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LEGISLATIVE AUDITOR

TOWN OF LAKE PROVIDENCE

Lake Providence, Louisiana

June 30, 1996

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Release Date FEB 19 1997

TOWN OF LAKE PROVIDENCE
 Lake Providence, Louisiana
 ANNUAL FINANCIAL REPORT
 JUNE 30, 1996

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TOWN OF LAKE PROVIDENCE
Lake Providence, Louisiana

ANNUAL FINANCIAL REPORT
JUNE 30, 1996

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INDEPENDENT AUDITOR'S REPORT

The Honorable James W. Brown, Jr., Mayor
and the Members of the Board of Aldermen
Town of Lake Providence, Louisiana

We have audited the accompanying general purpose financial statements and the combining and individual fund and account group financial statements of the Town of Lake Providence, Louisiana as of and for the year ended June 30, 1996, as listed in the table of contents. These financial statements are the responsibility of the management of the Town of Lake Providence, Louisiana. Our responsibility is to express an opinion on these financial statements based on our audit.

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

The Town in prior years has not maintained adequate property records for the general fixed assets account group and for the fixed assets of the utility fund as described in Note 6.

Honorable James W. Brown Jr., Mayor
and the Members of the Board of Aldermen
Page Two

In our opinion, except for the effects of such adjustments, if any, as might have been determined to be necessary had we been able to obtain prior year property records as discussed in the preceding paragraph, the general purpose financial statements referred to in the first paragraph present fairly, in all material respects, the financial position of the Town of Lake Providence, Louisiana, as of June 30, 1996, and the results of its operations and cash flows of its proprietary fund type for the year then ended in conformity with generally accepted accounting principles. Also, in our opinion, except for the effects of such adjustments, if any, as might have been determined to be necessary had we been able to obtain prior year property records as discussed in the preceding paragraph, the combining and individual fund and account group financial statements referred to in the first paragraph present fairly, in all material respects, the financial position of each of the individual funds and account groups of the Town of Lake Providence, Louisiana, as of June 30, 1996, and the results of operations of such funds and the cash flows of individual proprietary fund type for the year then ended in conformity with generally accepted accounting principles.

Our audit was made for the purpose of forming an opinion on the general purpose financial statements taken as a whole and on the combining and individual fund and account group financial statements. The accompanying financial information listed as supplementary in the table of contents is presented for purposes of additional analysis and is not a required part of the financial statements of the Town of Lake Providence, Louisiana. Such information has been subjected to the auditing procedures applied in the audit of the general purpose, combining and individual fund and account group financial statements, and, in our opinion, except for the effects, if any, of the matters discussed in previous paragraphs, 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.



Albritton & Loe
Certified Public Accountants

Monroe, Louisiana
December 23, 1996

GENERAL PURPOSE FINANCIAL STATEMENTS
(COMBINED STATEMENT-OVERVIEW)

TOWN OF LAKE PROVIDENCE
Lake Providence, Louisiana

EXHIBIT A
Page 2 of 2

COMBINED BALANCE SHEET - ALL FUND TYPES AND ACCOUNT GROUPS, continued
JUNE 30, 1996

	GOVERNMENTAL FUND TYPES				PROPRIETARY FUND		ACCOUNT GROUPS		TOTALS	
	General Funds	Special Revenue Funds	Debt Service Funds	Capital Projects Fund	Utility Fund	Fixed Assets	Long-Term Debt	June 30, 1996	June 30, 1995	(Memorandum Only)
FUND EQUITY AND OTHER CREDITS										
Investment in General Fixed Assets (Note 6)	-	-	-	-	-	3,587,266	-	3,587,266	3,587,266	3,155,569
Contributed Capital	-	-	-	-	2,544,965	-	-	2,544,965	2,544,965	2,544,965
Retained Earnings	-	-	-	-	-	-	-	-	-	-
Reserved for Bond Retirement	-	-	-	-	315,916	-	-	315,916	315,916	537,821
Unreserved	-	-	-	-	-	-	-	-	-	-
Fund Balances	37,725	323,113	-	-	-	-	-	360,838	551,229	551,229
Reserved for Restricted Cash (Note 10)	-	-	70,701	-	-	-	-	70,701	62,808	62,808
Reserved for Debt Service	-	-	-	14,644	-	-	-	14,644	18,731	18,731
Designated for Capital Improvements	-	-	-	-	-	-	-	(3,486)	(14,529)	(14,529)
Unreserved / Undesignated	(3,486)	-	-	-	-	-	-	-	-	-
TOTAL FUND EQUITY AND OTHER CREDITS	<u>34,239</u>	<u>323,113</u>	<u>70,701</u>	<u>14,644</u>	<u>2,860,881</u>	<u>3,587,266</u>	<u>-</u>	<u>6,890,844</u>	<u>6,856,594</u>	<u>6,856,594</u>
TOTAL LIABILITIES AND FUND EQUITY	<u>121,602</u>	<u>346,189</u>	<u>72,385</u>	<u>14,644</u>	<u>3,285,991</u>	<u>3,587,266</u>	<u>36,658</u>	<u>7,464,735</u>	<u>7,492,740</u>	<u>7,492,740</u>

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

TOWN OF LAKE PROVIDENCE
Lake Providence, Louisiana

EXHIBIT B

COMBINED STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
ALL GOVERNMENTAL FUND TYPES
YEAR ENDED JUNE 30, 1996

	Governmental Fund Types				TOTALS (Memorandum Only)	
	General Fund	Special Revenue Fund	Debt Service Fund	Capital Projects Fund	June 30, 1996	June 30, 1995
REVENUES						
Taxes (Note 9)	152,781	234,385	32,095	-	419,261	431,509
Licenses and Permits	105,470	-	-	-	105,470	87,231
Intergovernmental	39,285	-	-	-	39,285	36,107
Rent	273	-	3,685	-	3,958	4,214
Fines	30,300	-	-	-	30,300	33,189
Interest	3,011	11,108	2,880	666	17,665	22,149
Grant	-	-	-	368,939	368,939	193,358
Miscellaneous	<u>97,902</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>97,902</u>	<u>26,479</u>
Total Revenues	429,022	245,493	38,660	369,605	1,082,780	834,236
EXPENDITURES						
General Government	337,872	6,645	-	-	344,517	390,008
Fire Department	100,750	-	-	-	100,750	101,876
Police Department	337,299	-	-	-	337,299	322,092
Animal Control	13,514	-	-	-	13,514	18,413
Recreation	324	-	-	-	324	1,075
Street Department	208,709	-	-	-	208,709	200,658
Mosquito Control	7,419	-	-	-	7,419	-
Principal Retirements	-	-	9,540	-	9,540	8,659
Interest and Fiscal Charges	-	-	4,493	-	4,493	5,388
Capital Outlay	<u>-</u>	<u>163,836</u>	<u>18,136</u>	<u>451,414</u>	<u>633,386</u>	<u>188,913</u>
Total Expenditures	1,005,887	170,481	32,169	451,414	1,659,951	1,237,082
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES						
	<u>(576,865)</u>	<u>75,012</u>	<u>6,491</u>	<u>(81,809)</u>	<u>(577,171)</u>	<u>(402,846)</u>
OTHER FINANCING SOURCES (USES)						
Operating Transfers						
In (Note 11)	600,000	-	1,403	-	601,403	655,273
Out (Note 11)	(12,092)	(265,403)	-	-	(277,495)	(281,412)
Proceeds from Notes	-	-	-	-	-	-
Local Contributions	-	-	-	77,722	77,722	-
Forfeiture of Unused Grant Funds	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Other Financing Sources (Uses)	587,908	(265,403)	1,403	77,722	401,630	373,861
EXCESS (DEFICIENCY) OF REVENUES AND OTHER FINANCING SOURCES OVER EXPENDITURES AND OTHER USES						
	<u>11,043</u>	<u>(190,391)</u>	<u>7,894</u>	<u>(4,087)</u>	<u>(175,541)</u>	<u>(28,985)</u>
FUND BALANCE, beg.	<u>23,196</u>	<u>513,504</u>	<u>62,808</u>	<u>18,731</u>	<u>618,239</u>	<u>647,224</u>
FUND BALANCE, ending	<u>34,239</u>	<u>323,113</u>	<u>70,702</u>	<u>14,644</u>	<u>442,698</u>	<u>618,239</u>

The accompanying statements are an integral part of this statement.

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

	GENERAL FUND			SPECIAL REVENUE FUND TYPES		
	Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)
REVENUES						
Taxes (Note 9)	142,750	152,781	10,031	230,000	234,385	4,385
Licenses and Permits	71,025	105,470	34,445	-	-	-
Intergovernmental	29,500	39,285	9,785	-	-	-
Rents	200	273	73	-	-	-
Fines	16,000	30,300	14,300	-	-	-
Interest	3,600	3,011	(589)	7,500	11,108	3,608
Miscellaneous	<u>70,650</u>	<u>97,902</u>	<u>27,252</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Revenues	333,725	429,022	95,297	237,500	245,493	7,993
EXPENDITURES						
General Government	270,500	337,872	(67,372)	18,775	6,645	12,130
Public Safety						
Fire Department	99,200	100,750	(1,550)	-	-	-
Police Department	334,140	337,299	(3,159)	-	-	-
Animal Control	18,270	13,514	4,756	-	-	-
Recreation	12,700	324	12,376	-	-	-
Street Department	222,420	208,709	13,711	-	-	-
Mosquito Control	-	7,419	(7,419)	-	-	-
Water & Sewer						
Ext. & Improv.	-	-	-	140,000	163,836	(23,836)
Capital Outlay	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Expenditures	957,230	1,005,887	(48,657)	158,775	170,481	(11,706)
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES						
	(623,505)	(576,865)	46,640	78,725	75,012	(3,713)
OTHER FINANCING SOURCES (USES)						
Operating Transfers:						
In (Note 11)	629,000	600,000	(29,000)	-	-	-
Out (Note 11)	-	(12,092)	(12,092)	(245,000)	(265,403)	(20,403)
Forfeiture of Unused Grant Funds	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Other Financing Sources (Uses)	629,000	587,908	(41,092)	(245,000)	(265,403)	(20,403)
EXCESS (DEFICIENCY) OF REVENUES AND OTHER FINANCING SOURCES OVER EXPENDITURES AND OTHER USES						
	<u>5,495</u>	<u>11,043</u>	<u>5,548</u>	<u>(166,275)</u>	<u>(190,391)</u>	<u>(24,116)</u>
FUND BALANCE, beginning		<u>23,196</u>			<u>513,504</u>	
FUND BALANCE, ending		<u>34,239</u>			<u>323,113</u>	

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

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

	DEBT SERVICE FUND TYPES			CAPITAL PROJECTS FUND TYPES		
	Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)
REVENUES						
Taxes (Note 9)	33,500	32,096	(1,404)	-	-	-
Licenses and Permits	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-
Rents	-	3,685	3,685	-	-	-
Fines	-	-	-	-	-	-
Interest	1,000	2,880	1,880	-	666	666
Grant	-	-	-	-	368,939	368,939
Miscellaneous	-	-	-	-	-	-
Total Revenues	<u>34,500</u>	<u>38,661</u>	<u>4,161</u>	<u>-</u>	<u>369,605</u>	<u>369,605</u>
EXPENDITURES						
General Government	-	-	-	-	-	-
Public Safety	-	-	-	-	-	-
Fire Department	-	-	-	-	-	-
Police Department	-	-	-	-	-	-
Animal Control	-	-	-	-	-	-
Street Department	-	-	-	-	-	-
Debt Service	-	-	-	-	-	-
Principal Paid	19,000	14,033	4,967	-	-	-
Interest & Fiscal Charges	-	-	-	-	-	-
Capital Outlay	-	<u>18,137</u>	<u>(18,137)</u>	-	<u>451,414</u>	<u>(451,414)</u>
Total Expenditures	<u>19,000</u>	<u>32,170</u>	<u>(13,170)</u>	<u>-</u>	<u>451,414</u>	<u>(451,414)</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	15,500	6,491	(9,009)	-	(81,809)	(81,809)
OTHER FINANCING SOURCES (USES)						
Operating Transfers	-	-	-	-	-	-
In (Note 11)	-	1,403	1,403	-	-	-
Out (Note 11)	-	-	-	-	-	-
Proceeds from Note	-	-	-	-	-	-
Local Contributions	-	-	-	-	<u>77,722</u>	<u>77,722</u>
Total Other Financing Sources (Uses)	-	1,403	1,403	-	77,722	77,722
EXCESS (DEFICIENCY) OF REVENUES AND OTHER FINANCING SOURCES OVER EXPENDITURES AND OTHER USES	<u>15,500</u>	<u>7,894</u>	<u>(7,606)</u>	<u>-</u>	<u>(4,087)</u>	<u>(4,087)</u>
FUND BALANCE, beginning		<u>62,808</u>			<u>18,731</u>	
FUND BALANCE, ending		<u>70,702</u>			<u>14,644</u>	

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

TOWN OF LAKE PROVIDENCE
Lake Providence, Louisiana

EXHIBIT D

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

	<u>1996</u>	<u>1995</u>
OPERATING REVENUES		
Water Sales	419,130	402,829
Water Taps	1,295	1,480
Sewer Service Charges	122,921	124,145
Sanitation Service Charges	135,142	139,046
Maintenance Fees and Delinquent Charges	68,200	73,661
State Sales Tax Collections	15,067	14,758
Street Light Receipts	40,561	41,611
Lakeside Sewer Dist. Collections	<u>42,317</u>	<u>42,644</u>
Total Operating Revenues	844,633	840,174
OPERATING EXPENSES		
General and Administrative	63,241	58,333
Water Department	417,288	417,305
Sewer Department	230,766	217,602
Sanitation Department	169,614	134,733
State Sales Tax Remitted	20,201	17,852
Lakeside Sewer District	<u>28,410</u>	<u>32,916</u>
Total Operating Expenses	<u>929,520</u>	<u>878,741</u>
NET INCOME (LOSS) FROM OPERATIONS	(84,887)	(38,567)
NON-OPERATING REVENUES (EXPENSES)		
State Highway Project Expenses	(23,681)	-
State Highway Project Reimbursement	23,681	-
Interest Income	18,501	17,870
Capital Outlay	163,836	-
Operating Agreement	-	56,250
Other	<u>4,655</u>	<u>7,702</u>
Total Non-Operating Revenues	<u>186,992</u>	<u>81,822</u>
NET INCOME BEFORE OPERATING TRANSFERS	102,105	43,255
OPERATING TRANSFERS		
Operating Transfers In	275,990	244,139
Operating Transfers Out (Note 11)	<u>(600,000)</u>	<u>(618,000)</u>
Total Operating Transfers	(324,010)	(373,861)
NET LOSS	(221,905)	(330,606)
RETAINED EARNINGS, beginning	<u>537,821</u>	<u>868,427</u>
RETAINED EARNINGS, ending	<u>315,916</u>	<u>537,821</u>

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

TOWN OF LAKE PROVIDENCE
Lake Providence, Louisiana

EXHIBIT E

PROPRIETARY FUND
UTILITY FUND
COMPARATIVE STATEMENT OF CASH FLOWS
YEARS ENDED JUNE 30, 1996 AND 1995
Increase (Decrease) In Cash And Cash Equivalents

	<u>1996</u>	<u>1995</u>
Cash Flows from Operating Activities:		
Net Income (Loss) from Operations	102,105	(38,567)
Adjustments to Reconcile Net Operating Loss to Net Cash Provided by Operating Activities		
Depreciation	358,009	334,371
(Increase) Decrease in Accounts Receivable	6,606	(2,370)
(Increase) Decrease in Accrued Interest Receivable	(530)	233
(Increase) Decrease in Due from Other Funds	-	-
(Increase) Decrease in Prepaid Expenses	(4,051)	(2,878)
(Decrease) Increase in Accounts Payable	2,933	1,643
(Decrease) Increase in Accrued Liabilities	(4,088)	2,667
(Decrease) Increase in Due to Other Funds	<u>(981)</u>	<u>1,673</u>
<i>Total Adjustments</i>	<u>357,898</u>	<u>335,339</u>
Net Cash Provided by Operating Activities	460,003	296,772
 Cash Flows from Noncapital Financing Activities:		
Operating Transfers In from Other Funds	275,990	244,139
Operating Transfers Out to Other Funds	<u>(600,000)</u>	<u>(618,000)</u>
Net Cash Used in Noncapital Financing Activities	(324,010)	(373,861)
 Cash Flows from Investing Activities:		
Purchase of Property, Plant, and Equipment	(167,611)	(86,858)
Proceeds from Redemption of Non Cash Investments	-	-
Increase in Customer Deposits	5,848	5,143
Income from Investments	-	25,572
Operating Agreement	<u>-</u>	<u>56,250</u>
Net Cash Provided by Investing Activities	(161,763)	107
 Decrease in Cash & Cash Equivalents	(25,770)	(76,982)
 Cash & Cash Equivalents, beginning of fiscal year	<u>361,371</u>	<u>438,353</u>
 Cash & Cash Equivalents, end of fiscal year	<u>335,601</u>	<u>361,371</u>

See accompanying notes and accountants' report.

TOWN OF LAKE PROVIDENCE
Lake Providence, Louisiana

NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 1996

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The Town of Lake Providence was incorporated under the provisions of the Lawrson Act. The Town operates under a Mayor-Board of Aldermen form of government. The accounting and reporting policies of the *Town of Lake Providence conform to generally accepted accounting principles as applicable to governments.* The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. Such accounting and reporting procedures also conform to the requirements of Louisiana Revised Statutes 24:517 and to the guides set forth in the Louisiana 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.

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

Governmental Funds -

General fund

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

Special revenue funds

Special revenue funds are used to account for the proceeds of specific revenue sources (other than 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).

(Continued)

TOWN OF LAKE PROVIDENCE
Lake Providence, Louisiana

NOTES TO THE FINANCIAL STATEMENTS, Continued
JUNE 30, 1996

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Proprietary Fund

Enterprise funds

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

Fixed Assets and Long-Term Liabilities -

The accounting and reporting treatment applied to the fixed assets and long-term liabilities associated with a fund are determined by its measurement focus. All governmental funds are accounted for on a spending or "financial flow" measurement focus. This means that only current assets and current liabilities are generally included on their balance sheets. Their reported fund balance (net current assets) is considered a measure of "available spendable resources". Governmental fund operating statements present increases (revenues and other financing sources) and decreases (expenditures and other financing uses) in net current assets. Accordingly, they are said to present a summary of sources and uses of "available spendable resources" during a period.

Fixed assets used in governmental fund type operations (general fixed assets) are accounted for in the General Fixed Assets Account Group, rather than in governmental funds. Public domain ("infrastructure") general fixed assets consisting of certain improvements other than buildings, including roads, bridges, curbs and gutters, streets and sidewalks, drainage systems, and lighting systems, are capitalized along with other general fixed assets. No depreciation has been provided on general fixed assets.

All fixed assets are valued at historical cost or estimated historical cost if actual historical cost is not available. Donated fixed assets are valued at their estimated fair value on the date donated. Depreciation on fixed assets of the Utility Fund has been taken under the straight-line method over the estimated useful assets lives.

Long-term liabilities expected to be financed from governmental funds are accounted for in the General Long-Term Debt Account Group, not in the governmental funds.

The two account groups are not "funds". They are concerned only with the measurement of financial position. They are not involved with measurement of results of operations.

Because of their spending measurement focus, expenditure recognition for governmental fund types is limited to exclude amounts represented by non-current liabilities. Since they do not affect net current assets, such long-term amounts are not recognized governmental fund type expenditures or fund liabilities. They are instead reported as liabilities in the General Long-Term Debt Account Group.

(Continued)

TOWN OF LAKE PROVIDENCE
Lake Providence, Louisiana

NOTES TO THE FINANCIAL STATEMENTS, Continued
JUNE 30, 1996

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Fixed Assets and Long-Term Liabilities (continued)

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

Basis of Accounting

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

All funds operate on a cash basis from month to month, wherein revenues/income and expenditures/expenses are recognized when received or disbursed in cash. At year-end, for financial reporting purposes, the funds are adjusted to reflect statutory accounting requirements as follows:

All governmental funds are accounted for using 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 intermediary 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.

Expenditures are generally recognized under the modified accrual basis of accounting when the related fund liability is incurred. Exception to this general rule includes principal and interest on general long-term debt which is recognized when due. Purchases of various operating supplies are regarded as expenditures at the time purchased.

All proprietary funds are accounted for using the accrual basis of accounting, whereby revenues are recognized when they are earned and expenses are recognized when incurred. Fixed assets, the related depreciation, long-term debt, and the related reserves are recognized in the Fund's financial statements. Utility services are billed at the first of the month following the provision of service, and are accrued in the period services were provided.

(Continued)

TOWN OF LAKE PROVIDENCE
Lake Providence, Louisiana

NOTES TO THE FINANCIAL STATEMENTS, Continued
JUNE 30, 1996

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Budgets and Budgetary Accounting

The Town follows the procedures of Act 504 as passed by the Louisiana Legislature in establishing the budgetary data reflected in the financial statements that is prepared on the basis of generally accepted accounting principles:

1. The proposed budget for the town is made available for public inspection within fifteen days prior to the beginning of each fiscal year.
2. Public hearings are conducted before the budget is adopted to obtain taxpayer comments.
3. Before the beginning of the fiscal year, the Board of Aldermen enact an ordinance making appropriations for the incoming fiscal year.
4. Approval by the Board of Aldermen is required to transfer funds from one department, office, agency, or other entity to another.
5. Formal budgetary integration is not employed as a management control device during the year for the General Fund and Special Revenue Funds. For the Debt Service Funds, formal budgetary control is alternatively achieved through general obligation bond indenture provisions.
6. Budget amendments require the approval of the Mayor and Board of Aldermen.
7. Unexpended appropriations lapse at the end of the fiscal year.

Bad Debts

Uncollectible amounts due for ad valorem taxes and customers' utility receivables are recognized as bad debts through the establishment of an allowance account at the time information becomes available which would indicate the uncollectibility of the particular receivable.

Comparative Data

Comparative total data for the prior year has been presented in the accompanying financial statements to provide an understanding of changes in the Town's financial position and operations. However, comparative data, by fund has not been presented in each of the statements since its inclusion would make the statements unduly complex and difficult to read.

(Continued)

TOWN OF LAKE PROVIDENCE
Lake Providence, Louisiana

NOTES TO THE FINANCIAL STATEMENTS, Continued
JUNE 30, 1996

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Total Columns on Combined Statements - Overview

Total columns on the Combined Statements - Overview are captioned "Memorandum Only" to indicate that they are presented only to facilitate financial analysis. Data in these columns does not present financial position, results of operations, or changes in cash flows in conformity with generally accepted accounting principles. Neither is such data comparable to a consolidation, because interfund eliminations have not been made in the aggregation of this data.

Defining the Reporting Entity

This report includes all of the funds and account groups of the Town. It includes all activities considered to be part of (controlled by or dependent on) the Town of Lake Providence under NCGA Statement 3, Defining the Governmental Reporting Entity.

Statement of Cash Flows

For the purposes of the Statement of Cash Flows, the Enterprise Fund considers all highly liquid investments (including restricted assets) with an original maturity of three months or less to be cash equivalents.

Non Cash, Investing, Capital, and Financing activities were as follows as of June 30, 1996. During the year ended June 30, 1996, the Town of Lake Providence, Louisiana used \$163,836 of the proceeds from its 1 % sales tax to acquire fixed assets for its Water and Sewer Systems. This amount is recorded as Property, Plant, and Equipment and Contributed Capital on the accompanying combined balance sheet.

NOTE 2 - CASH AND INVESTMENTS

The Town of Lake Providence, Louisiana maintains a cash and investment pool that is available for use by all funds. Each fund type's portion of this pool is displayed on the combined balance sheet as "Cash and Investments" under each fund's caption.

Deposits

At June 30, 1996 the carrying amount of the Town's deposits, both restricted and non-restricted (checking, savings, and money market accounts) was \$204,355. The entire balance is covered by federal depository insurance and collateral held by a third party agent for the pledging financial institution, but in the Town's name.

(Continued)

TOWN OF LAKE PROVIDENCE
Lake Providence, Louisiana

NOTES TO THE FINANCIAL STATEMENTS, Continued
JUNE 30, 1996

NOTE 2 - CASH AND INVESTMENTS

Investments

Investments, both restricted and non-restricted, are stated at cost and at June 30, 1996 were all certificates of deposit at various local banks. The investments had a carrying amount of \$515,864 and the entire balance was covered by federal depositary insurance and collateral held by a third party agent for the pledging financial institution, but in the Town's name.

The Town's deposits and investments are categorized to give an indication of the level of risk assumed by the Town at June 30, 1996. Category 1 includes deposits that are insured or registered or for which the securities are held by the Town or its agent in the Town's name. Category 2 includes uninsured and unregistered deposits for which the securities are held by the counterparty's trust department or agent in the Town's name. Category 3 includes uninsured and unregistered deposits for which the securities are held by the counterparty, or by its trust department or agent but not in the Town's name.

All of the Town of Lake Providence's cash and investments is either categorized as Category 1 for its FDIC insured accounts and Category 2 for its accounts secured by collateral pledged by the financial institution and held by a third party in the Town's name.

NOTE 3 - ACCOUNTS RECEIVABLE

GENERAL FUND

The Accounts Receivable - Other at June 30, 1996, consisted of the following:

Police Jury	150	
Franchise Tax - Louisiana Power & Light Co.	10,729	
Franchise Tax - Louisiana Gas Service Co.	<u>3,528</u>	
Total		<u>14,407</u>

The Accounts Receivable - Intergovernmental at June 30, 1996, consisted of the following:

Tobacco Tax	<u>6,832</u>	
Total		<u>6,832</u>

(Continued)

TOWN OF LAKE PROVIDENCE
Lake Providence, Louisiana

NOTES TO THE FINANCIAL STATEMENTS, Continued
JUNE 30 , 1996

NOTE 3 - ACCOUNTS RECEIVABLE, Continued

UTILITY FUND

The Accounts receivable at June 30, 1996, consisted of the following:

Accounts Receivable - Water	49,068	
Less: Allowance for Doubtful Accounts	(4,200)	
Accounts Receivable - Sewer	17,625	
Less: Allowance for Doubtful Accounts	(1,625)	
Accounts Receivable - Maintenance	4,977	
Less: Allowance for Doubtful Accounts	(467)	
Accounts Receivable - Sanitation	14,532	
Less: Allowance for Doubtful Accounts	(1,370)	
Accounts Receivable - Street Lights	4,348	
Less: Allowance for Doubtful Accounts	(409)	
Accounts Receivable - Sales Tax	1,704	
Less: Allowance for Doubtful Accounts	(153)	
Accounts Receivable - Penalties	1,221	
Less: Allowance for Doubtful Accounts	(539)	
Unbilled Receivables	<u>18,282</u>	
TOTAL ACCOUNTS RECEIVABLE		<u>102,994</u>

NOTE 4 - CUSTOMER METER DEPOSITS

The Town has a restricted bank account for Customer Meter Deposits which is included in the restricted cash account in the amount of \$82,557. However, the Town's liability for customer meter deposits at June 30, 1996, is \$87,913.

(Continued)

TOWN OF LAKE PROVIDENCE
Lake Providence, Louisiana

NOTES TO THE FINANCIAL STATEMENTS, Continued
JUNE 30, 1996

NOTE 5 - INTERFUND RECEIVABLES AND PAYABLES

The interfund receivables and payables at June 30, 1996, consisted of the following:

<u>Fund</u>	<u>Receivable</u>	<u>Payable</u>
General Fund:		
Ad Valorem and Sales Tax Fund	17,576	28,908
Debt Service Fund	1,163	-
Utility Fund	4,376	-
LFHA Fund	-	-
Special Revenue Fund:		
General Fund	28,908	17,576
Debt Service Fund	520	-
Utility Fund	78,610	-
Debt Service Fund:		
General Fund	-	1,163
Ad Valorem and Sales Tax Fund	-	520
Utility Fund	272	-
Utility Fund:		
General Fund	-	4,376
Debt Service Fund	-	272
Ad Valorem and Sales Tax Fund	-	<u>78,610</u>
TOTAL	<u>131,425</u>	<u>131,425</u>

Interfund receivables and payables normally result from advances of cash, apportionment of multifund liabilities paid by one fund, or revenues/incomes deposited into incorrect funds.

(Continued)

TOWN OF LAKE PROVIDENCE
Lake Providence, Louisiana

NOTES TO THE FINANCIAL STATEMENTS, Continued
JUNE 30, 1996

NOTE 6 - FIXED ASSETS

Property records reflecting the source from which assets were acquired were not maintained prior to June 30, 1972. In addition, the property accounting records for equipment, furniture and fixtures, and real estate were inadequate for appropriate audit tests, for assets acquired prior to June 30, 1972. In addition, an inclusive property ledger is not maintained.

CHANGES IN GENERAL FIXED ASSETS

GENERAL FIXED ASSET GROUP	BALANCE JUNE 30, <u>1995</u>	<u>ADDITIONS</u>	<u>DISPOSALS</u>	BALANCE JUNE 30, <u>1996</u>
Real Estate	114,021	-	-	114,021
New City Hall	313,008	-	-	313,008
New Fire Station	431,195	-	-	431,195
Industrial Plant	157,951	-	-	157,951
General and Administrative Assets	115,314	22,881	-	138,195
Fire Department Assets	242,747	688	-	243,435
Police Dept. Assets	229,581	18,990	-	248,571
Animal Control Assets	2,216	-	-	2,216
Street Dept. Assets	250,330	1,125	-	251,455
Street Paving	1,269,831	388,013	-	1,657,844
Recreation	5,165	-	-	5,165
Total Before Assets Leased Under Capital Lease	3,131,359	431,697	-	3,563,056
Property Leased Under Capital Lease:				
Street Dept. Assets	<u>24,210</u>	<u>-</u>	<u>-</u>	<u>24,210</u>
TOTALS	<u><u>3,155,569</u></u>	<u><u>431,697</u></u>	<u><u>-</u></u>	<u><u>3,587,266</u></u>

(Continued)

TOWN OF LAKE PROVIDENCE
Lake Providence, Louisiana

NOTES TO THE FINANCIAL STATEMENTS, Continued
JUNE 30, 1996

NOTE 6 - FIXED ASSETS (continued)

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

<u>Category</u>	<u>Estimated Life (Years)</u>	<u>Cost</u>	<u>Accumulated Depreciation</u>	<u>Net</u>	<u>Depreciation This Year</u>
Real estate - land	-	23,529	-	23,529	-
Buildings	45	241,192	184,974	56,218	6,085
Machinery and equipment	30	2,848,206	2,836,175	12,031	99,373
Water wells, reservoirs, tanks, and towers	30	400,442	340,326	60,116	15,983
Transmission lines, meters, Water mains and hydrants	30	1,938,456	1,456,203	482,253	76,324
Water-Lake Water Works	30	129,879	75,647	54,232	6,494
Water-imminent threat	30	265,561	99,217	166,344	8,852
Trucks	5-7	130,867	122,576	8,291	6,983
Communication systems	5-7	11,225	7,439	3,786	1,019
Furniture and fixtures	10	28,689	28,129	560	127
Major overhaul - engine	10	32,500	32,500	-	-
Computer	10	76,979	73,296	3,683	2,378
Sanitation assets	5-8	365,177	353,432	11,745	4,365
Sewer assets	5-30	2,221,903	1,501,245	720,658	81,452
Sewer-Scarborough Street	30	85,840	32,905	52,935	2,861
Sewer-imminent threat	30	488,608	182,549	306,059	16,287
Sewer-jobs credit project	30	498,200	174,372	323,828	16,607
Sewer-1990 LCDBG #101-1010	30	296,600	37,075	259,525	9,887
Sewer-1991 FEMA Grant	30	82,135	10,040	72,095	2,738
Totals		<u>10,165,988</u>	<u>7,548,100</u>	<u>2,617,888</u>	<u>357,815</u>

NOTE 7 - LP&L OPERATING AGREEMENT

One of the terms of the Operating Agreement between the Town of Lake Providence, Louisiana and Louisiana Power & Light dated October 12, 1976, stated that LP&L would pay to the Town \$600,000 in monthly installments of \$6,250 beginning March 1991 and ending March 1999. As of June 30, 1996, the Town of Lake Providence, Louisiana had received \$381,250 of these funds, leaving a receivable of \$218,750.

(Continued)

TOWN OF LAKE PROVIDENCE
Lake Providence, Louisiana

NOTES TO THE FINANCIAL STATEMENTS, Continued
JUNE 30, 1996

NOTE 8 - CHANGES IN LONG-TERM DEBT

The following is a summary of long-term debt transactions for the year ended June 30, 1996:

	Note Hibernia National <u>Bank</u>
BALANCE, JULY 1, 1995	44,341
Less retirements, maturities and payments	
Bonds	-
Note	9,540
Total retirements, maturities and payments	<u>9,540</u>
BALANCE, JUNE 30, 1996	<u><u>34,801</u></u>

Long term debt at June 30, 1996, is comprised of the following individual issues:

	Notes Outstanding <u>June 30, 1996</u>
Ad valorem Tax Notes	
Note - Hibernia National Bank	
\$53,000 ad valorem tax note issued in July 1993 for the purchase of a new fire truck, due in annual installments of \$14,033 through July 27, 1998; interest payable annually at 10.00%.	<u>34,801</u>
TOTAL LONG-TERM DEBT	<u><u>34,801</u></u>

(Continued)

TOWN OF LAKE PROVIDENCE
Lake Providence, Louisiana

NOTES TO THE FINANCIAL STATEMENTS, Continued
JUNE 30, 1996

NOTE 8 - CHANGES IN LONG-TERM DEBT (continued)

The annual requirements to amortize all long-term debt outstanding as of June 30, 1996, including interest payments of \$ 7,298 are as follows:

AD VALOREM TAX NOTES

<u>Year Ending June 30</u>	<u>HIBERNIA NATIONAL BANK</u>	<u>TOTALS</u>
1997	14,033	14,033
1998	14,033	14,033
1999	14,033	14,033

NOTE 9 - SALES AND AD VALOREM TAXES

SALES TAXES

The sales tax restriction passed in 1967, and renewed and amended in 1993, states, in part, the following:

"the revenues derived from said sales and use tax are to be dedicated and used for the purpose of constructing, acquiring, improving, extending, operating and/or maintaining the Town's sewers and sewage disposal facilities and/or its waterworks facilities."

AD VALOREM TAXES

The Ad Valorem Taxes recognized are dedicated as follows:

15.87% to the payment of Debt Service for the purchase of new police cars and the purchase of new police uniforms,

19.84% to the payment of Debt Service on a new fire station built in the year ended June 30, 1989, and for a new fire truck purchased in July, 1993,

64.29% deposited to the General Fund and is available for General Expenditures.

Ad valorem taxes attach as an enforceable lien on property as of January 1 of each year. Taxes are levied by the Town in October and are actually billed to the taxpayers in November. Billed taxes become delinquent on January 1 of the following year. Revenues from ad valorem taxes are budgeted in the year billed.

(Continued)

TOWN OF LAKE PROVIDENCE
Lake Providence, Louisiana

NOTES TO THE FINANCIAL STATEMENTS, Continued
JUNE 30, 1996

NOTE 9 - SALES AND AD VALOREM TAXES

The Town bills and collects its own property taxes using the assessed values determined by the tax assessor of East Carroll Parish. For the year ended June 30, 1996, taxes of 13.03 mills were levied on property with assessed valuations totaling \$ 7,886,639 and were dedicated as follows:

	<u>Millage Rate</u>	<u>Percent</u>	<u>Projected Tax</u>
General Fund	8.38 mills	64.31%	66,090
Police Capital Acquisitions	2.07 mills	15.89%	16,325
Fire Station	<u>2.58 mills</u>	<u>19.80%</u>	<u>20,350</u>
Total	<u>13.03 mills</u>	<u>100.00%</u>	<u>102,765</u>

The ad valorem tax rates are revised every 4 years.

NOTE 10 - FUND RESERVED FOR RESTRICTED CASH

In the General Fund, the accounts, Restricted Assets and Fund Balance Reserved for Restricted Cash, were established to account for the Town's Cemetery Fund and appropriated investments. Because of immateriality and cost benefit, the Cemetery Fund was included in the General Fund.

In the Sales Tax Fund, the assets are restricted due to the wording of the sales tax restriction (See Note 9).

In the Debt Service Fund, the restricted assets were required by the ordinances authorizing the various property tax millages.

In the Capital Projects Fund, the assets are restricted under the terms of the LCDBG Program.

In the Enterprise Fund, the restricted assets are the funds comprising the Customer Meter Deposits.

NOTE 11 - OPERATING TRANSFERS IN/OUT

Operating transfers represent revenues to the recipient fund and expenditures to the disbursing fund, payment for services provided by one department to another, or reimbursement for an expenditure, if the reimbursement is for a specific or directly allocable cost applicable to the reimbursing fund.

(Continued)

TOWN OF LAKE PROVIDENCE
Lake Providence, Louisiana

NOTES TO THE FINANCIAL STATEMENTS, Continued
JUNE 30, 1996

NOTE 11 - OPERATING TRANSFERS IN/OUT, continued

Operating transfers for the fiscal year ended June 30, 1996, were as follows:

<u>Fund</u>	<u>Transfer To</u>	<u>Transfer From</u>
General Fund:		
Utility Fund	11,990	600,000
Housing Finance Agency Grant	102	-
Sales and Ad Valorem Tax Fund:		
Utility Fund	264,000	-
Debt Service Fund	1,403	-
Debt Service Fund:		
Sales and Ad Valorem Tax Fund	-	1,403
Housing Finance Grant:		
General Fund	-	102
Utility Fund		
General Fund	600,000	11,990
Sales and Ad Valorem Tax Fund	-	<u>264,000</u>
Total	<u>877,495</u>	<u>877,495</u>

NOTE 12 - RETIREMENT COMMITMENTS

Employees of the Town of Lake Providence are members of the state retirement system for municipal employees. Contributions are made by both employees and by the Town as a percentage of salaries. The Town's governmental-type funds contributed \$6,462 and the proprietary type fund contributed \$3,527 to this system during the fiscal year as its share of employee's contributions. Future deficits in the system will be financed by the state and the Town has no further liability to the system. Data concerning the actuarial status is not available.

All other employees of the Town of Lake Providence are members of the Social Security System.

(Continued)

TOWN OF LAKE PROVIDENCE
Lake Providence, Louisiana

NOTES TO THE FINANCIAL STATEMENTS, Continued
JUNE 30, 1996

NOTE 13 - LONG-TERM LEASE

On October 18, 1991, the Town of Lake Providence, Louisiana entered into a lease agreement with the Lake Providence Port Commission whereby the Town will lease its Industrial Plant Building to the Port Commission. The primary term of this lease is for ten years. The Port Commission has two ten year options that it can exercise at the end of the primary term.

The monthly lease payments will be as follows:

<u>Period</u>	<u>Monthly Rent</u>
October, 1991 to September, 1996	\$ 335.00
October, 1996 to September, 2001	670.00
October, 2001 to September, 2006	1,005.00
October, 2006 to September, 2011	1,340.00
October, 2011 to September, 2016	1,675.00
October, 2016 to September, 2021	2,010.00

NOTE 14 - COMPENSATION OF GOVERNING BOARD

The annual compensation for the Mayor and Board of Aldermen of the Town of Lake Providence, Louisiana is as follows:

James W. Brown, Jr. - Mayor	12,000
Lloyd Chapman - Alderman	5,400
Ray Frazier - Alderman	5,400
Dorothy H. Lewis - Alderman	5,400
Marion E. Carraway - Alderman	5,400
Amos Wright - Alderman	5,400

(Continued)

TOWN OF LAKE PROVIDENCE
Lake Providence, Louisiana

NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 1996

NOTE 15 - INTERGOVERNMENTAL AGREEMENT

The East Carroll Parish Police Jury and the Town of Lake Providence entered into an agreement effective April 19, 1994, for animal control in the parish. The Parish will provide the pound, food for animals at the pound, and 50 percent of the costs of euthanasia for unclaimed animals at the pound. The Town will provide a vehicle and its costs, personnel for pick up and ordinance enforcement, and 50 percent of the costs of euthanasia. This agreement will continue until terminated by either party either by default or a minimum thirty days notice.

FINANCIAL STATEMENTS
OF INDIVIDUAL FUNDS
AND ACCOUNT GROUPS

DEBT SERVICE FUNDS

Industrial Plant Fund - The purpose of this fund is to accumulate monies for future economic development.

1988 Police Special Fund - The purpose of this fund is to accumulate monies to payoff the proceeds of notes payable to Louisiana Delta Bank and First National Bank of Lake Providence and purchase uniforms and radio equipment for the police department. The notes are due in annual installments of \$4,333 plus interest at 10% maturing in March, 1994. This fund is financed through a 2.0 mill property tax. These notes were cancelled with the March 1994 principal and interest payment.

1988 Fire Department Fund - The purpose of this fund is to accumulate monies to payoff the proceeds of notes payable to First National Bank of Lake Providence and purchase new uniforms and equipment for the fire department. The note is due in annual installments of \$14,033 plus interest at 10% maturing in July of 1998. This fund is financed through a 2.58 mill property tax.

TOWN OF LAKE PROVIDENCE
Lake Providence, Louisiana

EXHIBIT H-1

DEBT SERVICE FUNDS
COMBINING BALANCE SHEET
JUNE 30, 1996

With Comparative Totals For Year Ended June 30, 1995

	<u>JUNE 30, 1996</u>			<u>Totals</u>	
	<u>Industrial Plant Fund</u>	<u>Police Special Fund</u>	<u>Fire Department Fund</u>	<u>1996</u>	<u>1995</u>
<u>ASSETS</u>					
<u>RESTRICTED ASSETS</u>					
Cash	18,688	12,237	41,188	72,113	64,219
Due from Other Funds (Note 5)	<u>-</u>	<u>-</u>	<u>272</u>	<u>272</u>	<u>272</u>
TOTAL RESTRICTED ASSETS	<u>18,688</u>	<u>12,237</u>	<u>41,460</u>	<u>72,385</u>	<u>64,491</u>
<u>LIABILITIES AND FUND BALANCE</u>					
<u>LIABILITIES</u>					
Due to Other Funds (Note 5)	-	380	1,303	1,683	1,683
<u>FUND BALANCE</u>					
Available for Debt Retirement	<u>18,688</u>	<u>11,857</u>	<u>40,157</u>	<u>70,702</u>	<u>62,808</u>
TOTAL LIABILITIES AND FUND BALANCE	<u>18,688</u>	<u>12,237</u>	<u>41,460</u>	<u>72,385</u>	<u>64,491</u>

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

TOWN OF LAKE PROVIDENCE
Lake Providence, Louisiana

EXHIBIT H-2

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

	JUNE 30, 1996			Totals	
	Industrial Plant Fund	Police Special Fund	Fire Department Fund	1996	1995
REVENUES					
Taxes (Note 9)	-	12,156	19,939	32,095	34,843
Interest	599	760	1,521	2,880	1,829
Rent Income	<u>3,685</u>	<u>-</u>	<u>-</u>	<u>3,685</u>	<u>272</u>
TOTAL REVENUES	4,284	12,916	21,460	38,660	36,944
EXPENDITURES					
Admin - Bank Charges	-	-	-	-	-
Bonds Matured & Notes Paid (Note 8)	-	-	9,540	9,540	8,659
Interest Expense	-	-	4,493	4,493	5,388
Capital Acquisitions	<u>-</u>	<u>18,136</u>	<u>-</u>	<u>18,136</u>	<u>-</u>
TOTAL EXPENDITURES	-	18,136	14,033	32,169	14,047
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	4,284	(5,220)	7,427	6,491	22,897
OTHER FINANCING SOURCES (USES)					
Operating Transfers					
Proceeds of Notes Payable In (Note 11)	-	-	-	-	-
Out (Note 11)	<u>1,403</u>	<u>-</u>	<u>-</u>	<u>1,403</u>	<u>12,643</u>
Out (Note 11)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(1,412)</u>
TOTAL OTHER FINANCING SOURCES (USES)	1,403	-	-	1,403	11,231
EXCESS (DEFICIENCY) OF REVENUES AND OTHER SOURCES OVER EXPENDITURES AND OTHER USES	<u>5,687</u>	<u>(5,220)</u>	<u>7,427</u>	<u>7,894</u>	<u>34,128</u>
FUND BALANCE, beginning	<u>13,001</u>	<u>17,077</u>	<u>32,730</u>	<u>62,808</u>	<u>28,680</u>
FUND BALANCE, ending	<u>18,688</u>	<u>11,857</u>	<u>40,157</u>	<u>70,702</u>	<u>62,808</u>

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

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

	<u>Industrial Plant Fund</u>		
	<u>Budget</u>	<u>Actual</u>	Variance Favorable <u>(Unfavorable)</u>
REVENUES			
Taxes (Note 9)	-	-	-
Interest	-	599	599
Plant Rent (Note 13)	-	<u>3,685</u>	<u>3,685</u>
TOTAL REVENUES	-	4,284	4,284
EXPENDITURES			
Administrative	-	-	-
Bonds Matured (Note 8)	-	-	-
Notes Paid (Note 8)	-	-	-
Interest Expense	-	-	-
Agents Fees	-	<u>-</u>	<u>-</u>
TOTAL EXPENDITURES	-	-	-
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	-	4,284	4,284
OTHER FINANCING SOURCES (USES)			
Operating Transfers In (Note 11)	-	1,403	1,403
Out (Note 11)	-	<u>-</u>	<u>-</u>
TOTAL OTHER FINANCING SOURCES (USES)	-	1,403	1,403
EXCESS (DEFICIENCY) OF REVENUES AND OTHER SOURCES OVER EXPENDITURES AND OTHER USES	-	<u>5,687</u>	<u>5,687</u>
BALANCE, beginning		<u>13,001</u>	
FUND BALANCE, ending		<u><u>18,688</u></u>	

(Continued)

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

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

	<u>1988 Police Special Fund</u>			<u>1988 Fire Department Fund</u>		
	<u>Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>	<u>Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
REVENUES						
Taxes (Note 9)	15,000	12,156	(2,844)	18,500	19,939	1,439
Interest	800	760	(40)	1,000	1,521	521
Rebates	-	-	-	<u>7,000</u>	-	<u>(7,000)</u>
TOTAL REVENUES	<u>15,800</u>	<u>12,916</u>	<u>(2,884)</u>	<u>26,500</u>	<u>21,460</u>	<u>(5,040)</u>
EXPENDITURES						
Notes Paid (Note 8)	-	-	-	13,250	9,540	3,710
Interest Expense	-	-	-	5,300	4,493	807
Capital Outlay	-	<u>18,136</u>	<u>(18,136)</u>	-	-	-
TOTAL EXPENDITURES	-	<u>18,136</u>	<u>(18,136)</u>	<u>18,550</u>	<u>14,033</u>	<u>4,517</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	<u>15,800</u>	<u>(5,220)</u>	<u>(21,020)</u>	<u>7,950</u>	<u>7,427</u>	<u>(523)</u>
OTHER FINANCING SOURCES (USES)						
Operating Transfers						
In (Note 11)	-	-	-	-	-	-
Out (Note 11)	-	-	-	(7,000)	-	7,000
TOTAL OTHER FINANCING SOURCES (USES)	-	-	-	<u>(7,000)</u>	-	<u>7,000</u>
EXCESS (DEFICIENCY) OF REVENUES AND OTHER SOURCES OVER EXPENDITURES AND OTHER USES	<u>15,800</u>	<u>(5,220)</u>	<u>(21,020)</u>	<u>950</u>	<u>7,427</u>	<u>6,477</u>
FUND BALANCE, beginning		<u>17,077</u>			<u>32,730</u>	
FUND BALANCE, ending		<u>11,857</u>			<u>40,157</u>	

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

CAPITAL PROJECTS FUND

1995 Street Grant

The Town of Lake Providence, Louisiana, entered into a contract with the Department of Urban Community Affairs for a Community Development Block Grant for street improvements for \$ 402,210 and for administration of the project for \$ 35,000, totaling \$ 437,210. Of this total, the Town will provide \$35,000 with the remaining \$402,210 being supplied as the Block Grant.

1994 Housing Finance Agency Grant

In February 1994, the Town of Lake Providence, Louisiana, entered into a contract with the Louisiana Housing Finance Agency for \$ 75,000 in HOME Funds to be provided to the Town by the Small Cities Health and Safety Rehabilitation Grant Program. The Grant money is to be used to repair and improve ten housing units of the Town to be chosen by the Town.

1994 Recreation Grant

In 1994, the Town of Lake Providence, Louisiana, entered into a contract with the Department of Rural Development for \$ 50,000 to be provided as a Grant for Recreation. The Grant has been split up into two \$ 25,000 installments with the first installment collected in January 1994 and the second collected in July 1994. The grant money is to be used to build a recreational playground for the Town of Lake Providence, Louisiana. The playground will include a tennis court, a basketball court, and a children's play center.

TOWN OF LAKE PROVIDENCE
Lake Providence, Louisiana

EXHIBIT I-1

CAPITAL PROJECTS FUND
COMBINING BALANCE SHEET
JUNE 30, 1996

With Comparative totals for the year ended June 30, 1995

	<u>JUNE 30, 1996</u>			June 30, 1996 <u>Actual</u>	June 30, 1995 <u>Actual</u>
	Recreation <u>Grant</u>	Street <u>Grant</u>	Housing <u>Grant</u>		
<u>ASSETS</u>					
<u>RESTRICTED ASSETS</u>					
Cash	14,644	-	-	14,644	18,731
Receivable Intergovernmental (Note 3)	-	-	-	-	-
Due from Other Funds (Note 5)	-	-	-	-	-
TOTAL RESTRICTED ASSETS	<u>14,644</u>	<u>-</u>	<u>-</u>	<u>14,644</u>	<u>18,731</u>
<u>LIABILITIES AND FUND BALANCE</u>					
<u>LIABILITIES</u>					
Accounts Payable	-	-	-	-	-
TOTAL LIABILITIES	-	-	-	-	-
<u>FUND BALANCE</u>					
Designated for Capital Improvements	14,644	-	-	14,644	18,731
TOTAL LIABILITIES AND FUND BALANCE	<u>14,644</u>	<u>-</u>	<u>-</u>	<u>14,644</u>	<u>18,731</u>

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

TOWN OF LAKE PROVIDENCE
Lake Providence, Louisiana

EXHIBIT I-2

CAPITAL PROJECTS FUND
COMBINING STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCE
JUNE 30, 1996

With Comparative totals for the year ended June 30, 1995

	<u>JUNE 30, 1996</u>			June 30, 1996 <u>Actual</u>	June 30, 1995 <u>Actual</u>
	<u>Street Grant</u>	<u>Recreation Grant</u>	<u>Housing Grant</u>		
REVENUES					
Grant #101-2002	310,393	-	58,546	368,939	193,358
Interest	<u>-</u>	<u>666</u>	<u>-</u>	<u>666</u>	<u>697</u>
TOTAL REVENUES	310,393	666	58,546	369,605	194,055
CAPITAL PROJECTS EXPENDITURES					
Administration	31,500	-	-	31,500	5,399
Recreation	-	4,750	-	4,750	7,829
Housing	-	-	58,651	58,651	5,165
Construction	310,393	-	-	310,393	21,055
Engineering	<u>46,120</u>	<u>-</u>	<u>-</u>	<u>46,120</u>	<u>149,465</u>
TOTAL EXPENDITURES	388,013	4,750	58,651	451,414	188,913
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES					
	(77,620)	(4,084)	(105)	(81,809)	5,142
OTHER FINANCING SOURCES (USES)					
Local Contributions	<u>77,620</u>	<u>-</u>	<u>102</u>	<u>77,722</u>	<u>11,206</u>
TOTAL OTHER FINANCING SOURCES (USES)	77,620	-	102	77,722	11,206
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES AND OTHER FINANCING SOURCES (USES)					
	<u>-</u>	<u>(4,084)</u>	<u>(3)</u>	<u>(4,087)</u>	<u>16,348</u>
FUND BALANCE, beginning of year					
	<u>-</u>	<u>18,728</u>	<u>3</u>	<u>18,731</u>	<u>2,383</u>
FUND BALANCE, end of year					
	<u>-</u>	<u>14,644</u>	<u>-</u>	<u>14,644</u>	<u>18,731</u>

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

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

STREET GRANT

	<u>Budget</u>	<u>Actual</u>	Variance Favorable <u>(Unfavorable)</u>
REVENUES			
Interest	-	-	-
Grants	<u>-</u>	<u>310,393</u>	<u>310,393</u>
TOTAL REVENUES	-	310,393	310,393
EXPENDITURES			
Administration	-	31,500	(31,500)
Construction	-	310,393	(310,393)
Engineering	<u>-</u>	<u>46,120</u>	<u>(46,120)</u>
TOTAL EXPENDITURES	-	(388,013)	(388,013)
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	-	(77,620)	(77,620)
OTHER FINANCING SOURCES (USES)			
Transfers In	<u>-</u>	<u>77,620</u>	<u>77,620</u>
TOTAL OTHER FINANCING USES	-	77,620	77,620
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES AND OTHER FINANCING SOURCES (USES)	<u>-</u>	<u>-</u>	<u>-</u>
FUND BALANCE, beginning		<u>-</u>	
FUND BALANCE, ending		<u><u>-</u></u>	

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

CAPITAL PROJECTS FUND
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE, continued
BUDGET (GAAP BASIS) AND ACTUAL
YEAR ENDED JUNE 30, 1996

	<u>RECREATION GRANT</u>			<u>HOUSING GRANT</u>		Variance Favorable (Unfavorable)
	<u>Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>	<u>Budget</u>	<u>Actual</u>	
REVENUES						
Interest	-	666	666	-	-	-
Grants	-	-	-	-	58,546	58,546
TOTAL REVENUES	-	666	666	-	58,546	58,546
EXPENDITURES						
Housing	-	-	-	-	58,651	58,651
Recreation	-	4,750	(4,750)	-	-	-
TOTAL EXPENDITURES	-	4,750	(4,750)	-	58,651	58,651
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	-	(4,084)	(4,084)	-	(105)	(105)
OTHER FINANCING SOURCES (USES)						
Operating Transfers In (Note 11)	-	-	-	-	102	102
TOTAL OTHER FINANCING SOURCES (USES)	-	-	-	-	102	102
EXCESS (DEFICIENCY) OF REVENUES AND OTHER SOURCES OVER EXPENDITURES AND OTHER USES	-	(4,084)	(4,084)	-	(3)	(3)
FUND BALANCE, beginning		18,728			3	
FUND BALANCE, ending		14,644			-	

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

ENTERPRISE FUND

Utility Fund - The purpose of the Utility Fund is to account for the providing of water, sanitation, and sewerage services to the residents of the Town and to some residents of the parish. All activities necessary to provide such services are accounted for in this fund including, but not limited to, administration, operations, maintenance, financing and related debt service, and billing and collection.

TOWN OF LAKE PROVIDENCE
Lake Providence, Louisiana

EXHIBIT F-1

GENERAL FUND
COMPARATIVE BALANCE SHEET
JUNE 30, 1996

With Comparative Totals For Year Ended June 30, 1995

	<u>1996</u>	June 30 <u>1995</u>
<u>ASSETS</u>		
Cash	25,036	(2,730)
Accounts Receivable (Note 3)	14,407	12,406
Accounts Receivable - Intergovernmental (Note 3)	6,832	6,832
Due from Other Funds (Note 5)	23,115	24,096
Restricted Assets - Cemetery Fund (Note 10)		
Cash	34,674	28,151
Investments	-	-
Prepaid Expenses	17,538	13,889
Accrued Interest Receivable	<u>-</u>	<u>-</u>
TOTAL ASSETS	<u><u>121,602</u></u>	<u><u>82,644</u></u>
<u>LIABILITIES AND FUND BALANCE</u>		
LIABILITIES		
Accounts Payable	52,559	22,322
Accrued Liabilities	5,896	8,218
Due to Other Funds (Note 5)	<u>28,908</u>	<u>28,908</u>
TOTAL LIABILITIES	87,363	59,448
FUND BALANCE		
Reserved for Restricted Cash (Note 10)	37,725	37,725
Unreserved	<u>(3,486)</u>	<u>(14,529)</u>
TOTAL FUND BALANCE	<u><u>34,239</u></u>	<u><u>23,196</u></u>
TOTAL LIABILITIES AND FUND BALANCE	<u><u>121,602</u></u>	<u><u>82,644</u></u>

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

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

	JUNE 30, 1996		Variance Favorable (Unfavorable)	JUNE 30, 1995 Actual
	Budget	Actual		
REVENUES				
Taxes	142,750	152,781	10,031	171,228
Licenses and Permits	71,025	105,470	34,445	87,231
Intergovernmental	29,500	39,285	9,785	36,107
Rent	200	273	73	4,214
Fines	16,000	30,300	14,300	33,189
Interest	3,600	3,011	(589)	4,000
Other	<u>70,650</u>	<u>97,902</u>	<u>27,252</u>	<u>35,249</u>
TOTAL REVENUES	333,725	429,022	95,297	371,218
EXPENDITURES:				
General Government	270,500	337,872	(67,372)	357,679
Public Safety -				
Fire	99,200	100,750	(1,550)	101,876
Police	334,140	337,299	(3,159)	322,092
Animal Control	18,270	13,514	4,756	18,413
Recreation	12,700	324	12,376	1,075
Mosquito Control	-	7,419	(7,419)	-
Streets	<u>222,420</u>	<u>208,709</u>	<u>13,711</u>	<u>200,658</u>
TOTAL EXPENDITURES	957,230	1,005,887	(48,657)	1,001,793
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(623,505)	(576,865)	46,640	(630,575)
OTHER FINANCING SOURCES (USES)				
Operating Transfers				
In (Note 11)	629,000	600,000	(29,000)	619,412
Out (Note 11)	<u>-</u>	<u>(12,092)</u>	<u>(12,092)</u>	<u>(99,151)</u>
TOTAL OTHER FINANCING SOURCES	629,000	587,908	(41,092)	520,261
EXCESS OF REVENUES AND OTHER SOURCES OVER EXPENDITURES	<u>5,495</u>	<u>11,043</u>	<u>5,548</u>	<u>(110,314)</u>
FUND BALANCE, beginning		<u>23,196</u>		<u>133,510</u>
FUND BALANCE, ending		<u>34,239</u>		<u>23,196</u>

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

TOWN OF LAKE PROVIDENCE
Lake Providence, Louisiana

EXHIBIT F-3

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

	<u>Budget</u>	<u>Actual</u>	Variance Favorable (Unfavorable)	JUNE 30, 1995 <u>Actual</u>
TAXES				
Ad Valorem (Note 9)	75,000	67,027	(7,973)	70,910
La. Gas Service Co. Franchise	7,400	16,332	8,932	12,286
Cablevision Franchise Tax	11,250	11,175	(75)	11,206
L P & L Franchise Tax	49,100	58,247	9,147	76,826
Payments in Lieu of Taxes	<u>-</u>	<u>-</u>	<u>-</u>	<u>9,042</u>
TOTAL TAXES	142,750	152,781	10,031	180,270
LICENSES & PERMITS				
Occupational & Insurance Licenses	64,500	96,540	32,040	80,651
Insurance Licenses	550	-	(550)	-
Building Permits	3,350	4,747	1,397	4,110
Liquor and Beer Permits	2,550	4,053	1,503	2,420
Miscellaneous	<u>75</u>	<u>130</u>	<u>55</u>	<u>50</u>
TOTAL LICENSES & PERMITS	71,025	105,470	34,445	87,231
INTERGOVERNMENTAL REVENUES				
Beer Tax	7,050	9,088	2,038	6,950
Tobacco Tax	20,650	28,397	7,747	27,357
Police Jury Fire Dept. Payment	<u>1,800</u>	<u>1,800</u>	<u>-</u>	<u>1,800</u>
TOTAL INTERGOVERNMENTAL REVENUES	29,500	39,285	9,785	36,107
RENT REVENUE				
Industrial Plant Rent	-	-	-	4,020
Community Room Rent	<u>200</u>	<u>273</u>	<u>73</u>	<u>194</u>
TOTAL RENT REVENUE	200	273	73	4,214
COURT FINES	<u>16,000</u>	<u>30,300</u>	<u>14,300</u>	<u>33,189</u>
OTHER REVENUES				
Gain on Sale of Equipment	-	-	-	289
Cemetery Dues	9,650	5,702	(3,948)	7,745
Miscellaneous Revenues	11,000	9,360	(1,640)	11,108
Fire Insurance Rebates	-	7,840	7,840	7,012
LP&L Operating Agreement	50,000	75,000	25,000	-
Animal Dues	<u>-</u>	<u>-</u>	<u>-</u>	<u>53</u>
TOTAL OTHER REVENUES	70,650	97,902	27,252	26,207
INTEREST INCOME	<u>3,600</u>	<u>3,011</u>	<u>(589)</u>	<u>4,000</u>
TOTAL REVENUES	<u>333,725</u>	<u>429,022</u>	<u>95,297</u>	<u>371,218</u>

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

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

	<u>JUNE 30, 1996</u>		Variance Favorable (Unfavorable)	JUNE 30, 1995 Actual
	<u>Budget</u>	<u>Actual</u>		
GENERAL AND ADMINISTRATIVE				
Salaries	103,000	99,685	3,315	77,660
Payroll Taxes	8,315	9,578	(1,263)	10,009
Workmen's Comp. Insurance	930	4,772	(3,842)	1,430
Employee's Health Insurance	6,100	5,139	961	7,793
Retirement Expense	4,635	4,909	(274)	3,089
Material and Supplies	33,000	17,258	15,742	30,011
Equipment Repair & Maintenance	10,000	10,483	(483)	10,986
Town Hall Maintenance	1,300	2,235	(935)	1,495
Cemetery Supplies & Maintenance	8,000	549	7,451	55
Mowing Cemetery	1,000	50	950	21,991
Gas & Oil	-	1,968	(1,968)	-
General Insurance	10,000	29,588	(19,588)	1,516
Credit Card	-	829	(829)	-
Telephone	4,000	4,638	(638)	5,961
Utilities	12,400	10,451	1,949	11,530
Accounting	3,000	1,692	1,308	3,811
Auditing	6,500	7,044	(544)	6,021
Youth Building	-	1,111	(1,111)	-
Clerk of Court	-	82	(82)	894
Assessment Charges	2,500	2,419	81	2,436
Coroner's Fees	4,400	3,468	932	4,507
Veterans Service Officer	1,070	818	252	599
Health Unit	2,650	2,669	(19)	3,300
Dues and Registrations	2,500	2,605	(105)	1,635
Collection Fees Occ. Licenses	-	7,160	(7,160)	3,825
Legal & Attorneys Fees	6,000	7,857	(1,857)	6,104
Printing & Publishing	4,200	4,055	145	6,892
Postage	3,000	3,686	(686)	2,607
Travel	1,000	1,503	(503)	108
Miscellaneous Expense	11,000	15,651	(4,651)	16,659
Bank Charges	-	289	(289)	743
Street Lighting Utilities	-	49,202	(49,202)	58,277
East Carroll Project	-	400	(400)	2,607
Election Expense	-	1,148	(1,148)	3,658
Recreation Program	-	-	-	9,687
Capital Outlay - Equipment	<u>20,000</u>	<u>22,881</u>	<u>(2,881)</u>	<u>39,783</u>
TOTAL GENERAL & ADMINISTRATIVE EXPENDITURES	<u>270,500</u>	<u>337,872</u>	<u>(67,372)</u>	<u>357,679</u>

(Continued)

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

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

	JUNE 30, 1996		Variance Favorable (Unfavorable)	JUNE 30, 1995 Actual
	Budget	Actual		
FIRE DEPARTMENT				
Salaries	50,470	55,778	(5,308)	53,132
Volunteers	2,500	3,744	(1,244)	2,714
Payroll Taxes	5,895	5,443	452	4,345
Workmen's Comp. Insurance	6,385	9,500	(3,115)	5,728
Employee's Health Insurance	9,000	6,852	2,148	12,631
Retirement Expense	1,700	3,057	(1,357)	1,260
Material and Supplies	1,200	83	1,117	1,575
Gasoline and Oil	1,000	617	383	104
Vehicle Repair and Maintenance	1,550	66	1,484	365
General Insurance	7,000	5,452	1,548	9,750
Telephone	4,000	4,532	(532)	2,943
Utilities	3,600	4,137	(537)	2,863
Miscellaneous	500	270	230	519
Uniforms	1,500	-	1,500	-
Other Repairs	300	531	(231)	268
Capital Acquisitions	<u>2,600</u>	<u>688</u>	<u>1,912</u>	<u>3,679</u>
TOTAL FIRE DEPT. EXPENDITURES	<u>99,200</u>	<u>100,750</u>	<u>(1,550)</u>	<u>101,876</u>
POLICE DEPARTMENT				
Salaries	181,280	197,837	(16,557)	185,755
Payroll Taxes	16,405	17,100	(695)	15,195
Workmen's Comp. Insurance	15,555	23,315	(7,760)	12,976
Employee's Health Insurance	31,800	30,663	1,137	41,586
NL Crime Lab	-	2,650	(2,650)	-
Crime Victim	-	200	(200)	-
Law Enforcement Training	-	482	(482)	-
Trial Court	-	442	(442)	-
Schools	-	1,815	(1,815)	-
Materials and Supplies	13,150	5,607	7,543	5,224
Gasoline and Oil	10,000	16,023	(6,023)	10,236
Uniforms	1,500	-	1,500	1,251
Repairs and Maintenance-Parts	22,000	9,667	12,333	23,262
Radio Repair and Maintenance	1,000	1,034	(34)	507
General Insurance	26,000	19,890	6,110	13,393
Telephone	3,100	6,469	(3,369)	2,632
Utilities	-	381	(381)	45
Computer Repairs	-	60	(60)	-
Computer System Charges	350	633	(283)	289

(Continued)

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

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

	JUNE 30, 1996		Variance Favorable (Unfavorable)	JUNE 30, 1995 Actual
	Budget	Actual		
POLICE DEPARTMENT (Continued)				
Miscellaneous	7,000	1,135	5,865	6,183
Feeding Prisoners	2,000	823	1,177	288
Extra Labor	-	123	(123)	1,273
Travel	1,000	96	904	1,547
Capital Acquisitions	<u>2,000</u>	<u>854</u>	<u>1,146</u>	<u>450</u>
TOTAL POLICE DEPT. EXPENDITURES	<u>334,140</u>	<u>337,299</u>	<u>(3,159)</u>	<u>322,092</u>
ANIMAL CONTROL				
Salaries	10,300	8,172	2,128	10,400
Payroll Taxes	1,025	959	66	870
Worker's Comp. Insurance	105	185	(80)	-
Employee's Health Insurance	2,200	1,542	658	2,912
Animal Housing	-	1,048	(1,048)	-
Retirement Expense	515	503	12	474
Materials and Supplies	600	216	384	1,053
Gasoline and Oil	500	-	500	196
Repairs and Maintenance	1,000	192	808	905
Miscellaneous	1,200	697	503	1,189
Training	325	-	325	325
Capital Acquisitions	<u>500</u>	<u>-</u>	<u>500</u>	<u>89</u>
TOTAL ANIMAL CONTROL EXPENDITURES	<u>18,270</u>	<u>13,514</u>	<u>4,756</u>	<u>18,413</u>
STREET DEPARTMENT				
Salaries	88,580	84,705	3,875	76,273
Contract Labor	1,500	68	1,432	1,037
Payroll Taxes	8,825	6,755	2,070	6,302
Workmen's Comp. Insurance	8,755	15,632	(6,877)	7,800
Employee's Health Insurance	8,250	6,834	1,416	11,618
Lease Purchase Construction	-	5,711	(5,711)	-
Street Improvement	-	41,800	(41,800)	-
Retirement Expense	2,060	2,716	(656)	1,521
Materials and Supplies	25,000	7,738	17,262	33,935
Gasoline and Oil	10,000	9,317	683	10,661
Equipment Repairs & Maintenance	6,000	4,174	1,826	5,238
Vehicle Repairs & Maintenance	5,000	5,848	(848)	2,633

(Continued)

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

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

	<u>JUNE 30, 1996</u>		Variance Favorable (Unfavorable)	JUNE 30, 1995 Actual
	<u>Budget</u>	<u>Actual</u>		
STREET DEPARTMENT (Continued)				
Other Repairs & Maintenance	4,000	995	3,005	3,512
General Insurance	5,050	3,544	1,506	2,082
Utilities and Lighting	600	507	93	825
Capital Lease	-	2,856	(2,856)	-
Landfill Charges	9,000	8,116	884	8,526
Miscellaneous	4,800	268	4,532	87
Capital Acquisitions	<u>35,000</u>	<u>1,125</u>	<u>33,875</u>	<u>26,608</u>
TOTAL STREET DEPT. EXPENDITURES	<u>222,420</u>	<u>208,709</u>	<u>13,711</u>	<u>200,658</u>
RECREATION				
Salaries	12,000	-	12,000	-
Contract Labor	700	-	700	510
Materials & Supplies	-	-	-	565
Equipment Repairs	<u>-</u>	<u>324</u>	<u>(324)</u>	<u>-</u>
TOTAL RECREATION EXPENDITURES	<u>12,700</u>	<u>324</u>	<u>12,376</u>	<u>1,075</u>
MOSQUITO CONTROL				
Materials & Supplies	-	7,140	(7,140)	-
Equipment Repairs	<u>-</u>	<u>279</u>	<u>(279)</u>	<u>-</u>
TOTAL MOSQUITO CONTROL EXPENDITURES	<u>-</u>	<u>7,419</u>	<u>(7,419)</u>	<u>-</u>
TOTAL EXPENDITURES	<u>957,230</u>	<u>1,005,887</u>	<u>(48,657)</u>	<u>1,001,793</u>

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

SPECIAL REVENUE FUNDS

Ad Valorem and Sales Tax Fund - The purpose of this fund is to account for the receipt of the Town sales tax and ad valorem taxes. The sales tax is restricted to certain expenditures for the sewer and water system (see Note 9). A portion of the ad valorem taxes is restricted to certain debt service expenditures for the Police and Fire Departments. Proceeds from the collection of these funds are generally transferred into the Utility Fund, Debt Service Fund or the General Fund to pay authorized expenditures. Consequently, the main portions of expenditures from this fund appear in the Utility, Debt Service and General Funds.

TOWN OF LAKE PROVIDENCE
Lake Providence, Louisiana

EXHIBIT G-1

SPECIAL REVENUE FUNDS - AD VALOREM AND SALES TAX
COMPARATIVE BALANCE SHEET
JUNE 30, 1996

With Comparative Totals For Year Ended June 30, 1995

	<u>1996</u>	JUNE 30, <u>1995</u>
<u>ASSETS</u>		
Cash	238,151	433,201
Accounts Receivable - Intergovernmental	-	-
Due from Other Funds (Note 5)	108,038	108,038
Accrued Interest Receivable	-	-
TOTAL ASSETS	<u>346,189</u>	<u>541,239</u>
<u>LIABILITIES AND FUND BALANCE</u>		
LIABILITIES		
Accounts Payable	5,500	10,159
Due to Other Funds (Note 5)	<u>17,576</u>	<u>17,576</u>
TOTAL LIABILITIES	23,076	27,735
FUND BALANCE		
RESERVED FOR RESTRICTED CASH (Note 10)	<u>323,113</u>	<u>513,504</u>
TOTAL LIABILITIES AND FUND BALANCE	<u>346,189</u>	<u>541,239</u>

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

SPECIAL REVENUE FUND - AD VALOREM AND SALES TAX
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

	<u>JUNE 30, 1996</u>		Variance Favorable (Unfavorable)	JUNE 30, 1995 Actual
	<u>Budget</u>	<u>Actual</u>		
REVENUES				
Taxes	230,000	234,385	4,385	216,396
Interest	7,500	11,108	3,608	15,623
Miscellaneous	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
TOTAL REVENUES	237,500	245,493	7,993	232,019
EXPENDITURES				
General Government (Collection and Administration)	18,775	6,645	12,130	32,329
Capital Outlay - Water & Sewer	<u>140,000</u>	<u>163,836</u>	<u>(23,836)</u>	<u>-</u>
TOTAL EXPENDITURES	158,775	170,481	(11,706)	32,329
EXCESS OF REVENUES OVER EXPENDITURES	78,725	75,012	(3,713)	199,690
OTHER FINANCING SOURCES (USES)				
Operating Transfers				
In	-	-	-	12,012
Out (Note 11)	<u>(245,000)</u>	<u>(265,403)</u>	<u>(20,403)</u>	<u>(180,849)</u>
TOTAL OTHER FINANCING USES	(245,000)	(265,403)	(20,403)	(168,837)
DEFICIENCY OF REVENUES OVER EXPENDITURES AND OTHER USES	<u>(166,275)</u>	<u>(190,391)</u>	<u>(24,116)</u>	<u>30,853</u>
FUND BALANCE, beginning		<u>513,504</u>		<u>482,651</u>
FUND BALANCE, ending		<u>323,113</u>		<u>513,504</u>

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

TOWN OF LAKE PROVIDENCE
Lake Providence, Louisiana

EXHIBIT G-3

SPECIAL REVENUE FUND - AD VALOREM AND SALES TAX
STATEMENT OF REVENUES AND EXPENDITURES COMPARED TO BUDGET (GAAP BASIS)
YEAR ENDED JUNE 30, 1996
With Comparative Actual Amounts For The Year June 30, 1995

	JUNE 30, 1996			June 30, 1995 Actual
	Budget	Actual	Variance Favorable (Unfavorable)	
TAXES				
Sales Tax Collected	230,000	234,385	4,385	216,396
Ad Valorem Taxes (Note 9)	-	-	-	-
TOTAL TAXES	<u>230,000</u>	<u>234,385</u>	<u>4,385</u>	<u>216,396</u>
COLLECTION AND ADMINISTRATION EXPENDITURES				
Salaries	-	-	-	12,818
Payroll Taxes	-	-	-	1,055
Workmen's Comp. Insurance	-	-	-	480
Employee's Health Insurance	-	-	-	1,370
Retirement Expense	-	-	-	335
Equipment Maintenance	-	-	-	506
Accounting Fees	2,200	1,692	508	1,698
Auditing Fees	6,000	-	6,000	6,830
Legal and Professional	3,800	85	3,715	1,200
Schools	-	-	-	-
Miscellaneous	500	534	(34)	492
Collection Cost	6,200	4,306	1,894	5,442
Bank Charges	75	28	47	103
TOTAL COLLECTION & ADMINISTRATION EXPENDITURES	<u>18,775</u>	<u>6,645</u>	<u>12,130</u>	<u>32,329</u>
CAPITAL OUTLAY				
Water & Sewer Improv. & Extensions	140,000	163,836	(23,836)	-
Capital Acquisitions	-	-	-	-
TOTAL CAPITAL OUTLAY	<u>140,000</u>	<u>163,836</u>	<u>(23,836)</u>	<u>-</u>

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

TOWN OF LAKE PROVIDENCE
Lake Providence, Louisiana

SCHEDULE 1

SCHEDULE OF FEDERAL FINANCIAL ASSISTANCE
FOR THE YEAR ENDED JUNE 30, 1996

<u>Federal Grantor/ Pass Through Grantor/ Program Title</u>	<u>Federal CGDA Number</u>	<u>Pass- Through Grantor's Number</u>	<u>Program or Award Amount</u>	<u>Cash/ Accrued/ Deferred Revenue at 07/01/95</u>	<u>Grant & Local Contribution Revenues Recorded</u>	<u>Expend.</u>	<u>Cash/ Accrued/ Deferred Revenue at 06/30/96</u>
<u>NONMAJOR PROGRAMS</u>							
<u>---U. S. Department of Housing and Urban Development</u>							
<u>Passed through State Department of Urban Community Affairs Community Development</u>							
Local Contributions				-	77,620	(77,620)	-
Block Grants							
#101-6074	14.219	5014253	<u>402,210</u>	<u>-</u>	<u>310,393</u>	<u>(310,393)</u>	<u>-</u>
<u>Passed through Louisiana Housing Finance Agency</u>							
Local Contributions			-	-	102	(102)	-
Block Grants							
#SR4031-SC	14.239		<u>75,000</u>	<u>3</u>	<u>58,546</u>	<u>(58,549)</u>	<u>-</u>
<u>Passed through Governor's Office of Rural Development</u>							
Local Contributions			-	-	-	-	-
Block Grants	14.228		<u>25,000</u>	<u>8,989</u>	<u>-</u>	<u>(4,750)</u>	<u>4,239</u>
TOTAL FEDERAL FINANCIAL ASSISTANCE			<u><u>502,210</u></u>	<u><u>8,992</u></u>	<u><u>446,661</u></u>	<u><u>(451,414)</u></u>	<u><u>4,239</u></u>

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

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

To the Honorable James W. Brown, Jr., Mayor
and Members of the Board of Aldermen
Town of Lake Providence, Louisiana

We have audited the general purpose financial statements of the Town of Lake Providence, Louisiana as of and for the year ended June 30, 1996, and have issued our report thereon dated December 23, 1996. In our report, our opinion was qualified because of the lack of prior year property records.

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

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

The management of the Town of Lake Providence, Louisiana, is responsible for establishing and maintaining an internal control structure. In fulfilling this responsibility, estimates and judgments by management are required to assess the expected benefits and related costs of internal control structure policies and procedures. The objectives of an internal control structure are to provide management with reasonable, but not absolute, assurance that assets are safeguarded against loss from unauthorized use or disposition, and that transactions are executed in accordance with management's authorization and recorded properly to permit the preparation of financial statements in accordance with generally accepted 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.

For the purposes of this report, we have classified the significant internal control structure policies and procedures in the following categories

- a. Cash
- b. Investments
- c. Revenue, receivables, and receipts - governmental funds
- d. Service revenue and receivables - proprietary fund types
- e. Expenditures for goods and services and accounts payable
- f. Payroll and related liabilities
- g. Property, equipment, and capital expenditures
- h. Debt and debt service expenditures

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

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.

The reportable conditions noted are as follows:

- a. The lack of adequate prior year property records for the General Fixed Asset Account Group and the Utility Fund.
- b. Inadequate recordkeeping pertaining to the imposition and settlement of municipal fines by either payment or serving time or both.

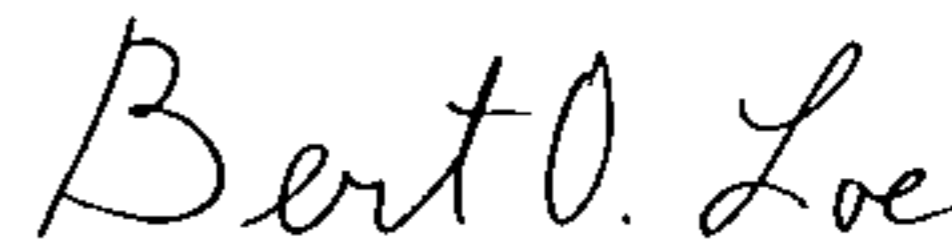
A material weakness is a reportable condition in which the design or operation of one or more of the internal control structure elements does not reduce to a relatively low level the risk that errors or irregularities in amounts that would be material in relation to the general purpose financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions.

Honorable James W. Brown, Jr., Mayor
and Members of the Board of Aldermen
Page Three

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. However, we believe none of the reportable conditions described above is a material weakness.

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

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



Albritton & Loe
Certified Public Accountants

Monroe, Louisiana
December 23, 1996

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

To the Honorable James W. Brown, Jr., Mayor
and Members of the Board of Aldermen
Town of Lake Providence, Louisiana

We have audited the general purpose financial statements of the Town of Lake Providence, Louisiana, as of and for the year ended June 30, 1996, and have issued our report thereon dated December 23, 1996. In our report, our opinion was qualified because of the lack of prior year property records.

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

In planning and performing our audits for the year ended June 30, 1996, we considered the Town's internal control structure in order to determine our auditing procedures for the purpose of expressing our opinion on the Town of Lake Providence, Louisiana's general purpose financial statements and to report on the internal control structure in accordance with OMB Circular A-128. This report addresses our consideration of internal control structure policies and procedures relevant to compliance with requirements applicable to federal financial assistance programs. We have addressed internal control structure policies and procedures relevant to our audit of the general purpose financial statements in a separate report dated December 23, 1996.

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

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

- a. Cash
- b. Investments
- c. Revenue, receivables, and receipts - governmental funds
- d. Expenditures for goods and services and accounts payable
- e. Property, equipment, and capital expenditures

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

During the year ended June 30, 1996, the Town of Lake Providence, Louisiana, had no major federal financial assistance programs and expended 21 percent of its total federal financial assistance under the following nonmajor federal financial assistance programs:

<u>Program Name</u>	<u>Grantor</u>	<u>Amount of Grant</u>	<u>Cash Balance 7-1-94</u>	<u>Cash Receipts</u>	<u>Cash Expenditures</u>	<u>Cash Balance 6-30-95</u>
Community						
Development Block Grant #101-6074	Dept. Of Housing and Urban Dev.	402,210	-	310,393	(310,393)	-
Louisiana						
Housing Grant #SR-4031-SC	Dept. Of Housing and Urban Dev.	75,000	3	58,546	(58,549)	-
Governor's Office of Rural Development	Dept. Of Housing and Urban Dev.	25,000	8,989	-	(4,750)	4,239

We performed tests of controls, as required by OMB Circular A-128, to evaluate the effectiveness of the design and operation of internal control structure policies and procedures that we have considered relevant to preventing or detecting material noncompliance with specific requirements, general requirements, and requirements governing claims for advances and reimbursements and amounts claimed or used for matching that are applicable to the aforementioned nonmajor programs. Our procedures were less in scope than would be necessary to render an opinion on these internal control structure policies and procedures. Accordingly, we do not express such an opinion.

Honorable James W. Brown, Jr., Mayor
and Members of the Board of Aldermen
Page Three

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

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



Albritton & Loe
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Monroe, Louisiana
December 23, 1996

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

To the Honorable James W. Brown, Jr., Mayor
and Members of the Board of Aldermen
Town of Lake Providence, Louisiana

We have audited the general purpose financial statements of the Town of Lake Providence, Louisiana, as of and for the year ended June 30, 1996, and have issued our report thereon dated December 23, 1996. In our report, our opinion was qualified because of the lack of prior year property records .

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

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

The results of our tests indicate that, with respect to the items tested, the Town of Lake Providence, Louisiana, complied, in all material respects, with the provisions referred to in the preceding paragraph. With respect to items not tested, nothing came to our attention that caused us to believe that the Town had not complied, in all material respects, with those provisions.

We noted certain immaterial instances of noncompliance that we have reported to the management of the Town of Lake Providence, Louisiana, in a separate letter dated December 23, 1996.

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



Albritton & Loe
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Monroe, Louisiana
December 23, 1996

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

To the Honorable James W. Brown, Jr., Mayor
and Members of the Board of Aldermen
Town of Lake Providence, Louisiana

We have audited the general purpose financial statements of the Town of Lake Providence, Louisiana as of and for the year ended June 30, 1996, and have issued our report thereon dated December 23, 1996. In our report, our opinion was qualified because of the lack of prior year property records.

We have applied procedures to test the Town of Lake Providence, Louisiana's compliance with the following requirements applicable to its federal financial assistance programs, which are identified in the Schedule of Federal Financial Assistance, for the year ended June 30, 1996: political activity, Davis-Bacon Act, civil rights, cash management, and federal financial reports.

Our procedures were limited to the applicable procedures described in the Office of Management and Budget's "Compliance Supplement for Single Audits of State and Local Governments." Our procedures were substantially less in scope than an audit, the objective of which is the expression of an opinion on the Town of Lake Providence, Louisiana's compliance with the requirements listed in the preceding paragraph. Accordingly, we do not express such an opinion.

With respect to the items tested, the results of those procedures disclosed no material instances of noncompliance with the requirements listed in the second paragraph of this report. With respect to items not tested, nothing came to our attention that caused us to believe that the Town of Lake Providence, Louisiana, had not complied, in all material respects, with those requirements. Also, the results of our procedures did not disclose any immaterial instances of noncompliance with those requirements.

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



Albritton & Loe
Certified Public Accountants

Monroe, Louisiana
December 23, 1996

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

To the Honorable James W. Brown, Jr., Mayor
and Members of the Board of Aldermen
Town of Lake Providence, Louisiana

We have audited the general purpose financial statements of the Town of Lake Providence, Louisiana as of and for the year ended June 30, 1996, and have issued our report thereon dated December 23, 1996. In our report, our opinion was qualified because of the lack of prior year property records.

In connection with our audit of the general purpose financial statements of the Town of Lake Providence, Louisiana, and with our consideration of the Town of Lake Providence, Louisiana's, internal control structure used to administer federal financial assistance programs, as required by Office of Management and Budget Circular A-128, "Audits of State and Local Governments," we selected certain transactions applicable to certain nonmajor federal financial assistance programs for the year ended June 30, 1996.

As required by OMB Circular A-128, we have performed auditing procedures to test compliance with the requirements governing types of services allowed or unallowed; and eligibility. Our procedures were substantially less in scope than an audit, the objective of which is the expression of an opinion of the Town of Lake Providence, Louisiana's, compliance with these requirements. Accordingly, we do not express such an opinion.

With respect to the items tested, the results of those procedures disclosed no material instances of noncompliance with the requirements listed in the preceding paragraph. With respect to items not tested, nothing came to our attention that caused us to believe that the Town of Lake Providence, Louisiana, had not complied, in all material respects, with those requirements. Also, the results of our procedures did not disclose any immaterial instances of noncompliance with those requirements.

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



Albritton & Loe
Certified Public Accountants

Monroe, Louisiana
December 23, 1996

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

To the Honorable James W. Brown, Jr., Mayor
and Members of the Board of Aldermen
Town of Lake Providence, Louisiana

We have audited the general purpose financial statements of the Town of Lake Providence, Louisiana as of and for the year ended June 30, 1996, and have issued our report thereon dated December 23, 1996. In our report, our opinion was qualified because of the lack of prior year property records.

We have also audited the Town of Lake Providence, Louisiana's compliance with the requirements governing types of services allowed or unallowed; eligibility; matching, level of effort, or ear marking; reporting; claims for advances and reimbursements; and amounts claimed or used for matching that are applicable to its major federal financial assistance program, which is identified in the accompanying Schedule of Federal Financial Assistance, for the year ended June 30, 1996. The management of the Town of Lake Providence, Louisiana, is responsible for the Town of Lake Providence, Louisiana's compliance with those requirements. Our responsibility is to express an opinion on compliance with those requirements based on our audit.

We conducted our audit of compliance with those requirements in accordance with generally accepted auditing standards; Government Auditing Standards, issued by the Comptroller General of the United States; and Office of Management and Budget Circular A-128, "Audits of State and Local Governments." Those standards and OMB Circular A-128 require that we plan and perform the audit to obtain reasonable assurance about whether material noncompliance with the requirements referred to above occurred. An audit includes examining on a test basis, evidence about the Town of Lake Providence, Louisiana's compliance with those requirements. We believe that our audit provides a reasonable basis for our opinion.

The results of our audit procedures did not disclose any immaterial instances of noncompliance with the requirements referred to above.

Honorable James W. Brown, Jr., Mayor
and Members of the Board of Aldermen
Page Two

In our opinion, the Town of Lake Providence, Louisiana, complied, in all material respects, with the requirements governing types of services allowed or unallowed; eligibility; matching, level of effort, or earmarking; reporting; special tests and provisions; claims for advances and reimbursements; and amounts claimed or used for matching that are applicable to its major federal financial assistance program for the year ended June 30, 1996.

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



Albritton & Loe
Certified Public Accountants

Monroe, Louisiana
December 23, 1996

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LEGISLATIVE AUDITOR

To Honorable James W. Brown, Jr., Mayor
and Members of the Board of Aldermen
Town Of Lake Providence
Lake Providence, Louisiana 71254

We have audited the general purpose financial statements of the Town of Lake Providence, Louisiana, and the combining, individual fund, and account group financial statements of the Town of Lake Providence, Louisiana, as of and for the year ended June 30, 1996, and have rendered our report thereon dated December 23, 1996.

In planning and performing our audit for the year ended June 30, 1996, we considered the Town's internal control structure to determine our audit procedures for the purpose of expressing an opinion on the general purpose financial statements and not to provide assurance on the internal accounting control structure. However, we noted certain matters involving the internal control structure and its operation that we consider to be reportable conditions under the 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 and operation of the internal control structure that, in our judgement, could adversely affect the Town's ability to record, process, summarize, and report financial data consistent with the assertions of management in the general purpose financial statements.

A weakness is a reportable condition in which the design or operation of one or more of the internal control structure elements does not reduce to a relatively low level the risk that errors or irregularities may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. A material weakness is a weakness that is material in amount in relation to the financial statements being audited.

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 either. We believe that none of the reportable conditions described below is a material weakness.

In examining the cash journal, we found that fines were not being remitted to the Town Clerk's office on a regular basis. On one occasion fines were not remitted for over a three month period. During this period fines were collected by the Police department in excess of \$6,000. On November 7, 1996, the Police chief's office was burned and an estimated \$6,000 was said to have been destroyed. Cash, checks, coins, and receipts were said to have been destroyed by fire. Fines collected never should have been kept in the Police chief's office. The Police department had been requested to turn over fines on a daily basis on several occasions prior to the incident. To facilitate a better control over the recording of the receipt of municipal fines and to insure the timely deposit of these funds, we recommend that all fines should be collected by the Town Clerk's office. We also recommend that the Police department not collect fines under any circumstances. All collections should be handled by the Town Clerk's office.

In examining the court docket, we found that there was no record as to when fines were completely paid either by cash or by serving time. There was also inadequate records as to when fines that had been partially paid were completed or when a prisoner was released after serving his time. There were numerous entries in the Docket stating "Case Continued" and some of these cases were more than one year old. The Town should establish policies that insure that a complete court record is kept and that there is a final determination made on each case instead of "continuing" them indefinitely. The Town Clerk's Office should use the Police Department Module of The Town's Computer Software to control the Court Docket.

Due to the lack of adequate property records for the General Fixed Asset Group and the Utility Fund, we expressed a qualified opinion as to the fairness of presentation of the financial statements for the fiscal year ended June 30, 1996. We noted this same opinion in last year's management letter also. However, the Town has labeled and tagged all property of the Town and is in the process of creating a departmental ledger listing this property.

It is not possible to determine the overall coverage adequacy of insurance because we cannot ascertain the total of the property and equipment. This finding was addressed in last year's management letter. We recommend that, as soon as a physical inventory of assets is complete, insurance coverage should be reviewed with the agent and all deficient areas should be covered. Care should be taken to notify the insurance agent whenever the Town purchases or disposes of an asset.

During the course of our audit we tested the accounting data and other related items for compliance with the laws of the State of Louisiana. We noted certain matters that we believe to be reportable conditions as defined earlier in this report. Our consideration of the compliance with the laws of the State of Louisiana, would not necessarily disclose all matters of noncompliance that might be reportable conditions. We noted one possible violation that we believe to be reportable conditions but do not believe them to be material.

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 in public inspection at the Baton Rouge office of the Legislative Auditor and, where appropriate, at the office of the parish clerk of court

Honorable James W. Brown, Jr., Mayor
and the Board of Aldermen
Page 3

Article VII, Section 14 of the 1974 Constitution and Attorney General Opinion 80-934 state that employees are not to be compensated for unused vacation unless exigencies or emergencies of employment exist that would preclude them from taking a vacation. During the course of our audit we noted that at least 15 employees were paid in lieu of taking their vacation. It was noted that on each occasion that payment in lieu of vacation was made, the Board of Aldermen stated that a situation of extreme emergency existed; therefore, the payment was necessary.

Our recommendation to correct this compliance violation is for the Town to require that vacations be taken at a time during the year when the employee's work load would be at a minimum, and where possible, the Town should shift employees from one Department to another to help fill in for vacationing employees.

This report is intended for the information and use of the Mayor and members of the Board of Aldermen of the Town of Lake Providence, Louisiana, others within the administration, and the Louisiana Legislative Auditor. However, this report is a matter of public record and its distribution is not limited.



Albritton & Loe
Certified Public Accountants

Monroe, Louisiana
December 23, 1996

UTILITY FUND
COMPARATIVE BALANCE SHEET
JUNE 30, 1996

With Comparative Totals For Year Ended June 30, 1995

	<u>1996</u>	JUNE 30, <u>1995</u>
<u>ASSETS</u>		
CURRENT ASSETS		
Cash	253,044	287,467
Accounts Receivable - Net of Allowance for Uncollectible Accounts of \$8,763 and \$9,461 for 1996 and 1995 Respectively (Note 3)	102,994	109,600
Due from Other Funds (Note 5)	-	-
Accrued Interest Receivable	1,963	1,433
Prepaid Expenses	8,795	4,744
Due from LP&L Operating Agreement-Current (Note 7)	<u>75,000</u>	<u>75,000</u>
TOTAL CURRENT ASSETS	441,796	478,244
RESTRICTED ASSETS		
Cash & Cash Equivalents	<u>82,557</u>	<u>73,904</u>
TOTAL RESTRICTED ASSETS	82,557	73,904
PROPERTY, PLANT AND EQUIPMENT, at cost		
Net of Accumulated Depreciation of \$ 7,548,099 and \$7,190,090 for 1996 and 1995 Respectively (Note 6)	2,617,888	2,808,286
OTHER ASSETS		
Due from LP&L Operating Agreement-Long Term (Note 7)	<u>143,750</u>	<u>218,750</u>
TOTAL ASSETS	<u><u>3,285,991</u></u>	<u><u>3,579,184</u></u>

(Continued)

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

UTILITY FUND
COMPARATIVE BALANCE SHEET, Continued
JUNE 30, 1996

With Comparative Totals For Year Ended June 30, 1995

	<u>1996</u>	June 30, <u>1995</u>
<u>LIABILITIES, FUND EQUITY, AND RETAINED EARNINGS</u>		
CURRENT LIABILITIES (Payable from Current Assets)		
Accounts Payable	31,103	28,169
Accrued Liabilities	4,087	8,176
Due to Other Funds (Note 5)	83,257	84,238
Deferred Income - LP&L Operating Agreement (Note 7)	<u>75,000</u>	<u>75,000</u>
TOTAL CURRENT LIABILITIES - UNRESTRICTED	193,447	195,583
CURRENT LIABILITIES (Payable from Restricted Assets)		
Customers' Deposits (Note 4)	<u>87,913</u>	<u>82,065</u>
TOTAL CURRENT LIABILITIES - RESTRICTED	281,360	277,648
LONG-TERM LIABILITIES		
Deferred Income - LP&L Operating Agreement Long-Term (Note 7)	<u>143,750</u>	<u>218,750</u>
TOTAL LONG-TERM LIABILITIES	<u>143,750</u>	<u>218,750</u>
TOTAL LIABILITIES	425,110	496,398
FUND EQUITY		
Contributed Equity		
Municipality	681,526	681,526
State Grants	1,776,000	1,776,000
FEMA Grant	<u>87,439</u>	<u>87,439</u>
TOTAL FUND EQUITY	2,544,965	2,544,965
RETAINED EARNINGS		
Reserved for Revenue Bond Retirement	-	-
Unreserved	<u>315,916</u>	<u>537,821</u>
TOTAL RETAINED EARNINGS	<u>315,916</u>	<u>537,821</u>
TOTAL FUND EQUITY AND RETAINED EARNINGS	<u>2,860,881</u>	<u>3,082,786</u>
TOTAL LIABILITIES, FUND EQUITY, AND RETAINED EARNINGS	<u>3,285,991</u>	<u>3,579,184</u>

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

UTILITY FUND
COMPARATIVE STATEMENT OF OPERATING EXPENSES BY DEPARTMENT
YEARS ENDED JUNE 30, 1996 AND 1995

	<u>1996</u>	June 30, <u>1995</u>
<u>GENERAL AND ADMINISTRATIVE EXPENSES</u>		
Salaries	16,570	12,818
Payroll Taxes	3,979	2,375
Workmen's Compensation Insurance	335	7,484
Employee's Health Insurance	1,713	2,569
Retirement Expense	842	567
Materials and Supplies	1,226	766
Equipment Repairs and Maintenance	863	359
General Insurance	10,075	1,673
Permits	-	4,885
Accounting Fees	1,692	3,451
Audit Fees	7,044	6,021
Clerk of Court	-	15
Dues and Registration	869	675
Attorney Fees	4,777	1,271
Printing	4,370	4,684
Postage	7,916	7,147
Freight	-	132
Miscellaneous	19	54
Equipment Rental	-	-
Bank Charges	919	400
Cash (Over) and Short	<u>32</u>	<u>987</u>
TOTAL GENERAL AND ADMINISTRATIVE EXPENSES	<u><u>63,241</u></u>	<u><u>58,333</u></u>
 <u>SANITATION EXPENSES</u>		
Waste Management Expense	165,249	131,123
Depreciation	<u>4,365</u>	<u>3,610</u>
TOTAL SANITATION EXPENSES	<u><u>169,614</u></u>	<u><u>134,733</u></u>

(Continued)

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

UTILITY FUND
COMPARATIVE STATEMENT OF OPERATING EXPENSES BY DEPARTMENT, Continued
YEARS ENDED JUNE 30, 1996 AND 1995

	June 30,	
	<u>1996</u>	<u>1995</u>
<u>WATER DEPARTMENT EXPENSES</u>		
Salaries	72,529	68,408
Contract Labor	23,085	19,460
Payroll Taxes	5,945	5,769
Workmen's Compensation Insurance	8,721	4,987
Employee's Health Insurance	6,166	12,676
Retirement Expense	3,664	2,750
Materials and Supplies	7,117	25,353
Gasoline and Oil	8,373	1,955
Line Repairs and Maintenance	1,294	-
Vehicle Repairs and Maintenance	3,466	8,041
General Insurance	5,372	2,351
Well Repairs and Maintenance	-	2,340
Telephone Lease Lines	2,268	2,446
Utilities	44,330	39,870
Depreciation	223,812	220,044
Testing	1,100	-
Capital Acquisition	-	-
Miscellaneous	<u>46</u>	<u>855</u>
TOTAL WATER DEPARTMENT EXPENSES	<u>417,288</u>	<u>417,305</u>
<u>SEWER DEPARTMENT EXPENSES</u>		
Salaries	12,918	12,376
Payroll Taxes	1,077	1,024
Workmen's Compensation Insurance	2,086	1,067
Employee's Health Insurance	3,083	3,768
Retirement Expense	1,528	936
Materials and Supplies	12,300	16,401
Gasoline and Oil	5,505	1,531
System Repairs and Maintenance	1,803	9,368
Vehicle Expense	3,496	915
General Insurance	5,372	2,351
Utilities	49,091	47,825
Damages Cost	381	1,325
Miscellaneous	-	1,014
Depreciation	129,832	110,716
Testing	<u>2,295</u>	<u>6,985</u>
TOTAL SEWER EXPENSES	<u>230,766</u>	<u>217,602</u>

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

GENERAL FIXED ASSETS ACCOUNT GROUP

The purpose of the General Fixed Assets Account Group is to account for fixed assets not used in proprietary fund operations.

TOWN OF LAKE PROVIDENCE
Lake Providence, Louisiana

EXHIBIT K-1

GENERAL FIXED ASSETS ACCOUNT GROUP
COMPARATIVE STATEMENT OF GENERAL FIXED ASSETS
JUNE 30, 1996
With Comparative Totals For Year Ended June 30, 1995

	JUNE 30,	
	<u>1996</u>	<u>1995</u>
GENERAL FIXED ASSETS, at cost		
Real Estate	114,021	114,021
New City Hall	313,008	313,008
Industrial Plant	157,951	157,951
General and Administrative Equipment	138,195	115,314
Fire Department Equipment	243,435	242,747
Police Department Equipment	248,571	229,581
Animal Control Equipment	2,216	2,216
Street Department Equipment	275,665	274,540
Street Paving	1,657,844	1,269,831
Recreation	5,165	5,165
New Fire Station	<u>431,195</u>	<u>431,195</u>
TOTAL GENERAL FIXED ASSETS	<u><u>3,587,266</u></u>	<u><u>3,155,569</u></u>
 INVESTMENTS IN GENERAL FIXED ASSETS		
Property Acquired Prior to June 30, 1972 (Note 6)	317,830	317,830
Federal Revenue Sharing	486,305	486,305
General Fund	1,110,454	1,084,906
Federal Grants	727,565	727,565
Certificates of Indebtedness	431,195	431,195
Louisiana Law Enforcement Grant	2,490	2,490
Enterprise Fund	59,000	59,000
Sales and Ad Valorem Tax Fund	35,039	16,903
Capital Projects Fund	393,178	5,165
Capital Leases	<u>24,210</u>	<u>24,210</u>
TOTAL INVESTMENTS IN GENERAL FIXED ASSETS	<u><u>3,587,266</u></u>	<u><u>3,155,569</u></u>

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

TOWN OF LAKE PROVIDENCE
Lake Providence, Louisiana

EXHIBIT K-2

GENERAL FIXED ASSETS ACCOUNT GROUP
STATEMENT OF CHANGES IN GENERAL FIXED ASSETS
FOR THE YEAR ENDED JUNE 30, 1996

	GENERAL FIXED ASSETS JUNE 30, 1995	ADDITIONS		GENERAL FIXED ASSETS JUNE 30, 1996
		GENERAL FUND REVENUES	DONATIONS	
Real Estate	114,021	-	-	114,021
New City Hall	313,008	-	-	313,008
New Fire Station	431,195	-	-	431,195
Industrial Plant	157,951	-	-	157,951
General & Administrative	115,314	22,881	-	138,195
Fire Department	242,747	688	-	243,435
Police Department	229,581	18,990	-	248,571
Animal Control	2,216	-	-	2,216
Recreation	5,165	-	-	5,165
Street Department	274,540	1,125	-	275,665
Street Paving	<u>1,269,831</u>	<u>388,013</u>	<u>-</u>	<u>1,657,844</u>
TOTALS	<u>3,155,569</u>	<u>431,697</u>	<u>-</u>	<u>3,587,266</u>

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

GENERAL LONG-TERM DEBT ACCOUNT GROUP

The purpose of the General Long-Term Debt Account Group is to account for unmatured principal amounts on general long-term debt expected to be financed from governmental type funds. Payment of maturing obligations, including interest, are accounted for in the debt service funds.

TOWN OF LAKE PROVIDENCE
Lake Providence, Louisiana

EXHIBIT L-1

STATEMENT OF GENERAL LONG-TERM DEBT
JUNE 30, 1996

With Comparative Totals for the Year Ended June 30, 1995

	<u>JUNE 30, 1996</u>			<u>Totals</u>	
	<u>General</u>	<u>Police</u>	<u>Fire</u>	<u>1996</u>	<u>1995</u>
	<u>Fund</u>	<u>Special</u>	<u>Station</u>		
		<u>Fund</u>	<u>Fund</u>		
<u>AMOUNT AVAILABLE AND TO BE PROVIDED FOR THE</u>					
<u>PAYMENT OF GENERAL LONG-TERM DEBT</u>					
Amount Available in Debt Service Fund for Debt Retirement	-	-	34,801	34,801	32,730
Amounts to be Provided from Ad Valorem Tax Revenues	-	-	-	-	11,611
General Revenues	<u>1,857</u>	-	-	<u>1,857</u>	<u>6,541</u>
Total Amounts to be Provided	1,857	-	-	1,857	18,152
TOTAL AMOUNTS AVAILABLE AND TO BE PROVIDED	<u><u>1,857</u></u>	<u><u>-</u></u>	<u><u>34,801</u></u>	<u><u>36,658</u></u>	<u><u>50,882</u></u>
<u>GENERAL LONG-TERM DEBT PAYABLE</u>					
Accrued Vacation Liability	1,857	-	-	1,857	6,541
Notes Payable (Note 8)	-	-	<u>34,801</u>	<u>34,801</u>	<u>44,341</u>
TOTAL LONG-TERM DEBT	<u><u>1,857</u></u>	<u><u>-</u></u>	<u><u>34,801</u></u>	<u><u>36,658</u></u>	<u><u>50,882</u></u>

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

**SUPPLEMENTARY
INFORMATION**

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INDEPENDENT AUDITORS' REPORT ON SCHEDULE OF FEDERAL
FINANCIAL ASSISTANCE

To the Honorable James W. Brown, Jr., Mayor
and Members of the Board of Aldermen
Town Of Lake Providence, Louisiana

We have audited the general purpose financial statements of the Town of Lake Providence, Louisiana, as of and for the year ended June 30, 1996 and have issued our report thereon dated December 23, 1996. These financial statements are the responsibility of the management of the Town of Lake Providence, Louisiana. Our responsibility is to express an opinion on these general purpose financial statements based on our audit.

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

The Town, in prior years, has not maintained adequate property records for the general fixed asset group and for the fixed assets of the proprietary fund as described in Note 6.

Our audit was conducted for the purpose of forming an opinion on the general purpose financial statements of the Town of Lake Providence, Louisiana, taken as a whole and on the combining and individual fund and account group financial statements. 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, combining and individual fund and account group financial statements and, in our opinion, is fairly stated in all material respects in relation to the general purpose financial statements of each of the respective individual funds and account groups, taken as a whole.



Albritton & Loe
Certified Public Accountants

Monroe, Louisiana
December 23, 1996