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CITY OF ST. MARTINVILLE
St. Martinville, Louisiana

Financial Report

Year Ended June 30, 1996

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

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The Honorable Eric Martin, Mayor,
and Members of the City Council
City of St. Martinville, Louisiana

During our audit of the financial statements of the City of St. Martinville for the year ended June 30, 1996, we noted certain areas in which improvements in the financial practices of the City may be desirable. These improvements, if implemented, will enable the City to operate on a more business-like basis, and should increase the effectiveness with which revenues are expended and provide better control and protection over the assets of the City.

1. Inventory should be priced using the first-in, first-out basis. The bid prices cannot always be used for inventory pricing as there are variations between bid prices and actual invoice prices at times. Therefore, the most current invoices must be used in calculating the total inventory.
2. We recommend that a physical inspection be performed at least once a year of all fixed assets owned by the City. All assets should be properly tagged/identified and included on a complete listing including tag number, serial number, purchase date and cost.
3. Again, as mentioned last year, consideration should be given to increasing the monthly insurance premium charged for group hospitalization insurance or reduce some of the benefits received in order to eliminate the June 30, 1996 accumulated deficit over a reasonable period of time and to generate sufficient revenue so as to enable the City's self insurance plan to pay current claims.

We would like to express our appreciation to you and your office staff for the courtesies and assistance rendered to us in the performance of our audit. Should you have any questions or need assistance in implementing any of our recommendations, please feel free to contact us.

Darnall, Sikes, Kolder, Frederick & Rainey

A Corporation of Certified Public Accountants

Breaux Bridge, Louisiana
December 26, 1996

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

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INDEPENDENT AUDITOR'S REPORT

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The Honorable Eric Martin, Mayor
and Members of the City Council
City of St. Martinville, Louisiana

We have audited the accompanying general purpose financial statements of the City of St. Martinville, Louisiana, as of June 30, 1996, and for the year then ended. These general purpose financial statements are the responsibility of the City's elected officials. 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 St. Martinville, Louisiana, as of June 30, 1996, and the results of its operations and the cash flows of its proprietary fund type for the year then ended, in conformity with generally accepted accounting principles.

In accordance with Government Auditing Standards, we have also issued a report dated November 21, 1996 on our consideration of the City's internal control structure and a report dated November 21, 1996 on its compliance with laws and regulations.

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Our audit was conducted for the purpose of forming an opinion on the general purpose financial statements taken as a whole. The accompanying financial information listed as "Supplemental Information" in the table of contents is presented for purposes of additional analysis and is not a required part of the general purpose financial statements of the City of St. Martinville, 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, except that:

1. the insurance coverage data has not been audited by us and we express no opinion on it, and
2. information as to the number of utility customers presented on page 79 is based on unaudited data obtained from the City's records, on which we express no opinion.

The financial information for the preceding year which is included for comparative purposes was taken from the financial report for that year in which we expressed an unqualified opinion on the general purpose financial statements of the City.

Darnall, Sikes, Kolder, Frederick & Rainey

A Corporation of Certified Public Accountants

Breaux Bridge, Louisiana
November 21, 1996

GENERAL PURPOSE FINANCIAL STATEMENTS
(COMBINED STATEMENTS - OVERVIEW)

CITY OF ST. MARTINVILLE, LOUISIANA

Combined Balance Sheet - All Fund Types and Account Groups
June 30, 1996

	Governmental Fund Types			Proprietary Fund Type Enterprise	Account Groups		Totals (Memorandum Only)
	General	Special Revenue	Debt Service		Capital Projects	General Fixed Assets	
Cash	\$179,602	\$ 74,653	\$209,055	\$ 455	\$ 244,710	\$ -	\$ 708,475
Interest-bearing deposits, at cost	-	585,068	364,071	-	739,872	-	1,689,011
Receivables:							
Ad valorem taxes receivable	281	-	424	-	-	-	705
Accounts receivable	-	-	-	-	626,461	-	626,461
Unbilled utilities	-	-	-	-	335,223	-	335,223
Due from other funds	36,742	27,474	3,493	567	179,966	-	248,242
Due from governmental agencies	116,500	59,693	-	-	-	-	176,193
Other	15,330	4,101	3,136	-	-	-	22,567
Inventories, at cost	-	-	-	-	144,569	-	144,569
Prepaid expenses	-	-	-	-	61,818	-	61,818
Restricted assets:							
Cash	-	-	-	-	281,457	-	281,457
Interest-bearing deposits	-	-	-	-	254,876	-	254,876
Land and improvements	-	-	-	-	-	-	-
Buildings and improvements	-	-	-	-	-	-	-
Automobiles, trucks, and tractors	-	-	-	-	-	-	-
Furniture, fixtures, and equipment	-	-	-	-	-	-	-
Equipment held under capital leases	-	-	-	-	-	-	-
Utility property, plant and equipment	-	-	-	-	54,000	-	54,000
Accumulated depreciation	-	-	-	-	12,455,670	-	12,455,670
Construction in progress	-	-	-	-	(4,645,308)	-	(4,645,308)
Amount available in debt service fund	-	-	-	-	-	-	-
Amount to be provided for retirement of general long-term debt	-	-	-	-	-	-	-
Amount to be provided for capital lease	-	-	-	-	-	-	-
Total assets	\$348,455	\$750,989	\$580,179	\$ 1,022	\$10,733,314	\$ 886,094	\$16,109,623
					\$2,809,570		\$15,516,133

(continued)

CITY OF ST. MARTINVILLE, LOUISIANA

Combined Balance Sheet - All Fund Types and Account Groups (Continued)
June 30, 1996

	Governmental Fund Types		Capital Projects	Proprietary Fund Type		Account Groups		Totals (Memorandum Only)	
	General	Special Revenue		Debt Service	Enterprise	General Fixed Assets	General Long-term Debt	1996	1995
LIABILITIES AND FUND EQUITY									
Liabilities:									
Accounts payable	\$ 52,559	\$ 4,200	-	\$ 497,218	-	-	\$ 553,977	\$ 373,603	
Unearned revenue	-	-	-	-	-	-	-	14,368	
Contracts payable	-	9,913	-	-	-	-	9,913	-	
Retainage payable	18,008	3,480	-	-	-	-	21,488	30,784	
Other accrued liabilities	82,353	-	-	43,173	-	-	125,526	120,109	
Payable from restricted assets -									
Revenue bonds	-	-	-	45,000	-	-	45,000	43,000	
Accrued interest	-	-	-	844	-	-	844	1,650	
Customers' deposits	-	-	-	214,933	-	-	214,933	217,213	
Due to other funds	184,025	355	-	57,862	-	-	248,242	112,336	
Due to governmental agencies	-	-	-	-	-	-	-	31,171	
General obligation bonds payable	-	-	-	-	-	693,000	693,000	831,000	
Revenue bonds payable	-	-	-	-	-	-	-	45,000	
Obligation on capital lease	-	-	-	34,312	-	-	34,312	81,325	
Contingent liability	7,385	-	-	-	-	85,957	93,342	95,502	
DEQ loan payable	-	-	-	2,200,683	-	-	2,200,683	2,260,852	
Total liabilities	344,330	17,948	-	3,094,025	-	886,094	4,348,397	4,257,913	
Fund equity (deficit):									
Contributed capital	-	-	-	3,710,485	-	-	3,710,485	3,710,485	
Investment in general fixed assets	-	-	-	-	-	-	2,627,629	2,200,893	
Investment in general fixed assets under capital leases	-	-	-	-	-	181,941	181,941	122,067	
Retained earnings -									
Reserved	-	-	-	63,723	-	-	63,723	70,255	
Unreserved	-	-	-	3,865,081	-	-	3,865,081	3,910,655	
Total retained earnings	-	-	-	3,928,804	-	-	3,928,804	3,980,910	
Fund balances -									
Reserved for debt service	-	-	580,179	-	-	-	580,179	542,431	
Reserved for housing purposes	-	89,673	-	-	-	-	89,673	77,105	
Unreserved, undesignated	4,125	643,368	-	(4,978)	-	-	642,515	624,329	
Total fund balances	4,125	733,041	580,179	(4,978)	-	-	1,312,367	1,243,865	
Total fund equity (deficit)	4,125	733,041	580,179	(4,978)	7,639,289	2,809,570	11,761,226	11,258,220	
Total liabilities and fund equity	\$348,455	\$750,989	\$580,179	\$1,022	\$10,733,314	\$2,809,570	\$16,109,623	\$15,516,133	

The accompanying notes are an integral part of this statement.

CITY OF ST. MARTINVILLE, LOUISIANA

Combined Statement of Revenues, Expenditures, and Changes in Fund Balances -
All Governmental Fund Types
Year Ended June 30, 1996

	General	Special Revenue	Debt Service	Capital Projects	Totals (Memorandum Only)	
					1996	1995
Revenues:						
Taxes	\$ 49,272	\$ 495,233	\$ 90,420	\$ -	\$ 634,925	\$ 613,092
Licenses and permits	180,244	-	-	-	180,244	174,248
Intergovernmental	379,082	484,832	-	29,790	893,704	483,104
Garbage collection fees	217,775	-	-	-	217,775	216,372
Fines, bond forfeits & court costs	47,005	-	-	-	47,005	43,871
Interest	1,039	32,528	21,866	746	56,179	49,950
Miscellaneous	43,690	-	3,216	22,580	69,486	48,756
Total revenues	<u>918,107</u>	<u>1,012,593</u>	<u>115,502</u>	<u>53,116</u>	<u>2,099,318</u>	<u>1,629,393</u>
Expenditures:						
Current operating -						
General government	963,024	-	-	-	963,024	714,302
Public safety - police department	742,352	-	-	-	742,352	660,399
Public works - highway & streets	374,104	-	-	-	374,104	439,467
Sanitation & health	217,894	-	-	-	217,894	238,055
Urban redevelopment and housing	-	474,371	-	-	474,371	255,775
Miscellaneous	-	5,291	-	9,698	14,989	10,773
Capital outlay	343,262	-	-	156,020	499,282	213,961
Debt service -						
Principal retirement	-	-	138,000	-	138,000	133,000
Interest and fiscal charges	-	-	50,309	-	50,309	58,509
Principal payment on capital lease	34,063	-	-	-	34,063	31,964
Interest on capital lease	5,808	-	-	-	5,808	6,062
Total expenditures	<u>2,680,507</u>	<u>479,662</u>	<u>188,309</u>	<u>165,718</u>	<u>3,514,196</u>	<u>2,762,267</u>
Excess (deficiency) of revenues over expenditures	<u>(1,762,400)</u>	<u>532,931</u>	<u>(72,807)</u>	<u>(112,602)</u>	<u>(1,414,878)</u>	<u>(1,132,874)</u>
Other financing sources (uses):						
Operating transfers in	1,781,986	-	110,555	97,182	1,989,723	1,514,639
Operating transfers out	(5,600)	(560,618)	-	-	(566,218)	(546,518)
Proceeds from capital leases	59,875	-	-	-	59,875	9,477
Total other financing sources (uses)	<u>1,836,261</u>	<u>(560,618)</u>	<u>110,555</u>	<u>97,182</u>	<u>1,483,380</u>	<u>977,598</u>
Excess (deficiency) of revenues and other sources over expenditures and other uses	73,861	(27,687)	37,748	(15,420)	68,502	(155,276)
Fund balances (deficit), beginning	<u>(69,736)</u>	<u>760,728</u>	<u>542,431</u>	<u>10,442</u>	<u>1,243,865</u>	<u>1,399,141</u>
Fund balances (deficit), ending	<u>\$ 4,125</u>	<u>\$ 733,041</u>	<u>\$580,179</u>	<u>\$ (4,978)</u>	<u>\$ 1,312,367</u>	<u>\$ 1,243,865</u>

The accompanying notes are an integral part of this statement.

CITY OF ST MARTINVILLE, LOUISIANA

Combined Statement of Revenues, Expenditures and Changes in Fund Balances -
Budget (GAAP Basis) and Actual - General, Special Revenue, Debt Service, and Capital Projects Fund Types
Year Ended June 30, 1996

	General Fund		Special Revenue Fund Types		Variance - Favorable Unfavorable
	Budget	Actual	Budget	Actual	
Revenues:					
Taxes	\$ 49,000	\$ 49,272	\$ 485,000	\$ 495,233	\$10,233
Licenses and permits	170,300	180,244	-	-	-
Intergovernmental	387,796	379,082	472,105	484,832	12,727
Charges for services	216,236	217,775	-	-	-
Fines bond forfeits & court costs	37,500	47,005	-	-	-
Interest	1,300	1,039	33,300	32,528	(772)
Miscellaneous	27,900	43,690	-	-	-
Total revenues	<u>890,032</u>	<u>918,107</u>	<u>990,405</u>	<u>1,012,593</u>	<u>22,188</u>
Expenditures:					
Current -					
General government	951,560	963,025	-	-	-
Public safety - police department	742,892	742,352	-	-	-
Public works - highways & streets	416,395	374,104	-	-	-
Sanitation & health	222,842	217,894	-	-	-
Capital outlay	275,486	343,262	-	-	-
Urban development and housing	-	-	473,406	474,371	(965)
Miscellaneous	-	-	5,000	5,291	(291)
Debt service -					
Principal retirement	-	-	-	-	-
Interest and fiscal charges	-	-	-	-	-
Principal payment on capital lease	-	34,063	-	-	-
Interest on capital lease	-	5,808	-	-	-
Total expenditures	<u>2,609,175</u>	<u>2,680,508</u>	<u>478,406</u>	<u>479,662</u>	<u>(1,256)</u>
Excess (deficiency) of revenues over expenditures	<u>(1,719,143)</u>	<u>(1,762,401)</u>	<u>511,999</u>	<u>532,931</u>	<u>20,932</u>
Other financing sources (uses):					
Operating transfers in	1,735,063	1,781,987	-	-	-
Operating transfers out	(5,600)	(5,600)	(560,618)	(560,618)	-
Capital leases	-	59,875	-	-	-
Total other financing sources (uses)	<u>1,729,463</u>	<u>1,836,262</u>	<u>(560,618)</u>	<u>(560,618)</u>	<u>-</u>
Excess (deficiency) of revenues and other sources over expenditures and other uses	10,320	73,861	(48,619)	(27,687)	20,932
Fund balances, beginning	<u>(69,736)</u>	<u>(69,736)</u>	<u>760,728</u>	<u>760,728</u>	<u>-</u>
Fund balances (deficit), ending	<u>\$ (59,416)</u>	<u>\$ 4,125</u>	<u>\$ 712,109</u>	<u>\$ 733,041</u>	<u>\$20,932</u>

The accompanying notes are an integral part of this statement.

CITY OF ST MARTINVILLE, LOUISIANA

Combined Statement of Revenues, Expenditures and Changes in Fund Balances -
 Budget (GAAP Basis) and Actual - General, Special Revenue, Debt Service, and Capital Projects Fund Types
 Year Ended June 30, 1996

	Debt Service Fund Types		Capital Projects Fund Types		Variance - Favorable Unfavorable
	Budget	Actual	Budget	Actual	
Revenues:					
Taxes	\$ 90,000	\$ 90,420	\$ -	\$ -	\$ -
Licenses and permits	-	-	-	-	-
Intergovernmental	-	-	-	29,790	29,790
Charges for services	-	-	-	-	-
Fines bond forfeits & court costs	-	-	-	-	-
Interest	14,887	21,866	-	746	746
Miscellaneous	1,000	3,216	-	22,580	22,580
Total revenues	<u>105,887</u>	<u>115,502</u>	<u>-</u>	<u>53,116</u>	<u>53,116</u>
Expenditures:					
Current -					
General government	-	-	-	-	-
Public safety - police department	-	-	-	-	-
Public works - highways & streets	-	-	-	-	-
Sanitation & health	-	-	-	-	-
Capital outlay	-	-	-	156,020	156,020
Urban development and housing	-	-	-	-	-
Miscellaneous	-	-	165,663	9,698	(155,965)
Debt service -					
Principal retirement	138,000	138,000	-	-	-
Interest and fiscal charges	50,310	50,309	-	-	-
Principal payment on capital lease	-	-	-	-	-
Interest on capital lease	-	-	-	-	-
Total expenditures	<u>188,310</u>	<u>188,309</u>	<u>165,663</u>	<u>165,718</u>	<u>55</u>
Excess (deficiency) of revenues over expenditures	<u>(82,423)</u>	<u>(72,807)</u>	<u>(165,663)</u>	<u>(112,602)</u>	<u>53,061</u>
Other financing sources (uses):					
Operating transfers in	110,555	110,555	155,221	97,182	(58,039)
Operating transfers out	-	-	-	-	-
Capital leases	-	-	-	-	-
Total other financing sources (uses)	<u>110,555</u>	<u>110,555</u>	<u>155,221</u>	<u>97,182</u>	<u>(58,039)</u>
Excess (deficiency) of revenues and other sources over expenditures and other uses	28,132	37,748	(10,442)	(15,420)	(4,978)
Fund balances, beginning	<u>542,431</u>	<u>542,431</u>	<u>10,442</u>	<u>10,442</u>	<u>-</u>
Fund balances (deficit), ending	<u>\$570,563</u>	<u>\$580,179</u>	<u>\$ -</u>	<u>\$ (4,978)</u>	<u>\$ (4,978)</u>

The accompanying notes are an integral part of this statement.

CITY OF ST. MARTINVILLE, LOUISIANA

Comparative Statement of Revenues, Expenses, and Changes
in Retained Earnings - Proprietary Fund Type - Enterprise Fund
Years Ended June 30, 1996 and 1995

	<u>1996</u>	<u>1995</u>
Operating revenues:		
Charges for services -		
Electric sales	\$ 4,352,187	\$ 3,783,624
Water sales	407,204	383,461
Sewer service charges	473,838	413,497
Delinquent charges	65,080	61,659
Tap and reconnection fees	25,986	23,000
Lease revenue	100,000	125,000
Grant revenue	-	1,500
Miscellaneous	<u>18,077</u>	<u>17,036</u>
Total operating revenues	<u>5,442,372</u>	<u>4,808,777</u>
Operating expenses:		
Electric department expenses	2,768,063	2,383,413
Water department expenses	291,886	247,494
Sewer department expenses	202,892	248,377
General and administrative expenses	460,499	424,153
Depreciation expense	<u>331,175</u>	<u>267,408</u>
Total operating expenses	<u>4,054,515</u>	<u>3,570,845</u>
Operating income	<u>1,387,857</u>	<u>1,237,932</u>
Nonoperating revenues (expenses):		
Interest income	59,178	54,325
Amortization of issue costs	-	(197)
Interest expense	(64,581)	(55,761)
Paying agents' fees	(11,707)	(6,170)
Gain (loss) on disposition of assets	<u>652</u>	<u>(593)</u>
Total nonoperating revenues (expenses)	<u>(16,458)</u>	<u>(8,396)</u>
Income before operating transfers	<u>1,371,399</u>	<u>1,229,536</u>
Operating transfers:		
Operating transfers in	125,000	125,000
Operating transfers out	<u>(1,548,505)</u>	<u>(1,093,121)</u>
Total operating transfers	<u>(1,423,505)</u>	<u>(968,121)</u>
Net income (loss)	(52,106)	261,415
Retained earnings, beginning	<u>3,980,910</u>	<u>3,719,495</u>
Retained earnings, ending	\$ 3,928,804	\$ 3,980,910
	=====	=====

The accompanying notes are an integral part of this statement.

CITY OF ST MARTINVILLE, LOUISIANA

Comparative Statement of Cash Flows
 Proprietary Fund Type - Enterprise Fund
 Years Ended June 30, 1996 and 1995

	<u>1996</u>	<u>1995</u>
Cash flows from operating activities:		
Operating income	\$ 1,387,857	\$ 1,237,932
Adjustments to reconcile operating income to net cash provided by operating activities -		
Depreciation	331,175	267,408
Amortization of legal fees	-	316
Changes in assets and liabilities:		
(Increase) decrease in receivables	(276,009)	(105,392)
(Increase) decrease in prepaid expenses	(9,061)	(7,286)
(Increase) decrease in inventory	9,895	(20,411)
Increase (decrease) in payables	274,563	(361,993)
Increase in customer meter deposits	(2,280)	7,454
Total adjustments	<u>328,283</u>	<u>(219,904)</u>
Net cash provided by operating activities	<u>1,716,140</u>	<u>1,018,028</u>
Cash flows from non-capital financing activities:		
Operating transfers out to other funds	(1,548,505)	(1,093,121)
Operating transfers in from other funds	<u>125,000</u>	<u>125,000</u>
Net cash used in non-capital financing activities	<u>(1,423,505)</u>	<u>(968,121)</u>
Cash flows from capital and related financing activities:		
Loan proceeds from DEQ	24,531	706,973
Interest paid on bonds and certificate of indebtedness	(3,960)	(10,135)
Principal paid on bonds and certificate of indebtedness	(43,000)	(165,000)
Capital lease payments	(25,108)	-
Payments made to paying agents	(277)	(758)
Payments made for administrative fees	(11,430)	(5,412)
Proceeds from disposition of fixed assets	1,010	377
Payments made for capital purchases	(101,151)	(80,656)
Payments made for construction in progress	-	(497,175)
Payments made on DEQ loan	(100,000)	(95,000)
Interest paid on DEQ loan	(56,006)	(48,017)
Net cash used in capital and related financing activities	<u>(315,391)</u>	<u>(194,803)</u>
Cash flows from investing activities:		
Interest earned on investments	59,178	54,325
Maturity of investments	1,145,695	1,165,202
Purchases of investments	(994,748)	(1,145,695)
Net cash provided by investing activities	<u>210,125</u>	<u>73,832</u>
Net decrease in cash and cash equivalents	187,369	(71,064)
Cash and cash equivalents, beginning of year	<u>338,798</u>	<u>409,862</u>
Cash and cash equivalents, end of year	\$ 526,167	\$ 338,798
	=====	=====

The accompanying notes are an integral part of this statement.

CITY OF ST. MARTINVILLE, LOUISIANA

Notes to Financial Statements

(1) Summary of Significant Accounting Policies

The City of St. Martinville was incorporated on January 30, 1817. The City operates under the provisions of a special charter dated April 4, 1898 and operates under a Mayor-Board of Aldermen form of government.

The accounting and reporting policies of the City of St. Martinville conform to generally accepted accounting principles as applicable to governments. Such accounting and reporting procedures also conform to the requirements of Louisiana Revised Statutes 24:517 and to the guides set forth in the industry audit guide, Audits of State and Local Governmental Units.

The following is a summary of certain significant accounting policies:

A. Financial Reporting Entity

This report includes all funds and account groups which are controlled by or dependent on the City of St. Martinville executive and legislative branches (the Mayor and Board of Aldermen). Control by or 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 other general oversight responsibility.

Based on the foregoing criteria, certain governmental organizations are not part of the City and are thus excluded from the accompanying financial statements. One such organization is the Housing Authority which is directed by an independent board and does not receive any funding, facilities, or direction from the City of St. Martinville.

B. Fund Accounting

The accounts of the City of St. Martinville are organized on the basis of funds and account groups, each of which is considered a separate accounting entity. The operations of each fund are accounted for with a separate set of self-balancing accounts that comprise its assets, liabilities, fund equity, revenues, and expenditures, or expenses, as appropriate. Government resources are allocated to and accounted for in individual funds based upon the purposes for which they are to be spent and the means by which spending activities are controlled. The various funds are grouped, in the financial statements in this report, into five generic fund types and two broad fund categories as follows:

CITY OF ST. MARTINVILLE, LOUISIANA
Notes to Financial Statements (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.

Special Revenue Funds

Special revenue funds are used to account for the proceeds of specific revenue sources (other than expendable trusts or major capital projects) that are legally restricted to expenditures for specific purposes.

Debt Service Fund

The debt service fund is used to account for the accumulation of resources for, and the payment of general long-term debt principal, interest and related costs.

Capital Projects Funds

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

Proprietary Fund -

Enterprise Fund

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

C. Fixed Assets and Long-Term Liabilities

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

CITY OF ST. MARTINVILLE, LOUISIANA

Notes to Financial Statements (Continued)

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

Fixed assets used in governmental fund type operations (general fixed assets) are accounted for in the General Fixed Assets Account Group, and are recorded as expenditures in the governmental fund types when purchased. The City has elected not to capitalize public domain ("infrastructure") fixed assets consisting of certain improvements other than buildings, including roads, bridges, sidewalks, and drainage improvements. No depreciation has been provided on general fixed assets.

Long-term liabilities expected to be financed from governmental funds are accounted for in the General Long-term Debt Account Group.

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 sheets.

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. Depreciation expense was \$331,175, for the year ended June 30, 1996. The estimated useful lives are as follows:

Electric, Sewer & Water Utilities:

Building & Fences	10 - 20 years
Water & Sewer Systems	5 - 50 years
Electric Lines	20 - 50 years
Electric & Water Meters	50 years
Machinery & Equipment	5 - 10 years
Furniture, Fixtures & Equipment	5 - 8 years
Transportation Equipment	2 - 5 years

All fixed assets are stated at historical cost. Donated fixed assets are stated at their estimated fair value on the date donated.

CITY OF ST. MARTINVILLE, LOUISIANA
Notes to Financial Statements (Continued)

D. Basis of Accounting

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

All governmental funds are accounted for using the modified accrual basis of accounting. Their revenues are recognized when they become measurable and available as net current assets. Sales taxes, fines and forfeitures, and licenses 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. Ad valorem taxes are considered "measurable" and are recognized as revenue at the time they are assessed.

Expenditures are generally recognized under the modified accrual basis of accounting when the related fund liability is incurred. An exception to this general rule is principal and interest on long-term debt is recognized when due and accumulated unpaid vacation and sick pay are not accrued.

All proprietary funds 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 utility service receivables resulting from utility services rendered between the date of meter reading and billing and the end of the month, are recorded at year end.

E. Budgets and Budgetary Accounting

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

1. The City Clerk prepares a proposed budget and submits same to the Mayor and Board of Aldermen no later than fifteen days prior to the beginning of each fiscal year.
2. A summary of the proposed budget is published and the public notified that the proposed budget is available for public inspection. At the same time, a public hearing is called.

CITY OF ST. MARTINVILLE, LOUISIANA
Notes to Financial Statements (Continued)

3. A public hearing is held on the proposed budget at least ten days after publication of the call for the hearing.
4. After the holding of the public hearing and completion of all action necessary to finalize and implement the budget, the budget is adopted through passage of an ordinance prior to the commencement of the fiscal year for which the budget is being adopted.
5. Budgetary amendments involving the transfer of funds from one department, program or function to another or involving increases in expenditures resulting from revenues exceeding amounts estimated require the approval of the Board of Aldermen.
6. All budgetary appropriations lapse at the end of each fiscal year.
7. Budgets for the General, Special Revenue, and Debt Service Funds are adopted on a basis consistent with generally accepted accounting principles (GAAP). Budgeted amounts are as originally adopted, or as amended from time to time by the Board of Aldermen. Such amendments were not material in relation to the original appropriations.

F. Encumbrances

Encumbrance accounting, under which purchase orders, contracts, and other commitments for the expenditure of monies are recorded in order to reserve that portion of the applicable appropriation, is not employed by the City as an extension of formal budgetary integration in the funds.

G. Interest-bearing Deposits

Interest-bearing deposits, consisting of certificates of deposit, are stated at cost, which approximates market.

H. Cash and Cash Equivalents

For purposes of cash flows, the City considers all highly liquid investments (including restricted assets) with a maturity of three months or less when purchased to be cash equivalents.

CITY OF ST. MARTINVILLE, LOUISIANA
Notes to Financial Statements (Continued)

I. Inventories

Inventory of supplies in the proprietary fund is valued at the lower of cost (first-in, first-out) or market.

J. Bad Debts

Uncollectible amounts due for ad valorem taxes and customers' utility receivables are recognized as bad debts through the establishment of an allowance account at the time information becomes available, which would indicate the uncollectibility of the particular receivable. At June 30, 1996, an allowance for ad valorem taxes was considered unnecessary due to the immateriality of uncollected ad valorem taxes. The allowance for uncollectibles for customers' utility receivables was \$17,139 at June 30, 1996.

K. 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 (i.e., presentation of prior year totals by fund type) data have not been presented in each of the statements since their inclusion would make the statements unduly complex and difficult to read.

L. Total Columns on Combined Statements - Overview

Total columns on the combined statements - overview are captioned Memorandum Only to indicate that they are presented only to facilitate financial analysis. Data in these columns does not present financial position, results of operations, or changes in 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.

M. Adoption of GASB Statement #27

During the year ended June 30, 1996 the City of St. Martinville adopted GASB Statement #27, Accounting for Pensions by State and Local Government Employers. Although this statement is effective for periods beginning June 15, 1997, the Governmental Accounting Standards Board is encouraging early implementation.

CITY OF ST. MARTINVILLE, LOUISIANA
Notes to Financial Statements (Continued)

(2) Cash and Interest-Bearing Deposits

Under state law, the City may deposit funds within a fiscal agent bank organized under the laws of the State of Louisiana, the laws of any other state in the Union, or the laws of the United States. The City may invest in certificates and time deposits of state banks organized under Louisiana law and national banks having principal offices in Louisiana. At June 30, 1996, the City has cash and interest-bearing deposits (book balances) totaling \$2,933,819 as follows:

Demand deposits	\$ 989,932
Time deposits	<u>1,943,887</u>
 Total	 \$2,933,819 =====

These deposits are stated at cost, which approximates market. Under state law, these deposits, (or the resulting bank balances) must be secured by federal deposit insurance or the pledge of securities owned by the fiscal agent bank. The market value of the pledged securities plus the federal deposit insurance must at all times equal the amount on deposit with the fiscal agent bank. These securities are held in the name of the pledging fiscal agent bank in a holding or custodial bank that is mutually acceptable to both parties. Deposit balances (bank balances) at June 30, 1996 are secured as follows:

Bank balances	\$2,963,494 =====
---------------	----------------------

At June 30, 1996 the deposits are secured as follows:

Federal deposit insurance and other	\$ 324,050
Pledged securities (Category 3)	<u>5,184,666</u>
 Total federal insurance and pledged securities	 \$5,508,716 =====
 Excess of secured deposits over bank balances	 \$2,545,222 =====

Pledged securities in Category 3 includes uninsured or unregistered investments for which the securities are held by the broker or dealer, or by its trust department or agent, but not in the City's name. Even though the pledged securities are considered uncollateralized (Category 3) Louisiana Revised Statute 39:1229 imposes a statutory requirement on the custodial bank to advertise and sell the pledged securities within 10 days of being notified by the City that the fiscal agent has failed to pay deposited funds upon demand.

CITY OF ST. MARTINVILLE, LOUISIANA
Notes to Financial Statements (Continued)

(3) Ad Valorem Taxes

For the year ended June 30, 1996, taxes of 13.24 mills were levied on property with assessed valuations totaling \$10,635,325 and were dedicated as follows:

General corporate purposes	4.67 mills
Debt Service	8.57 mills

Total taxes levied were \$140,812. The receivables as of June 30, 1996 were as follows:

General corporate purposes	\$281
Debt Service	<u>424</u>
	\$705
	=====

Details of the City's tax calendar are as follows:

Levy Date	June 1, 1995
Bill Date	November, 1995
Due Date	December 31, 1995
Lien Date	January 1, 1996

(4) Interfund Receivables, Payables

	<u>Interfund Receivables</u>	<u>Interfund Payables</u>
General Fund	\$ 36,742	\$184,025
Enterprise Fund	179,966	57,862
Debt Service Fund	3,493	-
Housing Rehab Fund	-	355
Sales Tax Fund	27,474	-
Capital Projects Fund	<u>567</u>	<u>6,000</u>
Totals	\$248,242	\$248,242
	=====	=====

CITY OF ST. MARTINVILLE, LOUISIANA

Notes to Financial Statements (Continued)

(5) Due from Other Governmental Agencies

Amounts due from other governmental agencies consisted of the following:

Beer and tobacco and video poker taxes due from the State of Louisiana	\$22,273
Teche Telecable	3,811
Housing Authority	8,810
Highway Safety Commission	1,155
Office of State Parks	11,025
Department of Wildlife and Fisheries	54,298
U.S. Department of Housing and Urban Development	41,845
Office of Community Development	17,848
LA Department of Transportation	2,809
U.S. Department of Justice	<u>12,319</u>
 Total	 \$176,193 =====

(6) Restricted Assets - Proprietary Fund Type

Restricted assets consisted of the following at June 30:

	<u>1996</u>	<u>1995</u>
Cash:		
Customers' Deposit	\$ 26,576	\$ 31,287
Bond Reserve Account	43,140	42,217
Retirement Account	-	6,304
EPA Sewer Reserve	24,096	65,732
Water Reserve	12,990	57,650
1996 Sewer Improvement Fund	479	479
1993 Sinking Fund	62,164	61,126
1993 Reserve Fund	90,313	47,196
Retirement Account	<u>21,699</u>	<u>-</u>
Total Cash	<u>281,457</u>	<u>311,991</u>
Investments:		
Customers' deposits	188,449	185,639
Bond reserve account	61,364	61,385
Retirement account	<u>5,063</u>	<u>5,000</u>
Total investments	<u>254,876</u>	<u>252,024</u>
 Total Restricted Assets	 \$536,333 =====	 \$564,015 =====

CITY OF ST. MARTINVILLE, LOUISIANA
Notes to Financial Statements (Continued)

(7) Changes in General Fixed Assets

A summary of changes in general fixed assets follows:

	Balance <u>July 1, 1995</u>	<u>Additions</u>	<u>Deletions</u>	Balance <u>June 30, 1996</u>
Land and Improvements	\$ 286,837	\$ 5,000	\$ -	\$ 291,837
Buildings	1,505,384	404,572	-	1,909,956
Equipment-Vehicles	103,809	10,858	-	114,667
Equipment-Other	304,863	6,660	(355)	311,168
Equipment-Capital leases	<u>122,067</u>	<u>59,875</u>	<u>-</u>	<u>181,942</u>
 Total	 \$2,322,960 =====	 \$486,965 =====	 \$ (355) =====	 \$2,809,570 =====

A summary of proprietary fund type property, plant, and equipment at June 30, 1996, follows:

Electric, Sewer & Water Utilities:

Land	\$ 199,182
Building and Fences	923,786
Water and Sewer Systems	9,390,800
Electric Lines	1,348,782
Electric and Water Meters	285,593
Machinery and Equipment	102,124
Furniture, Fixtures and Equipment	32,315
Transportation Equipment	<u>173,088</u>
Total	<u>12,455,670</u>
Assets held under capital lease	<u>54,000</u>
 Less: Accumulated depreciation	 <u>4,645,308</u>
 Net	 \$ 7,864,362 =====

(8) Construction in Progress

In December, 1994, the City began a construction project for an extension of sewer lines with an approximate cost of \$255,965. This project is to be funded by sewer reserve funds. At June 30, 1996, the project was complete.

CITY OF ST. MARTINVILLE, LOUISIANA

Notes to Financial Statements (Continued)

(9) Changes in Long-term Debt

The following is a summary of bond transactions of the City of St. Martinville for the year ended June 30, 1996 (all bonds are serial bonds):

	<u>General Obligation</u>	<u>Revenue</u>	<u>Total</u>
Bonds payable, July 1, 1995	\$831,000	\$88,000	\$919,000
Bonds retired	<u>138,000</u>	<u>43,000</u>	<u>181,000</u>
Bonds payable, June 30, 1996	\$693,000 =====	\$45,000 =====	\$738,000 =====

The general obligation bonds are payable from the debt service fund, while the revenue bonds are payable from the enterprise fund.

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

General Obligation Bonds:

\$1,200,000 Public Improvement Bonds
Series ST-1 dated 9-1-76; due in
annual installments of \$20,000 -
\$95,000 through August 1, 2001;
interest at 5.0 - 7.0 percent and
secured by proceeds of the 1
percent City sales and use tax. \$495,000

\$250,000 Public Improvement Bonds
Series A dated 6-1-78; due in annual
installments of \$5,000 - \$25,000
through March 1, 1998; interest at
5.10 - 6.00 percent and secured by
levy and collection of ad valorem
taxes. 50,000

CITY OF ST. MARTINVILLE, LOUISIANA

Notes to Financial Statements (Continued)

<p>\$250,000 Public Improvement Bonds Series B dated 6-1-78; due in annual installments of \$5,000 - \$25,000 through March 1, 1998; interest at 5.10 - 6.00 percent and secured by levy and collection of ad valorem taxes.</p>	<p>50,000</p>
<p>\$75,000 Public Improvement Bonds Series C dated 6-1-78; due in annual installments of \$2,000 - \$6,000 through March 1, 1998; interest at 5.10 - 6.00 percent and secured by levy and collection of ad valorem taxes.</p>	<p>12,000</p>
<p>\$75,000 Public Improvement Bonds Series D dated 6-1-78; due in annual installments of \$2,000 - \$6,000 through March 1, 1998; interest at 5.10 - 6.00 percent and secured by levy and collection of ad valorem taxes.</p>	<p>12,000</p>
<p>\$100,000 Public Improvement Bonds Series E dated 6-1-78; due in annual installments of \$5,000 - \$10,000 through March 1, 1998; interest at 5.10 - 6.00 percent and secured by levy and collection of ad valorem taxes.</p>	<p>15,000</p>
<p>\$40,000 Public Improvement Bonds Series A dated 7-1-79; due in annual installments of \$1,000 - \$3,000 through January 1, 1999; interest at 6.10 - 6.50 percent and secured by levy and collection of ad valorem taxes.</p>	<p>9,000</p>

CITY OF ST. MARTINVILLE, LOUISIANA

Notes to Financial Statements (Continued)

\$210,000 Public Improvement Bonds
 Series B dated 7-1-79; due in annual
 installments of \$5,000 - \$20,000
 through January 1, 1999; interest at
 6.10 - 6.50 percent and secured by
 levy and collection of ad valorem
 taxes.

50,000

Total

\$693,000

=====

Revenue Bonds:

\$700,000 Utilities Revenue Bonds
 dated 2-1-67; due in annual
 installments of \$12,000 - \$45,000
 through February 1, 1997; interest at
 4.25 - 4.50 percent and secured by
 revenues of the water and light plant.

\$ 45,000

=====

The annual requirement to amortize all debt outstanding as of June 30, 1996, including interest payments of \$120,553 are as follows:

<u>Year Ending June 30,</u>	<u>General Obligation</u>	<u>Revenue</u>	<u>Total</u>
1997	\$196,367	\$47,025	\$243,392
1998	196,663	-	196,663
1999	124,198	-	124,198
2000	99,025	-	99,025
2001	97,900	-	97,900
2002	<u>97,375</u>	<u>-</u>	<u>97,375</u>
Total	\$811,528	\$47,025	\$858,553
	=====	=====	=====

At June 30, 1996, the City borrowed \$2,495,683 from the Department of Environmental Quality to complete a construction project to upgrade the existing wastewater treatment facility. The balance due at June 30, 1996 is \$2,200,683. This loan is expected to be repaid over twenty (20) years by increased sewer fees. Although the project was complete at June 30, 1996, the City expected to receive the remainder of the loan proceeds in order to obtain maintenance related items and training programs. The amortization of the debt, therefore, was not yet available.

CITY OF ST. MARTINVILLE, LOUISIANA

Notes to Financial Statements (Continued)

(10) Dedication of Proceeds and Flow of Funds - 1% Sales and Use Tax

On June 28, 1975, the voters in the City of St. Martinville approved a one percent (1%) sales and use tax. The proceeds of this tax are to be used (after paying reasonable and necessary costs and expenses of collecting and administering the tax) for the purpose of constructing and acquiring capital improvements to the waterworks system of the City and for the purpose of establishing, acquiring, constructing, operating and maintaining solid waste disposal facilities, sewers and sewerage disposal work, drains and drainage facilities, and streets, sidewalks and bridges, including the necessary land, equipment and furnishings there of, or for any one or more of said purposes, said tax to be subject to funding into bonds by the City for the purpose of making capital improvements to the extent and in the manner permitted by the laws of Louisiana.

The proceeds of the one percent (1%) sales and use tax of \$495,233 are pledged to retire the public improvement bonds dated September 1, 1976, shown in Note 9.

The Sales Tax Fund is to collect the proceeds of the sales tax and pay all reasonable and necessary costs and expenses of collecting the tax.

After payment of such costs and expenses, all money in the fund in excess of ten thousand dollars (\$10,000) is to be administered and used as follows:

- A. The establishment and maintenance of the Sales Tax Bond Sinking Fund sufficient in amount to pay the principal and interest on the bonds issued. The Sales Tax Fund is to transfer on or before the 20th day of each month a sum equal to one-sixth (1/6) of the interest falling due on the next interest payment date and a sum equal to one-twelfth (1/12) of the principal falling due on the next principal payment date.
- B. The establishment and maintenance of the Sales Tax Bond Reserve Fund by transferring from the Sales Tax Fund on or before the 20th day of each month the sum of one thousand five hundred dollars (\$1,500) per month. These payments shall continue until such time as there has been accumulated in that fund a sum equal to the highest combined principal and interest requirement for any succeeding calendar year on the bonds issued.

For the year ended June 30, 1996, the transfers from the Sales Tax Fund to the Sales Tax Sinking Fund and Sales Tax Bond Reserve Fund were adequate. The minimum balance required for the Sales Tax Bond Reserve Fund is \$102,620. The balance in the investment account as of June 30, 1996, was \$105,518 which exceeds the minimum balance by \$2,898.

CITY OF ST. MARTINVILLE, LOUISIANA
Notes to Financial Statements (Continued)

(11) Flow of Funds; Restrictions on Use - Utilities Revenues

The revenues of the water and light plant are partially pledged to retire the utilities revenue bonds dated February 1, 1967 shown in Note 9. Bonds outstanding at June 30, 1996, amounted to \$45,000. The accrued interest on the bonds at June 30, 1996 amounted to \$844. Unmatured interest coupons at June 30, 1996, amounted to \$2,025.

The bond indenture on the 1967 issue of Revenue Bonds requires that a sum of money be deposited annually into a bank account called Bond and Interest Retirement Fund in an amount sufficient to retire the next payment of principal and/or interest. For the year ended June 30, 1996, the transfers from the Water and Light Plant Fund to the Bond and Interest Retirement Fund were adequate. The Water and Light Plant Fund is required to transfer annually to the Bond and Interest Reserve Fund twenty-five percent (25%) of the required annual payment to the Bond and Interest Retirement Fund until the Bond and Interest Reserve Fund has accumulated a sufficient balance to pay the highest principal and interest due within any one year. The required amount is \$47,025, and the Bond and Interest Reserve Fund had a balance of \$61,364 at June 30, 1996, which indicates excess funds of \$14,339 for the year ended June 30, 1996. The Water and Light Plant Fund is required to transfer to the Depreciation and Contingencies Fund, on a monthly basis, a sum equal to five percent (5%) of the gross revenues for the preceding month provided such sum is available after the transfers are made to the Bond and Interest Retirement Fund and the Bond and Interest Reserve Fund. The required minimum amount to be accumulated is \$5,000 and the Depreciation and Contingencies Fund had a balance of \$5,063 at June 30, 1996, which indicates excess funds of \$63 for the year ended June 30, 1996.

(12) Pension Plans

Eligible employees of the City participate in two multiple-employer public employee retirement systems (PERS) which are controlled and administered by two separate boards of trustees. These retirement systems provide retirement, disability and death benefits to plan members and their beneficiaries. Benefits under each system are established and amended by state statutes. Pertinent information for each system follows:

A. Municipal Employee's Retirement System

Plan members are required to contribute 5.00% of their annual covered salary to the system while the City is required to contribute at the statutory rate of 3.75% of the total annual covered salary. The City's contributions to the system for the years ended June 30, 1996, 1995 and 1994 were \$62,887, \$59,181 and \$64,497, respectively, equal to the required contribution for each year.

CITY OF ST. MARTINVILLE, LOUISIANA

Notes to Financial Statements (Continued)

A publicly available financial report that includes financial statements and required supplemental financial information may be obtained by writing to the Municipal Employee's Retirement System, 7937 Office Park Bldg., Baton Rouge, Louisiana, 70809.

B. Municipal Police Employee's Retirement System

Plan members are required to contribute 7.5% of their annual covered salary to the system while the City is required to contribute at the statutory rate of 9.0% of the total annual covered salary. The City's contributions to the system for the years ended June 30, 1996, 1995 and 1994 were \$22,205, \$12,236 and \$10,569, respectively, equal to the required contribution for each year.

A publicly available financial report that includes financial statements and required supplemental financial information may be obtained by writing to the Municipal Police Employee's Retirement System, P.O. Box 94095 - Capital Station, Baton Rouge, Louisiana 70804-9095.

(13) Accumulated Unpaid Vacation and Sick Pay

Employees earn ten to thirty-five days of sick leave and vacation days depending on length of employment. The vacation days cannot be carried over from year to year but the sick pay days can. Neither can be received in cash in lieu of taking the days. If an employee quits he forfeits all accumulated days. If an employee retires he forfeits the vacation days only. Because of these policies, there are no accruals made in either the proprietary fund or the governmental funds.

(14) Pending Litigation and Contingent Liabilities

- A. The City is a defendant in various law suits. Management and legal counsel for the City believes there is adequate insurance coverage on all cases where monetary damages are sought, and that the suits will not have an adverse effect on the City's financial position. On cases occurring during periods when the City was self-insured, management believes there will be no liabilities incurred by the City.
- B. A contingent liability of \$93,342 (\$7,385 in the General Fund and \$85,957 in the General Long Term Debt Account Group) has been recorded due to a workman's compensation claim which occurred during a period of time when the City was self-

CITY OF ST. MARTINVILLE, LOUISIANA

Notes to Financial Statements (Continued)

insured. The City of St. Martinville is obligated to pay claimant \$284 biweekly plus all medical bills relating to the injury sustained.

(15) Lease Obligation

During the year ended June 30, 1992, the City entered into a capital lease for the purchase of a backhoe. As of June 30, 1996 there remained a total principal obligation of \$8,536 with interest at a rate of 7.25%, payable twice a year at \$4,501 each (including interest). The final payment, at which time the asset will become the property of the City, is due in January of 1997.

During the year ended June 30, 1994, the City entered into two capital leases. The first lease is for the purchase of a street sweeper. As of June 30, 1996 there remained a total principal obligation of \$42,846 with interest at a rate of 5.37%, payable in semi-annual installments of \$7,827 each (including interest). The final payment, at which time the asset will become the property of the City, is due March of 1999. The second lease is for the purchase of a copier. At June 30, 1996 there remained a total principal obligation of \$6,405 with interest at a rate of 13.17%, payable in monthly installments of \$317 (including interest). The final payment, at which time the asset will become the property of the City, is due May of 1998.

During the year ended June 30, 1996, the City entered into two capital leases. The first lease is for the purchase of three police vehicles. As of June 30, 1996 there remained a total principal obligation of \$49,350 with interest at a rate of 5.90%, payable in monthly installments of \$2,638 (including interest). The final payment, at which time the assets will become the property of the City, is due March of 1998. The second lease is for the purchase of a Digger Derrick. As of June 30, 1996 there remained a total principal obligation of \$34,312 with interest at a rate of 12.00%, payable in monthly installments of \$2,092 (including interest). The final payment, at which time the asset will become the property of the City, is due December of 1997.

The lease for the street sweeper, copier, police vehicles and the backhoe are shown in the General Fixed Assets Account Group. The lease for the digger derrick is shown in the Proprietary Fund.

CITY OF ST. MARTINVILLE, LOUISIANA
Notes to Financial Statements (Continued)

(16) Interfund Transfers

	<u>Transfer In</u>	<u>Transfer Out</u>
General Fund	\$1,781,986	\$ 5,600
Special Revenue Funds -		
Sales Tax Fund	-	560,618
Debt Service Fund	110,555	-
Enterprise Fund	125,000	1,548,505
Capital Projects	<u>97,182</u>	<u>-</u>
Totals	\$2,114,723 =====	\$2,114,723 =====

(17) Contracts

The City purchased power during 1996 in the amount of 2,461,188 from Cleco of which \$230,718 was owed for purchases for the month of June 1996 and \$229,188 was owed for purchases for the month of May, 1996.

On January 1, 1993, the City entered into a long term contract with CLECO for electric service to begin in 1995. The contract allows CLECO to operate and maintain a substation owned by the City commencing on the effective date of the agreement. Payments remaining are as follows:

1997	75,000
1998	75,000
1999	75,000
2000	75,000

(18) Compensation of City Officials

A detail of compensation paid to the Mayor and City Council for the year ended June 30, 1996 follows:

Eric Martin, Mayor	\$36,000 =====
Councilmen:	
Zerben Champagne	\$ 7,200
James Charles	7,200
Douglas Francois	7,200
Pat Martin	7,200
Mike Fuselier	<u>7,200</u>
	\$36,000 =====

CITY OF ST. MARTINVILLE, LOUISIANA

Notes to Financial Statements (Continued)

(19) Segment Information for the Enterprise Fund

The City of St. Martinville maintains one enterprise fund with three departments which provide electric, water, and sewerage services. Segment information for the year ended June 30, 1996 was as follows:

	<u>Electric Department</u>	<u>Water Department</u>	<u>Sewerage Department</u>	<u>Total Enterprise Fund</u>
Operating revenues	<u>\$4,542,776</u>	<u>\$415,935</u>	<u>\$483,661</u>	<u>\$5,442,372</u>
Operating expenses:				
Depreciation	66,235	115,911	149,029	331,175
Other	<u>3,150,277</u>	<u>328,726</u>	<u>244,337</u>	<u>3,723,340</u>
Total operating expenses	<u>3,216,512</u>	<u>444,637</u>	<u>393,366</u>	<u>4,054,515</u>
Operating income (loss)	\$1,326,264 =====	\$(28,702) =====	\$ 90,295 =====	\$1,387,857 =====

(20) Risk Management

The City established a limited risk management program for group hospitalization insurance. The City hired Self Insurance Administrators, Inc. as administrator for this program. This plan provides employee health benefits up to a maximum of \$1,000,000 per employee in a lifetime. The City purchases commercial insurance for individual claims in excess of \$20,000.

The General Fund of the City recognizes the assets, liabilities, revenues and expenditures of the group hospitalization insurance plan. The claims liability of \$66,936 reported in the fund at June 30, 1996, is based on the loss that is probable to have existed at the date of the financial statements and the amount of the loss that can be reasonably estimated. The City currently does not discount its claims liabilities.

A recap of the balance sheet accounts as they relate to the group health insurance plan is as follows:

	<u>June 30, 1996</u>	<u>June 30, 1995</u>
Cash	\$ 2,256	\$ 15,035
Receivable	15,330	34,108
Payable	<u>(66,936)</u>	<u>(68,363)</u>
Net	\$ (49,350) =====	\$ (19,220) =====

Notes to Financial Statements (Continued)

Receivables and claims payable was obtained from information provided by the third party administrator. Claims payable include claims incurred prior to June 30, 1996 and paid subsequently; claims incurred prior to June 30, 1996 and unpaid at July 31, 1996; and a provision for claims incurred but not reported.

(21) Subsequent Events

On October 1, 1996, the City authorized the issuance of \$1,375,000 Public Improvement Sales Tax Bonds, Series 1996 dated October 1, 1996 for the purpose of constructing, improving and resurfacing public streets, including drainage improvements incidental thereto. The bonds' effective interest rate is 4.95% and they mature October 1, 2009.

(22) Deficit in Individual Funds

The Capital Projects Fund reflects a deficit fund equity. This will be funded by the General Fund.

SUPPLEMENTAL INFORMATION

SCHEDULES OF INDIVIDUAL FUNDS AND ACCOUNT GROUPS

GENERAL FUND

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

CITY OF ST. MARTINVILLE, LOUISIANA
General Fund

Comparative Balance Sheet
June 30, 1996 and 1995

	<u>1996</u>	<u>1995</u>
ASSETS		
Cash	\$179,602	\$116,640
Ad valorem taxes receivable	281	281
Due from other funds	36,742	36,049
Due from governmental agencies	116,500	44,794
Stop loss receivable	<u>15,330</u>	<u>34,108</u>
 Total assets	 \$348,455 =====	 \$231,872 =====
LIABILITIES AND FUND BALANCE		
Liabilities:		
Accounts payable	\$ 52,559	\$103,984
Accrued payroll taxes payable	6,694	6,802
Municipal Employees' Retirement System	8,723	7,616
Due to other funds	184,025	76,287
Due to other governmental funds	-	31,171
Contingent liability	7,385	7,385
Retainage payable	18,008	-
Insurance payable	<u>66,936</u>	<u>68,363</u>
Total liabilities	<u>344,330</u>	<u>301,608</u>
 Fund balance (deficit):		
Unreserved, undesignated (deficit)	<u>4,125</u>	<u>(69,736)</u>
 Total liabilities and fund balance	 \$348,455 =====	 \$231,872 =====

CITY OF ST. MARTINVILLE, LOUISIANA
General Fund

Statement of Revenues, Expenditures, and
Changes in Fund Balance - Budget (GAAP Basis) and Actual
Year Ended June 30, 1996
With Comparative Actual Amounts for Year Ended June 30, 1995

	1996		Variance - Favorable (Unfavorable)	1995 Actual
	Budget	Actual		
Revenues:				
Taxes	\$ 49,000	\$ 49,272	\$ 272	\$ 49,306
Licenses and permits	170,300	180,244	9,944	174,248
Intergovernmental and franchise taxes	387,796	379,082	(8,714)	209,315
Charges for services	216,236	217,775	1,539	216,372
Court fines, bond forfeits and court costs	37,500	47,005	9,505	41,488
Miscellaneous	29,200	44,729	15,529	34,825
Total revenues	<u>890,032</u>	<u>918,107</u>	<u>28,075</u>	<u>725,554</u>
Expenditures:				
Current -				
General government (administration)	951,560	963,025	(11,465)	714,302
Public safety -				
Police department	742,892	742,352	540	660,399
Public works -				
Highway and streets department	416,395	374,104	42,291	439,467
Sanitation and health department	222,842	217,894	4,948	238,055
Capital outlay	275,486	343,262	(67,776)	189,949
Debt service -				
Principal payments on capital lease	-	34,063	(34,063)	31,964
Interest on capital lease	-	5,808	(5,808)	6,062
Total expenditures	<u>2,609,175</u>	<u>2,680,508</u>	<u>(71,333)</u>	<u>2,280,198</u>
Deficiency of revenues over expenditures	<u>(1,719,143)</u>	<u>(1,762,401)</u>	<u>(43,258)</u>	<u>(1,554,644)</u>
Other financing sources (uses):				
Operating transfers from enterprise fund	1,410,000	1,456,924	46,924	1,093,121
Operating transfers from sales tax fund	325,063	325,063	-	323,664
Operating transfers to capital projects fund	(5,600)	(5,600)	-	(5,000)
Proceeds from - capital leases	-	59,875	59,875	9,477
Total other financing sources	<u>1,729,463</u>	<u>1,836,262</u>	<u>106,799</u>	<u>1,421,262</u>
Excess (deficiency) of revenues and other sources over expenditures	10,320	73,861	63,541	(133,382)
Fund balance (deficit), beginning	<u>(69,736)</u>	<u>(69,736)</u>	-	<u>63,646</u>
Fund balance (deficit), ending	<u>\$ (59,416)</u>	<u>\$ 4,125</u>	<u>\$ 63,541</u>	<u>\$ (69,736)</u>

CITY OF ST. MARTINVILLE, LOUISIANA
General Fund

Statement of Revenues Compared to Budget (GAAP Basis)
Year Ended June 30, 1996
With Comparative Actual Amounts for Year Ended June 30, 1995

	1996		Variance - Favorable (Unfavorable)	1995 Actual
	<u>Budget</u>	<u>Actual</u>		
Taxes:				
Ad valorem	\$ 49,000	\$ 49,272	\$ 272	\$ 49,306
Licenses and permits:				
Occupational and insurance licenses	160,000	168,526	8,526	161,929
Miscellaneous	1,800	1,821	21	1,700
Beer and liquor	<u>8,500</u>	<u>9,897</u>	<u>1,397</u>	<u>10,619</u>
	<u>170,300</u>	<u>180,244</u>	<u>9,944</u>	<u>174,248</u>
Intergovernmental and franchise taxes:				
Tobacco tax	37,000	36,557	(443)	36,596
Beer tax	14,000	15,061	1,061	12,639
Gas franchise tax	34,000	32,701	(1,299)	34,735
LA State contributions-highway	5,600	5,618	18	8,427
Housing authority in lieu of taxes	9,300	8,810	(490)	8,085
Video poker	38,000	48,903	10,903	33,556
Chain store tax	1,700	1,685	(15)	1,705
Telecable franchise	7,000	7,538	538	7,057
Federal grant	204,115	176,277	(27,838)	33,549
State grant	4,081	13,081	9,000	-
State revenue sharing	<u>33,000</u>	<u>32,851</u>	<u>(149)</u>	<u>32,966</u>
	<u>387,796</u>	<u>379,082</u>	<u>(8,714)</u>	<u>209,315</u>
Charges for services	<u>216,236</u>	<u>217,775</u>	<u>1,539</u>	<u>216,372</u>
Fines, bond forfeits and court costs:				
Court fines and court costs	24,500	29,606	5,106	28,009
Bond forfeits	<u>13,000</u>	<u>17,399</u>	<u>4,399</u>	<u>13,479</u>
	<u>37,500</u>	<u>47,005</u>	<u>9,505</u>	<u>41,488</u>
Miscellaneous:				
Recreation revenues	9,800	13,510	3,710	12,434
Rents and leases	800	913	113	787
Drug seizure proceeds	-	2,282	2,282	2,025
Other miscellaneous	18,600	26,954	8,354	18,790
Sale of fixed asset	<u>-</u>	<u>1,070</u>	<u>1,070</u>	<u>789</u>
	<u>29,200</u>	<u>44,729</u>	<u>15,529</u>	<u>34,825</u>
Total revenues	\$890,032	\$918,107	\$ 28,075	\$725,554
	=====	=====	=====	=====

CITY OF ST. MARTINVILLE, LOUISIANA
General Fund

Statement of Expenditures Compared to Budget (GAAP Basis)
Year Ended June 30, 1996
With Comparative Actual Amounts for Year Ended June 30, 1995

	1996		Variance - Favorable (Unfavorable)	1995 Actual
	Budget	Actual		
General government:				
Administration -				
Advertising and public relations	\$ 2,500	\$ 1,099	\$ 1,401	\$ 3,834
Assessor's fees	2,200	2,210	(10)	2,175
Bank service charge	300	493	(193)	277
City celebrations and recreational expense	7,750	6,459	1,291	7,652
Communication expense - telephone and postage	7,000	4,502	2,498	6,553
Councilmen - per diem	36,000	36,000	-	36,000
Contributions to governmental agencies:				
Civil defense	720	-	720	720
National guard	600	600	-	600
Parish service center	1,020	1,104	(84)	1,020
Community Action Agency, Inc.	7,200	7,200	-	7,200
St. Martin Parish Council on Aging	2,000	2,000	-	2,000
SMEDA	22,105	22,105	-	12,105
Fire Department	27,500	27,475	25	-
Other	6,600	5,566	1,034	5,065
Copier and fax machine - fee and supplies	1,900	2,652	(752)	559
Coroner expenses	3,000	4,115	(1,115)	2,571
Dues and subscriptions	3,500	3,968	(468)	3,116
Extra clerical help	3,200	1,350	1,850	1,125
Group insurance	51,000	63,355	(12,355)	66,146
Insurance	43,566	37,656	5,910	39,172
Employee bonds	1,600	1,319	281	1,218
City workman's compensation	7,385	6,578	807	12,219
Indigent defenders costs	12,000	17,283	(5,283)	14,276
Landscaping expense	1,000	2,625	(1,625)	626
Main street program expenses	13,845	16,500	(2,655)	21,096
Miscellaneous supplies	3,000	1,510	1,490	3,610
Professional services:				
Auditing	36,000	22,298	13,702	12,824
City attorney per diem and legal fees	7,000	6,480	520	7,816
Marketing	13,750	13,750	-	1,250
Other legal fees	33,213	33,212	1	3,691
Fumigation	425	288	137	-
Payroll taxes	23,368	21,715	1,653	21,302
Repairs and maintenance	3,000	2,920	80	3,460
Recording and official journal	8,000	5,806	2,194	9,278
Rental and leases	1,485	380	1,105	1,485
Supplies - office and janitorial	8,500	8,572	(72)	12,336
Salaries and wages:				
Mayor	36,000	36,000	-	35,839
Administration -				
Secretary, City Clerk, etc.	118,000	122,040	(4,040)	124,673
Main street manager	26,420	26,252	168	21,317
Building inspector	3,780	3,780	-	3,783
Tourism expenses	23,731	30,382	(6,651)	14,989
Travel expenses, meals and conventions	9,550	8,824	726	8,575
Uniforms	-	190	(190)	4,622
Municipal Employee Retirement System expense	13,290	13,301	(11)	10,547
Evangeline recreation fund:				
Contract labor	5,600	5,600	-	830

(continued)

CITY OF ST. MARTINVILLE, LOUISIANA
General Fund

Statement of Expenditures Compared to Budget (GAAP Basis) (continued)
Year Ended June 30, 1996
With Comparative Actual Amounts for Year Ended June 30, 1995

	1996		Variance - Favorable (Unfavorable)	1995 Actual
	Budget	Actual		
Supplies - center	2,000	2,569	(569)	11,136
Concessions	800	811	(11)	1,022
Utilities	1,500	2,851	(1,351)	1,373
Salaries and wages	102,557	105,173	(2,616)	84,093
Miscellaneous and repairs	7,800	3,906	3,894	2,417
Southside Park expenses	11,000	686	10,314	26,249
La Maison Duchamp expenses	18,500	16,410	2,090	14,567
La Remise expenses	8,800	8,736	64	6,806
Safety Program expense	6,000	7,097	(1,097)	3,041
Employee physicals	2,000	3,577	(1,577)	3,786
Magistrate - City Court	1,500	2,457	(957)	1,589
Fire hydrant rent	-	6,300	(6,300)	6,175
Boat landing expenses	149,500	164,938	(15,438)	2,496
Total general government (administration)	<u>951,560</u>	<u>963,025</u>	<u>(11,465)</u>	<u>714,302</u>
Public safety:				
Police department -				
Advertising and public relations	500	880	(380)	4,787
Canine expense	800	507	293	661
Communications expense - radio, telephone and postage	14,500	12,988	1,512	10,444
Computer expense	2,000	1,878	122	6,137
Copier expense	6,340	1,945	4,395	-
Crowd control	1,500	-	1,500	412
Custody of prisoners	10,700	13,921	(3,221)	6,338
Investigative expenses	500	495	5	1,010
Dues and subscriptions	2,000	1,312	688	3,349
Extra clerical help	5,017	5,017	-	5,022
Gasoline, oil, and grease	11,500	13,567	(2,067)	15,069
Group insurance	53,334	57,590	(4,256)	55,066
Insurance	66,710	65,270	1,440	61,918
Municipal Police Retirement System	11,448	12,112	(664)	6,674
Miscellaneous	2,892	2,907	(15)	2,951
Payroll taxes	35,782	37,640	(1,858)	33,671
Patrol cars expense	2,500	10,218	(7,718)	3,220
Police uniforms and supplies	19,000	19,610	(610)	19,582
Professional services	12,600	6,662	5,938	-
Repairs and maintenance	26,000	26,115	(115)	21,475
Salaries and wages -				
Chief of police	34,120	34,116	4	31,430
Police officers	372,000	372,505	(505)	323,563
Special police and extra help	1,849	1,849	-	1,851
Secretary	22,000	17,701	4,299	20,300
Station expenses	1,800	1,202	598	2,491
Supplies - office and janitorial	14,000	13,160	840	12,781
Training and police school	8,500	7,524	976	6,613
Travel expense, meals, and conventions	3,000	3,661	(661)	3,186
Utilities	-	-	-	398
Total public safety	<u>742,892</u>	<u>742,352</u>	<u>540</u>	<u>660,399</u>
Public works:				
Highways and streets department -				
Chemicals and weed control	8,000	5,103	2,897	6,963
Contract labor	38,071	660	37,411	15,074
Gasoline, oil and grease	11,500	12,179	(679)	9,722
Group insurance	20,681	19,935	746	22,476
Insurance	25,867	22,594	3,273	25,273

(continued)

CITY OF ST. MARTINVILLE, LOUISIANA
General Fund

Statement of Expenditures Compared to Budget (GAAP Basis) (Continued)
Year Ended June 30, 1996
With Comparative Actual Amounts for Year Ended June 30, 1995

	1996		Variance - Favorable (Unfavorable)	1995 Actual
	Budget	Actual		
Miscellaneous	292	606	(314)	2,641
Professional services -				
Civil engineer	30,000	32,252	(2,252)	19,424
Payroll taxes	13,874	13,029	845	13,743
Repairs and maintenance -				
Trucks	9,000	11,086	(2,086)	12,135
Repairs - equipment	1,500	997	503	1,664
Salaries and wages	163,410	167,665	(4,255)	170,695
Street surfacing materials	24,000	23,953	47	39,463
Supplies	25,500	18,212	7,288	51,342
Dog pound	2,500	2,639	(139)	2,099
Mosquito control	8,500	7,898	602	7,750
Motor vehicle inspection station	200	172	28	188
City clean-up and cleanest city contest	31,500	31,229	271	26,755
Street sweeper expense	1,000	2,462	(1,462)	2,611
Uniforms	-	311	(311)	8,843
Utilities	1,000	1,122	(122)	606
Total public works	<u>416,395</u>	<u>374,104</u>	<u>42,291</u>	<u>439,467</u>
Sanitation and health department:				
Communications -				
Telephone	1,500	1,073	427	1,461
Rentals and Leases -				
Dump site and equipment	2,400	2,400	-	2,400
Waste collection and disposal - outside services	218,942	214,421	4,521	234,194
Total sanitation and health department	<u>222,842</u>	<u>217,894</u>	<u>4,948</u>	<u>238,055</u>
Capital outlay:				
General government -				
Equipment	76,204	112,928	(36,724)	25,222
Public safety -				
Vehicles and equipment	5,000	6,235	(1,235)	18,586
Capital lease	10,627	59,875	(49,248)	9,477
Public works -				
Street overlay	159,000	164,224	(5,224)	136,664
Capital lease	24,655	-	24,655	-
Total capital outlay	<u>275,486</u>	<u>343,262</u>	<u>(67,776)</u>	<u>189,949</u>
Debt service:				
Principal payments on capital lease	-	34,063	(34,063)	31,964
Interest on capital lease	-	5,808	(5,808)	6,062
Total debt service	<u>-</u>	<u>39,871</u>	<u>(39,871)</u>	<u>38,026</u>
Total expenditures	<u>\$2,609,175</u>	<u>\$2,680,508</u>	<u>\$(71,333)</u>	<u>\$2,280,198</u>

SPECIAL REVENUE FUNDS

Sales Tax Fund - To account for the receipt and use of proceeds of the City's 1% sales and use tax. The proceeds of this tax are to be used (after paying reasonable and necessary costs and expenses of collecting and administering the tax) for the purpose of constructing and acquiring capital improvements to the waterworks system of the City and for the purpose of establishing, acquiring, constructing, operating, and maintaining solid waste disposal facilities, sewers and sewerage disposal work, drains and drainage facilities, and streets, sidewalks and bridges, including the necessary land, equipment and furnishings, therefore, or for any one or more of said purposes, said tax to be subject to funding into bonds by the City for the purpose of making capital improvements to the extent and in the manner permitted by the laws of Louisiana.

Proceeds of the tax have been pledged and dedicated to the retirement of Public Improvement Bonds dated September 1, 1976.

Section 8 Fund - To account for the receipt and subsequent expenditure of Section 8 housing funds received from the federal government.

Housing Rehab Fund - To account for the subsequent receipt and expenditure of federal funds approved for housing repairs and remodeling due to damages incurred during Hurricane Andrew.

CITY OF ST. MARTINVILLE, LOUISIANA
Special Revenue Funds

Combining Balance Sheet
June 30, 1996
With Comparative Totals for June 30, 1995

	<u>Housing Rehab Fund</u>	<u>Sales Tax Fund</u>	<u>Section 8 Fund</u>	<u>Totals</u>	
				<u>1996</u>	<u>1995</u>
ASSETS					
Cash	\$ 43	\$ 59,072	\$15,538	\$ 74,653	\$122,810
Interest-bearing deposits	-	552,828	32,240	585,068	632,307
Accrued interest receivable	-	3,994	107	4,101	5,219
Due from other funds	-	27,474	-	27,474	-
Due from other governments	<u>17,848</u>	<u>-</u>	<u>41,845</u>	<u>59,693</u>	<u>24,538</u>
 Total assets	 \$17,891 =====	 \$643,368 =====	 \$89,730 =====	 \$750,989 =====	 \$784,874 =====
LIABILITIES AND FUND BALANCES					
Liabilities:					
Accounts payable	\$ 4,200	\$ -	\$ -	\$ 4,200	\$-
Due to other funds	355	-	-	355	100
Unearned revenue	-	-	-	-	14,368
Contracts payable	9,913	-	-	9,913	-
Retainage payable	<u>3,480</u>	<u>-</u>	<u>-</u>	<u>3,480</u>	<u>9,678</u>
Total liabilities	<u>17,948</u>	<u>-</u>	<u>-</u>	<u>17,948</u>	<u>24,146</u>
Fund balances (deficit):					
Reserved for housing purposes	(57)	-	89,730	89,673	77,105
Unreserved, undesignated	<u>-</u>	<u>643,368</u>	<u>-</u>	<u>643,368</u>	<u>683,623</u>
Total fund balances	<u>(57)</u>	<u>643,368</u>	<u>89,730</u>	<u>733,041</u>	<u>760,728</u>
 Total liabilities and fund balances	 \$17,891 =====	 \$643,368 =====	 \$89,730 =====	 \$750,989 =====	 \$784,874 =====

CITY OF ST. MARTINVILLE, LOUISIANA
Special Revenue Funds

Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
Year Ended June 30, 1996
With Comparative Totals for June 30, 1995

	<u>Housing Rehab Fund</u>	<u>Sales Tax Fund</u>	<u>Section 8 Fund</u>	<u>Totals</u>	
				1996	1995
Revenues:					
Taxes	\$ -	\$ 495,233	\$ -	\$ 495,233	\$ 473,304
Intergovernmental	298,956	-	185,876	484,832	257,000
Interest on investments	-	30,421	2,107	32,528	30,495
Total revenues	<u>298,956</u>	<u>525,654</u>	<u>187,983</u>	<u>1,012,593</u>	<u>760,799</u>
Expenditures:					
Rent supplement	-	-	148,664	148,664	131,155
Construction expense	258,235	-	-	258,235	96,742
Salaries	-	-	21,577	21,577	21,445
Administrative expense	40,721	5,291	5,174	51,186	11,529
Total expenditures	<u>298,956</u>	<u>5,291</u>	<u>175,415</u>	<u>479,662</u>	<u>260,871</u>
Excess of revenues over expenditures	-	520,363	12,568	532,931	499,928
Other financing uses:					
Operating transfers out	-	(560,618)	-	(560,618)	(541,518)
Excess (deficiency) of revenues over expenditures and other uses	-	(40,255)	12,568	(27,687)	(41,590)
Fund balances (deficit), beginning	<u>(57)</u>	<u>683,623</u>	<u>77,162</u>	<u>760,728</u>	<u>802,318</u>
Fund balances (deficit), ending	<u>\$ (57)</u>	<u>\$ 643,368</u>	<u>\$ 89,730</u>	<u>\$ 733,041</u>	<u>\$ 760,728</u>
	=====	=====	=====	=====	=====

CITY OF ST. MARTINVILLE, LOUISIANA
Special Revenue Fund
Housing Rehab Fund

Statement of Revenues, Expenditures, and
Changes in Fund Balance - Budget (GAAP Basis) and Actual
Year Ended June 30, 1996
With Comparative Actual Amounts for Year Ended June 30, 1995

	1996		Variance - Favorable	1995
	Budget	Actual	(Unfavorable)	Actual
Revenues:				
Intergovernmental -				
Grants from federal				
government	\$298,702	\$298,956	\$ 254	\$97,195
Total revenues	298,702	298,956	254	97,195
Expenditures:				
Construction expense	259,558	258,235	1,323	96,742
Administrative expense	39,144	40,721	(1,577)	453
Total expenditures	298,702	298,956	(254)	97,195
Excess of revenues over expenditures	-	-	-	-
Fund balance (deficit), beginning	(57)	(57)	-	(57)
Fund balance (deficit), ending	\$ (57) =====	\$ (57) =====	\$ - =====	\$ (57) =====

CITY OF ST. MARTINVILLE, LOUISIANA
Special Revenue Fund
Sales Tax Fund

Statement of Revenues, Expenditures, and
Changes in Fund Balance - Budget (GAAP Basis) and Actual
Year Ended June 30, 1996
With Comparative Actual Amounts for Year Ended June 30, 1995

	1996		Variance - Favorable (Unfavorable)	1995 Actual
	Budget	Actual		
Revenues:				
Taxes -				
Sales taxes	\$ 485,000	\$ 495,233	\$10,233	\$ 473,304
Interest on investments	<u>31,500</u>	<u>30,421</u>	<u>(1,079)</u>	<u>28,560</u>
Total revenues	<u>516,500</u>	<u>525,654</u>	<u>9,154</u>	<u>501,864</u>
Expenditures	<u>5,000</u>	<u>5,291</u>	<u>(291)</u>	<u>5,096</u>
Excess of revenues over expenditures	<u>511,500</u>	<u>520,363</u>	<u>8,863</u>	<u>496,768</u>
Other financing uses:				
Operating transfers to -				
General Fund	(325,063)	(325,063)	-	(323,664)
Water and light plant fund	(125,000)	(125,000)	-	(125,000)
Debt Service Fund	<u>(110,555)</u>	<u>(110,555)</u>	<u>-</u>	<u>(92,854)</u>
Total financing uses	<u>(560,618)</u>	<u>(560,618)</u>	<u>-</u>	<u>(541,518)</u>
Deficiency of revenues over expenditures and other uses	(49,118)	(40,255)	8,863	(44,750)
Fund balance, beginning	<u>683,623</u>	<u>683,623</u>	<u>-</u>	<u>728,373</u>
Fund balance, ending	\$ 634,505 =====	\$ 643,368 =====	\$ 8,863 =====	\$ 683,623 =====

CITY OF ST. MARTINVILLE, LOUISIANA
Special Revenue Fund
Section 8 Housing Fund

Statement of Revenues, Expenditures, and
Changes in Fund Balance - Budget (GAAP Basis) and Actual
Year Ended June 30, 1996
With Comparative Actual Amounts for Year Ended June 30, 1995

	1996		Variance - Favorable	1995
	<u>Budget</u>	<u>Actual</u>	<u>(Unfavorable)</u>	<u>Actual</u>
Revenues:				
Intergovernmental - Grants from federal government	\$173,403	\$185,876	\$12,473	\$159,805
Interest	<u>1,800</u>	<u>2,107</u>	<u>307</u>	<u>1,935</u>
Total revenues	<u>175,203</u>	<u>187,983</u>	<u>12,780</u>	<u>161,740</u>
Expenditures:				
Rent supplement	147,759	148,664	(905)	131,155
Salaries	21,500	21,577	(77)	21,445
Administrative expense	<u>5,445</u>	<u>5,174</u>	<u>271</u>	<u>5,980</u>
Total expenditures	<u>174,704</u>	<u>175,415</u>	<u>(711)</u>	<u>158,580</u>
Excess of revenues over expenditures	499	12,568	12,069	3,160
Fund balance, beginning	<u>77,162</u>	<u>77,162</u>	-	<u>74,002</u>
Fund balance, ending	\$ 77,661 =====	\$ 89,730 =====	\$12,069 =====	\$ 77,162 =====

DEBT SERVICE FUND

The Public Improvements Debt Service Fund is used to accumulate monies for payment of the following different bond issues:

Public Improvement Series ST-1 9-1-76 - To accumulate monies for payment of the 1976 \$1,200,000 Public Improvement Bonds which are serial bonds due in annual installments, plus interest, through maturity in 2001. Debt service is financed from proceeds of the City's 1% sales and use tax.

Public Improvement Series A,B,C,D and E 6-1-78 - To accumulate monies for payment of the 1978 \$250,000, \$250,000, \$75,000, \$75,000, and \$100,000 Public Improvement Bonds which are serial bonds due in annual installments, plus interest, through maturity in 1998. Debt service is financed by the levy of a specific ad valorem tax.

Public Improvement Series A & B 7-1-79 - To accumulate monies for payment of the 1979 \$40,000 and \$210,000 Public Improvement Bonds which are serial bonds due in annual installments, plus interest, through maturity in 1999. Debt service is financed by the levy of a specific ad valorem tax.

CITY OF ST. MARTINVILLE, LOUISIANA
Debt Service Fund

Comparative Balance Sheet
June 30, 1996 and 1995

	<u>1996</u>	<u>1995</u>
ASSETS		
Cash	\$209,055	\$184,603
Interest-bearing deposits	364,071	351,774
Ad valorem taxes receivable	424	424
Due from other funds	3,493	2,528
Accrued interest receivable	<u>3,136</u>	<u>3,102</u>
 Total assets	 \$580,179 =====	 \$542,431 =====
FUND BALANCE		
Fund balance:		
Reserved for debt service	\$580,179 =====	\$542,431 =====

CITY OF ST. MARTINVILLE, LOUISIANA
Debt Service Fund

Statement of Revenues, Expenditures, and
Changes in Fund Balance - Budget (GAAP Basis) and Actual
Year Ended June 30, 1996
With Comparative Actual Amounts for Year Ended June 30, 1995

	1996		Variance - Favorable	1995
	Budget	Actual	(Unfavorable)	Actual
Revenues:				
Ad valorem taxes	\$ 90,000	\$ 90,420	\$ 420	\$ 90,482
Interest on investments	14,887	21,866	6,979	17,998
Miscellaneous -				
Penalties	<u>1,000</u>	<u>3,216</u>	<u>2,216</u>	<u>2,383</u>
Total revenues	<u>105,887</u>	<u>115,502</u>	<u>9,615</u>	<u>110,863</u>
Expenditures:				
Principal retirement	138,000	138,000	-	133,000
Interest	49,393	49,392	1	57,591
Paying agents' fees	<u>917</u>	<u>917</u>	<u>-</u>	<u>918</u>
Total expenditures	<u>188,310</u>	<u>188,309</u>	<u>1</u>	<u>191,509</u>
Deficiency of revenues over expenditures	(82,423)	(72,807)	9,616	(80,646)
Other financing sources:				
Operating transfers from Sales Tax Fund	<u>110,555</u>	<u>110,555</u>	<u>-</u>	<u>92,854</u>
Excess of revenues and other sources over expenditures	28,132	37,748	9,616	12,208
Fund balance, beginning	<u>542,431</u>	<u>542,431</u>	<u>-</u>	<u>530,223</u>
Fund balance, ending	\$570,563 =====	\$580,179 =====	\$ 9,616 =====	\$542,431 =====

CAPITAL PROJECTS FUND

To account for the receipt of funds and subsequent disbursements made relative to the Acadian Memorial Building.

CITY OF ST. MARTINVILLE, LOUISIANA
Capital Projects Fund

Comparative Balance Sheet
June 30, 1996 and 1995

	<u>1996</u>	<u>1995</u>
ASSETS		
Cash	\$ 455	\$16,316
Due from other funds	<u>567</u>	<u>126</u>
 Total assets	 \$ 1,022	 \$16,442
	=====	=====
LIABILITIES AND FUND BALANCE		
Liabilities:		
Due to other funds	\$ 6,000	\$ 6,000
Fund balance (deficit):		
Unreserved, undesignated	<u>(4,978)</u>	<u>10,442</u>
 Total liabilities and fund balance	 \$ 1,022	 \$ 16,442
	=====	=====

CITY OF ST. MARTINVILLE, LOUISIANA
Capital Projects Fund

Comparative Statement of Revenues, Expenditures,
and Changes in Fund Balances
Years Ended June 30, 1996 and 1995

	<u>1996</u>	<u>1995</u>
Revenues:		
Grant proceeds	\$ 29,790	\$ 16,789
Interest earned	746	280
Miscellaneous	<u>22,580</u>	<u>15,108</u>
Total revenues	<u>53,116</u>	<u>32,177</u>
Expenditures:		
Capital outlay	156,020	24,012
Professional services	2,000	-
Administrative expense	5,147	5,677
Fundraising expense	<u>2,551</u>	<u>-</u>
Total expenditures	<u>165,718</u>	<u>29,689</u>
Excess (deficiency) of revenues over expenditures	<u>(112,602)</u>	<u>2,488</u>
Other financial sources:		
Operating transfers from General Fund	5,600	5,000
Operating transfers from Enterprise Fund	<u>91,582</u>	<u>-</u>
Total other financial sources	<u>97,182</u>	<u>5,000</u>
Excess (deficiency) of revenues and other sources over expenditures	(15,420)	7,488
Fund balance, beginning	<u>10,442</u>	<u>2,954</u>
Fund balance (deficit), ending	\$ (4,978) =====	\$ 10,442 =====

ENTERPRISE FUND

Water & Light Plant Fund - To account for the provision of electric, water, and sewer services to residents of the City. All activities necessary to provide such services are accounted for in this fund, including, but not limited to, administration, operations, maintenance, financing and related debt service, and billing and collection.

CITY OF ST. MARTINVILLE, LOUISIANA
Enterprise Fund
Water and Light Plant Fund

Comparative Balance Sheet
June 30, 1996 and 1995

	<u>1996</u>	<u>1995</u>
ASSETS		
Current assets:		
Cash	\$ 244,710	\$ 26,807
Interest-bearing deposits	739,872	893,671
Receivables:		
Accounts	626,461	497,919
Unbilled utility	335,223	294,089
Due from other funds	179,966	73,633
Inventory - material and supplies	144,569	154,464
Prepaid expenses	<u>61,818</u>	<u>52,757</u>
Total current assets	<u>2,332,619</u>	<u>1,993,340</u>
Restricted assets:		
Cash	281,457	311,991
Investments	<u>254,876</u>	<u>252,024</u>
Total restricted assets	<u>536,333</u>	<u>564,015</u>
Plant and equipment, at cost, net of accumulated depreciation (1996 \$4,634,508; 1995 \$4,334,857)	<u>7,821,162</u>	<u>7,848,698</u>
Construction in progress	<u>-</u>	<u>211,059</u>
Equipment held under capital leases, net of accumulated depreciation (\$10,800)	<u>43,200</u>	<u>-</u>
Total assets	<u>\$10,733,314</u>	<u>\$10,617,112</u>

	<u>1996</u>	<u>1995</u>
LIABILITIES AND FUND EQUITY		
Liabilities:		
Current liabilities (payable from current assets) -		
Accounts payable	\$ 497,218	\$ 269,619
Due to other funds	57,862	29,949
Accrued payroll and sales taxes payable	35,938	30,188
Municipal Employees Retirement System	7,235	7,140
Retainage payable	-	21,106
Obligations under capital lease	<u>34,312</u>	<u>-</u>
Total current liabilities (payable from current assets)	<u>632,565</u>	<u>358,002</u>
Current liabilities (payable from restricted assets) -		
Revenue bonds payable	45,000	43,000
Interest coupons payable	844	1,650
Customers' meter deposits	<u>214,933</u>	<u>217,213</u>
Total current liabilities (payable from restricted assets)	<u>260,777</u>	<u>261,863</u>
Long-term liabilities -		
Revenue bonds payable	-	45,000
DEQ loan payable	<u>2,200,683</u>	<u>2,260,852</u>
Total long-term liabilities	<u>2,200,683</u>	<u>2,305,852</u>
Total liabilities	<u>3,094,025</u>	<u>2,925,717</u>
Fund equity:		
Contributed capital -		
Municipality	122,725	122,725
Federal grant	3,323,415	3,323,415
Federal revenue sharing	4,905	4,905
Sales tax fund	255,383	255,383
Capital projects fund	2,822	2,822
Special assessment fund	<u>1,235</u>	<u>1,235</u>
Total contributed capital	<u>3,710,485</u>	<u>3,710,485</u>
Retained earnings -		
Reserved for debt retirement	63,723	70,255
Unreserved	<u>3,865,081</u>	<u>3,910,655</u>
Total retained earnings	<u>3,928,804</u>	<u>3,980,910</u>
Total fund equity	<u>7,639,289</u>	<u>7,691,395</u>
Total liabilities and fund equity	<u>\$10,733,314</u>	<u>\$10,617,112</u>
	=====	=====

CITY OF ST. MARTINVILLE, LOUISIANA
Enterprise Fund
Water and Light Plant Fund

Comparative Statement of Revenues, Expenses, and Changes in Retained Earnings
Years Ended June 30, 1996 and 1995

	Totals		Electric Department	
	1996	1995	1996	1995
Operating revenues:				
Charges for services -				
Customer service charges	\$ 5,233,229	\$ 4,580,582	\$4,352,187	\$3,783,624
Delinquent charges	65,080	61,659	54,017	50,930
Tap and reconnection fees	25,986	23,000	21,568	18,998
Lease revenue	100,000	125,000	100,000	125,000
Grant Revenue	-	1,500	-	-
Miscellaneous	18,077	17,036	15,004	14,072
Total operating revenues	<u>5,442,372</u>	<u>4,808,777</u>	<u>4,542,776</u>	<u>3,992,624</u>
Operating expenses:				
Salaries and wages	473,511	501,241	133,888	130,394
Contract labor	26,603	52,763	23,848	47,617
Power purchases	2,452,558	2,106,745	2,451,188	2,106,745
Supplies	249,638	192,576	115,285	85,454
Maintenance and repairs	20,870	16,796	7,051	451
Electricity	60,688	54,454	-	-
Telephone	6,271	5,509	-	-
Professional services	87,607	54,143	32,159	7,867
Chemicals	10,152	14,043	-	-
Communications	19,917	21,671	-	-
Computer services	7,211	5,366	-	-
Bad debts	20,917	15,950	-	-
Group insurance	84,977	68,983	-	-
Insurance	133,591	115,825	-	-
Municipal employee retirement expense	14,551	11,893	-	-
Payroll taxes	36,545	39,938	-	-
Travel expense	752	1,963	-	-
Depreciation expense	331,175	267,408	66,235	53,482
Miscellaneous	16,981	23,578	4,644	4,885
Total operating expenses	<u>4,054,515</u>	<u>3,570,845</u>	<u>2,834,298</u>	<u>2,436,895</u>
Operating income (loss)	\$ 1,387,857	\$ 1,237,932	\$1,708,478	\$1,555,729
Allocation of general and administrative expenses	-	-	382,214	350,350
Operating income after allocation of general and administrative expenses	<u>\$ 1,387,857</u>	<u>\$ 1,237,932</u>	<u>\$1,326,264</u>	<u>\$1,205,379</u>
Nonoperating revenues (expenses):				
Interest income	59,178	54,325		
Amortization of issue costs	-	(197)		
Interest expense	(64,581)	(55,761)		
Paying agents' fees	(277)	(758)		
Administrative fees	(11,430)	(5,412)		
Gain (loss) on disposition of assets	652	(593)		
Total nonoperating revenues (expenses)	<u>(16,458)</u>	<u>(8,396)</u>		
Income before operating transfers	<u>1,371,399</u>	<u>1,229,536</u>		
Operating transfers in (out):				
Operating transfers in	125,000	125,000		
Operating transfers out	(1,548,505)	(1,093,121)		
Total operating transfers	<u>(1,423,505)</u>	<u>(968,121)</u>		
Net income (loss)	(52,106)	261,415		
Retained earnings, beginning	<u>3,980,910</u>	<u>3,719,495</u>		
Retained earnings, ending	<u>\$ 3,928,804</u>	<u>\$ 3,980,910</u>		

Water Department		Sewerage Department		General and Administrative	
1996	1995	1996	1995	1996	1995
\$407,204	\$383,461	\$473,838	\$413,497	\$ -	\$ -
5,206	5,161	5,857	5,568	-	-
2,079	1,925	2,339	2,077	-	-
-	-	-	-	-	-
-	-	-	1,500	-	-
1,446	1,426	1,627	1,538	-	-
<u>415,935</u>	<u>391,973</u>	<u>483,661</u>	<u>424,180</u>	-	-
138,407	135,632	83,085	109,219	118,131	125,996
1,495	1,150	1,260	3,996	-	-
1,370	-	-	-	-	-
84,414	50,719	38,371	50,206	11,568	6,197
4,903	3,900	2,682	7,515	6,234	4,930
46,743	43,737	13,945	10,717	-	-
4,040	3,816	2,231	1,693	-	-
657	321	48,025	39,452	6,766	6,503
5,737	6,309	4,415	7,734	-	-
-	-	-	-	19,917	21,671
-	-	-	-	7,211	5,366
-	-	-	-	20,917	15,950
-	-	-	-	84,977	68,983
-	-	-	-	133,591	115,825
-	-	-	-	14,551	11,893
-	-	-	-	36,545	39,938
752	235	-	969	-	759
115,911	93,593	149,029	120,333	-	-
3,368	1,675	8,878	16,876	91	142
<u>407,797</u>	<u>341,087</u>	<u>351,921</u>	<u>368,710</u>	<u>460,499</u>	<u>424,153</u>
8,138	50,886	131,740	55,470	(460,499)	(424,153)
<u>36,840</u>	<u>35,502</u>	<u>41,445</u>	<u>38,301</u>	<u>(460,499)</u>	<u>(424,153)</u>
<u>\$(28,702)</u>	<u>\$ 15,384</u>	<u>\$ 90,295</u>	<u>\$ 17,169</u>	<u>\$ -</u>	<u>\$ -</u>

CITY OF ST. MARTINVILLE, LOUISIANA
Enterprise Fund
Water and Light Plant Fund

Comparative Statement of Cash Flows
Years Ended June 30, 1996 and 1995

	1996	1995
Cash flows from operating activities:		
Operating income	\$ 1,387,857	\$ 1,237,932
Adjustments to reconcile operating income to net cash provided by operating activities -		
Depreciation	331,175	267,408
Amortization of legal fees	-	316
Changes in assets and liabilities:		
(Increase) decrease in receivables	(276,009)	(105,392)
(Increase) decrease in prepaid expenses	(9,061)	(7,286)
(Increase) decrease in inventory	9,895	(20,411)
Increase (decrease) in payables	274,563	(361,993)
Increase (decrease) in customer meter deposits	(2,280)	7,454
Total adjustments	328,283	(219,904)
Net cash provided by operating activities	1,716,140	1,018,028
Cash flows from non-capital financing activities:		
Operating transfers out to other funds	(1,548,505)	(1,093,121)
Operating transfers in from other funds	125,000	125,000
Net cash used in non-capital financing activities	(1,423,505)	(968,121)
Cash flows from capital and related financing activities:		
Loan proceeds from DEQ	24,531	706,973
Interest paid on bonds and certificate of indebtedness	(3,960)	(10,135)
Principal paid on bonds and certificate of indebtedness	(43,000)	(165,000)
Capital lease payments	(25,108)	-
Payments made to paying agents	(277)	(758)
Payments made for administrative fees	(11,430)	(5,412)
Proceeds from disposition of fixed assets	1,010	377
Payments made for capital purchases	(101,151)	(80,656)
Payments made for construction in progress	-	(497,175)
Payments made on DEQ loan	(100,000)	(95,000)
Interest paid on DEQ loan	(56,006)	(48,017)
Net cash used in capital and related financing activities	(315,391)	(194,803)
Cash flows from investing activities:		
Interest earned on investments	59,178	54,325
Maturity of investments	1,145,695	1,165,202
Purchases of investments	(994,748)	(1,145,695)
Net cash provided by investing activities	210,125	73,832
Net increase (decrease) in cash and cash equivalents	187,369	(71,064)
Cash and cash equivalents, beginning of year	338,798	409,862
Cash and cash equivalents, end of year	\$ 526,167	\$ 338,798

CITY OF ST. MARTINVILLE, LOUISIANA
 Enterprise Fund
 Water and Light Plant Fund

Schedule of Changes in Assets Restricted for
 Revenue Bond and Certificates of Indebtedness Debt Service
 Year Ended June 30, 1996

	<u>Utilities Revenue Bonds and Interest Retirement</u>	<u>Utilities Revenue Bonds and Interest Reserve</u>	<u>Utilities Revenue Bonds Depreciation and Contingencies</u>	<u>1987 Certificates Of Indebtedness Retirement</u>	<u>Total</u>
Cash and investments, July 1, 1995	\$42,217	\$61,385	\$5,000	\$6,304	\$114,906
Cash receipts:					
Transfer from operating account	47,400	-	-	-	47,400
Interest on investments	<u>760</u>	<u>2,367</u>	<u>63</u>	<u>21</u>	<u>3,211</u>
Total receipts	<u>48,160</u>	<u>2,367</u>	<u>63</u>	<u>21</u>	<u>50,611</u>
Total cash and investments available	<u>90,377</u>	<u>63,752</u>	<u>5,063</u>	<u>6,325</u>	<u>165,517</u>
Cash disbursements:					
Principal payments	43,000	-	-	-	43,000
Interest payments	3,960	-	-	-	3,960
Paying agent fees	277	-	-	-	277
Transfer to operating account	<u>-</u>	<u>2,388</u>	<u>-</u>	<u>6,325</u>	<u>8,713</u>
Total disbursements	<u>47,237</u>	<u>2,388</u>	<u>-</u>	<u>6,325</u>	<u>55,950</u>
Cash and investments, June 30, 1996	\$43,140	\$61,364	\$5,063	\$ -	\$109,567
	=====	=====	=====	=====	=====

CITY OF ST. MARTINVILLE, LOUISIANA

Comparative Statement of General Fixed Assets
June 30, 1996 and 1995

	<u>1996</u>	<u>1995</u>
General fixed assets, at cost:		
Land and improvements	\$ 291,837	\$ 286,837
Buildings	1,909,956	1,505,384
Automobiles, trucks and tractors	287,131	216,398
Furniture, fixtures, and equipment	<u>320,646</u>	<u>314,341</u>
Total general fixed assets, at cost	\$2,809,570	\$2,322,960
	=====	=====
Investments in general fixed assets:		
Property acquired prior to July 1, 1972	\$ 255,908	\$ 255,908
Property acquired after July 1, 1972 from -		
General fund revenues	1,115,167	688,431
Federal revenue sharing trust fund	125,692	125,692
Section 8 Fund	738	738
Federal and state - grants	233,008	233,008
Special assessments	4,379	4,379
Bond proceeds	892,737	892,737
Capital lease obligation	<u>181,941</u>	<u>122,067</u>
Total investments in general fixed assets	\$2,809,570	\$2,322,960
	=====	=====

* Records reflecting source from which assets were acquired were not maintained prior to July 1, 1972.

CITY OF ST. MARTINVILLE, LOUISIANA

Statement of Changes in General Fixed Assets
For the Year Ended June 30, 1996

	<u>Land and Improvements</u>	<u>Buildings and Improvements</u>	<u>Equipment</u>		<u>Total</u>
			<u>Vehicles</u>	<u>Other</u>	
General fixed assets, beginning of year	\$286,837	\$1,505,384	\$216,398	\$314,341	\$2,322,960
Additions	5,000	404,572	70,733	6,660	486,965
Deletions:					
General Fund revenues	-	-	-	(355)	(355)
General fixed assets, end of year	\$291,837	\$1,909,956	\$287,131	\$320,646	\$2,809,570
	=====	=====	=====	=====	=====

GENERAL LONG-TERM DEBT ACCOUNT GROUP

To account for unmatured principal amounts on general long-term debt expected to be financed from governmental type funds. Payment of maturing obligations, including interest, are accounted for in the debt service funds.

CITY OF ST. MARTINVILLE, LOUISIANA

Comparative Statement of General Long-Term Debt
June 30, 1996 AND 1995

	<u>1996</u>	<u>1995</u>
Amount available and to be provided for the retirement of general long-term debt:		
Amount available in debt service fund for debt retirement	\$ 573,550	\$ 539,329
Amount to be provided from -		
Ad valorem taxes	47,483	127,431
1% sales and use tax	71,967	164,240
Capital lease	107,137	81,325
General Fund	<u>85,957</u>	<u>88,117</u>
Total available and to be provided	\$ 886,094	\$1,000,442
	=====	=====
General long-term debt payable:		
Bonds payable - to be retired from ad valorem taxes	\$ 198,000	\$ 271,000
Bonds payable - to be retired from sales tax revenues	495,000	560,000
Obligation on capital lease	107,137	81,325
Contingent liability	<u>85,957</u>	<u>88,117</u>
Total general long-term debt payable	\$ 886,094	\$1,000,442
	=====	=====

INTERNAL CONTROL, COMPLIANCE

AND

OTHER GRANT INFORMATION

DARNALL, SIKES, KOLDER, FREDERICK & RAINEY

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

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The Honorable Eric Martin, Mayor
and Members of the City Council
City of St. Martinville, Louisiana

We have audited the general purpose financial statements of the City of St. Martinville, Louisiana, for the year ended June 30, 1996, and have issued our report thereon dated November 21, 1996.

We have 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.

The management of the City of St. Martinville, 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 general purpose 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 St. Martinville, Louisiana, for the year ended June 30, 1996, we obtained an understanding of the internal control structure. With respect to the internal control structure, 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 in order to determine our auditing procedures for the purpose of expressing our opinion on the general purpose financial statements and not to provide an opinion on the internal control structure. Accordingly, we do not express such an opinion.

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We noted a certain matter involving the internal control structure and its operation that we consider to be a reportable condition under standards established by the American Institute of Certified Public Accountants. Reportable conditions involve matters coming to our attention relating to significant deficiencies in the design or operation of the internal control structure that, in our judgement, could adversely affect the entity's ability to record, process, summarize, and report financial data consistent with the assertions of management in the general purpose financial statements.

Inadequate Segregation of Accounting Functions

Finding:

Due to the small number of employees the City did not have adequate segregation of functions within the accounting system.

Recommendation:

Based upon the size of the operation and the cost-benefit of additional personnel, it may not be feasible to achieve complete segregation of duties.

Response:

No response is considered necessary.

A material weakness is a reportable 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 general purpose financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions.

Our consideration of the internal control structure would not necessarily disclose all matters in the internal control structure that might be reportable conditions and, accordingly, would not necessarily disclose all reportable conditions that are also considered to be material weaknesses as defined above. We believe the reportable condition described above is a material weakness.

We also noted other matters involving the internal control structure and its operation that we have reported to the management of the City of St. Martinville, Louisiana, in a separate letter dated November 21, 1996.

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

Darnall, Sikes, Kolder, Frederick & Rainey

A Corporation of Certified Public Accountants

Breaux Bridge, Louisiana
November 21, 1996

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

The Honorable Eric Martin, Mayor
and Members of the City Council
City of St. Martinville, Louisiana

We have audited the general purpose financial statements of the City of St. Martinville, Louisiana, as of and for the year ended June 30, 1996, and have issued our report thereon dated November 21, 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, 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.

Compliance with laws, regulations, contracts, and grants applicable to the City of St. Martinville, Louisiana is the responsibility of the City'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'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 consists of failures to follow requirements or violations of prohibitions, contained in statutes, regulations, contracts, or grants, that cause us to conclude that the aggregation of the misstatements resulting from those failures or violations is material to the general purpose financial statements. The results of our tests of compliance disclosed the following material instances of noncompliance.

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Government Fund Deficit

Finding:

According to Louisiana Revised Statutes a deficit fund balance situation is prohibited. The Capital Projects Fund has a deficit in its fund balance as of June 30, 1996.

Recommendation:

In order to comply with the Louisiana Revised Statutes, the City of St. Martinville, Louisiana needs to increase revenues and/or reduce expenditures, when appropriate in order to eliminate the deficit fund balance.

Response:

This occurred as a result of a journal entry made to reclassify a loan from General Fund as a transfer. A request will be made to the City Council to authorize this reclassification.

Government Fund Budgeted Deficit

Finding:

According to Louisiana Revised Statutes a deficit budgeted fund balance is prohibited. The General Fund budgeted a surplus for the year ended June 30, 1996; however, the surplus was not large enough to offset the beginning deficit of the fund balance account.

Recommendation:

In order to comply with the Louisiana Revised Statutes, the City of St. Martinville, Louisiana needs to prepare its budget so as to avoid a budgeted deficit in its fund balance account.

Response:

The management of the City of St. Martinville was unaware of this requirement. Their budget was based on activity for the year ending June 30, 1996 only. In the future, this requirement will be adhered to.

Davis Bacon Requirements

Finding:

The City of St. Martinville did not comply with requirements of the Davis Bacon Act concerning the monitoring of wages paid to contractors and subcontractors for work on construction projects financed by Federal assistance.

Recommendation:

The City should ensure that all wages paid to contractors and sub contractors adhere to the Federal wage and labor requirements.

Response:

Due to these funds being channeled through the State Department of Revenue & Taxation, the City Engineer monitoring this project was of the impression that these were State funds. In the future, the City will comply with all requirements of the Davis-Bacon Act.

Public Bid Laws

Finding:

The City of St. Martinville did not comply with certain public bid law requirements set forth in Louisiana law relating to bids for purchases of five thousand dollars or more, but less than ten thousand dollars. Louisiana Revised Statutes (LSA-R.S.) 38:2212 states in part that purchases of five thousand dollars or more, but less than ten thousand dollars shall be made by obtaining not less than three telephone or facsimile quotations. A written confirmation of the accepted offer shall be obtained and made a part of the purchase file. The City of St. Martinville, Louisiana was not in compliance with this law as it relates to a purchase of automobiles during the fiscal year ending June 30, 1996. Only two telephone quotes were obtained instead of the required three quotes.

Recommendation:

The City of St. Martinville should make every effort to adhere to the public bid laws by obtaining at least three telephone quotes for purchases over five thousand dollars and less than ten thousand dollars.

Response:

The City will adhere to State bid laws for all future purchases in excess of five thousand dollars.

We noted certain immaterial instances of noncompliance that we have reported to the management of the City of St. Martinville in a separate letter dated November 21, 1996.

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

Darnall, Sikes, Kolder, Frederick & Rainey

A Corporation of Certified Public Accountants

Breaux Bridge, Louisiana
November 21, 1996

DARNALL, SIKES, KOLDER, FREDERICK & RAINEY

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INDEPENDENT AUDITOR'S REPORT ON THE INTERNAL CONTROL STRUCTURE USED IN ADMINISTERING FEDERAL FINANCIAL ASSISTANCE PROGRAMS

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The Honorable Eric Martin, Mayor
and Members of the City Council
City of St. Martinville, Louisiana

We have audited the general purpose financial statements of the City of St. Martinville, Louisiana, as of and for the year ended June 30, 1996, and have issued our report thereon dated November 21, 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 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 June 30, 1996, we considered the internal control structure of the City of St. Martinville, Louisiana in order to determine our auditing procedures for the purpose of expressing our opinion on the City'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 federal financial assistance programs. We have addressed internal control structure policies and procedures relevant to our audit of the general purpose financial statements in a separate report dated November 21, 1996.

The management of the City of St. Martinville, 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 federal financial assistance programs are

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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 the purpose of this report, we have classified the significant internal control structure policies and procedures used in administering federal financial assistance programs in the following categories:

<u>Accounting Controls</u>	<u>Administrative Controls</u>	
	<u>General Requirements</u>	<u>Specific Requirements</u>
Billings	Political activity	Types of services allowed or not allowed
Receivables	Davis-Bacon Act	Eligibility
Cash receipts	Civil Rights	Reporting
Purchases/disbursements	Cash management	Matching, level of effort, or earmarking
Property, plant and equipment	Federal financial reports	
General ledger	Drug Free Workplace Act	

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 June 30, 1996, the City of St. Martinville, Louisiana had no major federal financial assistance programs and expended 100% of its total federal financial assistance under its nonmajor federal financial assistance programs.

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 advances and reimbursements and amounts claimed or used for matching that are applicable to each of the City's federal financial assistance programs, which are identified in the accompanying Schedule of Federal Financial Assistance. 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.

We noted certain matters involving the internal control structure and its operation that we consider to be reportable conditions under standards established by the American Institute of Certified Public Accountants. Reportable conditions involve matters coming to our attention relating to significant deficiencies in the design or operation of the internal control structure that, in our judgment, could adversely affect City of St. Martinville, Louisiana's ability to administer federal financial assistance programs in accordance with applicable laws and regulations.

Inadequate Segregation of Accounting Functions

Finding:

Due to the small number of employees, the City did not have adequate segregation of functions within the accounting system.

Recommendation:

Based upon the size of the operation and the cost-benefit of additional personnel, it may not be feasible to achieve complete segregation of duties.

Response:

No response is considered necessary.

A material weakness is a reportable 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.

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 be reportable conditions and, accordingly, would not necessarily disclose all reportable conditions that are also considered to be material weaknesses as defined above. We believe the reportable condition described above is a material weakness.

We also noted other matters involving the internal control structure and its operation that we have reported to the management of the City of St. Martinville, Louisiana, in a separate letter dated November 21, 1996.

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

Darnall, Sikes, Kolder, Frederick & Rainey

A Corporation of Certified Public Accountants

Breaux Bridge, Louisiana
November 21, 1996

DARNALL, SIKES, KOLDER, FREDERICK & RAINEY

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INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE WITH SPECIFIC REQUIREMENTS APPLICABLE TO NONMAJOR FEDERAL FINANCIAL ASSISTANCE PROGRAM TRANSACTIONS

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The Honorable Eric Martin, Mayor
and Members of the City Council
City of St. Martinville, Louisiana

We have audited the general purpose financial statements of the City of St. Martinville, Louisiana, as of and for the year ended June 30, 1996, and have issued our report thereon dated November 21, 1996.

In connection with our audit of the general purpose financial statements of the City of St. Martinville, Louisiana, and with our consideration of the City's control structure used to administer federal financial assistance programs, as required by Office of Management and Budget Circular A-128, Audits of State and Local Governments, we selected certain transactions applicable to certain nonmajor federal financial assistance programs for the year ended June 30, 1996. 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; eligibility; and special tests 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'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 St. Martinville, Louisiana had not complied, in all material respects, with those requirements. Also, the results of our procedures did not disclose any immaterial instances of noncompliance with those requirements.

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

Darnall, Sikes, Kolder, Frederick & Rainey

A Corporation of Certified Public Accountants

Breaux Bridge, Louisiana
November 21, 1996

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

DARNALL, SIKES, KOLDER, FREDERICK & RAINEY

(A CORPORATION OF CERTIFIED PUBLIC ACCOUNTANTS)

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Danny P. Frederick, CPA
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Clayton E. Darnall, CPA
Eugene H. Darnall, III, CPA
Russell F. Champagne, CPA
Victor R. Slaven, CPA

RETIRED

Eugene H. Darnall, CPA 1990

Lloyd F. Dore, Jr., CPA
Paula D. Bihm, CPA
Christine L. Cousin, CPA
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Jennifer S. Ziegler, CPA
P. Troy Courville, CFA
Stephen R. Dischler, MBA, CPA
Douglas D. Marcantel, CPA

INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE WITH THE GENERAL REQUIREMENTS APPLICABLE TO FEDERAL FINANCIAL ASSISTANCE PROGRAMS

The Honorable Eric Martin, Mayor
and Members of the City Council
City of St. Martinville, Louisiana

We have audited the general purpose financial statements of the City of St. Martinville, Louisiana, as of and for the year ended June 30, 1996, and have issued our report thereon dated November 21, 1996.

We have applied procedures to test the City of St. Martinville, Louisiana's compliance with the following requirements applicable to its federal financial assistance programs, which are identified in the Schedule of Federal Financial Assistance, for the year ended June 30, 1996:

General Requirements

Political activity
Davis-Bacon Act
Civil rights
Cash management
Federal financial reports
Drug Free Workplace Act

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 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 had not complied, in all material respects, with those requirements. However, the results of our procedures disclosed immaterial instances of noncompliance with those requirements, which are described in the accompanying Schedule of Findings and Questioned Costs.

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

Darnall, Sikes, Kolder, Frederick & Rainey

A Corporation of Certified Public Accountants

Breaux Bridge, Louisiana
November 21, 1996

DARNALL, SIKES, KOLDER, FREDERICK & RAINEY

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INDEPENDENT AUDITOR'S REPORT ON SCHEDULE OF FEDERAL FINANCIAL ASSISTANCE

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The Honorable Eric Martin, Mayor
and Members of the City Council
City of St. Martinville, Louisiana

We have audited the general purpose financial statements of the City of St. Martinville, Louisiana, for the year ended June 30, 1996, and have issued our report thereon dated November 21, 1996. These general purpose financial statements are the responsibility of the City of St. Martinville, Louisiana'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 financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

Our audit was conducted for the purpose of forming an opinion on the general purpose financial statements of the City of St. Martinville, Louisiana taken as a whole. The accompanying Schedule of Federal Financial Assistance is presented for purposes of additional analysis and is not a required part of the general purpose financial statements. The information in that schedule has been subjected to the auditing procedures applied in the audit of the general purpose financial statements and, in our opinion, is fairly stated in all material respects in relation to the general purpose financial statements taken as a whole.

Darnall, Sikes, Kolder, Frederick & Rainey

A Corporation of Certified Public Accountants

Breaux Bridge, Louisiana
November 21, 1996

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CITY OF ST. MARTINVILLE, LOUISIANA

Schedule of Federal Financial Assistance
For the Year Ended June 30, 1996

<u>Federal Grantor/ Pass-Through Grantor Program Title</u>	<u>Federal CFDA Number</u>	<u>Receipts or Revenue Recognized</u>	<u>Disbursements/ Expenditures</u>
U.S. Department of Housing and Urban Development Lower Income Housing: Program (Section 8 - Existing Housing and State Agency Program)	14.156	\$144,523	\$175,473
U.S. Department of Housing and Urban Development: Hurricane Andrew Disaster Relief	14.228	298,701	298,701
U.S. Department of Interior, Fish and Wildlife Service	15.605	122,161	122,161
U.S. Department of the Interior National Park Service, Historic Preservation Grants and Aid State of Louisiana, Department of Culture, Recreation and Tourism (Main Street Program)	15.904	11,500	33,752
U.S. Department of Justice (Public Safety and Community Policing Grant)	16.726	16,099	16,099
Department of Transportation and Development: National Highway Traffic Safety Division Louisiana Department of Public Safety and Corrections	20.600	2,694	2,694
U.S. Department of the Interior State of Louisiana, Department of Culture Recreation and Tourism (Park Improvement)	22.008	<u>23,823</u>	<u>23,823</u>
Total		\$619,501 =====	\$672,703 =====

CITY OF ST. MARTINVILLE, LOUISIANA

Schedule of Findings and Questioned Costs
Year Ended June 30, 1996

<u>Findings of Noncompliance</u>	<u>Questioned Costs</u>
<p>U.S. Department of Interior, Fish and Wildlife Service: State of Louisiana, Department of Wildlife and Fisheries (Boating Access Development) CFDA # 15.605</p> <p>Finding: The City of St. Martinville did not comply with requirements of the Davis Bacon Act as it relates to the monitoring of wages paid to contractors and subcontractors. Wages are to be monitored in order to determine if the required amount according to Federal Wage and Labor Standards have been paid to each contractor associated with projects financed by Federal assistance programs. Questioned costs cannot be estimated.</p> <p>Recommendation: The City should monitor all wages paid to all contractors and subcontractors in order to determine that appropriate amounts are disbursed as set forth in the Davis Bacon Act and the Federal Wage and Labor Standards.</p> <p>Response: Due to these funds being channeled through the State Department of Revenue & Taxation, the City Engineer monitoring this project was of the impression that these were State funds. In the future, the City will comply with all requirements of the Davis Bacon Act.</p>	

OTHER SUPPLEMENTARY INFORMATION

CITY OF ST. MARTINVILLE, LOUISIANA
Enterprise Fund
Water and Light Plant Fund

Schedule of Number of Utility Customers
(Unaudited)
June 30, 1996 and 1995

Records maintained by the City indicated the following number of customers were being served during the month of June, 1996 and 1995.

<u>Department</u>	<u>1996</u>	<u>1995</u>
Electric	2,873	2,811
Water	2,642	2,575
Sewerage	2,412	2,347

CITY OF ST. MARTINVILLE, LOUISIANA

Combined Schedule of Interest Bearing Deposits - All Funds
June 30, 1996

	<u>Term</u>	<u>Interest Rate</u>	<u>Maturity Date</u>	<u>Par Value</u>
Debt service fund:				
Certificate of deposit	182 days	4.35%	08/14/96	\$ 65,863
Certificate of deposit	182 days	4.30%	12/09/96	50,637
Certificate of deposit	1 year	5.15%	02/01/97	105,518
Certificate of deposit	1 year	5.15%	01/02/97	142,053
Total debt service fund				<u>364,071</u>
Sales tax fund:				
Certificate of deposit	1 year	5.25%	11/12/96	58,437
Certificate of deposit	1 year	5.25%	12/01/96	74,034
Certificate of deposit	1 year	5.15%	01/01/97	72,853
Certificate of deposit	1 year	5.15%	01/04/97	62,309
Certificate of deposit	1 year	5.15%	02/06/97	64,830
Certificate of deposit	1 year	4.85%	05/06/97	49,012
Certificate of deposit	1 year	4.90%	07/09/97	57,176
Certificate of deposit	1 year	5.15%	10/23/96	114,177
Total sales tax fund				<u>552,828</u>
Enterprise fund:				
Restricted investments -				
Certificate of deposit	1 year	5.15%	12/18/96	61,364
Certificate of deposit	11 months	5.05%	02/14/97	5,063
Certificate of deposit	11 months	5.50%	10/21/96	98,161
Certificate of deposit	1 year	6.00%	08/22/96	43,484
Certificate of deposit	1 year	5.25%	10/17/96	29,163
Certificate of deposit	1 year	5.25%	11/22/96	15,419
Certificate of deposit	1 year	5.25%	12/03/96	30,795
Certificate of deposit	1 year	5.15%	01/21/97	33,525
Certificate of deposit	1 year	5.05%	08/24/96	61,041
Total restricted investments				<u>378,015</u>
Unrestricted investments -				
Certificate of deposit	1 year	5.50%	10/07/96	109,500
Certificate of deposit	11 months	4.85%	07/15/96	327,369
Certificate of deposit	90 days	3.75%	08/18/96	95,541
Certificate of deposit	182 days	4.35%	07/18/96	84,323
Total unrestricted investments				<u>616,733</u>
Total enterprise fund				<u>994,748</u>
Section 8 fund:				
Certificate of deposit	1 year	5.25%	12/06/96	<u>32,240</u>
Total all funds				<u>\$1,943,887</u> =====

CITY OF ST. MARTINVILLE, LOUISIANA

Schedule of Insurance in Force
(Unaudited)
June 30, 1996

<u>Description of Coverage</u>	<u>Coverage Amounts</u>
Workmen's Compensation - Employer's liability	Statutory \$100,000
Surety Bonds -	
Town treasurer	15,000
Assistant town clerk	10,000
Public employees	250,000
General liability	500,000
Property coverage -	
Fire and light extended coverage vandalism and malicious mischief	5,443,113
Public official errors and omissions	500,000
Police professional liability	
Each occurrence	100,000
Aggregate	500,000
Automobile liability coverage	500,000