>\$ 138,130</u>	<u>\$ -0-</u>	<u>\$1,790,882</u>

A summary of fixed assets of the Enterprise Funds follows:

WATERWORKS ENTERPRISE FUND

Description	Estimated Useful Life in Years	Cost	Accumulated Depreciation	Net	Depre- ciation in 1995
Land		\$ 49,211	\$ -0-	\$ 49,211	\$ -0-
Purification Plant	50	893,724	621,725	271,999	18,886
River intake Pipeline system	50 100	117,381 859,937	90,951 238,749	26,430 621,188	2,348 8,449
Elevated tanks	50	122,274	92,853	29,421	2,446
Meter and boxes	33 1/3	311,368	208,955	102,413	9,282
Office building	50	76,714	31,884	44,830	883
Office equipment	10	33,183	33,183	-0-	-0-
Equipment	10	218,831	169,408	49,423	10,164
Fences	5	1,681	1,608	73	8
		<u>\$ 2,684,304</u>	<u>\$1,489,316</u>	<u>\$ 1,194,988</u>	<u>\$ 52,466</u>

CITY OF WESTWEGO, LOUISIANA
 NOTES TO FINANCIAL STATEMENTS - CONTINUED
 December 31, 1995

(5) FIXED ASSETS - continued

SEWERAGE ENTERPRISE FUND

Description	Estimated Useful Life in Years	Cost	Accumulated Depreciation	Net	Depre- ciation in 1995
Land		\$ 42,222	\$ -0-	\$ 42,222	\$ -0-
Treatment plant	50	6,819,911	1,613,379	5,206,532	137,251
Collection lines	100	1,997,029	533,528	1,463,501	20,179
Lift system	50	342,679	183,704	158,975	7,457
Equipment	10	322,187	215,823	106,364	20,785
EPA improvement expenditures	50	192,388	68,352	124,036	3,848
		<u>\$ 9,716,416</u>	<u>\$2,614,786</u>	<u>\$7,101,630</u>	<u>\$ 189,520</u>
Total enterprise funds		\$12,400,720	\$4,104,102	\$8,296,618	\$ 241,986

A summary of changes in fixed assets follows:

WATERWORKS ENTERPRISE FUND

	Cost	Accumulated Depreciation	Net
Balance January 1	\$ 2,606,688	\$1,436,850	\$1,169,838
Additions:			
Pipeline system	29,178	-0-	29,178
Meters and boxes	4,913	-0-	4,913
Equipment	8,025	-0-	8,025
Office building	35,500	-0-	35,500
Depreciation	-0-	52,466	(52,466)
	<u>\$ 2,684,304</u>	<u>\$1,489,316</u>	<u>\$1,194,988</u>

SEWERAGE ENTERPRISE FUND

Balance January 1	\$ 9,257,220	\$2,425,266	\$6,831,954
Additions:			
Treatment plant	416,572	-0-	416,572
Equipment	42,624	-0-	42,624
Depreciation	-0-	189,520	(189,520)
	<u>\$ 9,716,416</u>	<u>\$2,614,786</u>	<u>\$7,101,630</u>
Total enterprise funds	\$12,400,720	\$4,104,102	\$8,296,618

CITY OF WESTWEGO, LOUISIANA
NOTES TO FINANCIAL STATEMENTS - CONTINUED
December 31, 1995

(6) RETIREMENT PLANS

Prior to 1975, Louisiana Revised Statutes 33:2220 provided for the establishment of a police pension and relief fund for the Police Department of municipalities having more than 7,500 inhabitants. Since the City had more than 7,500, it adopted Ordinance 734 on December 13, 1971, establishing "The City of Westwego Police Pension and Relief Fund".

In 1975 the Louisiana legislature set up a statewide municipal police retirement system giving police employees the option of that plan or the City's. On September 15, 1983 the City's plan was merged with the state pension plan which is currently known as the Municipal Police Employees' Retirement System of Louisiana. Since then, the City of Westwego Police Pension and Relief Fund has been used to account for the accumulation of resources for the payment of (1) the actuarially determined liability at the time of the merger and (2) any liability arising due to differences between the two plans. At the time of the merger, the actuarially determined liability was \$348,317 and this amount was being paid to the Municipal Police Employees' Retirement System in quarterly installments of \$7,827, including interest at 7% per annum. During 1988 a lump-sum payment was made to the State Retirement System in full payment of the balance due. Additional liability for pensions to be paid from The City of Westwego Police Pension and Relief Fund could arise if any of the 4 employees who were merged into the state system on September 15, 1983 qualify for and elect to retire at an age younger than the minimum set by the state plan (50 years old). During 1995 two of the four employees were receiving a pension benefit payable by the City. The City (employer) will continue to contribute to the Westwego Police Pension and Relief Fund 25% of police fines, plus 20% of alcoholic beverage permits collected to fund any liability arising.

All other full-time City employees participate in the Municipal Employees' Retirement System, State of Louisiana.

The Municipal Police Employees' Retirement System of Louisiana and the Municipal Employees' Retirement System, State of Louisiana are cost-sharing multiple employer public employees retirement systems. In addition to normal retirement benefits, both plans also provide for death and disability benefits. Benefits are established by State statutes.

Participants in the Municipal Police Employees' Retirement System who attain 20 years of creditable service can retire at age 50, or at age 55 with 12 years of creditable service. Benefit rates are 3 1/3 percent of final compensation (average monthly earnings during the highest 36 consecutive months or joined months if service was interrupted) per number of years of creditable service not to exceed 100%. Membership in the Municipal Police Employees' Retirement System is mandatory for all full-time police officers employed by the City.

CITY OF WESTWEGO, LOUISIANA
 NOTES TO FINANCIAL STATEMENTS - CONTINUED
 December 31, 1995

(6) RETIREMENT PLANS - continued

Participants in the Municipal Employees' Retirement System who attain 30 or more years of creditable service can retire at any age, or at age 55 with 25 years of service, or at age 60 with ten years of service. Generally, the monthly retirement benefit is equal to 3 percent of the participants' final compensation multiplied by his/her years of creditable service not to exceed 100%. Final compensation is the average monthly earnings during the highest 36 months or joined months if service was interrupted. Membership in the Municipal Employees' Retirement System is mandatory for permanent employees who work at least 35 hours per week and do not participate in another public funded retirement system and are under age 60 at date of employment.

The City's total payroll for all employees for the year ended December 31, 1995 was \$1,543,887. The payrolls of employees covered by the pension plans, number of employees covered, contribution rates, and the actuarially determined contributions required for the two plans for the year ended December 31, 1995 were as follows:

	Municipal Police Employees' Retirement <u>System</u>	Municipal Employees' Retirement <u>System</u>
Payroll of employees covered by the plan	\$ 296,382	\$ 910,350
Number of employees covered by the plan	16	53
Contribution rates:		
Employee	7.50%	9.25%
Employer (City)	9.00%	5.50-6.75%
Contributions required:		
Employee	\$ 22,229	\$ 84,208
Employer (City)	\$ 26,674	\$ 56,794

In addition to the City's required contributions shown above, the City contributed \$18,090 to The Westwego Police Pension and Relief Trust Fund, representing a portion of police fines and alcoholic beverage permits collected by the City. The City's total pension contribution of \$103,874 for the year ended December 31, 1995 is recorded as an expenditure or expense in the following funds: General Fund, \$84,795 Enterprise Funds, \$19,079. The City has no further liability for pension contributions after it has made the required contributions which are based upon a percent of salaries paid to covered employees. The City's 1995 contribution represented approximately .2% and .7%, respectively, of total contributions required of all employers participating in the Municipal Police Employees' Retirement System and the Municipal Employees' Retirement System.

CITY OF WESTWEGO, LOUISIANA
 NOTES TO FINANCIAL STATEMENTS - CONTINUED
 December 31, 1995

(6) RETIREMENT PLANS - continued

The Municipal Police Employees' Retirement System and the Municipal Employees' Retirement System do not make separate measurement of assets and pension benefit obligations for individual employers. The pension benefit obligation and net assets available for benefits, valued at cost or amortized cost, for each of the two Systems as a whole, determined through actuarial valuation as of June 30, 1995, follows:

	<u>Municipal Police Employees' Retirement System</u>	<u>Municipal Employees' Retirement System</u>
Pension benefit obligation	\$736,846,804	\$321,901,732
Net assets available for benefits	\$755,464,738	\$276,390,971

The "pension benefit obligation" is a standardized disclosure measure of the present value of pension benefits, adjusted for the effects of projected salary increases and step-rate benefits, estimated to be payable in the future as a result of employee service to date. The measure, which is the actuarial present value of credited projected benefits, is intended to help users assess the System's funding status on a going-concern basis, assess progress made in accumulating sufficient assets to pay benefits when due, and make comparisons among public employees' retirement systems and employers.

Historical trend information showing the Systems' progress in accumulating sufficient assets to pay benefits when due is presented in the Systems' June 30, 1995 annual financial reports.

(7) PROPERTY TAXES

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

Property taxes are levied by the City in October to finance the budget for the following fiscal year. Thus the 1994 taxes were levied in October, 1994 to finance the budget for the year 1995. In the governmental funds, property taxes are recognized as revenue of the year for which budgeted. Taxes levied in 1995 but budgeted for 1996 are recorded as deferred revenue in the governmental funds. In the proprietary funds, taxes are recognized as revenue of the year in which levied.

CITY OF WESTWEGO, LOUISIANA
 NOTES TO FINANCIAL STATEMENTS - CONTINUED
 December 31, 1995

(7) PROPERTY TAXES - continued

The tax bills are mailed to the taxpayers on approximately January 1 and become an enforceable lien on the property at that time. Billed taxes become delinquent on March 31. Interest at the rate of 15% per annum is added to the uncollected balance from April 1 to the date of collection.

The number of mills levied in 1994 and 1995 and the purposes for which levied are shown below:

	<u>Number of mills</u>		<u>Collection year in which dedicated tax expires</u>
	<u>1994</u>	<u>1995</u>	
General corporate purposes	4.29	4.29	
Dedicated to:			
Street lighting	3.00	3.00	2002
Park maintenance and lighting	3.00	3.00	2002
Fire protection and maintenance	5.00	5.00	2002
Police Department maintenance and operations	5.00	5.00	2002
Sewerage maintenance and operations	1.57	1.57	1996
Ambulance service maintenance and operations	6.92	6.92	1999
Total	<u>28.78</u>	<u>28.78</u>	

All property tax revenues are accounted for in the General Fund, except those dedicated for sewerage maintenance and operations which are accounted for in the Sewerage Enterprise Fund.

(8) LITIGATION AND CLAIMS

The City is a defendant in several lawsuits claiming damages of various amounts. In the estimation of the legal advisor to the City, the ultimate resolution of these suits would not materially affect the financial statements.

Claims and litigation costs of \$ 74,863, determined in accordance with FASB Statement 5, were incurred during the current year, all of which have been recorded as a current expenditure in the General Fund.

(9) SEGMENT INFORMATION FOR ENTERPRISE FUNDS

The City maintains two Enterprise Funds which provide water and sewerage services. Segment information for the year ended December 31, 1995 follows:

	<u>Waterworks Fund</u>	<u>Sewerage Fund</u>	<u>Total Enterprise Funds</u>
Operating revenues	\$ 550,698	\$ 720,958	\$ 1,271,656
Depreciation	52,466	189,520	241,986
Operating loss	(64,462)	(84,429)	(148,891)
Tax revenues	-0-	42,184	42,184
Net income (loss)	23,468	(39,577)	(16,109)

CITY OF WESTWEGO, LOUISIANA
 NOTES TO FINANCIAL STATEMENTS - CONTINUED
 December 31, 1995

(9) SEGMENT INFORMATION FOR ENTERPRISE FUNDS - continued

	<u>Waterworks Fund</u>	<u>Sewerage Fund</u>	<u>Total Enterprise Funds</u>
Property, plant and equipment:			
Additions	77,616	459,196	536,812
Net working capital	133,493	(274,962)	(141,469)
Total equity	1,598,240	6,826,668	8,424,908
Total assets	1,883,707	7,540,741	9,424,448

(10) FUND BALANCE AND DEFICIT IN RETAINED EARNINGS

As of December 31, 1995 the General Fund Reserved Fund Balance consisted of the following;

Donations	\$ 19,334
Street lighting	37,565
Drivers license office	32,578
Senior Center	<u>65,000</u>
	<u>\$154,477</u>

At December 31, 1995, there was a deficit of \$1,258,824 in retained earnings of the Sewerage Enterprise Fund. This deficit is expected to be reduced in future years by increases in sewerage service charges and subsidies from the General Fund.

(11) INTERFUND RECEIVABLE AND PAYABLE BALANCES

The individual fund interfund receivable and payable balances as of December 31, 1995 are as follows:

<u>Fund</u>	<u>Interfund Receivables</u>	<u>Interfund Payables</u>
General Fund	\$ 864,190	\$ 1,000
Enterprise Funds:		
Waterworks	-0-	178,453
Sewerage	-0-	685,737
Debt Service Fund:		
Sewerage Improvement Bonds	<u>1,000</u>	<u>-0-</u>
	<u>\$ 865,190</u>	<u>\$ 865,190</u>

(12) RELATED PARTY TRANSACTIONS

The land on which one of the fire stations of the Westwego Volunteer Fire Company is leased by the City to the Volunteer Fire Company for a period of ninety-nine years beginning September 13, 1954 at a rental of \$1.00 per year. The City also provides the Volunteer Fire Company the free use of several fire trucks and other vehicles and pays for general insurance, health insurance and pension costs for the Volunteer Fire Company. During 1995, the City incurred approximately \$320,000 of expenditures for salaries, auto and truck expense, and maintenance and operation of the Volunteer Fire Company.

FINANCIAL STATEMENTS OF INDIVIDUAL FUNDS

GENERAL FUND

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

CITY OF WESTWEGO, LOUISIANA
GENERAL FUND
COMPARATIVE BALANCE SHEET
December 31, 1995 and 1994

<u>ASSETS</u>	<u>1995</u>	<u>1994</u>
Cash	\$ 760,742	\$ 487,639
Certificates of deposit	832,987	791,398
Receivables:		
Property taxes	773,293	770,955
Accounts	83,141	85,580
	<u>856,434</u>	<u>856,535</u>
Prepaid insurance	-0-	28,456
Due from other funds:		
Waterworks Enterprise Fund	178,453	132,837
Sewerage Enterprise Fund	685,737	55,333
	<u>864,190</u>	<u>188,170</u>
Due from other governments:		
Parish of Jefferson	250,172	265,362
State of Louisiana	47,159	45,980
	<u>297,331</u>	<u>311,342</u>
 Total assets	 \$ 3,611,684	 \$ 2,663,540
 <u>LIABILITIES AND FUND BALANCE</u>		
Liabilities:		
Accounts payable	\$ 154,522	\$ 114,299
Accrued wages payable	26,112	17,458
Due to Debt Service Fund	1,000	1,000
Deferred revenue	739,192	733,921
	<u>920,826</u>	<u>866,678</u>
Total liabilities	920,826	866,678
Fund balance:		
Reserved	154,477	45,230
Unreserved - undesignated	2,536,381	1,751,632
	<u>2,690,858</u>	<u>1,796,862</u>
Total fund balance	2,690,858	1,796,862
 Total liabilities and fund balance	 \$ 3,611,684	 \$ 2,663,540

CITY OF WESTWEGO, LOUISIANA
GENERAL FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND
BALANCE - BUDGET (GAAP BASIS) AND ACTUAL
Year Ended December 31, 1995
(With Comparative Actual Amounts for Year Ended December 31, 1994)

	1995		Variance- Favorable (Unfavorable)	1994 Actual
	Budget	Actual		
Revenues:				
Taxes	\$ 2,089,121	\$ 2,198,680	\$ 109,559	\$ 2,233,553
Licenses and permits	328,836	341,074	12,238	349,264
Intergovernmental	1,328,625	1,431,444	102,819	769,925
Charges for services	197,552	193,087	(4,465)	198,469
Fines	105,377	103,508	(1,869)	91,764
Miscellaneous	237,430	288,081	50,651	142,125
Total revenues	<u>4,286,941</u>	<u>4,555,874</u>	<u>268,933</u>	<u>3,785,100</u>
Expenditures:				
General government	1,139,995	1,223,144	(83,149)	1,375,427
Public safety	1,290,007	1,287,013	2,994	987,355
Streets and drainage	853,687	520,461	333,226	125,217
Sanitation	304,156	295,673	8,483	320,910
Health	43,447	48,086	(4,639)	34,262
Recreation	224,124	218,961	5,163	158,494
Total expenditures	3,855,416	3,593,338	262,078	3,001,665
Transfer to other funds	68,540	68,540	-0-	52,650
Total expenditures and transfers	<u>3,923,956</u>	<u>3,661,878</u>	<u>262,078</u>	<u>3,054,315</u>
Excess of revenues over expenditures and transfers	362,985	893,996	531,011	730,785
Fund balance at beginning of year	<u>1,796,862</u>	<u>1,796,862</u>	-0-	<u>1,066,077</u>
Fund balance at end of year	<u>\$ 2,159,847</u>	<u>\$ 2,690,858</u>	<u>\$ 531,011</u>	<u>\$ 1,796,862</u>

CITY OF WESTWEGO, LOUISIANA
GENERAL FUND
STATEMENT OF EXPENDITURES, COMPARED TO BUDGET (GAAP BASIS)
Year Ended December 31, 1995
(With Comparative Actual Amounts for Year Ended December 31, 1994)

EXPENDITURES	1995		Variance - Favorable (Unfavorable)	1994 Actual
	Budget	Actual		
<u>General Government</u>				
Personal services:				
Aldermen	\$ 36,925	\$ 37,014	\$ (89)	\$ 36,980
Accounting and auditing	22,600	24,901	(2,301)	22,277
City administrator	27,120	27,111	9	27,267
City superintendent	54,239	54,211	28	38,761
Janitor	1,855	1,796	59	5,750
Legal	40,000	47,917	(7,917)	37,398
Magistrate	6,365	6,382	(17)	6,382
Mayor	6,000	6,000	-0-	6,000
Office	96,196	97,859	(1,663)	92,242
Total	291,300	303,191	(11,891)	273,057
<u>Other:</u>				
Advertising	3,620	3,491	129	3,316
Automobile expense	16,090	12,926	3,164	10,526
Bad debts	-0-	58,227	(58,227)	55,511
Capital outlays	41,430	8,429	33,001	73,689
Casualty insurance	300,000	335,001	(35,001)	333,708
Contribution to employees' pension plan	32,618	37,003	(4,385)	31,642
Convention travel, dues and public relations	5,120	5,585	(465)	2,521
Hospitalization insurance for employees	197,427	194,929	2,498	186,844
Office supplies, expense and postage	77,318	75,472	1,846	74,680
Other	75,584	71,109	4,475	66,860
Tenure awards	5,300	4,335	965	4,200
Election Expense	165	165	-0-	13
Lawsuit - settlement and legal fees	62,750	74,863	(12,113)	83,730
Federal Housing Grant	27,075	27,075	-0-	175,130
Americans with Disability Act	78	78	-0-	-0-
Donations needy families	4,120	4,120	-0-	-0-
Community Development Grant	-0-	7,145	(7,145)	-0-
Total	848,695	919,953	(71,258)	1,102,370
Total general government	1,139,995	1,223,144	(83,149)	1,375,427

(continued)

CITY OF WESTWEGO, LOUISIANA
GENERAL FUND
STATEMENT OF EXPENDITURES, COMPARED TO BUDGET (GAAP BASIS)
Year Ended December 31, 1995
(With Comparative Actual Amounts for Year Ended December 31, 1994)
(continued)

EXPENDITURES	1995		Variance - Favorable (Unfavorable)	1994 Actual
	Budget	Actual		
<u>Public Safety</u>				
Personal services:				
Air condition and heating inspector	\$ 1,800	\$ 1,800	\$ -0-	\$ 1,800
Arson investigator	600	600		50
Building inspector	2,400	2,400	-0-	2,400
Electrical inspector	1,800	1,800	-0-	1,800
Emergency unit drivers	-0-	-0-	-0-	1,100
Fire chief	2,471	2,453	18	2,400
Firemen	128,212	127,303	909	118,516
Fire prevention chief	600	600	-0-	600
Plumbing inspector	1,800	1,800	-0-	1,800
Police chief's salary and expense	28,830	28,759	71	37,553
Policemen	359,025	378,467	(19,442)	326,886
Ambulance drivers	154,863	156,938	(2,075)	151,846
Code enforcer	1,200	1,200	-0-	1,200
Total	683,601	704,120	(20,519)	647,951
<u>Other:</u>				
Auto and truck expenses, Fire Department	14,925	15,521	(596)	15,304
Auto expenses, Police Department	37,026	42,120	(5,094)	39,094
Capital outlays Fire Department	195,180	137,988	57,192	34,100
maintenance and operation	117,077	124,003	(6,926)	52,063
Police Department maintenance and operation	89,754	111,473	(21,719)	62,945
Police pension contributions	44,297	47,792	(3,495)	43,041
Police witness fees	5,367	6,500	(1,133)	4,175
Signs	1,604	1,281	323	2,654
Street and flood light electricity	67,871	68,069	(198)	68,165
Ambulance service expense	33,305	28,146	5,159	17,863
Total	606,406	582,893	23,513	339,404
Total public safety	1,290,007	1,287,013	2,994	987,355

(continued)

CITY OF WESTWEGO, LOUISIANA
GENERAL FUND
STATEMENT OF EXPENDITURES, COMPARED TO BUDGET (GAAP BASIS)
Year Ended December 31, 1995
(With Comparative Actual Amounts for Year Ended December 31, 1994)
(continued)

<u>EXPENDITURES</u>	<u>1995</u>		Variance - Favorable (Unfavorable)	1994 Actual
	<u>Budget</u>	<u>Actual</u>		
<u>Streets and Drainage</u>				
Personal Services:				
Maintenance shop	\$ 26,011	\$ 24,711	\$ 1,300	\$ 964
Street and drainage crews	<u>111,957</u>	<u>116,308</u>	<u>(4,351)</u>	<u>78,371</u>
Total	<u>137,968</u>	<u>141,019</u>	<u>(3,051)</u>	<u>79,335</u>
Other:				
Auto, truck and equipment expenses	34,201	42,467	(8,266)	19,947
Materials, supplies and pipe	19,048	23,734	(4,686)	16,799
Miscellaneous maintenance	2,470	3,212	(742)	1,861
Capital expenditures	<u>660,000</u>	<u>310,029</u>	<u>349,971</u>	<u>7,275</u>
Total	<u>715,719</u>	<u>379,442</u>	<u>336,277</u>	<u>45,882</u>
Total streets and drainage	<u>853,687</u>	<u>520,461</u>	<u>333,226</u>	<u>125,217</u>
<u>Sanitation</u>				
Personal Services:				
Garbage and trash crews	8,400	8,000	400	8,000
Other:				
Solid waste disposal expenses	<u>295,756</u>	<u>287,673</u>	<u>8,083</u>	<u>312,910</u>
Total sanitation	<u>304,156</u>	<u>295,673</u>	<u>8,483</u>	<u>320,910</u>
<u>Health</u>				
Other:				
Social services	27,908	26,424	1,484	20,812
Capital expenditures	7,270	14,065	(6,795)	-0-
Other	<u>8,269</u>	<u>7,597</u>	<u>672</u>	<u>13,450</u>
Total health	<u>43,447</u>	<u>48,086</u>	<u>(4,639)</u>	<u>34,262</u>

(continued)

CITY OF WESTWEGO, LOUISIANA
GENERAL FUND
STATEMENT OF EXPENDITURES, COMPARED TO BUDGET (GAAP BASIS)
Year Ended December 31, 1995
(With Comparative Actual Amounts for Year Ended December 31, 1994)
(continued)

EXPENDITURES	1995		Variance - Favorable (Unfavorable)	1994 Actual
	Budget	Actual		
<u>Recreation</u>				
Personal Services:				
Playground directors	\$ 21,107	\$ 22,881	\$ (1,774)	\$ 16,968
Playground upkeep	43,091	44,319	(1,228)	45,207
Total	64,198	67,200	(3,002)	62,175
<u>Other:</u>				
Capital outlays	68,000	57,411	10,589	13,421
Park maintenance and lighting	56,735	58,258	(1,523)	61,829
Playground sports equipment	35,191	36,092	(901)	21,069
Total	159,926	151,761	8,165	96,319
Total recreation	224,124	218,961	5,163	158,494
Total Expenditures	3,855,416	3,593,338	262,078	3,001,665
Transfer to water-works department	68,540	68,540	-0-	52,650
Total expenditures and transfers	\$3,923,956	\$ 3,661,878	\$ 262,078	\$ 3,054,315

DEBT SERVICE FUND

Sewerage Improvement Bond Fund - to accumulate monies for payment of the Sewerage Improvement Bonds issued in 1978. The Sewerage Improvement bonds had scheduled maturities extending through the year 2003 but were called for redemption as of January 1, 1994. The redemption has been recorded as of December 31, 1993 because funds to redeem the bonds were transferred to the paying agent in December 1993.

CITY OF WESTWEGO, LOUISIANA
 SEWERAGE IMPROVEMENT BONDS DEBT SERVICE FUND
 COMPARATIVE BALANCE SHEET
 December 31, 1995 and 1994

<u>ASSETS</u>	<u>1995</u>	<u>1994</u>
Cash	\$ 1,286	\$ 43
Certificates of deposit	-0-	1,233
Due from General Fund	<u>1,000</u>	<u>1,000</u>
Total assets	<u>\$ 2,286</u>	<u>\$ 2,276</u>
<u>FUND BALANCE</u>		
Fund balance:		
Unreserved	<u>\$ 2,286</u>	<u>\$ 2,276</u>

CITY OF WESTWEGO, LOUISIANA
 SEWERAGE IMPROVEMENT BONDS DEBT SERVICE FUND
 COMPARATIVE STATEMENT OF REVENUES,
 EXPENDITURES AND CHANGES IN FUND BALANCE
 Years Ended December 31, 1995 and 1994

	1995	1994
Revenues - interest income	\$ 10	\$ 4,321
Transfers to other fund	-0-	224,055
Excess (deficiency) of revenues over transfers	10	(219,734)
Fund balance at beginning of year	2,276	222,010
Fund balance at end of year	\$ 2,286	\$ 2,276

CITY OF WESTWEGO, LOUISIANA
 SEWERAGE IMPROVEMENTS BONDS DEBT SERVICE FUND
 STATEMENT OF REVENUES, EXPENDITURES AND
 CHANGES IN FUND BALANCE - BUDGET (GAAP BASIS) AND ACTUAL
 Year Ended December 31, 1995
 (With Comparative Actual Amounts for the Year Ended
 December 31, 1994)

	1995			1994 Actual
	Budget	Actual	Variance- Favorable (Unfavorable)	
Revenues:				
Interest income	\$ -0-	\$ 10	\$ 10	\$ 4,321
Transfers to other fund	-0-	-0-	-0-	224,055
Excess (deficiency) of revenues over transfers	-0-	10	10	(219,734)
Fund balance at beginning of year	-0-	2,276	2,276	222,010
Fund balance at end of year	\$ -0-	\$ 2,286	\$ 2,286	\$ 2,276

ENTERPRISE FUNDS

Waterworks and Sewerage Funds - to account for the provision of water and sewer services to the residents of the City. All activities necessary to provide such services are accounted for in these funds, including, but not limited to, administration, operations, maintenance, financing and related debt service, and billing and collection.

CITY OF WESTWEGO, LOUISIANA
 ENTERPRISE FUNDS
 COMBINING BALANCE SHEET
 December 31, 1995
 (With Comparative Totals for December 31, 1994)

<u>ASSETS</u>	<u>Waterworks</u>	<u>Sewerage</u>	<u>Totals</u>	
			1995	1994
CURRENT ASSETS				
Cash	\$ 197,315	\$ 325,729	\$ 523,044	\$ 287,625
Certificates of deposit	35,289	-0-	35,289	31,458
Accounts receivable	105,406	113,382	218,788	217,340
Due from Parish of Jefferson	-0-	-0-	-0-	3,089
Total current assets	338,010	439,111	777,121	539,512
RESTRICTED ASSETS				
Revenue bonds reserve fund:				
Cash	31	-0-	31	31
Certificate of deposit	66,186	-0-	66,186	62,882
Revenue bonds depreciation and contingencies fund:				
Cash	40	-0-	40	40
Certificate of deposit	203,502	-0-	203,502	193,341
Customers' deposits fund:				
Cash	20,065	-0-	20,065	17,279
Certificate of deposit	60,885	-0-	60,885	59,914
Total restricted assets	350,709	-0-	350,709	333,487
PROPERTY, PLANT AND EQUIPMENT, AT COST - NET OF ACCUMULATED DEPRECIATION	1,194,988	7,101,630	8,296,618	8,001,792
Total assets	\$1,883,707	\$ 7,540,741	\$ 9,424,448	\$8,874,791

(continued)

CITY OF WESTWEGO, LOUISIANA
 ENTERPRISE FUNDS
 COMBINING BALANCE SHEET
 December 31, 1995
 (With Comparative Totals for December 31, 1994)
 (continued)

	Waterworks	Sewerage	<u>Totals</u>	
			1995	1994
<u>LIABILITIES AND FUND EQUITY</u>				
CURRENT LIABILITIES				
(Payable from current assets)				
Accounts payable	\$ 22,307	\$ 22,949	\$ 45,256	\$ 187,221
Accrued wages payable	3,757	5,387	9,144	7,190
Due to Other Funds	178,453	685,737	864,190	188,170
Total	<u>204,517</u>	<u>714,073</u>	<u>918,590</u>	<u>382,581</u>
CURRENT LIABILITIES				
(Payable from restricted assets)				
Customers' deposits	<u>80,950</u>	<u>-0-</u>	<u>80,950</u>	<u>77,193</u>
Total liabilities	<u>285,467</u>	<u>714,073</u>	<u>999,540</u>	<u>459,774</u>
FUND EQUITY				
Contributed capital:				
City grants	-0-	1,851,632	1,851,632	1,851,632
Federal grants	40,917	4,997,596	5,038,513	5,038,513
State grants	-0-	347,308	347,308	347,308
Property owners	-0-	862,956	862,956	862,956
Parish grants	-0-	26,000	26,000	-0-
Total contributed capital	<u>40,917</u>	<u>8,085,492</u>	<u>8,126,409</u>	<u>8,100,409</u>
Retained earnings (deficit):				
Reserved for water-works maintenance	269,759	-0-	269,759	256,294
Unreserved	<u>1,287,564</u>	<u>(1,258,824)</u>	<u>28,740</u>	<u>58,314</u>
Total retained earnings (deficit)	<u>1,557,323</u>	<u>(1,258,824)</u>	<u>298,499</u>	<u>314,608</u>
Total fund equity	<u>1,598,240</u>	<u>6,826,668</u>	<u>8,424,908</u>	<u>8,415,017</u>
Total liabilities and fund equity	<u>\$1,883,707</u>	<u>\$ 7,540,741</u>	<u>\$ 9,424,448</u>	<u>\$ 8,874,791</u>

CITY OF WESTWEGO, LOUISIANA
ENTERPRISE FUNDS
COMBINING STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN
RETAINED EARNINGS
Year Ended December 31, 1995
(With Comparative Totals for Year Ended December 31, 1994)

	Waterworks	Sewerage	Totals	
			1995	1994
Operating revenues:				
Charges for services and other	\$ 550,698	\$ 720,958	\$ 1,271,656	\$ 1,085,626
Operating expenses:				
Salaries, wages and personal services	189,843	214,669	404,512	390,701
Maintenance	61,214	110,548	171,762	177,509
Power	114,053	107,387	221,441	195,956
Chemicals	47,544	24,421	71,965	66,533
Medical insurance	26,909	26,205	53,114	53,496
General insurance	84,053	82,513	166,565	159,792
Truck expense	9,305	10,205	19,510	14,974
Office supplies, expense and postage	5,750	5,844	11,593	11,735
Employees' pension plan	9,075	10,004	19,079	18,923
Bad debts	-0-	3,356	3,356	6,070
Other	1,995	5,609	7,604	9,175
Telephone	302	1,689	1,992	2,180
Tenure awards	1,230	1,425	2,655	2,595
Professional fees	11,421	11,992	23,413	24,878
Depreciation	52,466	189,520	241,986	224,068
Total operating expenses	615,160	805,387	1,420,547	1,358,585
Net operating loss	(64,462)	(84,429)	(148,891)	(272,959)
Nonoperating revenues:				
Interest on investments	19,390	2,668	22,058	15,618
Ad valorem taxes	-0-	42,184	42,184	42,058
Transfer from other funds	68,540	-0-	68,540	276,705
Total nonoperating revenues	87,930	44,852	132,782	334,381

(continued)

CITY OF WESTWEGO, LOUISIANA
 ENTERPRISE FUNDS
 COMBINING STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN
 RETAINED EARNINGS
 Year Ended December 31, 1995
 (With Comparative Totals for Year Ended December 31, 1994)
 (continued)

	<u>Waterworks</u>	<u>Sewerage</u>	<u>Totals</u>	
			1995	1994
Net income (loss)	\$ 23,468	\$ (39,577)	\$ (16,109)	\$ 61,422
Retained earnings (deficit) at beginning of year	<u>1,533,855</u>	<u>(1,219,247)</u>	<u>314,608</u>	<u>253,186</u>
Retained earnings (deficit) at end of year	<u>\$1,557,323</u>	<u>\$ (1,258,824)</u>	<u>\$ 298,499</u>	<u>\$ 314,608</u>

CITY OF WESTWEGO, LOUISIANA
ENTERPRISE FUNDS
COMBINING STATEMENT OF CASH FLOWS
Year Ended December 31, 1995
(With Comparative Totals for Year Ended December 31, 1994)

	Waterworks	Sewerage	Totals	
			1995	1994
CASH FLOWS FROM OPERATING ACTIVITIES				
Net operating loss	\$ (64,462)	\$ (84,429)	\$ (148,891)	\$ (272,959)
Adjustments to reconcile net operating loss to net cash provided by operating activities:				
Depreciation	52,466	189,520	241,986	224,068
(Increase) decrease in accounts receivable	652	(2,100)	(1,448)	(13,859)
Increase (decrease) in accounts payable	(1,709)	(140,256)	(141,965)	151,619
Increase in accrued wages	638	1,316	1,954	1,171
Increase (decrease) in due to other funds	64,455	611,565	676,020	(43,215)
NET CASH PROVIDED BY OPERATING ACTIVITIES	52,040	575,616	627,656	46,825
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES				
Increase in customers' deposits	3,757	-0-	3,757	3,541
Ad Valorem taxes	-0-	42,184	42,184	42,058
NET CASH PROVIDED BY NONCAPITAL FINANCING ACTIVITIES	3,757	42,184	45,941	45,599
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES				
Acquisition of property, plant and equipment	(77,616)	(459,196)	(536,812)	(670,141)
Receivable from Parish of Jefferson	3,089	-0-	3,089	-0-
Contributed capital	-0-	26,000	26,000	-0-
Transfer from other funds	68,540	-0-	68,540	276,705
NET CASH USED BY CAPITAL AND RELATED FINANCING ACTIVITIES	(5,987)	(433,196)	(439,183)	(393,436)
CASH FLOWS FROM INVESTING ACTIVITIES				
Redemption of certificates of deposit	3,913,272	-0-	3,913,272	4,573,439
Purchase of certificates of deposit	(3,931,539)	-0-	(3,931,539)	(4,464,707)
Interest on investments	19,390	2,668	22,058	15,618
NET CASH PROVIDED BY INVESTING ACTIVITIES	1,123	2,668	3,791	124,350
Net increase (decrease) in cash	50,933	187,272	238,205	(176,662)
Cash at beginning of year	166,518	138,457	304,975	481,637
Cash at end of year	\$ 217,451	\$ 325,729	\$ 543,180	\$ 304,975
SUMMARY OF CASH				
Current Asset - Cash	\$ 197,315	\$ 325,729	\$ 523,044	\$ 287,625
Restricted Assets:				
Reserve fund cash	31	-0-	31	31
Depreciation and Contingencies fund cash	40	-0-	40	40
Customers' deposits cash	20,065	-0-	20,065	17,279
	\$ 217,451	\$ 325,729	\$ 543,180	\$ 304,975

CITY OF WESTWEGO, LOUISIANA
 WATERWORKS ENTERPRISE FUND
 COMPARATIVE BALANCE SHEET
 December 31, 1995 and 1994

<u>ASSETS</u>	<u>1995</u>	<u>1994</u>
CURRENT ASSETS		
Cash	\$ 197,315	\$ 149,168
Certificates of deposit	35,289	31,458
Accounts receivable	105,406	106,058
Due from Parish of Jefferson	-0-	3,089
Total current assets	<u>338,010</u>	<u>289,773</u>
RESTRICTED ASSETS		
Revenue bonds reserve fund:		
Cash	31	31
Certificate of deposit	66,186	62,882
Revenue bonds depreciation and contingencies fund:		
Cash	40	40
Certificate of deposit	203,502	193,341
Customers' deposits fund:		
Cash	20,065	17,279
Certificate of deposit	60,885	59,914
Total restricted assets	<u>350,709</u>	<u>333,487</u>
PROPERTY, PLANT AND EQUIPMENT, AT COST- NET OF ACCUMULATED DEPRECIATION		
(1995 - \$1,489,316; 1994 - \$1,436,850)	<u>1,194,988</u>	<u>1,169,838</u>
Total assets	<u>\$ 1,883,707</u>	<u>\$ 1,793,098</u>

(continued)

CITY OF WESTWEGO, LOUISIANA
WATERWORKS ENTERPRISE FUND
COMPARATIVE BALANCE SHEET
December 31, 1995 and 1994

<u>LIABILITIES AND FUND EQUITY</u>	<u>1995</u>	<u>1994</u>
CURRENT LIABILITIES		
(Payable from current assets)		
Accounts payable	\$ 22,307	\$ 24,016
Accrued wages payable	3,757	3,119
Due to other funds	<u>178,453</u>	<u>113,998</u>
Total	204,517	141,133
CURRENT LIABILITIES		
(Payable from restricted assets)		
Customers' deposits	<u>80,950</u>	<u>77,193</u>
Total liabilities	<u>285,467</u>	<u>218,326</u>
FUND EQUITY		
Contributed capital:		
Federal grants	<u>40,917</u>	<u>40,917</u>
Retained earnings:		
Reserved for waterworks maintenance	269,759	256,294
Unreserved	<u>1,287,564</u>	<u>1,277,561</u>
Total retained earnings	<u>1,557,323</u>	<u>1,533,855</u>
Total fund equity	<u>1,598,240</u>	<u>1,574,772</u>
Total liabilities and fund equity	<u>\$ 1,883,707</u>	<u>\$ 1,793,098</u>

CITY OF WESTWEGO, LOUISIANA
WATERWORKS ENTERPRISE FUND
COMPARATIVE STATEMENT OF REVENUES, EXPENSES,
AND CHANGES IN RETAINED EARNINGS
Years Ended December 31, 1995 and 1994

	<u>1995</u>	<u>1994</u>
Operating revenues:		
Water sales	\$ 545,958	\$ 535,817
Installations	4,462	4,830
Miscellaneous	278	123
	<u>550,698</u>	<u>540,770</u>
Operating expenses:		
Salaries, wages and personal services	189,843	174,595
Maintenance	61,214	64,117
Power	114,053	97,165
Chemicals	47,544	50,684
Medical insurance	26,909	22,841
General insurance	84,053	80,423
Truck expenses	9,305	7,817
Office supplies, expense and postage	5,750	5,895
Employees' pension plan	9,075	8,021
Bad debts	-0-	1,223
Other	1,995	2,651
Telephone	302	288
Tenure awards	1,230	1,425
Professional fees	11,421	11,228
Depreciation	52,466	50,932
	<u>615,160</u>	<u>579,305</u>
Total operating expenses		
Net operating loss	<u>(64,462)</u>	<u>(38,535)</u>
Nonoperating revenues:		
Interest on investment	19,390	10,664
Transfer from other funds	68,540	52,650
	<u>87,930</u>	<u>63,314</u>
Total nonoperating revenues		
Net income	23,468	24,779
Retained earnings at beginning of year	<u>1,533,855</u>	<u>1,509,076</u>
Retained earnings at end of year	<u>\$ 1,557,323</u>	<u>\$ 1,533,855</u>

CITY OF WESTWEGO, LOUISIANA
WATERWORKS ENTERPRISE FUND
COMPARATIVE STATEMENT OF CASH FLOWS
Years Ended December 31, 1995 and 1994

	1995	1994
CASH FLOWS FROM OPERATING ACTIVITIES		
Net operating loss	\$ (64,462)	\$ (38,535)
Adjustments to reconcile net operating loss to net cash provided (used) by operating activities:		
Depreciation	52,466	50,932
Decrease in accounts receivable	652	8,699
Increase (decrease) in accounts payable	(1,709)	6,788
Increase in accrued wages	638	50
Increase (decrease) in due to/from other funds	64,455	(48,536)
NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES	52,040	(20,602)
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES		
Increase in customers' deposits	3,757	3,541
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES		
Acquisition of property, plant and equipment	(77,616)	(36,480)
Receivable Parish of Jefferson	3,089	-0-
Transfer from other funds	68,540	52,650
NET CASH PROVIDED (USED) BY CAPITAL AND RELATED FINANCING ACTIVITIES	(5,987)	16,170
CASH FLOWS FROM INVESTING ACTIVITIES		
Redemption of certificates of deposit	3,913,272	4,091,527
Purchase of certificates of deposit	(3,931,539)	(4,102,145)
Interest on investment	19,390	10,664
NET CASH PROVIDED BY INVESTING ACTIVITIES	1,123	46
Net increase (decrease) in cash	50,933	(845)
Cash at beginning of year	166,518	167,363
Cash at end of year	\$ 217,451	\$ 166,518
SUMMARY OF CASH		
Current Asset - Cash	\$ 197,315	\$ 149,168
Restricted Assets:		
Reserve fund cash	31	31
Depreciation and contingencies fund cash	40	40
Customers' deposits cash	20,065	17,279
	\$ 217,451	\$ 166,518

CITY OF WESTWEGO, LOUISIANA
SEWERAGE ENTERPRISE FUND
COMPARATIVE BALANCE SHEET
December 31, 1995 and 1994

<u>ASSETS</u>	<u>1995</u>	<u>1994</u>
CURRENT ASSETS		
Cash	\$ 325,729	\$ 138,457
Accounts receivable	<u>113,382</u>	<u>111,282</u>
Total current assets	439,111	249,739
PROPERTY, PLANT AND EQUIPMENT, AT COST - NET OF ACCUMULATED DEPRECIATION (1995 - \$2,614,786; 1994 - \$2,425,266)		
	<u>7,101,630</u>	<u>6,831,954</u>
Total assets	<u>\$ 7,540,741</u>	<u>\$ 7,081,693</u>
 <u>LIABILITIES AND FUND EQUITY</u>		
CURRENT LIABILITIES		
Accounts payable	\$ 22,949	\$ 163,205
Accrued wages payable	5,387	4,071
Due to Other Funds	<u>685,737</u>	<u>74,172</u>
Total liabilities	<u>714,073</u>	<u>241,448</u>
FUND EQUITY		
Contributed capital:		
City grants	1,851,632	1,851,632
Federal grants	4,997,596	4,997,596
State grants	347,308	347,308
Property owners	862,956	862,956
Parish grants	<u>26,000</u>	<u>-0-</u>
Total contributed capital	<u>8,085,492</u>	<u>8,059,492</u>
Accumulated deficit	<u>(1,258,824)</u>	<u>(1,219,247)</u>
Total fund equity	<u>6,826,668</u>	<u>6,840,245</u>
Total liabilities and fund equity	<u>\$ 7,540,741</u>	<u>\$ 7,081,693</u>

CITY OF WESTWEGO, LOUISIANA
SEWERAGE ENTERPRISE FUND
COMPARATIVE STATEMENT OF REVENUES, EXPENSES, AND CHANGES
IN ACCUMULATED DEFICIT
Years Ended December 31, 1995 and 1994

	1995	1994
Operating revenues:		
Sewerage service charges	\$ 716,260	\$ 536,138
Installations	1,672	4,077
Inspection fees	-0-	689
Permits and other	3,026	3,952
Total operating revenues	720,958	544,856
Operating expenses:		
Salaries, wages and personal services	214,669	216,106
Maintenance	110,548	113,392
Power	107,387	98,791
Chemicals	24,421	15,849
Medical insurance	26,205	30,655
General insurance	82,513	79,369
Truck expenses	10,205	7,157
Office supplies, expense and postage	5,844	5,840
Employees' pension plan	10,004	10,902
Bad debts	3,356	4,847
Other	5,609	6,524
Telephone	1,689	1,892
Tenure awards	1,425	1,170
Professional fees	11,992	13,650
Depreciation	189,520	173,136
Total operating expenses	805,387	779,280
Net operating loss	(84,429)	(234,424)
Nonoperating revenues:		
Interest on investments	2,668	4,954
Ad valorem taxes	42,184	42,058
Transfer from other funds	-0-	224,055
Total nonoperating revenues	44,852	271,067
Net income (loss)	(39,577)	36,643
Accumulated deficit at beginning of year	(1,219,247)	(1,255,890)
Accumulated deficit at end of year	\$(1,258,824)	\$(1,219,247)

CITY OF WESTWEGO, LOUISIANA
SEWERAGE ENTERPRISE FUND
COMPARATIVE STATEMENT OF CASH FLOWS
Years Ended December 31, 1995 and 1994

	1995	1994
CASH FLOWS FROM OPERATING ACTIVITIES		
Net operating loss	\$ (84,429)	\$ (234,424)
Adjustments to reconcile net operating loss to net cash provided by operating activities:		
Depreciation	189,520	173,136
(Increase) in accounts receivable	(2,100)	(22,558)
Increase (decrease) in accounts payable	(140,256)	144,831
Increase in accrued wages	1,316	1,121
Increase in due to other funds	611,565	5,321
NET CASH PROVIDED BY OPERATING ACTIVITIES	575,616	67,427
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES		
Ad Valorem taxes	42,184	42,058
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES		
Acquisition of property, plant and equipment	(459,196)	(633,661)
Transfer from other funds	-0-	224,055
Contributed capital	26,000	-0-
NET CASH USED BY CAPITAL AND RELATED FINANCING ACTIVITIES	(433,196)	(409,606)
CASH FLOWS FROM INVESTING ACTIVITIES		
Redemption of certificates of deposit	-0-	481,912
Purchase of certificates of deposits	-0-	(362,562)
Interest on investments	2,668	4,954
NET CASH PROVIDED BY INVESTING ACTIVITIES	2,668	124,304
Net increase (decrease) in cash	187,272	(175,817)
Cash at beginning of year	138,457	314,274
Cash at end of year	\$ 325,729	\$ 138,457

FIDUCIARY FUND

Police Pension and Relief Trust Fund - prior to 1983, this fund was used to account for the accumulation of resources for police pension and relief payments. Resources were contributed by employees at rates fixed by law and by the City of a portion of the amounts collected for licenses and fines. In 1983, the City Police Pension Plan was merged with the Municipal Police Employees' Retirement System of Louisiana (formerly, the Louisiana Municipal Police Employees' Retirement System) in accordance with Act 585 of the 1982 regular session of the Louisiana Legislature. The Police Pension and Relief Fund was then used to account for the accumulation of resources to be used for the payment of (1) the actuarially determined liability at the time of the merger and (2) any liability arising due to differences between the two plans. During 1988, a lump-sum payment was made to the State Retirement System in full payment of the balance due on the actuarially determined liability at the time of merger. Funds are now being accumulated for the payment of any liability arising due to differences between the two plans.

CITY OF WESTWEGO, LOUISIANA
POLICE PENSION AND RELIEF TRUST FUND
COMPARATIVE BALANCE SHEET
December 31, 1995 and 1994

<u>ASSETS</u>	<u>1995</u>	<u>1994</u>
Cash	\$ 50,102	\$ 38,726
Certificate of deposit	140,833	133,802
Investment:		
8.125% General Service Administration Participation Certificates, due July 31, 2003 (Market value 12/31/94, \$20,000)	-0-	20,300
Contribution receivable	<u>4,866</u>	<u>5,976</u>
Total assets	<u>\$ 195,801</u>	<u>\$ 198,804</u>
<u>FUND BALANCE</u>		
Reserved for payment of benefits	<u>\$ 195,801</u>	<u>\$ 198,804</u>
Total fund balance	<u>\$ 195,801</u>	<u>\$ 198,804</u>

CITY OF WESTWEGO, LOUISIANA
POLICE PENSION AND RELIEF TRUST FUND
COMPARATIVE STATEMENT OF REVENUES, EXPENSES
AND CHANGES IN FUND BALANCE
Years Ended December 31, 1995 and 1994

	1995	1994
Revenues:		
Employer's contributions:		
25% of police fines	\$ 17,110	\$ 18,750
20% of alcoholic beverage permits	980	1,390
Interest received on investments	6,858	4,087
Total revenues	24,948	24,227
 Expenses:		
Benefits paid	27,951	26,911
Deficiency of revenues over expenses	(3,003)	(2,684)
 Fund balance at beginning of year	198,804	201,488
Fund balance at end of year	\$ 195,801	\$ 198,804

CITY OF WESTWEGO, LOUISIANA
POLICE PENSION AND RELIEF TRUST FUND
COMPARATIVE STATEMENT OF CASH FLOWS
Years Ended December 31, 1995 and 1994

	1995	1994
CASH FLOWS FROM OPERATING ACTIVITIES		
Deficiency of revenues over expenses	\$ (3,003)	\$ (2,684)
(Increase) decrease in contribution receivable	1,110	(850)
NET CASH (USED) BY OPERATING ACTIVITIES	(1,893)	(3,534)
CASH FLOWS FROM INVESTING ACTIVITIES		
Redemption of certificates of deposit and investment	1,526,660	1,574,975
Purchase of certificates of deposit	(1,513,391)	(1,579,062)
NET CASH PROVIDED (USED) BY INVESTING ACTIVITIES	13,269	(4,087)
Net increase (decrease) in cash	11,376	(7,621)
Cash at beginning of year	38,726	46,347
Cash at end of year	\$ 50,102	\$ 38,726

SUPPLEMENTARY INFORMATION

CITY OF WESTWEGO, LOUISIANA
SCHEDULE OF COMPENSATION PAID TO MEMBERS
OF THE BOARD OF ALDERMEN
Year Ended December 31, 1995

<u>Aldermen</u>	<u>Salary</u>
Melvin J. Guidry	\$ 7,648
Ted Munch	7,718
Steven M. Valence	7,216
Ernest Tassin	7,216
Glenn Green	<u>7,216</u>
	\$ <u><u>37,014</u></u>

CITY OF WESTWEGO, LOUISIANA
 SCHEDULE OF FEDERAL FINANCIAL ASSISTANCE
 Year Ended December 31, 1995

<u>Federal Grantor/Pass through Grantor/Program Title</u>	<u>Federal CFDA Number</u>	<u>Cash Receipts</u>	<u>Expenditures</u>
<u>U.S. Department of Housing and Urban Development</u> Passed through State of Louisiana (Louisiana Housing Finance Agency) HOME Health and Safety Rehabilitation	14.239	\$ 27,075	\$ <u>27,075</u>
Total Federal Financial Assistance			\$ <u>27,075</u>

This schedule is prepared on the cash receipts and disbursements basis of accounting.

COMPLIANCE AND INTERNAL CONTROL REPORTS

UZEE, BUTLER, ARCENEUX & BOWES

CERTIFIED PUBLIC ACCOUNTANTS

2067 PAXTON STREET

HARVEY, LOUISIANA 70058

(504) 347-0441

FAX (504) 347-0467

DOUGLAS L. UZEE, CPA

(1926 - 1988)

JAMES I. BUTLER, CPA

N. PAUL ARCENEUX, CPA

PATRICK J. BOWES, CPA

MEMBERS

AMERICAN INSTITUTE OF
CERTIFIED PUBLIC ACCOUNTANTS

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INDEPENDENT AUDITOR'S REPORT ON CITY OF WESTWEGO, LOUISIANA'S COMPLIANCE BASED ON AN AUDIT OF THE GENERAL PURPOSE FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS

The Honorable Mayor
and Board of Aldermen
City of Westwego, Louisiana

We have audited the general purpose financial statements of the City of Westwego, Louisiana, as of and for the year ended December 31, 1995, and have issued our report thereon dated June 27, 1996.

We conducted our audit in accordance with generally accepted auditing standards and **Government Auditing Standards**, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the general purpose financial statements are free of material misstatement.

Compliance with laws, regulations, contracts, and grants applicable to the City of Westwego, Louisiana is the responsibility of the City of Westwego's management. As part of obtaining reasonable assurance about whether the general purpose financial statements are free of material misstatement, we performed tests of the City of Westwego's compliance with certain provisions of laws, regulations, contracts, and grants. However, the objective of our audit of the general purpose financial statements was not to provide an opinion on overall compliance with such provisions. Accordingly, we do not express such an opinion.

Material instances of noncompliance are failures to follow requirements or violations of prohibitions, contained in statutes, regulations, contracts, or grants that cause us to conclude that the aggregation of misstatements resulting from those failures or violations are material to the financial statements. The results of our tests of compliance disclosed the following instances of noncompliance, the first two of which were also included in our report on the audit of the 1994 general purpose financial statements.

Finding - The City did not publish all minutes of meetings of the Board of Aldermen within the time prescribed by Louisiana statutes.

Management's Response - Procedures are being implemented to insure that all minutes will be published within the time prescribed in the future.

Finding - Bids were not obtained on the following purchases in excess of statutory limits:

Date	Item	Cost
5-25-95	Playground equipment	\$ 7,346.37
6-21-95	Police uniforms and equipment	7,219.82
6-23-95	Police automobile equipment	6,960.20
8-18-95	Playground sports equipment	6,694.70
9-12-95	Waterworks supplies	14,283.77
11-13-95	Playground sports equipment	5,688.00
12-29-95	Police uniforms and equipment	6,843.77

Management's Response - Most of these items were the result of a series of purchases that accumulated to an amount in excess of the bid limit. Purchases such as these will be bid in the future.

Finding - The City employed on a contract basis, a member of the Mayor's immediate family to perform title research at a cost of \$9,900. R.S.42:1119 prohibits the employment of an elected official's immediate family.

Management's Response - The City had engaged this same person to perform title research services in the past, prior to the Mayor's being elected. He will not be employed in the future.

We considered these instances of noncompliance in forming our opinion on whether the City of Westwego's 1995 general-purpose financial statements are presented fairly, in all material respect, in conformity with generally accepted accounting principles, and this report does not affect our report dated June 27, 1996 on those financial statements.

Except as described above, the results of our tests of compliance indicate that, with respect to the items tested, the City of Westwego complied, in all material respects, with the provisions referred to in the third paragraph of this report; and with respect to items not tested, nothing came to our attention that caused us to believe that the City of Westwego had not complied, in all material respects, with those provisions.

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

Uyee, Butler, Arceneaux & Barnes
Harvey, Louisiana
June 27, 1996

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CERTIFIED PUBLIC ACCOUNTANTS
2067 PAXTON STREET
HARVEY, LOUISIANA 70058

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INDEPENDENT AUDITOR'S REPORT ON CITY OF WESTWEGO,
LOUISIANA'S COMPLIANCE WITH GENERAL REQUIREMENTS
APPLICABLE TO FEDERAL FINANCIAL ASSISTANCE PROGRAM

The Honorable Mayor
and Board of Aldermen
City of Westwego, Louisiana

We have audited the general purpose financial statements of the City of Westwego, Louisiana, as of and for the year ended December 31, 1995 and have issued our report thereon dated June 27, 1996.

We have applied procedures to test the City of Westwego, Louisiana's compliance with the following general requirements applicable to its federal financial assistance program, which is identified in the Schedule of Federal Financial Assistance, for the year ended December 31, 1995: political activity, Davis-Bacon Act, civil rights, cash management, relocation assistance and real property acquisition, allowable cost/cost principles, Drug-free Workplace Act and administrative requirements.

Our procedures were limited to the applicable procedures described in the Office of Management and Budget's Compliance Supplement for Single Audits of State and Local Governments. Our procedures were substantially less in scope than an audit, the objective of which is the expression of an opinion on the City of Westwego, Louisiana's compliance with the requirements listed in the preceding paragraph. Accordingly, we do not express such an opinion.

With respect to the items tested, the results of those procedures disclosed no material instances of noncompliance with the requirements listed in the second paragraph of this report. With respect to items not tested, nothing came to our attention that caused us to believe that the City of Westwego, Louisiana had not complied, in all material respects, with those requirements.

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

Uzee, Butler, Arceneux & Bowes
Harvey, Louisiana
June 27, 1996

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CERTIFIED PUBLIC ACCOUNTANTS
SOCIETY OF LOUISIANA
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INDEPENDENT AUDITOR'S REPORT ON CITY OF WESTWEGO,
LOUISIANA'S COMPLIANCE WITH SPECIFIC REQUIREMENTS
APPLICABLE TO NONMAJOR FEDERAL FINANCIAL
ASSISTANCE PROGRAM TRANSACTIONS

The Honorable Mayor
and Board of Aldermen
City of Westwego, Louisiana

We have audited the general purpose financial statements of the City of Westwego, Louisiana, as of and for the year ended December 31, 1995, and have issued our report thereon dated June 27, 1996.

In connection with our audit of the general purpose financial statements of the City of Westwego, Louisiana, and with our consideration of the City of Westwego, Louisiana's control structure used to administer its federal financial assistance program, as required by Office of Management and Budget Circular A-128, **Audits of State and Local Governments**, we selected certain transactions applicable to its nonmajor federal financial assistance program for the year ended December 31, 1995. As required by OMB Circular A-128, we have performed auditing procedures to test compliance with the requirements governing types of services allowed or unallowed, and special tests and provisions (if any) that are applicable to those transactions. Our procedures were substantially less in scope than an audit, the objective of which is the expression of an opinion on the City of Westwego, Louisiana's compliance with these requirements. Accordingly, we do not express such an opinion.

With respect to the items tested, the results of those procedures disclosed no material instances of noncompliance with the requirements listed in the preceding paragraph. With respect to items not tested, nothing came to our attention that caused us to believe that the City of Westwego, Louisiana, had not complied, in all material respects, with those requirements.

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

Uzee, Butler, Arceneux & Bowes
Harvey, Louisiana
June 27, 1996

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CERTIFIED PUBLIC ACCOUNTANTS

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INDEPENDENT AUDITOR'S REPORT ON INTERNAL CONTROL STRUCTURE OF CITY OF WESTWEGO, LOUISIANA BASED ON AN AUDIT OF GENERAL PURPOSE FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS

The Honorable Mayor
and Board of Aldermen
City of Westwego, Louisiana

We have audited the general purpose financial statements of the City of Westwego, Louisiana, as of and for the year ended December 31, 1995, and have issued our report thereon dated June 27, 1996.

We conducted our audit in accordance with generally accepted auditing standards and **Government Auditing Standards**, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the general purpose financial statements are free of material misstatement.

The management of the City of Westwego, Louisiana, is responsible for establishing and maintaining an internal control structure. In fulfilling this responsibility, estimates and judgements by management are required to assess the expected benefits and related costs of internal control structure policies and procedures. The objectives of an internal control structure are to provide management with reasonable, but not absolute, assurance that assets are safeguarded against loss from unauthorized use or disposition, and that transactions are executed in accordance with management's authorization and recorded properly to permit the preparation of financial statements in accordance with generally accepted accounting principles. Because of inherent limitations in any internal control structure, errors or irregularities may nevertheless occur and not be detected. Also, projection of any evaluation of the structure to future periods is subject to the risk that procedures may become inadequate because of changes in conditions or that the effectiveness of the design and operation of policies and procedures may deteriorate.

In planning and performing our audit of the general purpose financial statements of the City of Westwego, Louisiana for the year ended December 31, 1995, we obtained an understanding of the internal control structure. With respect to the internal control structure, we obtained an understanding

UZEE, BUTLER, ARCENEUX & BOWES

CERTIFIED PUBLIC ACCOUNTANTS
2067 PAXTON STREET
HARVEY, LOUISIANA 70058

(504) 347-0441
FAX (504) 347-0467

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AMERICAN INSTITUTE OF
CERTIFIED PUBLIC ACCOUNTANTS
SOCIETY OF LOUISIANA
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INDEPENDENT AUDITOR'S REPORT ON CITY OF WESTWEGO, LOUISIANA'S INTERNAL CONTROL STRUCTURE USED IN ADMINISTERING FEDERAL FINANCIAL ASSISTANCE PROGRAMS

The Honorable Mayor
and Board of Aldermen
City of Westwego, Louisiana

We have audited the general purpose financial statements of the City of Westwego, Louisiana, as of and for the year ended December 31, 1995, and have issued our report thereon dated June 27, 1996.

We conducted our audit in accordance with generally accepted auditing standards; **Government Auditing Standards**, issued by the Comptroller General of the United States; and Office of Management and Budget (OMB) Circular A-128, **Audits of State and Local Governments**. Those standards and OMB Circular A-128 require that we plan and perform the audit to obtain reasonable assurance about whether the general purpose financial statements are free of material misstatement.

In planning and performing our audit for the year ended December 31, 1995, we considered the internal control structure of the City of Westwego, Louisiana, in order to determine our auditing procedures for the purpose of expressing our opinion on the City of Westwego, Louisiana's general purpose financial statements and to report on the internal control structure in accordance with OMB Circular A-128. This report addresses our consideration of internal control structure policies and procedures relevant to compliance with requirements applicable to their federal financial assistance program. We have addressed internal control structure policies and procedures relevant to our audit of the general purpose financial statements in a separate report dated June 27, 1996.

The management of the City of Westwego, Louisiana, is responsible for establishing and maintaining an internal control structure. In fulfilling this responsibility, estimates and judgments by management are required to assess the expected benefits and related costs of internal control structure policies and procedures. The objectives of an internal control structure are to provide management with reasonable, but not absolute, assurance that assets are safeguarded against loss from unauthorized use or disposition, that transactions are executed in accordance with management's authorization

and recorded properly to permit the preparation of general purpose financial statements in accordance with generally accepted accounting principles, and that the federal financial assistance programs are managed in compliance with applicable laws and regulations. Because of inherent limitations in any internal control structure, errors, irregularities, or instances of noncompliance may nevertheless occur and not be detected. Also, projection of any evaluation of the structure to future periods is subject to the risk that procedures may become inadequate because of changes in conditions or that the effectiveness of the design and operation of policies and procedures may deteriorate.

For purpose of this report, we have classified the significant internal control structure policies and procedures used in administering the federal financial assistance program into the following categories: cash receipts, cash disbursements and external financial reporting.

For all of the internal control structure categories listed above, we obtained an understanding of the design of relevant policies and procedures and determined whether they have been placed in operation, and we assessed control risk.

During the year ended December 31, 1995, the City of Westwego, Louisiana had no major federal financial assistance programs and expended 100 percent of its total federal financial assistance under one nonmajor federal financial assistance program which is listed in the Schedule of Federal Financial Assistance.

We performed tests of controls, as required by OMB Circular A-128, to evaluate the effectiveness of the design and operation of internal control structure policies and procedures that we have considered relevant to preventing or detecting material noncompliance with specific requirements, general requirements, and requirements governing claims for reimbursements that are applicable to the aforementioned nonmajor program. Our procedures were less in scope than would be necessary to render an opinion on these internal control structure policies and procedures. Accordingly, we do not express such an opinion.

Our consideration of the internal control structure policies and procedures used in administering federal financial assistance would not necessarily disclose all matters in the internal control structure that might constitute material weaknesses under standards established by the American Institute of Certified Public Accountants. A material weakness is a condition in which the design or operation of one or more of the internal control structure elements does not reduce to a relatively low level the risk that noncompliance with laws and regulations that would be material to a federal financial assistance program 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 structure and its operations that we consider to be material weaknesses as defined above.

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

Uye, Butler, Arceneaux & Barnes
Harvey, Louisiana
June 27, 1996