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

The Honorable Ernest Miller, Mayor
and Members of the Board of Aldermen
Orls, Louisiana

I have audited the general purpose financial statements of the Town of Orls, Louisiana, as of and for the year ended June 30, 1997, and have issued my report thereon dated September 23, 1997.

I conducted my 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 I plan and perform the audit to obtain reasonable assurance about whether the general purpose financial statements are free of material misstatement.

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

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

This report is intended for the information of management, and The Legislative Author's Office. However, this report is a matter of public record and its distribution is not limited.



John R. Vercher

Jena, Louisiana
September 23, 1997

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**INDEPENDENT AUDITORS' REPORT ON INTERNAL CONTROL STRUCTURE RELATED
TO MATTERS NOTED IN GENERAL FUTURE FINANCIAL STATEMENT AUDIT**

The Honorable Bennett Miller, Mayor
and Members of the Board of Aldermen
Orls, Louisiana

I have audited the general purpose financial statements of the Town of Orls, Louisiana, as of and for the year ended June 30, 1997, and have issued my report thereon dated September 23, 1997.

I conducted my 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 I 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 my audit of the general purpose financial statements of the Town of Orls, Louisiana, for the year ended June 30, 1997, I considered its internal control structure in order to determine my auditing procedures for the purpose of expressing my opinion on the general purpose financial statements and not to provide assurance on the internal control structure.

The management of Town of Orls, 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 recorded 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 in 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, I have classified the significant internal control structure policies and procedures in the following categories:

1. Budgets
2. Cash Receipts and Disbursements

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

Reportable conditions involve matters coming to my attention relating to significant deficiencies in the design or operation of the internal control structure that, in my judgment, could adversely affect the entity's ability to record, process, summarize and report financial data consistent with the assertions in management in the general purpose financial statements.

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

My 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, my study and evaluation and examination disclosed no reportable conditions or material weaknesses.

This report is intended for the information of the Trust of (S&B) management. This restriction is not intended to limit the distribution of this report, which is a matter of public record.



John R. DeLoach

John R. DeLoach
September 21, 1997

GENERAL PURPOSE FINANCIAL STATEMENTS
(COMBINED STATEMENTS - OVERVIEW)

TOWN OF OLLA, LOUISIANA
 COMBINED BALANCE SHEET
 ALL FUND TYPES AND ACCOUNT GROUP
 JUNE 30, 1997

	Governmental Fund Types	
	General Fund	Capital Projects
ASSETS		
Cash	\$ 52,672	\$ -0-
Investments/IRA Cost	188,082	-0-
Receivables:		
Customer Accounts Receivable	4,803	-0-
Franchise Receivables	9,118	-0-
Grants Receivable	-0-	-0-
Restricted Assets:		
Cash	-0-	-0-
Investments	-0-	-0-
General Fixed Assets	-0-	-0-
Plant & Equipment	-0-	-0-
Construction in Progress	-0-	-0-
Acc. Depreciation	-0-	-0-
Amount to be provided for Retirement of Gen. Long-Term Debt	-----0-	-----0-
TOTAL ASSETS	\$ 243,662	\$ -----0-
LIABILITIES & FUND EQUITY		
LIABILITIES		
Accounts Payable	\$ 8,242	\$ -0-
Payable from Restricted Assets	-0-	-0-
Long Term Payables:		
Newcom Bonds	-0-	-0-
Lafayette High School	-0-	-0-
Notes Payable	-----0-	-----0-
TOTAL LIABILITIES	\$ 8,242	\$ -----0-
Fund Equity:		
Contributed Capital	\$ -0-	\$ -0-
Investment in General Fixed Assets	-0-	-0-
Retained Earnings:		
Reserved	-0-	-0-
Unreserved	-0-	-0-
Fund Balances:		
Reserved for:		
Unreserved-Redesignated	\$ 235,420	-----0-
TOTAL FUND EQUITY	\$ 235,420	\$ -----0-
TOTAL LIABILITIES AND FUND EQUITY	\$ 243,662	\$ -----0-

Proprietary Fund Type	Account Group			Total (Memorandum Only)	Component Fund
	General	General			
	Fund Assets	Long-Term Debt			
Enterprise					
4	33,883	\$ -0-	\$ -0-	\$ 33,883	\$ 133,348
	128,488	-0-	-0-	328,867	1,348
	16,040	-0-	-0-	32,843	-0-
	-0-	-0-	-0-	9,138	-0-
	11,911	-0-	-0-	11,911	-0-
	14,843	-0-	-0-	14,843	-0-
	258,234	-0-	-0-	258,234	-0-
	-0-	1,093,728	-0-	1,093,728	-0-
	2,438,808	-0-	-0-	2,438,808	-0-
	33,139	-0-	-0-	33,139	-0-
	61,861,099	-0-	-0-	61,861,099	-0-
	-0-	-0-	32,028	32,028	-0-
4	1,877,761	1,093,728	32,028	2,972,812	6,122,512
5	13,848	\$ -0-	\$ -0-	\$ 22,287	\$ -0-
	128,488	-0-	-0-	128,488	-0-
	758,647	-0-	-0-	758,647	-0-
	3,770	-0-	-0-	3,770	-0-
	47,028	-0-	32,028	82,028	-0-
5	847,228	-0-	32,028	882,228	-0-
6	1,068,893	\$ -0-	\$ -0-	\$ 1,068,893	\$ -0-
	-0-	1,093,728	-0-	1,093,728	-0-
	64,358	-0-	-0-	64,358	-0-
	600,759	-0-	-0-	600,759	-0-
	-0-	-0-	-0-	222,122	122,512
6	221,482	1,093,728	-0-	2,281,099	6,122,512
7	1,877,761	1,093,728	32,028	2,972,812	6,122,512

The accompanying notes are an integral part of this statement.

TOWN OF ORLA, LOUISIANA
 SIMPLIFIED STATEMENT OF REVENUES, EXPENDITURES
 AND CHANGES IN FUND BALANCES
 ALL GOVERNMENTAL TYPES
 YEAR ENDED JUNE 30, 1967

	General Fund	Capital Projects	Totals (General Fund Only)	Department
				Community Board
REVENUES:				
Taxes	\$ 84,831	\$ -0-	\$ 84,831	\$ -0-
Licenses & Permits	24,897	-0-	24,897	-0-
Intergovernmental	58,058	15,585	73,643	-0-
Charges for Services	14,832	-0-	14,832	-0-
Fines	14,553	-0-	14,553	-0-
Insurance	-0-	-0-	-0-	6,150
Miscellaneous	45,548	-0-	45,548	-0-
Donations, Memorial, Etc.	-0-	-0-	-0-	3,737
Equity Income	-0-	-0-	-0-	2,250
TOTAL REVENUES	\$ 242,819	\$ 15,585	\$ 258,404	\$ 12,137
EXPENDITURES:				
Current -				
General Government	\$ 62,473	\$ -0-	\$ 62,473	\$ -0-
Public Safety				
Police	128,280	-0-	128,280	-0-
Fire	48,454	-0-	48,454	-0-
Storms and Sanitation	33,863	-0-	33,863	-0-
Sanitary	-0-	-0-	-0-	2,373
Capital Projects	-0-	15,585	15,585	-0-
TOTAL EXPENDITURES	\$ 273,070	\$ 15,585	\$ 288,655	\$ 2,373
EXCESS (DEFICIT) OF REVENUES OVER				
(UNDER) EXPENDITURES BEFORE OTHER				
FINANCING SOURCES (USES)				
	\$ 22,749	\$ -0-	\$ 22,749	\$ 10,114
OTHER FINANCING SOURCES (USES)				
Transfers	\$ (1,501)	\$ -0-	\$ (1,501)	\$ -0-
TOTAL OTHER FINANCING SOURCES (USES)	\$ (1,501)	\$ -0-	\$ (1,501)	\$ -0-
EXCESS (DEFICIT) OF REVENUES OVER				
(UNDER) EXPENDITURES AFTER OTHER				
FINANCING SOURCES (USES)				
	\$ 21,248	\$ -0-	\$ 21,248	\$ 10,114
FUND BALANCE, BEGINNING OF YEAR	244,488	-0-	244,488	123,264
FUND BALANCE, END OF YEAR	\$ 265,736	\$ -0-	\$ 265,736	\$ 133,378

The accompanying notes are an integral part of this statement.

TOWN OF ORLA, LOUISIANA
 COMBINED STATEMENT OF REVENUES, EXPENDITURES AND
 CHANGES IN FUND BALANCES
 BUDGET AND ACTUAL
 GENERAL AND CAPITAL PROJECTS FUNDS
 JUNE 30, 1997

	GENERAL FUND			CAPITAL PROJECTS		
	Budget	Actual	Variance	Budget	Actual	Revised
		GAAP Basis	Favorable (Unfavorable)		GAAP Basis	Permissible (Unfavorable)
Revenues:						
Taxes	\$ 68,155	\$ 68,421	\$ (264)	\$ -0-	\$ -0-	\$ -0-
Licenses and Permits	21,460	21,460	1,887	-0-	-0-	-0-
Intergovernmental	81,324	59,124	22,200	15,500	15,500	-0-
Charges for Services	83,400	75,430	7,970	-0-	-0-	-0-
Fees	70,000	68,500	1,500	-0-	-0-	-0-
Miscellaneous	10,000	10,000	1,270	-0-	-0-	-0-
Total Revenues	\$ 334,339	\$ 303,935	\$ 30,404	\$ 15,500	\$ 15,500	\$ -0-
Expenditures:						
Current						
General						
Governmental	\$ 88,820	\$ 88,820	\$ (847)	\$ -0-	\$ -0-	\$ -0-
Police	128,440	128,200	2,240	-0-	-0-	-0-
Fire	48,500	48,404	96	-0-	-0-	-0-
Street & Sanitation	88,380	88,480	800	-0-	-0-	-0-
Public Works	-0-	-0-	-0-	10,000	10,000	-0-
Total Expenditures	\$ 354,140	\$ 354,104	\$ 36	\$ 10,000	\$ 10,000	\$ -0-
From (To) City of						
Bayou Lafourche	\$ 1,000	\$ 1,000	\$ -0-	\$ -0-	\$ -0-	\$ -0-
Other Financing Sources (Uses)						
Other Financing Sources (Uses)						
Transfers	\$ -0-	\$ 31,001	\$ 31,001	\$ -0-	\$ -0-	\$ -0-
Total Other Financing Sources (Uses)	\$ -0-	\$ 31,001	\$ 31,001	\$ -0-	\$ -0-	\$ -0-
Recess (Credit) of Revenues Over (Under) Expenditures After Other Financing Sources (Uses)	\$ 4,849	\$ 31,831	\$ 4,378	\$ -0-	\$ -0-	\$ -0-
Fund Balance Beginning of Year	212,810	212,810	-0-	-0-	-0-	-0-
Fund Balance End of Year	\$ 217,659	\$ 244,641	\$ 26,982	\$ -0-	\$ -0-	\$ -0-

The accompanying notes are an integral part of this statement.

TOWN OF OLLA, LOUISIANA
STATEMENT OF REVENUES, EXPENSES AND CHANGES IN RETAINED EARNINGS
ALL PROPRIETARY FUND TYPES
ENTERPRISE FUNDS
YEAR ENDING JUNE 30, 1997

OPERATING REVENUES:	
Water Department	
Charges for Service	\$ 258,814
Other Charges	2,822
Total Water Department	\$ 261,636
sewer Department	
Charges for Service	\$ 84,834
Sales Taxes	187,494
Other Charges	858
Total Sewer Department	\$ 273,186
TOTAL OPERATING REVENUES	\$ 534,822
OPERATING EXPENSES:	
Water Department	
Electric and Related Costs	\$ 42,464
Materials and Supplies	24,833
Depreciation	22,499
Repairs and Maintenance	44,344
Utilities	15,574
Insurance	5,743
Travel Expense	4,405
Miscellaneous	149
Postage	1,622
Total Water Department	\$ 137,593
sewer Department	
Electric and Related Costs	\$ 41,400
Materials and Supplies	14,183
Depreciation	42,447
Repairs and Maintenance	24,324
Utilities	11,528
Sewer Analysis	3,823
Insurance	2,471
Travel Expense	2,445
Miscellaneous	2,214
Postage	282
Total Sewer Department	\$ 132,220
TOTAL OPERATING EXPENSES	\$ 269,813
Operating Income (Loss)	\$ 265,009
NON-OPERATING REVENUES (EXPENSES):	
Interest Income	\$ 22,483
Interest Expense	(48,000)
Intergovernmental - Water Grant	12,411
Transfers	3,897
TOTAL NON-OPERATING REVENUES (EXPENSES)	\$ (11,209)
Net Income (Loss)	\$ 253,800
Retained Earnings (Deficit), Beginning	\$ 1,882,526
Retained Earnings (Deficit), Ending	\$ 2,136,326

The accompanying notes are an integral part of this statement.

TOWN OF OLLA, LOUISIANA
STATEMENT OF CASH FLOWS

ALL TEMPORARY FUND TYPES
ENTERPRISE FUND
YEAR ENDED JUNE 30, 1997

Cash from Operations:		
Net Income (Loss) Before Transfers		\$ (26,882)
Operating Transfers		_____1,227
Net Income after Transfers		\$ (25,655)
Adjustments to Net Income (Loss):		
Add - Depreciation	\$ 48,887	
Decrease in Accrued Interest	(851)	
Increase in Accounts Receivable	(18,877)	
Increase in Accounts Payable	_____2,828	
Net Adjustments		_____61,877
Cash Provided by Operations		\$ 26,447
Cash from Customer Payments		295
Cash Provided by Contractors Payable		87,400
Change in Contributions		_____22,877
Total Cash Provided		\$ 137,019
Cash Was Applied To:		
Maintained Funds	\$ 1,405	
Revenue Bonds	42,144	
Payable to LaBelle High School	2,403	
Investments	22,436	
Paid Assets	13,811	
Construction in Progress	38,130	
	_____120,329	
Total Cash Applied		\$ 120,329
Net Increase (Decrease) in Cash Flow		\$ 16,690
Cash Beginning of Year		_____52,327
Cash End of Year		\$ 69,017

The accompanying notes are an integral part of this statement.

NOTES TO THE FINANCIAL STATEMENTS

Town of Olla, Louisiana
Notes to Financial Statements

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES.

The Town of Olla was incorporated under the Louisiana Act in August of 1908. The Town operates under the Mayor/Board of Aldermen form of government. The Town provides the following significant services to its residents as provided by its charter: public safety police and fire, highways and streets, sanitation, utility taxes and sewer services and general administrative functions, including coordination of related services with Parish, State and Federal governing bodies.

The accounting policies of the Town of Olla conform to generally accepted accounting principles applicable to governments. The following is a summary of the more significant accounting policies:

A. Reporting Entity

This report includes all funds and the account group which are controlled by or dependent on the Town's executive and legislative branches (the Mayor and Board of Aldermen). Control by or dependence on the Town was determined on the basis of adoption, taxing authority, authority to issue debt, election or appointment of governing body, and other general oversight responsibility.

B. Fund Accounting

The accounts of the Town of Olla are organized on the basis of funds and on account groups, each of which is considered a separate accounting entity. The various funds and account groups are reported by general fund type in the financial statements. Each fund operates with a group of self-balancing accounts that comprise its assets, liabilities, fund equity, revenues and expenditures, as reported, as appropriate. Government resources are allocated to and accounted for in the individual funds based upon the purposes for which they are to be spent and the means by which operating activities are conducted. The following fund categories, fund types and account groups are used by the Town:

GOVERNMENTAL FUND TYPES

General Fund

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

Debt Service Fund

The Debt Service Funds are used to account for the accumulation of resources to pay general long-term debt principal, interest, and related costs. The Debt Service Fund comprised of the accounts to service the Town's Public Improvement Bonds issued in 1971.

Town of Olla, Louisiana

Notes to Financial Statements (cont)

NONFUNDING FUND TYPES

Enterprise Fund

The Enterprise Fund is used to account for operations of that are financed and operated similar to private business enterprises whereby the intent of the governing body is that the costs, including depreciation, of providing goods or services to the general public be financed or recovered primarily through user charges, or fee where the governing body has decided that periodic determination of revenues earned, expenses incurred, and/or net income is appropriate for capital maintenance, public policy, management control, accountability or other purposes. The Town's Enterprise Fund is comprised of its Utility Department's water and sewer systems.

ACCOMPLISH GROUPS

General Fixed Asset Account Group

This account group is established to account for all fixed assets of the Town, except those accounted for in the Enterprise Fund.

General Long-Term Debt Account Group

This account group is established to account for all long-term obligations of the Town, except those long-term obligations accounted for in the Enterprise Fund. The Town had no general long-term debt as June 30, 1997.

C. BASIS OF ACCOUNTING

Basis of accounting refers to the time at which revenues and expenditures or expenses are recognized in the accounts and reported in the financial statements. Basis of accounting refers to the timing of the measurement made, regardless of the measurement basis applied.

Intergovernmental Funds

These funds are accounted for using the modified accrual basis of accounting. Their revenues are recognized when they become measurable and available in net current assets. All Valuer's taxes and charges for services are considered "measurable" at the time of billing. Licenses and permits, intergovernmental revenues, state franchise fees and miscellaneous other revenues are generally recorded as revenues when received in cash because they are generally not measurable until actually received.

Expenditures are generally recognized under the modified accrual basis of accounting when the related fund liability is incurred. Exceptions to this general rule include principal and interest on general long-term debt which is recognized when due.

Proprietary Fund

This fund is accounted for using the accrual basis of accounting. Its revenues are

Town of Olla, Louisiana

Notes to Financial Statements (cont.)

recognized when they are earned, and its expenses are recognized when they are incurred. Enterprise fund receivables are charged-off when collection efforts indicate that such amount is doubtful of being collected.

11. 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 less current assets is considered a measure of "available spendable resources." Governmental fund operating statements present increases (revenues) and other financing received and decreases (expenditures) and other financing used 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 Works (Infrastructure) general fixed assets consisting of certain improvements, including roads, bridges, canals and gutters, drains and sidewalks, drainage systems and lighting systems are not capitalized.

All fixed assets of the Proprietary Fund are valued at historical cost. The General Fixed Asset Account Group property groups are not sufficiently detailed to provide data with respect to whether the assets acquired prior to June 30, 1992, are recorded at historical cost, estimated historical cost, or at estimated fair value on date donated. General fixed assets acquired subsequent to June 30, 1992 are recorded at historical cost, with the exception of a \$2,000 building donated to the Town in 1991 and \$2,500 worth of land donated in 1990.

Long-term liabilities reported 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 type is limited to exclude amounts represented by noncurrent liabilities. Since they do not affect net current assets, such long-term amounts are not recognized as governmental fund type expenditures or fund liabilities. They are instead reported a liabilities in the General Long-Term Account Group.

The proprietary fund is accounted for on a cost of services or "capital maintenance" measurement focus. This means that all assets and all liabilities (whether current or noncurrent) associated with its activity is included on its balance sheet. Its reported fund equity less total assets is segregated into restricted capital and retained earnings components. Proprietary fund type operating statements present increases (revenues) and decreases (expenses) in net total assets.

For the year ended June 30, 1991, no interest costs were capitalized for construction of fixed assets.

Town of Olla, Louisiana

Notes to Financial Statements (cont.)

D. FIXED ASSETS AND LONG-TERM LIABILITIES

Depreciation of all depreciable fixed assets used by the proprietary fund is charged as an expense against its operations. Accumulated depreciation is reported on the proprietary fund balance sheet. Depreciation has been provided over the estimated useful lives using the straight line method. The estimated useful lives are as follows:

	LIFE IN YEARS
Water System	50
Sanitary System	50
Buildings	20
Trucks and Tractors	5-8
Equipment	10

E. BUDGETS AND BUDGETARY ACCOUNTING

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

1. The Town Clerk prepares a proposed budget, based on departmental group budget requests, and submits same to the Mayor and Board of Aldermen no later than fifteen days prior to the beginning of each fiscal year.
2. A summary of the proposed budget is published and the public notified that the proposed budget is available for public inspection. At the same time, a public hearing is called.
3. A public hearing is held on the proposed budget at least ten days after publication of the call for the hearing.
4. After the holding of the public hearing and completion of all action necessary to finalize and implement the budget, the budget adopted through passage of an ordinance prior to the commencement of the fiscal year for which the budget is being adopted.
5. Budgetary amendments involving the transfer of funds from one department, program or function to another or involving increases in expenditures resulting from revenues exceeding amounts estimated require the approval of the Board of Aldermen.
6. All budgetary appropriations lapse at the end of the fiscal year.
7. The budget was amended during the year.

F. CASH AND INVESTMENTS

All cash and investments (R/R's on deposit at banks) are reported at cost and are on deposit at the following federally insured banks:

Town of Olla, Louisiana

Notes to Financial Statements (cont.)

7. CASH ON HAND

Bank	Bank Statement Balance 6-30-97
Southern Heritage Bank	\$ 827,372
Bank of Olla	28,444
Commercial Bank	122,215
Total	\$ 978,031

Accounts on deposit at the bank are secured by the following:

Description	Market Value
FDIC	\$ 172,398
Securities	785,633
Total	\$ 958,031

8. INVENTORIES

Inventory amounts of inventory are maintained for general fund and enterprise fund operations and accordingly, supplies are reported as purchased.

9. BAD DEBTS - GENERAL FUND AND ALLOWANCE FOR BAD DEBTS - ENTERPRISE FUND

Uncollectible amounts due for customer garbage billings are charged to a reserve for bad debts as the time information becomes available which would indicate the uncollectibility of the particular receivable. At June 30, 1997 no reserve for bad debts was required since the estimated uncollectible receivables outstanding were considered immaterial. The Enterprise Fund allowance for bad debts was established at 1% of total receivables. Total receivables of the Enterprise Fund follow:

	Enterprise Fund
Total Accounts Receivable	\$ 27,815
Allowance for Bad Debts	(1,373)
Net Accounts Receivable	\$ 26,442

Town of Olla, Louisiana

Notes to Financial Statements (cont.)

L. COMPENSATED ABSENCE

Vacation and sick leave are recorded as an expenditure or expense when paid. Vacation earned is based on the number of years of service as follows:

<u>Full-Time Employment</u>	<u>Days Earned Per Year</u>
One year to less than three years	5
Three or more years	10

Vacation time is not cumulative and must be taken in 1/2 day or more increments. Sick leave is earned on the basis of one day per month of continuous employment. Unused accumulated sick leave from one year may be carried forward to the succeeding year. All sick leave is forfeited upon termination of employment with the Town.

Based on the above described compensated absence policy, no liability for compensated absences for the Town of Olla is reported to be provided at June 30, 1995.

M. RESERVES

The Town records reserves to indicate that a portion of its retained earnings/fund balances are legally restricted for a specific future use. The following is a list of such reserves and a description of each:

Reserved for Depreciation and Contingencies:

This amount represents monies reserved to make emergency repairs to the water and sewer systems.

Reserved - Reserve Fund:

This amount represents monies reserved as required by the revenue bond indentures.

Reserved for Debt Service:

Certain monies have been reserved in the Debt Service Fund for future payment of long term liabilities of the governmental funds.

N. TOTAL COLLATERAL ON COMBINED STATEMENTS - OVERVIEW

Total amounts on the combined statements are captioned "Miscellaneous Only" to indicate that they are presented only to facilitate financial analysis. Data in these columns do not present financial position in conformity with generally accepted accounting principles. Neither is such data comparable to a consolidation. Interfund eliminations have not been made in the aggregation of this data.

Town of Olla, Louisiana

Notes to Financial Statements (cont.)

(2) AD VALOREM TAXES AND SALES TAXES

The Town levies taxes on real and business personal property located within its boundaries. The Town utilizes the services of the Lafourche Parish Tax Assessor to assess the property values and prepare the Town's property tax roll. The Town bills and collects its own property taxes.

Property Tax Calendar

Assessment Date	January 1
Levy Date	No Later Than June 1
Tax Bills Mailed	On or About October 15
Total Taxes Are Due	December 31
Penalties and Interest are Added	January 1
Loan Date	January 1

For the year ended June 30, 1997, taxes of 2.96 mills were levied against property having a valuation of some \$3065,434 which produced some \$92,982 in revenues. All taxes levied, 2.96 mills, were for general corporate purposes. Ad Valorem taxes applicable are not of sufficient amount to cover the cost of less than \$100 in June 30, 1997.

The Town began collecting a 2% Sales Tax on May 1, 1997 to fund operation and maintenance of the Town's sewage facilities.

(3) RESTRICTED ASSETS - INTERMEDIATE FUND TYPES

At June 30, 1997, restricted assets of the Enterprise fund were invested in either interest bearing checking accounts or time deposits and were restricted for the following purposes:

Revenue Bonds Payable	\$	83,383
Revenue Bond Reserve Fund		58,388
Depreciation and Contingency Fund		33,388
Customer's Deposits		86,051
Total	\$	274,999

(4) CHANGES IN GENERAL FUND ASSETS

	Balance 6-30-96	Additions	Deletions	Balance 6-30-97
Land	\$ 84,508	\$ -0-	\$ -0-	\$ 84,508
Buildings	491,378	-0-	-0-	491,378
Improvements	88,443	-0-	-0-	88,443
Equipment	869,557	27,823	(18,523)	908,857
TOTAL	\$ 1,814,387	\$ 27,823	\$ (18,523)	\$ 1,893,727

(5) ENTERPRISE FUND PROPERTY PLANT AND EQUIPMENT

A summary of enterprise fund property, plant and equipment at June 30, 1997, is as follows:

Town of Olla, Louisiana

Notes to Financial Statements (cont.)

52 ENTERPRISE FUND PROPERTY PLANT AND EQUIPMENT/COST

	Balance 6-30-92	ADDITIONS (Deductions)	Balance 6-30-93	6-30-93 Accumulated Depreciation
Buildings	\$ 55,428	\$ -0-	\$ 55,428	\$ 11,802
Water System	788,882	-0-	788,882	442,118
Sewer System	1,484,458	15,913	1,500,371	652,848
TRUCKS, Machinery & Equipment	184,894	-0-	184,894	108,000
CONSTRUCTION in Progress	-0-	55,158	55,158	-0-
	<u>\$ 2,423,662</u>	<u>\$ 15,913</u>	<u>\$ 2,439,575</u>	<u>\$ 1,214,768</u>
ACC. DEPRECIATION	12,282,982	-0-	12,282,982	-0-
Net	\$ 2,411,380	\$ -0-	\$ 2,156,593	\$ 1,214,768

53 CHANGES IN LONG-TERM DEBT

The following is a summary of bond and installment note payable transactions of the Town of Olla for the year ended June 30, 1993.

	Balance 6-30-92	Additions	Deductions	Balance 6-30-93
Revenue Bonds	\$ 882,151	\$ 17,000	\$ 82,144	\$ 817,007

Bonds and installment notes payable at June 30, 1993 are comprised of the following individual issues:

Revenue Bonds (Municipal Fund)

\$ 275,000 Water Revenue Bonds dated 12-4-79; due in annual installments of \$ 8,486 to \$ 15,000 through December 3, 1998; interest at 5 percent. \$ 275,000

\$ 285,000 Sewer Revenue Bonds dated 5-14-81; due in annual installments of \$ 2,568 to \$ 8,908 through August 14, 1993; interest at 5 percent. 285,000

\$ 297,000 Sewer Revenue Bonds dated 9-9-82; due in annual installments of \$ 15,428 through August 24, 1993; interest at 5 percent. 482,151

Note to Utility Service Co. originated Jan 477,000, bearing an interest, payable in 5 annual installments. The City of \$75,000 and the remaining at \$12,000. The agreement contains a nonreforestation clause. 477,000

Total \$ 844,151

The annual expenditures to amortize all debt outstanding as of June 30, 1993, including interest payments of \$882,000 are as follows:

Town of Olla, Louisiana

Notes to Financial Statements (cont)

(6) CHANGES IN LONG-TERM DEBT ACCOUNT

Year Ending June 30,	Water Construction Notes	Water Revenue Bonds	Power Revenue Bonds	Total
1998	\$ 23,000	\$ 15,000	\$ 45,000	\$ 83,000
1999-2003	23,500	71,000	227,000	321,500
2004-2008	-0-	74,000	227,000	301,000
2009-2019	-0-	187,000	888,748	1,074,748
Total	\$ 46,500	\$ 347,000	\$ 1,387,748	\$ 1,781,248

Under the terms of the bond indentures on outstanding Water Revenue Bonds dated December 3, 1978, earnings of the waterworks system are to be maintained separately and used for the following purposes:

kl Payment of all reasonable and necessary expenses of operating and maintaining the system.

km Each month there will be set aside into a fund called the "Waterworks Revenue Bond and Interest Sinking Fund" an amount constituting 1/12 of the next principal and interest payment.

kn Each month, there will be set aside into a "Waterworks Reserve Fund" 5% of the amount paid into the Sinking Fund until such time as there has been accumulated there in the sum of \$10,750. These funds may be used only for the payment of maturing bonds and interest coupons for which sufficient funds are not available in the Sinking Fund. As of June 30, 1997 the Town of Olla had set aside the maximum required amount into this "Waterworks Reserve Fund".

ko There will also be set aside into a "Waterworks Depreciation and Contingency Fund" 5% per month. These funds will be used to care for depreciation, extensions, additions, improvements and replacements necessary to operate the system properly, and to pay interest and principal on bonds when there is not sufficient money in the Sinking or Reserve Fund.

kp All of the revenues received in any fiscal year and not required to be paid in such fiscal year into any of the above noted funds shall be regarded as surplus and may be used for any lawful purpose.

Under the terms of the bond indentures on outstanding Power Revenue Bonds dated August 11, 1983, and those dated September 6, 1988, earnings of the Power system are to be maintained separately and used for the following purposes:

kl Payment of all reasonable and necessary expenses of operating and maintaining the system.

Town of Olla, Louisiana

Notes to the Financial Statement (cont.)

50 CHANGES IN LONG-TERM DEBT - (CONT'D)

(d) Each month, there will be set aside into a fund called the "Sinking Fund" an amount constituting 1/32 of the next principal and interest payment.

(e) Each month, there will be set aside into a "Sewer Reserve Fund" 5% of the amount paid into the Sinking Fund until such time as there has been accumulated there in the sum of \$45,000. These funds may be used only for the payment of maturing bonds and interest coupons for which sufficient funds are not available in the Sinking Fund. As of June 30, 1997 the Town of Olla had set aside the amount of \$8,825.00 into the "Sewer Reserve Fund".

(f) There will also be set aside into a "Sewer Depreciation and Contingency Fund" \$300 per month. These funds will be used to cover the depreciation, extensions, additions, improvements and replacements necessary to operate the system properly, and to pay interest and principal on bonds when there is not sufficient money in the Sinking or Reserve Funds. When the Revenue Bonds dated August 18, 1993 are paid in full the monthly payment may be reduced to \$154.

(g) All of the revenues received in any fiscal year and not required to be paid in such fiscal year into any of the above noted funds shall be regarded as surplus and may be used for any lawful purpose.

At June 30, 1997 the Enterprise Fund Retained Earnings were accrued for the purposes noted above as follows:

Swampson Bond Reserve Fund	\$	24,907
DEPRECIATION and Contingency Fund		38,398
TOTAL	\$	<u>63,305</u>

7. PENSION PLAN

Substantially all employees of the Town of Olla are members of the following statewide retirement systems: Municipal Employees Retirement System of Louisiana, Municipal Police Employees Retirement System of Louisiana, or Firefighters' Retirement System of Louisiana. These systems are cost-sharing, multiple-employer defined benefit pension plans administered by separate boards of trustees. Pertinent information relative to each plan follows:

A. Municipal Employees Retirement System of Louisiana System

Plan Description. The System is composed of two distinct plans, Plan A and Plan B, with separate assets and benefit provisions. 100 employees of the municipality are members of Plan A Plan B. (no Some employees of the municipality are members of Plan A and some are members of Plan B)

All permanent employees working at least 35 hours per week who are not covered by another pension plan and are paid wholly or in part from municipal funds and all elected municipal officials are eligible to participate in the System. Under Plan A, employees who retire at or after age 60 with at least 10 years of creditable service, a

Town of Olla, Louisiana

Notes to the Financial Statement (cont.)

7. PENSION PLAN - (Cont.)

at or after age 55 with at least 25 years of creditable service, or after any age with at least 30 years of creditable service are entitled to a retirement benefit, payable monthly for life, equal to 3 percent of their final-average salary for each year of creditable service.

Under Plan B, employees who retire at or after age 60 with at least 10 years of creditable service or at or after age 55 with at least 30 years of creditable service are entitled to a retirement benefit, payable monthly for life, equal to 2 percent of their final-average monthly salary in excess of \$100 for each year of creditable service. Furthermore, employees with at least 10 years of creditable service, but less than 30 years, may take early retirement benefits commencing at or after age 60, with the basic benefit reduced 3 percent for each year retirement precedes age 60, unless he has at least 30 years of creditable service. In any case, monthly retirement benefits paid under Plan B cannot exceed 100 percent of final-average salary. Final-average salary is the employee's average salary over the 36 consecutive or joined months that produce the highest average. Employees who terminate with at least the amount of creditable service stated above, and do not withdraw their employee contributions, may retire at the age specified above and receive the benefit accrued to their date of termination. The System also provides death and disability benefits. Benefits are established as mandated by state statute.

The System issues an annual publicly available financial report that includes financial statements and required supplementary information for the System. That report may be obtained by writing to the Municipal Employees Retirement System of Louisiana, 7903 West Park Boulevard, Baton Rouge, Louisiana 70809, or by calling 504/925-8810.

Funding Policy. Under Plan A, members are required by state statute to contribute 9.25 percent of their annual covered salary and the Town of Olla is required to contribute an amount determined rate. The current rate is 6.75 percent of annual covered payroll. Under Plan B, members are required by state statute to contribute 5.0 percent of their annual covered salary and the Town of Olla is required to contribute an amount determined rate. The current rate is 1.75 percent of annual covered payroll. Contributions to the System also include contributions of one percent (except Orleans and East Baton Rouge Parishes) of the taxes shown to be collectible by the tax rolls of each parish. These tax dollars are divided between Plan A and Plan B based proportionately on the salaries of the active members of each plan. The contribution requirements of plan members and the Town of Olla are established and may be amended by state statute. As provided by Louisiana Revised Statute 11:932, the employer contribution are determined by actuarial valuation and are subject to change each year based on the results of the valuation for the prior fiscal year. The Town of Olla's contributions to the System under Plan B for the years ending June 30, 1997, 1998, and 1999 were \$4,571, \$2,781, and \$2,584, respectively, equal to the required contribution for each year.

8. Municipal Police Employees Retirement System of Louisiana

Plan Description. All full-time police department employees engaged in law enforcement are required to participate in the System. Employees who retire at or after age 60 with at least 20 years of creditable service or at or after age 55 with at least 12 years of creditable service are entitled to a retirement benefit, payable monthly for life, equal to

Town of Olla, Louisiana

Notes to the Financial Statement

7. EMPLOYEE RETIREMENT SYSTEMS - (CONT.)

3.103 percent of their final-average salary for each year of creditable service. Final-average salary is the employee's average salary over the 30 consecutive or joint months that produce the highest average. Employees who terminate work at least the amount of creditable service stated above, and do not withdraw their employee contributions, may retire at the ages specified above and receive the benefits accrued to their date of termination. The System also provides death and disability benefits. Benefits are established or amended by state statute.

The System issues an annual publicly available financial report that includes financial statements and required supplementary information for the System. That report may be obtained by writing to the Municipal Police Employees Retirement System of Louisiana, 8401 United Plaza Boulevard, Baton Rouge, Louisiana 70809-2258, or by calling (504)999-2415.

Funding Policy. Plan members are required by state statute to contribute 7.5 percent of their annual covered salary and the Town of Olla is required to contribute an actuarially determined rate. The current rate is 38 percent of annual covered payroll. The contribution requirements of plan members and the Town of Olla are established and may be amended by state statute. As provided by Louisiana Revised Statute 11:303, the employer contributions are determined by actuarial valuation and are subject to change each year based on the results of the valuation for the prior fiscal year. The Town of Olla's contributions to the System under the year ending June 30, 1997, 1998, and 1999 were \$4,809, \$2,934, and \$5,711, respectively, equal to the required contribution for each year.

8. FUND ASSETS

The Intergovt Fund ended the year with a retained earnings deficit of \$92,894 that resulted from depreciation expense taken on that portion of the plant built with contributed capital. To date \$1,293,089 in depreciation expense has been taken on that portion of the plant funded with contributed capital.

9. LITIGATION

The Town of Olla is involved in no litigation as June 30, 1997, which is not covered by the Town's applicable insurance policies or is considered to be significant to the Town's financial statements.

Town of Olla, Louisiana

Notes to the Financial Statement (cont.)

10. ELECTED OFFICIALS SALARIES

Name	Title	Annual Salary	Date of Expiration
Bernard Mittle	Mayor	\$ 13,000	7/01/96 - 6/30/97
B. L. McBruggald	Alderman	120	7/01/96 - 6/30/97
Van Neulenman	Alderman	110	7/01/96 - 6/30/97
John Green	Alderman	-0-	5/23/97 - 6/30/97
Lee Heathaupt	Alderman	120	7/01/96 - 6/30/97
Ray Masters	Alderman	120	7/01/96 - 6/30/97
Edwin Cole	Alderman	110	7/01/96 - 6/30/97
Wanda Love	Alderman	10	5/23/97 - 6/30/97
Mary Taylor	Police Chief	22,447	7/01/96 - 6/30/97

11. CONTINGENCIES AND SUBSEQUENT EVENTS

The Town was informed by letter on September 15, 1997 by the Louisiana Department of Environmental Quality that the Town is in violation of portions of the Louisiana Environmental Quality Act (La. R.S. 30:2001) as it related to the operation and maintenance of the Town's sewer system.

NOTES TO
OLA CEMETERY BOARD
OF CORPORATE UNIT OF TOWN OF OLA, LOUISIANA

**Olds Cemetery Board
Town of Olds, Louisiana**

Notes To Financial Statements

1) SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The Cemetery Board

The Cemetery Board was created to manage and maintain the Olds Cemetery. The board members are appointed by the Town of Olds, Louisiana and utilize the Town's facilities and assets. Therefore, the Cemetery Fund is considered a component unit of the Town of Olds, Louisiana.

ACCOUNTING POLICIES

The accounting policies of the Olds Cemetery Board conform to generally accepted accounting principles as applicable to governments. The following is a summary of the more significant accounting policies:

A. REPORTING ENTITY

This report includes all funds which are controlled by or dependent on the Board. Control by or dependent on the Town was determined on the basis of appointment of governing body and other general oversight responsibility.

B. FUND ACCOUNTING

The accounts of the Board are organized on the basis of funds, each of which is considered a separate accounting entity. The various funds are reported by general fund type in the financial statements. Each fund operates with a group of self-balancing accounts that comprise its assets, liabilities, fund equity, revenues and expenditures, or expenses, as appropriate. Governmental resources are allocated to and accounted for in the individual funds based upon the purposes for which they are to be spent and the manner by which spending activities are controlled. The following fund types are used by the Board.

GOVERNMENTAL FUND TYPES

General Fund

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

Special Revenue Fund

Special Revenue Funds are used to account for the proceeds of specific revenue sources that are restricted to expenditures for specific purposes. The Board's only Special Revenue Fund is the Prepaid Care Fund.

Olla Cemetery Board
Town of Olla, Louisiana

Notes To Financial Statements (contd)

C. BASIS OF ACCOUNTING

Basis of accounting refers to the time at which revenues and expenditures or expenses are recognized in the accounts and reported in the financial statements. Basis of accounting refers to the timing of the measurements made, regardless of the measurement basis applied.

Investmental Funds - These funds are accounted for using the modified accrual basis of accounting. Their revenues are recognized when they become measurable and available as net current assets.

Expenditures are generally recognized under the modified accrual basis of accounting when the related fund liability is incurred.

D. CASE AND INCIDENTS

As June 30, 1993, the carrying amount (book balance) of the Board's deposits with financial institutions was \$189,266 and the fund balance was \$189,266. All of the fund balance was secured by federal deposit insurance and securities pledged to cover the Board's deposits. Investments represent 50 shares of Pacific Gas and Electric valued at \$245 per share or \$12,250 and 50 shares of General Public Utility valued at \$2587 per share or \$1,293 as of June 30, 1993.

FINANCIAL STATEMENTS
OF INDIVIDUAL FUNDS
AND ACCOUNT GROUPS

GENERAL FUND

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

TOWN OF HILL, LOUISIANA
GENERAL FUND

BALANCE SHEET
JUNE 30, 1991

ASSETS

Cash	\$ 38,672
Investments	282,562
Receivables:	
Customers Accounts Receivable	4,883
Franchise Receivables	2,112
Total Assets	<u>\$ 328,229</u>

LIABILITIES AND FUND BALANCE

Liabilities	
Accounts Payable	\$ 9,282
Total Liabilities	<u>\$ 9,282</u>
Fund Balance	
Unreserved - Undesignated	\$ 288,728
Total Liabilities and Fund Balance	<u>\$ 298,010</u>

The accompanying notes are an integral part of this statement.

TOWN OF OLLA, LOUISIANA
GENERAL FUND

STATEMENT OF REVENUES AND EXPENDITURES
AND CHANGES IN FUND BALANCES
BUDGET BASIS VS. ACTUAL
YEAR ENDED JUNE 30, 1997

	Budget	Actual	Variance
REVENUES:			
Taxes	\$ 84,174	\$ 84,421	\$ 247
Licenses & Permits	21,000	21,897	897
Intergovernmental	41,534	44,244	2,710
Charges for Services	83,400	79,810	(3,590)
Fees	72,000	74,000	2,000
Miscellaneous	23,000	20,200	(2,800)
TOTAL REVENUES	\$ 325,108	\$ 324,572	\$ (536)
EXPENDITURES:			
Current -			
General Government	\$ 88,810	\$ 90,870	\$ 2,060
Police	128,440	129,000	560
Fire	48,500	48,414	(86)
Public and Recreation	80,200	80,440	240
TOTAL EXPENDITURES	\$ 305,950	\$ 308,724	\$ 2,774
EXCESS (SHORTAGE) OF REVENUES OVER (UNDER) EXPENDITURES BEFORE OTHER FINANCING SOURCES (DEBT)	\$ 19,158	\$ 15,848	\$ (3,310)
OTHER FINANCING SOURCES (DEBT)			
Bonds	\$ -0-	\$ 12,200	\$ 12,200
TOTAL OTHER FINANCING SOURCES (DEBT)	\$ -0-	\$ 12,200	\$ 12,200
EXCESS (SHORTAGE) OF REVENUES OVER (UNDER) EXPENDITURES AFTER OTHER FINANCING SOURCES (DEBT)	\$ 19,158	\$ 28,048	\$ 8,890
FUND BALANCES, beginning of year	216,000	216,000	0
FUND BALANCES, end of year	\$ 235,158	\$ 244,048	\$ 8,890

The accompanying notes are an integral part of this statement.

TOWN OF OLLA, LOUISIANA
GENERAL FUND

SCHEDULE OF REVENUES
BUDGET VS. ACTUAL
YEAR ENDED JUNE 30, 1997

REVENUES:	<u>Budget</u>	<u>Actual</u>	<u>Variance</u>
Taxes -			
Payments on Lien of Taxes	\$ 3,750	\$ 3,968	\$ -218
Oil Withers	28,210	29,217	-1,007
Franchise	28,000	28,348	-348
Total	\$ 59,960	\$ 61,533	\$ -1,573
Licenses & Permits	\$ 21,000	\$ 22,000	\$ -900
Intergovernmental Revenues -			
Telephone Tax	\$ 7,500	\$ 7,500	\$ -
Insurance Premiums	20,000	20,187	-187
Beer Tax	2,000	2,000	-
VIDEO Poker	23,000	23,187	-187
Total	\$ 52,500	\$ 52,874	\$ -374
Charges for Services -			
Garbage Fees	\$ 21,000	\$ 21,000	\$ -
Fire Protection Charge	21,500	21,250	250
Dog Fines & Registration	200	200	-
Total	\$ 42,700	\$ 42,450	\$ 250
Fees -			
Traffic Citations	\$ 75,000	\$ 76,000	\$ -1,000
Miscellaneous -			
Interest	\$ 8,000	\$ 17,000	\$ -9,000
Penalties	2,200	900	1,300
Cost of Debt	8,000	3,000	5,000
Garbage Bag Sales	3,700	3,000	700
Xerox Charges	50	50	-
Police Reports	50	50	-
Medicaid Fees	4,000	4,000	-
Miscellaneous	1,001	7,000	-5,999
Police Grants	21,000	22,000	-1,000
Dr. Fire Insurance	2,700	2,000	700
Mowing, Etc.	2,000	1,000	1,000
Cash over (Short)	-	0	-
Expenses for Tax Collection	150	100	50
Refund amounts	500	1,000	-500
Contract Fee	200	200	-
Bag Sales	1	1	-
RFD Checks	200	200	-
Total	\$ 52,400	\$ 52,000	\$ 400
Total Revenues	\$ 162,400	\$ 162,407	\$ -7

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

TOWN OF ILLA, LOUISIANA
GENERAL FUND

SCHEDULE OF EXPENDITURES
BUDGET BASIS VS. ACTUAL
YEAR ENDED JUNE 30, 1967

Expenditures:	Budget	Actual	Variance
General Government -			
Salaries & Related Costs	\$ 18,300	\$ 17,400	\$ 900
Insurance	4,000	4,000	00
Supplies & Mater.-Equip.	800	800	000
Supplies & Mater.-Facilities	4,200	4,200	000
Official Printing	1,400	2,200	800
Utilities & Telephone	24,000	24,100	100
Advertising, Business & Misc	1,700	200	1500
Postage & Freight	700	300	400
Office Expenses	2,100	2,200	100
Special Schools	1,000	1,700	700
Travel & Auto Expenses	2,000	2,000	000
Legal	4,100	4,100	000
Printing	2,200	2,200	000
Contingent	500	500	000
Aidments Fees	500	500	000
Exchange Fees	1,700	2,200	500
Other	2,200	2,200	000
Tax Roll	800	800	000
Sanitary Salaries & State Exp.	8,200	10,000	1800
Commodities Collection Fees	2,000	2,000	000
Total	\$ 78,800	\$ 78,800	\$ 000
Police -			
Salaries & Related Costs	\$ 28,000	\$ 27,700	\$ 300
Insurance	8,400	8,200	200
Supplies	1,000	2,400	1400
Animal Control Office & Exp.	700	500	200
Auto Expenses	8,000	8,000	000
Books & Publications	3,700	3,500	200
Travel Expenses	500	400	100
Uniform Replacement	300	300	000
Auto Assessment	2,000	2,000	000
Other	2,000	2,200	200
Capital Outlay	2,400	2,400	000
Utilities & Telephone	2,000	2,000	000
Total	\$ 72,000	\$ 72,000	\$ 000
Fire -			
Salaries & Related Costs	\$ 7,100	\$ 6,400	\$ 700
Utilities & Telephone	2,000	2,000	000
Auto Expenses	1,400	1,200	200
Insurance	4,700	4,700	000
Supplies	4,000	7,200	3200
Supplies & Mater.- Equip.	2,000	2,000	000
Supplies & Mater.- Facilities	800	1,800	1000
Postage	200	200	000
Fuel	2,000	2,000	000
Other	1,100	1,100	000
Capital Outlay	2,000	2,000	000
Total	\$ 42,500	\$ 42,500	\$ 000

The accompanying notes are an integral part of these statements.

TOWN OF ORLA, LOUISIANA
GENERAL FUND

SCHEDULE OF EXPENDITURE - BUDGET
BUDGET ROAD FUND VS. ACTUAL
YEAR ENDED JUNE 30, 1977

	<u>Budget</u>	<u>Actual</u>	<u>Variance</u>
Street & Sanitation -			
Salaries & Related Costs	\$ 23,000	\$ 24,044	\$ 1,044
Traffic Expense	4,700	3,408	1,292
Insurance	5,700	4,472	1,228
Supplies & Materials	3,000	3,770	770
Repairs & Maint.-Equip.	4,000	5,000	1,000
Other	700	3,100	2,400
Unknow Repairs & Maintenance	800	900	100
Capital Purchases	21,100	21,100	-
College Tuach Fees	11,200	11,200	-
Roads	\$ 100,000	\$ 100,000	\$ -
Total Expenditures	<u>\$ 200,000</u>	<u>\$ 200,000</u>	<u>\$ -</u>

ENCLOSURE

The accompanying notes are an integral part of this statement.

CAPITAL PROJECTS FUNDS

14100: 6100-0442 in the amount of \$15,000 for water system construction.

TOWN OF OLA, LOUISIANA
CAPITAL PROJECTS FUND

BALANCE SHEET
JUNE 30, 1997

	LOCAL 100-6043
	<u> </u>
ASSETS	
Cash	\$ -0-

TOTAL ASSETS	\$ -0-

LIABILITIES AND FUND BALANCE	
Fund Balance	-0-

TOTAL LIABILITIES AND FUND BALANCE	\$ -0-

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

CAPITAL PROJECTS FUND
 STATEMENT OF REVENUES, EXPENDITURES AND
 CHANGES IN FUND BALANCE
 JUNE 30, 1997

	10000 100-6000

REVENUES	
Intergovernmental	\$ 18,500

EXPENDITURES	
Public Works	\$ 14,900
Repairs/Minor	800
Total Expenditures	\$ 15,500

Excess (Deficiency) of Revenues Over Expenditures	-0-
Fund Balance Beginning of Year	-0-

Fund Balance End of Year	\$ -0-

THE NOTES TO THE FINANCIAL STATEMENTS ARE AN INTEGRAL PART OF THIS STATEMENT.

TOWN OF OLLA, LOUISIANA
 CAPITAL PROJECTS FUND
 STATEMENT OF REVENUES, EXPENDITURES AND
 CHANGES IN FUND BALANCE
 (DEBIT VS. CREDIT)

FOR THE YEAR ENDED JUNE 30, 1997

REVENUES	BUDGET	1996 100-0142	VARIANCE FAVORABLE (UNFAVORABLE)
Intergovernmental	\$ 15,000	\$ 15,000	0 -0-
TOTAL REVENUES	\$ 15,000	\$ 15,000	0 -0-
EXPENDITURES			
in			
Public Works	\$ 14,100	\$ 14,100	0 -0-
Amplifier	800	800	-0-
Total Expenditures	\$ 15,000	\$ 15,000	0 -0-
EXCESS (Deficiency) of Revenues Over Expenditures	0 -0-	0 -0-	0 -0-
Fund Balance Beginning of Year	-0-	-0-	-0-
Fund Balance End of Year	0 -0-	0 -0-	0 -0-

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

PROPRITARY FUND TYPE - ENTERPRISE FUNDS

The Town's Enterprise Fund accounts for the provision of water and sewer systems to the residents of the Town. All in this fund, including, but not limited to, administration, operations, maintenance, financing, and related debt service, billing, and collections.

TOWN OF GILA, LOUISIANA
ENTERPRISE FUND
BALANCE SHEET
JUNE 30, 1997

ASSETS

CURRENT ASSETS:		
Cash	\$	95,400
Accounts Receivable:		120,400
Utilities		30,000
Other		90,400
TOTAL CURRENT ASSETS	\$	215,800
RESTRICTED ASSETS:		
Bond and Interest Sinking Fund	\$	90,000
Revenue Bond Sinking Fund:		
Certificate of Deposit (at bank)		90,000
PAYABLE MATURING		0,000
Depreciation and Contingencies Fund:		
Checking/Interest Bearing		7,000
Certificate of Deposit		90,000
CHECKING/INTEREST BEARING		0,000
Certificate of Deposit (at bank)		90,000
TOTAL RESTRICTED ASSETS	\$	277,000
PROPERTY, PLANT AND EQUIPMENT:		
Property, Plant and Equipment	\$	2,400,000
Accumulation in Progress		90,000
Less Accumulated Depreciation		(1,800,000)
NET PROPERTY, PLANT, AND EQUIPMENT	\$	690,000
TOTAL ASSETS	\$	1,682,800
		<u>Liabilities & Fund Equity</u>
LIABILITIES:		
CURRENT LIABILITIES (Payable from Current Assets):		
Accounts Payable	\$	10,000
TOTAL CURRENT LIABILITIES (Payable from Current Assets)	\$	10,000
CURRENT LIABILITIES (Payable from Restricted Assets):		
Revenue Bonds Payable	\$	90,000
Interest Payable		90,000
Customer's Deposits		90,000
TOTAL CURRENT LIABILITIES (Payable from Restricted Assets)	\$	270,000
LONG-TERM LIABILITIES:		
Revenue Bonds Payable	\$	900,000
Bonds Payable (at the high school)		0,000
Notes Payable		90,000
TOTAL LONG-TERM LIABILITIES	\$	990,000
TOTAL LIABILITIES	\$	1,270,000
FUND EQUITY:		
CONTRIBUTED CAPITAL:		
Non-Resident	\$	100,000
State		900,000
Federal		900,000
TOTAL CONTRIBUTED CAPITAL	\$	1,900,000
RETAINED EARNINGS:		
Reserved for Depreciation & Contingencies	\$	20,000
Reserved for Revenue Bonds		20,000
UNASSIGNED INCLINED		(200,000)
TOTAL RETAINED EARNINGS	\$	(160,000)
TOTAL FUND EQUITY	\$	1,740,000
TOTAL LIABILITIES & FUND EQUITY	\$	1,682,800

The accompanying notes are an integral part of this statement.

TOWN OF OLLA, LOUISIANA
STATEMENT OF REVENUES, EXPENSES AND CHANGES IN RETAINED EARNINGS
ALL PROPRIETARY FUND TYPES
ENTERPRISE FUNDS
YEAR ENDED JUNE 30, 1997

OPERATING REVENUES:	
Water Department	
Charges for Service	\$ 108,000
Other Charges	1,520
Total Water Department	\$ 109,520
Sewer Department	
Charges for Service	\$ 66,404
Other Income	123,000
Other Charges	400
Total Sewer Department	\$ 189,804
TOTAL OPERATING REVENUES	\$ 299,324
OPERATING EXPENSES:	
Water Department	
Salaries and Related Costs	\$ 82,400
Materials and Supplies	26,000
Depreciation	22,000
Repairs and Maintenance	44,000
Utilities	20,000
Insurance	700
Travel Expenses	800
Miscellaneous	500
Storage	1,000
Total Water Department	\$ 177,100
Sewer Department	
Salaries and Related Costs	\$ 41,000
Materials and Supplies	18,100
Depreciation	40,000
Repairs and Maintenance	10,000
Utilities	11,000
Sewer Analysis	500
Insurance	800
Travel Expenses	500
Miscellaneous	500
Storage	500
Total Sewer Department	\$ 113,300
TOTAL OPERATING EXPENSES	\$ 290,400
Operating Income (Loss)	\$ 8,924
Non-Operating Revenues (Expenses):	
Interest Income	\$ 10,400
Interest Expense	(40,000)
Intergovernmental - Other Grants	10,000
Transfers	2,000
TOTAL NON-OPERATING REVENUES (EXPENSES)	\$ (17,600)
Net Income (Loss)	\$ (8,676)
Retained Earnings (Deficit), Beginning	\$ 1,000,000
Retained Earnings (Deficit), Ending	\$ 991,324

The accompanying notes are an integral part of this statement.

TOWN OF GILA, LOUISIANA
STATEMENT OF CASH FLOWS

ALL PROPRIETARY FUND TYPES
ENTERPRISE FUND
YEAR ENDED JUNE 30, 1993

Cash from Operations:		
Net Income (Loss) Before Transfers		\$ 434,881
Operating Transfers		<u>14,307</u>
Net Income After Transfers		\$ 449,188
Adjustments to Net Income (Loss):		
Add - Depreciation	\$ 88,087	
Decrease in Accrued Interest	18510	
Increase in Accounts Receivable	115,6270	
Increase in Accounts Payable	9,488	
	<u> </u>	
Net Adjustments		61,285
Cash Provided by Operations		\$ 510,473
Cash from Customer Deposits		270
Cash Provided by Contracted Payable		47,000
Change in Contributions		<u>33,138</u>
Total Cash Provided		\$ 600,881
Cash Was Applied To:		
Restricted Funds	\$ 1,488	
Revenue Bonds	42,144	
Payable to LaBelle High School	2,488	
Investments	32,436	
Fixed Assets	15,932	
Construction in Progress	<u>33,130</u>	
Total Cash Applied		\$ 128,518
Net Increase (Decrease) in Cash Flow		\$ 472,363
Cash Beginning of Year		<u>88,233</u>
Cash End of Year		\$ 354,596

The accompanying notes are an integral part of this statement.

GENERAL FIXED ASSETS ACCOUNT GROUP

To account for fixed assets not used in proprietary fund operations.

TOWN OF OLLA, LOUISIANA
STATEMENT OF GENERAL FIXED ASSETS
JUNE 30, 1997

GENERAL FIXED ASSETS

Land	\$	84,388
Buildings		433,779
Improvements Other Than Buildings		88,469
Equipment		<u>222,805</u>
TOTAL GENERAL FIXED ASSETS	\$	<u>1,229,441</u>

TOTAL INVESTMENTS IN GENERAL FIXED ASSETS	\$	<u>1,229,441</u>
---	----	------------------

The accompanying notes are an integral part of this statement.

COMPONENT UNIT FINANCIAL STATEMENTS
OJLA CHEMISTRY BOARD

OULA CEMETERY BOARD
TOWN OF OULA, LOUISIANA
COMMITMENT UNIT

COMBINED BALANCE SHEETS
JUNE 30, 1997

	<u>General Fund</u>	<u>Perpetual Care Fund</u>	<u>Total</u>
ASSETS			
Cash	\$ 77,717	\$ 52,549	\$ 130,266
Investments	___2,289	_____0-	___2,289
TOTAL ASSETS	\$ 80,006	\$ 52,549	\$ 132,555
LIABILITIES AND EQUITY			
Fund Balance	\$ 80,006	\$ 52,549	\$ 132,555

The accompanying notes are an integral part of this statement.

OLLA CEMETERY BOARD
TOWN OF OLLA, LOUISIANA
(COMPONENT UNIT)

COMBINED STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE
ALL FUND TYPES
FOR THE YEAR ENDED JUNE 30, 1993

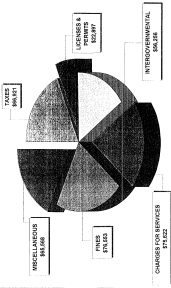
	<u>General Fund</u>	<u>Capital Fund</u>	<u>Total</u>
REVENUE			
Interest and Dividends	\$ 4,283	\$ -0-	\$ 4,283
Donations, Memorials, Etc.	3,487	50	3,537
Equity Issues	122	2,850	2,972
TOTAL REVENUE	\$ 7,892	\$ 2,900	\$ 10,792
EXPENDITURES			
Utilities	\$ 400	\$ -0-	\$ 400
Maintenance	2,878	-0-	2,878
Other	82	-0-	82
TOTAL EXPENDITURES	\$ 3,172	\$ -0-	\$ 3,172
EXCESS REVENUE OVER EXPENDITURES	\$ 4,720	\$ 2,900	\$ 7,620
FUND BALANCE BEGINNING	21,465	49,841	71,306
	<u>\$ 26,185</u>	<u>\$ 52,741</u>	<u>\$ 78,926</u>

The accompanying notes are an integral part of this statement.

GRAPHS

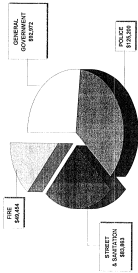
TOWN OF OLLA, LOUISIANA

GENERAL FUND REVENUES JUNE 30, 1997



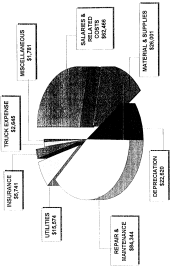
TOWN OF OLLA, LOUISIANA

GENERAL FUND EXPENDITURES 6-30-97

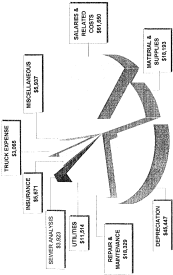


TOWN OF OLLA, LOUISIANA

WATER DEPARTMENT EXPENSES 6-30-97



TOWN OF OLLA, LOUISIANA SEWER DEPARTMENT EXPENSES 6-30-97



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TOWN OF OLLA
LOUISIANA

GENERAL PURPOSE FINANCIAL STATEMENTS
COMBINED, INDIVIDUAL FUND AND
ACCOUNT GROUP STATEMENTS, SCHEDULES
AND SUPPLEMENTAL DATA

JUNE 30, 1993

Under provisions of state law, this report is a public document. A copy of the report has been submitted to the auditor, or reviewer, clerk and other appropriate public officials. The report is available for public inspection at the Baton Rouge office of the Legislative Auditor and, where appropriate, at the office of the parish clerk of court.

Printed Date.....**JAN 03 2000**

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TOWN OF OLLA
 OLLA, LOUISIANA



* The Town of Olla was incorporated under the Louisiana Act in August of 1895. The Town operates under the Mayor/Board of Aldermen form of government. The Town provides the following significant services to its residents as provided by its charter: public safety (police and fire), highways and streets, sanitation, utilities (water and sewer services) and general administrative functions, including coordination of related services with Parish, State and Federal governing bodies.

Town of Olla, Louisiana
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June 30, 1997

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INDEPENDENT AUDITORS' REPORT ON
GENERAL PURPOSE FINANCIAL STATEMENTS

The Honorable Howard Miller, Mayor
and Members of the Board of Aldermen
Jena, Louisiana

I have audited the accompanying general purpose financial statements of the Town of Jena, Louisiana, as of June 30, 1997, and for the year then ended, as listed in the table of contents. These general purpose financial statements are the responsibility of the Town of Jena, Louisiana, management. My responsibility is to express an opinion on these general purpose financial statements based on my audit.

I conducted my 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 I 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. I believe that my audit provides a reasonable basis for my opinion.

In my opinion, the general purpose financial statements referred to above present fairly, in all material respects, the financial position of the Town of Jena, Louisiana, as of June 30, 1997, and the results of its operations and the cash flow of its proprietary fund type for the year then ended in conformity with generally accepted accounting principles.

My audit was conducted for the purpose of forming an opinion on the general purpose financial statements taken as a whole. The combining and individual fund group financial statements, schedules, and graphs listed in the table of contents are prepared for the purpose of additional analysis and are not a required part of the general purpose financial statements of the Town of Jena, Louisiana. Such information has been subjected to the auditing procedures applied in the audit of the general purpose financial statements, and in my opinion, is fairly presented in all material respects in relation to the general purpose financial statements taken as a whole.

September 23, 1997
Jena, Louisiana


John R. Vercher