

CITY OF JEANERETTE, LOUISIANA
 NOTES TO FINANCIAL STATEMENTS
 JUNE 30, 1996 (CONTINUED)

(15) Segment Information for the Enterprise Fund -

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

	<u>Water Department</u>	<u>Sewerage Department</u>	<u>Total Enterprise Fund</u>
Operating revenues	\$ 521,334	\$ 300,425	\$ 821,759
Operating expenses	<u>507,989</u>	<u>305,986</u>	<u>813,975</u>
Operating income (loss)	<u>\$ 13,345</u>	<u>\$ (5,561)</u>	<u>\$ 7,784</u>

(16) Contributed Capital -

Amounts contributed to the Utility Fund for acquisition or construction of fixed assets are recognized as contributed capital. Contributed capital generated through grants externally restricted for capital acquisitions is amortized based on the depreciation recognized on that portion of the assets acquired or constructed from such grants. This depreciation is closed to the appropriate contributed capital account and is reflected as an adjustment to net income on the Comparative Statement of Revenues, Expenses, and Changes in Retained Earnings.

The sources of contributed capital used to acquire and construct facilities of the enterprise fund are as follows:

	<u>Municipality</u>	<u>Parish Grants</u>	<u>State and Federal Grants</u>	<u>Total</u>
Total contributed capital	\$ 2,622,167	\$ 10,000	\$ 6,340,654	\$ 8,972,821
Less: accumulated amortization	<u>-</u>	<u>-</u>	<u>(2,015,653)</u>	<u>(2,015,653)</u>
Net contributed capital	<u>\$ 2,622,167</u>	<u>\$ 10,000</u>	<u>\$ 4,325,001</u>	<u>\$ 6,957,168</u>

(17) Violation of State Statutes -

The City violated R. S. 39:1209-1310 by incurring unfavorable budget variances from actual in excess of 5%. The City also violated R. S. 47:1803-4 by failing to obtain State Bond Commission approval for incurring debt through a financing arrangement to pay insurance premiums. The City violated R.S. 39:1306 by failing to publish a notice of the proposed budget at least 10 days prior to public hearing. The City violated R.S. 39:1304 by preparing a budget in which proposed expenditures exceeded estimated funds available.

CITY OF JEANERETTE, LOUISIANA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 1996 (CONTINUED)

assess progress made in accumulating sufficient assets to pay benefits when due, and make comparisons among PERS and employers. The System does not make separate measurements of assets and pension benefit obligations for individual employers. The pension benefit obligation at June 30, 1996 for the System as a whole, determined through an actuarial valuation performed as of that date, was \$777,717,671. The System's net assets available for benefits on that date were \$839,234,664.

Historical trend information showing the System's progress in accumulating sufficient assets to pay benefits when due is presented in the System's June 30, 1996, comprehensive annual financial report. The City does not guarantee the benefits granted by the System.

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

Proceeds of a 1% sales and use tax levied by the City of Jeanerette (1996 collections \$347,117; 1995 \$363,575) are dedicated to the following purposes:

Constructing, acquiring, extending, improving, operating and/or maintaining drainage facilities, streets, street lighting facilities, sidewalks, sewers and sewerage disposal works, recreational facilities, public buildings and/or fire department stations and equipment, including fire engines; purchasing and acquiring equipment and furnishings for the aforesaid public works, buildings, improvements and facilities; and maintaining and operating the municipal police department and garbage collection and disposal facilities, including the purchase of equipment therefor, title to which improvements shall be in the public name; or for any one or more of said purposes; and such tax to be subject to funding into bonds by the City into the manner authorized by Louisiana Revised Statutes of 1950.

A portion of the proceeds of the sales tax collections, after the payment of all reasonable and necessary costs and expenses of collecting and administering the tax, is dedicated to the retirement of public improvement bonds dated December 1, 1980. These monies are required to be transferred monthly to a debt retirement fund in accordance with the schedule of payments in the bond agreement.

(13) Dedication of Proceeds and Flow of Funds - 1/4% Sales and Use Tax (1973) -

Proceeds of a 1/4% sales and use tax levied by the City of Jeanerette beginning in 1973 (1996 collections \$86,779; 1995 \$90,894) are dedicated to the following purposes:

Constructing, acquiring, extending, improving, operating and/or maintaining sewers and sewerage disposal works and waterworks facilities, and purchasing and acquiring the necessary land, equipment and furnishings for the aforesaid public works, improvements and facilities.

(14) Dedication of Proceeds and Flow of Funds - 1/4% Sales and Use Tax (1985) -

Proceeds of a 1/4% sales and use tax levied by the City of Jeanerette (1996 collections \$86,779; 1995 \$90,894) beginning April 1, 1985 are dedicated to and may be used for any lawful corporate purpose.

CITY OF JEANERETTE, LOUISIANA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 1996

Governmental Funds -

General Fund

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

Special revenue funds

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

Debt service funds

Debt service funds are used to account for the accumulation of resources for, and the payment of, general long-term debt principal, interest, and related costs.

Capital projects funds

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

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 that periodic determination of revenues earned, expenses incurred, and/or net income is appropriate for capital maintenance, public policy, management control, accountability, or other purposes. The City of Jeanerette's enterprise fund is the Utility Fund.

Fiduciary Funds -

Agency funds

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

C. Fixed Assets and Long-Term Liabilities

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

CITY OF JEANERETTE, LOUISIANA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 1996

(1) Summary of Significant Accounting Policies -

The City of Jeanerette was incorporated under special charter in 1878. The City operates under the Mayor-Board of Aldermen form of government.

The accounting and reporting policies of the City of Jeanerette 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 Louisiana Municipal Audit and Accounting Guide and to the industry audit guide, Audits of State and Local Governmental Units.

The following is a summary of certain significant accounting policies:

A. Financial Reporting Entity

For reporting purposes, this report includes all funds and account groups which are controlled by or dependent on the City executive and legislative branches (the Mayor and Board of Aldermen). Governmental Accounting Standards Board (GASB) Statement No. 14 established criteria for determining which component units should be considered part of the City. 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 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 foregoing criteria, certain governmental organizations are not part of the City and are thus excluded from the accompanying financial statements. These organizations are the volunteer fire department and City Court. Although the City does provide facilities and some of their financing, these organizations do not meet the criteria of Statement No. 14 defining a component unit.

B. Fund Accounting

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

CITY OF JEANERETTE, LOUISIANA
 COMPARATIVE STATEMENT OF CASH FLOWS
 PROPRIETARY FUND TYPE
 YEARS ENDED JUNE 30, 1996 AND 1995

	Enterprise	
	1996	1995
CASH FLOWS FROM OPERATING ACTIVITIES		
Net income (loss)	\$ (165,023)	\$ (321,577)
Adjustments to reconcile net income (loss) to net cash provided (used) by operating activities:		
Depreciation	274,299	275,303
Accounts receivable	(3,496)	16,387
Accounts payable	(8,381)	29,700
Accrued expenses	(2,163)	(492)
Customer deposits	2,820	3,101
Due from other funds	(111,925)	(1,293)
Net cash provided (used) by operating activities	<u>(13,869)</u>	<u>1,129</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of property, plant and equipment	-	(3,001)
Net cash provided (used) by investing activities	<u>0</u>	<u>(3,001)</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Capital assistance	-	-
Repayment of bonds payable	(110,000)	(25,000)
Net cash provided (used) by financing activities	<u>(110,000)</u>	<u>(25,000)</u>
NET INCREASE (DECREASE) IN CASH	(123,869)	(26,872)
CASH (DEFICIT) AT BEGINNING OF YEAR	217,098	243,970
CASH (DEFICIT) AT END OF YEAR	<u>\$ 93,229</u>	<u>\$ 217,098</u>
SUPPLEMENTAL DISCLOSURE OF CASH FLOW INFORMATION		
Cash paid during year for interest expense	<u>\$ 5,753</u>	<u>\$ 7,228</u>

The accompanying notes are an integral part of this statement.

CITY OF JEANERETTE, LOUISIANA
 COMPARATIVE STATEMENT OF REVENUES, EXPENSES, AND
 CHANGES IN RETAINED EARNINGS --
 PROPRIETARY FUND TYPE (CONTINUED)
 YEARS ENDED JUNE 30, 1996 AND 1995

	Enterprise	
	1996	1995
OPERATING TRANSFERS IN (OUT)		
Operating transfers in	\$ 373,469	\$ 317,189
Operating transfers out	(543,500)	(567,122)
Total operating transfers	(170,031)	(249,933)
Net income (loss)	(165,023)	(321,577)
ADD: Depreciation on fixed assets acquired by federal grant revenues externally restricted for capital acquisitions and construction that reduces contributed capital	178,831	178,831
Increase (decrease) in retained earnings	13,808	(142,746)
Retained earnings (deficit) – beginning	(395,467)	(252,721)
Retained earnings (deficit) – ending	\$ (381,659)	\$ (395,467)

The accompanying notes are an integral part of this statement.

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

	Enterprise	
	1996	1995
OPERATING REVENUES		
Charges for services		
Water sales	\$ 494,160	\$ 483,742
Sewer service charges	285,735	284,706
Connections, installations, etc.	9,916	8,184
Penalties	29,933	28,600
Miscellaneous	2,015	1,070
Total operating revenues	821,759	806,302
OPERATING EXPENSES		
Bad debts	9,270	20,685
Chemicals	53,971	46,455
Consulting and testing fees	10,558	11,200
Depreciation expense	274,299	275,303
Equipment rental	38	89
Insurance	45,858	57,213
Miscellaneous	14,515	24,089
Office expense	8,238	8,513
Payroll taxes	3,622	3,734
Professional fees	2,647	0
Retirement	14,012	10,868
Salaries	244,518	251,129
Supplies and repairs	65,136	91,210
Truck expense	7,854	7,779
Utilities & telephone	59,439	66,408
Total operating expenses	813,975	874,675
Net operating income (loss)	7,784	(68,373)
NONOPERATING REVENUES (EXPENSES)		
Interest income	1,716	3,497
Paying agents' fees	(902)	(32)
Interest expense	(3,590)	(6,736)
Total nonoperating revenues (expenses)	(2,776)	(3,271)
Income (loss) before operating transfers	\$ 5,008	\$ (71,644)

(continued)

The accompanying notes are an integral part of this statement.

CITY OF JEANERETTE, LOUISIANA
**COMBINED STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES -
 BUDGET (GAAP BASIS) AND ACTUAL - ALL GOVERNMENTAL FUND TYPES**
 YEAR ENDED JUNE 30, 1996

	General Fund			Special Revenue Fund Types			Debt Service Fund Types			Capital Projects Fund Types		
	Budget	Actual	Variance - Favorable (Unfavorable)	Budget	Actual	Variance - Favorable (Unfavorable)	Budget	Actual	Variance - Favorable (Unfavorable)	Budget	Actual	Variance - Favorable (Unfavorable)
REVENUES												
Taxes	\$ 207,000	\$ 219,809	\$ 12,809	\$ 473,000	\$ 520,675	\$ 47,675	\$ 149,040	\$ 183,021	\$ 33,981	\$ -	\$ -	\$ 0
Licenses and permits	118,500	157,013	38,513	-	-	0	-	-	0	-	-	0
Intergovernmental	54,000	132,650	78,650	565,546	270,329	(295,217)	-	-	0	-	-	0
Charges for services	216,000	226,960	10,960	-	-	0	-	-	0	-	-	0
Fines and forfeits	15,000	22,298	7,298	-	-	0	-	-	0	-	-	0
Miscellaneous	29,700	25,204	(4,496)	1,200	675	(525)	8,970	8,253	(717)	-	-	0
Total revenues	640,200	783,934	143,734	1,039,746	791,679	(248,067)	158,010	191,274	33,264	0	0	0
EXPENDITURES												
Current												
General government	340,905	404,099	(63,194)	20,500	21,278	(778)	200	51	149	-	-	0
Public safety												
Police	507,800	603,542	(95,742)	-	-	0	-	-	0	-	-	0
Fire	20,900	15,409	5,491	-	-	0	-	-	0	-	-	0
Highways and streets	278,800	208,336	70,464	-	-	0	-	-	0	-	-	0
Sanitation	216,000	232,001	(16,001)	-	-	0	-	-	0	-	-	0
Culture and recreation	-	-	0	-	-	0	-	-	0	-	-	0
Urban redevelopment and housing	-	-	0	518,546	143,008	375,538	-	-	0	-	-	0
Welfare - Feeding program	-	-	0	46,795	131,345	(84,550)	-	-	0	-	-	0
Debt service												
Principal retirement	-	31,644	(31,644)	-	-	0	105,000	200,000	(95,000)	-	-	0
Interest	-	5,088	(5,088)	-	-	0	108,580	80,092	28,488	-	-	0
Capital outlay	-	-	0	-	-	0	-	-	0	496,000	8,519	487,481
Total expenditures	1,364,405	1,500,119	(135,714)	585,841	295,631	290,210	213,780	280,143	(66,363)	496,000	8,519	487,481
Excess (deficiency) of revenues over expenditures	(724,205)	(716,185)	8,020	453,905	496,048	42,143	(55,770)	(88,869)	(33,099)	(496,000)	(8,519)	487,481
OTHER FINANCING SOURCES (USES)												
Proceeds of debt issuance	-	-	0	-	-	0	-	-	0	-	-	0
Operating transfers in	663,350	906,990	243,640	-	15,559	15,559	70,249	84,224	13,975	-	-	0
Operating transfers out	-	(264,798)	(264,798)	(452,500)	(534,244)	(81,744)	(2,500)	(37,700)	(35,200)	-	-	0
Total other financing sources (uses)	663,350	642,192	(21,158)	(452,500)	(518,685)	(66,185)	67,749	46,524	(21,225)	0	0	0
Excess (deficiency) of revenues & other sources over expenditures and other uses	(60,855)	(73,993)	(13,138)	1,405	(22,637)	(24,042)	11,979	(42,345)	(54,324)	(496,000)	(8,519)	487,481
Fund balances (deficit) - beginning	(209,404)	(209,404)	0	97,236	97,236	0	253,721	253,721	(4,782)	(4,782)	(4,782)	0
Fund balances (deficit) - ending	\$ (270,259)	\$ (283,397)	\$ (13,138)	\$ 98,641	\$ 74,599	\$ (24,042)	\$ 265,700	\$ 211,376	\$ (54,324)	\$ (500,782)	\$ (13,301)	\$ 487,481

The accompanying notes are an integral part of this statement.

CITY OF JEANERETTE, 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	Capital Projects	Totals (Memorandum Only)	
					1996	1995
REVENUES						
Taxes	\$ 219,809	\$ 520,675	\$ 183,021	\$ -	\$ 923,505	\$ 937,938
Licenses and permits	157,013	-	-	-	157,013	134,802
Intergovernmental	132,650	270,329	-	-	402,979	1,077,848
Charges for services	226,960	-	-	-	226,960	228,443
Fines and forfeits	22,298	-	-	-	22,298	21,181
Miscellaneous	25,204	675	8,253	-	34,132	76,602
Total revenues	783,934	791,679	191,274	0	1,766,887	2,476,814
EXPENDITURES						
Current						
General government	404,099	21,278	51	-	425,428	426,415
Public safety						
Police	603,542	-	-	-	603,542	699,749
Fire	15,409	-	-	-	15,409	20,624
Highways and streets	208,336	-	-	-	208,336	271,780
Sanitation	232,001	-	-	-	232,001	224,752
Culture and recreation	-	-	-	-	0	0
Urban redevelopment and housing	-	143,008	-	-	143,008	309,001
Welfare - Feeding program	-	131,345	-	-	131,345	133,123
Debt service						
Principal retirement	31,644	-	200,000	-	231,644	154,607
Interest	5,088	-	80,092	-	85,180	94,222
Capital outlay	-	-	-	8,519	8,519	514,576
Total expenditures	1,500,119	295,631	280,143	8,519	2,084,412	2,848,849
Excess (deficiency) of revenues over expenditures	(716,185)	496,048	(88,869)	(8,519)	(317,525)	(372,035)
OTHER FINANCING SOURCES (USES)						
Proceeds of debt issuance	-	-	-	-	0	92,329
Operating transfers in	906,990	15,559	84,224	-	1,006,773	993,869
Operating transfers out	(264,798)	(534,244)	(37,700)	-	(836,742)	(743,936)
Total other financing sources (uses)	642,192	(518,685)	46,524	0	170,031	342,262
Excess (deficiency) of revenues & other sources over expenditures and other uses	(73,993)	(22,637)	(42,345)	(8,519)	(147,494)	(29,773)
Fund balances (deficit) - beginning	(209,404)	97,236	253,721	(4,782)	136,771	166,544
Fund balances (deficit) - ending	\$ (283,397)	\$ 74,599	\$ 211,376	\$ (13,301)	\$ (10,723)	\$ 136,771

The accompanying notes are an integral part of this statement.

CITY OF JEANERETTE, LOUISIANA
 COMBINED BALANCE SHEET - ALL FUND TYPES AND ACCOUNT GROUPS
 JUNE 30, 1996

	Totals											
	Governmental Fund Types					Proprietary Fund Type		Fiduciary Fund Type		Account Groups		Totals
	General	Special Revenue	Debt Service	Capital Projects	Enterprise	Agency	General Assets	Fixed Assets	Long-Term Debt	1996	1995	(Memorandum Only)
LIABILITIES AND FUND EQUITY												
Liabilities:												
Bank overdraft	\$ 16,508	\$ 811	\$ -	\$ -	\$ 45,359	\$ -	\$ -	\$ -	\$ -	\$ 62,678	\$ 2,587	
Accounts payable	161,528	60,662	-	-	65,076	-	-	-	-	287,266	379,490	
Payroll taxes payable	331	-	-	-	-	-	-	-	-	331	828	
Other accrued liabilities	14,934	6,571	-	-	-	17,141	-	-	-	38,646	41,966	
Due to other funds	138,754	12,835	-	40,875	36,400	120,937	-	-	-	349,801	176,102	
Payable from restricted assets:												
Revenue bonds	-	-	-	-	-	-	-	-	-	0	25,000	
Accrued interest	-	-	-	-	-	-	-	-	-	0	2,163	
Customers' deposits	-	-	-	-	80,272	-	-	-	-	80,272	77,452	
General obligation bonds payable	-	-	-	-	-	-	-	1,020,000	-	1,020,000	1,220,000	
Revenue bonds payable	-	-	-	-	-	-	-	-	-	0	85,000	
Obligations under capital lease	-	-	-	-	-	-	-	-	47,379	47,379	79,023	
Deferred revenues	-	14,256	-	-	-	-	-	-	-	14,256	11,568	
Total liabilities	332,055	95,135	0	40,875	227,107	138,078	0	1,067,379	1,900,629	2,101,179		
Fund equity												
Contributed capital	-	-	-	-	6,957,168	-	-	-	-	6,957,168	7,136,000	
Investment in general fixed assets	-	-	-	-	-	-	6,496,236	-	-	6,496,236	6,473,584	
Retained earnings (deficit) -												
Reserved for revenue bond retirement	-	-	-	-	-	-	-	-	-	0	28,518	
Reserved for construction and contingencies	-	-	-	-	-	-	-	-	-	0	78,455	
Unreserved	-	-	-	-	(381,659)	-	-	-	-	(381,659)	(502,440)	
Total retained earnings (deficit)	0	0	0	0	(381,659)	0	0	0	(381,659)	(395,467)		
Fund balances (deficit) -												
Reserved for debt service	-	-	192,372	-	-	-	-	-	-	192,372	253,721	
Designated for subsequent period's expenditures	-	-	-	27,158	-	-	-	-	-	27,158	35,655	
Unreserved, undesignated	(283,397)	74,599	19,004	(40,459)	-	-	-	-	-	(230,253)	(152,605)	
Total fund balances (deficit)	(283,397)	74,599	211,376	(13,301)	0	0	0	0	0	(10,723)	136,771	
Total fund equity	(283,397)	74,599	211,376	(13,301)	6,575,509	138,078	6,496,236	0	13,061,022	13,350,888		
Total liabilities and fund equity	\$ 48,658	\$ 169,734	\$ 211,376	\$ 27,574	\$ 6,802,616	\$ 138,078	\$ 6,496,236	\$ 1,067,379	\$ 14,961,651	\$ 15,452,067		

The accompanying notes are an integral part of this statement.

CITY OF JEANERETTE, LOUISIANA
 COMBINED BALANCE SHEET - ALL FUND TYPES AND ACCOUNT GROUPS
 JUNE 30, 1996

	Governmental Fund Types				Proprietary Fund Type		Fiduciary Fund Type		Account Groups		Totals (Memorandum Only)	
	General	Special Revenue	Debt Service	Capital Projects	Enterprise	Agency	General Fixed Assets	General Long-Term Debt	1996	1995		
									\$	\$	\$	\$
ASSETS AND OTHER DEBITS												
Cash and interest-bearing deposits	\$ 34,010	\$ 84,961	\$ 211,376	\$ 27,174	\$ 94,122	\$ 19,213	\$ -	\$ -	\$ -	\$ 470,856	\$ 498,457	
Receivables:												
Accounts	-	-	-	-	145,066	-	-	-	-	145,066	141,570	
Other	53	-	-	-	-	-	-	-	-	53	6,235	
Prepaid expenses	-	-	-	-	-	-	-	-	-	0	0	
Due from other governmental units	14,595	14,164	-	-	-	-	-	-	-	28,759	65,767	
Due from other funds	-	70,609	-	400	159,927	118,865	-	-	-	349,801	176,102	
Restricted assets:												
Cash and interest-bearing deposits	-	-	-	-	44,466	-	-	-	-	44,466	157,994	
Buildings	-	-	-	-	-	-	2,315,933	-	-	2,315,933	2,307,435	
Improvements other than buildings	-	-	-	-	-	-	3,245,524	-	-	3,245,524	3,245,524	
Equipment	-	-	-	-	-	-	934,779	-	-	934,779	920,625	
Utility property, plant and equipment, net	-	-	-	-	6,359,035	-	-	-	-	6,359,035	6,633,335	
Amount available in debt service funds	-	-	-	-	-	-	-	192,372	-	192,372	253,721	
Amount to be provided for retirement of general long-term debt	-	-	-	-	-	-	-	-	875,007	875,007	1,045,302	
Total assets and other debits	\$ 48,658	\$ 169,734	\$ 211,376	\$ 27,574	\$ 6,802,616	\$ 138,078	\$ 6,496,236	\$ 1,067,379	\$ 14,961,651	\$ 15,452,067		

(continued)

The accompanying notes are an integral part of this statement.

**GENERAL PURPOSE FINANCIAL STATEMENTS
(COMBINED STATEMENTS – OVERVIEW)**

accompanying financial information listed as "Other Grant Information" and "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 City of Jeanerette, Louisiana. Such information 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 our opinion, is fairly presented in all material respects in relation to the financial statements of each of the respective individual funds and account groups taken as a whole, except that

- (1) the insurance coverage data has not been audited by us and we express no opinion on it, and
- (2) information relating to the number of utility customers was furnished to us from the City's records and we express no opinion on it.

The financial information for the preceding year which is included for comparative purposes was taken from the financial report for that year in which we expressed an unqualified opinion on the general purpose, combining, individual fund, and account group financial statements of the City of Jeanerette, Louisiana.

Broussard & Broussard

BROUSSARD & BROUSSARD, CPAs

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Annual Financial Report

CITY OF JEANERETTE, LOUISIANA

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 MAY 19 1997

CITY OF JEANERETTE, LOUISIANA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 1996 (CONTINUED)

The annual requirements to amortize all debt outstanding as of June 30, 1996, including interest payments of \$324,616, are as follows:

Year Ending June 30,	General Obligation	Revenue	Obligations Under Capital Leases	Total
1997	177,303	-	29,699	207,002
1998	174,763	-	8,029	182,792
1999	176,663	-	8,029	184,692
2000	182,793	-	6,692	189,485
2001-2005	628,025	-	-	628,025
	<u>\$ 1,339,547</u>	<u>\$ 0</u>	<u>\$ 52,449</u>	<u>\$ 1,391,996</u>

(9) Pending Litigation -

The City is a defendant in various lawsuits alleging general liability. The City has insurance policies for all of the lawsuits. However, in some of the lawsuits, the insurance companies are denying coverage. Also, in other lawsuits, the insurance companies are in rehabilitation. According to the City Attorney, if the insurance carriers are successful at trial in denying coverage, the City may be exposed to substantial liability. Also, the City may be exposed to liability for the lawsuits which involve insurance companies in rehabilitation. FASB Statement No. 5 requires the accrual of a loss contingency if it is probable that an asset has been impaired or a liability incurred and that the amount of loss can be reasonably estimated. Since these factors have not been met, no liabilities have been accrued.

(10) Excesses of Expenditures over Appropriations in Individual Funds -

The following individual funds had excesses of expenditures over appropriations which are not apparent from the combined financial statements:

	<u>Expenditures</u>	<u>Appropriations</u>	<u>Excess</u>
Special Revenue Funds:			
1% Sales Tax Fund	\$ 375,108	\$ 315,000	\$ 60,108
1/4% Sales Tax Fund (1973)	96,894	79,000	17,894
1/4% Sales Tax Fund (1985)	83,520	79,000	4,520
Summer Feeding Program Fund	131,345	46,795	84,550
Debt Service Funds:			
Sewerage Improvements of 1973	58,218	19,160	39,058
Sewerage Improvements of 1973 Dist #1	54,707	13,300	41,407
Waterworks Improvements of 1985 & 1991	131,728	113,720	18,008
Sales Tax Bonds of 1980 Sinking Fund	69,200	67,600	1,600
Sales Tax Bonds of 1980 Reserve Fund	3,990	2,500	1,490
Capital Projects Fund			
Jeanerette Mills Expansion Project	22	0	22
King Joseph Pavilion Project	8,497	0	8,497
Totals	<u>\$ 1,013,229</u>	<u>\$ 736,075</u>	<u>\$ 277,154</u>

CITY OF JEANERETTE, LOUISIANA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 1996 (CONTINUED)

(11) Pension Plans

Employees other than police

Non-police employees of the City are members of the Municipal Employees Retirement System of Louisiana (System), a multiple-employer (cost-sharing), public employee retirement system (PERS), controlled and administered by a separate board of trustees. The System is composed of two distinct plans, Plan A and Plan B, with separate assets and separate benefits provisions. Employees of the City are members of Plan A.

All permanent employees working at least 35 hours per week, who are paid from City funds, are not participating in another public funded retirement system, and are under age sixty at the date of employment are eligible to participate in the System. Under Plan A, employees who retire at or after age 55 with at least 25 years of credited service, at or after age 60 with 10 years of credited service, or at any age with at least 30 years of credited service are entitled to a retirement benefit, payable monthly for life, equal to 3 percent of their final salary for each year of credited service. Employees who terminate with at least the amount of credited service stated previously and who do not withdraw their employee contributions may retire at the ages specified previously and receive the benefit accrued to their dates of termination. The System also provides death and disability benefits. Benefits are established by state statute.

Contributions to the System include one-fourth of one percent of the taxes shown to be collectible by the tax rolls of each parish, except Orleans and East Baton Rouge parishes. These tax dollars are divided between Plan A and Plan B based proportionately on the salaries of the active members of each plan. State statute requires employees covered by Plan A to contribute 9.25 percent of their salaries to the System: the City of Jeanerette must contribute 6.75 percent of the salary of each employee covered by Plan A as an employer match.

Although contributions are determined by state statute rather than actuarial calculations, actuarially required contributions are calculated for the System. The fiscal year of the System is from July 1 through June 30. For the year ended June 30, 1995 (most current available), the System's total actuarially required contribution from all sources was \$8,821,164. The total payroll of all covered employees of the System for the year ended June 30, 1995 was \$105,755,181. For the year ended June 30, 1995 the total actuarially required contribution is 8 percent of the total estimated payroll of members on June 30, 1995. Dedicated taxes received by the System for the year ended June 30, 1995, provided \$1,896,301 (or 2 percent of total covered payroll), indicating an actuarially required contribution by employers and employees of \$6,924,863 or 7 percent of estimated covered payroll.

For the City of Jeanerette, the statutorily required contribution for the year ended June 30, 1996 was \$85,655 which consisted of \$49,494 due from covered employees and \$36,161 due as the employer contribution. The actuarially required contribution from the City and the employees for the year ended June 30, 1996 was \$98,100, which represents 1.11 percent of the total actuarially required contribution of all participating employees. The actual contribution made to the System by the City was \$85,655 which consisted of \$49,494 as the employee contributions and \$36,161 as employer contributions.

The pension benefit obligation is a standardized measure of the present value of pension benefits, adjusted for the effects of projected salary increases and step-rated benefits, estimated to be payable in the future as a result of employee service to date. The measure, which is the actuarial present value of credited projected benefits, is intended to help users assess the System's funding status on a going-concern basis, assess progress made in accumulating sufficient assets to pay benefits when due, and make comparisons among PERS and employers. The System does not make separate measurements of assets and pension

CITY OF JEANERETTE, LOUISIANA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 1996 (CONTINUED)

benefit obligations for individual employers. The pension benefit obligation at June 30, 1995, for the System as a whole, determined through an actuarial valuation performed as of that date, was \$345,626,503. The System's net assets available for benefits on that date were \$288,135,401 for plan A, leaving an unfunded pension benefit obligation of \$57,491,102.

Historical trend information showing the System's progress in accumulating sufficient assets to pay benefits when due is presented in the System's June 30, 1995, comprehensive annual financial report. The City does not guarantee the benefits granted by the System.

Police employees

Fulltime police officers of the City are members of the Municipal Police Employees Retirement System of Louisiana (System), a multiple-employer (cost-sharing), public employee retirement system (PERS), controlled and administered by a separate board of trustees.

All fulltime police officers engaged in law enforcement and empowered to make arrest, who are paid from City funds, and are not participating in social security, are eligible to participate in the System. Employees who retire with 25 years of credited service at any age, at or after age 50 with at least 20 years of credited service, or at or after age 55 with 12 years of credited service, are entitled to a retirement benefit, payable monthly for life, equal to 3 1/3 percent of their final-average salary for each year of credited service not to exceed 100%. Employees who terminate with at least the amount of credited service stated previously and who do not withdraw their employee contributions may retire at the ages specified previously and receive the benefit accrued to their dates of termination. The System also provides death and disability benefits. Benefits are established by state statute.

Contributions to the System include a percentage of insurance premiums. State statute requires employees covered to contribute 7.5 percent of their salaries to the System; the City of Jeanerette must contribute 9 percent of the salary of each employee covered as an employer match.

Although contributions are determined by state statute rather than actuarial calculations, actuarially required contributions are calculated for the System. The fiscal year of the System is from July 1 through June 30. For the year ended June 30, 1996, the System's total actuarially required contribution from all sources was \$19,002,700. The total payroll of all covered employees of the System for the year ended June 30, 1996 was \$104,741,407. For the year ended June 30, 1996, the total actuarially required contribution is 18 percent of the total estimated payroll of members on June 30, 1996. The insurance premiums received by the System for the year ended June 30, 1996, provided \$5,005,376 (or 5 percent of estimated total covered payroll), indicating an actuarially required contribution by employers and employees of \$13,997,324 or 13 percent of estimated covered payroll.

For the City of Jeanerette, the statutorily required contribution for the year ended June 30, 1996 was \$48,898 which consisted of \$22,226 due from covered employees and \$26,672 due as the employer contribution. The actuarially required contribution from the City and the employees for the year ended June 30, 1996 was \$56,367, which represents 0.30 percent of the total actuarially required contribution of all participating employees. The actual contribution made to the System by the City was \$48,898 which consisted of \$22,226 as the employee contributions and \$26,672 as employer contributions.

The pension benefit obligation is a standardized measure of the present value of pension benefits, adjusted for the effects of projected salary increases and step-rated benefits, estimated to be payable in the future as a result of employee service to date. The measure, which is the actuarial present value of credited projected benefits, is intended to help users assess the System's funding status on a going-concern basis,

CITY OF JEANERETTE, LOUISIANA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 1996 (CONTINUED)

(8) Changes in Long-Term Debt -

The following is a summary of debt transactions of the City for the year ended June 30, 1996

	<u>General Obligation</u>	<u>Revenue</u>	<u>Obligations Under Capital Leases</u>	<u>Total</u>
Bonds and obligations under capital lease payable at June 30, 1995	\$ 1,220,000	\$110,000	\$ 79,023	\$ 1,409,023
Bonds and obligations under capital leases retired	<u>(200,000)</u>	<u>(110,000)</u>	<u>(31,644)</u>	<u>(341,644)</u>
Bonds and obligations under capital leases payable at June 30, 1996	<u>\$ 1,020,000</u>	<u>\$ 0</u>	<u>\$ 47,379</u>	<u>\$ 1,067,379</u>

Bonds and obligations under capital leases payable at June 30, 1996 are comprised of the following individual issues:

General Obligation Bonds:

\$700,000 1980 Public Improvement Bonds due in annual installments of \$40,000 to \$65,000 through 12/1/2000; interest at 8.0%; payable from 1% sales tax revenues.	\$ 280,000
\$845,000 1991 Refunding General Obligation Bonds due in annual installments of \$55,000 to \$105,000 through 3/1/2005; interest at 5.75 - 6.65%; payable from the levy of a specific ad valorem tax	<u>740,000</u>
	<u>1,020,000</u>

Obligations Under Capital Leases:

\$122,775 1991 and 1995 obligations under capital leases due in monthly installments of \$669 to \$1,806 through 5/30/2000.	<u>\$ 47,379</u>
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CITY OF JEANERETTE, LOUISIANA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 1996 (CONTINUED)

(5) Restricted Assets - Proprietary Fund Type -

Restricted assets were applicable to the following at June 30:

	<u>1996</u>	<u>1995</u>
Revenue bond and interest sinking account	\$ 0	\$ 6,432
Revenue bond reserve account	0	49,250
Revenue bond capital additions and contingencies account	0	78,455
Customer deposits	<u>44,466</u>	<u>23,857</u>
Total restricted assets	<u>\$ 44,466</u>	<u>\$ 157,994</u>

(6) Interfund Receivables/Payables -

	<u>Interfund Receivables</u>	<u>Interfund Payables</u>
General Fund	\$ -	\$138,754
Special revenues funds:		
1% Sales Tax Fund	46	11,420
1/4% Sales Tax Fund (1973)	37,000	-
1/4% Sales Tax Fund (1985)	10,913	-
Park	9,474	144
Section 8 Housing	2,225	1,261
Summer Feeding Program	7,806	0
Waterworks and Street Maintenance and Operation Fund	3,145	-
Louisiana Community Development Block Grant	-	10
Capital projects fund:		
Waterworks Improvements Fund	400	40,875
Utility Fund	159,927	36,400
Agency Funds:		
Payroll Fund	16,763	3,304
Disbursement Fund	<u>102,102</u>	<u>117,633</u>
	<u>\$349,801</u>	<u>\$ 349,801</u>

(7) Due from Other Governmental Units -

General Fund - Beer taxes, tobacco taxes, and video poker due from the State of Louisiana	<u>\$ 14,595</u>
Summer Feeding Program due from the State of Louisiana	<u>\$ 14,164</u>

CITY OF JEANERETTE, LOUISIANA
 NOTES TO FINANCIAL STATEMENTS
 JUNE 30, 1996 (CONTINUED)

(3) Ad Valorem Taxes -

Ad valorem taxes attach as an enforceable lien on property as of January 1 of each year. Taxes are levied by the City in September or October and are actually billed to taxpayers in December. Billed taxes become delinquent on January 1 of the following year. The City bills and collects its own property taxes using the assessed values determined by the tax assessor of Iberia Parish. City property tax revenues are budgeted in the year billed.

For the year ended June 30, 1996 taxes of 22.07 mills were levied on property with assessed valuations totaling \$13,661,808 and were dedicated as follows:

General corporate purposes	8.72
Debt service:	
Water system improvements	10.00
Sewer improvements	1.76
Sewer district #1 improvements	<u>1.59</u>
Total	<u>22.07</u>

Total taxes levied were \$301,517. There were no taxes receivable at June 30, 1996.

(4) Changes in Fixed Assets -

A summary of changes in general fixed assets follows:

	<u>Balance</u> <u>7/01/95</u>	<u>Additions</u>	<u>Deletions</u>	<u>6/30/96</u>
Buildings	\$ 2,307,435	\$ 8,498	\$ 0	\$ 2,315,933
Improvements other than buildings	3,245,524	0	0	3,245,524
Equipment	<u>920,625</u>	<u>14,154</u>	<u>0</u>	<u>934,779</u>
Total general fixed assets	<u>\$ 6,473,584</u>	<u>\$ 22,652</u>	<u>\$ 0</u>	<u>\$ 6,496,236</u>

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

Land - water system	\$ 15,000
Land - sewer system	40,372
Sewer system	6,133,473
Water system	<u>3,888,581</u>
Total	10,077,426
Less: accumulated depreciation	<u>3,718,389</u>
Net Utility Fund property, plant and equipment	<u>\$ 6,359,035</u>

CITY OF JEANERETTE, LOUISIANA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 1996 (CONTINUED)

H. Interest-Bearing Deposits

Interest-bearing deposits are stated at cost, which approximates market.

I. Vacation and Sick Leave

Vacation and sick leave are recorded as expenditures of the period in which paid. Two-thirds (2/3) of vacation credits earned during an employment year must be taken that year. Only one-third (1/3) of accumulated vacation time may be carried over to the following year. Employees may accumulate a maximum of 120 sick days, and any sick leave credit due an employee whose service with the City is terminated by reason of resignation or discharge is canceled. Any liability the City might have in this regard at June 30, 1996, is considered immaterial; therefore, no liability has been recorded in the accounts.

J. Comparative Data

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

K. Total Columns and 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 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.

L. Statement of Cash Flows

For purposes of the statement of cash flows, all highly liquid debt instruments purchased with a maturity of three months or less are considered to be cash equivalents.

(2) Cash and Interest-bearing Deposits -

At June 30, 1996, the carrying amount of the City's cash and interest-bearing deposits is \$ 452,644 and the total bank balance is \$ 500,287. The bank balance is categorized as follows:

Amount insured by the RTC, or collateralized with securities held by the City in its name	\$ 290,811
Amount collateralized with securities held by the pledging financial institution's trust department but not in the City's name	209,476
Uncollateralized	<u>0</u>
Total bank balance	<u>\$ 500,287</u>

CITY OF JEANERETTE, LOUISIANA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 1996 (CONTINUED)

Expenditures are generally recognized under the modified accrual basis of accounting when the related fund liability is incurred, except that accumulated unpaid vacation and sick pay are not accrued and principal and interest on general long-term debt are recognized when due. Purchases of various operating supplies are regarded as expenditures at the time purchased.

The proprietary fund is accounted for using the accrual basis of accounting whereby revenues are recognized when they are earned and expenses are recognized when incurred.

E. Budget and Budgetary Accounting

The City's procedures for establishing the budgetary data reflected in the financial statements are as follows:

1. Prior to June 15, the City Clerk submits to the Mayor and Board of Aldermen a proposed operating budget for the fiscal year commencing the following July 1.
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.
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 a resolution prior to the commencement of the fiscal year for which the budget is being adopted.
5. Budgetary amendments involving the transfer of funds from one department, program or function to another, or involving increases in expenditures resulting from expenditures exceeding amounts estimated require the approval of the Board of Aldermen.
6. All budgetary appropriations lapse at the end of each fiscal year.
7. Budgets for all funds are adopted on a basis consistent with generally accepted accounting principles (GAAP). Budgeted amounts are as originally adopted or as amended by the Board of Aldermen.

F. Bad Debts

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

G. Encumbrances

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

CITY OF JEANERETTE, LOUISIANA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 1996 (CONTINUED)

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

Fixed assets used in governmental fund type operations (general fixed assets) are accounted for in the General Fixed Assets Account Group and are recorded as expenditures in the governmental fund types when purchased. The City has elected to capitalize public domain ("infrastructure") fixed assets consisting of certain improvements other than buildings, including roads, bridges, curbs and gutters, streets and sidewalks, drainage systems, and lighting systems. No depreciation has been provided on general fixed assets.

All fixed assets are stated at historical cost or at estimated historical cost if actual cost information is not available. Donated fixed assets are stated at their estimated fair value on the date donated. Estimated amounts are immaterial in relation to total 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 noncurrent) associated with its activity are included on its balance sheets.

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 Utility -	
Wells	25 years
Storage tanks	30 years
Equipment and automotive	3-10 years
Improvements and lines	15-50 years
Sewerage Utility -	
Pump stations, lines and other improvements	30-50 years
Automotive	3-8 years
Other equipment	5-10 years

D. Basis of Accounting

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

All governmental funds are accounted for using the modified accrual basis of accounting. Their revenues are recognized when they become measurable and available as net current assets. Gross receipts and sales taxes are considered "measurable" when in the hands of collecting governments and are recognized as revenue at that time. Anticipated refunds of such taxes are recorded as liabilities and reductions of revenue when they are measurable and their validity seems certain. Other major revenues that are considered susceptible to accrual include earned grant revenues and other intergovernmental revenues, charges for services and interest on investments. Franchise fees, licenses and permits, and fines are recognized when received because they are not objectively measurable.

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

	1% Sales Tax (1973)	1/4% Sales Tax (1985)	1/4% Sales Tax (1985)	Section 8 Housing Park	Summer Feeding Program	Waterworks and Street Maintenance and Operation	Louisiana Community Development Block Grant	Totals	
								1996	1995
REVENUES									
Taxes	\$ 347,117	\$ 86,779	\$ 86,779	\$ -	\$ -	\$ -	\$ -	\$ 520,675	\$ 545,363
Intergovernmental	-	239	127	99,176	127,315	-	43,472	270,329	431,395
Miscellaneous	-	-	675	-	-	-	-	675	1,192
Total revenues	347,117	87,018	86,906	99,176	127,315	0	43,472	791,679	977,950
EXPENDITURES									
General government	21,238	20	20	-	-	-	-	21,278	25,621
Culture and recreation	-	-	-	-	-	-	-	0	0
Urban redevelopment and housing	-	-	-	99,176	-	-	43,832	143,008	309,001
Welfare - feeding program	-	-	-	-	131,345	-	-	131,345	133,123
Total expenditures	21,238	20	20	99,176	131,345	0	43,832	295,631	467,745
Excess (deficiency) of revenues over expenditures	325,879	86,998	86,886	675	(4,030)	0	(360)	496,048	510,205
OTHER FINANCING SOURCES (USES)									
Operating transfers in	3,000	-	2,559	-	10,000	-	-	15,559	1,000
Operating transfers out	(353,870)	(96,874)	(83,500)	-	-	-	-	(534,244)	(488,233)
Total other financing sources (uses)	(350,870)	(96,874)	(80,941)	0	10,000	0	0	(518,685)	(487,233)
Excess (deficiency) of revenues and other sources over expenditures and other uses	(24,991)	(9,876)	5,945	675	5,970	0	(360)	(22,637)	22,972
Fund balances (deficit) - beginning	17,691	53,199	8,777	38,971	(24,086)	3,145	(461)	97,236	74,264
Fund balances (deficit) - ending	\$ (7,300)	\$ 43,323	\$ 14,722	\$ 39,646	\$ 0	\$ (18,116)	\$ (821)	\$ 74,599	\$ 97,236

The accompanying notes are an integral part of this statement.

CITY OF JEANERETTE, LOUISIANA
SPECIAL REVENUE FUNDS
COMBINING BALANCE SHEET

JUNE 30, 1996

WITH COMPARATIVE TOTALS FOR YEAR ENDED JUNE 30, 1995

	1% Sales Tax	1/4% Sales Tax (1973)	1/4% Sales Tax (1985)	Park	Section 8 Housing	Summer Feeding Program	Waterworks and Street Maintenance and Operation	Louisiana Community Development Block Grant	Totals	
									1996	1995
ASSETS										
Cash and interest-bearing deposits	\$ 4,475	\$ 6,323	\$ 3,809	\$ 30,316	\$ 21,177	\$ 18,861	\$ -	\$ -	\$ 84,961	\$ 130,958
Due from other governmental units	-	-	-	-	-	14,164	-	-	14,164	9,830
Due from other funds	46	37,000	10,913	9,474	2,225	7,806	3,145	-	70,609	62,982
Total assets	4,521	43,323	14,722	39,790	23,402	40,831	3,145	0	169,734	203,770

LIABILITIES AND FUND BALANCES

Liabilities										
Bank overdraft	-	-	-	-	-	-	-	811	811	2,587
Accounts payable	401	-	-	-	7,885	52,376	-	-	60,662	70,389
Accrued expenses	-	-	-	-	-	6,571	-	-	6,571	5,325
Due to other funds	11,420	-	-	144	1,261	-	-	10	12,835	16,665
Deferred revenue	-	-	-	-	14,256	-	-	-	14,256	11,568
Total liabilities	11,821	0	0	144	23,402	58,947	0	821	95,135	106,534
Fund balances										
Unreserved, undesignated	(7,300)	43,323	14,722	39,646	-	(18,116)	3,145	(821)	74,599	97,236
Total liabilities and fund balances	\$ 4,521	\$ 43,323	\$ 14,722	\$ 39,790	\$ 23,402	\$ 40,831	\$ 3,145	\$ 0	\$ 169,734	\$ 203,770

The accompanying notes are an integral part of this statement.

SPECIAL REVENUE FUNDS

1% Sales Tax Fund – To account for the receipt and use of proceeds of the City's 1% sales and use tax

1/4% Sales Tax Fund (1973) – To account for the receipt and use of the City's 1/4% sales and use tax levied since 1973

1/4% Sales Tax Fund (1985) – To account for the receipt and use of the City's 1/4% sales and use tax levied since April 1, 1985

Park Fund – To account for the receipt and use of ad valorem taxes dedicated to recreation

Section 8 Housing Fund – To account for the receipt and use of grants received from the U. S. Department of Housing and Urban Development for rental assistance to low income renters in the City

Summer Feeding Program Fund – To account for the receipt and use of a grant received from the U. S. Department of Agriculture through the Louisiana Department of Education for the purpose of providing meals at no charge to children during the summer months

Waterworks and Street Maintenance and Operation Fund – To account for the receipt and use of ad valorem taxes dedicated to the purpose of constructing waterworks and street improvements and paying the maintenance and operating expenses thereof

Louisiana Community Development Block Grant Fund – To account for the receipt and use of a grant received from the State of Louisiana for housing rehabilitation for low to moderate income residents

CITY OF JEANERETTE, LOUISIANA
GENERAL FUND
STATEMENT OF EXPENDITURES COMPARED TO BUDGET (GAAP BASIS) (CONTINUED)
YEAR ENDED JUNE 30, 1996
WITH COMPARATIVE ACTUAL AMOUNTS FOR YEAR ENDED JUNE 30, 1995

	1996		Variance Favorable (Unfavorable)	1995 Actual
	Budget	Actual		
HIGHWAYS AND STREETS				
Capital outlay - equipment	\$ 21,000	\$ -	\$ 21,000	\$ 33,295
Equipment maintenance	18,700	10,831	7,869	16,442
Equipment rental	2,000	54	1,946	-
Gradall maintenance	-	616	(616)	4,700
Insurance	34,400	33,153	1,247	44,408
Materials, gravel and hauling	12,000	10,900	1,100	12,469
Miscellaneous	8,100	12,406	(4,306)	7,817
Paint and signs	4,000	-	4,000	773
Payroll taxes	900	1,207	(307)	1,557
Retirement	7,000	6,678	322	6,195
Road projects	9,000	3,427	5,573	978
Salaries	143,000	110,600	32,400	128,313
Sidewalk repairs	4,000	647	3,353	393
Small tools and equipment	3,500	5,309	(1,809)	2,783
Utilities & telephone	11,200	12,508	(1,308)	11,657
	-	-	-	-
Total highways and streets	278,800	208,336	70,464	271,780
SANITATION				
Garbage service contract	216,000	232,001	(16,001)	224,752
DEBT SERVICE				
Principal retirement	-	31,644	(31,644)	34,607
Interest expense	-	5,088	(5,088)	4,217
Total debt service	0	36,732	(36,732)	38,824
Total expenditures	\$ 1,364,405	\$ 1,500,119	\$ (135,714)	\$ 1,655,448

The accompanying notes are an integral part of this statement.

CITY OF JEANERETTE, LOUISIANA
GENERAL FUND
STATEMENT OF EXPENDITURES COMPARED TO BUDGET (GAAP BASIS) (CONTINUED)
YEAR ENDED JUNE 30, 1996
WITH COMPARATIVE ACTUAL AMOUNTS FOR YEAR ENDED JUNE 30, 1995

	1996		Variance Favorable (Unfavorable)	1995 Actual
	Budget	Actual		
PUBLIC SAFETY				
Police				
Auto expense	\$ 28,000	\$ 35,856	\$ (7,856)	\$ 26,050
Capital outlay - equipment	23,800	13,177	10,623	65,592
Insurance	61,000	66,356	(5,356)	73,832
Prisoner expenditures	1,500	10,704	(9,204)	54,517
Miscellaneous	19,500	33,120	(13,620)	26,353
Office supplies & expenditures	4,000	5,030	(1,030)	5,107
Payroll taxes	5,000	6,431	(1,431)	7,088
Repairs and maintenance	6,500	10,017	(3,517)	6,165
Retirement	26,000	29,143	(3,143)	26,545
Salaries	318,000	375,281	(57,281)	381,541
Training	2,000	23	1,977	6,209
Uniforms and supplies	-	3,968	(3,968)	6,666
Utilities & telephone	12,500	14,436	(1,936)	14,084
Total police	507,800	603,542	(95,742)	699,749
Fire				
Fire truck maintenance & repairs	2,700	2,364	336	3,729
Insurance	7,000	6,609	391	9,552
Maintenance of fire station & equipment	6,000	144	5,856	1,104
Miscellaneous	400	708	(308)	670
Training	1,300	912	388	885
Utilities & telephone	3,500	4,672	(1,172)	4,684
Total fire	20,900	15,409	5,491	20,624
Total public safety	\$ 528,700	\$ 618,951	\$ (90,251)	\$ 720,373

(continued)

The accompanying notes are an integral part of this statement.

CITY OF JEANERETTE, LOUISIANA
GENERAL FUND
STATEMENT OF EXPENDITURES COMPARED TO BUDGET (GAAP BASIS)
YEAR ENDED JUNE 30, 1996
WITH COMPARATIVE ACTUAL AMOUNTS FOR YEAR ENDED JUNE 30, 1995

	1996		Variance Favorable (Unfavorable)	1995 Actual
	Budget	Actual		
GENERAL GOVERNMENT				
Accounting and auditing fees	\$ 13,000	\$ 15,417	\$ (2,417)	\$ 16,880
Assessor's fees	3,500	3,668	(168)	3,600
Capital outlay - equipment	4,000	977	3,023	2,811
City Court appropriation and expenditures	19,200	23,098	(3,898)	24,799
Civil service appropriations	2,400	2,400	0	2,400
Council on Aging appropriation	1,000	1,000	0	1,000
Coroner's fees	5,000	3,224	1,776	4,928
Election expenses	-	6,133	(6,133)	7,073
Equipment rental	5,000	4,260	740	3,989
Inspection fees	3,500	2,631	869	3,146
Insurance	16,000	36,863	(20,863)	22,308
Legal and professional fees	25,000	26,587	(1,587)	43,093
Miscellaneous	28,300	46,231	(17,931)	43,784
Office supplies and expenditures	18,500	20,135	(1,635)	19,854
Payroll taxes	1,900	3,111	(1,211)	2,204
Repairs and maintenance	4,600	3,833	767	3,816
Retirement	10,805	10,167	638	9,112
Salaries - Council	25,500	25,500	0	27,427
Salaries - Other	137,000	147,334	(10,334)	137,496
Telephone	6,000	7,118	(1,118)	5,977
Tools & supplies	500	30	470	459
Travel	7,200	11,195	(3,995)	10,036
Utilities	3,000	3,187	(187)	3,527
Total general government	\$ 340,905	\$ 404,099	\$ (63,194)	\$ 399,719

(continued)

The accompanying notes are an integral part of this statement.

CITY OF JEANERETTE, LOUISIANA
GENERAL FUND
STATEMENT OF REVENUES COMPARED TO BUDGET (GAAP BASIS)
YEAR ENDED JUNE 30, 1996
WITH COMPARATIVE ACTUAL AMOUNTS FOR YEAR ENDED JUNE 30, 1995

	1996		Variance Favorable (Unfavorable)	1995 Actual
	Budget	Actual		
TAXES				
Ad valorem	\$ 95,000	\$ 119,557	\$ 24,557	\$ 115,070
Franchise - electric	50,000	46,782	(3,218)	45,077
Franchise - gas	29,000	27,258	(1,742)	30,665
Franchise - cable TV	13,000	9,432	(3,568)	8,817
Franchise - telephone	20,000	16,780	(3,220)	16,855
	207,000	219,809	12,809	216,484
LICENSES AND PERMITS				
Occupational licenses	108,000	148,313	40,313	127,624
Electrical, plumbing, and building permits	10,500	8,700	(1,800)	7,178
	118,500	157,013	38,513	134,802
INTERGOVERNMENTAL				
United States Government				
Federal Emergency Management Agency Grant (Repayment)	-	-	0	5,849
State of Louisiana				
Tobacco taxes	33,000	31,518	(1,482)	31,552
Beer taxes	12,000	10,376	(1,624)	10,671
Video Poker	-	12,403	12,403	9,692
La. Commission on Law Enforcement Grants				
Electronic equipment	-	-	0	2,188
Juvenile Officer School	-	-	0	1,620
Narcotics Task Force	-	-	0	-
Iberia Parish				
Fire protection	9,000	13,102	4,102	11,701
Mosquito Control & Drainage	-	59,361	59,361	40,671
Drug awareness	-	5,890	5,890	2,500
	54,000	132,650	78,650	116,444
CHARGES FOR SERVICES				
Garbage collection	216,000	226,960	10,960	228,443
FINES AND FORFEITS				
	15,000	22,298	7,298	21,181
MISCELLANEOUS				
Interest	1,500	1,661	161	1,939
Other sources	28,200	23,543	(4,657)	43,237
	29,700	25,204	(4,496)	45,176
Total revenues	\$ 640,200	\$ 783,934	\$ 143,734	\$ 762,530

The accompanying notes are an integral part of this statement.

CITY OF JEANERETTE, LOUISIANA
GENERAL FUND
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE -
BUDGET (GAAP BASIS) AND ACTUAL
YEAR ENDED JUNE 30, 1996
WITH COMPARATIVE ACTUAL AMOUNTS FOR YEAR ENDED JUNE 30, 1995

	1996		Variance Favorable (Unfavorable)	1995 Actual
	Budget	Actual		
REVENUES				
Taxes	\$ 207,000	\$ 219,809	\$ 12,809	\$ 216,484
Licenses and permits	118,500	157,013	38,513	134,802
Intergovernmental	54,000	132,650	78,650	116,444
Charges for services	216,000	226,960	10,960	228,443
Fines and forfeits	15,000	22,298	7,298	21,181
Miscellaneous	29,700	25,204	(4,496)	45,176
Total revenues	640,200	783,934	143,734	762,530
EXPENDITURES				
General government	340,905	404,099	(63,194)	399,719
Public safety				
Police	507,800	603,542	(95,742)	699,749
Fire	20,900	15,409	5,491	20,624
Highways and streets	278,800	208,336	70,464	271,780
Sanitation	216,000	232,001	(16,001)	224,752
Debt service	0	36,732	(36,732)	38,824
Total expenditures	1,364,405	1,500,119	(135,714)	1,655,448
Excess (deficiency) of revenues over expenditures	(724,205)	(716,185)	8,020	(892,918)
OTHER FINANCING SOURCES (USES)				
Proceeds of debt issuance	-	-	0	92,329
Operating transfers in	663,350	906,990	243,640	946,650
Operating transfers out	-	(264,798)	(264,798)	(252,912)
Total other financing sources (uses)	663,350	642,192	(21,158)	786,067
Excess (deficiency) of revenues and other sources over expenditures and other uses	(60,855)	(73,993)	(13,138)	(106,851)
Fund balances (deficit) - beginning	(209,404)	(209,404)	0	(102,553)
Fund balances (deficit) - ending	\$ (270,259)	\$ (283,397)	\$ (13,138)	\$ (209,404)

The accompanying notes are an integral part of this statement.

CITY OF JEANERETTE, LOUISIANA
GENERAL FUND
COMPARATIVE BALANCE SHEET
JUNE 30, 1996 AND 1995

	1996	1995
ASSETS		
Cash and interest-bearing deposits	\$ 34,010	\$ 12,418
Due from other governmental units	14,595	55,937
Other receivables	53	3,671
Due from other funds	-	8,375
	48,658	80,401
LIABILITIES AND FUND BALANCE		
Liabilities		
Bank overdraft	16,508	0
Accounts payable	161,528	235,644
Payroll taxes payable	331	828
Other accrued liabilities	14,934	14,665
Due to other funds	138,754	38,668
	332,055	289,805
Fund balance (deficit)		
Unreserved, undesignated	(283,397)	(209,404)
	\$ 48,658	\$ 80,401

The accompanying notes are an integral part of this statement.

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 OF JEANERETTE, LOUISIANA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 1996 (CONTINUED)

(22) New Bond Issues -

On April 20, 1996, the voters of the City of Jeanerette approved the issuance of \$250,000 in general obligation bonds for the purpose of constructing and acquiring sewers and sewerage disposal works in and for the City of Jeanerette. These bonds will be repaid by the levy of an ad valorem tax. These bonds were not issued until September 1, 1996.

On April 20, 1996, the voters of the City of Jeanerette approved the issuance of \$600,000 in general obligation bonds for the purpose of constructing, improving and resurfacing public streets in the City of Jeanerette. These bonds will be repaid by the levy of an ad valorem tax. These bonds were not issued until September 1, 1996.

* * * *

CITY OF JEANERETTE, LOUISIANA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 1996 (CONTINUED)

(18) Lease Obligation -

The City has entered into several capital lease agreements for the purchase of vehicles and various equipment. In accordance with NCGA Statement 5 of the Governmental Accounting Standards Board, lease obligations are to be recorded in conformity with the lease capitalization and disclosure requirements established by FASB - 13 of the Financial Accounting Standards Board. Minimum future lease payments under these lease agreements are included in Note (8), Changes in Long-Term Debt.

(19) Compensation - Mayor and Board -

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

Mayor	
James Alexander, Sr.	\$23,122
Aldermen	
Rinzer Bouie, Jr.	5,100
Arthur Kahn	5,100
Robert Grettner	5,100
Willie Roman	5,100
Whitney Vernon	5,100

(20) Postretirement Health Care and Life Insurance Benefits -

The City does not provide any postretirement health care or life insurance benefits.

(21) Deficit Reduction Plan -

The following fund balances (deficits) existed on June 30, 1996. The City's plans for eliminating these deficits include monitoring revenues by reviewing water and sewer rates and reducing expenses through careful purchase order control.

General Fund	(283,397)
Summer Feeding Program Fund	(18,116)
Louisiana Community Development Block Grant Fund	
- Housing Rehab	(821)
Waterworks Improvements Fund	(40,459)
Enterprise Fund	(381,659)

CITY OF JEANERETTE, LOUISIANA
SPECIAL REVENUE FUND
1/4% SALES TAX FUND (1973)

STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE -
BUDGET (GAAP BASIS) AND ACTUAL
YEAR ENDED JUNE 30, 1996
WITH COMPARATIVE ACTUAL AMOUNTS FOR YEAR ENDED JUNE 30, 1995

	1996		Variance Favorable (Unfavorable)	1995 Actual
	Budget	Actual		
REVENUES				
Taxes	\$ 79,000	\$ 86,779	\$ 7,779	\$ 90,894
Miscellaneous	100	239	139	323
Total revenues	79,100	87,018	7,918	91,217
EXPENDITURES				
General government				
Miscellaneous	-	20	(20)	60
Total general government	0	20	(20)	60
Excess (deficiency) of revenues over expenditures	79,100	86,998	7,898	91,157
OTHER FINANCING SOURCES (USES)				
Operating transfers in	-	-	0	-
Operating transfers out	(79,000)	(96,874)	(17,874)	(76,746)
Total other financing sources (uses)	(79,000)	(96,874)	(17,874)	(76,746)
Excess (deficiency) of revenues and other sources over expenditures and other uses	100	(9,876)	(9,976)	14,411
Fund balances (deficit) - beginning	53,199	53,199	0	38,788
Fund balances (deficit) - ending	\$ 53,299	\$ 43,323	\$ (9,976)	\$ 53,199

The accompanying notes are an integral part of this statement.

CITY OF JEANERETTE, LOUISIANA
SPECIAL REVENUE FUND
1% SALES TAX FUND

STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE –
BUDGET (GAAP BASIS) AND ACTUAL
YEAR ENDED JUNE 30, 1996
WITH COMPARATIVE ACTUAL AMOUNTS FOR YEAR ENDED JUNE 30, 1995

	1996		Variance Favorable (Unfavorable)	1995 Actual
	Budget	Actual		
REVENUES				
Taxes	\$ 315,000	\$ 347,117	\$ 32,117	\$ 363,575
Total revenues	315,000	347,117	32,117	363,575
EXPENDITURES				
General government				
Salaries	16,000	17,347	(1,347)	18,802
Office supplies and expense	1,000	829	171	1,505
Miscellaneous	3,500	3,062	438	5,254
Total general government	20,500	21,238	(738)	25,561
Excess (deficiency) of revenues over expenditures	294,500	325,879	31,379	338,014
OTHER FINANCING SOURCES (USES)				
Operating transfers in	–	3,000	3,000	1,000
Operating transfers out	(294,500)	(353,870)	(59,370)	(317,144)
Total other financing sources (uses)	(294,500)	(350,870)	(56,370)	(316,144)
Excess (deficiency) of revenues and other sources over expenditures and other uses	0	(24,991)	(24,991)	21,870
Fund balances (deficit) – beginning	17,691	17,691	0	(4,179)
Fund balances (deficit) – ending	\$ 17,691	\$ (7,300)	\$ (24,991)	\$ 17,691

The accompanying notes are an integral part of this statement.

CITY OF JEANERETTE, LOUISIANA
SPECIAL REVENUE FUND
1/4% SALES TAX FUND (1985)

STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE -
BUDGET (GAAP BASIS) AND ACTUAL
YEAR ENDED JUNE 30, 1996
WITH COMPARATIVE ACTUAL AMOUNTS FOR YEAR ENDED JUNE 30, 1995

	1996			1995 Actual
	Budget	Actual	Variance Favorable (Unfavorable)	
REVENUES				
Taxes	\$ 79,000	\$ 86,779	\$ 7,779	\$ 90,894
Miscellaneous	100	127	27	143
Total revenues	79,100	86,906	7,806	91,037
EXPENDITURES				
General government				
Miscellaneous	-	20	(20)	-
Total general government	0	20	(20)	0
Excess (deficiency) of revenues over expenditures	79,100	86,886	7,786	91,037
OTHER FINANCING SOURCES (USES)				
Operating transfers in	-	2,559	2,559	-
Operating transfers out	(79,000)	(83,500)	(4,500)	(94,343)
Total other financing sources (uses)	(79,000)	(80,941)	(1,941)	(94,343)
Excess (deficiency) of revenues and other sources over expenditures and other uses	100	5,945	5,845	(3,306)
Fund balances (deficit) - beginning	8,777	8,777	0	12,083
Fund balances (deficit) - ending	\$ 8,877	\$ 14,722	\$ 5,845	\$ 8,777

The accompanying notes are an integral part of this statement.

CITY OF JEANERETTE, LOUISIANA
DEBT SERVICE FUNDS

COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
YEAR ENDED JUNE 30, 1996
WITH COMPARATIVE TOTALS FOR YEAR ENDED JUNE 30, 1995

	1973					1995			1996		Totals
	Sewerage Improvements	Waterworks Improvements	1985 & 1991	Sinking	Reserve	Bonds of 1980	1995	1996	1995		
REVENUES											
Taxes - ad valorem	\$ 24,129	\$ 21,797	\$ 137,095	\$ -	\$ -	\$ -	\$ 183,021	\$ 176,091			
Miscellaneous - interest	508	928	2,332	565	3,920		8,253	7,099			
Total revenues	24,637	22,725	139,427	565	3,920		191,274	183,190			
EXPENDITURES											
General government											
Paying agents' fees	28	23	-	-	-		51	1,075			
Total general government	28	23	0	0	0		51	1,075			
Debt service											
Principal retirement	55,000	45,000	55,000	45,000	-		200,000	120,000			
Interest	3,190	2,610	50,092	24,200	-		80,092	90,005			
Total debt service	58,190	47,610	105,092	69,200	0		280,092	210,005			
Total expenditures	58,218	47,633	105,092	69,200	0		280,143	211,080			
Excess (deficiency) of revenues over expenditures	(33,581)	(24,908)	34,335	(68,635)	3,920		(88,869)	(27,890)			
OTHER FINANCING SOURCES (USES)											
Operating transfers in	7,074	-	-	77,150	-		84,224	34,750			
Operating transfers out	-	(7,074)	(26,636)	-	(3,990)		(37,700)	(2,791)			
Total other financing sources (uses)	7,074	(7,074)	(26,636)	77,150	(3,990)		46,524	31,959			
Excess (deficiency) of revenues and other sources over expenditures and other uses	(26,507)	(31,982)	7,699	8,515	(70)		(42,345)	4,069			
Fund balances (deficit) - beginning	28,521	48,972	94,561	7,179	74,488		253,721	249,652			
Fund balances (deficit) - ending	\$ 2,014	\$ 16,990	\$ 102,260	\$ 15,694	\$ 74,418	\$	211,376	\$ 253,721			

The accompanying notes are an integral part of this statement.

CITY OF JEANERETTE, LOUISIANA
DEBT SERVICE FUNDS
COMBINING BALANCE SHEET

JUNE 30, 1996

WITH COMPARATIVE TOTALS FOR YEAR ENDED JUNE 30, 1995

	1973	Waterworks			Sales Tax		1995
		Sewerage Improvements 1973 (Dist. #1)	Improvements 1985 & 1991	Sinking	Bonds of 1980 Reserve	Totals	
ASSETS							
Cash and interest-bearing deposits	\$ 2,014	\$ 16,990	\$ 102,260	\$ 15,694	\$ 74,418	\$ 211,376	\$ 251,157
Other receivables	-	-	-	-	-	0	2,564
Total assets	2,014	16,990	102,260	15,694	74,418	211,376	253,721
LIABILITIES AND FUND BALANCES							
Total liabilities	0	0	0	0	0	0	0
Fund balances							
Reserved for debt service	-	-	102,260	15,694	74,418	192,372	253,721
Unreserved, undesignated	2,014	16,990	-	-	-	19,004	-
Total fund balances	2,014	16,990	102,260	15,694	74,418	211,376	253,721
Total liabilities and fund balances	\$ 2,014	\$ 16,990	\$ 102,260	\$ 15,694	\$ 74,418	\$ 211,376	\$ 253,721

The accompanying notes are an integral part of this statement.

DEBT SERVICE FUNDS

Sewerage Improvements of 1973 – To accumulate monies for the payment of the 1973 public improvements bonds, which are serial bonds due in annual installments, plus interest, through maturity in 1998. Debt service is financed by the levy of an ad valorem tax

Sewerage District #1 Improvements of 1973 – To accumulate monies for the payment of the 1973 public improvements bonds of sewerage district #1, which are serial bonds due in annual installments, plus interest, through maturity in 1998. Debt service is financed by the levy of an ad valorem tax

Waterworks Improvements of 1985 & 1991 – To accumulate monies for the payment of the 1985 and 1991 general obligation bonds which are serial bonds due in annual installments, plus interest, through maturity in 2005. Debt service is financed by the levy of an ad valorem tax

Sales Tax Bond Sinking Fund of 1980 – To accumulate monies for the payment of the 1980 public improvement bonds which are serial bonds due in annual installments, plus interest, through maturity in 2000. Debt service is financed by the collection of the 1% sales tax

Sales Tax Bond Reserve Fund of 1980 – To accumulate monies in a reserve account for the payment of the 1980 public improvement bonds (see Sales Tax Bond Sinking Fund of 1980 above)

CITY OF JEANERETTE, LOUISIANA
SPECIAL REVENUE FUND
LOUISIANA COMMUNITY DEVELOPMENT BLOCK GRANT FUND

STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE -
BUDGET (GAAP BASIS) AND ACTUAL
YEAR ENDED JUNE 30, 1996
WITH COMPARATIVE ACTUAL AMOUNTS FOR YEAR ENDED JUNE 30, 1995

	1996		Variance Favorable (Unfavorable)	1995 Actual
	Budget	Actual		
REVENUES				
Intergovernmental	\$ 419,370	\$ 43,472	\$ (375,898)	\$ 210,872
Total revenues	419,370	43,472	(375,898)	210,872
EXPENDITURES				
Urban redevelopment and housing Housing rehabilitation contracts	373,875	36,552	337,323	195,811
Administrative	45,495	7,280	38,215	15,522
Total	419,370	43,832	375,538	211,333
Excess (deficiency) of revenues over expenditures	0	(360)	(360)	(461)
OTHER FINANCING SOURCES (USES)				
Operating transfers	-	-	0	-
Total other financing sources (uses)	0	0	0	0
Excess (deficiency) of revenues and other sources over expenditures and other uses	0	(360)	(360)	(461)
Fund balances (deficit) - beginning	(461)	(461)	0	0
Fund balances (deficit) - ending	\$ (461)	\$ (821)	\$ (360)	\$ (461)

The accompanying notes are an integral part of this statement.

CITY OF JEANERETTE, LOUISIANA
SPECIAL REVENUE FUND
WATERWORKS AND STREET MAINTENANCE AND OPERATION FUND

STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE -
BUDGET (GAAP BASIS) AND ACTUAL
YEAR ENDED JUNE 30, 1996
WITH COMPARATIVE ACTUAL AMOUNTS FOR YEAR ENDED JUNE 30, 1995

	1996			1995 Actual
	Budget	Actual	Variance Favorable (Unfavorable)	
REVENUES				
Taxes	\$ -	\$ -	\$ 0	\$ -
Miscellaneous	-	-	0	-
Total revenues	0	0	0	0
EXPENDITURES				
General government				
Miscellaneous	-	-	0	-
Total general government	0	0	0	0
Excess (deficiency) of revenues over expenditures	0	0	0	0
OTHER FINANCING SOURCES (USES)				
Operating transfers out	-	-	0	-
Total other financing sources (uses)	0	0	0	0
Excess (deficiency) of revenues and other sources over expenditures and other uses	0	0	0	0
Fund balances (deficit) - beginning	3,145	3,145	0	3,145
Fund balances (deficit) - ending	\$ 3,145	\$ 3,145	\$ 0	\$ 3,145

The accompanying notes are an integral part of this statement.

CITY OF JEANERETTE, LOUISIANA
SPECIAL REVENUE FUND
SUMMER FEEDING PROGRAM FUND

STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE -
BUDGET (GAAP BASIS) AND ACTUAL
YEAR ENDED JUNE 30, 1996
WITH COMPARATIVE ACTUAL AMOUNTS FOR YEAR ENDED JUNE 30, 1995

	1996		Variance Favorable (Unfavorable)	1995 Actual
	Budget	Actual		
REVENUES				
Intergovernmental	\$ 47,000	\$ 127,315	\$ 80,315	\$ 122,855
Total revenues	47,000	127,315	80,315	122,855
EXPENDITURES				
Welfare - feeding program				
Supplies	25,015	75,296	(50,281)	59,468
Salaries	14,100	37,971	(23,871)	40,211
Miscellaneous	7,680	18,078	(10,398)	33,444
Total welfare	46,795	131,345	(84,550)	133,123
Excess (deficiency) of revenues over expenditures	205	(4,030)	(4,235)	(10,268)
OTHER FINANCING SOURCES (USES)				
Operating transfers in	-	10,000	10,000	-
Operating transfers out	-	-	0	-
Total other financing sources (uses)	0	10,000	10,000	0
Excess (deficiency) of revenues and other sources over expenditures and other uses	205	5,970	5,765	(10,268)
Fund balances (deficit) - beginning	(24,086)	(24,086)	0	(13,818)
Fund balances (deficit) - ending	\$ (23,881)	\$ (18,116)	\$ 5,765	\$ (24,086)

The accompanying notes are an integral part of this statement.

CITY OF JEANERETTE, LOUISIANA
SPECIAL REVENUE FUND
SECTION 8 HOUSING FUND

STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE -
BUDGET (GAAP BASIS) AND ACTUAL
YEAR ENDED JUNE 30, 1996
WITH COMPARATIVE ACTUAL AMOUNTS FOR YEAR ENDED JUNE 30, 1995

	1996		Variance Favorable (Unfavorable)	1995 Actual
	Budget	Actual		
REVENUES				
Intergovernmental	\$ 104,670	\$ 99,176	\$ (5,494)	\$ 97,668
Total revenues	104,670	99,176	(5,494)	97,668
EXPENDITURES				
Urban redevelopment and housing				
Housing assistance payments	92,840	85,656	7,184	84,740
Administrative	11,830	13,520	(1,690)	12,928
Total expenditures	104,670	99,176	5,494	97,668
Excess (deficiency) of revenues over expenditures	0	0	0	0
Fund balances (deficit) - beginning	0	0	0	0
Fund balances (deficit) - ending	\$ 0	\$ 0	\$ 0	\$ 0

The accompanying notes are an integral part of this statement.

CITY OF JEANERETTE, LOUISIANA
SPECIAL REVENUE FUND
PARK FUND

STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE -
BUDGET (GAAP BASIS) AND ACTUAL
YEAR ENDED JUNE 30, 1996
WITH COMPARATIVE ACTUAL AMOUNTS FOR YEAR ENDED JUNE 30, 1995

	1996		Variance Favorable (Unfavorable)	1995 Actual
	Budget	Actual		
REVENUES				
Taxes	\$ -	\$ -	\$ 0	\$ -
Miscellaneous	1,000	675	(325)	726
Total revenues	1,000	675	(325)	726
EXPENDITURES				
Culture and recreation				
Miscellaneous	-	-	0	-
Total culture and recreation	0	0	0	0
Excess (deficiency) of revenues over expenditures	1,000	675	(325)	726
OTHER FINANCING SOURCES (USES)				
Operating transfers in	-	-	0	-
Operating transfers out	-	-	0	-
Total other financing sources (uses)	0	0	0	0
Excess (deficiency) of revenues and other sources over expenditures and other uses	1,000	675	(325)	726
Fund balances (deficit) - beginning	38,971	38,971	0	38,245
Fund balances (deficit) - ending	\$ 39,971	\$ 39,646	\$ (325)	\$ 38,971

The accompanying notes are an integral part of this statement.

Honorable Mayor James Alexander, Sr.
and Members of the Board of Aldermen
December 11, 1996
Page 4

5. We recommended that travel and meal expenditures not be paid without adequate documentation.
6. We observed one instance in the prior year where a \$500 payment for a bond fund service fee was paid without documentation. We recommended that documentation be retained for all expenditures.

Current year comments

1. The City maintains a cash fund used by undercover narcotics officers to make drug purchases. This fund was used to buy various supplies during the year contrary to the purpose of this fund. Also, the accounting for this fund needs improvement in order to determine what the balance in this fund should be. We recommend that this fund be used only for undercover drug purchases and that an adequate accounting be maintained.
2. Due to numerous errors in deposits being made to wrong accounts, some City Hall employees were required to spend large amounts of their time reconciling these deposits. We recommend that better care be taken in preparing deposit slips.
3. We observed one instance where a purchase order was prepared after services were ordered and performed. A purchase order should be prepared before a purchase or service is initiated. We recommend that the City's purchasing policy be followed.
4. The minutes of one public meeting and the budget summary were published in the official journal late. We recommend that state law be followed regarding the publication of minutes and budget summaries.
5. Only one bid was received for the purchase of food supplies for the summer feeding program. However, this bid was not approved at a Board meeting. We recommend that the bid law be followed.
6. We observed that many of the bills of the summer feeding program were not marked paid when paid. We recommend that all bills paid be marked as such.

Recommendations made in management letters are made as constructive criticism and in compliance with audit requirements. The purpose of the letter is to point out areas of possible improvements of procedures.

We thank you for the courtesy extended to our personnel during the audit field work.

Sincerely,

Brounald & Brounald

Certified Public Accountants

14. The City is required to make several transfers of monies between funds during the year. For the year ended June 30, 1996, we observed several interfund transfers which were not completed for several months. These included, among others, transfers of sales tax funds to the sales tax bond sinking fund. The failure to make timely deposits to this fund is a violation of the bond agreement. We recommend that all interfund transfers required be made timely.
15. We observed that one individual who worked for the City was classified as a contract worker even though he performed the same services as when he was earlier classified as an employee. We recommend that care be taken to properly classify workers as employees if they meet the legal definition of an employee.
16. The City adopted a budget and budget adjustments for the General Fund which was not balanced. Also, there were several categories for which expenditures exceeded budgets. Care should be taken to ensure that budgets prepared are in balance and that appropriate budget adjustments are made.
17. The City should establish an investment policy in accordance with Act 374 of the 1995 legislative session.
18. We recommend that the City establish and codify a policies and procedures manual, coordinating all policies adopted by the City.
19. The City failed to follow the State budget law by not publishing a notice of the proposed budget at least 10 days prior to the public hearing on the budget. We recommend that required publication be made timely.
20. The City transferred \$10,000 out of the Park Fund into the General Fund in the prior year. This action violated two resolutions by the Board dedicating these funds for the King Joseph Recreation Project. We recommended that the \$10,000 be transferred back to the Park Fund.

The following recommendations made in the previous management letter were followed or no instances of noncompliance were noted.

1. We recommend that proper procedures be followed regarding obtaining bids on the sale of surplus equipment.
2. We recommend that the City Attorney be consulted as to the proper action to take to rectify a failure of the Board to approve an across the board pay increase.
3. We recommended that all collections in City Hall, including the tax department, be made by collection clerks. Additionally, these collection clerks should not have access to delinquent tax notices which are used as accounts receivable detail.
4. We recommended that the state bid law be followed and that proper documentation be retained in the files.

5. (cont) We observed several utility customers who were allowed many months to pay their bill before any action was taken either to collect or shut off service. We recommend that no utility customer be given special allowances on their utility bill.
6. Careful review of the budget should be made during the year to prevent expenditures from exceeding budget amounts.
7. Filing should be done in a timely manner and files should be maintained in an orderly fashion. We found some utility billing records to be so out of order as to require some time to locate records which should be readily available.
8. The City has incurred over \$9,000 in bank service charges during each of the past two years mainly due to overdraft charges. Overdrafts which generate such a large amount of charges could be construed as borrowing made without Bond Commission approval. We recommend that a cash flow analysis be prepared to develop a plan to alleviate cash shortages which are responsible for the bank charges.
9. Differences in the utility accounts receivable reconciliations with the general ledger were not investigated. A proper reconciliation requires the determination of differences and adjustment of the books accordingly. We recommend that such differences not be ignored until the year end.
10. The City failed to get State Bond Commission approval on a financing arrangement for insurance premiums. We recommend that such approval be obtained prior to contracting for the payment schedule.
11. We recommended that all calls on cellular phones be logged as to date and business purpose and that such logs be matched to the bills.
12. As is evident from the financial report of the City, a large deficit was incurred in the General Fund. This deficit comes on the heels of deficits from the previous year. These deficits are creating a severe cash flow situation for the City which inhibits the City in trying to pay accounts payable timely. This in turn causes the City to incur service charges and thus widen the deficit. The City cannot continue to incur such deficits without dire circumstances. We strongly recommend that the City immediately take action to reduce the deficits. This can be accomplished by reviewing budget items for places to cut expenditures and/or looking at increasing revenue to the City. Whatever action the Mayor and Board deem necessary, we recommend that this action not be delayed.
13. Differences in the customer service deposits reconciliations with the general ledger were not investigated. A proper reconciliation requires the determination of differences and adjustment of the books accordingly. We recommend that such differences not be ignored until the year end.

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John E. Broussard, CPA
Paul K. Broussard, CPA

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Broussard & Broussard

A Professional Corporation of
Certified Public Accountants

435 West Main Street

P. O. Box 9518

New Iberia, Louisiana 70562-9518

(318) 365-9539 FAX (318) 365-9530

December 11, 1996

Honorable Mayor James Alexander, Sr.
and Members of the Board of Aldermen
City of Jeanerette, Louisiana

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 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 MAR 7 6 1997

In conjunction with our audit of the financial statements of the City of Jeanerette for the year ended June 30, 1996, we hereby submit our management letter.

The purpose of the management letter is to make constructive comments regarding the system of internal control in use and the degree of compliance with accounting principles as provided for in the Louisiana Municipal Audit and Accounting Guide.

By recommendations of the office of the Legislative Auditor, it is requested that comments be made also regarding the disposition of recommendations made in the past year's management letter.

Prior year comments

The previous year's management letter made the following observations and recommendations. We have determined that these recommendations should be restated for the current year.

1. Only office personnel should be allowed in the utility collection area to help enforce internal control over cash.
2. We recommended that all deposits be made on a daily basis.
3. To comply with EPA grant requirements, the City should establish appropriate fiscal policies in order to maintain a profit in the sewerage department.
4. According to the production records of the Water Plant, the City is processing many more gallons of water than is being billed out to customers. Apparently some of this difference can be explained by leaks in the main lines or inaccurate meters. However, due to the large difference, we suggest that a plan be developed to review the differences in gallons billed versus gallons processed on a monthly basis with the purpose of reducing the City's costs for chemicals and repairs or possible increases in revenue.
5. The City has incurred bad debt expenses in the utility fund partly due to the failure to collect utility bills timely.

CITY OF JEANERETTE, LOUISIANA
 SCHEDULE OF INSURANCE IN FORCE
 (UNAUDITED)
 JUNE 30, 1996

Description of Coverage	Coverage Amounts
Workmen's compensation Employer's liability	Statutory
Employee dishonesty coverage	100,000
Public entity liability policy	1,000,000
Auto physical damage and bodily injury – Combined Single Limit	1,000,000
Blanket policy on buildings and contents	1,050,000
Blanket policy on various equipment	221,495
Data processing equipment	25,284
Commercial umbrella policy	1,000,000

CITY OF JEANERETTE, LOUISIANA
COMBINED SCHEDULE OF INTEREST-BEARING DEPOSITS – ALL FUNDS
JUNE 30, 1996

	Interest Rate	Amount
Utility Fund		
Money market accounts	Variable	\$ 93,822
		<u>93,822</u>
Total – all funds		<u>\$ 376,720</u>

CITY OF JEANERETTE, LOUISIANA
 COMBINED SCHEDULE OF INTEREST-BEARING DEPOSITS - ALL FUNDS
 JUNE 30, 1996

	Interest Rate	Amount
General Fund		
Savings accounts	Variable	\$ 32,234
		<u>32,234</u>
Special Revenue Funds		
1/4% Sales Tax Fund (1973)		
Money market account	Variable	6,324
1/4% Sales Tax Fund (1985)		
Money market account	Variable	3,809
Park Fund		
Money market account	Variable	30,306
		<u>40,439</u>
Debt Service Funds		
Sewerage Improvements 1973		
Money market account	Variable	2,014
Sewerage Improvements 1973 (Sewer District #1)		
Money market account	Variable	16,990
Waterworks Improvements 1985 & 1991		
Money market account	Variable	102,260
Sales Tax Sinking		
Savings account	Variable	14,635
Sales Tax Reserve		
Certificate of deposit	5.20%	74,310
		<u>210,209</u>
Capital Projects Fund		
Waterworks Improvements Fund		
Money market account	Variable	16
		<u>\$ 16</u>

(continued)

CITY OF JEANERETTE, LOUISIANA
UTILITY FUND
COMPARATIVE DEPARTMENTAL ANALYSIS OF OPERATING REVENUES AND EXPENSES
YEARS ENDED JUNE 30, 1996 AND 1995

	Totals		Water		Sewerage	
	1996	1995	1996	1995	1996	1995
OPERATING REVENUES						
Charges for services						
Customer service charges	\$ 779,895	\$ 768,448	\$ 494,160	\$ 483,742	\$ 285,735	\$ 284,706
Connections, installations, etc.	9,916	8,184	7,421	6,615	2,495	1,569
Penalties	29,933	28,600	18,857	18,018	11,076	10,582
Miscellaneous	2,015	1,070	896	1,070	1,119	-
Total operating revenues	<u>821,759</u>	<u>806,302</u>	<u>521,334</u>	<u>509,445</u>	<u>300,425</u>	<u>296,857</u>
OPERATING EXPENSES						
Bad debts	9,270	20,685	5,840	13,032	3,430	7,653
Chemicals	53,971	46,455	45,472	43,693	8,499	2,762
Consulting and testing fees	10,558	11,200	-	-	10,558	11,200
Depreciation expense	274,299	275,303	141,442	142,213	132,857	133,090
Equipment rental	38	89	-	-	38	89
Insurance	45,858	57,213	28,066	37,221	17,792	19,992
Miscellaneous	14,515	24,089	4,940	7,743	9,575	16,346
Office expense	8,238	8,513	8,238	8,513	-	-
Payroll taxes	3,622	3,734	2,716	2,836	906	898
Professional fees	2,647	0	1,550	-	1,097	-
Retirement	14,012	10,868	9,920	8,354	4,092	2,514
Salaries	244,518	251,129	182,330	192,042	62,188	59,087
Supplies and repairs	65,136	91,210	40,179	44,937	24,957	46,273
Truck expense	7,854	7,779	3,419	3,061	4,435	4,718
Utilities & telephone	59,439	66,408	33,877	34,193	25,562	32,215
Total operating expenses	<u>813,975</u>	<u>874,675</u>	<u>507,989</u>	<u>537,838</u>	<u>305,986</u>	<u>336,837</u>
Net operating income (loss)	<u>7,784</u>	<u>(68,373)</u>	<u>13,345</u>	<u>(28,393)</u>	<u>(5,561)</u>	<u>(39,980)</u>
NONOPERATING REVENUES (EXPENSES)						
Interest income	1,716	3,497				
Paying agents' fees	(902)	(32)				
Interest expense	(3,590)	(6,736)				
Total nonoperating revenues (expenses)	<u>(2,776)</u>	<u>(3,271)</u>				
Income (loss) before operating transfers	<u>5,008</u>	<u>(71,644)</u>				
OPERATING TRANSFERS IN (OUT)						
Operating transfers in	373,469	317,189				
Operating transfers out	(543,500)	(567,122)				
Total operating transfers in (out)	<u>(170,031)</u>	<u>(249,933)</u>				
Net income (loss)	<u>(165,023)</u>	<u>(321,577)</u>				
ADD: Depreciation on fixed assets acquired by federal grant revenues externally restricted for capital acquisitions and construction that reduces contributed capital						
	178,831	178,831				
Increase (decrease) in retained earnings	<u>13,808</u>	<u>(142,746)</u>				
Retained earnings (deficit) - beginning	<u>(395,467)</u>	<u>(252,721)</u>				
Retained earnings (deficit) - ending	<u>\$ (381,659)</u>	<u>\$ (395,467)</u>				

CITY OF JEANERETTE, LOUISIANA
ENTERPRISE FUND
UTILITY FUND
SCHEDULE OF NUMBER OF UTILITY CUSTOMERS
(UNAUDITED)
JUNE 30, 1996

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

Water (metered)	2,400
Sewerage	2,306
Garbage	2,093

Note: Garbage services are simply billed and collected by the City on the regular utility bills sent out. Garbage pick-up is provided by a private company, Waste Management, Inc., with whom the City contracted, and the City receives a small administrative fee on each bill collected. The related incomes, expenses, receivables and payables are recorded in the City's General Fund.

OTHER SUPPLEMENTARY INFORMATION

CITY OF JEANERETTE, LOUISIANA
 HUD SECTION 8 PROGRAM
 JEANERETTE, LOUISIANA
 COMPUTATION OF ANNUAL CONTRIBUTIONS EARNED AND PROJECT ACCOUNT -
 OPERATING RESERVE CHANGES
 HOUSING ASSISTANCE PAYMENTS PROGRAM (CONTINUED)
 YEARS ENDED JUNE 30, 1996 AND 1995

	Annual Contribution Contract FW-2070(E)	
	1996	1995
Project LA-48-E168-003(004)		
Annual contribution earned -- lessor of total annual contribution available or total annual contribution required	\$ 100,705	\$ 97,957
Provision for (reduction of) operating reserve		
Operating income	-	-
Annual contribution earned	100,705	97,957
Total operating receipts	100,705	97,957
Less: operating expenditures		
Operating expenses	99,176	97,668
Provision for (reduction of) operating reserve	\$ 1,529	\$ 289

CITY OF JEANERETTE, LOUISIANA
 HUD SECTION 8 PROGRAM
 JEANERETTE, LOUISIANA
 COMPUTATION OF ANNUAL CONTRIBUTIONS EARNED AND PROJECT ACCOUNT -
 OPERATING RESERVE CHANGES
 HOUSING ASSISTANCE PAYMENTS PROGRAM
 YEARS ENDED JUNE 30, 1996 AND 1995

	Annual Contribution Contract FW-2070(E)	
	1996	1995
Project LA-48-E168-003(004)		
Provision for (reduction of) project account		
Maximum annual contribution available		
Maximum annual contribution authorized	\$ 163,260	\$ 163,260
Adjusted project account balance at beginning of fiscal year	265,932	201,790
Total annual contribution available	429,192	365,050
Annual contribution required		
Administrative fee earned	13,759	11,927
Audit fee	1,200	1,200
Hard to house fees	90	90
Housing assistance payments	85,656	84,740
Total funds required	100,705	97,957
Project receipts other than annual contributions	-	-
Total annual contributions required	100,705	97,957
Project account at end of fiscal year	328,487	267,093
Adjusted project account at beginning of fiscal year	265,932	201,790
Provision for (reduction of) project account	\$ 62,555	\$ 65,303

(continued)

CITY OF JEANERETTE, LOUISIANA
 HUD SECTION 8 PROGRAM
 JEANERETTE, LOUISIANA
 ANALYSIS OF SURPLUS
 YEARS ENDED JUNE 30, 1996 AND 1995

	Annual Contribution Contract FW-2070(E)	
	1996	1995
Unreserved surplus		
Balance at beginning of fiscal year	\$ (1,514,878)	\$ (1,375,763)
Prior period adjustment to correct prior audit reports	1,431	24,145
Adjusted balance at beginning of fiscal year	(1,513,447)	(1,351,618)
Net loss for the year	(99,176)	(97,668)
(Provision for) reduction of operating reserve	(1,529)	(289)
(Provision for) reduction of project account	(62,555)	(65,303)
Balance at end of fiscal year	\$ (1,676,707)	\$ (1,514,878)
Reserved surplus (operating reserve)		
Balance at beginning of fiscal year	25,221	24,932
Prior period adjustment to correct prior audit reports	1,160	-
Adjusted balance at beginning of fiscal year	26,381	24,932
Provision for (reduction of) operating reserve	1,529	289
Balance at end of fiscal year	27,910	25,221
Project account -- unfunded		
Balance at beginning of fiscal year	267,093	239,587
Prior period adjustment to correct prior audit reports	(1,161)	(37,797)
Adjusted balance at beginning of fiscal year	265,932	201,790
Provision for (reduction of) project account	62,555	65,303
Balance at end of fiscal year	328,487	267,093
Cumulative HUD contributions		
Balance at beginning of fiscal year	1,234,132	1,136,175
Prior period adjustment to correct prior audit reports	(271)	-
Adjusted balance at beginning of fiscal year	1,233,861	1,136,175
Annual contribution earned	100,705	97,957
Balance at end of fiscal year	1,334,566	1,234,132
Total surplus	\$ 14,256	\$ 11,568

CITY OF JEANERETTE, LOUISIANA
 SCHEDULE OF FEDERAL FINANCIAL ASSISTANCE
 YEAR ENDED JUNE 30, 1996

	Federal Assistance I.D. Number	CFDA #	Program or Award Amount	Grant Revenues	Grant Receivables (Payables)	Deferred Revenue	Grant Expenditures
Department of Housing and Urban Development							
Direct Program:							
Section 8 Housing Assistance	LA48-E168-003 LA48-E168-004	14.156	\$ 99,176	\$ 99,176	\$ (7,856)	\$ 14,256	\$ 99,176
Indirect Program - Passed through Louisiana Division of Administration Community Development Section Community Development Block Grant Housing Rehabilitation							
		14.219	43,472	43,472	-	-	43,472
Totals			142,648	142,648	(7,856)	14,256	142,648
Department of Agriculture							
Indirect Program - Passed through Louisiana Department of Education Summer Food Service Program							
		10.555	127,315	127,315	14,164	-	127,315
TOTAL FEDERAL FINANCIAL ASSISTANCE			\$ 269,963	\$ 269,963	\$ 6,308	\$ 14,256	\$ 269,963

Broussard & Broussard

*A Professional Corporation of
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435 West Main Street

P. O. Box 9518

New Iberia, Louisiana 70562-9518

(318) 365-9539 FAX (318) 365-9530

John E. Broussard, CPA
Paul K. Broussard, CPA

Members
American Institute of
Certified Public Accountants
Society of Louisiana
Certified Public Accountants

December 11, 1996

Independent Auditor's Report

The Honorable James Alexander, Mayor,
and Members of the Board of Aldermen
City of Jeanerette, Louisiana

We have audited the general purpose financial statements of City of Jeanerette, Louisiana, for the year ended June 30, 1996, and have issued our report thereon dated December 11, 1996. These general purpose financial statements are the responsibility of City of Jeanerette, Louisiana, management. Our responsibility is to express an opinion on these general purpose financial statements based on our audit.

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

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

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Response

The policy of marking invoices as paid will be followed.

This report is intended for the information of the management and Board of Aldermen of City of Jeanerette, Louisiana. This restriction is not intended to limit the distribution of this report, which is a matter of public record.

Broussard & Broussard
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Paul K. Broussard, CPA

Independent Auditor's Report on Compliance - Federal Financial Assistance Programs

December 11, 1996

The Honorable James Alexander, Mayor,
and Members of the Board of Aldermen
City of Jeanerette, Louisiana

In connection with our audit of the June 30, 1996, general purpose financial statements of City of Jeanerette, Louisiana, and with our study and evaluation of City of Jeanerette, Louisiana, internal control systems used to administer federal financial assistance programs, as required by Office of Management and Budget Circular A-128, "Audits of State and Local Governments," we selected certain transactions applicable to certain major and nonmajor federal financial assistance programs for the year ended June 30, 1996.

As required by OMB Circular A-128, we have performed auditing procedures to test compliance with the requirements governing types of services allowed or unallowed and eligibility that are applicable to those transactions. Our procedures were substantially less in scope than an audit, the objective of which is the expression of an opinion on City of Jeanerette, Louisiana, compliance with these requirements. Accordingly, we do not express such an opinion.

The results of our tests disclosed the following instance of noncompliance, the ultimate resolution of which cannot presently be determined. Accordingly, no provision for any liability that may result upon resolution has been made to the federal financial assistance program to which they relate.

Finding

The administrator of the Summer Feeding Program failed to adequately mark "Paid" and the date paid on invoices that had been paid.

This report is intended solely for the use of management, the Department of Housing and Urban Development and the Department of Agriculture and should not be used for any other purpose. This restriction is not intended to limit the distribution of this report, which, upon acceptance by City of Jeanerette, Louisiana is a matter of public record.

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BROUSSARD & BROUSSARD, CPAs

During the year ended June 30, 1996, City of Jeanerette, Louisiana, had no major federal financial assistance programs and expended 100% of its total federal financial assistance under the following nonmajor federal financial assistance programs: Department of Housing and Urban Development Section 8 Housing Assistance Program, Department of Housing and Urban Development Community Development Block Grant Program (Housing Rehabilitation), and the Department of Agriculture Summer Food Service Program. With respect to internal control systems used in administering these nonmajor federal financial assistance programs, our study and evaluation included considering the types of errors and irregularities that could occur, determining the internal control procedures that should prevent or detect such errors and irregularities, determining whether the necessary procedures are prescribed and are being followed satisfactorily, and evaluating any weaknesses.

Our study and evaluation was more limited than would be necessary to express an opinion on the internal control systems used in administering the federal financial assistance programs of City of Jeanerette, Louisiana taken as a whole or on any of the categories identified above. Accordingly, we do not express an opinion on the internal control system used in administering the federal financial assistance programs of City of Jeanerette, Louisiana.

Also, our audit, made in accordance with the standards mentioned above, would not necessarily disclose material weaknesses in the internal control systems used solely in administering the nonmajor federal financial assistance programs.

However, our study and evaluation and our audit disclosed the following conditions that we believe result in more than a relatively low risk that errors or irregularities in amounts that would be material to the federal financial assistance program may occur and not be detected within a timely period:

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

This condition was considered in determining the nature, timing, and extent of the audit tests to be applied in (1) our audit of the June 30, 1996 general purpose financial statements and (2) our audit and review of the City's compliance with laws and regulations, noncompliance with which we believe could have a material effect on the allowability of program expenditures for the nonmajor federal financial assistance programs. This report does not affect our reports on the June 30, 1996 general purpose financial statements and the City's compliance with laws and regulations dated December 11, 1996.

We also noted other matters involving the internal control structure and its operation that we have reported to the management of City of Jeanerette, Louisiana, in a separate letter dated December 11, 1996.

Broussard & Broussard

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Certified Public Accountants*

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New Iberia, Louisiana 70562-9518

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Independent Auditor's Report on Internal Controls - Based on a study and evaluation made as part of an audit of
the General Purpose Financial Statements and the additional tests required by the Single Audit Act

December 11, 1996

The Honorable James Alexander, Mayor,
and Members of the Board of Aldermen
City of Jeanerette, Louisiana

We have audited the general purpose financial statements of City of Jeanerette, Louisiana, and the combining, individual fund, and account group financial statements of the City for the year ended June 30, 1996, and have issued our report thereon dated December 11, 1996. As part of our audit, we made a study and evaluation of the internal control systems, including applicable internal administrative controls, used in administering federal financial assistance programs to the extent we considered necessary to evaluate the systems as required by generally accepted auditing standards, Government Auditing Standards, issued by the Comptroller General of the United States, the Single Audit Act of 1984, and the provisions of OMB Circular A-128, Audits of State and Local Governments.

The management of City of Jeanerette is responsible for establishing and maintaining the internal control systems used in administering federal financial assistance programs. In fulfilling this responsibility, estimates and judgments are required to assess the expected benefits and related costs of control procedures. The objectives of internal control systems used in administering federal financial assistance programs are to provide management with reasonable, but not absolute, assurance that, with respect to federal financial assistance programs, resource use is consistent with laws, regulations and policies; resources are safeguarded against waste, loss and misuse; and reliable data are obtained, maintained, and fairly disclosed in reports.

Because of inherent limitations in any system of internal accounting and administrative controls used in administering federal financial assistance programs, errors or irregularities may nevertheless occur and not be detected. Also, projection of any evaluation of the systems to future periods is subject to the risk that procedures may become inadequate because of changes in conditions or that the degree of compliance with the procedures may deteriorate.

This report is intended for the information of the management and Board of Aldermen. This restriction is not intended to limit the distribution of this report, which is a matter of public record.

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BROUSSARD & BROUSSARD, CPAs

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Independent Auditor's Report on Compliance with Laws and Regulations

December 11, 1996

The Honorable James Alexander, Mayor,
and Members of the Board of Aldermen
City of Jeanerette, Louisiana

We have audited the general purpose financial statements of City of Jeanerette, Louisiana, as of and for the year ended June 30, 1996, and have issued our report thereon dated December 11, 1996.

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

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

The results of our tests disclosed the following instances of noncompliance that are required to be reported herein under Government Auditing Standards. Those instances of noncompliance were considered by us in evaluating whether the general purpose financial statements are presented fairly in conformity with generally accepted accounting principles.

Schedule of Findings

The City violated R. S. 39:1209-1310 by incurring unfavorable budget variances from actual in excess of 5%.

The City violated R. S. 47:1803-4 by failing to obtain State Bond Commission approval for incurring debt through a financing arrangement to pay insurance premiums.

The City experienced an overall operating loss in the sewerage department in violation of requirements of an EPA grant.

The City violated R.S. 39:1306 by failing to publish a notice of the proposed budget at least 10 days prior to public hearing.

The City violated R.S. 39:1304 by preparing a budget in which proposed expenditures exceeded estimated funds available.

This report is intended for the information of the management, and Board of Aldermen. This restriction is not intended to limit the distribution of this report, which is a matter of public record.

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and evaluation was more limited than would be necessary to express an opinion on the system of internal accounting control taken as a whole.

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

Utility Accounts Receivable and Customer Service Deposits

Finding:

The City failed to investigate differences in the reconciliation of subsidiary ledger records on a monthly basis.

Recommendation:

We recommend that complete monthly reconciliations be made.

Response:

The City will ensure that the monthly reconciliation procedure is followed.

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.

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

We also noted other matters involving the internal control structure and its operation that we have reported to the management of City of Jeanerette, Louisiana, in a separate letter dated November 23, 1996.

Broussard & Broussard

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Certified Public Accountants*

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New Iberia, Louisiana 70562-9518

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American Institute of
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Independent Auditor's Report on Internal Control

December 11, 1996

The Honorable James Alexander, Mayor,
and Members of the Board of Aldermen
City of Jeanerette, Louisiana

We have audited the general purpose financial statements of the City of Jeanerette, Louisiana, and the combining, individual fund, and account group financial statements of the City for the year ended June 30, 1996, and have issued our report thereon dated December 11, 1996. We conducted our audit in accordance with generally accepted auditing standards and Government Auditing Standards, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the general purpose financial statements are free of material misstatement.

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

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

The purpose of our study and evaluation was to determine the nature, timing and extent of the auditing procedures necessary for expressing an opinion on the City's financial statements. Our study

**INTERNAL CONTROL, COMPLIANCE,
AND
OTHER GRANT INFORMATION**

CITY OF JEANERETTE, LOUISIANA
STATEMENT OF GENERAL LONG-TERM DEBT
JUNE 30, 1996

WITH COMPARATIVE TOTALS FOR YEAR ENDED JUNE 30, 1995

	1973		1985 & 1991		Sales Tax		Equipment		Totals	
	Sewerage Improvements	(Dist. #1)	Waterworks Improvements	Sinking	Bonds of 1980	Reserve	Under Capital Lease	1996	1995	
AMOUNT AVAILABLE AND TO BE PROVIDED FOR THE RETIREMENT OF GENERAL LONG-TERM DEBT										
Amount available in debt service funds for debt retirement	\$ -	\$ -	\$ 102,260	\$ 15,694	\$ 74,418	\$ -	\$ -	\$ 192,372	\$ 253,721	
Amount to be provided from										
Ad valorem taxes	-	-	637,740	-	-	-	-	637,740	722,946	
Sales taxes	-	-	-	264,306	(74,418)	-	-	189,888	243,333	
General fund revenues	-	-	-	-	-	-	47,379	47,379	79,023	
Total available and to be provided	0	0	740,000	280,000	0	0	47,379	1,067,379	1,299,023	
GENERAL LONG-TERM DEBT PAYABLE										
Bonds payable	-	-	740,000	280,000	-	-	-	1,020,000	1,220,000	
Obligations under capital lease	-	-	-	-	-	-	47,379	47,379	79,023	
Total general long-term debt payable	\$ 0	\$ 0	\$ 740,000	\$ 280,000	\$ 0	\$ 0	\$ 47,379	\$ 1,067,379	\$ 1,299,023	

The accompanying notes are an integral part of this statement.

GENERAL LONG-TERM DEBT ACCOUNT GROUP

To account for unmatured principal amount 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 funds.

CITY OF JEANERETTE, LOUISIANA
 STATEMENT OF CHANGES IN GENERAL FIXED ASSETS
 YEAR ENDED JUNE 30, 1996

	Improvements other than			Total
	Buildings	Buildings	Equipment	
General fixed assets – beginning of year	\$ 2,307,435	\$ 3,245,524	\$ 920,625	\$ 6,473,584
Additions				
Federal & state grants	8,498	–	–	8,498
General Fund revenues	–	–	14,154	14,154
Total balances and additions	2,315,933	3,245,524	934,779	6,496,236
Deductions				
Assets disposed of	–	–	–	0
General fixed assets – end of year	<u>\$ 2,315,933</u>	<u>\$ 3,245,524</u>	<u>\$ 934,779</u>	<u>\$ 6,496,236</u>

The accompanying notes are an integral part of this statement.

CITY OF JEANERETTE, LOUISIANA
 COMPARATIVE STATEMENT OF GENERAL FIXED ASSETS
 JUNE 30, 1996 AND 1995

	1996	1995
General fixed assets, at cost		
Buildings	\$ 2,315,933	\$ 2,307,435
Improvements other than buildings	3,245,524	3,245,524
Equipment	934,779	920,625
	<hr/>	<hr/>
Total general fixed assets	6,496,236	6,473,584
	<hr/> <hr/>	<hr/> <hr/>
Investment in general fixed assets		
Property acquired from		
Federal and state grants	3,589,218	3,580,720
Parish grants	97,648	97,648
General Fund revenues	1,548,763	1,534,609
Tax bond proceeds	602,338	602,338
Assessment of property owners	464,732	464,732
Donations	193,537	193,537
	<hr/>	<hr/>
Total investment in general fixed assets	\$ 6,496,236	\$ 6,473,584
	<hr/> <hr/>	<hr/> <hr/>

The accompanying notes are an integral part of this statement.

GENERAL FIXED ASSETS ACCOUNT GROUP

To account for fixed assets not used in proprietary fund operations

CITY OF JEANERETTE, LOUISIANA
 FIDUCIARY FUNDS
 COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES - ALL AGENCY FUNDS
 YEAR ENDED JUNE 30, 1996

	Balances Beginning of Year	Net Change for Year	Balances End of Year
PAYROLL FUND			
ASSETS			
Cash	\$ 6,574	\$ (2,892)	\$ 3,682
Due from other funds	28,294	(11,531)	16,763
Total assets	<u>34,868</u>	<u>(14,423)</u>	<u>20,445</u>
LIABILITIES			
Accrued liabilities	21,976	(4,835)	17,141
Due to other funds	12,892	(9,588)	3,304
Total liabilities	<u>34,868</u>	<u>(14,423)</u>	<u>20,445</u>
DISBURSEMENT FUND			
ASSETS			
Cash	2,553	12,978	15,531
Due from other funds	18,047	84,055	102,102
Total assets	<u>20,600</u>	<u>97,033</u>	<u>117,633</u>
LIABILITIES			
Due to other funds	20,600	97,033	117,633
Total liabilities	<u>20,600</u>	<u>97,033</u>	<u>117,633</u>
TOTALS - ALL AGENCY FUNDS			
ASSETS			
Cash	9,127	10,086	19,213
Due from other funds	46,341	72,524	118,865
Total assets	<u>55,468</u>	<u>82,610</u>	<u>138,078</u>
LIABILITIES			
Accrued liabilities	21,976	(4,835)	17,141
Due to other funds	33,492	87,445	120,937
Total liabilities	<u>\$ 55,468</u>	<u>\$ 82,610</u>	<u>\$ 138,078</u>

The accompanying notes are an integral part of this statement.

FIDUCIARY FUND

AGENCY FUNDS

Payroll and Disbursements Funds – To account for the centralization of two clearing accounts which are used for the disbursements (except for transfers between funds) of all City funds, including those for purchases, payroll and payroll-related costs

CITY OF JEANERETTE, LOUISIANA
ENTERPRISE FUND
UTILITY FUND

SCHEDULE OF CHANGES IN ASSETS RESTRICTED FOR REVENUE BOND DEBT SERVICE
YEAR ENDED JUNE 30, 1996

	Bond and Interest Sinking	Bond Reserve	Totals
Cash and interest-bearing deposits – Beginning of year	\$ 6,432	\$ 49,250	\$ 55,682
Cash receipts			
Transfers from 1/4% Sales Tax Fund (1973)	36,124	–	36,124
Interest on deposits	84	872	956
Transfers from reserve account	49,894	–	49,894
Transfers from Waterworks Improvement of 1986 Fund	26,636	–	26,636
Total cash receipts	112,738	872	113,610
Total cash and interest-bearing deposits available	119,170	50,122	169,292
Cash disbursements			
Principal payments	110,000	–	110,000
Interest payments	5,753	–	5,753
Bank charges	903	5	908
Miscellaneous	–	–	0
Transfer to operating account	2,514	223	2,737
Transfer to sinking account	–	49,894	49,894
Total disbursements	119,170	50,122	169,292
Cash and interest-bearing deposits End of year	\$ 0	\$ 0	\$ 0

The accompanying notes are an integral part of this statement.

CITY OF JEANERETTE, LOUISIANA
ENTERPRISE FUND
UTILITY FUND
COMPARATIVE STATEMENT OF CASH FLOWS
YEARS ENDED JUNE 30, 1996 AND 1995

	1996	1995
CASH FLOWS FROM OPERATING ACTIVITIES		
Net income (loss)	\$ (165,023)	\$ (321,577)
Adjustments to reconcile net income (loss) to net cash provided (used) by operating activities:		
Depreciation	274,299	275,303
Accounts receivable	(3,496)	16,387
Accounts payable	(8,381)	29,700
Accrued expenses	(2,163)	(492)
Customer deposits	2,820	3,101
Due from other funds	(111,925)	(1,293)
Net cash provided (used) by operating activities	<u>(13,869)</u>	<u>1,129</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of property, plant and equipment (net)	-	(3,001)
Net cash provided (used) by investing activities	<u>0</u>	<u>(3,001)</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Capital assistance	-	-
Repayment of bonds payable	(110,000)	(25,000)
Net cash provided (used) by financing activities	<u>(110,000)</u>	<u>(25,000)</u>
NET INCREASE (DECREASE) IN CASH	(123,869)	(26,872)
CASH (DEFICIT) AT BEGINNING OF YEAR	<u>217,098</u>	<u>243,970</u>
CASH (DEFICIT) AT END OF YEAR	<u>\$ 93,229</u>	<u>\$ 217,098</u>
SUPPLEMENTAL DISCLOSURE OF CASH FLOW INFORMATION		
Cash paid during year for interest expense	<u>\$ 5,753</u>	<u>\$ 7,228</u>

The accompanying notes are an integral part of this statement.

CITY OF JEANERETTE, LOUISIANA
ENTERPRISE FUND
UTILITY FUND
COMPARATIVE STATEMENT OF REVENUES, EXPENSES, AND
CHANGES IN RETAINED EARNINGS - (CONTINUED)
YEARS ENDED JUNE 30, 1996 AND 1995

	1996	1995
OPERATING TRANSFERS IN (OUT)		
Operating transfers in	\$ 373,469	\$ 317,189
Operating transfers out	(543,500)	(567,122)
Total operating transfers	(170,031)	(249,933)
Net income (loss)	(165,023)	(321,577)
ADD: Depreciation on fixed assets acquired by federal grant revenues externally restricted for capital acquisitions and construction that reduces contributed capital	178,831	178,831
Increase (decrease) in retained earnings	13,808	(142,746)
Retained earnings (deficit) - beginning	(395,467)	(252,721)
Retained earnings (deficit) - ending	\$ (381,659)	\$ (395,467)

The accompanying notes are an integral part of this statement.

CITY OF JEANERETTE, LOUISIANA
ENTERPRISE FUND
UTILITY FUND
COMPARATIVE STATEMENT OF REVENUES, EXPENSES, AND
CHANGES IN RETAINED EARNINGS -
YEARS ENDED JUNE 30, 1996 AND 1995

	1996	1995
OPERATING REVENUES		
Charges for services		
Water sales	\$ 494,160	\$ 483,742
Sewer service charges	285,735	284,706
Connections, installations, etc.	9,916	8,184
Penalties	29,933	28,600
Miscellaneous	2,015	1,070
Total operating revenues	<u>821,759</u>	<u>806,302</u>
OPERATING EXPENSES		
Bad debts	9,270	20,685
Chemicals	53,971	46,455
Consulting and testing fees	10,558	11,200
Depreciation expense	274,299	275,303
Equipment rental	38	89
Insurance	45,858	57,213
Miscellaneous	14,515	24,089
Office expense	8,238	8,513
Payroll taxes	3,622	3,734
Professional fees	2,647	0
Retirement	14,012	10,868
Salaries	244,518	251,129
Supplies and repairs	65,136	91,210
Truck expense	7,854	7,779
Utilities & telephone	59,439	66,408
Total operating expenses	<u>813,975</u>	<u>874,675</u>
Net operating income (loss)	<u>7,784</u>	<u>(68,373)</u>
NONOPERATING REVENUES (EXPENSES)		
Interest income	1,716	3,497
Paying agents' fees	(902)	(32)
Interest expense	(3,590)	(6,736)
Total nonoperating revenues (expenses)	<u>(2,776)</u>	<u>(3,271)</u>
Income (loss) before operating transfers	<u>\$ 5,008</u>	<u>\$ (71,644)</u>

(Continued)

The accompanying notes are an integral part of this statement.

CITY OF JEANERETTE, LOUISIANA
ENTERPRISE FUND
UTILITY FUND
COMPARATIVE BALANCE SHEET (CONTINUED)
JUNE 30, 1996 AND 1995

LIABILITIES AND FUND EQUITY	1996	1995
Liabilities		
Current liabilities (payable from current assets)		
Bank overdraft	\$ 45,359	\$ -
Accounts payable	65,076	73,457
Due to other funds	36,400	46,402
Total current liabilities (payable from current assets)	146,835	119,859
Current liabilities (payable from restricted assets)		
Revenue bonds payable	-	25,000
Accrued interest payable	-	2,163
Customers' deposits	80,272	77,452
Total current liabilities (payable from restricted assets)	80,272	104,615
Long-term liabilities		
Revenue bonds payable	-	85,000
Total long-term liabilities	0	85,000
Total liabilities	227,107	309,474
Fund equity		
Contributed capital		
Municipality	2,622,167	2,622,167
Parish grants	10,000	10,000
State and federal grants, net of accumulated amortization (1996 \$2,015,653 ; 1995 \$ 1,836,822)	4,325,001	4,503,833
Total contributed capital	6,957,168	7,136,000
Retained earnings (deficit)		
Reserved for revenue bond retirement	-	28,518
Reserved for construction and contingencies	-	78,455
Unreserved	(381,659)	(502,440)
Total retained earnings (deficit)	(381,659)	(395,467)
Total fund equity	6,575,509	6,740,533
Total liabilities and fund equity	\$ 6,802,616	\$ 7,050,007

The accompanying notes are an integral part of this statement.

CITY OF JEANERETTE, LOUISIANA
ENTERPRISE FUND
UTILITY FUND
COMPARATIVE BALANCE SHEET
JUNE 30, 1996 AND 1995

ASSETS	1996	1995
Current assets		
Cash and interest – bearing deposits	\$ 94,122	\$ 59,104
Accounts receivable	145,066	141,570
Due from other funds	159,927	58,004
Total current assets	<u>399,115</u>	<u>258,678</u>
Restricted assets		
Revenue bond and interest sinking account		
Cash and interest-bearing deposits	-	6,432
Revenue bond reserve account		
Cash and interest-bearing deposits	-	49,250
Revenue bond capital additions and contingencies accounts		
Cash and interest-bearing deposits	-	78,455
Customer deposits		
Cash and interest-bearing deposits	44,466	23,857
Total restricted assets	<u>44,466</u>	<u>157,994</u>
Property, plant and equipment		
Property, plant and equipment, at cost, net of accumulated depreciation (1996 \$3,718,389 ; 1995 \$3,444,090)	<u>6,359,035</u>	<u>6,633,335</u>
Net property plant and equipment	<u>6,359,035</u>	<u>6,633,335</u>
Total assets	<u>\$ 6,802,616</u>	<u>\$ 7,050,007</u>

(Continued)

The accompanying notes are an integral part of this statement.

ENTERPRISE FUND

Utility Fund – To account for the provision of water and sewerage services to residents of the City. All activities necessary to provide such services are accounted for in this fund, including, but not limited to, administration, operations, maintenance, financing and related debt service, and billing and collection

CITY OF JEANERETTE, LOUISIANA
 CAPITAL PROJECTS FUNDS
 STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE -
 BUDGET (GAAP BASIS) AND ACTUAL
 YEAR ENDED JUNE 30, 1996

	Waterworks Improvements		Louisiana Community Development Grant		Jeanerette Mills Expansion Project		King Joseph Pavilion Project	
	Variance		Variance		Variance		Variance	
	Budget	Actual	Budget	Actual	Budget	Actual	Budget	Actual
REVENUES								
Intergovernmental	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Miscellaneous - interest	-	-	-	-	-	-	-	-
Total revenues	0	0	0	0	0	0	0	0
EXPENDITURES								
Capital outlay								
Construction contracts	-	-	418,000	-	-	-	0	-
Engineering and other	-	-	78,000	-	-	22	(22)	8,497
Total expenditures	0	0	496,000	0	0	22	(22)	8,497
Excess (deficiency) of revenues over expenditures	0	0	(496,000)	0	0	(22)	(22)	(8,497)
OTHER FINANCING SOURCES (USES)								
Operating transfers in	-	-	-	-	-	-	0	-
Operating transfers out	-	-	-	-	-	-	0	-
Total other financing sources (uses)	0	0	0	0	0	0	0	0
Excess (deficiency) of revenues and other sources over expenditures and other uses	0	0	(496,000)	0	0	(22)	(22)	(8,497)
Fund balances (deficit) - beginning	(40,459)	(40,459)	0	10	22	22	0	35,645
Fund balances (deficit) - ending	\$ (40,459)	\$ (40,459)	\$ 0	\$ 10	\$ 22	\$ 0	\$ (22)	\$ 27,148

The accompanying notes are an integral part of this statement.

CITY OF JEANERETTE, LOUISIANA
 CAPITAL PROJECTS FUNDS
 COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
 YEAR ENDED JUNE 30, 1996
 WITH COMPARATIVE TOTALS FOR YEAR ENDED JUNE 30, 1995

	Waterworks	Louisiana	Jeanerette	King	Totals	
	Improvements	Community Development Block Grant	Mills Expansion Project	Joseph Pavilion Project	1996	1995
REVENUES						
Intergovernmental	\$ -	\$ -	\$ -	\$ -	\$ 0	\$ 530,009
Miscellaneous	-	-	-	-	0	23,135
Total revenues	0	0	0	0	0	553,144
EXPENDITURES						
Capital outlay						
Construction contracts	-	-	-	-	0	415,191
Engineering and other	-	-	22	8,497	8,519	99,385
Total expenditures	0	0	22	8,497	8,519	514,576
Excess (deficiency) of revenues over expenditures	0	0	(22)	(8,497)	(8,519)	38,568
OTHER FINANCING SOURCES (USES)						
Operating transfers in	-	-	-	-	0	11,469
Operating transfers out	-	-	-	-	0	0
Total other financing sources (uses)	0	0	0	0	0	11,469
Excess (deficiency) of revenues and other sources over expenditures and other uses	0	0	(22)	(8,497)	(8,519)	50,037
Fund balances (deficit) - beginning	(40,459)	10	22	35,645	(4,782)	(54,819)
Fund balances (deficit) - ending	\$ (40,459)	\$ 10	\$ 0	\$ 27,148	\$ (13,301)	\$ (4,782)

The accompanying notes are an integral part of this statement.

CITY OF JEANERETTE, LOUISIANA
 CAPITAL PROJECTS FUNDS
 COMBINING BALANCE SHEET
 JUNE 30, 1996
 WITH COMPARATIVE TOTALS FOR YEAR ENDED JUNE 30, 1995

	Waterworks Improvements	Louisiana Community Development Block Grant	Jeanerette Mills Expansion Project	King Joseph Pavilion Project	Totals	
					1996	1995
ASSETS						
Cash and interest-bearing deposits	\$ 16	\$ 10	\$ -	\$ 27,148	\$ 27,174	\$ 35,693
Miscellaneous receivables	-	-	-	-	0	0
Due from other governmental units	-	-	-	-	0	0
Due from other funds	400	-	-	-	400	400
Total assets	416	10	0	27,148	27,574	36,093
LIABILITIES AND FUND BALANCES						
Liabilities						
Accounts payable	-	-	-	-	0	0
Due to other funds	40,875	-	-	-	40,875	40,875
Total liabilities	40,875	0	0	0	40,875	40,875
Fund balances						
Designated for subsequent period's expenditures	-	10	-	27,148	27,158	35,655
Undesignated	(40,459)	-	-	-	(40,459)	(40,437)
Total fund balances	(40,459)	10	0	27,148	(13,301)	(4,782)
Total liabilities and fund balances	\$ 416	\$ 10	\$ 0	\$ 27,148	\$ 27,574	\$ 36,093

The accompanying notes are an integral part of this statement.

CAPITAL PROJECTS FUNDS

Waterworks Improvements Fund – To account for water system improvements to be financed from the proceeds of the \$1,000,000 general obligation bond issue dated November 1, 1985

Louisiana Community Development Block Grant Fund – To account for the balance remaining from a grant from the State of Louisiana for sewer system improvements

Jeanerette Mills Expansion Project Fund – To account for the grant proceeds from the State of Louisiana financing the expansion of facilities at the Jeanerette Mills factory.

King Joseph Pavilion Project Fund – To account for the grant proceeds from the State of Louisiana financing the expansion of facilities at the King Joseph Recreation Park.

CITY OF JEANERETTE, LOUISIANA
DEBT SERVICE FUNDS
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET (GAAP BASIS) AND ACTUAL (CONTINUED)
YEAR ENDED JUNE 30, 1996

	Sales Tax Bonds of 1980		Sales Tax Bonds of 1980		Variance - Favorable	Variance - Favorable
	Budget	Actual	Budget	Actual		
REVENUES						
Taxes - ad valorem	\$ -	\$ -	\$ 0	\$ -	\$ 0	\$ 0
Miscellaneous - interest	2,000	565	(1,435)	2,500	3,920	1,420
Total revenues	2,000	565	(1,435)	2,500	3,920	1,420
EXPENDITURES						
General government						
Paying agents' fees	-	-	0	-	-	0
Total general government	0	0	0	0	0	0
Debt service						
Principal retirement	40,000	45,000	(5,000)	-	-	0
Interest	27,600	24,200	3,400	-	-	0
Total debt service	67,600	69,200	(1,600)	0	0	0
Total expenditures	67,600	69,200	(1,600)	0	0	0
Excess (deficiency) of revenues over expenditures	(65,600)	(68,635)	(3,035)	2,500	3,920	1,420
OTHER FINANCING SOURCES (USES)						
Operating transfers in	70,249	77,150	6,901	-	-	0
Operating transfers out	-	-	0	(2,500)	(3,990)	(1,490)
Total other financing sources (uses)	70,249	77,150	6,901	(2,500)	(3,990)	(1,490)
Excess (deficiency) of revenues and other sources over expenditures and other uses	4,649	8,515	3,866	0	(70)	(70)
Fund balances (deficit) - beginning	7,179	7,179	0	74,488	74,488	0
Fund balances (deficit) - ending	\$ 11,828	\$ 15,694	\$ 3,866	\$ 74,488	\$ 74,418	\$ (70)

The accompanying notes are an integral part of this statement.

CITY OF JEANERETTE, LOUISIANA
DEBT SERVICE FUNDS
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET (GAAP BASIS) AND ACTUAL
YEAR ENDED JUNE 30, 1996

	Sewerage Improvements of 1973				Waterworks Improvements of 1985 & 1991			
	Budget	Actual	Budget	Actual	Budget	Actual	Budget	Actual
REVENUES								
Taxes - ad valorem	\$ 19,650	\$ 24,129	\$ 4,479	\$ 21,797	\$ 4,047	\$ 137,095	\$ 111,640	\$ 25,455
Miscellaneous - interest	590	508	(82)	928	398	2,332	3,350	(1,018)
Total revenues	20,240	24,637	4,397	22,725	4,445	139,427	114,990	24,437
EXPENDITURES								
General government								
Paying agents' fees	100	28	72	23	77	-	0	0
Total general government	100	28	72	23	77	0	0	0
Debt service								
Principal retirement	15,000	55,000	(40,000)	45,000	(35,000)	40,000	55,000	(15,000)
Interest	4,060	3,190	870	2,610	590	73,720	50,092	23,628
Total debt service	19,060	58,190	(39,130)	47,610	(34,410)	113,720	105,092	8,628
Total expenditures	19,160	58,218	(39,058)	47,633	(34,333)	113,720	105,092	8,628
Excess (deficiency) of revenues over expenditures	1,080	(33,581)	(34,661)	(24,908)	(29,888)	1,270	34,335	33,065
OTHER FINANCING SOURCES (USES)								
Operating transfers in	-	7,074	7,074	-	0	-	-	0
Operating transfers out	-	-	0	(7,074)	(7,074)	(26,636)	(26,636)	(26,636)
Total other financing sources (uses)	0	7,074	7,074	(7,074)	(7,074)	0	(26,636)	(26,636)
Excess (deficiency) of revenues and other sources over expenditures and other uses	1,080	(26,507)	(27,587)	(31,982)	(36,962)	1,270	7,699	6,429
Fund balances (deficit) - beginning	28,521	28,521	0	48,972	0	94,561	94,561	0
Fund balances (deficit) - ending	\$ 29,601	\$ 2,014	\$ (27,587)	\$ 16,990	\$ (36,962)	\$ 95,831	\$ 102,260	\$ 6,429

The accompanying notes are an integral part of this statement.

(continued)