

TOWN OF MANY, LOUISIANA
DEBT SERVICE FUND
COMBINING BALANCE SHEET
JUNE 30, 1996

WITH COMPARATIVE TOTALS FOR JUNE 30, 1995

	PUBLIC IMPROVEMENT BONDS SERIES A 1975	PUBLIC IMPROVEMENT BONDS SERIES B 1975	CERTIFICATES OF INDEBTEDNESS SERIES 1987	NOTE PAYABLE	TOTALS
					1996 1995
ASSETS					
Cash	\$3,503	\$2,335	\$0	\$0	\$5,838 \$9,720
Due from (to) other cash accounts	8,258	(8,258)	0	0	0 0
Ad valorem taxes receivable	0	0	0	0	0 116
Due from general fund	581	2,241	0	0	2,822 3,078
Total assets	<u>\$12,342</u>	<u>(\$3,682)</u>	<u>\$0</u>	<u>\$0</u>	<u>\$8,660</u> <u>\$12,914</u>
LIABILITIES AND FUND BALANCES					
Fund balances - designated for debt service	<u>\$12,342</u>	<u>(\$3,682)</u>	<u>\$0</u>	<u>\$0</u>	<u>\$8,660</u> <u>\$12,914</u>
Total liabilities and fund balances	<u>\$12,342</u>	<u>(\$3,682)</u>	<u>\$0</u>	<u>\$0</u>	<u>\$8,660</u> <u>\$12,914</u>

The accompanying notes are an integral part of these statements.

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Town of Many, 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.

Release Date FEB 12 1997

Eugene W. Fremaux II

Certified Public Accountant

TOWN OF MANY, LOUISIANA
SPECIAL REVENUE FUNDS
SECTION EIGHT EXISTING HOUSING VOUCHER FUND
COMPARATIVE BALANCE SHEET
JUNE 30, 1996 AND 1995

ASSETS	1996	1995
Cash	\$0	\$0
Due from Federal government	0	0
	<u>\$0</u>	<u>\$0</u>
 LIABILITIES AND FUND BALANCE		
Liabilities:		
Due to general fund	0	0
Due to streets and sidewalks fund	0	0
Due to utility fund	0	0
Due to Federal government	0	0
Total liabilities	0	0
Fund balance – unreserved	0	0
Total liabilities and fund balance	<u>\$0</u>	<u>\$0</u>

The accompanying notes are an integral part of these statements.

TOWN OF MANY, LOUISIANA
SPECIAL REVENUE FUNDS
SECTION EIGHT EXISTING HOUSING VOUCHER FUND
COMPARATIVE STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES
YEARS ENDED JUNE 30, 1996 AND 1995

	1996	1995
Revenues:		
Intergovernmental revenues--		
United States Department of Housing and Urban Development	\$0	(\$979)
Expenditures:		
General government--		
Legal and accounting	0	0
Miscellaneous	0	(6)
Office supplies and postage	0	0
Rental voucher payments	0	0
Utilities reimbursements	0	0
Total expenditures	0	(6)
Excess (deficiency) of revenues over expenditures before transfers	0	(973)
Transfer to general fund	0	(20,787)
Excess (deficiency) of revenues over expenditures after transfers	0	(21,760)
Fund balance, beginning of year	0	21,760
Fund balance, end of year	\$0	\$0

The accompanying notes are an integral part of these statements.

DEBT SERVICE FUND

The debt service fund is used to account for the accumulation of resources and payment of general obligation bond principal and interest from governmental resources and special assessment bond principal and interest from special assessment levies when the government is obligated in some manner for the payment.

1975 Public Improvement Bonds - To accumulate monies for payment of the 1975 \$540,000 Public Improvement Bonds, Series A and B. Of the bonds, \$180,000 remain outstanding. Debt service is financed by the levy of a specific ad valorem tax.

1987 Certificates of Indebtedness - To accumulate monies for payment of the 1987 \$270,000 Certificates of Indebtedness. Of the certificates, \$183,000 remain outstanding. Debt service is financed from the general revenues of the Town of Many.

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TOWN OF MANY, LOUISIANA
 COMPARATIVE STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN RETAINED EARNINGS -
 UTILITY FUND
 PROPRIETARY FUND TYPE
 YEARS ENDED JUNE 30, 1996 AND 1995

	1996	1995
Operating revenues:		
Water charges	\$454,628	\$444,667
Sewer charges	154,107	152,686
Connection charges	9,413	13,707
Delinquent charges	8,734	8,555
Miscellaneous	1,394	1,062
Total operating revenues	<u>628,276</u>	<u>620,677</u>
Operating expenses:		
Salaries	133,053	141,931
Insurance	30,894	32,457
Supplies	29,903	41,089
Contract labor	650	2,221
Bad debt expense	2,927	4,054
Legal and accounting	4,921	6,395
Repairs and maintenance	35,754	6,170
Truck expense	2,061	3,086
Telephone	6,791	5,909
Rent	157	200
Office supplies and postage	4,775	4,966
Retirement	3,833	3,338
Payroll taxes	10,008	10,897
Utilities	110,542	89,984
Freight	1,150	830
Miscellaneous	4,557	8,394
Testing fees	3,005	2,870
Water treatment plant supplies	58,840	67,728
Sewer plant supplies	7,089	3,593
Water purchased	43,575	40,719
Depreciation	121,517	118,107
Professional fees	5,000	26,723
Travel and seminars	1,859	1,684
Total operating expenses	<u>622,861</u>	<u>623,345</u>
Operating income	<u>5,415</u>	<u>(2,668)</u>
Nonoperating revenues (expenses):		
Interest income	17,121	16,516
Interest expense	(35,875)	(36,250)
Total nonoperating revenues (expenses)	<u>(18,754)</u>	<u>(19,734)</u>
Net income	<u>(13,339)</u>	<u>(22,402)</u>
Retained earnings, beginning of year	<u>105,014</u>	<u>127,416</u>
Retained earnings, end of year	<u>\$91,675</u>	<u>\$105,014</u>

The accompanying notes are an integral part of these statements.

TOWN OF MANY, LOUISIANA
DEBT SERVICE FUND
STATEMENTS OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCE - BUDGET (GAAP BASIS) AND ACTUAL
YEAR ENDED JUNE 30, 1996

	1975 PUBLIC IMPROVEMENT BONDS - SERIES A		1975 PUBLIC IMPROVEMENT BONDS - SERIES B			
	BUDGET	ACTUAL	VARIANCE FAVORABLE (UNFAVORABLE)	BUDGET	ACTUAL	VARIANCE FAVORABLE (UNFAVORABLE)
Revenues:						
Taxes - ad valorem	\$6,000	\$6,232	\$232	\$3,000	\$2,993	(\$7)
Interest	125	126	1	125	139	14
Total revenues	6,125	6,358	233	3,125	3,132	7
Expenditures:						
Principal retirement	5,000	5,000	0	5,000	5,000	0
Interest coupons paid	1,750	1,750	0	1,750	1,750	0
Total expenditures	6,750	6,750	0	6,750	6,750	0
Excess of revenues over expenditures	(625)	(392)	233	(3,625)	(3,618)	7
Fund balance, beginning of year	12,978	12,978	0	(64)	(64)	0
Fund balance, end of year	\$12,353	\$12,586	\$233	(\$3,689)	(\$3,682)	\$7

TOWN OF MANY, LOUISIANA
DEBT SERVICE FUND
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
YEAR ENDED JUNE 30, 1996
WITH COMPARATIVE TOTALS FOR YEAR ENDED JUNE 30, 1995

	PUBLIC IMPROVEMENT BONDS SERIES A 1975	PUBLIC IMPROVEMENT BONDS SERIES B 1975	CERTIFICATES OF INDEBTEDNESS SERIES 1987	NOTE PAYABLE	TOTALS
					1996 1995
Revenues:					
Taxes - ad valorem	\$5,988	\$2,993	\$0	\$0	\$8,981 \$31,055
Interest	126	139	0	0	265 457
Total revenues	<u>6,114</u>	<u>3,132</u>	<u>0</u>	<u>0</u>	<u>9,246</u> <u>31,512</u>
Expenditures:					
Principal retirement	5,000	5,000	0	0	10,000 30,000
Interest coupons paid	1,750	1,750	0	0	3,500 5,600
Total expenditures	<u>6,750</u>	<u>6,750</u>	<u>0</u>	<u>0</u>	<u>13,500</u> <u>35,600</u>
Excess of revenues over expenditures	(636)	(3,618)	0	0	(4,254) (4,088)
Fund balances, beginning of year	<u>12,978</u>	<u>(64)</u>	<u>0</u>	<u>0</u>	<u>12,914</u> <u>17,002</u>
Fund balances, end of year	<u>\$12,342</u>	<u>(\$3,682)</u>	<u>\$0</u>	<u>\$0</u>	<u>\$8,660</u> <u>\$12,914</u>

The accompanying notes are an integral part of these statements.

TOWN OF MANY, LOUISIANA
SPECIAL REVENUE FUNDS
SECTION EIGHT EXISTING HOUSING VOUCHER FUND
COMPARATIVE STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES – BUDGET (GAAP BASIS) AND ACTUAL
YEARS ENDED JUNE 30, 1996 AND 1995

	1996		VARIANCE FAVORABLE (UNFAVORABLE)	1995
	BUDGET	ACTUAL		ACTUAL
Revenues:				
Intergovernmental revenues—				
United States Department of Housing and Urban Development	\$0	\$0	\$0	(\$979)
Expenditures:				
General government—				
Legal and accounting	0	0	0	0
Miscellaneous	0	0	0	(6)
Office supplies and postage	0	0	0	0
Rental voucher payments	0	0	0	0
Utilities reimbursements	0	0	0	0
Total expenditures	0	0	0	(6)
Excess (deficiency) of revenues over expenditures before transfers	0	0	0	(973)
Transfer to general fund	0	0	0	(20,787)
Excess (deficiency) of revenues over expenditures after transfers	0	0	0	(21,760)
Fund balance, beginning of year	0	0	0	21,760
Fund balance, end of year	\$0	\$0	\$0	\$0

The accompanying notes are an integral part of these statements.

INDEPENDENT AUDITOR'S REPORT

The Honorable Kenneth Freeman, Mayor
and Board of Aldermen
Town of Many, Louisiana

I have audited the accompanying general purpose financial statements of the Town of Many, Louisiana, and the combining, individual fund and account group financial statements of the Town of Many, Louisiana, as of June 30, 1996, and for the year then ended, as listed in the table of contents. These financial statements are the responsibility of the Town's management. My responsibility is to express an opinion on these financial statements based on my audit.

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

The general purpose financial statements referred to in the first paragraph include the financial activities of the general fixed asset account group. The Town has not maintained a complete record of its general fixed assets and I was unable to apply adequate alternative procedures regarding the cost of the property. Therefore, the general fixed asset account group was not audited by me and I express no opinion on it.

In my opinion, except for the effects of such adjustments, if any, as might have been determined to be necessary had I audited the general fixed asset account group, the general purpose financial statements referred to in the first paragraph present fairly, in all material respects, the financial position of the Town of Many, Louisiana, as of June 30, 1995, 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. Also, in my opinion, except for the effects of such adjustments, if any, as might have been determined to be necessary had I audited the general fixed asset account group, the combining, individual fund, and account group financial statements referred to in the first paragraph present fairly, in all material respects, the financial position of each of the individual funds and account groups of the Town of Many at June 30, 1996, and the results of operations of such funds and the cash flows of the individual proprietary fund for the year then ended, in conformity with generally accepted accounting principles.

My audit was made for the purpose of forming an opinion on the general purpose financial statements taken as a whole and on the combining, individual fund and account group financial statements. The accompanying financial information listed as "Other Supplementary Information" in the table of contents is presented for purposes of additional analysis and is not a required part of the financial statements of the Town of Many, Louisiana. The information in these schedules has been subjected to the auditing procedures applied in the audit of the general purpose, combining, individual fund and account group financial statements and in my opinion, is fairly stated in all material respects in relation to the financial statements of each of the respective individual funds and account groups, taken as a whole.

In accordance with Government Auditing Standards, I have also issued a report dated December 13, 1996 on my consideration of the Town of Many, Louisiana's internal control structure and a report dated December 13, 1996 on its compliance with laws and regulations.

TOWN OF MANY, LOUISIANA
GENERAL FUND
COMPARATIVE BALANCE SHEET
JUNE 30, 1996 AND 1995

ASSETS	1996	1995
Cash and cash equivalents	\$90,696	\$244,667
Investments, at cost	251,000	111,766
Receivables:		
Ad valorem taxes	0	314
Franchise taxes	29,548	26,305
Employees	1,043	1,109
State of Louisiana	12,924	15,688
Other	3,557	1,250
Due from sales tax fund	63,507	59,282
Due from street fund	21,388	13,547
Due from utility fund	45,070	23,358
Utility deposits	125	125
	<u> </u>	<u> </u>
Total assets	<u>\$518,858</u>	<u>\$497,411</u>
LIABILITIES AND FUND BALANCE		
Liabilities:		
Accounts payable	\$33,688	\$25,225
Payroll and payroll taxes payable	10,014	13,505
Due to debt service fund	2,822	3,078
Due to street and sidewalks fund	0	6,549
Due to State of Louisiana	0	7,550
	<u> </u>	<u> </u>
Total liabilities	46,524	55,907
Fund balance -- unreserved	<u>472,334</u>	<u>441,504</u>
Total liabilities and fund balance	<u>\$518,858</u>	<u>\$497,411</u>

The accompanying notes are an integral part of these statements.

however these reports are not being provided to the accounting office weekly. The low level and frequency of sales activity at the airport probably would not justify daily reporting.

Recommended action

Cash and credit cards should be turned into the accounting office at least weekly, or more frequently if needed. Cash receipts should be used in numerical order and all accounted for when the weekly report is turned in to the accounting office.

Management response

The airport manager has been made aware of these procedures and the Town Clerk will monitor these reports to be sure that the procedures are followed.

2. Existing condition

The Police Chief, serving as tax collector for the Town, supervises the collection of ad valorem taxes, occupational licenses and fines, however ad valorem taxes and fines are only being deposited several times per month. These collections should be deposited daily. In addition, deposits to the fine account are not cross-referenced to the supporting cash receipts. In addition, the individual in charge of issuing the occupational licenses is signing the Police Chief's name to the license.

Recommended action

All collections for taxes and fines should be deposited daily. Fine deposits should be cross-referenced to the supporting cash receipts. The clerk in charge of issuing occupational licenses should sign her name to the application since there is no requirement that the Police Chief sign these licenses.

Management response

The Police Chief indicated that the above changes will be implemented immediately.

* * * * *

The above observations and recommendations are not all inclusive. I would like to thank you, the Board of Aldermen, and the Town employees for your cooperation during my engagement.

Sincerely,



EUGENE W. FREMAUX II, CPA

December 13, 1996

TOWN OF MANY, LOUISIANA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 1996

Special Revenue Funds

Special revenue funds are used to account for the proceeds of specific revenue sources that are legally restricted to expenditures for specific purposes. The special revenue funds consist of the Sales Tax, Streets and Sidewalks, and Section Eight Existing Housing Voucher Funds.

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.

Proprietary Fund -

Enterprise Fund

The Enterprise Fund is 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 revenue earned, expenses incurred, and/or net income is appropriate for capital maintenance, public policy, management control, accountability, or other purposes.

Fixed assets and long-term liabilities

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

All governmental fund type operations are accounted for on a spending or "financial flow" measurement focus and only current assets and current liabilities are 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 Town has elected 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.

The proprietary fund is accounted for on a cost of services or "capital maintenance" measurement focus, and all assets and all liabilities (whether current or non-current) associated with its activity are included on its balance sheet.

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

Water system	10-60 years
Sewer system	5-60 years
Fixtures and equipment	5-60 years
Trucks and machinery	3-5 years

All fixed assets are stated at historical cost.

TOWN OF MANY, LOUISIANA
COMBINED BALANCE SHEET - ALL FUND TYPES AND ACCOUNT GROUPS
JUNE 30, 1996
WITH COMPARATIVE TOTALS FOR JUNE 30, 1995

	GOVERNMENTAL FUND TYPES			PROPRIETARY FUND TYPE		ACCOUNT GROUPS		TOTALS	
	GENERAL	SPECIAL REVENUE	DEBT SERVICE	ENTERPRISE FUND	FIXED ASSETS (Unaudited)	GENERAL	GENERAL DEBT	1996	1995
								(MEMORANDUM ONLY)	
								JUNE 30,	
ASSETS									
Cash and cash equivalents (Note 13)	\$90,696	\$182,434	\$5,838	\$70,955				\$349,923	\$484,770
Investments, at cost (Note 13)	251,000	50,000		50,000				351,000	176,222
Receivables:									
Utility bills				101,698				101,698	96,348
Ad valorem taxes (Note 2)			0					0	430
Franchise taxes	29,548							29,548	26,305
Employees	1,043							1,043	1,109
State of Louisiana (Note 10)	12,924	2,809						15,733	15,688
Sales taxes		69,538						69,538	60,907
Other receivables	3,557			879				4,436	2,629
Due from utility fund	45,070	471						45,541	31,567
Due from sales tax fund	63,507	65,457						128,964	120,513
Due from street fund	21,388							21,388	13,547
Due from general fund			2,822					2,822	9,627
Prepaid insurance				4,718				4,718	6,298
Prepaid expenses								0	86
Utility deposits	125							125	125
Restricted assets: (Note 3)									
Cash				39,499				39,499	89,497
Investments, at cost				287,033				287,033	220,558
General fixed assets, at cost (Note 4)					\$1,894,233			1,894,233	1,785,052
Plant and equipment (Note 8)				5,261,262				5,261,262	5,203,542
Accumulated depreciation (Note 8)				(1,832,127)				(1,832,127)	(1,710,610)
Amount available to debt service fund						\$8,660		8,660	12,914
Amount to be provided for retirement of general long-term debt						83,391		83,391	142,004
Amount to be provided for accumulated unpaid vacation						20,981		20,981	21,086
Total assets	\$518,858	\$370,709	\$8,660	\$3,983,917	\$1,894,233	\$8,660	\$113,032	\$6,889,409	\$6,810,214

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

TOWN OF MANY, LOUISIANA
 COMPARATIVE STATEMENT OF CASH FLOWS – PROPRIETARY FUND TYPE
 UTILITY FUND
 YEARS ENDED JUNE 30, 1996 AND 1995

	YEAR ENDED JUNE 30,	
	1996	1995
Cash flows from operating activities:		
Cash received from customers	\$622,926	\$611,884
Cash paid to suppliers and employees	(469,486)	(535,932)
Customers' deposits received	18,250	15,980
Customers' deposits refunded	(13,835)	(10,795)
Net cash provided by operating activities	<u>157,855</u>	<u>81,137</u>
Cash flows from capital and related financing activities:		
Capital expenditures paid in cash	(57,720)	(79,626)
Cash paid on principal amount of bonds payable	(15,000)	(15,000)
Interest on bonds payable paid	(36,250)	(37,000)
related financing activities	<u>(108,970)</u>	<u>(131,626)</u>
Cash flows from investing activities:		
Interest received	17,621	15,185
U. S. Treasury notes matured (purchased)	188,602	(3,098)
Net cash provided (used) by investing activities	<u>206,223</u>	<u>12,087</u>
Net increase (decrease) in cash and cash equivalents	255,108	(38,402)
Cash and cash equivalents, beginning of year	<u>192,379</u>	<u>230,781</u>
Cash and cash equivalents, end of year	<u>\$447,487</u>	<u>\$192,379</u>
Reconciliation of operating income to net cash provided by operations:		
Operating income (loss)	<u>5,415</u>	<u>(2,668)</u>
Adjustments to reconcile operating income to net cash provided by operating activities:		
Depreciation	121,517	118,107
(Increase) decrease in prepaid insurance	1,580	2,747
(Increase) decrease in prepaid expenses	86	183
(Increase) decrease in accounts receivable	(5,350)	(8,793)
(Increase) decrease in due from other funds	0	1,795
(Decrease) increase in payroll and payroll taxes payable	1,323	2,489
(Decrease) increase in accounts payable	13,636	(5,649)
(Decrease) increase in customers' deposits	4,415	5,185
(Decrease) increase in payable to other funds	13,974	(26,127)
(Decrease) increase in accumulated unpaid vacation	2,230	(2,653)
(Decrease) increase in sales taxes payable	(971)	(3,479)
Total adjustments to operating income	<u>152,440</u>	<u>83,805</u>
Net cash provided by operating activities	<u>\$157,855</u>	<u>\$81,137</u>

The accompanying notes are an integral part of these statements.

TOWN OF MANY, LOUISIANA
 COMBINED STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES -
 BUDGET (GAAP BASIS) AND ACTUAL - GENERAL, SPECIAL REVENUE AND DEBT SERVICE FUND TYPES
 YEAR ENDED JUNE 30, 1988

	GENERAL FUND			SPECIAL REVENUE FUND TYPES			DEBT SERVICE FUND TYPES		
	BUDGET	ACTUAL	VARIANCE FAVORABLE (UNFAVORABLE)	BUDGET	ACTUAL	VARIANCE FAVORABLE (UNFAVORABLE)	BUDGET	ACTUAL	VARIANCE FAVORABLE (UNFAVORABLE)
Revenues:									
Taxes	\$206,500	\$213,635	\$7,135	\$753,403	\$758,582	\$5,179	\$9,000	\$8,981	(\$19)
Licenses and permits	179,400	176,184	(3,216)						
Inter governmental	49,500	64,479	14,979	5,618	5,818	200			
Charges for services	126,250	127,943	1,693						
Fines	45,000	49,932	4,932	500	3,920	3,420	250	265	15
Interest	6,000	12,929	6,929	0	34	34			
Miscellaneous	19,100	18,462	(638)						
Total revenues	631,750	663,564	31,814	759,521	768,354	8,833	9,250	9,246	(4)
Expenditures:									
Current	183,968	201,606	(17,638)	212,278	214,782	(2,504)			
General government									
Public safety:									
Police	386,654	395,898	(9,244)						
Highways and streets	50,500	57,946	(7,446)	225,000	181,949	43,051			
Sanitation	186,478	198,882	(12,406)						
Hart airport	46,722	32,913	13,809						
Recreation	24,002	40,672	(16,670)						
Maintenance	1,900	2,104	(204)						
Public relations	32,917	17,309	15,608						
Airport construction	0	0	0						
Debt service:									
Principal	38,927	52,867	(13,940)				10,000	10,000	0
Interest	7,768	5,639	2,129				3,500	3,500	0
Total expenditures	959,834	1,005,836	(46,002)	437,278	396,731	40,547	13,500	13,500	0
Excess (deficiency) of revenue over expenditures	(328,084)	(342,272)	(14,188)	322,243	371,623	49,380	(4,250)	(4,254)	(4)
Other financing sources (uses):									
Operating transfers in	366,644	373,102	6,458	366,644	373,102	6,458			
Operating transfers out				(733,288)	(748,204)	(12,916)			
Total other financing sources (uses)	366,644	373,102	6,458	(366,644)	(373,102)	(6,458)	0	0	0
Excess (deficiency) of revenues and other financing sources over (under) expenditures and other financing uses	38,560	30,830	(7,730)	(44,401)	(1,479)	42,922	(4,250)	(4,254)	(4)
Fund balances, beginning of year	441,504	441,504	0	212,860	212,860	0	12,914	12,914	0
Fund balances, end of year	\$480,064	\$472,334	(\$7,730)	\$168,459	\$211,381	\$42,922	\$8,664	\$8,660	(\$4)

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

TOWN OF MANY, LOUISIANA
 COMBINED STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES --
 ALL GOVERNMENTAL FUND TYPES
 YEAR ENDED JUNE 30, 1996
 WITH COMPARATIVE TOTALS FOR YEAR ENDED JUNE 30, 1995

	GENERAL	SPECIAL REVENUE	DEBT SERVICE	TOTALS (MEMORANDUM ONLY) YEAR ENDED JUNE 30,	
				1996	1995
Revenues:					
Taxes	\$213,635	\$758,582	\$8,981	\$981,198	\$953,369
Licenses and permits	176,184	0	0	176,184	180,055
Intergovernmental	64,479	5,818	0	70,297	85,029
Charges for services	127,943	0	0	127,943	127,191
Fines	49,932	0	0	49,932	44,222
Interest	12,929	3,920	265	17,114	11,679
Miscellaneous	18,462	34	0	18,496	21,279
Total revenues	663,564	768,354	9,246	1,441,164	1,422,824
Expenditures:					
Current:					
General government	201,606	214,782	0	416,388	345,763
Public safety:					
Police	395,898	0	0	395,898	342,656
Highways and streets	57,946	181,949	0	239,895	250,078
Sanitation	198,882	0	0	198,882	171,652
Hart airport	32,913	0	0	32,913	33,631
Recreation	40,672	0	0	40,672	56,780
Maintenance	2,104	0	0	2,104	2,828
Public relations	17,309	0	0	17,309	14,761
Airport construction	0	0	0	0	233
Debt service:					
Principal retirement	52,867	0	10,000	62,867	72,903
Interest and fiscal charges	5,639	0	3,500	9,139	13,335
Total expenditures	1,005,836	396,731	13,500	1,416,067	1,304,620
Excess (deficiency) of revenue over expenditures	(342,272)	371,623	(4,254)	25,097	118,204
Other financing sources (uses):				0	25,000
Operating transfers in	373,102	373,102	0	746,204	726,643
Operating transfers out	0	(746,204)	0	(746,204)	(726,643)
Total other financing sources (uses)	373,102	(373,102)	0	0	25,000
Excess (deficiency) of revenues and other financing sources over (under) expenditures and other financing uses	30,830	(1,479)	(4,254)	25,097	143,204
Fund balances, beginning of year	441,504	212,860	12,914	667,278	524,074
Fund balances, end of year	\$472,334	\$211,381	\$8,660	\$692,375	\$667,278

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

TOWN OF MANY, LOUISIANA
COMBINED BALANCE SHEET - ALL FUND TYPES AND ACCOUNT GROUPS
JUNE 30, 1995
WITH COMPARATIVE TOTALS FOR JUNE 30, 1995

	GOVERNMENTAL FUND TYPES				PROPRIETARY FUND TYPE		ACCOUNT GROUPS		TOTALS	
	GENERAL	SPECIAL REVENUE	DEBT SERVICE	ENTERPRISE FUND	FIXED ASSETS (Unaudited)	GENERAL DEBT	(MEMORANDUM ONLY)			
							1996	1995		
LIABILITIES AND FUND EQUITY										
Liabilities:										
Sales taxes payable				\$0				\$0		\$971
Payroll and payroll taxes payable	\$10,014	\$3,177		5,871				19,062		21,565
Accounts payable - trade	33,688	5,799		24,323				63,810		46,289
Payable from restricted assets:										
Accrued interest coupons payable				17,750				17,750		18,125
Customers' meter deposits				68,165				68,165		63,750
Revenue bonds payable				15,000				15,000		15,000
Due to debt service fund	2,822			45,070				2,822		3,078
Due to general fund		84,895		471				129,965		96,187
Due to streets and sidewalks fund		65,457						65,928		75,989
Due to utility fund								0		0
General obligation bonds payable (Note 5)						\$76,881		76,881		131,821
Note payable (Note 5)						15,170		15,170		23,097
Revenue bonds payable (Note 5)				695,000				695,000		710,000
Due to State of Louisiana								0		7,550
Due to Federal government								0		0
Accumulated unpaid vacation				7,012				27,993		25,868
Total liabilities	46,524	159,328	0	878,662	0	113,032	0	1,197,546	1,239,290	1,239,290
Fund Equity:										
Contributed capital				3,013,580				3,013,580		3,013,580
Investments in general fixed assets					1,894,233			1,894,233		1,785,052
Retained earnings:										
Reserved				258,368				258,368		246,305
Unreserved (deficit) - (Note 15)				(166,693)				(166,693)		(141,291)
Fund balances:										
Unreserved:										
Designated for debt service			8,660					8,660		12,914
Undesignated	472,334	211,381						683,715		654,364
Total fund equity	472,334	211,381	8,660	3,105,255	1,894,233	0	0	5,691,863	5,570,924	5,570,924
Total liabilities and fund equity	\$518,858	\$370,709	\$8,660	\$3,983,917	\$1,894,233	\$113,032	\$0	\$6,889,409	\$6,810,214	\$6,810,214

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

The financial statements for the year ended June 30, 1995, which are included for comparative purposes, were taken from the financial report for that year in which I expressed a qualified opinion dated November 15, 1995, with regard to general fixed assets, on the general purpose, combining, individual fund, and account group financial statements of the Town of Many, Louisiana.



EUGENE W. FREMAUX II, CPA

December 13, 1996

TOWN OF MANY, LOUISIANA
DEBT SERVICE FUND
COMPARATIVE STATEMENTS OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCE - BUDGET (GAAP BASIS) AND ACTUAL
YEARS ENDED JUNE 30, 1996 AND 1995

	1996		1995
	BUDGET	ACTUAL	ACTUAL
			VARIANCE FAVORABLE (UNFAVORABLE)
Revenues:			
Taxes - ad valorem	\$9,000	\$8,981	(\$19)
Interest	<u>250</u>	<u>265</u>	<u>15</u>
Total revenues	<u>9,250</u>	<u>9,246</u>	<u>(4)</u>
Expenditures:			
Principal retirement	10,000	10,000	0
Interest coupons paid	<u>3,500</u>	<u>3,500</u>	<u>0</u>
Total expenditures	<u>13,500</u>	<u>13,500</u>	<u>0</u>
Excess of revenues over expenditures	<u>(4,250)</u>	<u>(4,254)</u>	<u>(4)</u>
Fund balance, beginning of year	<u>12,914</u>	<u>12,914</u>	<u>0</u>
Fund balance, end of year	<u>\$8,664</u>	<u>\$8,660</u>	<u>(\$4)</u>
			<u>\$31,055</u>
			<u>457</u>
			<u>31,512</u>
			<u>30,000</u>
			<u>5,600</u>
			<u>35,600</u>
			<u>(4,088)</u>
			<u>17,002</u>
			<u>\$12,914</u>

The accompanying notes are an integral part of these statements.

TOWN OF MANY, LOUISIANA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 1996

(1) Summary of Significant Accounting Policies -

The Town of Many was incorporated November 1, 1878, under the provisions of a special home rule charter. The Town began operating under the provisions of the Lawrason Act in January 1996 as a result of an election that was held in the Fall of 1995. The Town operates under a Mayor - Board of Aldermen form of government.

The accounting and reporting policies of the Town of Many conform to generally accepted accounting principles (GAAP) as applicable to government units. The Governmental Accounting Standards Board (GASB) is the accepted standard - setting body for establishing governmental accounting and financial reporting principles. Such accounting and reporting procedures also conform to the requirements of Louisiana Revised Statutes 24:517 and to the guides set forth in the Louisiana Governmental Audit Guide, and to the industry audit guide, Audits of State and Local Governmental Units.

The following is a summary of certain significant accounting policies.

Financial reporting entity

In evaluating how to define the Town of Many, for financial reporting purposes, management has considered all potential component units. The decision to include a potential component unit in the reporting entity was made by applying the criteria set forth in GAAP. The basic, but not the only, criterion for including a potential component unit within the reporting entity is the governing body's ability to exercise oversight responsibility. The most significant manifestation of this ability to exercise oversight responsibility include, but are not limited to, the selection of governing authority, the designation of management, the ability to significantly influence operations, and accountability for fiscal matters. A second criterion used in evaluating potential component units is the scope of public service. Application of this criterion involves considering whether the activity benefits the government and/or its citizens, or whether the activity is conducted within the geographic boundaries of the government and is generally available to its citizens. A third criterion used to evaluate potential component units for inclusion or exclusion from the reporting entity is the existence of special financing relationships, regardless of whether the government is able to exercise oversight responsibilities. Based upon the application of these criteria, the financial statements of the Town of Many consist of only the funds and account groups of the Town since the Town has no oversight responsibility for any other governmental entity.

Fund accounting

The accounts of the Town of Many 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 all allocated to and accounted for in individual funds based upon the purposes for which they are to be spent and the means by which spending activities are controlled. The various funds are grouped, in the financial statements in this report, into four generic fund types and two broad fund categories as follows:

Governmental Funds -

General Fund

The General Fund is the general operating fund of the Town. 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 specific revenues that are legally restricted to expenditure for particular purposes.

Sales Tax Fund - To account for the receipt and use of proceeds of the Town's 1% sales and use tax. These taxes are allocated 50% to the Streets and Sidewalks Fund for maintenance and construction of streets and sidewalks and 50% to the General Fund for general operating or any other use as designated by the Board.

Streets and Sidewalks Fund - To account for the receipt and expenditure of funds provided for the proper maintenance and construction of streets and sidewalks.

Section Eight Existing Housing Voucher Fund - To account for receipt and use of funds provided by the United States Department of Housing and Urban Development to aid low-income families to obtain decent, safe and sanitary housing through a system of rental subsidies.

TOWN OF MANY, LOUISIANA
SPECIAL REVENUE FUNDS
STREETS AND SIDEWALKS FUND
COMPARATIVE STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCE -- BUDGET (GAAP BASIS) AND ACTUAL
YEARS ENDED JUNE 30, 1996 AND 1995

	1996		VARIANCE FAVORABLE (UNFAVORABLE)	1995
	BUDGET	ACTUAL		ACTUAL
Expenditures: (continued)				
Highways and streets:				
Street signs	\$2,500	\$690	\$1,810	\$0
Equipment	32,500	1,819	30,681	0
Street construction	105,000	29,994	75,006	29,269
Street repair	85,000	149,446	(64,446)	176,593
Total highways and streets	225,000	181,949	43,051	205,862
Total expenditures	417,163	384,353	32,810	376,727
Excess (deficiency) of revenues over expenditures	(411,045)	(374,581)	36,464	(366,478)
Other financing sources:				
Operating transfers (to) from:				
Sales tax fund	366,644	373,102	6,458	352,928
Total other financing sources	366,644	373,102	6,458	352,928
Excess (deficiency) of revenues and other financing sources over (under) expenditures and other financing sources	(44,401)	(1,479)	42,922	(13,550)
Fund balance, beginning of year	212,860	212,860	0	226,410
Fund balance, end of year	\$168,459	\$211,381	\$42,922	\$212,860

The accompanying notes are an integral part of these statements.

TOWN OF MANY, LOUISIANA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 1996

(5) Long-term Debt

General obligation bonds

The Town of Many issues general obligation bonds to provide for the acquisition and construction of major capital facilities. General obligation bonds have been issued for both general government and proprietary activities. Bonds expected to be repaid from proprietary revenues are reported in the proprietary fund. General obligation bonds are direct obligations and pledge the full faith and credit of the Town of Many. General obligation bonds outstanding at June 30, 1996, are comprised of the following individual issues:

\$240,000 Public Improvement Bonds - Series A dated 7/1/75; due in annual installments of \$5,000 - \$20,000 through March 1, 2000; interest at 6% - 7% (this issue secured by levy and collection of ad valorem taxes)	\$ 20,000
\$300,000 Public Improvement Bonds - Series B dated 7/1/75; due in annual installments of \$5,000 - \$30,000 through March 1, 2000; interest at 6% - 7% (this issue secured by levy and collection of ad valorem taxes)	20,000
\$270,000 Certificated of Indebtedness - Series 1987 dated 2/11/88; due in annual installments of \$36,000 through December 1, 1997; interest at 7% (this issue is secured by the full faith and credit of the Town of Many, payment to be financed by general revenues)	36,881
\$25,000 Note payable dated 3/27/95; due in monthly installments of \$766 (principal and interest) through March 28, 1998; interest at 6.5% (this issue is secured by the full faith and credit of the Town of Many, payment to be financed by general revenues)	15,170
	\$ 92,051
	=====

Revenue bonds

The Town of Many also issues bonds where the Town pledges income derived from the acquired or constructed assets to pay the debt service. Revenue bonds outstanding at June 30, 1996 are comprised of the following:

\$903,000 Utility Revenue Bonds dated 12/30/77; due in annual installments of \$15,000 - \$55,000 through December 30, 2018; interest at 5%	\$710,000
	=====

The annual requirements to amortize all debt outstanding as of June 30, 1996, including interest payments of \$547,561 are as follows:

YEAR ENDING JUNE 30	GENERAL OBLIGATION	REVENUE	TOTAL
1996		\$17,750	\$17,750
1997	\$60,206	50,125	110,331
1998	19,128	54,250	73,378
1999	11,400	53,250	64,650
2000	10,700	52,250	62,950

TOWN OF MANY, LOUISIANA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 1996

not been presented in each of the statements since their inclusion would make the statements unduly complex and difficult to read.

Total columns on combined statements - overview

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

(2) Ad Valorem Taxes

Ad valorem taxes attach as an enforceable lien on property as of January 1 of each year. Taxes are levied in September and are payable upon receipt of notice. All ad valorem tax revenues are recognized in compliance with NCGA Interpretation - 3 and GASB Codification Section P70 (Revenue Recognition - Property Taxes) which states that such revenue is recorded when it becomes measurable and available. Available means due, or past due and receivable within the current period and collected no longer than 60 days after the close of the current period. Revenues from ad valorem taxes are budgeted in the year billed.

For the year ended June 30, 1996, taxes of 7.75 mills were levied on property with assessed valuations totaling \$12,249,890 and were dedicated as follows:

General corporate purposes	7.00 mills
Debt service	.75 mills

Total taxes levied were \$94,943.

(3) Restricted Assets - Proprietary Fund Type

Restricted assets were applicable to the following at June 30, 1996:

Bond reserve account	\$ 58,000
Depreciation and contingency account	161,849
Customers' meter deposits	68,165
Revenue bond and interest sinking account	<u>38,519</u>
Total	\$326,533 =====

(4) Changes in General Fixed Assets

A summary of changes in general fixed assets for 1996 follows:

	BEGINNING BALANCE	ADDITIONS	DELETIONS	ENDING BALANCE
Land	\$116,366	\$ 0	0	\$116,366
Buildings and improvements	543,305	38,295	0	581,600
Streets and traffic control equip.	653,382	30,683	0	684,065
Machinery and equipment	334,585	19,825	0	354,410
Automobiles and trucks	<u>137,414</u>	<u>20,378</u>	<u>0</u>	<u>157,792</u>
Total general fixed assets	<u>\$1,785,052</u> =====	<u>\$109,181</u> =====	<u>\$ 0</u> =====	<u>\$1,894,233</u> =====

TOWN OF MANY, LOUISIANA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 1996

7. Budgets 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.

Cash and cash equivalents

Consistent with GASB Statement 9, Reporting Cash Flows of Proprietary and Nonexpendable Trust Funds and Governmental Entities That Use Proprietary Fund Accounting, the Town of Many defines cash and cash equivalents as follows:

Cash - includes not only currency on hand but also demand deposits with banks or other financial institutions and other kinds of accounts that have the general characteristics of demand deposits in that the customer may deposit additional funds at any time and also effectively may withdraw funds at any time without prior notice or penalty.

Cash equivalents - short term, highly liquid investments that are readily convertible to known amounts of cash and are so near their maturity that they present insignificant risk of changes in value because of interest rates. Generally, only investments with original maturities of three months or less qualify under this definition.

Investments

Investments are stated at cost. Discounts and premiums on the purchase of investments are amortized over the life of the investment remaining from the date of purchase to the date of maturity.

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. No ad valorem taxes or customers' utility receivables were considered uncollectible at June 30, 1995.

Prepaid items

Payments made to vendors for services that will benefit periods beyond June 30, 1995, are recorded as prepaid items.

Compensated absences

Accumulated vacation leave that is expected to be liquidated with expendable available financial resources is reported as an expenditure and a fund liability of the governmental fund that will pay it. Amounts of accumulated vacation leave that are not expected to be liquidated with expendable available financial resources are reported in the general long-term debt account group. No expenditure is reported for these amounts. Accumulated vacation leave of the proprietary fund is recorded as an expense and liability of that fund as the benefits accrue to employees. In accordance with the provisions of Statement of Financial Accounting Standards No. 43, Accounting for Compensated Absences, no liability is recorded for nonvesting accumulating rights to receive sick pay benefits.

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 Town's financial position and operations. However, comparative (i.e., presentation of prior year totals by fund type) data have

TOWN OF MANY, LOUISIANA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 1996

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 also 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. Under the modified accrual basis of accounting, revenues are recognized when susceptible to accrual (i.e., when they become measurable and available). "Measurable" means the amount of the transaction can be determined and "available" means collectible within the current period or soon enough thereafter to be used to pay liabilities of the current period. The Town considers ad valorem taxes as available if they are collected within 60 days after year end. Ad valorem taxes are recorded as revenue when levied because they are considered to be both measurable and available. Those revenues susceptible to accrual are ad valorem taxes, franchise taxes, sales taxes, interest revenue, licenses, intergovernmental revenues, and charges for services. Fines, permits, penalties and interest, and miscellaneous revenues are not susceptible to accrual because generally they are not measurable until received in cash. Anticipated refunds of taxes are recorded as liabilities and reductions of revenue when they are measurable and their validity seems certain.

Expenditures are generally recognized under the modified accrual basis of accounting when the related fund liability is incurred except that principal and interest on general long-term debt is recognized when due. Purchase of various operating supplies are regarded as expenditures at the time purchased.

All proprietary funds are accounted for by using the accrual basis of accounting. Their revenues are recognized when they are earned, and their expenses are recognized when they are incurred.

Budgets and budgetary accounting

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

1. The Town 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. This is included in minutes of the council meetings.
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.
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. All expenditures in excess of budgeted amounts are approved by the Board of Aldermen.
6. All budgetary appropriations lapse at the end of each fiscal year.

TOWN OF MANY, LOUISIANA
GENERAL FUND
COMPARATIVE STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
YEARS ENDED JUNE 30, 1996 AND 1995

	1996	1995
Revenues:		
Taxes:		
Ad valorem	\$84,860	\$84,283
Franchise	128,775	117,505
Licenses and permits	176,184	180,055
Intergovernmental	64,479	80,190
Charges for services	127,943	127,191
Fines	49,932	44,222
Interest	12,929	6,897
Miscellaneous revenues	18,462	21,173
Total revenues	<u>663,564</u>	<u>661,516</u>
Expenditures:		
Current:		
General government	201,606	158,914
Highways and streets	57,946	44,216
Public safety:		
Police	395,898	342,656
Sanitation	198,882	171,652
Hart airport	32,913	33,631
Recreation	40,672	56,780
Maintenance	2,104	2,828
Public relations	17,309	14,761
Airport construction	0	233
Debt service:		
Principal	52,867	42,903
Interest	5,639	7,735
Total expenditures	<u>1,005,836</u>	<u>876,309</u>
Excess (deficiency) of revenues over expenditures	<u>(342,272)</u>	<u>(214,793)</u>
Other financing sources (uses):		
Theatre note proceeds	0	25,000
Operating transfers from (to):		
Section 8 voucher fund	0	20,787
Sales tax fund	373,102	352,928
Total other financing sources (uses)	<u>373,102</u>	<u>398,715</u>
Excess (deficiency) of revenues and other financing sources over (under) expenditures and other financing uses	30,830	183,922
Fund balance, beginning of year	<u>441,504</u>	<u>257,582</u>
Fund balance, end of year	<u>\$472,334</u>	<u>\$441,504</u>

The accompanying notes are an integral part of these statements

TOWN OF MANY, LOUISIANA
GENERAL FUND
COMPARATIVE STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
BUDGET (GAAP BASIS) AND ACTUAL
YEARS ENDED JUNE 30, 1996 AND 1995

	1996		VARIANCE FAVORABLE (UNFAVORABLE)	1995
	BUDGET	ACTUAL		ACTUAL
Revenues:				
Taxes:				
Ad valorem	\$85,000	\$84,860	(\$140)	\$84,283
Franchise:				
Cleco	70,000	74,677	4,677	69,116
Transla Gas Company	18,000	19,811	1,811	14,513
Bell South	19,000	19,054	54	19,091
Valley Electric	5,500	5,746	246	5,662
Illini Cablevision, Inc.	9,000	9,487	487	9,123
Total taxes	206,500	213,635	7,135	201,788
Licenses and permits:				
Occupational licenses	175,000	170,248	(4,752)	172,781
Electrical, building and other permits	4,100	5,526	1,426	6,699
Zoning compliance fees	300	410	110	575
Total licenses and permits	179,400	176,184	(3,216)	180,055
Intergovernmental:				
Learn & Serve grant	0	0	0	5,000
Sabine Parish Housing Authority	7,500	7,475	(25)	7,578
State of Louisiana:				
Other	0	5,158	5,158	23,443
Video poker tax	9,000	21,421	12,421	15,590
Tobacco tax	20,000	15,899	(4,101)	15,916
Alcoholic beverage tax	13,000	14,526	1,526	12,663
Total intergovernmental	49,500	64,479	14,979	80,190
Charges for services:				
Grass cutting	250	0	(250)	0
Garbage fees	126,000	127,943	1,943	127,191
Total charges for services	126,250	127,943	1,693	127,191

The accompanying notes are an integral part of these statements.

TOWN OF MANY, LOUISIANA
GENERAL FUND
COMPARATIVE STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
BUDGET (GAAP BASIS) AND ACTUAL
YEARS ENDED JUNE 30, 1996 AND 1995

	1996		1995	
	BUDGET	ACTUAL	VARIANCE FAVORABLE (UNFAVORABLE)	ACTUAL
Revenues: (continued)				
Fines	\$45,000	\$49,932	\$4,932	\$44,222
Interest	6,000	12,929	6,929	6,897
Miscellaneous revenues:				
Airport revenue	18,000	10,062	(7,938)	9,254
Miscellaneous	500	8,400	7,900	11,919
Sale of assets	500	0	(500)	0
Sale of material	100	0	(100)	0
Total miscellaneous revenues	19,100	18,462	(638)	21,173
Total revenues	631,750	663,564	31,814	661,516
Expenditures:				
Current:				
General government:				
Advertising	4,000	1,064	2,936	3,014
Audit fee	5,000	3,695	1,305	4,715
Annexation	1,000	0	1,000	0
City attorney	7,500	2,535	4,965	7,867
Election expense	1,000	357	643	5,836
Dues and subscriptions	4,000	3,694	306	4,085
Insurance	16,000	12,566	3,434	11,244
Legal and accounting	4,000	4,909	(909)	3,964
Miscellaneous	2,000	15,138	(13,138)	4,257

The accompanying notes are an integral part of these statements.

TOWN OF MANY, LOUISIANA
GENERAL FUND
COMPARATIVE STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
BUDGET (GAAP BASIS) AND ACTUAL
YEARS ENDED JUNE 30, 1996 AND 1995

	1996		1995	
	BUDGET	ACTUAL	VARIANCE FAVORABLE (UNFAVORABLE ACTUAL	
Expenditures: (continued)				
Current:				
General government:				
Office supplies and postage	\$5,000	\$4,715	\$285	\$4,693
Reapportionment	0	518	(518)	0
Rent of equipment	1,800	2,020	(220)	1,837
Repairs and maintenance	500	1,483	(983)	0
Mayor & aldermen's salaries	27,000	27,000	0	27,000
Other salaries	41,050	51,531	(10,481)	43,773
Supplies	2,000	1,556	444	1,314
Payroll taxes	5,206	5,381	(175)	5,916
Retirement	1,292	1,586	(294)	1,084
Tax roll preparation cost	2,200	2,103	97	2,104
Telephone	4,000	4,403	(403)	3,615
Travel and seminars	8,500	9,747	(1,247)	10,007
Utilities:	2,500	2,390	110	1,987
Ordinance expenses	300	89	211	1,559
Workmen's compensation	620	685	(65)	620
Capital outlay	37,500	42,441	(4,941)	8,423
Total general government	183,968	201,606	(17,638)	158,914
Highways and streets:				
Street lights	50,000	57,946	(7,946)	44,216
Miscellaneous	500	0	500	0
Total highways and streets	50,500	57,946	(7,446)	44,216
Public safety:				
Police:				
Dues and subscriptions	3,000	2,729	271	2,982
Miscellaneous	10,800	3,696	7,104	786
Office supplies & postage	1,450	1,853	(403)	2,209
Equipment costs	5,500	1,514	3,986	3,533
Legal costs	5,000	4,611	389	3,286
Prisoner expense	5,000	2,055	2,945	1,749

The accompanying notes are an integral part of these statements.

TOWN OF MANY, LOUISIANA
GENERAL FUND
COMPARATIVE STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
BUDGET (GAAP BASIS) AND ACTUAL
YEARS ENDED JUNE 30, 1996 AND 1995

	1996		1995	
	BUDGET	ACTUAL	VARIANCE FAVORABLE (UNFAVORABLE ACTUAL	ACTUAL
Expenditures: (continued)				
Current:				
Public safety:				
Police:				
Car expense	\$12,500	\$25,639	(\$13,139)	\$18,863
Workmen's compensation insurance	16,239	18,610	(2,371)	17,621
Repairs & maintenance	8,800	52	8,748	35
Salaries	210,000	211,999	(1,999)	199,642
Supplies	3,000	3,630	(630)	2,735
Payroll taxes	16,065	18,061	(1,996)	17,069
Retirement	12,500	14,766	(2,266)	13,538
Informant fees	300	0	300	0
Insurance	18,000	23,003	(5,003)	21,870
Insurance - group	32,000	30,680	1,320	28,777
Telephone	2,000	1,082	918	1,697
Travel and training	3,500	1,415	2,085	1,415
Uniforms and laundry	2,500	6,850	(4,350)	1,746
Utilities	2,500	2,390	110	1,679
Capital outlay	16,000	21,263	(5,263)	1,424
Total police	386,654	395,898	(9,244)	342,656
Garbage and trash:				
Miscellaneous	600	1,353	(753)	712
Salaries	64,328	72,802	(8,474)	74,267
Payroll taxes	4,921	5,569	(648)	5,784
Retirement	1,930	2,417	(487)	1,682
Repairs and maintenance	15,000	11,426	3,574	8,322
Insurance	7,500	7,628	(128)	7,104
Truck expenses	12,000	8,756	3,244	6,975
Supplies	4,500	4,341	159	4,203
Unemployment expense	3,000	40	2,960	2,645
Workmen's compensation insurance	14,275	15,352	(1,077)	12,426
Total garbage and trash	128,054	129,684	(1,630)	124,120

The accompanying notes are an integral part of these statements.

TOWN OF MANY, LOUISIANA
GENERAL FUND
COMPARATIVE STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
BUDGET (GAAP BASIS) AND ACTUAL
YEARS ENDED JUNE 30, 1996 AND 1995

	1996		1995	
	BUDGET	ACTUAL	VARIANCE FAVORABLE (UNFAVORABLE ACTUAL)	ACTUAL
Expenditures: (continued)				
Current:				
Clean up:				
Chemicals	\$0	\$6,107	(\$6,107)	\$1,082
Fogging expense	2,500	4,387	(1,887)	0
Miscellaneous	150	108	42	379
Salaries	35,586	38,006	(2,420)	27,970
Payroll taxes	2,722	2,907	(185)	1,904
Retirement	1,068	791	277	0
Repairs and maintenance	1,500	3,873	(2,373)	2,166
Insurance	3,000	1,239	1,761	1,246
Truck expenses	500	1,644	(1,144)	3,671
Supplies	2,000	3,185	(1,185)	3,397
Unemployment expense	500	0	500	0
Workmen's compensation insurance	7,896	6,951	945	5,717
Capital outlay	1,000	0	1,000	0
Total clean up	58,422	69,198	(10,776)	47,532
Total sanitation	186,476	198,882	(12,406)	171,652
Hart airport:				
Insurance	3,500	4,684	(1,184)	4,684
Salaries	6,668	6,528	140	7,225
Utilities	8,500	5,718	2,782	5,848
Supplies	11,000	10,290	710	9,972
Miscellaneous	100	1,257	(1,157)	1,885
Payroll taxes	510	499	11	553
Repairs and maintenance	5,000	966	4,034	1,472
Workmen's compensation insurance	344	304	40	273
Telephone	1,100	812	288	869
Capital outlay	10,000	1,855	8,145	850
Total airport	46,722	32,913	13,809	33,631

The accompanying notes are an integral part of these statements.

TOWN OF MANY, LOUISIANA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 1996

(7) Flow of funds; restrictions on use - utilities revenues

Under the terms of the bond indenture on outstanding Utility Revenue Bonds dated December 30, 1977, all income and revenues of every nature, earned or derived from operations of the utility fund are pledged and dedicated to the retirement of said bonds, and are to be used for the following expressed purposes:

(a) Payment of all reasonable expenses of administration, operation and maintenance of the system.

(b) Each month there will be set aside into a fund called the "Revenue Bond and Interest Sinking Fund" an amount constituting 1/12 of the next maturing installment of principal and 1/6 of the next maturing installment of interest on the outstanding bonds. The required balance is the sum of six monthly deposits (\$25,063). The present balance in the account is \$38,519.

(c) There will be set aside monthly into a "Revenue Bond Reserve Fund" a sum equal to at least 5% of the amount required to be deposited into the Revenue Bond and Interest Sinking Fund until the balance reaches \$58,000. These funds are to be used only for payment of principal and interest on bonds that would otherwise be in default. There is presently \$58,000 in this fund.

(d) There will be set aside into a "Depreciation and Contingency Fund" \$520 each month. Expenditures for extensions, additions, improvements and replacements necessary to properly operate the utility may be made from this fund. The required balance at June 30, 1996 is \$109,200. There is presently \$161,849 in this fund.

(8) Plant and equipment - proprietary fund type

A summary of plant and equipment for the utility fund at June 30, 1996 is as follows:

	STRAIGHT LINE RATE	COST	ACCUMULATED DEPRECIATION	NET	1996 DEPRECIATION
Water system	10-60 yrs.	\$2,071,212	\$ 796,395	\$1,274,817	\$ 47,297
Sewer system	5-60 yrs.	3,051,654	945,823	2,105,831	65,025
Fixtures and equipment	5-60 yrs.	72,553	57,473	15,080	3,004
Trucks and machinery	3-5 yrs.	54,844	32,436	22,408	6,191
Land	-	10,999	-	10,999	-
		<u>\$5,261,262</u>	<u>\$1,832,127</u>	<u>\$3,429,135</u>	<u>\$121,517</u>
		=====	=====	=====	=====

	COST	ACCUMULATED DEPRECIATION	NET
Changes during the year:			
Balance, beginning of year	\$5,203,542	\$1,710,610	\$3,492,932
Additions:			
Water system	26,797	-	26,797
Sewer system	9,982	-	9,982
Fixtures & equipment	7,502	-	7,502
Trucks & machinery	13,439	-	13,439
Depreciation	-	121,517	(121,517)
Total	<u>\$5,261,262</u>	<u>\$1,832,127</u>	<u>\$3,429,135</u>
	=====	=====	=====

(9) Employee retirement systems

All employees of the Town of Many are protected by the Social Security System. All employees contributed 7.65% of their total salary to the System, while the Town contributed a like amount. For the year ended June 30, 1996 total contributions to the

TOWN OF MANY, LOUISIANA
GENERAL FUND
COMPARATIVE STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
BUDGET (GAAP BASIS) AND ACTUAL
YEARS ENDED JUNE 30, 1996 AND 1995

	1996		1995	
	BUDGET	ACTUAL	VARIANCE FAVORABLE (UNFAVORABLE ACTUAL	ACTUAL
Airport construction costs:				
Construction costs	\$0	\$0	\$0	\$233
Total airport construction costs	0	0	0	233
Debt service:				
Certificates of Indebtedness--				
Principal	31,000	44,940	(13,940)	41,000
Interest	6,500	4,357	2,143	7,339
Total debt service--certificates	37,500	49,297	(11,797)	48,339
Theatre debt--				
Principal	7,927	7,927	0	1,903
Interest	1,268	1,282	(14)	396
Total debt service--theatre debt	9,195	9,209	(14)	2,299
Total debt service	46,695	58,506	(11,811)	50,638
Total expenditures	959,834	1,005,836	(46,002)	876,309
Excess (deficiency) of revenues over expenditures	(328,084)	(342,272)	(14,188)	(214,793)
Other financing sources (uses):				
Theatre note proceeds	0	0	0	25,000
Operating transfers from (to):				
Section 8 voucher fund	0	0	0	20,787
Sales tax fund	366,644	373,102	6,458	352,928
Total other financing sources (uses)	366,644	373,102	6,458	398,715
Excess (deficiency) of revenues and other financing sources over (under) expenditures and other financing uses	38,560	30,830	(7,730)	183,922
Fund balance, beginning of year	441,504	441,504	0	257,582
Fund balance, end of year	\$480,064	\$472,334	(\$7,730)	\$441,504

The accompanying notes are an integral part of these statements.

TOWN OF MANY, LOUISIANA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 1996

System were \$101,460, of which the Town contributed \$50,730 and employees contributed \$50,730. Total payroll covered by this System for the year ended June 30, 1996 was \$663,135. Any future deficit in this System will be financed by the United States Government. The Town has no further liability to the System for the year ended June 30, 1996.

The police are also members of the Municipal Police Employees' Retirement System of Louisiana. The following is a brief description of this retirement system.

Municipal Police Employees' Retirement System

The Municipal Police Employees' Retirement System provides retirement benefits to employees of any municipality in the state which employs a full-time police officer, empowered to make arrests, or which has an elected Chief of Police whose salary is at least \$100 per month.

Eligible employees include any full-time police officer, empowered to make arrests, employed by a municipality of the State and engaged in law enforcement, earning at least \$375 per month excluding state supplemental pay, or an elected Chief of Police whose salary is at least \$100 per month. Elected Councilmen and Mayors are excluded from membership.

Persons who were members on September 7, 1977 must remain members of the System and persons hired on or after that date must become members of the System as a condition of employment if they are under age 50 and are not covered by the Social Security System.

Employees attaining the age of 50 completing 20 or more years of service, or the age of 55 and completing 12 years of service, are entitled to a yearly benefit of 3 1/3% of their average final compensation, as defined in the plan, times years of creditable service. Active employees who become disabled after 1985 due to total and permanent disability, with at least 5 years of creditable service, receive a benefit of 3% of average final compensation multiplied by the years of creditable service, but not less than 40% nor more than 60% of average final compensation. Upon reaching retirement age, disability pensioners receive the greater of disability benefits or accrued benefits earned to the date of disability. Prior to the enactment of Act 81 of 1985, other disability rules may be applicable as described in the plan. The system also provides for death benefits as described in the plan.

Covered employees are required by state statute to contribute 7.5% of their salary to the System. The Town is required to contribute 9% of covered employees' salaries to the System. The contribution requirement for the year ended June 30, 1996 was \$26,016 which consisted of \$14,212 from the Town and \$11,804 from covered employees.

The amount of the total pension benefit obligation is based on a standardized measurement established by GASB 5 that, with some exceptions must be used by a PERS. The standardized measurement is the actuarial present value of credited projected benefits. This pension valuation method reflects the present value of estimated pension benefits that will be paid in future years as a result of employee services performed to date, and is adjusted for the effects of projected salary increases. A standardized measure of the pension benefit obligation was adopted by the GASB to enable readers of PERS financial statements to (a) assess the PERS funding status on a going concern basis, (b) assess progress made in accumulating sufficient assets to pay benefits when due, and (c) make comparisons among other PERS and among other employers.

Total unfunded pension benefit obligation of the Municipal Police Employees' Retirement System as of June 30, 1996 was as follows:

Total pension benefit obligations	\$777,717,671
Net assets available for benefits	<u>839,234,664</u>
Unfunded (assets in excess of) pension benefit obligation	\$ (61,516,993)

TOWN OF MANY, LOUISIANA
SPECIAL REVENUE FUNDS
COMBINING BALANCE SHEET

JUNE 30, 1996

WITH COMPARATIVE TOTALS FOR JUNE 30, 1995

	SECTION EIGHT		TOTALS
	SALES TAX	STREETS AND SIDEWALKS HOUSING VOUCHER	
ASSETS			
Cash and cash equivalents	\$59,426	\$123,008	\$182,434
Investments, at cost		50,000	50,000
Due from State of Louisiana		2,809	2,809
Sales taxes receivable	69,538		69,538
Due from general fund		0	0
Due from sales tax fund		65,457	65,457
Due from section eight existing voucher fund			0
Due from utility fund		471	471
Due from federal government			0
Total assets	<u>\$128,964</u>	<u>\$241,745</u>	<u>\$370,709</u>
			<u>\$173,913</u>
			<u>50,000</u>
			<u>0</u>
			<u>60,907</u>
			<u>6,549</u>
			<u>61,231</u>
			<u>0</u>
			<u>8,209</u>
			<u>0</u>
			<u>\$360,809</u>
LIABILITIES AND FUND BALANCES			
Liabilities:			
Accounts payable	\$0	\$5,799	\$5,799
Payroll and payroll taxes payable		3,177	3,177
Due to federal government			0
Due to general fund	63,507	21,388	84,895
Due to streets & sidewalks fund	65,457		65,457
Due to utility fund			0
Total liabilities	<u>128,964</u>	<u>30,364</u>	<u>159,328</u>
Fund balances - unreserved	<u>0</u>	<u>211,381</u>	<u>211,381</u>
Total liabilities and fund balances	<u>\$128,964</u>	<u>\$241,745</u>	<u>\$370,709</u>
			<u>\$10,377</u>
			<u>3,512</u>
			<u>0</u>
			<u>72,829</u>
			<u>61,231</u>
			<u>0</u>
			<u>147,949</u>
			<u>212,860</u>
			<u>\$360,809</u>

The accompanying notes are an integral part of these statements.

TOWN OF MANY, LOUISIANA
SPECIAL REVENUE FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
YEAR ENDED JUNE 30, 1996
WITH COMPARATIVE TOTALS FOR YEAR ENDED JUNE 30, 1995

	SALES TAX	STREETS AND SIDEWALKS	SECTION EIGHT EXISTING HOUSING VOUCHER	1996	1995
				TOTALS	
Revenues:					
Taxes	\$758,582			\$758,582	\$720,526
Intergovernmental		\$5,818	\$0	5,818	4,839
Interest		3,920		3,920	4,325
Miscellaneous		34		34	106
Total revenues	<u>758,582</u>	<u>9,772</u>	<u>0</u>	<u>768,354</u>	<u>729,796</u>
Expenditures:					
General government	12,378	202,404	0	214,782	186,849
Highways and streets		181,949		181,949	205,862
Total expenditures	<u>12,378</u>	<u>384,353</u>	<u>0</u>	<u>396,731</u>	<u>392,711</u>
Excess (deficiency) of revenues over expenditures	746,204	(374,581)	0	371,623	337,085
Other financing sources (uses):					
Operating transfers in (out)	<u>(746,204)</u>	<u>373,102</u>	<u>0</u>	<u>(373,102)</u>	<u>(373,715)</u>
Excess (deficiency) of revenues and other financing sources over (under) expenditures and other financing uses	0	(1,479)	0	(1,479)	(36,630)
Fund balances, beginning of year	<u>0</u>	<u>212,860</u>	<u>0</u>	<u>212,860</u>	<u>249,490</u>
Fund balances, end of year	<u>\$0</u>	<u>\$211,381</u>	<u>\$0</u>	<u>\$211,381</u>	<u>\$212,860</u>

The accompanying notes are an integral part of these statements.

TOWN OF MANY, LOUISIANA
SPECIAL REVENUE FUNDS
SALES TAX FUND
COMPARATIVE BALANCE SHEET
JUNE 30, 1996 AND 1995

ASSETS	1996	1995
Cash	\$59,426	\$59,606
Sales taxes receivable	69,538	60,907
Total assets	<u>\$128,964</u>	<u>\$120,513</u>
LIABILITIES AND FUND BALANCE		
Liabilities:		
Due to general fund	63,507	59,282
Due to streets and sidewalks fund	65,457	61,231
Total liabilities	128,964	120,513
Fund balance – unreserved	0	0
Total liabilities and fund balance	<u>\$128,964</u>	<u>\$120,513</u>

The accompanying notes are an integral part of these statements.

TOWN OF MANY, LOUISIANA
SPECIAL REVENUE FUNDS
SALES TAX FUND
COMPARATIVE STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES
YEARS ENDED JUNE 30, 1996 AND 1995

	1996	1995
Revenues:		
Taxes:		
Sales tax	\$758,582	\$720,526
Total revenues	<u>758,582</u>	<u>720,526</u>
Expenditures:		
General government--		
Accounting	0	1,770
Collection fee	12,378	14,203
Miscellaneous	0	17
Total expenditures	<u>12,378</u>	<u>15,990</u>
Excess of revenues over expenditures	<u>746,204</u>	<u>704,536</u>
Other financing uses:		
Operating transfers to:		
General fund	(373,102)	(352,928)
Streets and sidewalks fund	(373,102)	(352,928)
Total other financing uses	<u>(746,204)</u>	<u>(705,856)</u>
Excess of revenues over expenditures and other financing uses	0	(1,320)
Fund balance, beginning of year	<u>0</u>	<u>1,320</u>
Fund balance, end of year	<u>\$0</u>	<u>\$0</u>

The accompanying notes are an integral part of these statements.

TOWN OF MANY, LOUISIANA
SPECIAL REVENUE FUNDS
SALES TAX FUND
COMPARATIVE STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCE - BUDGET (GAAP BASIS) AND ACTUAL
YEARS ENDED JUNE 30, 1996 AND 1995

	1996		VARIANCE FAVORABLE (UNFAVORABLE)	1995
	BUDGET	ACTUAL		ACTUAL
Revenues:				
Taxes:				
Sales tax	\$753,403	\$758,582	\$5,179	\$720,526
Total revenues	753,403	758,582	5,179	720,526
Expenditures:				
General government--				
Accounting	1,280	0	1,280	1,770
Collection fee	18,835	12,378	6,457	14,203
Miscellaneous	0	0	0	17
Total expenditures	20,115	12,378	7,737	15,990
Excess of revenues over expenditures	733,288	746,204	12,916	704,536
Other financing uses:				
Operating transfers to:				
General fund	(366,644)	(373,102)	(6,458)	(352,928)
Streets and sidewalks fund	(366,644)	(373,102)	(6,458)	(352,928)
Total other financing uses	(733,288)	(746,204)	(12,916)	(705,856)
Excess of revenues over expenditures and other financing uses	0	0	0	(1,320)
Fund balance, beginning of year	0	0	0	1,320
Fund balance, end of year	\$0	\$0	\$0	\$0

The accompanying notes are an integral part of these statements.

TOWN OF MANY, LOUISIANA
SPECIAL REVENUE FUNDS
STREETS AND SIDEWALKS FUND
COMPARATIVE BALANCE SHEET
JUNE 30, 1996 AND 1995

ASSETS	1996	1995
Cash and cash equivalents	\$123,008	\$114,307
Investments, at cost	50,000	50,000
Due from State of Louisiana	2,809	0
Due from general fund	0	6,549
Due from sales tax fund	65,457	61,231
Due from utility fund	471	8,209
	<u> </u>	<u> </u>
Total assets	<u>\$241,745</u>	<u>\$240,296</u>
LIABILITIES AND FUND BALANCE		
Liabilities:		
Accounts payable	\$5,799	\$10,377
Due to general fund	21,388	13,547
Payroll & payroll taxes payable	3,177	3,512
	<u> </u>	<u> </u>
Total liabilities	30,364	27,436
Fund balance – unreserved	<u>211,381</u>	<u>212,860</u>
Total liabilities and fund balance	<u>\$241,745</u>	<u>\$240,296</u>

The accompanying notes are an integral part of these statements.

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

The Honorable Kenneth Freeman, Mayor
and Board of Aldermen
Many, Louisiana

I have audited the general purpose financial statements of the Town of Many, Louisiana, and the combining, individual fund, and account group financial statements of the Town of Many, Louisiana, for the year ended June 30, 1996, and have issued my report thereon dated December 13, 1996. In my report, my opinion was qualified because of the lack of complete records of general fixed assets.

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

The management of the Town of Many, 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 financial statements in accordance with generally accepted 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 my audit of the general purpose financial statements of the Town of Many, Louisiana, for the year ended June 30, 1996, I obtained an understanding of the internal control structure. With respect to the internal control structure, I obtained an understanding of the design of relevant policies and procedures and whether they have been placed in operation, and I assessed control risk in order to determine my auditing procedures for the purpose of expressing my opinion on the general purpose financial statements and not to provide an opinion on the internal control structure. Accordingly, I do not express such an opinion.

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

However, I noted certain matters involving the internal control structure and its operation that I have reported to the management of the Town of Many, Louisiana, in a separate letter dated December 13, 1996.

The Honorable Kenneth Freeman, Mayor
and Board of Aldermen
Town of Many, Louisiana

Dear Mayor Freeman and Aldermen:

In connection with my audit of the general purpose, combining, individual fund, and account group financial statements of the Town of Many, Louisiana for the year ended June 30, 1996, I offer the following observations and recommendations, which are intended to help improve the operations of the Town and to be constructive in nature:

PRIOR YEAR RECOMMENDATIONS

1. Existing condition

The budget for Street Fund the year ended June 30, 1995 was not amended as required by Louisiana law. The law requires that the budget be amended if actual expenditures plus projected expenditures for the remainder of the year, within a fund, are exceeding estimated budgeted expenditures by five percent or more. Actual expenditures in the Street Fund exceeded the budgeted amount by seven percent. The excess expenditures primarily arose in the last quarter of the year. Expenditures in the other funds did not exceed the related budgeted amount by more than five percent.

Corrective action

The Council monitored actual versus budget during the year ended June 30, 1996 and amended the budget as needed.

2. Existing condition

During the year the Town opened an account entitled "Many Arts Festival" at Peoples State Bank, however the Council did not approve the opening of this account. The account was used in connection with the Many Arts Festival sponsored by the Town, however no prenumbered checks were used. In addition, none of the supporting documentation of payments or deposits to the account were able to be located. No prenumbered cash receipt records were used in connection with deposits. Also several checks only had one signature, rather than the required two signatures.

Corrective action

The Council authorized this account in December 1995 and agreed that all future bank accounts will be subject to the normal procedures and controls used to control the Town's other bank accounts.

CURRENT YEAR RECOMMENDATIONS

1. Existing condition

Cash and credit cards collected at the Town's airport are not being deposited timely. In some instances the delay noted was as long as 45 days from the date of the credit card transaction before the credit card charge invoices were brought to the Town's accounting department for deposit. In addition, the cash receipts (credit card invoices) used at the airport are not being used in numerical order nor are the numbers being accounted for. Current procedures provide for weekly reporting of sales, pump and tank readings,

TOWN OF MANY, LOUISIANA
SPECIAL REVENUE FUNDS
STREETS AND SIDEWALKS FUND
COMPARATIVE STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCE
YEARS ENDED JUNE 30, 1996 AND 1995

	1996	1995
Revenues:		
Intergovernmental revenues:		
Louisiana Department of Transportation and Development	\$5,818	\$5,818
Interest	3,920	4,325
Miscellaneous	34	106
Total revenues	<u>9,772</u>	<u>10,249</u>
Expenditures:		
General government—		
Accounting	3,168	2,775
Equipment repair & maintenance	14,682	22,517
Engineering fees	1,960	0
Insurance	14,994	14,869
Miscellaneous	5,476	2,765
Salaries	104,087	70,907
Supplies & materials	18,099	26,770
Payroll taxes	8,005	5,203
Truck expense	6,251	4,865
Retirement	2,531	1,605
Contract labor and hauling	283	360
Workmen's compensation	22,723	18,040
Legal	10	129
Travel and seminars	135	60
Total general government	<u>202,404</u>	<u>170,865</u>
Highways and streets – capital outlay:		
Street signs	690	0
Equipment	1819	0
Street construction	29,994	29,269
Street repair	149,446	176,593
Total highways and streets	<u>181,949</u>	<u>205,862</u>
Total expenditures	<u>384,353</u>	<u>376,727</u>
Excess (deficiency) of revenues over expenditures	<u>(374,581)</u>	<u>(366,478)</u>
Other financing sources:		
Operating transfers from:		
Sales tax fund	373,102	352,928
Total other financing sources	<u>373,102</u>	<u>352,928</u>
Excess (deficiency) of revenues over expenditures and other financing sources	<u>(1,479)</u>	<u>(13,550)</u>
Fund balance, beginning of year	<u>212,860</u>	<u>226,410</u>
Fund balance, end of year	<u>\$211,381</u>	<u>\$212,860</u>

The accompanying notes are an integral part of these statements.

ENTERPRISE FUND

Enterprise funds are used to account for operations that are financed and operated in a manner similar to private business enterprises where the intent of the government's council is that the costs of providing goods or services to the general public on a continuing basis be financed or recovered primarily through user charges; or where the government's council has decided that periodic determination of net income is appropriate for accountability purposes.

Utility Fund - To account for the provision of water and sewer services to residents of the Town. 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.

TOWN OF MANY, LOUISIANA
SPECIAL REVENUE FUNDS
STREETS AND SIDEWALKS FUND
COMPARATIVE STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCE – BUDGET (GAAP BASIS) AND ACTUAL
YEARS ENDED JUNE 30, 1996 AND 1995

	1996		VARIANCE FAVORABLE (UNFAVORABLE)	1995
	BUDGET	ACTUAL		ACTUAL
Revenues:				
Intergovernmental revenues:				
Louisiana Department of Transportation and Development	\$5,618	\$5,818	\$200	\$5,818
Interest	500	3,920	3,420	4,325
Miscellaneous	0	34	34	106
Total revenues	6,118	9,772	3,654	10,249
Expenditures:				
General government--				
Accounting	2,000	3,168	(1,168)	2,775
Equipment repair & maintenance	15,000	14,682	318	22,517
Engineering fees	0	1,960	(1,960)	0
Insurance	11,000	14,994	(3,994)	14,869
Miscellaneous	800	5,476	(4,676)	2,765
Salaries	95,970	104,087	(8,117)	70,907
Supplies & materials	25,500	18,099	7,401	26,770
Payroll taxes	7,342	8,005	(663)	5,203
Truck expense	6,000	6,251	(251)	4,865
Retirement	2,109	2,531	(422)	1,605
Contract labor and hauling	500	283	217	360
Rent	500	0	500	0
Workmen's compensation	25,142	22,723	2,419	18,040
Legal	150	10	140	129
Travel and seminars	150	135	15	60
Total general government	192,163	202,404	(10,241)	170,865

The accompanying notes are an integral part of these statements.

TOWN OF MANY, LOUISIANA
GENERAL FUND
COMPARATIVE STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
BUDGET (GAAP BASIS) AND ACTUAL
YEARS ENDED JUNE 30, 1996 AND 1995

	1996		1995	
	BUDGET	ACTUAL	VARIANCE FAVORABLE (UNFAVORABLE ACTUAL	
Expenditures: (continued)				
Current:				
Recreation:				
Insurance	\$1,289	\$1,481	(\$192)	\$1,148
Utilities	1,750	3,616	(1,866)	1,647
Repairs	5,000	8,058	(3,058)	5,489
Salaries	3,500	6,065	(2,565)	2,503
Payroll taxes	268	464	(196)	211
Miscellaneous	0	3,262	(3,262)	2,004
Supplies	3,000	6,607	(3,607)	8,778
Capital outlay	9,195	11,119	(1,924)	35,000
Total recreation	24,002	40,672	(16,670)	56,780
Maintenance:				
Miscellaneous	0	0	0	256
Repairs	500	695	(195)	754
Supplies	0	28	(28)	803
Telephone	200	139	61	208
Tool expense	200	243	(43)	16
Utilities	1,000	999	1	791
Total maintenance	1,900	2,104	(204)	2,828
Public relations:				
Festival	2,500	215	2,285	4,808
Christmas parade	500	674	(174)	446
Office supplies & postage	1,460	160	1,300	0
Promotion	10,000	12,327	(2,327)	9,507
Salaries	12,600	2,657	9,943	0
Payroll taxes	964	203	761	0
Supplies	1,000	2	998	0
Retirement	378	270	108	0
Telephone	1,000	306	694	0
Travel & seminars	2,400	473	1,927	0
Miscellaneous	115	22	93	0
Total public relations	32,917	17,309	15,608	14,761
Total current expenditures	913,139	947,330	(34,191)	825,438

The accompanying notes are an integral part of these statements.

OTHER SUPPLEMENTARY INFORMATION

TOWN OF MANY, LOUISIANA
ENTERPRISE FUND
UTILITY FUND
COMPARATIVE BALANCE SHEET
JUNE 30, 1996 AND 1995

ASSETS	1996	1995
Current assets:		
Cash and cash equivalents	\$70,955	\$56,470
Investments, at cost	50,000	14,456
Receivables:		
Accrued interest	879	1,379
Utility bills	101,698	96,348
Prepaid expenses	0	86
Prepaid insurance	4,718	6,298
Total current assets	<u>228,250</u>	<u>175,037</u>
Restricted assets:		
Cash and cash equivalents:		
Customers' meter deposits:		
Cash	980	14,908
Money market account	0	36,928
Time certificates of deposit, at cost	67,185	11,914
Revenue bond & interest sinking fund:		
Money market account	38,519	37,661
Depreciation & contingency fund:		
Time certificate of deposit, at cost	161,848	20,042
U. S. Treasury bills, at cost	0	129,310
Revenue bond reserve fund:		
Time certificate of deposit, at cost	58,000	0
U. S. Treasury bills, at cost	0	59,292
Total restricted assets	<u>326,532</u>	<u>310,055</u>
Plant and equipment, at cost, net of accumulated depreciation (1996 -- \$1,832,127; 1995 -- \$1,710,610)	<u>3,429,135</u>	<u>3,492,932</u>
Total assets	<u>\$3,983,917</u>	<u>\$3,978,024</u>

The accompanying notes are an integral part of these statements.

TOWN OF MANY, LOUISIANA
ENTERPRISE FUND
UTILITY FUND
COMPARATIVE BALANCE SHEET
JUNE 30, 1996 AND 1995

LIABILITIES AND FUND EQUITY	1996	1995
Liabilities:		
Current liabilities (payable from current assets):		
Accounts payable	\$24,323	\$10,687
Payroll and payroll taxes payable	5,871	4,548
Sales tax payable	0	971
Due to general fund	45,070	23,358
Due to street & sidewalks fund	471	8,209
Total current liabilities (payable from current assets)	<u>75,735</u>	<u>47,773</u>
Current liabilities (payable from restricted assets):		
Revenue bonds payable	15,000	15,000
Interest coupons payable	17,750	18,125
Customers' meter deposits	68,165	63,750
Total current liabilities (payable from restricted assets)	<u>100,915</u>	<u>96,875</u>
Long-term liabilities:		
1977 Revenue bonds payable	695,000	710,000
Accumulated unpaid vacation	7,012	4,782
Total long-term liabilities	<u>702,012</u>	<u>714,782</u>
Total liabilities	<u>878,662</u>	<u>859,430</u>
Fund equity:		
Contributed capital-		
FHA grants	467,000	467,000
Municipality	540,000	540,000
HUD grants	100,000	100,000
EPA grants	1,037,682	1,037,682
LDUCA - CDB grant	860,877	860,877
Sabine Parish Police Jury	8,021	8,021
Total contributed capital	<u>3,013,580</u>	<u>3,013,580</u>
Retained earnings:		
Reserved-		
Reserved for revenue bond & interest sinking fund	38,519	37,661
Reserved for revenue bond reserve fund	58,000	59,292
Reserved for depreciation & contingency fund	161,849	149,352
Unreserved (deficit)	<u>(166,693)</u>	<u>(141,291)</u>
Total retained earnings	<u>91,675</u>	<u>105,014</u>
Total fund equity	<u>3,105,255</u>	<u>3,118,594</u>
Total liabilities and fund equity	<u>\$3,983,917</u>	<u>\$3,978,024</u>

The accompanying notes are an integral part of these statements.

TOWN OF MANY, LOUISIANA
 COMPARATIVE STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN RETAINED EARNINGS --
 UTILITY FUND
 BUDGET (GAAP BASIS) AND ACTUAL
 YEARS ENDED JUNE 30, 1996 AND 1995

	1996		VARIANCE FAVORABLE (UNFAVORABLE)	1995
	BUDGET	ACTUAL		ACTUAL
Operating revenues:				
Charges for services:				
Water charges	\$460,000	\$454,628	(\$5,372)	\$444,667
Sewer charges	157,747	154,107	(3,640)	152,686
Water connection charges	11,500	9,413	(2,087)	13,707
Delinquent charges	9,100	8,734	(366)	8,555
Miscellaneous	500	1,394	894	1,062
Total operating revenues	<u>638,847</u>	<u>628,276</u>	<u>(10,571)</u>	<u>620,677</u>
Operating expenses:				
Salaries	133,665	133,053	612	141,931
Insurance	28,056	30,894	(2,838)	32,457
Supplies	37,000	29,903	7,097	41,089
Contract labor	500	650	(150)	2,221
Bad debt expense	4,500	2,927	1,573	4,054
Legal and accounting	7,950	4,921	3,029	6,395
Repairs and maintenance	45,000	35,754	9,246	6,170
Truck expense	4,000	2,061	1,939	3,086
Telephone	6,900	6,791	109	5,909
Rent	950	157	793	200
Office supplies and postage	5,450	4,775	675	4,966
Retirement	4,010	3,833	177	3,338
Payroll taxes	10,726	10,008	718	10,897
Utilities	98,000	110,542	(12,542)	89,984
Freight	900	1,150	(250)	830
Miscellaneous	4,600	4,557	43	8,394
Testing fees	2,640	3,005	(365)	2,870
Water treatment plant supplies	70,000	58,840	11,160	67,728
Sewer plant supplies	2,500	7,089	(4,589)	3,593
Water purchased	41,685	43,575	(1,890)	40,719
Depreciation	103,000	121,517	(18,517)	118,107
Professional fees	10,000	5,000	5,000	26,723
Travel and seminars	1,900	1,859	41	1,684
Total operating expenses	<u>623,932</u>	<u>622,861</u>	<u>1,071</u>	<u>623,345</u>
Operating income (loss)	<u>14,915</u>	<u>5,415</u>	<u>(9,500)</u>	<u>(2,668)</u>
Nonoperating revenues (expenses):				
Interest income	10,000	17,121	7,121	16,516
Interest expense	(35,875)	(35,875)	0	(36,250)
Total nonoperating revenues (expenses)	<u>(25,875)</u>	<u>(18,754)</u>	<u>7,121</u>	<u>(19,734)</u>
Net income (loss)	<u>(10,960)</u>	<u>(13,339)</u>	<u>(2,379)</u>	<u>(22,402)</u>
Retained earnings, beginning of year	<u>105,014</u>	<u>105,014</u>	<u>0</u>	<u>127,416</u>
Retained earnings, end of year	<u>\$94,054</u>	<u>\$91,675</u>	<u>(\$2,379)</u>	<u>\$105,014</u>

The accompanying notes are an integral part of these statements.

GENERAL FIXED ASSETS ACCOUNT GROUP

The general fixed assets account group is used to account for fixed assets not used in proprietary fund operations.

TOWN OF MANY, LOUISIANA
COMPARATIVE STATEMENT OF GENERAL FIXED ASSETS
JUNE 30, 1996 AND 1995
(unaudited)

	1996	1995
General fixed assets, at cost		
Land	<u>\$116,366</u>	<u>\$116,366</u>
Buildings and improvements:		
Street department	105,259	105,259
Fire department	2,938	2,938
Office	105,294	66,999
Recreation department	54,323	54,323
Airport	<u>313,786</u>	<u>313,786</u>
Total	<u>581,600</u>	<u>543,305</u>
Streets and traffic equipment	<u>684,065</u>	<u>653,382</u>
Equipment:		
Street department	146,901	145,082
Garbage department	45,348	45,348
Police department	41,775	40,890
Fire department	0	0
Office	58,318	54,172
Recreation department	44,503	33,384
Airport	14,374	12,519
Maintenance department	<u>3,190</u>	<u>3,190</u>
Total	<u>354,409</u>	<u>334,585</u>
Automobiles and trucks:		
Street department	29,665	29,665
Garbage department	19,613	19,613
Police department	<u>108,515</u>	<u>88,136</u>
Total	<u>157,793</u>	<u>137,414</u>
Total general fixed assets	<u>\$1,894,233</u>	<u>\$1,785,052</u>
Investment in general fixed assets:		
1964 bond issue	\$75,257	\$75,257
1968 bond issue	122,000	122,000
General fund	491,830	415,151
Federal revenue sharing fund	295,117	295,117
Utility fund	45,331	45,331
Louisiana Department of Transportation & Development	46,524	46,524
Streets & sidewalks fund	501,290	468,788
State of Louisiana Law Enforcement Administration	2,125	2,125
Federal Aviation Administration	193,711	193,711
Source unknown	<u>121,048</u>	<u>121,048</u>
Total investment in general fixed assets	<u>\$1,894,233</u>	<u>\$1,785,052</u>

The accompanying notes are an integral part of these statements.

TOWN OF MANY, LOUISIANA
 STATEMENT OF CHANGES IN GENERAL FIXED ASSETS
 YEAR ENDED JUNE 30, 1996
 (unaudited)

	BEGINNING BALANCE	ADDITIONS	DELETIONS	ENDING BALANCE
Land	\$116,366	\$0	\$0	\$116,366
Buildings and improvements	543,305	38,295	0	581,600
Streets and traffic control equip.	653,382	30,683	0	684,065
Machinery and equipment	334,585	19,825	0	354,410
Automobiles and trucks	<u>137,414</u>	<u>20,378</u>	<u>0</u>	<u>157,792</u>
Total general fixed assets	<u>\$1,785,052</u>	<u>\$109,181</u>	<u>\$0</u>	<u>\$1,894,233</u>

The accompanying notes are an integral part of these statements.

TOWN OF MANY, LOUISIANA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 1996

2001	51,250	51,250
2002	50,250	50,250
2003	54,125	54,125
2004	52,875	52,875
2005	51,625	51,625
2006	55,250	55,250
2007	53,750	53,750
2008	57,125	57,125
2009	55,375	55,375
2010	53,625	53,625
2011	51,875	51,875
2012	55,000	55,000
2013	53,000	53,000
2014	55,875	55,875
2015	53,625	53,625
2016	51,375	51,375
2017	54,000	54,000
2018	56,375	56,375
	<u>\$101,434</u>	<u>\$1,194,000</u>
	=====	=====
		<u>\$1,295,434</u>
		=====

Changes in long-term debt

During the year ended June 30, 1996, the following changes occurred in liabilities reported in the general long-term debt account group:

	BEGINNING BALANCE	ADDITIONS	REDUCTIONS	ENDING BALANCE
General obligation debt:				
Public improvement bonds:				
Series A - 1975	\$ 25,000	-	\$(5,000)	\$ 20,000
Series B - 1975	25,000	-	(5,000)	20,000
Certificates of indebtedness-				
Series 1987	81,821	-	(44,940)	36,881
Note payable	23,097	-	(7,927)	15,170
Accumulated unpaid vacation	21,086	-	(105)	20,981
	<u>\$176,004</u>	<u>\$ -</u>	<u>\$(62,972)</u>	<u>\$113,032</u>
	=====	=====	=====	=====

During the year ended June 30, 1996 the following changes occurred in long-term debt reported as liabilities in the proprietary fund:

	BEGINNING BALANCE	ADDITIONS	REDUCTIONS	ENDING BALANCE
Revenue bonds:				
1977 Utility revenue bonds	\$725,000	-	\$(15,000)	\$710,000
	=====	=====	=====	=====

(6) Dedication of proceeds and flow of funds - 1% sales and use tax

Proceeds of a 1% sales and use tax levied by the Town of Many are dedicated to the following purposes:

1. 50% of the sales tax collections is transferred to the streets and sidewalks fund for maintenance and construction of streets and sidewalks.

2. 50% of the sales tax collections is transferred to the general fund for general operating or any other use as designated by the Board.

TOWN OF MANY, LOUISIANA
STATEMENT OF GENERAL LONG-TERM DEBT
JUNE 30, 1996
WITH COMPARATIVE TOTALS FOR JUNE 30, 1995

	PUBLIC IMPROVEMENT BONDS SERIES A 1975	PUBLIC IMPROVEMENT BONDS SERIES B 1975	CERTIFICATES OF INDEBTEDNESS SERIES 1987	NOTE PAYABLE	ACCUMULATED UNPAID VACATION	TOTALS
						1996 1995
AMOUNT AVAILABLE AND TO BE PROVIDED FOR THE RETIREMENT OF GENERAL LONG-TERM DEBT						
Amount available in Debt Service Fund for debt retirement	\$12,342	(\$3,682)				\$8,660 \$12,914
Amount to be provided from ad valorem taxes	7,658	23,682				31,340 37,086
Amount to be provided from general revenues			\$36,881	\$15,170		52,051 104,918
AMOUNT TO BE PROVIDED FOR ACCUMULATED UNPAID VACATION						
Amount to be provided from general revenues					\$16,647	16,647 20,530
Amount to be provided from sales tax revenues for Street Fund					4,334	4,334 556
Total available and to be provided	<u>\$20,000</u>	<u>\$20,000</u>	<u>\$36,881</u>	<u>\$15,170</u>	<u>\$20,981</u>	<u>\$113,032</u> <u>\$176,004</u>
GENERAL LONG-TERM DEBT PAYABLE						
Bonds payable	\$20,000	\$20,000	\$36,881			\$76,881 \$131,821
Note payable				\$15,170		15,170 23,097
Accumulated unpaid vacation					\$20,981	20,981 21,086
Total general long-term debt payable	<u>\$20,000</u>	<u>\$20,000</u>	<u>\$36,881</u>	<u>\$15,170</u>	<u>\$20,981</u>	<u>\$113,032</u> <u>\$176,004</u>

The accompanying notes are an integral part of these statements.

TOWN OF MANY, LOUISIANA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 1996

=====

The measurement of the total pension benefit obligation is based on an actuarial valuation as of June 30, 1996. Net assets available to pay pension benefits were valued as of the same date.

Ten-year historical trend information is presented in the System's June 30, 1996 comprehensive annual financial report. This information is useful in assessing the pension plan's accumulation of sufficient assets to pay pension benefits as they become due.

Municipal Employees' Retirement System

Other full time employees participate in the Municipal Employees' Retirement System of Louisiana (the System), a multiple-employer public employee retirement system. Employees who retire at or after age 65 with 10 years of credited service are entitled to a retirement benefit, payable monthly for life, equal to 2 percent of their final-average salary for each year of credited service. Final-average salary is the employee's average salary over the last three years of credited service. Employees may retire at or after age 60 and receive reduced retirement benefits. The System also provides death and disability benefits. Benefits are established by State statute. Participating employees contribute 5% of their total salary into the System, and the Town contributes an amount equal to 3.75% of the total salaries of participating employees. For the year ended June 30, 1996, the total contributions to this System were \$26,037, of which the Town contributed \$11,159 and the employees contributed \$14,878. Total payroll covered by this System was \$297,566. Total unfunded pension benefit obligation of the Municipal Employees' Retirement System as of June 30, 1995 was as follows:

Total pension benefit obligations	\$65,581,563
Net assets available for benefits	<u>59,345,360</u>
 Unfunded pension benefit obligation	 \$ 6,236,203 =====

The Town of Many does not guarantee the benefits granted by any of the systems in which it participates.

(10) Due from other governmental units

Amounts due from other governmental units at June 30, 1996 consisted of the following:

Due from State of Louisiana

Mowing	\$ 2,809
Video poker tax	4,457
Beer taxes	4,492
Tobacco taxes	<u>3,975</u>
 Total due from Louisiana	 \$15,733 =====

(11) Obligations under leases

The Town was not obligated under any capital lease commitments at June 30, 1996.

(12) Litigation

The Town is a party to legal proceedings involving suits filed against the Town for various reasons, however Town management does not believe the Town is exposed to any material losses in these proceedings. Accordingly, no provision for losses is included in the financial statements.

SCHEDULE 1

TOWN OF MANY, LOUISIANA
 COMBINED SCHEDULE OF BONDS PAYABLE -
 GENERAL OBLIGATION BONDS
 JUNE 30, 1996

	INTEREST RATE	PAYMENT DATE	ISSUE DATE	MATURITY DATE	ANNUAL SERIAL PAYMENT		BONDS			
					AMOUNT	YEAR	AUTHORIZED	ISSUED	RETIRED	OUTSTANDING
Public improvement bonds - Series A	6 - 7%	3/1;9/1	7/01/75	3/01/2000	\$5,000	(97-2000)	\$240,000	\$240,000	\$220,000	\$20,000
Public improvement bonds - Series B	6 - 7%	3/1;9/1	7/01/75	3/01/2000	5,000	(97-2000)	300,000	300,000	280,000	20,000
Certificates of indebtedness - Series 1987	7%	12/1;6/1	2/11/88	12/01/97	16,821	(97)	270,000	270,000	233,119	36,881
Note payable - theatre purchase	6.5%	Monthly	3/27/95	3/28/98	8,458 6,712	(97) (98)	25,000	25,000	9,830	15,170
Total general obligation bonds							<u>\$835,000</u>	<u>\$835,000</u>	<u>\$742,949</u>	<u>\$92,051</u>

Supplementary schedule. Presented as additional analytical data.

TOWN OF MANY, LOUISIANA
SCHEDULE OF GENERAL OBLIGATION BONDS OUTSTANDING
JUNE 30, 1996

PUBLIC IMPROVEMENT BONDS – SERIES A – JULY 1, 1975

FISCAL YEAR ENDING JUNE 30,	BOND NUMBERS	INTEREST PAYMENTS		TOTAL INTEREST	PRINCIPAL DUE MARCH 1	TOTAL PAYMENTS
		SEPT. 1	MARCH 1			
1997	45	\$700	\$700	\$1,400	\$5,000	\$6,400
1998	46	525	525	1,050	5,000	6,050
1999	47	350	350	700	5,000	5,700
2000	48	175	175	350	5,000	5,350
Totals		\$1,750	\$1,750	\$3,500	\$20,000	\$23,500

Supplementary schedule. Presented as additional analytical data.

TOWN OF MANY, LOUISIANA
 SCHEDULE OF GENERAL OBLIGATION BONDS OUTSTANDING
 JUNE 30, 1996

CERTIFICATES OF INDEBTEDNESS – SERIES 1987

FISCAL YEAR ENDING JUNE 30,	INTEREST PAYMENTS		TOTAL INTEREST	PRINCIPAL DUE DECEMBER 1	TOTAL PAYMENTS
	DECEMBER 1	JUNE 1			
1997	\$1,330	\$0	\$1,330	\$36,881	\$38,211
Totals	\$1,330	\$0	\$1,330	\$36,881	\$38,211

Supplementary schedule. Presented as additional analytical data.

TOWN OF MANY, LOUISIANA
 SCHEDULE OF GENERAL OBLIGATION NOTE PAYABLE OUTSTANDING
 JUNE 30, 1996

NOTE PAYABLE
 (THEATRE PURCHASE)

FISCAL YEAR ENDING JUNE 30,	INTEREST PAYMENTS	PRINCIPAL PAYMENTS	TOTAL PAYMENTS
1997	\$737	\$8,458	\$9,195
1998	316	6,712	7,028
Totals	<u>\$1,053</u>	<u>\$15,170</u>	<u>\$16,223</u>

Supplementary schedule. Presented as additional analytical data.

COMBINING, INDIVIDUAL FUND AND
ACCOUNT GROUP FINANCIAL STATEMENTS

GENERAL FUND

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

TOWN OF MANY, LOUISIANA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 1996

(13) Cash and Investments

Louisiana revised Statutes authorize the Town to invest in United States bonds, treasury notes or certificates, or to deposit funds in demand deposits, interest bearing demand deposits, money market accounts, or time deposits with state banks organized under Louisiana law and national banks having their principal offices in Louisiana.

As described in Note 1, cash equivalents include all short term highly liquid investments that are readily convertible to known amounts of cash and are so near their maturity that they present insignificant risk of changes in value because of interest rates. Generally, only investments which, at the date of purchase, have a maturity date no longer than three months qualify under this definition.

At June 30, 1996, the Town of Many has cash and investments as follows:

	Unrestricted	Restricted	Total
Cash	\$349,973	\$ 39,449	\$ 389,422
Investments	351,000	287,033	638,033
	-----	-----	-----
	\$700,973	\$326,482	\$1,027,455
	=====	=====	=====

Investments consist of certificates of deposit.

Of the total of \$1,027,255 deposited in demand and time deposits as of June 30, 1996, \$204,406 was secured through federal depository insurance and \$822,849 was secured by the pledge of securities (\$1,065,000 par value) owned by the depository bank. These securities are held in the name of the pledging bank in a custodial bank that is mutually acceptable to both parties. These secured deposits are considered uncollateralized under the provisions of GASB Statement 3; however, Louisiana Revised Statutes require the custodial bank to advertise and sell the pledged securities within ten (10) days of being notified by the Town that the pledging bank has failed to pay deposited funds upon demand. The Town's deposits were fully insured or collateralized at June 30, 1996.

(14) Report classifications

Certain previously reported amounts have been reclassified to conform to 1996 report classifications.

(15) Retained earnings

Effective October 15, 1990 the Town increased the water and sewer rates to allow the Utility Fund to eliminate the deficit in retained earnings caused by the continuing loss being incurred in operations of water and sewer services. The Town is currently evaluating the water and sewer operations to determine the action needed to eliminate the net operating losses and to increase the capacity of the water supply. In addition, a portion of retained earnings is reserved to cover certain restricted assets pledged for future debt service on the revenue bonds issued by the Utility Fund.

(16) Compensation paid to Mayor and Aldermen

In accordance with the requirements of the Office of the Legislative Auditor, State of Louisiana, the following reflects compensation paid to the Mayor and member of the Town Council for the year ended June 30, 1996:

TOWN OF MANY, LOUISIANA
BOND MATURITY SCHEDULE -- UTILITY FUND
JUNE 30, 1996

UTILITY REVENUE BONDS -- DECEMBER 30, 1977

FISCAL YEAR ENDING JUNE 30,	BOND NUMBERS	INTEREST PAYMENTS		TOTAL INTEREST	PRINCIPAL DUE DECEMBER 30	TOTAL PAYMENTS
		DECEMBER 30	JUNE 30			
1996			\$17,750	\$17,750		\$17,750
1997	194--208	\$17,750	17,375	35,125	\$15,000	50,125
1998	209--228	17,375	16,875	34,250	20,000	54,250
1999	229--248	16,875	16,375	33,250	20,000	53,250
2000	249--268	16,375	15,875	32,250	20,000	52,250
2001	269--288	15,875	15,375	31,250	20,000	51,250
2002	289--308	15,375	14,875	30,250	20,000	50,250
2003	309--333	14,875	14,250	29,125	25,000	54,125
2004	334--358	14,250	13,625	27,875	25,000	52,875
2005	359--383	13,625	13,000	26,625	25,000	51,625
2006	384--413	13,000	12,250	25,250	30,000	55,250
2007	414--443	12,250	11,500	23,750	30,000	53,750
2008	444--478	11,500	10,625	22,125	35,000	57,125
2009	479--513	10,625	9,750	20,375	35,000	55,375
2010	514--548	9,750	8,875	18,625	35,000	53,625
2011	549--583	8,875	8,000	16,875	35,000	51,875
2012	584--623	8,000	7,000	15,000	40,000	55,000
2013	624--663	7,000	6,000	13,000	40,000	53,000
2014	664--708	6,000	4,875	10,875	45,000	55,875
2015	709--753	4,875	3,750	8,625	45,000	53,625
2016	754--798	3,750	2,625	6,375	45,000	51,375
2017	799--848	2,625	1,375	4,000	50,000	54,000
2018	849--903	1,375		1,375	55,000	56,375
Totals		\$242,000	\$242,000	\$484,000	\$710,000	\$1,194,000

Supplementary schedule. Presented as additional analytical data.

TOWN OF MANY, LOUISIANA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 1996

Mayor Kenneth Freeman	\$12,000
Aldermen:	
I. D. Bostian	3,000
John Hoagland	3,000
Rhonda Singletary	3,000
Janet Spears	3,000
Robert L. Sweet	3,000

(17) Interfund receivables and payables

A summary of interfund receivables and payables at June 30, 1996 follows:

	<u>Receivable</u>	<u>Payable</u>
General fund - due from utility fund	\$ 45,070	
- due from sales tax fund	63,507	
- due from street fund	21,388	
Special revenue - due from utility fund	471	
- due from sales tax fund	65,457	
Debt service - due from general fund	2,822	
General fund - due to debt service fund		\$ 2,822
Special revenue - due to general fund		84,895
- due to street fund		65,457
Utility fund - due to general fund		45,070
- due to street fund		471
	-----	-----
	\$198,715	\$198,715
	=====	=====

TOWN OF MANY, LOUISIANA
SCHEDULE OF GENERAL OBLIGATION BONDS OUTSTANDING
JUNE 30, 1996

PUBLIC IMPROVEMENT BONDS – SERIES B – JULY 1, 1975

FISCAL YEAR ENDING JUNE 30,	BOND NUMBERS	INTEREST PAYMENTS		TOTAL INTEREST	PRINCIPAL DUE MARCH 1	TOTAL PAYMENTS
		SEPT. 1	MARCH 1			
1997	57	\$700	\$700	\$1,400	\$5,000	\$6,400
1998	58	525	525	1,050	5,000	6,050
1999	59	350	350	700	5,000	5,700
2000	60	175	175	350	5,000	5,350
Totals		<u>\$1,750</u>	<u>\$1,750</u>	<u>\$3,500</u>	<u>\$20,000</u>	<u>\$23,500</u>

Supplementary schedule. Presented as additional analytical data.

GENERAL LONG-TERM DEBT
ACCOUNT GROUP

The general long-term debt account group is used to account for unmatured principal amounts on general long-term debt expected to be financed from governmental type funds (except special assessment funds). Payment of maturing obligations, including interest, are accounted for in the debt service fund.

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

The Honorable Kenneth Freeman, Mayor
and Board of Aldermen
Town of Many, Louisiana

I have audited the general purpose financial statements of the Town of Many, Louisiana, and the combining, individual fund, and account group financial statements of the Town of Many, Louisiana, for the year ended June 30, 1996, and have issued my report thereon dated December 13, 1996. In my report, my opinion was qualified because of the lack of complete records of general fixed assets.

I conducted my audit in accordance with generally accepted auditing standards, Government Auditing Standards, issued by the Comptroller General of the United States. Those standards require that I 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 Town of Many, Louisiana, is the responsibility of the Town of Many's management. As a part of obtaining reasonable assurance about whether the general purpose financial statements are free of material misstatement, I performed tests of the Town of Many's compliance with certain provisions of laws, regulations, contracts, and grants. However, the objective of my audit of the financial statements was not to provide an opinion on overall compliance with such provisions. Accordingly, I do not express such an opinion.

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

I noted certain immaterial instances of noncompliance that I have reported to the management of the Town of Many, Louisiana in a separate letter dated December 13, 1996.

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



EUGENE W. FREMAUX II, CPA

December 13, 1996