GARRETT & GARRETT CERTIFIED PUBLIC ACCOUNTANTS 119 PROFESSIONAL DRIVE WEST MONROE, LOUISIANA 71291

CAROLYN V. GARRETT JUDY D. GARRETT

PHONE: 318 322-0845 FAX: 318 322-5577

October 16, 1996

INDEPENDENT AUDITORS' REPORT ON LOUISIANA SYSTEMS SURVEY AND COMPLIANCE QUESTIONNAIRE

The Honorable Q. A. Clark, Mayor and Members of the Board of Alderman

At your request, we have also examined Parts III through VIII of the accompanying "Systems Survey and Compliance Questionnaire" of the Village of McNary, Glenmora, Louisiana, covering the period July 1, 1995 to June 30, 1996. Our examination was made in accordance with the procedures enumerated in the Systems Survey and Compliance Questionnaire - Recommended Procedures for Auditing.

In connection with our examination which included the procedures referred to in the proceeding paragraph, nothing came to my attention that caused me to believe that the responses to the attached questionnaire are not fairly stated.

> GARRETT & GARRETT CERTIFIED PUBLIC ACCOUNTANTS HAUM I HAUM



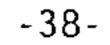
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The Honorable Q. A. Clark, Mayor
and Members of the Board of Alderman
October 16, 1996
Page 2
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In planning and performing our audit of the statement of cash receipts and disbursements of the Louisiana Housing Finance Agency Grant of the Village of McNary for the seven months ended December 31, 1994 and the Louisiana Community Development Block Grant of the Village of McNary for the two years ended June 30, 1996, we obtained an understanding of the internal control structure. With respect to the internal control structure, we obtained and understanding of the design of relevant policies and procedures and whether they have been placed in operation, and we assessed control risk in order to determine our auditing procedures for the purpose of expressing our opinion on the statement of cash receipts and disbursements of the program and not to provide an opinion on the internal control structure. We performed tests of controls to evaluate the effectiveness of the design and operation of internal control structure policies and procedures that we considered relevant to preventing or detecting material noncompliance with specific requirements applicable to the Village of McNary's two grants. Our tests were less in scope than would be necessary to render an opinion on internal control structure policy and procedures. Accordingly, we do not express such an opinion.

Our consideration of the internal control structure would not necessarily disclose all matters in the internal control structure that might be 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 errors or irregularities in amounts that would be material in relation to the financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. We noted no matters involving the internal control structure and its operation that we consider to be material weaknesses as defined above.

This report is intended for the information of the Mayor and members of the Board of Alderman and the Louisiana Legislative Auditor. However, this report is a matter of public record and its distribution is not limited.

> GARRETT & GARRETT CERTIFIED PUBLIC ACCOUNTANTS Harrett & Harrett



GARRETT & GARRETT CERTIFIED PUBLIC ACCOUNTANTS 119 PROFESSIONAL DRIVE WEST MONROE, LOUISIANA 71291

CAROLYN V. GARRETT JUDY D. GARRETT

PHONE: 318 322-0845 FAX: 318 322-5577

October 16, 1996

INDEPENDENT AUDITORS' REPORT ON INTERNAL CONTROL STRUCTURE

The Honorable Q. A. Clark, Mayor and Members of the Board of Alderman

We have audited the statements of cash receipts and disbursements of the Louisiana Housing Finance Agency Grant and the Louisiana Community Development Block Grant of the Village of McNary, Glenmora, Louisiana, for the seven months ended December 31, 1994 and the two years ended June 30, 1996, respectively, and have issued our report thereon dated October 16, 1996. We have also tested the Organization's compliance with requirements applicable to the Louisiana Finance Agency Grant and the Louisiana Community Development Block Grant of the Village of McNary and have issued or report thereon dated October 16, 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 statement of cash receipts and disbursements is free of material misstatement and about whether the Organization complied with laws and regulations, noncompliance with which would be material to the Village of McNary's two grants.

The management of the Village of McNary, Glenmora, 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, and that transactions are executed in accordance with management's authorization and recorded properly to permit the preparation of the statement of cash receipts and disbursements in accordance with the cash basis of accounting and that the two grants are managed in compliance with applicable laws and regulations. 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.

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The Honorable Q. A. Clark, Mayor and Members of the Board of Alderman October 16, 1996 Page 2

This report is intended for the information of the Mayor and members of the Board of Alderman and the Louisiana Legislative Auditor. However, this report is a matter of public record and its distribution is not limited.

GARRETT & GARRETT CERTIFIED PUBLIC ACCOUNTANTS Harutt & Harutt

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GARRETT & GARRETT CERTIFIED PUBLIC ACCOUNTANTS 119 PROFESSIONAL DRIVE WEST MONROE, LOUISIANA 71291

CAROLYN V. GARRETT JUDY D. GARRETT PHONE: 318 322-0845 FAX: 318 322-5577

October 16, 1996

INDEPENDENT AUDITORS' REPORT ON INTERNAL CONTROL STRUCTURE RELATED MATTERS NOTES IN A FINANCIAL STATEMENT AUDIT CONDUCTED IN ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS

The Honorable Q, A. Clark, Mayor and Members of the Board of Alderman

We have audited the financial statements of the Village of McNary, Glenmora, Louisiana, as of and for the year ended June 30, 1996, and have issued our report thereon dated October 16, 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 the provision 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 to material misstatement.

In planning and performing our audit of the general purpose financial statements of the Village of McNary, Glenmora, Louisiana, for the year ended June 30, 1996, we considered its internal control structure in order to determine our auditing procedures for the purpose of expressing our opinion on the general purpose financial statements and not to provide assurance on the internal control structure.

The management of the Village of McNary, Glenmora, 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 objective 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.

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The Honorable Q. A. Clark, Mayor
and Members of the Board of Alderman
October 16, 1996
Page 2
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For the purpose of this report, we have classified the significant internal control structure policies and procedures in the following categories:

- 1. Cycles of the entity's activity
 - A. Revenue/receipts
 - B. Purchases/disbursements
- 2. Financial statement captions
 - A. Cash and cash equivalents
 - B. Receivables
 - C. Property and Equipment
 - D. Payables and accrued liabilities
 - E. Debt
 - F. Fund balance
- 3. Accounting applications
 - A. Billings
 - B. ReceivablesC. Cash receiptsD. Cash disbursements

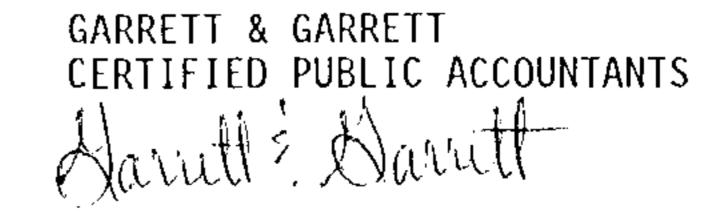
For all of the control categories listed above, we obtained an understanding of the design of relevant policies and procedures and whether they have been placed in operation, and we assessed control risk.

Our consideration of the internal control structure would not necessarily disclose all matters in the internal control structure that might be material weaknesses under standards established by the American Institute of Certified Public Accountants. A material weakness is a reportable condition in which the design or operation of the specific internal control structure elements does not reduce to a relatively low level the risk that errors or irregularities in amounts that would be material in relation to the general purpose financial statements being audited may occur and not be detected within the timely period by employees in the normal course of performing their assigned functions. We noted no matters involving the internal control structure and its operation that we consider to be material weaknesses as defined above.

However, we noted certain matters involving the internal control structure and its operation that we have reported to the management of the Village of McNary, Glenmora, Louisiana, in a separate letter dated October 16, 1996.

This report is intended solely for the information of the Mayor and members of the Board of Alderman and Louisiana Legislative Auditor. This restrictions is not intended to limit the distribution of the report, which is a matter of public record.

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GARRETT & GARRETT CERTIFIED PUBLIC ACCOUNTANTS 119 PROFESSIONAL DRIVE WEST MONROE, LOUISIANA 71291

CAROLYN V. GARRETT JUDY D. GARRETT

PHONE: 318 322~0845 FAX: 318 322~5577

October 16, 1996

INDEPENDENT AUDITORS' REPORT ON COMPLIANCE WITH LAWS AND REGULATIONS BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS

The Honorable Q. A. Clark, Mayor and Members of the Board of Alderman

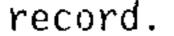
We have audited the general purpose financial statements of the Village of McNary, Glenmora, Louisiana, as of and for the year ended June 30, 1996, and have issued our report thereon dated October 16, 1996.

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

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

The results of our tests indicated that, with respect to the items tested, the Village of McNary, Glenmora, Louisiana, complied, in all material respects, with the provision referred to in the preceding paragraph. With respect to items not tested, nothing came to our attention that caused us to believe that the Village had not complied, in all material respects, with those provisions.

This report is intended solely for the information of the Mayor and members of the Board of Alderman and Louisiana Legislative Auditor. This restrictions is not intended to limit the distribution of the report, which is a matter of public



GARRETT & GARRETT CERTIFIED PUBLIC ACCOUNTANTS MANUEL MANUEL

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GARRETT & GARRETT CERTIFIED PUBLIC ACCOUNTANTS 119 PROFESSIONAL DRIVE WEST MONROE, LOUISIANA 71291

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October 16, 1996

INDEPENDENT AUDITORS' REPORT ON COMPLIANCE WITH LAWS AND REGULATIONS

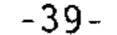
The Honorable Q. A. Clark, Mayor and Members of the Board of Alderman

We have audited the statements of cash receipts and disbursements of the Louisiana Housing Finance Agency Grant for the seven months ended December 31, 1994 and the Louisiana Community Development Block Grant for the two years ended June 30, 1996, for the Village of McNary, Glenmora, Louisiana and have issued our report thereon dated October 16, 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 statement of cash receipts and disbursements is free of material misstatement.

Compliance with laws, regulations, contracts, and grants applicable to the Louisiana Housing Finance Agency Grant and the Louisiana Community Development Block Grant, is the responsibility of the Organization's management. As part of obtaining reasonable assurance about whether the statements is free of material misstatement, we performed test of the Organization's compliance with the specific requirements applicable to its Louisiana Housing Finance Agency Grant and the Louisiana Community Development Block Grant governing types of services allowed or unallowed; eligibility; matching, level of effort, or earmarking; reporting; special tests and provisions; claims for advances and reimbursements; and amounts claimed or used for matching. We also applied procedures to test the Organization's compliance with the general requirements applicable to its Louisiana Housing Finance Agency Grant and the Louisiana Community Development Block Grant. However, the objective of our audit of the statements of cash receipts and disbursements of the programs was not to provide an opinion on overall compliance with such provisions. Accordingly, we do not express such an opinion.

The results of our tests disclosed no instances of noncompliance that are required to be reported herein under Government Auditing Standards.



SCHEDULE A	CASH/ACCRUAL (DEFERRED) REVENUE JUNE 30, 1996	ç		00.	due to the							
S	CASH JUNE	•		∿ ?								
	DI SBURSEMENT EXPENDI TURES	8 750 00 (2)		co .	- federal program							
		÷	ዎ	€⁄)	non-major							
	RECEIPTS OR REVENUE RECOGNIZED		ı	00.	ð							
		4	A	\$\$	cons i dered							
E S S S S S S S S S S S S S S S S S S S	CASH/ACCRUAL (DEFERRED) REVENUE AT 07/01/95	Ċ	20.	00.	program is co							
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OF MCNARY LOUISIANA FINANCIAL ASSISTANCE R ENDED JUNE 30, 1996	PROGRAM OR AWARD AMOUNT		(1) +	277,600.00 (3)	is \$91,000. T		ning right-					
VILLAGE C GLENYDRA, OF FEDERAL -ISCAL YEAR	ا ت من ت	4	ሁን	63			obtai					
VI SCHEDULE OF FE	PASS-THROUGH GRANTOR'S NUMBER				administration	d to FHA.	to problem					
것입	FEDERAL CFDA NUMBER				the Farmers Home	principal paid	delayed due					
	1				e to	and	ıt has been					
	GRANTOR/ COUGH GRANTOR/ COGRAM TITLE	GH STATE OF VELOPMENT:	Administration	^o rotection Improvements	ance due on Bonds payable of the debt.	expenditures were interest	approved in 1994. but					
	GRAN COUGH	N HOLE	Å A	rot	an(of	6 =	vas					

SCHEDULE A	CASH/ACCRUAL (DEFERRED) REVENUE JUNE 30, 1996	00	C	2	ie to the							
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	DI SBURSEMENT EXPENDI TURES	8.750.00 (2)			federal program							
		€ 7	÷ •	0	non-major							
	RECEIPTS OR REVENUE RECOGNIZED	I		<u>.</u>	ъ							
	R R R R R R R R R R	÷	⋺ €	A	consi dered							
806 NCE	CASH/ACCRUAL (DEFERRED) REVENUE AT 07/01/95	Ċ		00.	program is co		s.					
30, 10	A A			b 3	This p		-of-way:					
E OF MCNARY A. LOUISIANA L FINANCIAL ASSISTANCE AR ENDED JUNE 30, 1996	PROGRAM OR AWARD AMOUNT	5	4	277,600.00 (3)	is \$91,000. T		ning right-					
VILLAGE C GLENYDRA. SCHEDULE OF FEDERAL FOR THE FISCAL YEAR	PASS-THROUGH GRANTOR'S NUMBER	£	A .	4 7	administration	id to FHA.	e to problem obtai					
[] []	FEDERAL CFDA NUMBER				the Farmers Home	and principal paid	been delayed due					
	GRANTOR/ OUGH GRANTOR/ OGRAM TITLE	IGH STATE OF EVELOPMENT:	e Administration	^p rotection Improvements	lance due on Bonds payable to th of the debt.	m expenditures were interest an	was approved in 1994. but has b					

FEDERAL GR PASS-THROUG PASSED THROUGH <u>PASSED THROUGH</u> <u>PROGH</u> <u>PROGH</u> <u>PROGH</u> <u>Farmers Home Ac</u> <u>COMMUNITY DEVEL</u> <u>COMMUNITY</u> <u>DEVEL</u> (1) The balanc (2) Program ex

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VILLAGE GLENWORA SCHEDULE OF FEDERAL FOR THE THIRTEEN MONTH P	OF MCNARY LOUISIAN FINANCIAI	L ASSISTANCE ING JUNE 30, 1995			SCHEDULE B
L GRANTOR/ ROUGH GRANTOR/ ROUGH GRANTOR/ ROGRAM TITLE NUMBER NUMBER	PROGRAM OR AWARD AMOUNT	CASH/ACCRUAL (DEFERRED) REVENUE AT 05//01/94	RECEIPTS OR REVENUE RECOGNIZED	DISBURSEMENT EXPENDITURES	CASH/ACCRUAL (DEFERRED) REVENUE JUNE 30, 1995
<u>UGH STATE</u> OF DEVELOPMENT:					
he Administration	\$ - (1)	\$	1 67 3	\$ 7,900.00 (2)	0 0.
	42,000.00	00.	00.	7,679.27 (3)	00.
	77,649.00	00.	77,649.00	77,649.00 (4)	00.
ty Develo	277,600.00	00.	27,305.30	27,305.30 (5)	00.
alance due on Bonds payable to the Farmers Home administration am due to the amount of the debt.	ion is \$95,000 at	: January 1, 1995.	5. This program	is considered a no	non-major federal
am expenditures were interest and principal paid to FHA. Th	This payment was m	made on December	20, 1994.		
am expenditures were management fees.					
am expenditures were management fees and contractor's expense	nse.				
am expenditures were management and engineer fees.					

PASS-THRC PRC	SED THROUG PARTMENT C	mers Home	S. Forest	isiana Hou	ijsiana Cor	The bali program	Program	Program	Program	Program	
۵-	PASSE DEPA COMML	Farme	U. S.			(1)	(2)	(3)	(4)	(2)	

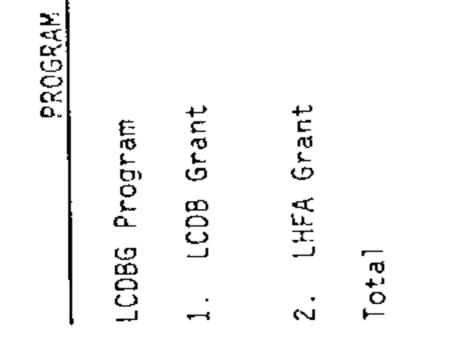
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FEDERAL

SCHEDULE C

•

SCHEDULE C	QUESTIONED	¢0.	00
	FINDING/NONCOMPLIANCE	None	None
STS 1995	ITEMS NOT IN COMPLIANCE DOLLAR NUMBER AMOUNT	00. *?	00.00.
VILLAGE OF MCNARY GLENWORA, LOUISIANA SCHEDULE OF FINDINGS AND QUESTIONED COSTS OR THE THIRTEEN MONTHS ENDED JUNE 30, 1995	ITEMS TESTED IT DOLLAR DOLLAR NUMBER AMOUNT N	- \$ 27,305.30	۲7, 649.00 ٤ 104, 954.30
SCHEDULE OF	POPULATION SIZE DOLLAR NUMBER AMOUNT NI	- \$ 27,305.30	- 77,549.00 \$ 104,954.30



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ADDITIONAL INFORMATION

	- [3]	VILLAGE OF GLENMORA, L	MCNARY OUISIANA			STATEMENT E-1
COMBINED	SCHEDULE	OF CASH AND JUNE 30,	D INVESTMEN	TS - ALL	FUNDS	
FUND	BANK		DATE	INTEREST RATE	MATURITY DATE	1996 BALANCE
	American Se	Security	I	I	I	5.0 .0
uasn ng - Police s - C.D. s - C.D. al General Fund	American Se American Se American Se	Security Security Security	- 06-26-96 08-16-95	4.75% 5.50%	- 09-25-96 08-16-96	21,918.13 22,308.30 20,000.00 \$ 86,242.26
ok ok ng al Capital Projects	American Se American Se	Security Security	1 J	3.04%	в в	\$ 4,177.64 27.38 \$ 4,205.02
ng Cash s - Water s - Water	American Se American Se American Se	Security Security Security	- - 04-11-96 10-04-95	4.90% 5.50%	- - 10-11-96 10-04-96	<pre>\$ 2,426.42 25.00 10,994.88 4,015.04</pre>
cted r Revenue Bond eciation & Contingency r Reserve Bond Fund nue Bond Fund tal Water tal Water	American Se American Se American Se American Se	Security Security Security Security	- - 04-02-96 02-05-96	3.00% 3.00% 4.00% 4.90%	- - 07-02-96 08-05-96	10,117.73 14,649.68 15,872.97 7,421.73 65,523.45
<u>SH AND INVESTMENTS</u> th American Security of es.	\$155,920.73 is	s secured	up to \$146,	362.76 by	the FDIC and \$	<pre>\$ 155.970.73 50,000 of pledged</pre>

report auditors' and notes accompanying

See

WATER Checking Petty Ca Savings Savings Savings Restrict Mater Deprec Water Tota Total with Securities CAPITAL PR Passbook Checking Total NERAL FUI Checking Petty Ca Checking Savings Savings Total GENERAL

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AUDIT RECOMMENDATIONS AND REPLIES

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COMMENTS ON COMPLIANCE AND INTERNAL CONTROL

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NOTES TO FINANCIAL STATEMENTS JUNE 30, 1996

NOTE #1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The Village of McNary was incorporated August 6, 1913, under the provisions of the Lawrason Act. The Village operates under a Mayor-Board of Aldermen form of government.

The accounting and reporting policies of the Village of McNary conform to generally accepted accounting principles as applicable to governments.

The following is a summary of certain significant accounting policies.

<u>Financial reporting entity.</u> This report includes all funds and account groups which are controlled by or dependent on the Village of McNary and Legislative branches (the Mayor and Board of Aldermen). Control by or dependence on the Village of McNary was determined on the basis of taxing authority, authority to issue debt, election or appointment of governing body, and other general oversight responsibility.

<u>Fund accounting.</u> The accounts of the Village of McNary are organized on the basis of funds and account groups, each of which is considered a separate set of self-balancing accounts that comprises 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 two board fund categories as follows:

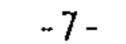
<u>Government Funds-</u>

<u>General Fund</u>

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

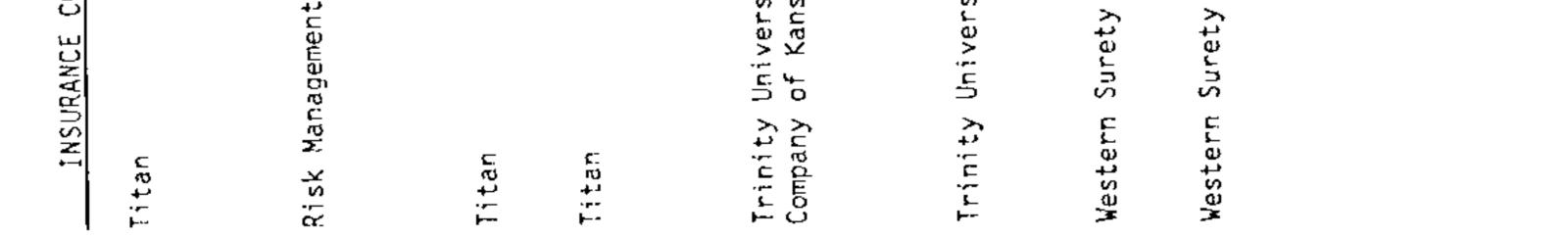
<u>Capital Projects Funds</u>

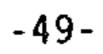
Capital projects funds are used to account for financial resources to be used for the acquisition or construction of major capital facilities (other than those by proprietary funds, special assessment funds, and trust funds).



		VILLAGE O	AGE OF MCNARY ORA, LOUISIANA			<u>STATEMENT</u>	L.J
		SCHEDULE O	OF INSURANCE IN FORCE JUNE 30, 1996				
COMPANY	POLICY	DATE	COVERAGE TYPE	AMOUNT	I	PREMIUM	
	10-6L-02294-C1	03-29-95 03-29-97	General Liability Each Occurrence Limit Fire Damage Limit Personal & Advertising Injury	\$ 100,000 \$ 100,000 \$ 100,000	4 27)	2,090	
nt. Inc.	¥C-255	08-05-95 08-05-96	Workmen's Compensation Each Account Each Employee Policy Limits		69	833	
	35-BA-03937-C1	03-29-96 03-29-97	Business Auto Policy Liability each accident	\$ 100.000	6 9	100,1	
	20-PL-02363-C1	03-29-96 03-29-97	Professional Liability for Police Per Accident Aggregate	\$ 100,000 \$ 300,000	6 7	60 00 00	
ersal Insurance ansas	CFA89274140636	08-03-96 08-03-97	Cormercial Property Personal Property Building Pump House Pump House & Storage		6 7)	122	
ersal Insurance	CFA89274120736	08-14-95 08-14-97	Commercial Property Building - Town Hall Contents	\$ 15,750 1,600	↔	100	_
ty	1317585	12-14-95 12-14-96	Surety Bond	\$ 40.000		\$ 140	-
ty	18237200	10-15-95 10-11-96	Clerks Bond	\$ 2,000	€	50	-

See accompanying notes and auditors' report.





∞ EXHIBIT

EXHIBIT B		MEMORANDUM ONLY PRIMARY GOVERNMENT	29,56 2,14 45,46 66,44 66,50 60,56	1,830.00 3,153.72 85,049.64	<pre>\$ 29,302.40 34,653.37 \$ 63,955.77</pre>	\$ 21,093.87	\$.00 .00 356.00 \$ (1,197.20) \$ (841.20)	
	URCES (USES)	ECIAL VENUES	\$888888		888	8	88888	
	ING SO	PES SP	63	5	5	5	\$	*
	THER FINANCI FERNMENT FUNI E 30, 1996	NTAL FUND TY APITAL ROJECTS		122.93 .00 .122.93	8.88	122.93	88888	
<u>NARY</u> <u>SIANA</u>	LL GOV	VERNMEN CJ	\$	6	s s	5	5	2
VILLAGE OF MC GLENMORA, 1001	VENUES, EXPENDITUR FUND BALANCES - AI E FISCAL YEAR ENDE	GENERAL	<pre>\$ 29,569.00 2,140.00 1,865.28 45,440.57 00</pre>	868.14 1,830.00 3,153.72 84,926.71	s 29,302.40 34.653.37 5 63,955.77	\$ 20,970.94	\$.00 356.00 (1,197.20)	*
	OF RE OR TH	1 1						(Used)
	COMBINED STATEMENTS (AND CHANGE		s and Permits vernment Revenues for Service nd Forfeits	t Income Pickup raw Poker Revenues	J <u>RES</u> Government Safety Expenditures	E REVENUES OVER AND EXPENDITURES	<u>i SOURCES (USES)</u> nsfers In nsfers Out Nice Car (Net)	Other Financing Sources

EXPENDITURE Current: Current: Ceneral G General G Public Sa Public Taxes Licenses Licenses Charges f Charges f Charges f Grant Inc Garbage P Garbage P Video Dra Total Re REVENUES

-

FINANCIAL STATEMENTS OF INDIVIDUAL FUNDS

NOTES TO FINANCIAL STATEMENTS JUNE 30, 1996

NOTE #13 - SUMMARY OF DISCLOSURES OF SIGNIFICANT CONTINGENCIES CONTINUED

B. In the normal course of operations, the Village receives grant funds from various Federal and State agencies. The grant programs are subject to audit by agents of the granting authority, the purpose of which is to ensure compliance with conditions precedent to the granting funds. Any liability for reimbursement which may arise as the result of these audits is not believed to be material.

C. In a May 20, 1996 letter, the Louisiana Housing Finance Agency listed several irregularities with the provision of their housing rehabilitation grant. According to the Village officials, these construction problems have been corrected as of the date of this report.

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NOTES TO FINANCIAL STATEMENTS JUNE 30, 1996

NOTE #9 - FY1994 LCDBG FIRE PROTECTION IMPROVEMENTS CONTINUED

In fiscal year 1995, the Village received \$27,305.30 from this grant. The expenditures were management and engineering fees paid to Meyer, Meyer, LaCroix & Hixson Engineers totaling \$26,975. The difference of \$330.30 was to reimburse the General Fund for expenses for advertising and for TOD equipment supplies. There was no activity in fiscal year 1996.

NOTE #10 - GRANT L.H.F.A.

In June, 1994, the Village of McNary received a grant of \$76,149. The grant was for the home repair of 10 homes belonging to low income elderly persons. Charles W. Sanders served as the consultant on this project. An agreement with the cognizant agency was made to include the audit of this program with the single audit of 1996 instead of 1995.

NOTE #11 - STATEMENTS OF CASH RECEIPTS AND DISBURSEMENTS - FEDERAL PROGRAMS

The accompanying two statements of Cash Receipts and Disbursements Federal Programs is a summary of the cash activity of the organization's participation in the L.C.D.B.G. program and L.H.F.A. program and does not present transactions that would be included in financial statements of either organization being presented on the accrual basis of accounting, as contemplated by generally accepted accounting principles.

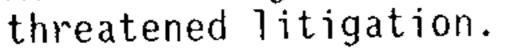
NOTE #12 - COMPENSATION MAYOR AND BOARD

Compensation paid to the Mayor and Board of Aldermen in the form of salaries for the year ended June 30, 1996 are as follows:

<u>Mayor</u> Q. A. Clark	\$	4,200	
<u>Aldermen & Alderwomen</u> Jeanette Brady Louise Bullock Donald Parker III	\$ \$ \$	1,800 1,800 1,800	

NOTE #13 - SUMMARY OF DISCLOSURES OF SIGNIFICANT CONTINGENCIES

A. According to the Village's attorney, the Village of McNary has no pending or



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NOTES TO FINANCIAL STATEMENTS JUNE 30, 1996

<u>NOTE #7 - FLOW OF FUNDS; RESTRICTION ON USE - UTILITIES REVENUES CONTINUED</u>

has been accumulated in said Water Revenue Bond Reserve Fund funds and/or investments in an amount equal to the highest annual debt service payable in any future year. The money so deposited in said Water Revenue Bond Reserve Fund shall be retained solely for the purpose of paying the principal of and interest on the bonds herein authorized as to which there would otherwise be default.

(d) The establishment and maintenance of a Water Replacement and Extension Fund by transferring monthly from the Water Revenue Fund after provision is made for the payments of (a), (b), and (c) above, the sum of \$35 per month. Monies in the Water Replacement and Extension Fund may be withdrawn and used by the Village for the purpose of paying the cost of unusual or extraordinary maintenance, repairs, replacement, and extension and paying the costs or improvements to the System which will either enhance its revenue-producing capacity or provide a higher degree of service. In the event the available balances in the Water Revenue Bond Fund and/or the Water Revenue Bond Reserve Fund shall at any principal or interest payment date, be insufficient to pay the next installment of principal and/or interest and to maintain the required debt service reserve of \$8,900, then transfer shall be made from said Water Replacement and Extension Fund, in such amounts as are necessary to eliminate the deficiencies.

Subject to the foregoing, which are cumulative, any balance in the Water Revenue Fund shall be used for the purpose of acquiring for cancellation, the outstanding Water Revenue Bonds or for redeeming the outstanding Water Revenue Bonds in inverse numerical order, at par and accrued interest to the call date, or any other lawful purpose whether or not connected with the System.

NOTE #8 - LEASE OBLIGATION

The Village of McNary entered into a two year contract with Waste Management of Central Louisiana to provide garbage pickup for Village residents. The contract cost is \$10.50 per month per customer with the customer paying \$3.00 of this cost. The General Fund will fund the rest of \$10.50 cost of \$7.50.

NOTE #9 - FY1994 LCDBG FIRE PROTECTION IMPROVEMENTS

According to the single audit requirements, if federal financial assistance received is over \$25,000 but less than \$100,000 a single audit or audit of an individual federal assistance program in accordance with laws and regulations governing those programs must be performed. There are some exceptions where the money is received at the year end of the entity and the expenditures are in the following year. The Village received a block grant in 1994 for improvements to the water mains and to add fire hydrants. This grant totals \$277,600. The project was delayed because of a problem with obtaining right-of-ways. The construction is due to begin in the next three months. The consultant for the program is Michael Chenevert with Meyer, Meyer, LaCroix & Hixson Engineers.

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NOTES TO FINANCIAL STATEMENTS JUNE 30, 1996

NOTE #6 - CHANGES IN LONG-TERM DEBT CONTINUED

Bonds payable at June 30, 1996 are comprised of the following individual issues:

Revenue Bonds:

\$142,000 Water Utility Bonds issued and dated January 20, 1972; due in annual installments; interest at 5%

<u>\$ 91,000.00</u>

The annual requirement to amortize all non-major debt outstanding as of June 30, 1996, including interest payments of \$43,550, are as follows:

YEAR ENDING JUNE 30	TOTAL PAYMENTS
1997 - 2001	\$ 41,750.00
2002 - 2006	41,950.00
2007 - 2011	42,450.00
2012	8,400.00
	\$ 134,550.00

NOTE #7 - FLOW OF FUNDS; RESTRICTION ON USE - UTILITIES REVENUES

Under the terms of the bond indenture on outstanding Water Utility Revenue Bonds dated January 20, 1972, all income and revenue to be earned from the operation of the Water System shall be deposited promptly in a separate and special bank account to be known and designated as "Water Revenue Fund" and said fund shall be established, maintained and administered in the following order of priority:

(a) The payment of all reasonable and necessary expenses of operating, maintaining and administering the System.

(b) The establishment and maintenance of a Water Revenue Bond Fund sufficient in amount to pay promptly and fully the principal of and the interest on the bonds of transferring from said Water Revenue Fund, monthly, in advance of the 20th day of each month of each year, a sum equal to one-twelfth (1/12) of the principal and interest falling due on January 1st of the following year.

(c) The establishment and maintenance of a Water Revenue Bond Reserve Fund by transferring from said Water Revenue Fund, a sum at least equal to five percent (5%) of the amount required to be paid into the aforementioned Water

Revenue Bond Fund provided for in paragraph (b) above, the payments into said Water Revenue Bond Fund to be made at the same time as payments are made into the aforementioned Water Revenue Bond Fund and to continue until such time as there

-12-

NOTES TO FINANCIAL STATEMENTS JUNE 30, 1996

NOTE #4 - CHANGES IN GENERAL FIXED ASSETS

A summary of changes in general fixed assets follows:

	BALANCE JULY 1 1995	ADDITIONS	DELETIONS	BALANCE JUNE 30 1996
Land	\$ 1,100.00	\$.00	\$.00	\$ 1,100.00
Buildings	10,770.89	.00	.00	10,770.89
Improvements other than buildings	265.00	.00	.00	265.00
Equipment	26,825.81	11,197.20	.00	38,023.01

Total General Fixed Assets <u>\$ 38,961.70</u> <u>\$ 11,197.20</u> <u>\$.00</u> <u>\$ 50,158.90</u>

A summary of propriety fund types, plant and equipment at June 30, 1996 follows:

Water Utility: Water Distribution System Other Equipment

> Less Accumulated Depreciation Net

\$163,130.78 6,884.49 \$170,015.27 77,645.67 92,369.60

NOTE #5 - METER DEPOSITS

Meter deposits are not restricted by bond ordinance, and the Village considers them to be part of the operating account; therefore, they are not shown as payable from restricted assets.

NOTE #6 - CHANGES IN LONG-TERM DEBT

The following is a summary of bond transactions of the Village of McNary for the year ended June 30, 1996:

-11-

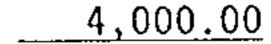
TOTAL

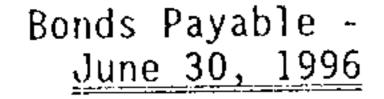
\$ 95,000.00

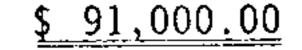
Bonds Retired

Bonds Payable -

July 1, 1995







NOTES TO FINANCIAL STATEMENTS JUNE 30, 1996

NOTE #1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES CONTINUED

<u>Bad debts</u> - Uncollected amounts due for customers' utility receivables are recognized as bad debts at the time information becomes available which would indicate the uncollectability of the particular receivable. Although the specific charge-off method is not in conformity with generally accepted accounting principles (GAAP), no allowances for uncollectible receivables are recorded due to immateriality at June 30, 1996.

<u>Encumbrances</u> - Encumbrance accounting, under which purchase orders, contracts, and other commitments for the expenditures of monies are recorded in order to reserve that portion of the applicable appropriation, is not employed by the Village as an extension of formal budgetary integration in the funds.

<u>Interest-bearing Deposits -</u> Interest-bearing deposits are stated at cost, which approximates market.

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

NOTE #2 - RESTRICTED ASSETS - PROPRIETARY FUND TYPE

Restricted assets were applicable to the following at June 30:

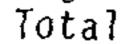
Water Revenue Bond Fund Water Revenue Bond Reserve Fund Water Revenue Bond Fund Water Replacement and Extension Fund (Depreciation and Contingency Fund)

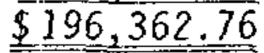
\$	15,872.97 7,421.73 10,117.73
<u>\$</u>	<u>14,649.68</u> 48,062.11

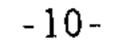
<u>NOTE #3 - CASH</u>

<u>Cash and Interest-bearing Deposits -</u> At June 30, 1996 the carrying amount of the Village's cash and interest-bearing deposits is \$155,970.73 and the total bank balance is \$155,920.73. The balance is categorized as follows:

Amount insured by the FDIC and FSLIC \$146,362.76 Collateralized with securities held by Village in its name 50,000.00







NOTES TO FINANCIAL STATEMENTS JUNE 30, 1996

NOTE #1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES CONTINUED

<u>Special Revenue Funds</u>

The purpose of a Special Revenue Fund is to account for the proceeds of specific revenue sources (other than special assessments, expendable trusts, or sources for major capital projects) that are legally restricted to expenditures for specified purposes. An example of Special Revenue Fund is a state gasoline tax for which distributions are made to local governments and expenditures are restricted to the maintenance of the local highway system.

Fund accounting

Proprietary Fund-

Enterprise Fund

Enterprise funds are used to account for operations (a) that are financed and operated in a manner similar to private business enterprises - where the intent of the governing body is that the cost (expenses, including depreciation) of providing goods or services to the general public on the continuing basis be financed or recovered primarily through user charges: or (b) where the governing body has decided the periodic determination of revenues earned, expenses incurred, and/or net income is appropriate for capital maintenance, public policy, management control, accountability, or other purposes. The only proprietary fund the Village Operates is its Water Utility Fund.

Fixed Assets and Long-term Liabilities-

The accounting and reporting treatment applied to the fixed assets and long-term liabilities associated with a fund are determined by its measurement focus.

All governmental fund type operations are accounted for on a spending or "financial flow" measurement focus and only current assets and current liabilities are included on their balance sheets.

Fixed assets used in government fund type operations (general fixed assets) are accounted for in the General Fixed Assets Account Group, and are recorded as expenditures in the government fund types when purchased. No depreciation has been provided on general fixed assets. General fixed assets account group is not a fund but rather an account group that is used to account for general fixed assets acquired principally for general purposes and excludes fixed assets in the Enterprise Funds.

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<u>VILLAGE OF MCNARY</u> <u>GLENMORA, LOUISIANA</u> <u>PROPRIETARY FUND TYPES</u> <u>ENTERPRISE FUND</u> <u>COMPARATIVE STATEMENTS OF CHANGES IN CASH FLOWS</u> FOR THE FISCAL YEARS ENDED JUNE 30, 1996 AND 1995

EXHIBIT D

	,	AUDITED 1996	U 	NAUDITED 1995
<u>CASH_FLOWS_FROM_OPERATING_ACTIVITIES</u> Net Income (Loss) Adjustments to reconcile net income to net cash provided by operating	\$	3,389.44	\$	2,296.87
activities: Depreciation (Incompany) Decrease in Accounts		3,896.19		3,976.69
(Increase) Decrease in Accounts Receivable		(820.78)		.00
(Increase) Decrease in Accrued Interest Receivable (Increase) Decrease in Restricted Assets Increase (Decrease) in Vouchers Payable		(66.56) (2,394.63) (.45)		(65.00) (1,886.86) 76.12
Increase (Decrease) in Other Accrued Expense Increase (Decrease) in Customer Deposits Increase (Decrease) Due To General Fund		(100.00) 225.00 53.96		(75.00) 500.00 .00
NET CASH PROVIDED BY OPERATING ACTIVITIES	<u>\$</u>	4,182.17	<u>\$</u>	4,822.82
<u>CASH_FLOWS_FROM_INVESTING_ACTIVITIES</u> Purchase of Fixed Assets	<u>\$</u>	.00	<u>\$</u>	.00
<u>CASH FLOWS FROM CAPITAL AND RELATED</u> <u>FINANCING ACTIVITIES</u> Payment of Revenue Bonds	<u>\$</u>	(4,000.00)	<u>\$</u>	(3,000.00)
<u>CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIE</u> None	<u>\$</u>	.00	<u>\$</u>	.00
<u>NET_INCREASE (DECREASE) IN_CASH</u>	\$	182.17	\$	1,822.82
CASH AT BEGINNING OF YEAR		17,279.17		15,456.35
<u>CASH AT END OF YEAR</u>	<u>\$</u>	17,461.34	<u>\$</u>	<u>17,279.17</u>
Cash Paid for Interest	<u>\$</u>	4,750.00	<u>\$</u>	5,200.00

The notes to the financial statements are an integral part of this statement.

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GENERAL FUND

	VILLAGE OF MCNARY CLENMORA, LOUISIANA SCHEDULE OF CHANGES IN GENERAL I FOR THE FISCAL YEAR ENDED JUNI	<u>ANA</u> ANA JUNE 30, 1996		STAT	STATEMENT D-2
	CAND	BUILDING	IMPROVEMENTS OTHER THAN BUILDING	l	MACHINERY AND EQUIPMENT
1995	\$ 1,100.00	10,770.89	\$ 265.00	ŝ	26,825.81
Police Car ns to Police Car	8.8	88	• •	8.8	10,000.00 1,197.20
Sold and Retired	00	00		8	.00
IXED ASSETS , 1996	<u>5 1.100.00</u>	<u>\$ 10,770.89</u>	\$ 265.00	5	38,023.01
• • •	+~~~~ / ~~~ /				

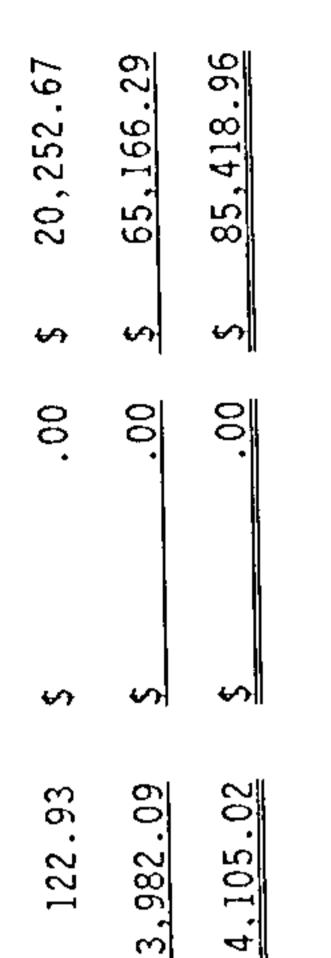
report. accompanying notes and auditors'

See

GENERAL FIX July 1, 1: July 1, 1: ADDITIONS Additions Additions Assets So JUNE 30, JUNE 30,

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BALANCE BALANCE FUND FUND

NOTES TO FINANCIAL STATEMENTS JUNE 30, 1996

NOTE #1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES CONTINUED

There are no long-term liabilities expected to be financed from governmental funds.

All proprietary funds are accounted for on a cost of services or "capital maintenance" measurement focus, and all assets and all liabilities (whether current or noncurrent) associated with their activity are included on their balance sheet.

Depreciation of all exhaustible fixed assets used by proprietary funds is charged as an expense against their operations. Depreciation has been provided over the estimated useful lives using the straight-line method. The estimated useful lives are as follows:

Fixed Assets and Long-term Liabilities

Water Utility -

Water Distribution System 50 years Other Equipment 25 and 10 years

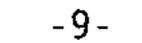
All fixed assets are stated at historical cost or estimated historical cost if actual historical cost is not available. Donated fixed assets are stated at their estimated fair value on the date donated. On May 29, 1996, the Rapides Parish Sheriff's Department donated a police car to the Village. The estimated fair market value is \$10,000.

<u>Basis of Accounting -</u>

Basis of accounting refers to when revenues and expenditures or expenses are recognized in the accounts and reported in the financial statements. Basis of accounting relates to the timing of the measurements made, regardless of the measurement focus applied.

All governmental funds are accounted for using the modified accrual basis of accounting. Their revenues are recognized when they become measurable and available as net current assets. Taxpayers-assessed income, gross receipts, and sales taxes are considered "measurable" when in the hands of collecting governments and are recognized as revenue at that time. Anticipated refunds of such taxes are recorded as liabilities and reductions of revenue when they are measurable and their validity seems certain. Other major revenues that are considered susceptible to accrual include earned grant revenues and other intergovernmental revenues, charges for services and interest on investments.

Franchise fees, licenses and permits, and fines are recognized when received because they are not objectively measurable.



4 EXHIBIT

COMBINED
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The Honorable Q. A. Clark, Mayor
and Members of the Board of Alderman
October 16, 1996
Page 2
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the results of its operations and changes in cash flows of its proprietary fund types for the year then ended in conformity with generally accepted accounting principles. Also, in our opinion, the combining, individual fund and account group financial statements referred to above present fairly, an all material respects, the financial position of each of the individual funds and account groups of the Village of McNary, Glenmora, Louisiana, as of June 30, 1996 and the statement of cash receipts and disbursements of the Capital Projects Fund -Louisiana Housing Finance Agency for the seven months ended December 31, 1994, and the Louisiana Community Development Block Grant for the two years ended June 30, 1996, and the results of operations of such funds and the changes in cash flows of individual proprietary funds for the years then ended in conformity with generally accepted accounting principles.

Our audit was made for the purpose of forming an opinion on the 1996 general purpose financial statements taken as a whole and on the combining, individual fund and individual account group financial statements and the December 31, 1994 statement of cash receipts and disbursements of the Capital Projects Fund -Louisiana Housing Finance Agency and the June 30, 1996 statement of cash receipts and disbursements of the Capital Projects Fund - Louisiana Development Block Grant. The accompanying financial information listed as supporting schedules in the table of contents is presented for purposes of additional analysis and is not a required part of the financial statements, of the Village of McNary, Glenmora, Louisiana. Such information has been subjected to the auditing procedures applied in the audit of the general purpose, combining and individual fund and individual account group financial statements and the statements of cash receipts and disbursements and, in our opinion, is fairly presented in all material respects in relations to the financial statements of each of the respective individual funds and account groups taken as a whole.

> GARRETT & GARRETT CERTIFIED PUBLIC ACCOUNTANTS HAWH & HAWH

GARRETT & GARRETT CERTIFIED PUBLIC ACCOUNTANTS 119 PROFESSIONAL DRIVE WEST MONROE, LOUISIANA 71291

CAROLYN V. GARRETT JUDY D. GARRETT PHONE: 318 322-0845 FAX: 318 322-5577

October 16, 1996

INDEPENDENT AUDITORS' REPORT

The Honorable Q. A. Clark, Mayor and Members of the Board of Alderman

We have audited the accompanying general purpose financial statements of the

Village of McNary, Glenmora, Louisiana and the combining, individual fund and account group financial statements of the Village of McNary, Glenmora, Louisiana, as of and for the year ended June 30, 1996, and the statement of cash receipts and disbursements of the Capital Projects Fund - Louisiana Housing Finance Agency for the seven months ended December 31, 1994, and the Louisiana Community Development Block Grant for the two years ended June 30, 1996, as listed in the table of contents. These general purpose financial statements and the financial statements of the Capital Projects Fund - Louisiana Housing Finance Agency, and the Louisiana Community Development Block Grant, are the responsibility of the Village of McNary, Glenmora, Louisiana's management. Our responsibility is to express an opinion on these general purpose financial statements, statement of cash receipts and disbursements of the Capital Projects Fund - Louisiana to statements, statement of the Capital Accommunity Development Block Grant, are the responsibility is to express an opinion on these general purpose financial statements, statement of cash receipts and disbursements of the Capital Projects Fund - Louisiana Housing Finance Agency, and Louisiana Community Development Block Grant based on our audit.

We conducted our audit in accordance with generally accepted auditing standards, except for a discrepancy on the federal reporting requirements. (See note # 9 and # 10) Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the general purpose financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amount 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 provided a reasonable basis for our opinion.

In our opinion, the general purpose financial statements and the statement of cash receipts and disbursements of the Capital Projects Fund - Louisiana Housing Finance Agency and the Louisiana Community Development Block Grant referred to above present fairly, in all material respects, the financial position of the Village of McNary, Glenmora, Louisiana, as of June 30, 1996, the seven months ended December 31, 1994, and the two years ended June 30, 1996, respectively, and

<u>ANNUAL FINANCIAL REPORT</u> JUNE 30, 1996

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VILLAGE OF MCNARY GLENMORA, LOUISIANA

ANNUAL FINANCIAL REPORT JUNE 30, 1996

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	VILLAGE	OF	MCNARY
G	LENMORA	<u>, </u>	DUISIANA

AUDIT REPORT

<u>JUNE 30, 1996</u>

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VILLAGE OF MCNARY

GLENMORA, LA 71433 JUNE 30, 1996

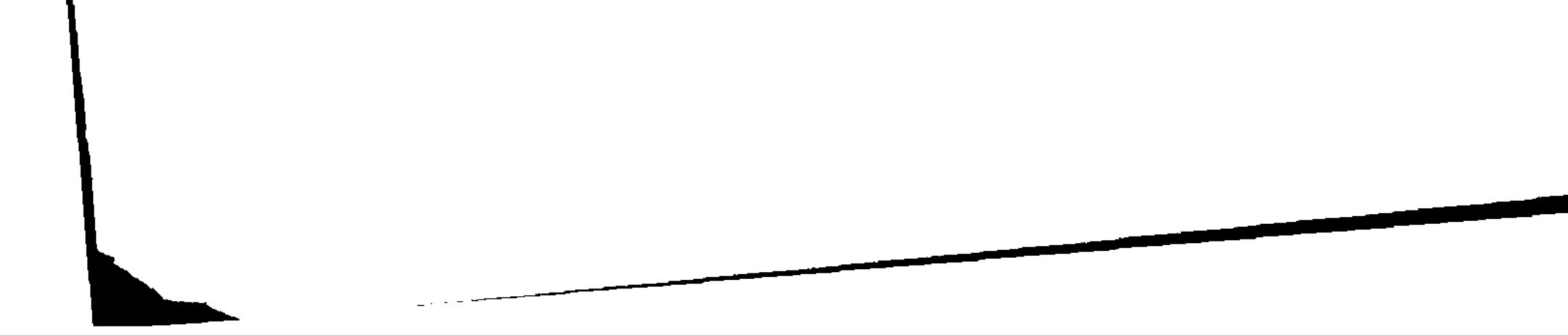


EXHIBIT C

<u>VILLAGE OF MCNARY</u> <u>GLENMORA, LOUISIANA</u>

ENTERPRISE FUND COMPARATIVE STATEMENTS OF REVENUES, EXPENSES, AND CHANGES IN RETAINED EARNINGS FOR THE FISCAL YEARS ENDED JUNE 30, 1996 AND 1995

	PROPRIETARY FUND TYPE ENTERPRISE			
		1996 AUDITED		1995 UNAUDITED
<u>OPERATING REVENUES</u> Charges for Services Miscellaneous Total Operating Revenues	\$	24,502.27 185.79 24,688.06	\$ <u></u>	22,762.12 1,615.00 24,377.12
<u>OPERATING EXPENSES</u> Cost of Sales and Services Administrative Depreciation Total Operating Expenses	\$ <u></u>	8,448.27 6,819.23 3,896.19 19,163.69	<u>_,</u> _	10,109.96 5,169.87 3,976.69 19,256.52
<u>OPERATING INCOME</u>	<u>\$</u>	5,524.37	<u>\$</u>	5,120.60
<u>NON-OPERATING REVENUES (EXPENSES)</u> Interest Income Interest Expense & Fiscal Charges Total Non-operating Revenues (Expenses)	\$ <u></u>	2,515.07 (4,650.00) (2,134.93)		2,001.27 (4,825.00) (2,823.73)
NET INCOME (LOSS) BEFORE OPERATING TRANSFERS	\$	3,389.44	\$	2,296.87
TRANSFER TO/FROM OTHER FUNDS		.00		.00
NET INCOME (LOSS)	\$	3,389.44	\$	2,296.87
(INCREASE) DECREASE IN RESERVES	.	(2,394.63)		(1,886.86)
<u>NET CHANGE IN UNRESERVED RETAINED EARNINGS</u> FOR THE YEAR	<u>\$</u>	994.81	<u>\$</u>	410.01
<u>RETAINED EARNINGS - UNRESERVED JULY 1</u>		1,335.39		925.38
<u>RETAINED EARNINGS - UNRESERVED JUNE 30</u>	<u>\$</u>	2,330.20	<u>\$</u>	<u>1,335.39</u>

The notes to the financial statements are an integral part of this statement.

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STATEMENT C-3

ENTERPRISE FUND COMPARATIVE STATEMENTS OF CHANGES IN CASH FLOWS FOR THE FISCAL YEAR ENDED JUNE 30, 1996 AND 1995

	AUDITED 1996			UNAUDITED 1995
<u>CASH FLOWS FROM OPERATING ACTIVITIES</u> Net Income (Loss) Adjustments to reconcile net income to net cash provided by operating activities:	\$	3,389.44	\$	2,296.87
Depreciation		3,896.19		3,976.69
(Increase) Decrease in Accounts Receivable (Increase) Decrease in Accrued Interest		(820.78)		.00
Receivable (Increase) Decrease in Restricted Assets Increase (Decrease) in Vouchers Payable Increase (Decrease) in Other Accrued		(66.56) (2,394.63) (.45)		(65.00) (1,886.86) 76.12
Expense Increase (Decrease) in Customer Deposits Increase (Decrease) Due To General Fund	<u>.</u>	(100.00) 225.00 <u>53.96</u>		(75.00) 500.00 .00
NET CASH PROVIDED BY OPERATING ACTIVITIES	<u>\$</u>	4,182.17	<u>\$</u>	4,822.82
<u>CASH FLOWS FROM INVESTING ACTIVITIES</u> Purchase of Fixed Assets	<u>\$</u>	.00	<u>\$</u>	.00
<u>CASH FLOWS FROM CAPITAL AND RELATED</u> <u>FINANCING ACTIVITIES</u> Payment of Revenue Bonds	<u>\$</u>	(4,000.00)	<u>\$</u>	(3,000.00)
<u>CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIE</u> None	<u>S</u> <u>\$</u>	.00	<u>\$</u>	.00
<u>NET INCREASE (DECREASE) IN CASH</u>	\$	182.17	\$	1,822.82
<u>CASH AT BEGINNING OF YEAR</u>		17,279.17		15,456.35
<u>CASH AT END OF YEAR</u>	<u>\$</u>	17,461.34	<u>\$</u>	17,279.17
Cash Paid for Interest	<u>\$</u>	4,750.00	<u>\$</u>	<u>5,200.00</u>

See accompanying notes and auditors' report.

-31-

9,248.00 50,158.90	48,052.11 87,821.78	\$ 195,290.79	\$ 303, 338. 51
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AND OTHER CREDITS

TOTAL LIABILITIES AND EQUITY AND OTHER CREDITS

67)		\$	~
00	.00 4,105.02	\$ 4,105.02	\$ 4,205.02
80 0 0 0	.00 81,386.55	81,385.55	87,550.25
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an integral part of this statement. are statements the financia¹ The notes to

Retained for and Conti Unreserved/U

TOTAL EQUITY

-3-

STATEMENT A-1

VILLAGE OF MCNARY GLENMORA, LOUISIANA

<u>GENERAL FUND</u> <u>COMPARATIVE BALANCE SHEETS</u> JUNE 30, 1996 AND 1995

ΔΟΟΓΤΟ	AUDITED 1996		UNAUDITED 1995	
<u>ASSETS</u> Cash Due From Water Department Due From LCDBG Fund	\$	86,242.26 1,318.00 100.00	\$	64,726.58 1,264.04 100.00
<u>TOTAL ASSETS</u>	<u>\$</u>	87,660.26	<u>\$</u>	66,090.62

LIABILITIES AND FUND EQUITY

LIABILITIES

Vouchers Payable	\$	6,234.86	\$	4,596.46
Accrued Liabilities		38.84	<u> </u>	309.96
Total Liabilities	\$	6,273.70	<u>\$</u>	4,906.42
<u>FUND EQUITY</u>				
Unreserved	<u>\$</u>	81,386.56	<u>\$</u>	61,184.20
<u>TOTAL LIABILITIES AND FUND EQUITY</u>	<u>\$</u>	87,660.26	<u>\$</u>	<u>66,090.62</u>

See accompanying notes and auditors' report.

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STATEMENT D-1

<u>COMPARATIVE SCHEDULES OF GENERAL FIXED ASSETS BY SOURCE</u> JUNE 30, 1996 AND 1995

GENERAL FIXED ASSETS

Land Building Improvements Other Than Building Machinery and Equipment	\$	1,100.00 10,770.89 265.00 38,023.01	\$ 	1,100.00 10,770.89 265.00 26,825.81
<u>TOTAL GENERAL FIXED ASSETS</u>	<u>\$</u>	<u>50,158.90</u>	<u>\$</u>	<u>38,961.70</u>

INVESTMENT IN GENERAL FIXED ASSETS BY SOURCE

General Fund General Fund - Donated Capital Outlay Fund	\$	28,704.05 10,000.00 11,454.85	\$	27,506.85 .00 <u>11,454.85</u>
<u>TOTAL INVESTMENT IN GENERAL FIXED ASSETS BY</u> <u>SOURCE</u>	<u>\$</u>	<u>50,158.90</u>	<u>\$</u>	<u>38,961.70</u>

See accompanying notes and auditors' report.

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GENERAL FIXED ASSETS ACCOUNT GROUP

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STATEMENT C-6		DEPRECIATION		\$ 3,140.44 169.46	\$ 3,309.90	\$ 586.29	\$ 3,896.19	
		NET		\$ 85,745.80 3,643.27	\$ 89,389.07	\$ 2,980.53	<u>\$ 92,369.60</u>	
	WATER DEPARTMENT PLANT AND EQUIPMENT 1996	DEPRECIATION		\$ 71,401.20 593.11	\$ 71,994.31	\$ 5,651.36	\$ 77,645.67	
VILLAGE OF MCNARY GLENMORA, LOUISIANA	E FUND - JUNE 30	COST		\$ 157,147.00 4.236.38	m	\$ 8,631.89	<u>\$ 170,015.27</u>	
	ENTERPRIS SCHEDULE OF			50 70 70	1 (10		
	S	ACQUIRED		1979 1003	7 1			
			NTS OTHER THAN	stem	sal	Y AND EQUIPMENT	IAL	

auditors' report. and accompanying notes

See

GRAND TOTAL MACHINERY EQUIPMENT

IMPROVEMENT BUILDING Water System Water Lines Total

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STATEMENT C-4

<u>VILLAGE OF MCNARY</u> <u>GLENMORA, LOUISIANA</u>

ENTERPRISE FUND COMPARATIVE SCHEDULES OF DETAIL OF EXPENSES FOR THE FISCAL YEAR ENDED JUNE 30, 1996 AND 1995

	۲ ۲	NUDITED 1996	<u> </u>	UNAUDITED 1995
<u>COST OF SALES AND SERVICES</u> Supplies Salaries Payroll Taxes Repairs and Maintenance Sales Taxes Total Cost of Sales and Services		314.00 5,428.00 53.96 1,648.38 1,003.93 8,448.27	\$ <u>\$</u>	234.25 5,443.00 .00 3,546.71 <u>886.00</u> 10,109.96
ADMINISTRATIVE Salaries Utilities Office and Postage Insurance Miscollanoous	\$	1,200.00 2,896.21 731.16 1,651.74	\$	1,200.00 2,660.45 1,021.57 247.00

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Miscellaneo	ous
Accounting	and Auditing
Total Adm	ninistrative

1.12	.00
333.00	40.85
\$ 6,819.23	<u>\$5,169.87</u>

See accompanying notes and auditors' report.

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STATEMENT C-2

ENTERPRISE FUND COMPARATIVE STATEMENTS OF REVENUES, EXPENSES, AND CHANGES IN RETAINED EARNINGS FOR THE FISCAL YEARS ENDED JUNE 30, 1996 AND 1995

	PROPRIETARY FUND TYPE ENTERPRISES				
	1996	1995			
	AUDITED	UNAUDITED			
<u>OPERATING REVENUES</u> Charges for Services Miscellaneous	\$ 24,502.27 185.79	\$ 22,762.12 1,615.00			
Total Operating Revenues	\$ 24,688.06	\$ 24,377.12			
<u>OPERATING EXPENSES</u> Cost of Sales and Services	\$ 8,448.27				
Administrative	6,819.23	5,169.87			
Depreciation	3,896.19	3,976.69			
Total Operating Expenses	<u>\$ 19,163.69</u>	<u>\$ 19,256.52</u>			
<u>OPERATING INCOME</u>	<u>\$5,524.37</u>	<u>\$5,120.60</u>			
<u>NON-OPERATING REVENUES (EXPENSES)</u> Interest Income Interest Expense & Fiscal Charges Total Non-operating Revenues (Expenses)	\$ 2,515.07 (4,650.00) \$ (2,134.93)	(4,825.00)			
NET INCOME (LOSS) BEFORE OPERATING TRANSFERS	\$ 3,389.44	\$ 2,296.87			
TRANSFER TO/FROM OTHER FUNDS	.00	.00			
NET INCOME (LOSS)	\$ 3,389.44	\$ 2,296.87			
(INCREASE) DECREASE IN RESERVES FOR REVENUE BOND, DEPRECIATION, CONTINGENCY	(2,394.63)	(1,886.86)			
<u>NET CHANGE IN UNRESERVED RETAINED EARNINGS</u> FOR THE YEAR	<u>\$ 994.81</u>	<u>\$ 410.01</u>			
<u>RETAINED EARNINGS - UNRESERVED JULY 1</u>	1,335.39	925.38			
<u>RETAINED EARNINGS - UNRESERVED JUNE 30</u>	<u>\$2,330.20</u>	<u>\$ 1,335.39</u>			

See accompanying notes and auditors' report.

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STATEMENT C-1	ES AND EQUITY NAUDITED UNAUDITED	RRENT LIABILITIES Vouchers Payable Other Accrued Expenses Payable for Customer's Deposit Due to General Fund Total Current Liabilities Total Current Liabilities	CURRENT LIABILITIES-PAYABLE FROM RESTRICTED ASSETS Payable from Revenue Bonds NONCURRENT LIABILITIES Revenue Bonds Payable Sevenue Bonds Payable Sevenue Bonds Payable	LIABILITIES <u>\$ 101,674.02</u> <u>\$ 105,495.51</u> Cributed Capital <u>\$ 9,248.00</u> <u>\$ 9,248.00</u>	TAINED EARNINGS Unreserved Reserved (Revenue Bond Depreciation Contingency) Total Retained Earnings Total Retained Earnings	<u>× 59,540.31 55,250.87</u>
VILLAGE OF MCNARY GLENMORA, LOUISIANA ENTERPRISE FUND COMPARATIVE BALANCE SHEETS JUNE 30, 1996 and 1995	AUDITED UNAUDITED LIABILITIES	\$ 17,461.34 \$ 17,279.17 CURRENT \$ 17,461.34 \$ 17,279.17 Vouche CURRENT 0 ther 0 ther 2,835.72 2,015.94 Payabl 584.56 518.00 Due to \$ 20,882.62 \$ 19,813.11 Total	\$ 15,872.97 \$ 15,267.03 CURRENT LIA \$ 15,872.97 \$ 15,267.03 FROM RESTRI 7,421.73 7,055.43 Payable f 10,117.73 9,575.13 Payable f 14,649.58 13,759.89 NONCURRENT \$ 48,052.11 \$ 45,557.48 NONCURRENT	\$ 170,015.27 \$ 170,015.27 \$ 170,015.27 \$ 77,645.67 \$ 170,015.27 \$ 170,015.27 \$ 77,645.67 \$ 170,015.27 \$ 170,015.27 \$ 92,369.60 \$ 96,265.79 Contributed	RETAINED EARNINGS Unreserved Reserved (Reven Depreciation Co Total Retained	TOTAL EQUITY
		S ceivable (Net of Allowance for ables) erest Current Assets	SETS ve Fund d Fund ue Bond Fund n and Contingency Fund Restricted Assets	nd Equipment ulated Depreciation y, Plant and Equipment		

ASSETS

TOTAL

CURRENT ASSETS Cash Accounts Recei Uncollectabl Accrued Intere Total Cu RESTRICTED ASSET Water Reserve Revenue Bond F Water Revenue Depreciation a Total Res Machinery and Less: Accumula Net Property. FIXED ASSETS

ASSETS

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ENTERPRISE FUND

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STATEMENT B-10

<u>CAPITAL PROJECTS - L.H.F.A. GRANT</u> <u>SR 4053 - SCD HOME PROJECT</u> <u>STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE</u> <u>FOR THE SEVEN MONTHS ENDED DECEMBER 31, 1994</u>

<u>REVENUES</u>	TOTAL
Grant Income Interest Earned	\$ 77,649.00 .00
Total Revenues	\$ 77,649.00
<u>EXPENDITURES</u>	
Management Fees Sub-Contractor Fees	\$ 3,000.00 <u>74,649.00</u>

Total Expenditures	<u>\$77,649.00</u>
<u>EXCESS OF REVENUES OVER</u> (UNDER) EXPENDITURES	<u>\$.00</u>
EXCESS (DEFICIENCY) OF REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER (USES)	<u>\$.00</u>
<u>FUND BALANCE - UNRESERVED JUNE 1</u>	\$00
<u>FUND BALANCE - UNRESERVED JUNE 30</u>	<u>\$.00</u>

See accompanying notes and auditors' report.

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STATEMENT A-3

<u>VILLAGE OF MCNARY</u> <u>GLENMORA, LOUISIANA</u>

<u>GENERAL FUND</u> STATEMENTS OF REVENUES, EXPENDITURES - BUDGET AND ACTUAL FOR THE FISCAL YEAR ENDED JUNE 30, 1996

<u>REVENUE</u>	BUDGET	ACTUAL	VARIANCE FAVORABLE <u>(UNFAVORABLE)</u>
Taxes Property and Sales Franchise Licenses and Permits Intergovernment Revenues Charges for Services Fines and Forfeits Garbage Pickup Video Draw Poker Interest Income	22,000.00 3,800.00 1,800.00 1,800.00 1,800.00 1,800.00 2,500.00 700.00		<pre>\$ 3,989.58 (220.58) 340.00 65.28 60.00 5,440.57 30.00 653.72 168.14</pre>
<u>TOTAL REVENUES</u>	<u>\$ 74,400.00</u>	<u>\$ 84,926.71</u>	<u>\$ 10,526.71</u>
<u>EXPENDITURES</u> Current General and Administrative Police Department	•	\$ 29,229.78 34,653.37	\$ 3,538.22 (2,753.37)
<u>TOTAL EXPENDITURES</u>	<u>\$ 64,668.00</u>	<u>\$ 63,883.15</u>	<u>\$ 784.85</u>
<u>EXCESS OF REVENUE OVER</u> (UNDER) EXPENDITURES	<u>\$ 9,732.00</u>	<u>\$ 21,043.56</u>	<u>\$ 11,311.56</u>
<u>OTHER FINANCING SOURCES (USES)</u> Miscellaneous Donation of Police Car Purchase of Police Car	\$.00 .00 .00	10,000.00	\$ 356.00 10,000.00 (11,197.20)
EXCESS OF REVENUE AND OTHER SOURCES OV (UNDER) EXPENDITURES AND OTHER (USES)		<u>\$ 20,202.36</u>	<u>\$ 10,470.36</u>

See accompanying notes and auditors' report.

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STATEMENT C-5

<u>VILLAGE OF MCNARY</u> <u>GLENMORA, LOUISIANA</u>

<u>ENTERPRISE FUND</u> <u>INCOME STATEMENT - BUDGET AND ACTUAL</u> FOR THE FISCAL YEAR ENDED JUNE 30, 1996

	BUDGET	ACTUAL	VARIANCE FAVORABLE <u>(UNFAVORABLE)</u>
<u>OPERATING REVENUES</u> Charges for Services Miscellaneous Total Operating Revenues	\$ 22,650.00 <u>360.00</u> <u>\$ 23,010.00</u>	\$ 24,502.27 <u>185.79</u> <u>\$ 24,688.06</u>	<pre>\$ 1,852.27</pre>
<u>OPERATING EXPENSES</u> Cost of Sales and Services Administrative Depreciation Total Operating Expenses	\$ 10,043.00 4,547.00 .00 \$ 14,590.00	\$ 8,448.27 6,819.23 <u>3,896.19</u> \$ 19,163.69	<pre>\$ 1,594.73 (2,272.23) <u>(3,896.19) </u> \$ (4,573.69)</pre>
OPERATING INCOME	\$ 8,420.00	\$ 5,524.37	\$ (2,895.63)

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Interest Expense & Fiscal Charges	-	•	2,515.07 (4,650.00)	\$ 837.07 (100.00)
Total Non-operating Revenues (Expenses)	\$	(2,872.00)	\$ (2,134.93)	\$ 737.07
NET INCOME (LOSS) REFORE				

<u>OPERATING TRANSFERS</u>

See accompanying notes and auditors' report.

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STATEMENT A-2

VILLAGE OF MCNARY GLENMORA, LOUISIANA

<u>GENERAL FUND</u> COMPARATIVE STATEMENTS OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE FOR THE FISCAL YEARS ENDED JUNE 30, 1996 AND 1995

DEVENILIE	, 	NUDITED 1996	U	NAUDITED 1995
REVENUE Taxes Property and Sales Franchise Licenses and Permits Intergovernment Revenues Charges for Services Fines and Forfeits Garbage Pickup Video Draw Poker Interest Income	\$	25,989.58 3,579.42 2,140.00 1,865.28 60.00 45,440.57 1,830.00 3,153.72 868.14	\$	24,000.30 3,558.11 2,160.00 1,607.65 200.00 18,524.00 1,986.00 3,954.94 696.41
TOTAL REVENUES	<u>\$</u>	84,926.71	<u>\$</u>	56,687.41
EXPENDITURES Current General and Administrative Police Department <u>TOTAL EXPENDITURES</u>	\$ 	29,229.78 34,653.37 63,883.15	\$	29,561.98 21,306.76 50,868.74
EXCESS OF REVENUE OVER (UNDER) EXPENDITURES	<u>\$</u>	21,043.56	<u>\$</u>	5,818.67
<u>OTHER FINANCING SOURCES (USES)</u> Miscellaneous Donation of Police Car Purchase of Police Car	\$	356.00 10,000.00 (11,197.20)	\$	1,605.40 .00 .00
EXCESS OF REVENUE AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER (USES)	\$	20,202.36	\$	7,424.07
<u>FUND BALANCE – UNRESERVED JULY 1</u>		61,184.20	<u></u>	53,760.13
<u>FUND BALANCE - UNRESERVED JUNE 30</u>	<u>\$</u>	81,386.56	<u>\$</u>	<u>61,184.20</u>

See accompanying notes and auditors' report.

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STATEMENT B-9

AUDITED

<u>\$</u>

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<u>.00</u>

<u>GLENMORA, LOUISIANA</u> <u>CAPITAL PROJECTS - L.H.F.A. GRANT</u> <u>SR 4053 - SCD HOME PROJECT</u> <u>BALANCE SHEET</u>

VILLAGE OF MCNARY

DECEMBER 31, 1994

<u>ASSETS</u>		
Cash		

TOTAL ASSETS		

LIABILITIES AND EQUITY

LIABILITIES

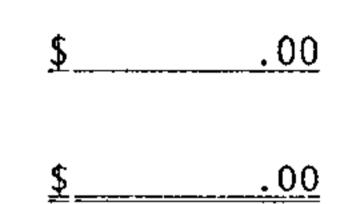
None

\$____00

<u>EQUITY</u>

<u>FUND</u> BALANCE Unreserved

TOTAL LIABILITIES AND FUND EQUITY



See accompanying notes and auditors' report.

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CAPITAL PROJECTS FUND

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STATEMENT B-1

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<u>CAPITAL PROJECTS FUND</u> COMBINING BALANCE SHEETS JUNE 30, 1996

		BOARD STRICTED FUND		LCDBG GRANT		TOTAL
<u>ASSETS</u> Cash	<u>\$</u>	4,177.64	<u>\$</u>	27.38	<u>\$</u>	4,205.02
TOTAL ASSETS	<u>\$</u>	4,177.64	<u>\$</u>	27.38	<u>\$</u>	4,205.02
LIABILITIES AND EQUITY						
<u>LIABILITIES</u> Due to General Fund	\$.00	\$	100.00	\$	100.00

EQUITY

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Fund Balance Unreserved	<u>\$</u>	4,177.64	<u>\$</u>	(72.62)	<u>\$</u>	4,105.02
TOTAL LIABILITIES AND EQUITY	<u>\$</u>	<u>4,177.64</u>	<u>\$</u>	27.38	<u>\$</u>	4,205.02

See accompanying notes and auditors' report.

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VILLAGE OF MCNARY GLENMORA, LOUISIANA

STATEMENT B-2

CAPITAL PROJECTS FUND COMBINING STATEMENTS OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE FOR THE FISCAL YEARS ENDED JUNE 30, 1996

		SOARD TRICTED FUND	.	LCDBG FUND		TOTAL
<u>REVENUES</u> Grant Income Miscellaneous Interest Earned Total Revenues	\$.00 .00 <u>122.93</u> 122.93	\$ \$	00. .00 .00 .00	\$ \$.00 .00 <u>122.93</u> 122.93
EXPENDITURES Management Fees Engineering Fees Administrative Expenses General Government Total Expenditures	\$ <u></u>	.00 .00 .00 .00 .00	\$ <u></u>	.00 .00 .00 .00 .00	\$ <u>\$</u>	.00 .00 .00 .00 .00
<u>EXCESS OF REVENUES OVER</u> (UNDER) EXPENDITURES	<u>\$</u>	122.93	<u>\$</u>	.00	<u>\$</u>	<u>122.93</u>
EXCESS (DEFICIENCY) OF REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER (USES)	<u>\$</u>	122.93	<u>\$</u>	.00	<u>\$</u>	<u>122.93</u>
<u>FUND BALANCE - UNRESERVED JUNE 1</u>	<u>\$</u>	4,054.71	<u>\$</u>	(72.62)	<u>\$</u>	3,982.09
<u>FUND BALANCE – UNRESERVED JUNE 30</u>	<u>\$</u>	4,177.64	<u>\$</u>	(72.62)	<u>\$</u>	4,105.02

See accompanying notes and auditors' report.

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STATEMENT B-4

<u>CAPITAL PROJECTS FUND - BOARD RESTRICTED</u> <u>COMPARATIVE STATEMENTS OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE</u> <u>FOR THE FISCAL YEARS ENDED JUNE 30, 1996 AND 1995</u>

	AUDITED 1996			UNAUDITED 1995		
REVENUES						
Miscellaneous Interest Earned	\$.00 122.93	\$.00 114.69		
Total Revenues	\$	122.93	<u>\$</u>	114.69		
<u>EXPENDITURES</u>						
General Government	<u>\$</u>	.00	<u>\$</u>	.00		
Total Expenditures	<u>\$</u>	.00	<u>\$</u>	.00		

EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	<u>\$</u>	122.93	<u>\$</u>	114.69
<u>EXCESS OF REVENUES AND OTHER SOURCES</u> OVER (UNDER) EXPENDITURES AND (USES)	<u>\$</u>	122.93	<u>\$</u>	114.69
<u>FUND BALANCE - UNRESERVED JULY 1</u>	\$	4,054.71	<u>\$</u>	3,940.02
<u>FUND BALANCE - UNRESERVED JUNE 30</u>	<u>\$</u>	4,177.64	<u>\$</u>	4,054.71

See accompanying notes and auditors' report.

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VILLAGE OF MCNARY GLENMORA, LOUISIANA

STATEMENT B-5

<u>CAPITAL PROJECTS FUND - L.C.D.B.G</u> STATEMENT OF CASH RECEIPTS AND DISBURSEMENTS <u>TWO YEARS ENDING JUNE 30, 1996</u>

<u>BEGINNING CASH BALANCE</u>	<u>\$.00</u>
<u>ADDITIONS</u> : Federal Advances Village of McNary funds Interest Income	\$ 27,305.30 100.00 .00
TOTAL ADDITIONS	<u>\$ 27,405.30</u>
<u>DEDUCTIONS</u> : <u>Grant Disbursements</u> : Management Fees Engineering Services Advertising Supplies <u>Village of McNary Disbursements</u> : Office Supplies	$ \begin{array}{cccccccccccccccccccccccccccccccccccc$
TOTAL DEDUCTIONS	<u>\$ 27,377.92</u>
ENDING CASH BALANCE	<u>\$ 27.38</u>

See note #11 to statement of cash receipts and disbursements.

See accompanying notes and auditors' report.

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STATEMENT B-6

<u>CAPITAL PROJECTS FUND - L.C.D.B.G</u> <u>COMPARATIVE BALANCE SHEETS</u> <u>JUNE 30, 1996 AND 1995</u>

<u>ASSETS</u>	1996	1995		
Cash	<u>\$ 27.38</u>	<u>\$ 27.38</u>		
<u>TOTAL ASSETS</u>	<u>\$ 27.38</u>	<u>\$ 27.38</u>		

LIABILITIES AND EQUITY

LIABILITIES

Due to General Fund



FUND BALANCE Unreserved

<u>\$ (72.62)</u> <u>\$ (72.62)</u> <u>\$ 27.38</u> <u>\$ 27.38</u>

100.00

\$

\$____

100.00

TOTAL LIABILITIES AND FUND EQUITY

See accompanying notes and auditors' report.

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STATEMENT B-7

VILLAGE OF MCNARY GLENMORA, LOUISIANA

<u>CAPITAL PROJECTS FUND - L.C.D.B.G</u> <u>COMPARATIVE STATEMENTS OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE</u> <u>FOR THE FISCAL YEARS ENDED JUNE 30, 1996 AND 1995</u>

	1996		_	1995
REVENUES				
Grant Income Interest Earned	\$.00 .00	\$	27,305.30
Total Revenues	\$.00	\$	27,305.30
EXPENDITURES				
Management Fees Engineering Fees Administrative Expenses	\$.00 .00 .00	\$	13,725.00 13,250.00 402.92
Total Expenditures	<u>\$</u>	.00	<u>\$</u>	27,377.92
<u>EXCESS OF REVENUES OVER</u> (UNDER) EXPENDITURES	<u>\$</u>	.00	<u>\$</u>	(72.62)
EXCESS (DEFICIENCY) OF REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER (USES)	<u>\$</u>	.00	<u>\$</u>	<u>(72.62</u>)
<u>FUND BALANCE - UNRESERVED JUNE 1</u>	<u>\$</u>	(72.62)	<u>\$</u>	.00
<u>FUND BALANCE - UNRESERVED JUNE 30</u>	<u>\$</u>	<u>(72.62</u>)	<u>\$</u>	(72.62)

See accompanying notes and auditors' report.

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VILLAGE OF MCNARY GLENMORA, LOUISIANA

STATEMENT B-8

CAPITAL PROJECTS FUND - L.H.F.A. GRANT SR 4053-SCD HOME PROJECT STATEMENT OF CASH RECEIPTS AND DISBURSEMENTS FOR THE SEVEN MONTHS ENDED DECEMBER 31, 1994

<u>BEGINNING CASH BALANCE</u>	<u>\$</u>	.00
<u>ADDITIONS</u> : Federal Advances	<u>\$</u>	77,649.00
TOTAL ADDITIONS	<u>\$</u>	77,649.00
<u>DEDUCTIONS</u> : <u>Grant Disbursements</u> : Management Fees - Charles Sanders Contractor fees - Danny Johnson	\$	3,000.00 74,649.00

TOTAL DEDUCTIONS

ENDING CASH BALANCE

See note #11 to statement of cash receipts and disbursements.

77,649.00 \$.00

See accompanying notes and auditors' report.

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GARRETT & GARRETT CERTIFIED PUBLIC ACCOUNTANTS 119 PROFESSIONAL DRIVE WEST MONROE, LOUISIANA 71291

CAROLYN V. GARRETT JUDY D. GARRETT

PHONE: 318 322-0845 FAX: 318 322-5577

October 16, 1996

The Honorable Q. A. Clark, Mayor and Members of the Board of Alderman

We would like to make the following recommendations to the Village of McNary:

1. BUDGET

The budgeted expenses in the water department was over due to non-budgeted depreciation expense.

RECOMMENDATION

Before the budget is finalized, we will give you the figure for the depreciation for the new year. The budget also needs to be monitored regularly and adjusted during the year accordingly.

REPLY

The Village agreed to comply with the recommendation.

2. PAYROLL

All payroll taxes are paid out of the general fund departments.

RECOMMENDATION

Since the payroll includes the water department, the payroll taxes need to be charged against expenses in that department as well as the general fund and police department. The water department could reimburse the general fund for these expenses during the year.

REPLY

The Village agreed to comply with the recommendation

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The Honorable Q. A. Clark, Mayor
and Members of the Board of Alderman
October 16,1996
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3. DEPOSITS AND INVESTMENTS

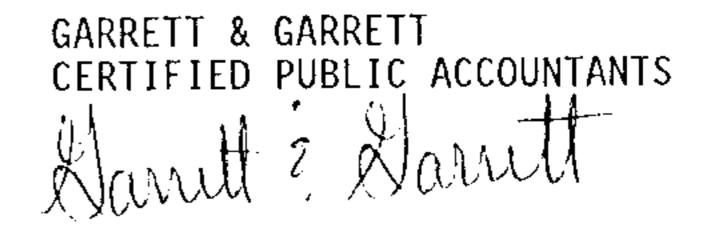
The Village's deposits are secured by a \$50,000 T-Bill through American Security Bank and by federal depository insurance. The FDIC insures deposits in the same state up to \$100,000 in the aggregate for all time and savings deposits and up to \$100,000 in aggregate for all demand deposits.

RECOMMENDATION

The Village needs to monitor their bank cash balance and make sure that the bank has enough security to cover their deposits.

REPLY

The Village agreed to monitor their cash balance in each bank to make sure the balance is secured.



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