

GENERAL FUND

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

INDEPENDENT AUDITOR'S REPORT ON INTERNAL
CONTROL STRUCTURE RELATED MATTERS NOTED IN A
FINANCIAL STATEMENT AUDIT CONDUCTED IN ACCORDANCE
WITH GOVERNMENTAL AUDITING STANDARDS

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

City Court of Hammond
Hammond, Louisiana

In planning and performing our audit of the financial statements of the City Court of Hammond for the six months ended December 31, 1996, we obtained an understanding of the internal control structure. With respect to the design of relevant policies and procedures and whether they have been placed in operation, and we assessed control risk in order to determine our auditing procedures for the purpose of expressing our opinion on the component unit financial statements and not to provide an opinion on the internal control structure. Accordingly, we do not express such an opinion.

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

This report is intended solely for the use of management and the Louisiana Legislative Auditor, and should not be used for any other purpose. This restriction is not intended to limit the distribution of this report which, upon acceptance by the Court is a matter of public record.

Respectfully submitted,

Annex at Bourgeois & Co., L.L.P.

AGENCY FUNDING

City Court of Hammond
GENERAL FUND

STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE (CONTINUED)

for the six months ended December 31, 1990

Miscellaneous	3,327
Postage	3,000
stationery and supplies	3,348
Telephone	2,826
Travel	347
Uniforms	<u>414</u>
Total Expenditures	303,068
Excess (Deficiency) of Revenues and Other Sources over Expenditures	24,788
Fund Balance - Beginning of Period	306,506
Fund Balance - End of Period	<u>\$331,294</u>

See auditor's report.

City Court of Hammond
ASSET FUND

STATEMENT OF CASH RECEIPTS AND DISBURSEMENTS

for the six months ended December 31, 2006

	CIVIL DOCKET	ORIGINAL DOCKET	TOTAL
Cash Balance - Beginning of Period	\$214,438	\$ 81,799	\$ 296,234
Receipts:			
Fines and Bonds Collected	105,881	503,524	609,405
Total Receipts	105,881	503,524	609,405
Total Cash Available	320,319	585,322	905,641
Disbursements:			
Fines Disbursed to City of Hammond	-	143,079	143,079
Fines Disbursed to Juvvenile Justice Commission	-	14,784	14,784
Bonds and Fines Refunded	-	2,337	2,337
General Fund Court Costs	13,883	131,587	145,470
Public Defender Fees	-	3,150	3,150
Marshall's Office Court Costs	-	53,572	53,572
Lab Fees	-	2,867	2,867
Witness Fees	-	19,945	19,945
Indigent Defenders' Board Crime Victim Fund	-	51,280	51,280
Law Enforcement Training	-	2,826	2,826
Probation Fees	-	5,184	5,184
Restitution Made	-	8,438	8,438
Drug Abuse Education	-	4,559	4,559
Trial Court Case Management Information System Fund	-	400	400
Louisiana Traumatic Head and Spinal Cord Injury Trust Fund	-	5,070	5,070
Bond Transfers	-	5,475	5,475
	-	885	885

(CONTINUED)

City Court of Hammond
GENERAL FUND

BALANCE SHEET

December 31, 1936

ASSETS

Cash on Hand and in Banks	\$188,893
Certificates of Deposits	195,000
Accrued Interest Receivable	<u>3,147</u>
Total Assets	<u>\$387,040</u>

LIABILITIES AND FUND BALANCE

Liabilities:	
Accounts Payable	\$ 1,821
Other Payables	<u>2,847</u>
Total Liabilities	3,868
Fund Balance:	
Designated for Capital Outlay	208,348
Unreserved - Undesignated	<u>124,514</u>
Total Fund Balance	<u>332,862</u>
Total Liabilities and Fund Balance	<u>\$336,730</u>

See auditor's report.

City Court of Hammond
 AGENCY FUNDS

COMBINED BALANCE SHEET

December 31, 1896

ASSETS	CIVIL DOCKET	CRIMINAL DOCKET	TOTAL
Cash on Hand and in Banks	\$ 58,424	\$130,306	\$188,730
Certificates of Deposit	180,800	—	180,800
Total Assets	<u>\$239,224</u>	<u>\$130,306</u>	<u>\$369,530</u>
LIABILITIES			
Bonds and Fines Paid in Advance of Trial	\$235,424	\$130,806	\$366,230
Appeal Deposits	—	400	400
Total Liabilities	<u>\$235,424</u>	<u>\$130,306</u>	<u>\$365,730</u>

See auditor's report.

City Court of Hammond
AGENCY FUNDS

STATEMENT OF CASH RECEIPTS AND DISBURSEMENTS (CONTINUED)

for the six months ended December 31, 1934

	<u>CIVIL DOCKET</u>	<u>CRIMINAL DOCKET</u>	<u>TOTAL</u>
Marshall's Fees	12,470	-	12,470
Court Cost Refunds	10,480	-	10,480
Judge's Fees Earned	14,014	-	14,014
Judges' Supplemental Compensation Fund	12,199	-	12,199
Jail Settlements	1,687	-	1,687
Civil Cost	<u>10,138</u>	<u>-</u>	<u>10,138</u>
Total Disbursements	<u>80,493</u>	<u>435,016</u>	<u>515,509</u>
 Cash Balance - End of Period	 <u>\$235,624</u>	 <u>\$130,386</u>	 <u>\$ 366,010</u>

See auditor's report.

GENERAL FIXED ASSETS ACCOUNT GROUP

City Court of Hammond
STATEMENT OF GENERAL FIXED ASSETS - BY SOURCE
December 31, 1994

General Fixed Assets, at Cost:	
Equipment	\$150,435
Total General Fixed Assets	\$150,435
	<hr/>
Investments in General Fixed Assets From:	
General Funds	\$150,435
Total Investments in General Fixed Assets	\$150,435
	<hr/>

See auditor's report.

GENERAL LONG-TERM DEBT ACCOUNT GROUP

City Court of Hammond
STATEMENT OF GENERAL LONG-TERM DEBT

December 31, 1996

Amount to be Provided for the Payment
of General Long-Term Debt:

Amount to be Provided for Accumulated Unpaid Vacation Pay	\$ 28,000
Total to be Provided	<u>\$ 28,000</u>

General Long-Term Debt Payable:

Accumulated Unpaid Vacation Pay	\$ 28,000
Total General Long-Term Debt	<u>\$ 28,000</u>

See auditor's report.

OTHER SUPPLEMENTARY INFORMATION

City Court of Hammond
GENERAL FUND

STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE

For the six months ended December 31, 1994

Revenues:	
Contribution from Criminal Docket	\$131,887
Funds Received - Department of Public Safety	1,383
Interest Income	11,273
Contribution from Civil Docket	13,581
Contribution from Civil Docket - Judges Fees Earned	26,616
Production Fees	8,436
Contribution from Criminal Docket - Public Defender Fees	3,150
Intergovernmental - On-Behalf Payments	38,694
Other Fees	<u>3,762</u>
Total Revenues	227,624
Other Financing Sources:	
Operating Transfers in from Supporting Activity - City of Hammond	<u>20,228</u>
Total Revenues and Other Financing Sources	247,852
Expenditures:	
Salaries	172,453
Payroll Tax and Employee Benefits	27,294
Computer Software and Programming Fees	3,787
Judges Salary and Fees	44,388
Public Defender Fees	4,328
Educational Conferences and Seminars	4,751
Equipment Purchases	4,230
Equipment Repairs and Maintenance Contracts	18,230
Insurance	3,992
Juvenile Service Programs	2,434
Legal and Professional Fees	6,784

(CONTINUED)

City Court of Hammond

COMBINED BALANCE SHEETS - ALL FUND TYPES AND ACCOUNT GROUPS

December 31, 1996

ASSETS	GOVERNMENTAL FUND TYPES	FIDUCIARY FUND TYPES	ACCOUNT GROUPS	
	GENERAL	AGENCY	GENERAL ASSETS	FIXED GENERAL LONG-TERM DEBT
Cash	\$130,883	\$185,930	\$ -	\$ -
Certificates of Deposit	195,000	180,000	-	-
Accrued Interest Receivable	9,147	-	-	-
Fixed Assets	-	-	188,438	-
Amount to be Provided For Accumulated Unpaid Vacation Pay	-	-	-	28,000
Total Assets	\$325,100	\$365,930	\$188,438	\$ 28,000
LIABILITIES				
Accounts Payable	\$ 1,831	\$ -	\$ -	\$ -
Other Payables	2,817	-	-	-
Bonds and Finances Paid in Advance of Trial	-	365,930	-	-
Appeal Deposits	-	480	-	-
Accumulated Unpaid Vacation Pay	-	-	-	28,000
Total Liabilities	4,648	366,410	-	28,000
FUND EQUITY				
Investment in General Fixed Assets	-	-	188,438	-
Fund Balance: Designated for Capital Outlay	306,348	-	-	-

(CONTINUED)

City Court of Hammond

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET (LOCAL BASIS) AND ACTUAL - ORIGINAL FUND
(CONTINUED)

For the six months ended December 31, 1964

	<u>BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE -</u> <u>FAVORABLE</u> <u>(UNFAVORABLE)</u>
Miscellaneous	6,500	3,307	3,193
Postage	4,000	3,000	1,000
Stationery and Supplies	18,000	9,348	8,652
Telephone	4,400	2,636	1,764
Travel	2,000	147	1,853
Uniforms	<u>2,000</u>	<u>111</u>	<u>1,889</u>
Total Expenditures	<u>625,600</u>	<u>303,666</u>	<u>321,934</u>
Excess (Deficiency) of Revenues and Other Sources over Expenditures	(18,000)	28,758	39,758
Fund Balance - Beginning of Period	308,504	308,504	—
Fund Balance - End of Period	<u>\$290,504</u>	<u>\$337,262</u>	<u>\$ 39,758</u>

The accompanying notes are an integral part of this statement.

City Court of Hemmond

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET COMP. BASIS AND ACTUAL - GENERAL FUND

for the six months ended December 31, 1996

	BUDGET	ACTUAL	VARIANCE - FAVORABLE (UNFAVORABLE)
Revenues:			
Contribution from Criminal Docket	\$229,800	\$231,587	\$ 197,413
Funds Received - Department of Public Safety	5,800	1,343	(3,438)
Interest Income	20,000	21,273	12,273
Contribution from Civil Docket	24,000	23,881	(12,412)
Contribution from Civil Docket - Judged Fees Earned	40,800	38,816	(13,984)
Production Fees	27,000	8,438	(18,561)
Contribution from Criminal Docket - Public Defender Fees	6,000	3,250	(2,850)
Intergovernmental - On-Behalf Payments	70,000	36,654	(34,344)
Other Fees	1,200	5,255	4,255
Total Revenues	430,400	337,824	(192,576)
Other Financing Sources:			
Operating Transfers in From Reporting Entity - City of Hemmond	180,000	50,000	(130,000)
Total Revenues and Other Financing Sources	610,400	387,824	(222,576)
Expenditures:			
Salaries	362,200	372,653	10,457
Payroll Tax and Employee Benefits	57,200	37,284	20,916
Computer Software and Programming Fees	5,000	2,757	3,243
Judges Salary and Fees	85,000	44,268	40,732
Public Defender Fees	6,000	4,228	1,772
Educational Conferences and Seminars	16,000	4,793	10,207
Equipment Purchases	20,000	4,139	20,870
Equipment Repairs and Maintenance Contracts	17,100	14,236	3,870
Insurance	7,400	3,993	3,408
Juvenile Service Programs	4,000	1,404	2,596
Legal and Professional Fees	8,000	4,954	3,046

(CONTINUED)

TOTALS
(MEMORANDUM ONLY)

128,818

488,007

616,825

City Court of Hammond

COMBINED BALANCE SHEETS - ALL FUND TYPES AND ACCOUNT GROUPS
(CONTINUED)

December 31, 1984

FUND EQUITY (CONTINUED)	GOVERNMENTAL	FIDUCIARY	ACCOUNT GROUPS	
	<u>FUND TYPES</u>	<u>FUND TYPE</u>	<u>GENERAL FIXED ASSETS</u>	<u>GENERAL LONG-TERM DEBT</u>
	<u>GENERAL</u>	<u>AGENCY</u>		
Unreserved - Undesignated	224,324	-	-	-
Total Fund Equity	311,262	-	188,425	-
Total Li- abilities and Equity	<u>\$284,100</u>	<u>\$285,908</u>	<u>\$150,425</u>	<u>\$ 30,000</u>

The accompanying notes are an integral part of this statement.

TOTALS
(MINORASUM ONLY)

1
\$216,000
378,000
3,347
158,438
..20,000
887,804

\$ 1,023
2,027
1
385,538
400
..20,000
387,067

158,438

200,340

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

Cost and Public Accountants

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MEMBER
AMERICAN INSTITUTE OF
CERTIFIED PUBLIC ACCOUNTANTS

MEMBER
FEDERAL SOCIETY OF
REGISTERED ACCOUNTANTS

February 27, 1997

The Honorable Grace Hanaway, Judge
City Court of Hammond
Hammond, Louisiana

We have audited the component unit financial statements of the City Court of Hammond, a component unit of the City of Hammond, as of and for the six months ended December 31, 1996, and have issued our report thereon dated February 27, 1997.

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

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

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

This report is intended for the information of management and the Louisiana Legislative Auditor. This restriction is not intended to limit the distribution of this report which, upon acceptance by the Court is a matter of public record.

Respectfully submitted,

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

City Court of Hammond

NOTES TO FINANCIAL STATEMENTS (CONTINUED)

December 31, 1986

FIDUCIARY FUND TYPES

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

C. Fixed Assets

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

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

All fixed assets are valued at historical cost.

D. Accumulated Unpaid Vacation and Sick Pay

The Court's liability for accumulated unpaid vacation pay at December 31, 1986 has been recorded in the General Long-Term Debt Account Group equal to the total hours of vacation accumulated at that date, times the employees hourly rate at that date. Employees accrue hours based upon their length of service. Sick pay has not been accrued as the employee's right to sick pay does not vest under state law.

FINANCIAL STATEMENTS OF INDIVIDUAL
FUNDS AND ACCOUNT GROUPS

COMPONENT UNIT FINANCIAL STATEMENTS
(COMBINED STATEMENTS - OVERVIEW)

City Court of Hammond
Hammond, Louisiana

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

Respectfully submitted,

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

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

Certified Public Accountants

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Baton Rouge, Louisiana 70805
(504) 382-8332

MEMBER OF
THE INDEPENDENT ACCOUNTANTS
OF THE STATE OF LOUISIANA

100 CALOONIA DRIVE
BATON ROUGE, LA 70801

February 27, 1997

Independent Auditor's Report

The Honorable Grace Geesway, Judge
City Court of Hammond
Hammond, Louisiana

We have audited the accompanying component unit financial statements of the City Court of Hammond, (a component unit of the City of Hammond), as of and for the six months ended December 31, 1996, as listed in the table of contents. These financial statements are the responsibility of the Court. Our responsibility is to express an opinion on these financial statements based on our audit.

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

In our opinion, the component unit financial statements referred to in paragraph one present fairly, in all material respects, the financial position of the City Court of Hammond as of December 31, 1996, and the results of its operations for the six months then ended, in conformity with generally accepted accounting principles.

In accordance with Government Auditing Standards, we have also issued a report dated February 27, 1997 on our consideration of the City Court of Hammond's internal control structure and a report dated February 27, 1997 on its compliance with laws and regulations.

OTHER SUPPLEMENTARY INFORMATION

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CITY COURT OF BOSTON
REPORT ON AUDIT OF
COMPONENT UNIT FINANCIAL STATEMENTS
SIX MONTHS ENDED DECEMBER 31, 1966

These financial statements were prepared by the City of Boston. A copy of the report is being furnished to the City of Boston, and will be made available to the public upon request. The report is for the City of Boston and is not intended to be used for any other purpose. It is the policy of the City of Boston to make these financial statements available to the public upon request.

Approved: *[Signature]* 1968

City Court of Hammond

NOTES TO FINANCIAL STATEMENTS

December 31, 1998

Note 1 - Summary of Significant Accounting Policies -

The City Court of Hammond ("Court") collects fines and court costs, and remits these fines to the City of Hammond and Tangipahoa Parish Council. The financial statements of the Criminal District and Civil District have been prepared on the cash basis as they primarily operate in a fiduciary capacity. The financial statements of the General Fund have been prepared on the modified accrual basis in order to fairly present the operations of the Court.

The accounting and reporting policies of the City Court of Hammond conform to generally accepted accounting principles as applicable to governments. Such accounting and reporting procedures also conform to the requirements of Louisiana Revised Statutes 24:827 and to the guides set forth in the industry audit guide, Audits of State and Local Governmental Units.

A. Financial Reporting Entity

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

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

1. Legal status of the potential component unit including the right to incur its own debt, levy its own taxes and charges, appropriate property in its own name, sue and be sued, and the right to buy, sell and lease property in its own name.

City Court of Hammond

NOTES TO FINANCIAL STATEMENTS (CONTINUED)

December 31, 1986

E. Total Columns on Combined Statements - Overview

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

F. Budgetary Practices

The Court utilizes the following budgetary practices:

The Clerk of Court prepares the annual budget for the Special Cost Fund (General Fund) of the Court. The budget is based on what is expected to be collected during the fiscal year and after a public budget hearing is approved by the Judge. The adopted budget constitutes the authority of the Court to incur liabilities and authorize expenditures from the respective budgeted funds.

All budget amounts presented in the financial statements are as originally adopted by the Judge for the fiscal year ending June 30, 1987.

Note 3 - Interest Earned -

The Civil Docket has placed funds in an interest-bearing account. Since the Civil Docket operates in a fiduciary capacity and is not required to pay interest on bonds paid in advance of trial, interest income is transferred to the General Fund and used for operations of the Court.

Note 3 - Fund Balance - Reserved for Judge's Fees -

Fund Balance - Reserved for Judge's Fees has been included on the Balance Sheet of the General Fund to reflect judge's fees which have been earned, but which have not been remitted to the judge due to legal limitations. At December 31, 1986, all unpaid judge's fees were transferred to Unreserved - Undesignated Fund Balance due to the retirement of Judge Kopfler, and later transferred to Fund Balance - Designated for Capital Outlay.

City Court of Hammond

NOTES TO FINANCIAL STATEMENTS (CONTINUED)

December 31, 1996

Note 4 - Fund Balance - Designated for Capital Outlay -

The Judge has appropriated monies and the interest earned thereon to be used for future equipment purchases and capital improvements. The total accumulated at December 31, 1996 for this purpose is \$204,348.

Note 5 - Fund Balance - Reserved for Public Defender's Fees -

Fund Balance - Reserved for Public Defender's Fees has been included on the Balance Sheet of the General Fund to reflect public defender's fees which have been collected, but which have not been expended. At December 31, 1996, there are no unexpended Public Defender's Fees.

Note 6 - Cash and Cash Equivalents -

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

As confirmed by the applicable banks, the Court had cash and cash equivalents totaling \$718,192 with a carrying value of \$691,883 at December 31, 1996. Cash and cash equivalents are stated at cost, which approximates market. These deposits must be secured under state law by federal deposit insurance or the pledge of securities owned by the bank. The market value of the pledged securities plus the federal deposit insurance must at all times equal the amount on deposit with the bank. These pledged securities are to be held in the name of the pledging bank in a custodial bank that is mutually acceptable to the parties involved. The following is a summary of cash and cash equivalents at December 31, 1996, with the related federal deposit insurance and pledged securities.

City Court of Hammond

NOTES TO FINANCIAL STATEMENTS (CONTINUED)

December 31, 1996

	COMPIRED BANK BALANCES DECEMBER 31, 1996	FDIC/FDIC INSURANCE	BALANCES UNINSURED
Cash in Non-Interest Bearing Accounts	\$198,773	\$168,308	\$ 30,465
Cash in Interest Bearing Accounts	145,363	-	145,363
Cash Equivalents - Time Certificates of Deposit	325,000	188,000	137,000
	<u>\$719,132</u>	<u>\$356,308</u>	<u>\$362,828</u>
Uncollateralized - Securities Pledged and Held by the Custodial Bank in the Name of the Fiscal Agent			\$24,730
Deficiency of FDIC/ FDIC Insurance and Pledged Securities over Cash and Cash Equivalents			<u>\$ 1000</u>

Note 7 - Judges' Supplemental Compensation Fund -

The Judges' Supplemental Compensation Fund was created to be used solely and exclusively for salary supplements to judges and commissioners, for related costs of state or municipal retirement funds, and for necessary and associated administrative expenses. A nonrefundable fee has been set for every civil filing. The clerk of court is required to remit these fees collected to the state treasurer on a monthly basis. The total fees paid for the six months ended December 31, 1996, were \$22,189.

Note 8 - Retirement Commitments -

Employees of the City Court of Hammond may elect to be members of the Parochial Employees' Retirement System of Louisiana - Plan "B", a multiple employer, public employee retirement system. Contributions to the system are made by both employees and the Court as a percentage of salaries. The Court contributed \$1,404 to the system for the six months ended December 31, 1996. Data concerning the actuarial status of the system at December 31, 1996 is not available.

City Court of Hammond

NOTES TO FINANCIAL STATEMENTS (CONTINUED)

December 31, 1996

All employees of the Court, with the exception of the Judge, are also members of the Social Security System.

Note 9 - Changes in General Fixed Assets -

A summary of changes in general fixed assets for the six months ended December 31, 1996 is as follows:

	BALANCE JUNE 30, 1996	ADDITIONS	DELETIONS	BALANCE DECEMBER 31, 1996
Equipment	\$ 146,555	\$ 4,139	\$12,259	\$ 138,435

Note 10 - Postretirement Health Care and Life Insurance Benefits -

At December 31, 1996, the Court has no postretirement health care and life insurance benefit plan in existence.

Note 11 - On Behalf Payments for Salaries and Benefits -

During 1996 the Court implemented GASH Statement No. 24, 'Accounting and Financial Reporting for Certain Grants and Other Financial Assistance.' This standard requires the Court to report in the financial statements on-behalf salary and fringe benefit payments made by the State of Louisiana to the City Court Judge and salary and fringe benefits payments made by Tangipahoa Parish Council to the Judge and the Court's employees.

Supplementary salary payments are made by the State directly to the City Court Judge and from the Parish Council to the Judge and the Court's employees. The Court is not legally responsible for these salary supplements. Therefore, the basis for recognizing the revenue and expenditure payments is the actual contributions made by the State and the Parish Council. For the six months ended December 31, 1996 the State and Parish Council paid \$10,494 in supplemental salary payments to the City Court Judge and the Parish Council made supplementary salary and benefit payments of \$12,259 to the City Court's employees.