

City Court of Denham Springs - Ward Two

NOTES TO FINANCIAL STATEMENTS (CONTINUED)

June 30, 1996

D. Budgets and Budgetary Accounting

The City Court of Denham Springs - Ward Two was not required to prepare or adopt a budget for the fiscal year ended June 30, 1996.

E. Total Columns on Combined Statements - Overview

Total Columns on the Combined Statements - Overview are captioned "Memorandum Only" to indicate that they are presented only to facilitate financial analysis. Data in these columns 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.

F. Accumulated Unpaid Vacation and Sick Pay

The Employees of the City Court of Denham Springs - Ward Two are not allowed to accumulate vacation or sick time.

Note 2 - Interest Earned -

The Civil and Criminal Dockets, and the Public Service Fund and Witness Fees Fund have placed funds in interest-bearing accounts. Since the Dockets operate in a fiduciary capacity and are not required to pay interest on bonds paid in advance of trial, interest income is transferred to the General Fund and used for operations of the Court.

The interest earned in the Public Service Fund and the Witness Fees Fund is also transferred to the General Fund and used for operations of the Court.

Note 3 - Cash and Cash Equivalents -

For reporting purposes, cash and cash equivalents include cash, demand deposits, and time certificates of deposit. Under state law the Court may deposit funds within a fiscal agent bank organized under the laws of the State of Louisiana, any other state in the union, or under the laws of the United States. Further, the Court may invest in time deposits or certificates of deposit of state banks organized under Louisiana law and national banks having principal offices in Louisiana.

City Court of Denham Springs - Ward Two

COMPARATIVE STATEMENTS OF GENERAL FIXED ASSETS - BY SOURCES

June 30, 1996 and 1995

	<u>1996</u>	<u>1995</u>
General Fixed Assets, at Cost:		
Equipment:		
Copier	\$ 4,880	\$ 4,880
Telephone System	3,960	3,960
Furniture and Fixtures	14,422	14,422
Computer Equipment	90,144	89,285
Police Equipment	4,273	4,273
Leasehold Improvements	13,911	13,911
Other Equipment	<u>8,273</u>	<u>8,273</u>
Total General Fixed Assets	<u>\$139,863</u>	<u>\$139,004</u>
Investments in General Fixed Assets From:		
General Fund	\$107,613	\$106,754
Grants	<u>32,250</u>	<u>32,250</u>
Total Investments in General Fixed Assets	<u>\$139,863</u>	<u>\$139,004</u>

See auditor's report.

City Court of Denham Springs - Ward Two
GENERAL FUND

COMPARATIVE BALANCE SHEETS

June 30, 1996 and 1995

ASSETS

	<u>1996</u>	<u>1995</u>
Cash	\$ 25,268	\$ 18,401
Certificates of Deposit	160,159	172,236
Accrued Interest	1,773	1,427
Due from Other Funds	<u>250</u>	<u>250</u>
Total Assets	<u>\$ 187,450</u>	<u>\$ 192,314</u>

LIABILITIES AND FUND BALANCE

Liabilities:		
Accounts Payable	\$ 239	\$ -
Bond Appeals	<u>-</u>	<u>1,787</u>
Total Liabilities	\$ 239	\$ 1,787
Fund Balance:		
Unreserved - Undesignated	<u>187,211</u>	<u>190,527</u>
Total Liabilities and Fund Balance	<u>\$ 187,450</u>	<u>\$ 192,314</u>

See auditor's report.

GENERAL FUND

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

FINANCIAL STATEMENTS OF INDIVIDUAL
FUNDS AND ACCOUNT GROUPS

City Court of Denham Springs - Ward Two
NOTES TO FINANCIAL STATEMENTS (CONTINUED)

June 30, 1996

covered earnings and the rate for the employee was 2.00% of covered earnings. The City Court of Denham Springs - Ward Two contributed \$1,040 to the system during the year. Data concerning the actuarial status of the system at June 30, 1996, is not currently available.

Employees of the Court whose salary is reimbursed by the City of Denham Springs, are also covered by the Municipal Employees' Retirement System of Louisiana - Plan "B", also a multiple-employer public employee retirement system. Contributions to the system are made by both employees and the City of Denham Springs as a percentage of salaries. The City of Denham Springs contributed \$1,625 to the system during the year on behalf of the Court and this amount is included in these financial statements. Data concerning the actuarial status of the system at June 30, 1996, is not currently available.

All employees of the Court, with the exception of the Judge, are also covered by the Social Security System. The Court contributed \$10,441 to the System in fiscal year 1996, as its share of employer contributions.

The Judge is a member of the Louisiana State Employees Retirement System. Contributions to the system are made by the Judge and the Court as a percentage of salary. The Court contributed \$2,821 to the system during the year. Data concerning the actuarial status of the system at June 30, 1996, is not currently available.

Note 8 - On Behalf Payments for Salaries and Benefits -

The Court implemented GASB Statement No. 24, "Accounting and Financial Reporting for Certain Grants and Other Financial Assistance." This standard requires the Court to report in the financial statements on-behalf salary and fringe benefit payments made by the Livingston Parish Council to the Court's employees. The implementation of this statement had no effect on the Financial Statements of the Court as the Court has been reporting these payments for several years.

Supplementary salary payments are made by the Parish Council directly to the Court's employees. The Court is not legally responsible for these salary supplements. Therefore, the basis for recognizing the revenue and expenditure payments is the actual contributions made by the Parish Council. For the fiscal year ended June 30, 1996 the Parish Council made supplementary salary and benefit payments of \$28,266 to the City Court's employees.

As an elected official, the Judge statuatorily receives a portion of his compensation directly from the City of Denham Springs, the Livingston Parish Council, and the State of Louisiana. As the Judge considers himself to be employed by the State of Louisiana, his compensation is not reflected in these financial statements.

City Court of Denham Springs - Ward Two

NOTES TO FINANCIAL STATEMENTS (CONTINUED)

June 30, 1996

At June 30, 1996, the carrying amount of the Court's Cash and Cash Equivalents totaled \$280,407, and the confirmed bank balances were \$307,880. Cash and cash equivalents are stated at cost, which approximates market. These deposits must be secured under state law by federal deposit insurance or the pledge of securities owned by the bank. The market value of the pledged securities plus the federal deposit insurance must at all times equal the amount on deposit with the bank. These pledged securities are to be held in the name of the pledging bank in a custodial bank that is mutually acceptable to the parties involved. The following is a summary of cash and cash equivalents at June 30, 1996, with the related federal deposit insurance and pledged securities. The cash and cash equivalents at June 30, 1996, were secured as follows:

	CONFIRMED BANK BALANCES <u>JUNE 30, 1996</u>	FDIC/FSLIC INSURANCE	BALANCES UNINSURED
Cash and Cash Equivalents	\$ 147,721	\$ 119,831	\$ 27,890
Investments in Time Certificates of Deposit	<u>160,159</u>	<u>160,159</u>	<u>-</u>
Total	<u>\$ 307,880</u>	<u>\$ 279,990</u>	<u>\$ 27,890</u>
Uncollateralized - Securities Pledged and Held by the Custodial Bank in the Name of the Fiscal Agent			<u>50,673</u>
Deficiency of FDIC/FSLIC Insurance and Pledged Securities over Cash and Cash Equivalents			<u>\$ NONE</u>

City Court of Denham Springs - Ward Two
Denham Springs, Louisiana

In planning and performing our audit of the financial statements of the City Court of Denham Springs - Ward Two for the year ended June 30, 1996, we obtained an understanding of the internal control structure. With respect to the internal control structure, we obtained an understanding of the design of relevant policies and procedures and whether they have been placed in operation, and we assessed control risk in order to determine our auditing procedures for the purpose of expressing our opinion on the component unit financial statements and not to provide an opinion on the internal control structure. Accordingly, we do not express such an opinion.

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

This report is intended solely for the information of management and the Louisiana Legislative Auditor, and should not be used for any other purpose. However, this report is a matter of public record, and its distribution is not limited.

Respectfully submitted,

Thomas A. Bourgeois & Co., L.L.P.

City Court of Denham Springs - Ward Two
NOTES TO FINANCIAL STATEMENTS (CONTINUED)

June 30, 1996

GOVERNMENTAL FUND TYPES

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

Special Revenue Funds - Special Revenue Funds are used to account for the proceeds of specific revenue sources that are legally restricted to expenditures for specified purposes.

FIDUCIARY FUND TYPES

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

C. Fixed Assets

The accounting and reporting treatment applied to the fixed assets 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. This means that only current assets and current liabilities are generally included on their balance sheets. Their reported fund balance (net current assets) is considered a measure of "available spendable resources". Governmental fund operating statements present increases (revenues and other financing sources) and decreases (expenditures and other financing uses) in net current assets. Accordingly, they are said to present a summary of sources and uses of "available spendable resources" during a period.

Fixed assets used in governmental fund type operations are accounted for in the General Fixed Assets Account Group, rather than in governmental funds. No depreciation has been provided on general fixed assets.

All fixed assets are valued at historical cost.

City Court of Denham Springs - Ward Two

NOTES TO FINANCIAL STATEMENTS (CONTINUED)

June 30, 1996

Governmental Accounting Standards Board (GASB) Statement No. 14, the Financial Reporting Entity, established criteria for determining which component units should be considered part of the City of Denham Springs for financial reporting purposes. The basic criteria are as follows:

1. Legal status of the potential component unit including the right to incur its own debt, levy its own taxes and charges, expropriate property in its own name, sue and be sued, and the right to buy, sell and lease property in its own name.
2. Whether the City governing authority (Mayor and Board of Aldermen) appoints a majority of board members of the potential component unit.
3. Fiscal interdependency between the City and the potential component unit.
4. Imposition of will by the City on the potential component unit.
5. Financial benefit/burden relationship between the City and the potential component unit.

Based on the previous criteria, City Management has included the City Court of Denham Springs - Ward Two as a component unit of the City of Denham Springs. Since the Judge of the Court is an elected official and has certain statutorily defined sources of funds for his own operating and/or capital budget discretion, the funds of the City Court of Denham Springs - Ward Two will be discretely presented in the City of Denham Springs general purpose financial statements for the year ended June 30, 1996.

B. Fund Accounting

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

City Court of Denham Springs - Ward Two

NOTES TO FINANCIAL STATEMENTS

June 30, 1996

Note 1 - Summary of Significant Accounting Policies -

The City Court of Denham Springs - Ward Two, Parish of Livingston, Louisiana was established in accordance with Louisiana Statute 13:1872 A(1) by resolution of the Denham Springs Mayor and Board of Aldermen on June 24, 1968.

The Court collects fines on behalf of Ward Two in Livingston Parish which includes the City of Denham Springs and a portion of Livingston Parish and remits these fines to the same, after deducting court costs therefrom for operation of the Court and Marshall's offices. The combining financial statements of the Agency Funds, Criminal Docket and Civil Docket, have been prepared on the cash basis as they primarily operate in a fiduciary capacity. The combining and individual fund financial statements of the General Fund and the Special Revenue Funds, (Public Service Work Fund and Witness Fees Fund), have been prepared on the modified accrual basis in order to fairly present the operations of the Court.

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

A. Financial Reporting Entity

For reporting purposes the City of Denham Springs, Louisiana, serves as the financial reporting entity for both the municipality (City of Denham Springs) and for the Ward II Court System. The financial reporting entity consists of (1) the primary government (all funds under the auspices of the Mayor and Board of Aldermen of the City of Denham Springs), (2) organizations for which the primary government is financially accountable, and (3) other organizations for which the nature and significance of their relationship with the primary government are such that exclusion would cause the reporting entity's financial statements to be misleading or incomplete.

City Court of Denham Springs - Ward Two
NOTES TO FINANCIAL STATEMENTS (CONTINUED)

June 30, 1996

Note 4 - Changes in General Fixed Assets -

A summary of changes in general fixed assets follows:

	<u>BALANCE</u> <u>JUNE 30, 1995</u>	<u>ADDITIONS</u>	<u>DELETIONS</u>	<u>BALANCE</u> <u>JUNE 30, 1996</u>
Equipment	\$139,004	\$ 859	\$ -	\$139,863

Note 5 - Interfund Receivables, Payables - Transfers In, Transfers Out -

	<u>INTERFUND</u> <u>RECEIVABLES</u>	<u>INTERFUND</u> <u>PAYABLES</u>
General Fund	\$ 250	\$ -
Agency Funds	<u>-</u>	<u>250</u>
	<u>\$ 250</u>	<u>\$ 250</u>
	<u>TRANSFERS</u> <u>IN</u>	<u>TRANSFERS</u> <u>OUT</u>
General Fund	\$ 450	\$ -
Special Revenue Funds	<u>-</u>	<u>450</u>
	<u>\$ 450</u>	<u>\$ 450</u>

Note 6 - Postretirement Health Care and Life Insurance Benefits -

At June 30, 1996, the Court has no postretirement health care and life insurance benefit plan in existence.

Note 7 - Retirement Commitments -

Employees of the City Court of Denham Springs - Ward Two may elect to be members of the Parochial Employees' Retirement System of Louisiana - Plan "B", a multiple-employer public employee retirement system. Contributions to the system are made by both employees and the Court's office as a percentage of salaries. Beginning January 1, 1995, the contribution rate for the employer was 1.00% of

TOTALS	
(MEMORANDUM ONLY)	
<u>1996</u>	<u>1995</u>
-	625
8,725	10,476
13,253	19,526
<u>859</u>	<u>1,850</u>
\$ 222,298	\$ 233,111
<u>\$ 450</u>	<u>\$ 820</u>
\$ 450	\$ 820
<u>\$ 222,748</u>	<u>\$ 233,931</u>
\$ (2,189)	\$ 1,442
<u>203,825</u>	<u>202,383</u>
\$ 201,636	\$ 203,825
<u><u> </u></u>	<u><u> </u></u>

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

OTHER SUPPLEMENTARY INFORMATION

GENERAL FIXED ASSETS ACCOUNT GROUP

City Court of Denham Springs - Ward Two
AGENCY FUNDS

COMBINING STATEMENTS OF CASH RECEIPTS AND DISBURSEMENTS (CONTINUED)

For the Year Ended June 30, 1996
With Comparative Totals for the Year Ended June 30, 1995

	<u>CIVIL DOCKET</u>	<u>CRIMINAL DOCKET</u>	<u>TOTALS</u>	
			<u>1996</u>	<u>1995</u>
Disbursements (Continued):				
Court Cost Refunds	2,111	-	2,111	7,252
Judge's Fees	23,514	-	23,514	18,809
Serving Citations	5,249	-	5,249	3,991
Judges Supplemental Compensation Fund	6,583	-	6,583	5,516
Interest Transfers to General Fund	259	1,248	1,507	1,540
Juvenile Justice Committee	-	9,677	9,677	11,446
Applied Technology	-	5,050	5,050	6,975
Analysis Fees	-	12,225	12,225	18,075
Trial Court Case Management Information System	-	7,238	7,238	5,504
Louisiana Traumatic Head and Spinal Cord Injury Trust Fund	-	14,363	14,363	17,651
Judgement of Bond Forfeitures	-	10,595	10,595	5,860
Total Disbursements	<u>\$ 58,045</u>	<u>\$612,132</u>	<u>\$670,177</u>	<u>\$768,792</u>
Cash Balance - End of Year	<u>\$ 18,243</u>	<u>\$ 62,312</u>	<u>\$ 80,555</u>	<u>\$ 69,525</u>

See auditor's report.

City Court of Denham Springs - Ward Two
AGENCY FUNDS

COMBINING STATEMENTS OF CASH RECEIPTS AND DISBURSEMENTS

For the Year Ended June 30, 1996
With Comparative Totals for the Year Ended June 30, 1995

	<u>CIVIL DOCKET</u>	<u>CRIMINAL DOCKET</u>	<u>TOTALS</u>	
			<u>1996</u>	<u>1995</u>
Cash Balance - Beginning of Year	\$ 15,405	\$ 54,120	\$ 69,525	\$ 64,576
Receipts:				
Fines and Bonds Collected	\$ 60,624	\$619,076	\$679,700	\$772,220
Interest	<u>259</u>	<u>1,248</u>	<u>1,507</u>	<u>1,521</u>
Total Receipts	<u>\$ 60,883</u>	<u>\$620,324</u>	<u>\$681,207</u>	<u>\$773,741</u>
Total Cash Available	\$ 76,288	\$674,444	\$750,732	\$838,317
Disbursements:				
Fines Disbursed to City of Denham Springs - General	\$ -	\$160,204	\$160,204	\$206,796
Fines Disbursed to City of Denham Springs - LACE	-	-	-	272
Fines Disbursed to Parish President-Council - General	-	62,261	62,261	69,027
Fines Disbursed to Parish President-Council - LACE	-	-	-	1,241
Fines Disbursed to Town of Port Vincent - General	-	7,459	7,459	5,271
General Fund Court Costs	-	94,448	94,448	97,662
General Fund - Probation and Continuance Fees	-	9,845	9,845	13,114
Public Service Work Fund Court Costs	-	16,304	16,304	21,449
Witness Fee Fund Court Costs	-	9,852	9,852	11,741
Marshall's Office Court Costs	-	68,154	68,154	71,524
District Attorney Fees	-	23,934	23,934	32,105
Bonds and Fines Refunded	-	6,617	6,617	11,185
Law Enforcement Training	-	2,817	2,817	2,932
Miscellaneous	170	-	170	195
Reparations Fund	-	10,552	10,552	10,973
Indigent Defenders' Board	-	79,289	79,289	97,684
Marshall's Fees	17,506	-	17,506	11,010
Recording Fees	2,653	-	2,653	1,992

(CONTINUED)

City Court of Denham Springs - Ward Two
AGENCY FUNDS

COMBINING BALANCE SHEETS

June 30, 1996
With Comparative Totals for June 30, 1995

ASSETS

	<u>CIVIL DOCKET</u>	<u>CRIMINAL DOCKET</u>	<u>TOTALS</u>	
			<u>1996</u>	<u>1995</u>
Cash	\$ <u>18,243</u>	\$ <u>62,312</u>	\$ <u>80,555</u>	\$ <u>69,525</u>
Total Assets	\$ <u>18,243</u>	\$ <u>62,312</u>	\$ <u>80,555</u>	\$ <u>69,525</u>

LIABILITIES

Due to General Fund	\$ -	\$ 250	\$ 250	\$ 250
Bonds Paid in Advance of Trial	<u>18,243</u>	<u>62,062</u>	<u>80,305</u>	<u>69,275</u>
Total Liabilities	\$ <u>18,243</u>	\$ <u>62,312</u>	\$ <u>80,555</u>	\$ <u>69,525</u>

See auditor's report.

AGENCY FUNDS

City Court of Denham Springs - Ward Two
SPECIAL REVENUE FUNDS

COMBINING STATEMENTS OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES

For the Year Ended June 30, 1996
With Comparative Totals for the Year Ended June 30, 1995

	<u>WITNESS FEES FUND</u>	<u>PUBLIC SERVICE WORK FUND</u>	<u>TOTALS</u>	
			<u>1996</u>	<u>1995</u>
Revenues:				
Court Costs	\$ 9,852	\$15,131	\$24,983	\$33,190
Interest	<u> 250</u>	<u> 200</u>	<u> 450</u>	<u> 420</u>
Total Revenues	\$10,102	\$15,331	\$25,433	\$33,610
Expenditures:				
Police Officers				
Subpoena Fees	\$ 8,725	\$ -	\$ 8,725	\$10,476
Fines Disbursed to City of Denham Springs	-	13,253	13,253	19,526
Insurance	-	1,439	1,439	1,467
Telephone	<u> </u>	<u> 439</u>	<u> 439</u>	<u> 456</u>
Total Expenditures	\$ 8,725	\$15,131	\$23,856	\$31,925
Other Uses:				
Operating Transfers Out	<u> 250</u>	<u> 200</u>	<u> 450</u>	<u> 820</u>
Total Expenditures and Other Uses	\$ 8,975	\$15,331	\$24,306	\$32,745
Excess of Revenues and Other Sources Over (Under) Expen- ditures and Other Uses	\$ 1,127	\$ -	\$ 1,127	\$ 865
Fund Balances at Beginning of Year	<u>11,298</u>	<u> 2,000</u>	<u>13,298</u>	<u>12,433</u>
Fund Balances at End of Year	<u>\$12,425</u>	<u>\$ 2,000</u>	<u>\$14,425</u>	<u>\$13,298</u>

See auditor's report.

City Court of Denham Springs - Ward Two
SPECIAL REVENUE FUNDS

COMBINING BALANCE SHEETS

June 30, 1996
With Comparative Totals as of June 30, 1995

ASSETS

	<u>WITNESS FEES FUND</u>	<u>PUBLIC SERVICE WORK FUND</u>	<u>TOTALS</u>	
			<u>1996</u>	<u>1995</u>
Cash	\$12,425	\$ 2,000	\$14,425	\$13,298
Total Assets	<u>\$12,425</u>	<u>\$ 2,000</u>	<u>\$14,425</u>	<u>\$13,298</u>

LIABILITIES AND FUND BALANCES

Liabilities:				
Due to General Fund	\$ -	\$ -	\$ -	\$ -
Accounts Payable	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Liabilities	\$ -	\$ -	\$ -	\$ -
Fund Balances:				
Designated	<u>12,425</u>	<u>2,000</u>	<u>14,425</u>	<u>13,298</u>
Total Liabilities and Fund Balances	<u>\$12,425</u>	<u>\$ 2,000</u>	<u>\$14,425</u>	<u>\$13,298</u>

See auditor's report.

SPECIAL REVENUE FUNDS

City Court of Denham Springs - Ward Two
GENERAL FUND

COMPARATIVE STATEMENTS OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE

For the Years Ended June 30, 1996 and 1995

	1996	1995
Revenues:		
Court Costs	\$ 94,448	\$ 97,662
Probation and Continuance Fees	9,845	13,114
Drivers' License Reinstatement Fee	2,050	2,713
Appealed Case Fees/Transcripts	231	-
Intergovernmental Revenues - On-Behalf Payments	28,266	28,374
Interest Income	11,598	10,066
Miscellaneous Income	3,424	4,200
Total Revenues	\$ 149,862	\$ 156,129
Other Financing Sources:		
Operating Transfers From Primary Government - City of Denham Springs	\$ 44,814	\$ 44,814
Operating Transfers In	450	820
Total Other Financing Sources	\$ 45,264	\$ 45,634
Total Revenues and Other Financing Sources	\$ 195,126	\$ 201,763
Expenditures:		
Salaries	\$ 136,482	\$ 129,605
Office Supplies and Printed Forms	7,156	6,455
Telephone	2,599	2,697
Postage	1,997	2,600
Membership Dues	2,134	2,029
Educational Conferences and Seminars	6,978	7,468
Equipment	859	1,850
Professional Fees	2,175	2,175
Maintenance Agreement	5,159	5,782
Payroll Tax Expense	10,999	10,527
Miscellaneous	2,245	5,038
Retirement Expense	5,486	4,982
Group Insurance	4,096	4,088
Uniforms	1,928	2,895
Transcriptions/Appeals	8,149	12,370
Software Update	-	625
Total Expenditures	\$ 198,442	\$ 201,186
Excess of Revenues and Other Sources Over (Under) Expenditures	\$ (3,316)	\$ 577
Fund Balance - Beginning of Year	190,527	189,950
Fund Balance - End of Year	\$ 187,211	\$ 190,527

See auditor's report.

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July 17, 1996

Judge Charles W. Borde, Jr.
City Court of Denham Springs - Ward Two
Denham Springs, Louisiana

We have audited the component unit financial statements of the City Court of Denham Springs - Ward Two, (a component unit of the City of Denham Springs), as of and for the year ended June 30, 1996, and have issued our report thereon dated July 17, 1996.

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

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

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

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

Respectfully submitted,

Hannis T. Bourgeois & Co., L.L.P.

HANNIS T. BOURGEOIS & CO., L.L.P.

Certified Public Accountants

1111 S. Range Avenue, Suite 101
Denham Springs, Louisiana 70726
(504) 665-8297

July 17, 1996

INDEPENDENT AUDITOR'S REPORT

RANDY J. BONNECAZE, C.P.A.*
JOSEPH D. RICHARD, JR., C.P.A.*
RONNIE T. STAMPER, C.P.A.*
FERNAND P. GENBE, C.P.A.*
STEPHEN M. HUGGINS, C.P.A.*
MONICA L. ZUMO, C.P.A.*
RONALD L. GAGNE, C.P.A.*
DOUGLAS J. NELSON, C.P.A.*

GILLES D. VIATOR, C.P.A.

* A Professional Accounting Corporation

LOUIS J. BONNECAZE, C.P.A.
CONSULTANT
MEMBERS
AMERICAN INSTITUTE OF
CERTIFIED PUBLIC ACCOUNTANTS
2322 TREMONT DRIVE, SUITE 200
BATON ROUGE, LA 70809

Judge Charles W. Borde, Jr.
City Court of Denham Springs - Ward Two
Denham Springs, Louisiana

We have audited the accompanying component unit financial statements of the City Court of Denham Springs - Ward Two, (a component unit of the City of Denham Springs), as of and for the year ended June 30, 1996, as listed in the table of contents. These financial statements are the responsibility of the Court. Our responsibility is to express an opinion on these financial statements based on our audit.

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

In our opinion, the component unit financial statements referred to above present fairly, in all material respects, the financial position of the City Court of Denham Springs - Ward Two as of June 30, 1996, and the results of its operations for the year then ended, in conformity with generally accepted accounting principles.

Our audit was conducted for the purpose of forming an opinion on the component unit financial statements taken as a whole. The combining, individual fund, and individual account group financial statements listed in the table of contents are presented for purposes of additional analysis and are not a required part of the financial statements of the City Court of Denham Springs - Ward Two. Such information has been subjected to the auditing procedures applied in the audit of the component unit financial statements and, in our opinion, is fairly stated in all material respects in relation to the component unit financial statements taken as a whole.

City Court of Denham Springs - Ward Two

COMBINED STATEMENTS OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCES - ALL GOVERNMENTAL FUND TYPES (CONTINUED)

For the Year Ended June 30, 1996

	GOVERNMENTAL FUND TYPES	
	<u>GENERAL</u>	<u>SPECIAL REVENUE</u>
Expenditures (Continued):		
Software Update	-	-
Police Officers Subpoena Fees	-	8,725
Fines Disbursed	-	13,253
Capital Outlay	859	-
Total Expenditures	<u>\$ 198,442</u>	<u>\$ 23,856</u>
Other Uses:		
Operating Transfers Out	<u>\$ -</u>	<u>\$ 450</u>
Total Other Uses	<u>\$ -</u>	<u>\$ 450</u>
Total Expenditures and Other Uses	<u>\$ 198,442</u>	<u>\$ 24,306</u>
Excess of Revenues and Other Sources Over (Under) Expenditures and Other Uses	\$ (3,316)	\$ 1,127
Fund Balances at Beginning of Year	<u>190,527</u>	<u>13,298</u>
Fund Balances at End of Year	<u>\$ 187,211</u>	<u>\$ 14,425</u>

The accompanying notes constitute an integral part of this statement.

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

OTHER SUPPLEMENTARY INFORMATION

Independent Auditor's Report on Internal Control Structure Based on an Audit of the Component Unit Financial Statements Performed in Accordance With <u>Government Auditing Standards</u>	21 - 22
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CITY COURT OF
DENHAM SPRINGS - WARD TWO

REPORT ON AUDIT OF
COMPONENT UNIT FINANCIAL STATEMENTS

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 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.

NOV 27 1996

Release Date _____

City Court of Denham Springs - Ward Two
Denham Springs, Louisiana

The financial information for the preceding year which is included for comparative purposes was taken from the financial report for that year in which we expressed an unqualified opinion on the financial statements of the City Court of Denham Springs - Ward Two.

In accordance with Government Auditing Standards, we have also issued a report dated July 17, 1996, on our consideration of the Court's internal control structure and a report dated July 17, 1996, on its compliance with laws and regulations.

Respectfully submitted,

Thomas A. Bourgeois & Co., L.L.P.

COMPONENT UNIT FINANCIAL STATEMENTS
(COMBINED STATEMENTS - OVERVIEW)

City Court of Denham Springs - Ward Two

COMBINED BALANCE SHEETS - ALL FUND TYPES AND ACCOUNT GROUPS

June 30, 1996

ASSETS	GOVERNMENTAL FUND TYPES		FIDUCIARY FUND TYPE	ACCOUNT GROUP
	GENERAL	SPECIAL REVENUE	AGENCY FUNDS	GENERAL FIXED ASSETS
Cash - Note 3	\$ 25,268	\$ 14,425	\$ 80,555	\$ -
Certificates of Deposit - Note 3	160,159	-	-	-
Accrued Interest	1,773	-	-	-
Due from Other Funds - Note 5	250	-	-	-
Fixed Assets - Note 4	-	-	-	<u>139,863</u>
Total Assets	<u>\$187,450</u>	<u>\$ 14,425</u>	<u>\$ 80,555</u>	<u>\$139,863</u>
LIABILITIES				
Accounts Payable	\$ 239	\$ -	\$ -	\$ -
Due to Other Funds - Note 5	-	-	250	-
Bonds Paid in Advance of Trial/Bond Appeals	-	-	<u>80,305</u>	-
Total Liabilities	\$ 239	\$ -	\$ 80,555	\$ -
FUND EQUITY				
Investment in General Fixed Assets	\$ -	\$ -	\$ -	\$139,863
Fund Balance:				
Designated	-	14,425	-	-
Unreserved - Undesignated	<u>187,211</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Fund Equity	<u>\$187,211</u>	<u>\$ 14,425</u>	<u>\$ -</u>	<u>\$139,863</u>
Total Liabilities and Fund Equity	<u>\$187,450</u>	<u>\$ 14,425</u>	<u>\$ 80,555</u>	<u>\$139,863</u>

The accompanying notes constitute an integral part of this statement.

TOTALS
(MEMORANDUM ONLY)

<u>1996</u>	<u>1995</u>
\$ 120,248	\$ 101,224
160,159	172,236
1,773	1,427
250	250
<u>139,863</u>	<u>139,004</u>
\$ 422,293	\$ 414,141
<u><u> </u></u>	<u><u> </u></u>

\$ 239	\$ -
250	250
<u>80,305</u>	<u>71,062</u>
\$ 80,794	\$ 71,312

\$ 139,863	\$ 139,004
14,425	13,298
<u>187,211</u>	<u>190,527</u>
\$ 341,499	\$ 342,829
<u> </u>	<u> </u>

\$ 422,293	\$ 414,141
<u><u> </u></u>	<u><u> </u></u>

City Court of Denham Springs - Ward Two

COMBINED STATEMENTS OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCES - ALL GOVERNMENTAL FUND TYPES

For the Year Ended June 30, 1996

	<u>GOVERNMENTAL</u> <u>FUND TYPES</u>	
	<u>GENERAL</u>	<u>SPECIAL</u> <u>REVENUE</u>
Revenues:		
Court Costs	\$ 94,448	\$ 24,983
Probation and Continuance Fees	9,845	-
Drivers' License Reinstatement Fee	2,050	-
Appealed Case Fees/Transcripts	231	-
Intergovernmental Revenues -		
On-Behalf Payments	28,266	-
Interest Income	11,598	450
Miscellaneous Income	<u>3,424</u>	<u>-</u>
Total Revenues	\$ 149,862	\$ 25,433
Other Financing Sources:		
Operating Transfers From		
Primary Government - City of		
Denham Springs	\$ 44,814	\$ -
Operating Transfers In	<u>450</u>	<u>-</u>
Total Other Financing Sources	\$ 45,264	\$ -
Total Revenues and Other		
Financing Sources	\$ 195,126	\$ 25,433
Expenditures:		
Salaries	\$ 136,482	\$ -
Office Supplies and Printed Forms	7,156	-
Telephone	2,599	439
Postage	1,997	-
Membership Dues	2,134	-
Educational Conferences and Seminars	6,978	-
Professional Fees	2,175	-
Maintenance Agreement	5,159	-
Payroll Tax Expense	10,999	-
Miscellaneous	2,245	-
Retirement Expense	5,486	-
Insurance	4,096	1,439
Uniforms	1,928	-
Transcriptions/Appeals	8,149	-

(CONTINUED)

TOTALS
(MEMORANDUM ONLY)

1996	1995
<p>\$ 119,431</p> <p style="padding-left: 20px;">9,845</p> <p style="padding-left: 20px;">2,050</p> <p style="padding-left: 20px;">231</p> <p style="padding-left: 20px;">28,266</p> <p style="padding-left: 20px;">12,048</p> <p style="padding-left: 20px; border-bottom: 1px solid black;">3,424</p> <p>\$ 175,295</p>	<p>\$ 130,852</p> <p style="padding-left: 20px;">13,114</p> <p style="padding-left: 20px;">2,713</p> <p style="padding-left: 20px;">-</p> <p style="padding-left: 20px;">28,374</p> <p style="padding-left: 20px;">10,486</p> <p style="padding-left: 20px; border-bottom: 1px solid black;">4,200</p> <p>\$ 189,739</p>
<p>\$ 44,814</p> <p style="padding-left: 20px; border-bottom: 1px solid black;">450</p> <p>\$ 45,264</p>	<p>\$ 44,814</p> <p style="padding-left: 20px; border-bottom: 1px solid black;">820</p> <p>\$ 45,634</p>
<p>\$ 220,559</p>	<p>\$ 235,373</p>
<p>\$ 136,482</p> <p style="padding-left: 20px;">7,156</p> <p style="padding-left: 20px;">3,038</p> <p style="padding-left: 20px;">1,997</p> <p style="padding-left: 20px;">2,134</p> <p style="padding-left: 20px;">6,978</p> <p style="padding-left: 20px;">2,175</p> <p style="padding-left: 20px;">5,159</p> <p style="padding-left: 20px;">10,999</p> <p style="padding-left: 20px;">2,245</p> <p style="padding-left: 20px;">5,486</p> <p style="padding-left: 20px;">5,535</p> <p style="padding-left: 20px;">1,928</p> <p style="padding-left: 20px;">8,149</p>	<p>\$ 129,605</p> <p style="padding-left: 20px;">6,455</p> <p style="padding-left: 20px;">3,153</p> <p style="padding-left: 20px;">2,600</p> <p style="padding-left: 20px;">2,029</p> <p style="padding-left: 20px;">7,468</p> <p style="padding-left: 20px;">2,175</p> <p style="padding-left: 20px;">5,782</p> <p style="padding-left: 20px;">10,527</p> <p style="padding-left: 20px;">5,038</p> <p style="padding-left: 20px;">4,982</p> <p style="padding-left: 20px;">5,555</p> <p style="padding-left: 20px;">2,895</p> <p style="padding-left: 20px;">12,370</p>

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