



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

The Honorable Mayor and  
Members of the Board of Aldermen,  
Town of White Castle, Louisiana

We have audited the general purpose financial statements and the combining, individual fund, and account groups financial statements of the **TOWN OF WHITE CASTLE, LOUISIANA** as of and for the year ended September 30, 1996, as listed in the table of contents and have issued our report thereon dated December 16, 1996.

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

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

In planning and performing our audit of the general purpose financial statements of the **TOWN OF WHITE CASTLE, LOUISIANA** for the year ended September 30, 1996, we obtained an understanding of the internal control structure. With respect to the internal control structure, we obtained an understanding of the design of relevant policies and procedures and whether they have been placed in operation, and we assessed control risk in order to determine our auditing procedures for the purpose of expressing our opinion on the general purpose financial statements and not to provide an opinion on the internal control structure. Accordingly, we do not express such an opinion.

## TOWN OF WHITE CASTLE, LOUISIANA

## SCHEDULE OF INSURANCE IN FORCE

September 30, 1996

Insurer	Kind of Insurance	Property, Coverage Address	Amount	Expiration Date	
Louisiana Municipal Risk Management Agency	Automobile liability	18 Automobiles	1,000,000	May 1, 1996	
	Commercial General Liability	Pumping Operations, General Liability, Federal and Commercial Operations	200,000	May 1, 1996	
	Law Enforcement Comprehensive Liability	Enforcement Offices	500,000	May 1, 1996	
	Public Officials' Errors & Omissions Liability	Public Officials' Errors & Omissions	500,000	May 1, 1996	
	Worker's Compensation	Eligible Employees	-		
Allstate Insurance	Commercial property coverage	Wastage Treatment Plant, 21 1/2 W. Hwy. 401	\$50,000	October 10, 1997	
	Fire and extended coverage	ICM Building, 10000 Berwick St. ICM Building contents	47,800 5,000	October 10, 1997	
	Fire and extended coverage	Water Tower, 23600 Berwick St. Water Treatment Bldg. Contents Skid	147,800 45,000 10,000 1,000	October 10, 1997	
	Fire and extended coverage	Town Hall and Fire Station, 22511 Berwick St. Town Hall and Fire Station-contents	200,000 40,500	October 10, 1997	
	Fire and extended coverage	Jail House, 22020 Berwick, Berwick St. Jail House contents	100,000 10,000	October 10, 1997	
	Fire and extended coverage	Fire Station, 22020 Hwy 401 Fire Station contents	40,000 5,000	October 10, 1997	
	Fire and extended coverage	Council on Aging Building, 22001 Latona St. Council on Aging Building contents	170,000 10,000	October 10, 1997	
	Fire and extended coverage	Building, 22111 Berwick St. Contents	100,000 15,000	October 10, 1997	
	Fire and extended coverage	Wastage Pumping Station, 20700 Gardner St.	70,000	October 10, 1997	
	Fire and extended coverage	Wastage Pumping Station, 20400 Berwick St.	65,000	October 10, 1997	
	Fire and extended coverage	Wastage Pumping Station, 20200 Berwick St.	15,000	October 10, 1997	
	Triple Insurance Company	Health employee bond	Employees	15,000	August 18, 1997
		Public employer liability bond	Addressed	\$ 15,000	September 13, 1997



**INDEPENDENT AUDITORS' REPORT ON SUPPLEMENTARY  
SCHEDULE OF FEDERAL FINANCIAL ASSISTANCE**

The Honorable Mayor and  
Members of the Board of Aldermen,  
White Castle, Louisiana

We have audited the general purpose financial statements and the combining, individual fund and account groups financial statements of the **TOWN OF WHITE CASTLE, LOUISIANA** as of and for the year ended September 30, 1996, as listed in the table of contents, and have issued our report thereon dated December 18, 1996. These general purpose financial statements are the responsibility of the **TOWN OF WHITE CASTLE, LOUISIANA's** management. Our responsibility is to express an opinion on these general purpose financial statements based on our audit.

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

Our audit was conducted for the purpose of forming an opinion on the general purpose financial statements of **TOWN OF WHITE CASTLE, LOUISIANA** taken as a whole and on the combining, individual fund and account groups financial statements. The accompanying Schedule of Federal Financial Assistance is presented for purposes of additional analysis and is not a required part of the general purpose financial statements. The information in that schedule has been subjected to the auditing procedures applied in the audit of the general purpose and the combining, individual fund and account groups financial statements and, in our opinion, is fairly presented in all material respects in relation to the general purpose financial statements taken as a whole.

*Faulk & Winkler, L.L.C.*  
Certified Public Accountants

Baton Rouge, Louisiana  
December 18, 1996



**INDEPENDENT AUDITORS' REPORT ON COMPLIANCE  
WITH SPECIFIC REQUIREMENTS APPLICABLE TO MAJOR  
FEDERAL FINANCIAL ASSISTANCE PROGRAMS**

The Honorable Mayor and  
Members of the Board of Aldermen,  
White Castle, Louisiana

We have audited the general purpose financial statements and the combining, individual fund and account groups financial statements of the TOWN OF WHITE CASTLE, LOUISIANA as of and for the year ended September 30, 1996, as listed in the table of contents and have issued our report thereon dated December 16, 1996.

In connection with our audit of the general purpose financial statements of the TOWN OF WHITE CASTLE, LOUISIANA and with our consideration of the TOWN OF WHITE CASTLE, LOUISIANA's control structure used to administer federal financial assistance programs, as required by Office of Management and Budget Circular A-128, *Audit of State and Local Governments*, we selected certain transactions applicable to certain nonmajor federal financial assistance programs for the year ended September 30, 1996. As required by OMB Circular A-128, we have performed auditing procedures to test compliance with the requirements governing types of services allowed or unallowed, "Matching, Level of Effort or Reimbursement", "Special Reporting Requirements" and "Special Tests and Provisions" that are applicable to those transactions. Our procedures were substantially less in scope than an audit, the objective of which is the expression of an opinion on the TOWN OF WHITE CASTLE, LOUISIANA's compliance with these requirements. Accordingly, we do not express such an opinion.

With respect to the items tested, the results of these procedures disclosed no material instances of noncompliance with the requirements listed in the preceding paragraph. With respect to items not tested, nothing came to our attention that caused us to believe that the TOWN OF WHITE CASTLE, LOUISIANA had not complied, in all material respects, with these requirements.

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

*Faulk & Winkler, LLC*  
Certified Public Accountants

Baton Rouge, Louisiana  
December 16, 1996



**INDEPENDENT AUDITORS' REPORT ON COMPLIANCE  
WITH THE GENERAL REQUIREMENTS APPLICABLE TO  
FEDERAL FINANCIAL ASSISTANCE PROGRAMS**

The Honorable Mayor and  
Members of the Board of Aldermen,  
White Castle, Louisiana

We have audited the general purpose financial statements and the combining, individual fund and account groups financial statements of the TOWN OF WHITE CASTLE, LOUISIANA as of and for the year ended September 30, 1996, as listed in the table of contents, and have issued our report thereon dated December 16, 1996.

We have applied procedures to test TOWN OF WHITE CASTLE, LOUISIANA's compliance with the following requirements applicable to its federal financial assistance programs, which are identified in the Schedule of Federal Financial Assistance, for the year ended September 30, 1996:

- Political activity
- Civil rights
- Cash management
- Federal financial reports
- Drug-free workplace
- Allowable cost principles
- Administrative requirements

Our procedures were limited to the applicable procedures described in the Office of Management and Budget's *Compliance Requirements for Single Audit of State and Local Governments*. Our procedures were substantially less in scope than an audit, the objective of which is the expression of an opinion on the TOWN OF WHITE CASTLE, LOUISIANA's compliance with the requirements listed in the preceding paragraph. Accordingly, we do not express such an opinion.

With respect to the items tested, the results of these procedures disclosed no material instances of noncompliance with the requirements listed in the second paragraph of this report. With respect to items not tested, nothing came to our attention that caused us to believe that the TOWN OF WHITE CASTLE, LOUISIANA had not complied, in all material respects, with these requirements.

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

*Faulk & Winkler, LLC*  
Certified Public Accountants

Baton Rouge, Louisiana  
December 16, 1996

general requirements, and requirements governing claims for advances and reimbursements and amounts claimed or used for matching that are applicable to the aforementioned nonmajor programs. Our procedures were less in scope than would be necessary to render an opinion on these internal control structure policies and procedures. Accordingly, we do not express such an opinion.

We noted a matter involving the internal control structure and its operation that we consider to be a reportable condition under standards established by the American Institute of Certified Public Accountants. Reportable conditions involve matters coming to our attention relating to significant deficiencies in the design or operation of the internal control structure that, in our judgment, could adversely affect the TOWN OF WHITE CASTLE, LOUISIANA's ability to administer federal financial assistance programs in accordance with applicable laws and regulations.

#### SEGREGATION OF DUTIES

**Observation:** There is not sufficient segregation of duties to have effective internal control. The findings result from the limited number of employees responsible for the accounting functions of the Town. These limitations allow no opportunity for meaningful segregation of duties.

**Recommendation:** No action recommended.

**Management response:** We concur with the findings.

A material weakness is a reportable condition in which the design or operation of one or more of the internal control structure elements does not reduce to a relatively low level the risk that noncompliance with laws and regulations that would be material to a federal financial assistance program may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions.

Our consideration of the internal control structure policies and procedures used in administering federal financial assistance would not necessarily disclose all matters in the internal control structure that might be reportable conditions and, accordingly, would not necessarily disclose all reportable conditions that are also considered to be material weaknesses as defined above. However, we believe none of the reportable conditions described above is a material weakness.

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

*Frank G. Winkler, CPA*  
Certified Public Accountant

Baton Rouge, Louisiana  
December 16, 1996

Because of inherent limitations in any internal control structure, errors, irregularities, or instances of noncompliance may nevertheless occur and not be detected. Also, projection of any evaluation of the structure to future periods is subject to the risk that procedures may become inadequate because of changes in conditions or that the effectiveness of the design and operation of policies and procedures may deteriorate.

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

**Accounting controls:**

- Revenue/receipts
- Purchases/disbursements

**Administrative controls:**

- Political activity
- Civil rights
- Cash management
- Federal financial reports
- Drug free workplace
- Allowable cost principles
- Administrative requirements

**Specific controls:**

- Types of services allowed
- Matching, level of effort or earmarking
- Reporting

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

During the year ended September 30, 1996, the TOWN OF WHITE CASTLE, LOUISIANA had no major federal financial assistance programs and expended 16 percent of its total federal financial assistance under the following nonmajor federal financial assistance programs:

- Section 8
- Waste Disposal System for Rural Communities

We performed tests of controls, as required by OMB Circular A-128, to evaluate the effectiveness of the design and operation of internal control structure policies and procedures that we considered relevant to preventing or detecting material noncompliance with specific requirements.



**INDEPENDENT AUDITORS' REPORT ON  
INTERNAL CONTROL STRUCTURE USED IN ADMINISTERING  
FEDERAL FINANCIAL ASSISTANCE PROGRAMS**

The Honorable Mayor and  
Members of the Board of Aldermen,  
White Castle, Louisiana

We have audited the general purpose financial statements and the combining, individual fund and account groups financial statements of the **TOWN OF WHITE CASTLE, LOUISIANA** as of and for the year ended September 30, 1996, as listed in the table of contents, and have issued our report thereon dated December 16, 1996.

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

In planning and performing our audit for the year ended September 30, 1996, we considered the internal control structure of the **TOWN OF WHITE CASTLE, LOUISIANA** in order to determine our auditing procedures for the purpose of expressing our opinion on the general purpose financial statements of the **TOWN OF WHITE CASTLE, LOUISIANA**, and to report on the internal control structure in accordance with OMB Circular A-128. This report addresses our considerations of internal control structure policies and procedures relevant to compliance with requirements applicable to federal financial assistance programs. We have addressed internal control structure policies and procedures relevant to our audit of the general purpose financial statements in a separate report dated December 16, 1996.

The management of the **TOWN OF WHITE CASTLE, LOUISIANA** is responsible for establishing and maintaining an internal control structure. In fulfilling this responsibility, estimates and judgments by management are required to assess the expected benefits and related costs of internal control structure policies and procedures. The objectives of an internal control structure are to provide management with reasonable, but not absolute, assurance that assets are safeguarded against loss from unauthorized use or disposition, that transactions are executed in accordance with management's authorization and recorded properly to permit the preparation of general purpose financial statements in accordance with generally accepted accounting principles, and that federal financial assistance programs are managed in compliance with applicable laws and regulations.





**INDEPENDENT AUDITORS' REPORT ON SYSTEMS SURVEY  
AND COMPLIANCE QUESTIONNAIRE**

The Honorable Mayor and  
Members of the Board of Aldermen,  
Town of White Castle, Louisiana

We have audited the general purpose financial statements and the combining, individual fund and account groups financial statements of the **TOWN OF WHITE CASTLE, LOUISIANA** as of and for the year ended September 30, 1995, as listed in the table of contents, and have issued our report thereon dated December 16, 1995.

We conducted our audit in accordance with generally accepted auditing standards and Government Auditing Standards, issued by the Comptroller General of the United States, and Office of Management and Budget (OMB) Circular A-133, *Audit of State and Local Governments*. These standards and OMB Circular A-133 require that we plan and perform the audit to obtain reasonable assurance about whether the general purpose financial statements are free of material misstatement.

Compliance with laws, regulations, contracts, and grants applicable to the **TOWN OF WHITE CASTLE, LOUISIANA** is the responsibility of the **TOWN OF WHITE CASTLE, LOUISIANA's** management. As part of our obtaining reasonable assurance about whether the general purpose financial statements are free of material misstatement, we tested the **TOWN OF WHITE CASTLE, LOUISIANA's** responses to the system survey and compliance questionnaire concerning certain provisions of laws and regulations. However, our objective was not to provide an opinion on overall compliance with such provisions.

The results of our tests indicate that, with respect to the items tested, the **TOWN OF WHITE CASTLE, LOUISIANA** complied, in all material respects, with the provisions referred to in the preceding paragraph. With respect to items not tested, nothing came to our attention that caused us to believe that the **TOWN OF WHITE CASTLE, LOUISIANA** had not complied, in all material respects, with those provisions.

  
Certified Public Accountants

Baton Rouge, Louisiana  
December 16, 1995

# TOWN OF WHITE CASTLE, LOUISIANA

Exhibit A-3

## COMBINED STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BONDLESS GOVERNMENT AND ACTUAL

For the year ended September 30, 1999

	General Fund		Special Revenue Funds		Totals		Differences	
	Budget	Actual	Budget	Actual	Budget	Actual	Budget	Actual
<b>REVENUES</b>								
Taxes	\$ 41,791	\$ 48,256	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
License and permits	56,408	55,618	-	-	-	-	-	-
Intergovernmental	30,448	30,475	1,641	76,758	23,809	107,931	-	-
Fees	20,500	27,088	700	-	9,000	-	-	-
Other	1,061	26,877	2,073	2,000	4,000	4,000	4,000	4,000
<b>Total revenues</b>	<b>120,868</b>	<b>138,314</b>	<b>4,414</b>	<b>80,758</b>	<b>33,223</b>	<b>113,273</b>	<b>8,805</b>	<b>117,476</b>
<b>EXPENDITURES</b>								
General government	24,285	24,018	0	-	-	-	-	-
Public works	262,780	271,711	-	-	-	-	-	-
Public safety	141,261	146,433	-	-	-	-	-	-
Street and sanitation	11,700	11,791	12,441	12,771	9,716	-	-	-
Public health	-	-	-	-	-	-	-	-
Subsidies	-	-	-	-	-	-	-	-
<b>Total expenditures</b>	<b>440,026</b>	<b>453,953</b>	<b>12,441</b>	<b>12,771</b>	<b>12,116</b>	<b>12,771</b>	<b>17,272</b>	<b>17,272</b>
Excess (deficiency) of revenues over expenditures	<b>179,022</b>	<b>184,361</b>	<b>2,973</b>	<b>68,987</b>	<b>21,107</b>	<b>100,502</b>	<b>10,033</b>	<b>100,502</b>
<b>OTHER FINANCING AND CAPITAL SOURCES</b>								
Operating transfers in	47,000	-	-	-	-	10,000	10,000	47
Operating transfers out	-	-	(200,000)	(200,000)	-	(18,000)	(18,000)	(18,000)
Total other financing sources (uses)	<b>47,000</b>	<b>-</b>	<b>(200,000)</b>	<b>(200,000)</b>	<b>-</b>	<b>(8,000)</b>	<b>(18,000)</b>	<b>(18,000)</b>
Excess of revenues over expenditures and other sources (uses)	<b>226,022</b>	<b>184,361</b>	<b>1,973</b>	<b>68,987</b>	<b>21,107</b>	<b>92,502</b>	<b>1,033</b>	<b>82,502</b>
<b>FUND BALANCE</b>								
Beginning of year	14,000	-	-	66,000	-	80,000	-	80,000
End of year	<b>120,022</b>	<b>184,361</b>	<b>1,973</b>	<b>132,987</b>	<b>81,107</b>	<b>162,502</b>	<b>1,033</b>	<b>162,502</b>

Notes on Exhibit A-5 are an integral part of this statement.



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

The Honorable Mayor and  
Members of the Board of Aldermen,  
Town of White Castle, Louisiana

We have audited the general purpose financial statements and the combining, individual fund and account groups financial statements of the **TOWN OF WHITE CASTLE, LOUISIANA** as of and for the year ended September 30, 1996, as listed in the table of contents, and have issued our report thereon dated December 16, 1996.

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

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

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

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

*Faulk & Winkler, LLC*  
Certified Public Accountants

Baton Rouge, Louisiana  
December 16, 1996

# TOWN OF WHITE CASTLE, LOUISIANA

## TOTAL ASSETS



SEPTEMBER 30, 1996

TOTAL ASSETS = \$ 8,578,480



SEPTEMBER 30, 1995

TOTAL ASSETS = \$ 8,260,368

■ FIXED ASSETS

■ CASH & INVESTMENTS

■ OTHER

■ UNFUNDED DEBT RETIREMENT

**SPECIAL INDEPENDENT AUDITORS' REPORTS**

## TOWN OF WHITE CASTLE, LOUISIANA

## BONDED DEBT

Sewer Revenue Bonds, Dated May 25, 1994

Principal and Interest payable on the 15th day of each month

September 16, 1996

Maturity	Interest Rate	Yearly Payments			Bonds Outstanding
		Principal	Interest	Total	
1997	5%	\$ 25,652	\$ 50,303	\$ 75,641	\$ 998,099
1998	5%	26,334	49,387	75,641	971,763
1999	5%	27,041	47,969	75,641	944,884
2000	5%	27,998	46,343	75,641	914,986
2001	5%	28,586	45,055	75,641	884,400
2002	5%	29,550	43,481	75,641	852,250
2003	5%	30,796	41,843	75,641	818,454
2004	5%	32,324	40,017	75,641	782,930
2005	5%	33,942	38,209	75,641	745,588
2006	5%	35,253	36,388	75,641	706,333
2007	5%	36,263	34,380	75,641	665,074
2008	5%	37,372	32,209	75,641	621,700
2009	5%	38,590	30,051	75,641	576,112
2010	5%	39,923	27,918	75,641	528,189
2011	5%	41,375	25,206	75,641	477,814
2012	5%	42,953	22,608	75,641	424,861
2013	5%	44,662	19,979	75,641	369,199
2014	5%	46,509	17,132	75,641	310,690
2015	5%	48,500	14,138	75,641	249,187
2016	5%	50,650	10,990	75,641	184,577
2017	5%	52,967	7,684	75,641	116,580
2018	5%	55,453	4,208	75,641	45,147
2019	5%	58,147	718	58,921	-
<b>Totals</b>		<b>\$1,013,351</b>	<b>\$ 886,872</b>	<b>\$1,710,023</b>	

Original issue dated May 25, 1994, for \$1,077,500. Paying agent, Farmers Home Administration in Hammond, Louisiana.

This obligation was incurred for the purpose of constructing a wastewater treatment facility and sewer force main.

Payments of principal and interest on bonds are secured by and payable solely from revenues generated by sewer fees.

**NOTE 7 - DEDICATED REVENUES**

Proceeds of the Iberville Parish sales and use tax were dedicated to the following purposes as of September 30, 1996:

Opening, constructing, paving, and improving streets, sidewalks, roads and alleys; constructing bridges; purchasing or constructing water works, sewers, drains, drainage canals, pumping plants, sewage disposal works, light and power plants, gas plants, halls, jails, fire department stations, hospitals, auditoriums, public parks, natatoriums, libraries, docks, wharves, river terminals and other public buildings, including the necessary equipment and furnishings thereof; or for any one or more such purposes.

Consistent with this dedication, transfers from the sales tax fund are being used to retire the Public Improvement Bonds - Series 1992. See Note 8.

**NOTE 8 - SEGMENTS OF ENTERPRISE ACTIVITIES**

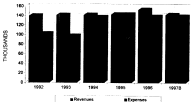
These services, gas, water, and sewerage, are provided by the Town and are financed by user charges. The significant financial data for the year ended September 30, 1996, for these services are as follows:

	Gas Utility	Waterworks Utility	Sewerage Utility	Total
Operating revenues	\$ 301,186	\$ 144,180	\$ 204,428	\$ 649,804
Depreciation	9,888	24,650	114,293	148,831
Operating income (loss)	87,625	6,187	(48,859)	44,953
Operating transfers out	71,080	15,000	-	86,080
Net income (loss)	25,187	218	(94,859)	(69,454)
Assets	314,639	516,595	2,805,251	3,716,585
Long-term debt	-	-	1,825,152	1,825,152
Net working capital	137,359	133,222	125,735	436,316
Fund capital	215,465	488,771	1,752,948	2,477,184

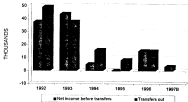
**NOTE 9 - RETIREMENT PLANS**

The employees of the Town are covered under the Federal Insurance Contributions Act (Social Security). The Town's contributions were \$53,287 and taxable payroll was \$424,880 for the year ended September 30, 1996.

**WATER FUND REVENUES & EXPENSES**  
TOWN OF WHITE CASTLE, LOUISIANA

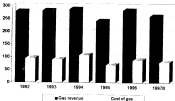


**WATER FUND NET INCOME & TRANSFERS OUT**  
TOWN OF WHITE CASTLE, LOUISIANA

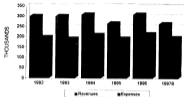




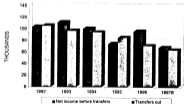
## GAS REVENUE & COST OF GAS TOWN OF WHITE CASTLE, LOUISIANA



**GAS FUND REVENUES & EXPENSES  
TOWN OF WHITE CASTLE, LOUISIANA**



**GAS FUND NET INCOME & TRANSFERS  
TOWN OF WHITE CASTLE, LOUISIANA**



## TOWN OF WHITE CASTLE, LOUISIANA

COMBINED STATEMENT OF REVENUES, EXPENSES AND CHANGES IN  
RETAINED EARNINGS - ALL PROPRIETARY FUND TYPES

For the year ended September 30, 1996 and 1995

	Total	
	(Minimums Only)	
	1996	1995
<b>OPERATING REVENUES</b>		
Charges for services	\$ 623,823	\$ 552,447
Fees	18,830	13,115
Other	2,932	3,938
Total operating revenues	645,585	570,500
<b>OPERATING EXPENSES</b>		
Gas	\$7,541	68,898
Depreciation	148,897	130,888
Field	128,413	200,582
Administration	147,758	179,458
Total operating expenses	433,009	579,826
Operating income	212,576	90,674
<b>NONOPERATING REVENUE (EXPENSE)</b>		
Interest income	24,887	17,868
Interest expense	(11,858)	(28,628)
Total nonoperating expenses	13,029	(10,760)
Income before operating transfers	199,547	79,914
<b>OPERATING TRANSFERS</b>		
Operating transfers in	(86,085)	(147,864)
Net loss	(66,538)	(167,950)
Depreciation transferred to contributed capital	47,681	28,118
Net decrease in retained earnings	(18,857)	(139,832)
<b>RETAINED EARNINGS</b>		
Beginning of year	911,280	1,128,581
End of year	\$ 892,423	\$ 988,749

Notes to Exhibit A-3 are an integral part of this statement

We noted certain matters involving the internal control structure and its operation that we consider to be a reportable condition under standards established by the American Institute of Certified Public Accountants. Reportable conditions involve matters coming to our attention

relating to significant deficiencies in the design or operation of the internal control structure that, in our judgment, could adversely affect the organization's ability to record, process, summarize, and report financial data consistent with the assertions of management in the general financial statements.

#### SEGREGATION OF DUTIES

**Observation:** There is not sufficient segregation of duties to have effective internal control. The findings result from the limited number of employees responsible for the accounting functions of the Town. These limitations allow an opportunity for meaningful segregation of duties.

**Recommendation:** No action recommended.

**Management response:** We concur with the findings.

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

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

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

*Frank & Whimbler, LLC*  
Certified Public Accountants

Baton Rouge, Louisiana  
December 16, 1996

## TOWN OF WHITE CASTLE, LOUISIANA

## NOTES TO FINANCIAL STATEMENTS

## NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

**Statement presentation**

The financial statements of the Town of White Castle, Louisiana (the Town) have been prepared in conformity with generally accepted accounting principles as applied to governmental units. The Governmental Accounting Standards Board (GASB) is the accepted standard setting body for establishing governmental accounting and financial reporting principles. The more significant accounting policies of the Town are described below.

**Reporting entity**

For financial reporting purposes, the Town includes all funds and account groups that are controlled by or dependent on the Town's executive or legislative branches (the Mayor or the Board of Aldermen, respectively). Control by or dependence on the Town is determined on the basis of budget adoption, taxing authority, outstanding debts incurred by revenues or general obligations of the Town, obligations of the Town to finance any deficits that may occur, or receipt of significant subsidies from the Town.

The following organization is not part of the Town and thus is excluded from the accompanying financial statements:

**White Castle Housing Authority**

White Castle Housing Authority's (the Authority) operating and capital expenditures, including debt service, are financed from federal grants and tenant rentals. The Town has no involvement in the determination of the Authority's budget, rental rates, or any obligation for the Authority's outstanding debt. Financial transactions between the Town and the Authority, reported in the accompanying financial statements, reflect contractual agreements between the parties for the provision of specific services by the Town for the Authority.

**Estimates**

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

**NOTE 4 - LONG-TERM DEBT (CONTINUED)****Bond restrictions****Sales Tax Bonds**

Under the terms of the indenture authorizing the issuance of Public Improvement Bonds - Series 1992, proceeds of the 2.37% sales and use tax, collected by the Parish of Iberville, are pledged and dedicated for the establishment and maintenance of the following bond funds:

1. A Public Improvement Bond - Series 1992 Sinking Fund is to be used for the payment of the principal and interest on outstanding bonds as they become due and payable. Monthly payments are to be equal to the sum of one-sixth of interest falling due on the next interest payment date and one-twelfth of principal falling due on the next principal payment date.
2. A Public Improvement Bond - Series 1992 Sales Tax Bond Reserve Fund is to be used solely for the purpose of paying principal and interest on bonds payable from the Bond Sinking Fund, as to which there would otherwise be default. Requirements for establishment of the Fund have been met and no further payments are to be made.

**Sewer Revenue Bonds**

In accordance with the indenture governing Sewerage Utility Fund Revenue Bonds, cash is periodically deposited into accounts administered by a trustee bank. These bonds are a direct liability of the Sewerage Enterprise Fund to be serviced by the earnings from the Fund. Deposits are made to these trust accounts in accordance with the requirements of each.

1. The Sewer System Revenue Fund requires all revenue derived from its operations to be deposited in a bank which is a member of the Federal Deposit Insurance Corporation as long as any of the bonds are outstanding. Required transfers are made on a monthly basis to designated trust accounts.
2. The Sewer Revenue Bond Fund requires monthly fund transfers from the sewer system revenue fund to provide payment of the next maturing interest and principal of the revenue bonds.
3. The Sewer Revenue Bond Fund requires monthly transfer of \$315 to the Sewer Revenue Bond Reserve Fund until the fund shall equal \$75,641. This fund is restricted to payment of principal and interest in case of default.
4. The Sewer Depreciation and Contingency Fund requires monthly transfers of \$325. The fund is restricted to payments for unusual or extraordinary maintenance, repairs, replacement, and extensions and improvements which will either enhance its existing producing capacity or provide improved service. It will also be used to pay principal and interest if there are not sufficient funds in the Sewer Revenue Bond Fund, or Sewer Revenue Bond Reserve Fund.

The Town of White Castle has complied with the above conditions.

**NOTE 6 - LONG-TERM DEBT (CONTINUED)**

**Debt service requirements to maturity**

The annual requirements to amortize debt outstanding at September 30, 1996, including interest payments of \$1,158,483, are as follows:

Year	Public Improvement Bonds	Senior Revenue Bonds	Total
1997	\$ 148,640	\$ 79,641	\$ 228,281
1998	147,995	79,641	227,636
1999	147,595	79,641	227,236
2000	147,780	79,641	227,421
2001	151,855	79,641	231,496
2002-2007	<u>912,518</u>	<u>1,231,818</u>	<u>2,144,336</u>
	<u>\$ 1,496,613</u>	<u>\$ 1,710,023</u>	<u>\$ 3,206,636</u>

Normally, debt issues are not retired prior to their maturity. For accounting purposes, interest coupons issued in connection with the sale of various bond issues become obligations/expenditures of the Town only with the passage of time, and they represent fixed and determinable obligations which must be retired from future revenues.

The following table indicates unamortized interest outstanding at September 30, 1996, and the amounts which can be presumed to be required in future years for retirement of both outstanding debt and interest which will become due and payable over the remaining life of the various debt issues:

	Amount to be provided for General Long- Term Debt	Unamortized Interest Coupons	Total
Public improvement bonds to be retired from proceeds of sales tax	\$ 988,796	\$ 471,613	\$ 1,460,409
Accumulated sick pay benefits to be retired from excess revenues	<u>24,687</u>	<u>-</u>	<u>24,687</u>
Totals	<u>\$ 1,013,483</u>	<u>\$ 471,613</u>	<u>\$ 1,485,096</u>

Interest expense for all debt as of September 30, 1996, was \$131,963.

**NOTE 4 - LONG-TERM DEBT**

**Debt outstanding**

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

	Beginning of Year	Additions	Retirements	End of Year
Public Improvement bonds	\$ 1,235,000	\$ -	\$ 70,000	\$ 1,165,000
Revenue bonds	1,046,984	-	20,833	1,026,151
Accumulated sick pay benefits	23,809	4,757	3,999	24,687
<b>Totals</b>	<b>\$ 2,325,893</b>	<b>\$ 4,757</b>	<b>\$ 92,832</b>	<b>\$ 2,237,818</b>

Long-term debt payable at September 30, 1996, is comprised of the following:

**General Long-Term Debt**

**Public Improvement Bonds**

\$1,440,800 Public Improvement Bonds secured by a pledge and dedication of the 2.75% sales and use tax levied and collected by the Parish of Iberville and allocated to the Town due in annual installments through March 1, 2007, interest varying from 5.99% - 9%.

\$ 1,165,000

**Enterprise Fund**

**Revenue Bonds**

\$1,077,560 Sewer Bonds secured by a pledge and dedication of sewer revenues due in monthly installments through May 23, 2009, interest at 5%.

1,026,151

**Accumulated Sick Pay Benefits**

24,687

Total long-term debt

\$ 2,237,818



**NOTE 3 - DUE FROM OTHER GOVERNMENTS**

Due from other governments at September 30, 1996, consists of the following:

Parish of Iberville, Louisiana - Sales Tax \$ 33,577

**NOTE 4 - AD VALOREM TAXES**

For the year ended September 30, 1996, taxes of 7.0 mills were levied on property with assessed valuations totaling \$2,859,468 and were dedicated as follows:

General purposes 7.0 mills

Total taxes levied were \$19,947.

**NOTE 5 - FIXED ASSETS**
**General fixed assets**

A summary of changes in general fixed assets for the year ended September 30, 1996, is as follows:

	Beginning of Year	Net Additions	End of Year
Land	\$ 214,166	\$ 38,180	\$ 252,346
Buildings and improvements	829,785	3,629	933,414
Improvements other than buildings	259,170	-	259,170
Equipment	718,235	36,485	754,720
<b>Totals</b>	<u>\$ 2,021,356</u>	<u>\$ 80,294</u>	<u>\$ 2,101,650</u>

**Proprietary fund fixed assets**

A summary of changes in proprietary fund fixed assets for the year ended September 30, 1996, is as follows:

	Beginning of Year	Net Additions	End of Year
Land	\$ 31,588	\$ 9,000	\$ 40,588
Distribution systems	4,117,573	81,000	4,198,573
Meters	99,673	4,308	103,981
Machinery and equipment	94,051	10,758	104,809
	4,342,890	<u>\$ 105,066</u>	4,447,956
Less accumulated depreciation	(1,315,281)		(1,456,125)
<b>Totals</b>	<u>\$ 3,027,609</u>		<u>\$ 2,991,831</u>

**NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**Budget policy and budgetary accounting (Continued)**

The financial transactions of the debt service fund are comparable to the budgeted revenues, expenditures and other financing sources (uses) adopted by the Board of Aldermen. Accordingly, individual budget comparisons are not presented in this financial report.

In connection with budget preparation, a portion of the unreserved fund balance of an individual fund may be designated for expenditures of the subsequent year. Such designation represents the extent to which the fund balance is used to balance the subsequent year's operating budget of that fund, as reflected in the legally adopted budget.

**Comparative total data**

Comparative data for the prior year have been presented in certain accompanying financial statements to provide an understanding of changes in the Town's financial position and operations.

**Total columns on combined statements**

Total columns 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, 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.

**Statement of cash flows**

For purposes of the statement of cash flows, liquid investments of the enterprise funds, excluding restricted assets, with a maturity of three months or less are considered to be cash equivalents.

**NOTE 2 - CASH AND INVESTMENTS**

The Town may invest in United States bonds, treasury notes, or certificates of deposit of state banks organized under the laws of Louisiana and national banks having their principal office in the State of Louisiana or other qualifying federally insured investments.

At year end, the Town's cash and related investment balances, including restricted cash, totaled \$1,519,212 and the related bank balances were \$2,272,000. The bank balances at year end were secured by federal depository insurance of \$200,000 and by collateral held by member banks in the Town's name.

The collateral pledged at September 30, 1995, was in the form of statutory approved investments as follows:

	Value	
	Fair	Market
U.S. Agency	\$ 2,508,000	\$ 2,487,000

**NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**Compensated absences**

All full-time employees of the Town are entitled to annual vacation and sick leave with pay. Vacation leave entitlement does not carry over from one year to another. Employees are able to accrue unused sick leave without limitation; however, the Town is only liable to pay to an employee who was employed by the Town prior to January 1, 1982, any unused sick leave not to exceed 95(4) days. Vacation and sick leave payments are included in expenditures for governmental fund types when the payments are made to employees; the estimated commitment for compensated absences for governmental funds is reported in the general long-term debt account group.

The Town's policy is to present on an accrual basis in its proprietary funds the amount of earned but unused sick leave estimated to be payable upon retirement.

**Reserves and Designations of Equity**

Some portions of fund balance and/or retained earnings are reserved to indicate that a portion of equity is legally restricted to a specific future use and is not available for appropriation or expenditure.

Designated portions of fund balance and/or retained earnings indicate tentative future spending plans, which may be changed and are subject to subsequent authorization before expenditures can be made. The Town has made the following reserves and designations of equity: (a) "Reserved for debt service" is that portion of fund balance which will be used for the payment of general long-term debt principal and interest, (b) "Designated for subsequent years' expenditures" is that portion of fund balance which has been earmarked to make up the following years' budgets, and (c) reserved retained earnings made for future property, repairs and replacements.

**Transfers**

Advances between funds which are not expected to be repaid are accounted for as transfers. In those cases where repayment is expected, the advances are accounted for through the various interfund accounts.

**Budget policy and budgetary accounting**

A proposed budget is prepared and submitted to the Mayor and Board of Aldermen prior to the beginning of each fiscal year. A budget summary and notice of a public hearing is published with the public hearing being conducted prior to the commencement of the budget year.

The annual operating budget, prepared on the modified accrual basis, covers all governmental activities anticipated by the Town. At the end of the fiscal year, unexpended appropriations automatically lapse. Budget amendments are approved by the Board of Aldermen and are included in the financial statements.

**NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**Inventories**

Inventories are stated at cost which approximates market value, using the first-in, first-out method.

**Accounts receivable**

Uncollectible amounts due for ad valorem taxes and other receivables are recognized as bad debts through the use of an allowance account or are directly charged off as the time information becomes available which indicates that the particular receivable is not collectible.

**Restricted cash**

Restricted cash on the balance sheet of the enterprise funds represents (1) amounts which have been designated to meet unexpected contingencies for property repairs and replacements, (2) funds held for customer deposits and (3) funds held for retirement of sewer revenue bonds.

**General fixed assets**

General fixed assets are not capitalized in the funds used to acquire or construct them. Instead, capital acquisitions and construction are reflected as expenditures in governmental funds, and the related assets are reported in the general fixed assets account group. Property acquired through donations is recorded at its estimated fair value.

The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend asset lives are expensed. Improvements are capitalized.

Public domain ("infrastructure") general fixed assets consisting of roads, bridges, curbs and gutters, streets and sidewalks, drainage systems and lighting systems are not capitalized, as these assets are immovable and of value only to the government.

Depreciation has not been provided on general fixed assets, nor has interest been capitalized.

**Property, plant, equipment and depreciation - proprietary funds**

Property, plant and equipment used by the proprietary funds are stated at cost. Interest costs incurred during construction periods are capitalized. Depreciation has been provided over the estimated useful lives of the assets using the straight-line method. The estimated useful lives are as follows:

Distribution systems	10 - 50 years
Motors	3 - 20 years
Machinery and equipment	3 - 10 years

**TOWN OF WHITE CASTLE, LOUISIANA**  
**SCHEDULE OF FEDERAL FINANCIAL ASSISTANCE**

For the year ended September 30, 1986

Grantee/State Pass-through/ Program name/ Location of Project	CFDA Number	Award Amount	(Deferred) Revenue Balance at October 1	Federal Receipts	Expenditures	(Deferred) Award Revenue Balance at September 30
Other Federal Awards						
U. S. Department of Agricultural/ Farmers Home Administration/ Waste Disposal System for Rural Communities - Grant	10-418	\$ 1,078,908	\$ 180,846	\$ 183,300	\$ 5,913	\$ (1,341)
U. S. Department of Housing and Urban Development/ Section 8 Housing Assistance	•	\$ 55,785	-	\$ 55,199	2,489	(52,703)
Total federal assistance		\$ 1,134,693	\$ 180,846	\$ 238,499	\$ 8,402	\$ (54,942)

**NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)****Fund accounting**

The Town uses funds and account groups to report on its financial position and the results of its operations. Fund accounting is designed to demonstrate legal compliance and to aid financial management by segregating transactions related to certain government functions or activities.

A fund is a separate accounting entity with a self-balancing set of accounts. An account group, on the other hand, is a financial reporting device designed to provide accountability for certain assets and liabilities that are not recorded in the funds because they do not directly affect net expendable available financial resources.

Funds of the Town are classified into two categories - governmental and proprietary. Each category, in turn, is divided into separate "fund types."

Governmental funds are used to account for all or most of a government's general activities, including the collection and disbursement of unmarked monies (special revenue funds), the acquisition or construction of general fixed assets (capital projects funds), and the servicing of general long-term debt (debt service funds). The general fund is used to account for all activities of the general government not accounted for in some other fund.

Proprietary funds are used to account for activities similar to those found in the private sector, where the determination of net income is necessary or useful to sound financial administration. Goods or services from such activities can be provided either to outside parties (enterprise funds) or to other departments or agencies primarily within the government (internal service funds).

The Town has account groups to provide accountability for the Town's fixed assets and general long-term debt.

**Basis of accounting**

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

Governmental funds are maintained on the modified accrual basis of accounting. Revenues are recognized in the accounting period in which they become available (collectible within the current period) and measurable (amount can be determined). Expenditures are recognized in the accounting period in which the liability is incurred, if measurable, except for unamortized interest on general long-term debt which is recognized when due.

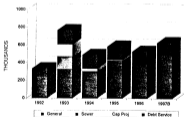
## SUPPLEMENTARY FINANCIAL INFORMATION

The accompanying pages are for use in comparing the results of 1996 operations and 1997 budget amounts to those of prior years. The significance of the information is the long-term trends associated with the statistics.

**SALES TAX REVENUES**  
TOWN OF WHITE CASTLE, LOUISIANA



**SALES TAX TRANSFERS OUT**  
TOWN OF WHITE CASTLE, LOUISIANA





TRANSFERS TO GENERAL FUND  
TOWN OF WHITE CASTLE, LOUISIANA



GENERAL FUND INFLOWS & OUTFLOWS  
TOWN OF WHITE CASTLE, LOUISIANA



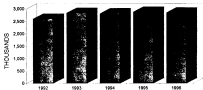
**GENERAL FUND REVENUES**  
TOWN OF WHITE CASTLE, LOUISIANA



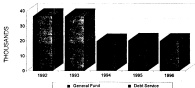
**GENERAL FUND EXPENDITURES**  
TOWN OF WHITE CASTLE, LOUISIANA



**TAXABLE ASSESSED VALUE OF PROPERTY  
TOWN OF WHITE CASTLE, LOUISIANA**



**PROPERTY TAXES - TAXES ASSESSED  
TOWN OF WHITE CASTLE, LOUISIANA**



# TOWN OF WHITE CASTLE, LOUISIANA

## FUND EQUITY

\$170,208

\$673,923



\$2,301,780

\$2,427,181

\$106,226

SEPTEMBER 30, 1996

\$141,281

\$648,549



\$2,337,856

\$104,025

SEPTEMBER 30, 1995

- ENTERPRISE
- DEBT SERVICE
- GENERAL
- GEN FUNDED ASSETS
- SPECIAL REVENUE

TOTAL FUND EQUITY = \$ 5,969,284

TOTAL FUND EQUITY = \$ 5,543,294

# TOWN OF WHITE CASTLE, LOUISIANA

## LIABILITIES AND FUND EQUITY



SEPTEMBER 30, 1996



SEPTEMBER 30, 1995

LIABILITIES
  SEWER REV BONDS
  GEN LT DEBT
  FUND EQUITY

TOTAL LIABILITIES = \$ 2,605,194  
 TOTAL FUND EQUITY = \$ 968,284

TOTAL LIABILITIES = \$ 2,719,872  
 TOTAL FUND EQUITY = \$ 5,543,295

# TOWN OF WHITE CASTLE, LOUISIANA

## CASH AND INVESTMENTS



SEPTEMBER 30, 1996



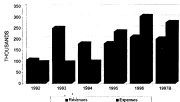
SEPTEMBER 30, 1995

■ GENERAL   ■ SPECIAL REVENUE   ■ ENTERPRISE   ■ DEBT SERVICE

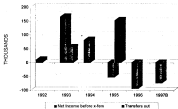
TOTAL CASH & INVESTMENTS = \$ 1,812,058

TOTAL CASH & INVESTMENTS = \$ 1,327,879

**SEWER FUND REVENUES & EXPENSES  
TOWN OF WHITE CASTLE, LOUISIANA**



**SEWER FUND NET INCOME & TRANSFERS OUT  
TOWN OF WHITE CASTLE, LOUISIANA**



**NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**Basis of accounting**

The modified accrual basis of accounting as applied to the major sources of revenue is as follows:

Ad valorem taxes and the related state revenue sharing (which is based on population and households in the Town) are recorded in the year the taxes are assessed. Ad valorem taxes are assessed on a calendar year basis, become due on November 15th of each year, and become delinquent after December 31st. The taxes are generally collected in December of the current year and January and February of the following year.

State aid and grants are recorded as revenue when the Town is entitled to the funds, generally corresponding to when grant related costs are incurred by the Town.

Sales taxes are recognized when collected by the intermediary collecting government.

Interest income on investments is recorded when investments mature and income is received. No accrual is made at year end.

Proprietary funds are maintained on the accrual basis of accounting. Revenues are recognized in the accounting period in which they are earned and expenses are recognized when they are incurred. Revenues for utility services are accrued through year end.

**Cash and cash equivalents**

A consolidated bank account has been established into which most monies are deposited and from which most disbursements are made. In addition, investment purchases are charged and maturities are deposited to the consolidated bank account. The purpose of this consolidation of bank accounts is to provide administrative efficiency and to maximize investment earnings. The account entitled "Cash and cash equivalents" is therefore composed of a fund's pro rata share of the cash balance in the consolidated cash account as well as its pro rata share of cash certificates of deposit with maturities of three months or less. Each fund shares pro rata the investment earnings according to its average cash balance.

In addition, separate accounts have been established for certain debt service funds as required by bond resolution and compliance laws. The Town also has an interest account for disbursements of payroll.

**Investments**

Investments, which are time certificates of deposit with maturities in excess of three months, are stated at cost, which is market value.



## TOWN OF WHITE CASTLE, LOUISIANA

COMBINING BALANCE SHEET  
SPECIAL REVENUE FUND

For the year ended September 30, 1998

	Sales Tax Fund	Section 8	Total	
			1998	1999
<b>ASSETS</b>				
Cash and cash equivalents	\$ 137,822	\$ 53,212	\$ 190,834	\$ 364,973
Investments, at cost	482,724	-	482,724	218,080
Due from other governments	53,573	-	53,573	53,576
Total assets	\$ 674,119	\$ 53,212	\$ 927,332	\$ 636,629
<b>LIABILITIES</b>				
Deferred revenue	\$ -	\$ 53,212	\$ 53,212	\$ -
<b>FUND BALANCE</b>				
Undesignated	674,119	-	674,119	636,629
Total liabilities and fund balance	\$ 674,119	\$ 53,212	\$ 927,332	\$ 636,629

Notes on Exhibit A-6 are an integral part of this statement.

TOWN OF WHITE CASTLE, LOUISIANA

COMBINING BALANCE SHEET  
ENTERPRISE FUNDS

September 30, 1998

	Gas	Waterworks	Sewerage	Total
	Fundraising	Utility Fund	Utility Fund	1998
				1997
\$	66,843.9	95,793.9	49,793.9	447,933.9
	111,894	111,271	194,884	447,273
	18,208	12,147	15,241	41,593
	1,892	3,581	-	180,946
				5,892
	198,219	266,679	279,948	644,829
	18,216	49,623	19,599	97,194
	19,011	265,292	2,482,928	2,847,273
\$	214,826	316,594	2,862,421	3,396,298

ASSETS

CURRENT ASSETS

- Cash and cash equivalents
- Inventories, at cost
- Accounts receivable, net
- Due from other governmental
- Investments, at cost

Total current assets

RESTRICTED ASSETS - CASH

FIXED ASSETS, net

Total assets

## **PROPRIETARY (ENTERPRISE) FUNDS**

Proprietary (Enterprise) Funds are used to account for operations that are similar to private business enterprises. The intent is that the costs of providing services to the general public on a continuing basis be financed through user charges.

## TOWN OF WHITE CASTLE, LOUISIANA

COMBINING STATEMENT OF REVENUE, EXPENDITURES AND  
CHANGES IN FUND BALANCES  
DEBT SERVICE FUNDS

For the year ended September 30, 1998

	Public Improvement Bonds		Total	
	Sales Tax Bonds			
	1992 Ranking Fund	1991 Reserve Fund	1998	1998
<b>REVENUES</b>				
Other				
Interest	\$ -	\$ 8,085	\$ 8,085	\$ 8,085
Total revenue	-	8,085	8,085	8,085
<b>EXPENDITURES</b>				
Debt service				
Principal retirement	78,000	-	78,000	80,000
Interest and fiscal charges	81,129	-	81,129	88,614
Total expenditures	159,129	-	159,129	151,614
Excess (deficiency) of revenues over expenditures	(159,129)	8,085	(149,200)	(149,150)
<b>OTHER FINANCING SOURCES (USES)</b>				
Operating transfers in	152,687	-	152,687	157,577
Operating transfers out	-	(8,085)	(8,085)	(8,084)
Total other financing sources (uses)	152,687	(8,085)	144,602	149,493
Excess (deficiency) of revenues over expenditures and other sources (uses)	1,208	-	1,208	5,963
<b>FUND BALANCE</b>				
Beginning of year	80,886	189,000	269,886	308,887
End of year	\$ 82,094	\$ 189,000	\$ 269,794	\$ 291,886

Notes on Exhibit A-6 are an integral part of this statement.

TOWN OF WHITE CASTLE, LOUISIANA

COMBINED STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - ALL GOVERNMENTAL FUND TYPES

For the year ended September 30, 1996

REVENUE IS	Budget	Special Revenues	Sales Taxes	Capital Projects	Transfers	
					From Other Funds	From State/Federal
Total	\$ 41,200	\$ -	\$ -	\$ -	\$ 4,296	\$ 4,296
Interest and dividends	77,048	-	-	-	14,965	14,965
Intergovernmental	61,811	19,193	-	-	60,487	60,487
Income	21,908	-	-	-	11,058	11,058
Other	8,097	20,688	4,000	-	14,281	4,722
Total revenues	277,654	99,141	4,000	-	1,081,961	862,718
EXPENDITURE IS						
Administrative	274,079	-	-	-	20,478	214,628
Public works	17,114	-	-	-	271,775	271,775
Police	148,048	-	-	-	10,408	10,408
Public and community	7,239	1,794	-	-	14,965	14,965
Capital projects	-	-	-	79	79	6,110
Miscellaneous	-	-	10,128	-	11,178	11,178
Total expenditures	446,470	17,792	10,128	79	864,113	911,113
Transfers (deduction of non-revenue expenditures)	(88,816)	(21,096)	(10,619)	(25)	(77,474)	(80,944)
Change in fund balance - beginning of year	87,160	(28,020)	(6,281)	-	60,418	60,418
Change in fund balance - ending of year	87,160	(28,020)	(6,281)	-	60,418	60,418
Total revenues and other resources	21,907	27,174	1,000	(25)	(20,489)	20,489
FUND BALANCE	148,285	60,146	19,140	(25)	60,114	70,811
Beginning of year	(200,147)	(77,822)	(25,204)	-	1,140,642	897,724
End of year	-	-	-	-	-	-

Notes to Exhibit A-2 are an integral part of this statement.

## **DEBT SERVICE FUNDS**

*Debt Service Funds are used to account for  
the accumulation of resources for,  
and the payment of,  
general long-term debt principal and interest.*

**TOWN OF WHITE CASTLE, LOUISIANA**  
**SCHEDULE OF SUPPLEMENTARY INFORMATION**

September 30, 1996  
 (Without Audit)

Records maintained by the Town of White Castle indicated there were 744 resident and 80 non-resident customers serviced by the Sewer Utility Fund at September 30, 1996.

At September 30, 1996, the aging of accounts receivable for the Enterprise Funds were as follows:

Current	\$ 44,775
31-60 days	800
Over 60 days	<u>200</u>
	<u>\$ 45,775</u>

During the fiscal year ended September 30, 1996, the Town processed 151,758 gallons of sludge through the sewer treatment system.

## TOWN OF WHITE CASTLE, LOUISIANA

STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN  
FUND BALANCE - BUDGET (GAAP BASIS) AND ACTUAL  
LOUISIANA HOUSING FINANCE

For the year ended September 30, 1996

	1996		Variance - favorability (unfavorable)	1995 Actual
	Budget	Actual		
<b>REVENUES</b>				
Intergovernmental				
State grant	\$ 20,362	\$ 20,362	\$ -	\$ 35,242
Total revenues	20,362	20,362	-	35,242
<b>EXPENDITURES</b>				
Public health				
Construction	28,152	28,152	-	39,242
Administrative fee	918	918	-	-
Total expenditures	29,070	29,070	-	39,242
Excess (deficiency) of revenues over expenditures	\$ -	\$ -	\$ -	\$ -

Notes on Exhibit A-6 are an integral part of this statement.



**LIABILITIES**

**CURRENT**

Accounts payable  
 Current payables  
 Payroll and related payables  
 Due to other funds  
 Current portion of long-term debt

Total current liabilities

Payable from restricted assets  
 Contingent deposits

Long-term debt

Total liabilities

**CAPITAL**

**CONTRIBUTIONS**

From municipality  
 From Riverside Parks  
 From Hydro-Electric

**RETAINED EARNINGS**

Reserve - debt retirement  
 Reserve - property, repairs and replacement  
 Unreserved  
 Designated - subsequent year expenses

Total capital

Total liabilities and capital

	Gas	Waterworks	Sewerage	Total
	Utility Fund	Utility Fund	Utility Fund	1998
\$	26,628 \$	3,195 \$	55,262 \$	85,085 \$
	-	-	29,078	186,646
	11,298	2,864	mm	33,164
	8,980	27,138	50,817	86,947
	-	-	29,052	29,052
	46,906	33,448	134,200	214,554
	28,316	24,176	-	52,492
	-	-	998,000	998,000
	89,182	57,624	1,170,200	1,256,112
	-	158,719	-	158,719
	-	-	1,154,063	1,154,063
	-	116,269	-	116,269
	-	-	9,287	9,287
	-	25,247	9,299	34,796
	215,465	166,984	441,287	823,746
	-	-	15,339	15,339
	215,465	431,211	1,191,896	2,437,312
	314,632	415,261	2,865,211	3,595,104

Notes on Exhibit A-6 are an integral part of this statement.

## TOWN OF WHITE CASTLE, LOUISIANA

COMBINING STATEMENT OF REVENUES, EXPENDITURES  
AND CHANGES IN FUND BALANCES  
SPECIAL REVENUE FUNDS

For the year ended September 30, 1996

	Sales Tax Fund	Self Financing		Total	
		Fund	Source 1	1995	1996
<b>REVENUES</b>					
Intergovernmental					
Beverly Parish sales tax	\$ 726,711	\$ -	\$ -	\$ 726,711	\$ 862,040
State grants	-	21,262	-	21,262	58,719
F.D.C. receipts	-	-	1,978	1,978	-
Other					
Interest	29,881	-	311	29,881	31,600
Total revenues	756,592	21,262	2,089	780,141	952,359
<b>EXPENDITURES</b>					
Street and sanitation					
Public health	-	21,262	-	21,262	69,243
Plant and utility maintenance					
Administration	-	-	1,489	1,489	-
Total expenditures	-	21,262	1,489	23,751	69,243
Excess (shortage) of revenues over expenditures	756,592	-	-	757,490	883,116
<b>OTHER FINANCING SOURCES (USES)</b>					
Operating transfers in					
Operating transfers out	(100,504)	-	-	(100,504)	(100,504)
Total other financing sources (uses)	(100,504)	-	-	(100,504)	(100,504)
Excess of revenues over expenditures and other sources (uses)					
	656,088	-	-	656,986	782,612
<b>FUND BALANCE</b>					
Beginning of year	84,140	-	-	84,140	471,445
End of year	\$ 442,128	\$ -	\$ -	\$ 442,128	\$ 954,057

Notes on Exhibit A-6 are an integral part of this statement.

## TOWN OF WHITE CASTLE, LOUISIANA

COMBINING BALANCE SHEET  
DEBT SERVICE FUNDS

September 30, 1995

	Public Improvement Bonds		Total	
	Sales Tax Bonds			
	1992 Sinking Fund	1991 Reserve Fund	1995	1994
<b>ASSETS</b>				
Cash and cash equivalents	\$ 52,204	\$ -	\$ 52,204	\$ 58,846
Investments, at cost	-	144,000	144,000	144,000
Total assets	\$ 52,204	\$ 144,000	\$ 196,204	\$ 194,846
<b>FUND BALANCE</b>				
Reserved - debt service	\$ 52,204	\$ 144,000	\$ 196,204	\$ 194,846

Notes on Exhibit D-6 are an integral part of this statement.

## **SPECIAL REVENUE FUNDS**

*Special Revenue Funds are used to account  
for specific revenues  
that are legally restricted to  
expenditure for specified purposes.*

## TOWN OF WHITE CASTLE, LOUISIANA

STATEMENT OF DEPARTMENTAL EXPENDITURES  
BUDGET (GAAP BASIS) AND ACTUAL - GENERAL FUND

For the year ended September 30, 1995

	1995		Variance - Favorable (unfavorable)	1995 Actual
	Budget	Actual		
<b>STREETS AND SANITATION</b>				
Salaries	\$ 28,700	\$ 28,677	\$ 23	\$ 28,713
Pay roll taxes	4,471	3,679	11,021	3,076
Municipal retirement	2,500	358	11,852	1,026
Maintenance - equipment	600	19	581	309
Maintenance - electric	2,500	8,026	656	26,788
Maintenance - vehicle	500	671	-	321
Utilities	14,400	23,844	644	26,134
Vehicle fuel	2,100	2,020	100	2,071
Engineering	6,000	9,886	786	1,057
Supplies	74	71	23	117
Drainage repairs	2,000	2,470	471	21,800
Subways repairs	3,000	1,045	133	-
Chemicals	400	31	779	1,457
Other	1,000	97	1,111	2,001
Total streets and sanitation	\$41,114	\$101,000	\$1,227	\$242,532
<b>PUBLIC HEALTH</b>	10,200	2,018	10,882	25,244
<b>PORT SERVICE</b>				26,000
Principal retirement	-	-	-	3,244
Interest and fiscal charges	-	-	-	64,111
Total port service	-	-	-	67,355
Total expenditures	\$ 61,500	\$ 103,018	\$ 1,000	\$ 314,131

Notes on Exhibits A-4 are an integral part of this statement.

## TOWN OF WHITE CASTLE, LOUISIANA

STATEMENT OF DEPARTMENTAL EXPENDITURES  
BUDGET (GAAP BASIS) AND ACTUAL - GENERAL FUND

For the year ended September 30, 1996

	1996			1995 Actual
	Budget	Actual	Variance - Budget (Actual)	
<b>GENERAL GOVERNMENT</b>				
Salaries	\$ 24,887	\$ 24,833	5,548	20,669
Payroll taxes	3,650	4,420	770	3,432
Municipal retirement	950	284	(666)	1,036
Employer's insurance	\$2,500	57,814	5,514	27,993
Insurance	80,000	48,787	(31,213)	43,888
Accounting	20,000	20,728	728	11,688
Legal	22,000	21,270	(730)	25,798
General fund assets	27,000	21,888	4,888	6,739
Election				333
Maintenance - building	11,000	11,378	378	7,931
Printing	3,000	4,800	1,800	4,322
Office supplies	1,700	1,784	84	1,154
Fees and subscriptions	2,700	2,477	(223)	2,454
Contract	1,000	4,687	3,687	2,242
Telephone	3,800	4,488	688	2,800
Travel	9,000	8,788	(212)	11,128
Printing	500	763	263	330
Construction Aging	4,400	4,283	(117)	3,622
Communications	1,500	1,588	88	1,322
Other	11,000	9,888	(1,112)	9,711
Total general government	326,185	282,428	(43,757)	278,628
<b>PUBLIC SAFETY</b>				
Police				
Salaries	188,210	189,038	828	176,483
Payroll taxes	18,000	20,838	2,838	13,970
Municipal retirement	4,910	8,832	3,922	2,884
General fund assets	3,400	3,463	63	204
Maintenance - vehicle	7,800	9,881	2,081	11,128
Field supplies	1,000	8,978	7,978	10,812
Clothing	2,000	2,743	743	1,687
Printing	1,000	1,386	386	871
Jail Inmate	1,000	2,611	1,611	4,380
Vehicle fuel	4,400	4,713	313	6,488
Other	4,400	6,117	1,717	6,286
Total Police	248,780	288,644	39,864	171,345
Volunteer fire				
Other	40,000	7,449	(32,551)	1,111
Total public safety	\$ 288,780	\$ 296,093	\$ 7,313	\$ 172,456

Notes on Exhibit A-B are an integral part of this statement.

## TOWN OF WHITE CASTLE, LOUISIANA

STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN  
FUND BALANCE - BUDGET (GAAP BASIS) AND ACTUAL  
GENERAL FUND

For the year ended September 30, 1996

	1996			1995 Actual
	Budget	Actual	Variance - favorable (unfavorable)	
<b>EXPENDITURES</b>				
General government	\$ 296,283	\$ 287,478	\$ (11,193)	\$ 218,628
Public safety	280,788	257,190	23,587	234,273
Streets and sanitation	142,213	140,488	1,727	154,522
Public health	18,780	3,218	15,482	18,348
Debt service	-	-	-	63,421
Total expenditures	<u>697,983</u>	<u>678,371</u>	<u>21,683</u>	<u>708,189</u>
Excess (deficiency) of revenues over expenditures	1471,900	1442,971	28,967	(496,753)
<b>OTHER FINANCING SOURCES (USES)</b>				
Operating transfers in	<u>471,900</u>	<u>471,900</u>	<u>-</u>	<u>321,268</u>
Excess of revenues over expenditures and other sources (uses)	<u>\$ _____</u>	<u>28,967</u>	<u>\$ 28,967</u>	<u>28,447</u>
<b>FUND BALANCE</b>				
Beginning of year		<u>141,288</u>		<u>133,833</u>
End of year		<u>\$ 170,255</u>		<u>\$ 141,288</u>

Notes on Exhibit A-6 are an integral part of this statement.

## TOWN OF WHITE CASTLE, LOUISIANA

STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN  
FUND BALANCE - BUDGET (GAAP BASIS) AND ACTUAL  
GENERAL FUND

For the year ended September 30, 1996

	1996		Variance - Favorable (unfavorable)	1995 Actual
	Budget	Actual		
<b>REVENUES</b>				
<b>Taxes</b>				
Ad valorem	\$ 18,932	\$ 18,947	\$ 15	\$ 20,277
Public utility franchise	21,247	21,247	-	19,479
Cable T.V. franchise	3,800	4,001	1,811	3,635
License and permits	56,408	53,940	(2,468)	61,520
<b>Intergovernmental</b>				
Tobacco	10,898	10,898	-	11,609
Recreation	27,508	27,508	-	-
Beer	5,549	7,253	1,484	5,391
Video poker	17,027	17,425	-	15,097
Fire insurance	5,423	5,423	-	5,568
Local housing authority	13,548	13,548	-	14,187
Fines	18,900	27,908	9,008	18,362
<b>Other</b>				
Lease and royalty	4,815	4,815	-	4,356
Interest	190	-	(750)	890
Miscellaneous	12,257	13,483	208	12,432
<b>Total revenues</b>	<b>\$ 126,093</b>	<b>\$ 227,424</b>	<b>\$ 1,354</b>	<b>\$ 213,437</b>

Notes on Exhibit A-6 are an integral part of this statement.



## TOWN OF WHITE CASTLE, LOUISIANA

BALANCE SHEETS  
GENERAL FUND

September 30, 1996 and 1995

	<u>1996</u>	<u>1995</u>
<b>ASSETS</b>		
Cash and cash equivalents	\$ 107,468	\$ 904,475
Due from other funds	98,947	67,771
Total assets	<u>\$ 206,415</u>	<u>\$ 972,246</u>
<b>LIABILITIES</b>		
Accounts payable	\$ 25,814	\$ 22,188
Payroll and related payables	12,364	8,778
Total liabilities	<u>37,178</u>	<u>30,966</u>
<b>FUND BALANCE</b>		
Designated - subsequent year's expenditures	8,797	-
Undesignated	161,440	141,289
Total fund balance	<u>170,237</u>	<u>141,289</u>
Total liabilities and fund balance	<u>\$ 207,415</u>	<u>\$ 172,246</u>

Notes on Exhibits A-5 are an integral part of this statement.

## GENERAL FUND

The General Fund is used to account for all financial resources except those required to be accounted for in another fund.

**NOTE 9 - RETIREMENT PLANS (CONTINUED)**

Qualifying Town employees are members in the Municipal Employees' Retirement System of the State of Louisiana and contribute 5.0% of their wages through payroll withholdings. The Town contributed an additional 3.75% of the employees' wages for the three quarters ended June 30, 1995, and 3.25% of the employees' wages for the quarter ended September 30, 1996. Total expenditures were \$8,601 for the fiscal year.

Qualifying policemen of the Town are members of the Police Retirement System of the State of Louisiana and contributed 7.5% of their annual wages through payroll withholdings. The Town contributed an additional 9% of the employees' wages. The Town's contribution to the plan totaled \$3,816 based on \$39,914 of eligible wages for the year ended September 30, 1996. The amounts are paid to the Retirement System which is responsible for administering the plan and distributing benefits.

**NOTE 10 - INTERFUND RECEIVABLE AND PAYABLE BALANCES**

Interfund balances at September 30, 1996, were as follows:

	<u>Interfund</u>	
	<u>Receivable</u>	<u>Payable</u>
<b>General Fund</b>		
Gas Utility Fund	\$ 18,942	\$ -
Waterworks Utility Fund	27,188	-
Sewerage Utility Fund	53,817	-
<b>Enterprise Funds</b>		
Gas Utility Fund		
General Fund	-	18,942
Waterworks Utility Fund		
General Fund	-	27,188
Sewerage Utility Fund		
General Fund	-	53,817
	<u>\$ 99,947</u>	<u>\$ 99,947</u>

**NOTE 11 - COMPENSATION TO GOVERNING BODY**

The Town compensated its Mayor and members of the Board of Aldermen as follows:

Mayor	
Marcia Brown	\$ 1,040
Board of Aldermen	
Barbara O'Beir	1,787
John Desobles	1,787
Steve Dolson	1,787
Harold Schrempfer	1,787
Ernest Allen	1,787
	<u>\$ 13,925</u>

## TOWN OF WHITE CASTLE, LOUISIANA

STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN  
FUND BALANCE - BUDGET (GAAP BASIS) AND ACTUAL  
SALES TAX FUND

For the year ended September 30, 1998

	1998		Variance - Favorable (unfavorable)	1997 Actual
	Budget	Actual		
<b>REVENUES</b>				
Intergovernmental				
Burrville Parish sales tax	\$ 764,518	\$ 528,703	\$ 235,815	\$ 586,880
Other				
Interest	20,000	28,187	8,187	21,600
Total revenues	<u>784,518</u>	<u>556,890</u>	<u>227,628</u>	<u>608,480</u>
<b>OTHER FINANCING SOURCES (USES)</b>				
Operating transfers in	-	-	-	353,643
Operating transfers out	(530,518)	(530,526)	4	(286,289)
Total other financing sources (uses)	<u>(530,518)</u>	<u>(530,526)</u>	<u>4</u>	<u>(432,646)</u>
Excess of revenues over expenditures, and other sources (uses)	<u>\$ 184,828</u>	<u>227,374</u>	<u>\$ 33,254</u>	<u>174,904</u>
<b>FUND BALANCE:</b>				
Beginning of year		<u>646,548</u>		<u>471,603</u>
End of year		<u>\$ 871,822</u>		<u>\$ 646,507</u>

Notes to Exhibit A-6 are an integral part of this statement.

Account Groups			Totals	
General			(Manufacturing Plant)	
Cost of Fixed Assets	Accum. Depn. Allow.		1996	1997
\$	\$	\$	\$ 68,874	\$ 88,879
-	-	-	1,293,999	844,000
-	-	-	43,778	41,343
-	-	-	83,877	233,622
-	-	-	90,047	47,771
-	-	-	107,194	94,904
-	-	-	4,288	5,890
2,381,740	-	-	1,594,769	2,221,406
-	-	-	2,044,270	2,467,662
-	196,264	-	196,264	196,846
-	-	1,803,482	1,803,482	1,884,852
\$	\$	\$	\$ 8,738,477	\$ 8,268,348
\$	\$	\$	\$ 74,788	\$ 41,134
-	-	-	98,006	88,044
-	-	-	21,324	22,807
-	-	-	90,047	47,771
-	-	-	42,492	59,008
-	-	-	35,212	-
-	-	-	26,880	29,800
-	-	1,299,687	2,290,787	2,580,648
-	-	1,299,687	2,449,452	2,707,652
-	-	-	196,730	196,730
-	-	-	1,334,993	1,140,435
-	-	-	18,900	18,900
2,381,740	-	-	1,564,740	2,221,666
-	-	-	8,487	5,287
-	-	-	35,116	38,716
-	-	-	35,348	-
-	-	-	826,846	1,098,404
-	-	-	196,264	194,846
-	-	-	8,781	-
-	-	1,803,762	1,803,762	1,818,679
2,381,740	-	1,803,762	4,442,584	4,141,745
\$	\$	\$	\$ 8,738,477	\$ 8,268,348

## TOWN OF WHITE CASTLE, LOUISIANA

## BONDED DEBT

Public Improvement Bonds, Series 1992, Dated March 1, 1992

Interest payable March 1st and September 1st of each year

September 30, 1996

Maturity	Interest Rate	Yearly Payments		
		Principal	Interest	Total
1997	9%	\$ 75,000	\$ 73,640	\$ 148,640
1998	5.9%	80,000	67,905	147,905
1999	4%	85,000	62,995	147,995
2000	6.1%	90,000	57,708	147,708
2001	6.2%	100,000	51,823	151,823
2002	6.3%	105,000	45,447	150,447
2003	6.4%	110,000	38,620	148,620
2004	6.5%	120,000	31,380	151,380
2005	6.5%	130,000	23,075	153,075
2006	6.5%	140,000	14,380	154,380
2007	6.5%	150,000	4,875	154,875
Total		<u>\$ 1,185,000</u>	<u>\$ 473,813</u>	<u>\$ 1,658,813</u>

Original issue dated March 1, 1992, for \$1,440,000. Paying agent, First National Bank of Commerce in New Orleans, Louisiana.

This obligation was incurred for the purpose of constructing, acquiring and/or improving streets, street lighting and sidewalks, and a municipal police and jail building.

The bonds are secured by an irrevocable pledge and dedication of the Town's allocation of the avails of proceeds of the special tax - three of one percent (3/10%) sales and use tax levied and collected by the Parish of Iberville, State of Louisiana.

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**TOWN OF WHITE CASTLE, LOUISIANA**  
**FINANCIAL REPORT**

September 30, 1996

For the purpose of this report, this report is prepared. A report of the financial condition of the town of White Castle, Louisiana, for the year ending September 30, 1996, is hereby presented. The report is prepared for the purpose of providing information to the public and the Board of Commissioners of the town of White Castle, Louisiana, and is not intended to be used for any other purpose.

Witness My Hand and Seal of Office  
this 1st day of October, 1996.

*[Signature]*

## TOWN OF WHITE CASTLE, LOUISIANA

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

## SECTION 8

For the year ended September 30, 1990

	1990		Variance - Favorable (unfavorable)
	Budget	Actual	
<b>REVENUES</b>			
Intra-governmental			
HUD receipts	\$ 54,814	\$ 1,978	(\$52,836)
Other			
Interest	-	513	513
Total revenues	54,814	2,488	(\$52,326)
<b>EXPENDITURES</b>			
Order	408	-	408
Rent and utility assistance	-	1,468	(1,468)
Administrative	975	1,010	(35)
Total expenditures	1,379	2,488	(1,114)
Balance (deficiency) of revenues over expenditures	\$ (33,379)	\$ -	\$ (33,379)

Notes on Exhibit C-1 are an integral part of this statement.



# TOWN OF WHITE CASTLE, LOUISIANA

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September 30, 1996

### INDEPENDENT AUDITORS' REPORT

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## TOWN OF WHITE CASTLE, LOUISIANA

COMBINING STATEMENT OF REVENUES, EXPENSES  
AND CHANGES IN RETAINED EARNINGS  
ENTERPRISE FUNDS

For the year ended September 30, 1996

	Gas	Waterworks	Sewerage	Total	
	\$000s Fund	\$000s Fund	\$000s Fund	1995	1996
<b>OPERATING REVENUES</b>					
Charges for services	\$ 381,141	\$ 141,500	\$ 283,781	\$ 606,422	\$ 552,587
Fees	8,000	-	-	8,000	17,100
Other	421	880	1,681	2,982	1,880
Total operating revenues	391,562	142,380	285,462	620,404	571,567
<b>OPERATING EXPENSES</b>					
Costs	87,861	-	-	87,861	88,898
Depreciation	8,894	24,618	114,180	148,692	140,438
Field	79,348	79,348	79,348	238,044	200,502
Administration	45,359	45,282	58,132	148,773	171,438
Total operating expenses	221,462	149,248	251,660	620,370	520,676
Operating income (loss)	87,643	5,132	133,802	41,732	47,224
<b>NONOPERATING REVENUES (EXPENSES)</b>					
Interest income	8,492	9,021	4,494	22,007	17,888
Interest expense	-	-	(21,888)	(21,888)	(20,676)
Net nonoperating revenue (expense)	8,492	9,021	(17,394)	(27,881)	(2,788)
Income (loss) before operating transfers	96,135	14,153	116,408	18,851	44,436
<b>OPERATING TRANSFERS</b>					
Operating transfers out	(27,880)	(20,880)	-	(48,760)	(47,000)
Net income (loss)	24,187	288	(116,408)	(122,009)	(2,564)
Depreciation transferred to cost/fund of capital	-	-	42,687	42,687	29,182
Net income (loss) in retained earnings	24,187	288	(73,721)	(36,111)	(1,382)
<b>RETAINED EARNINGS</b>					
Beginning balance	198,158	491,111	349,009	638,278	5,128,381
Ending balance	\$ 212,345	\$ 491,399	\$ 499,288	\$ 602,439	\$ 5,126,999

Notes on Exhibit A.1 are an integral part of this statement.

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Account Groups (continued)**

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## INDEPENDENT AUDITORS' REPORT

The Honorable Mayor and  
Members of the Board of Aldermen,  
Town of White Castle, Louisiana

We have audited the accompanying general purpose financial statements and the combining, individual fund, and account groups financial statements of the TOWN OF WHITE CASTLE, LOUISIANA as of and for the year ended September 30, 1996, as listed in the accompanying table of contents. These financial statements are the responsibility of the TOWN's management. Our responsibility is to express an opinion on these general purpose financial statements based on our audit.

We conducted our audit in accordance with generally accepted auditing standards; Government Auditing Standards, issued by the Comptroller General of the United States, and Office of Management and Budget (OMB) Circular A-128, *Audit of State and Local Governments*. These standards and OMB Circular A-128 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 general purpose financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

In our opinion, the general purpose financial statements referred to above present fairly, in all material respects, the financial position of the TOWN OF WHITE CASTLE, LOUISIANA as of September 30, 1996, and the results of its operations and cash flows of its proprietary fund types for the year then ended in conformity with generally accepted accounting principles.

In our opinion, the combining, individual fund, and account groups general purpose financial statements referred to above, present fairly, in all material respects, the financial position of each of the individual funds and account groups of the TOWN OF WHITE CASTLE, LOUISIANA as of September 30, 1996, and the results of operations of such funds and the cash flows of individual proprietary fund types for the year then ended in conformity with generally accepted accounting principles.

In accordance with Governmental Auditing Standards, we have also issued reports dated December 16, 1996, on our consideration of the TOWN's internal control structure and on its compliance with laws and regulations.

Our audit was made for the purpose of forming an opinion on the general purpose financial statements taken as a whole and on the combining and individual fund and account groups financial statements. The accompanying financial information listed as schedules and statistical information in the table of contents is presented for purposes of additional analysis and is not a required part of the financial statements of the TOWN OF WHITE CASTLE, LOUISIANA. Such information has been subjected to the auditing procedures applied in the audit of the general purpose, combining and individual fund and account groups financial statements and, in our opinion, is fairly presented in all material respects in relation to the general purpose financial statements and the financial statements of each of the respective individual funds and account groups taken as a whole.

The financial statements for the year ended September 30, 1995, were taken from that financial report in which we expressed an unqualified opinion on the general purpose, combining, individual fund and account groups financial statements of the TOWN OF WHITE CASTLE, LOUISIANA.

*Faulk & Whittaker, c/c*  
Certified Public Accountants

Baton Rouge, Louisiana  
December 16, 1996

**TOWN OF WHITE CASTLE, LOUISIANA**  
**COMBINED SCHEDULE OF BONDED DEBT**

September 30, 1996

	Interest		Issue Date	Maturity Date	Amount		Funds	
	Rate	Period			Authorized	Issued	Retired	Outstanding
<b>Public Improvement Bonds</b>								
Secured by sales tax	9.00%	5/1 - 9/1	3/03/92	3/01/00	\$ 1,480,000	\$ 1,480,000	\$ 215,000	\$ 1,265,000
<b>Senior Revenue Bonds</b>								
Secured by sewer fees	5.0	Monthly	6/25/94	9/25/99	\$ 1,077,500	\$ 1,077,500	\$ 25,000	\$ 1,052,500

**TOWN OF WHITE CASTLE, LOUISIANA**

**COMBINED BALANCE SHEET - ALL FUND TYPES AND ACCOUNT GROUPS**

For the year ended September 30, 1995

	Governmental Fund Types			Fund Type
	Capital	Special Revenue	Debt Service	Proprietary
				Enterprise
<b>ASSETS</b>				
Cash and cash equivalents	\$ 271,458	\$ 490,814	\$ 81,204	\$ 843,476
Investments, at cost	-	641,114	444,000	1,126,118
Accounts receivable, net	-	-	-	45,178
Due from other governments	-	81,577	-	-
Due from other funds	99,947	-	-	-
Restricted assets	-	-	-	801,194
Inventories, at cost	-	-	-	4,343
General fund assets	-	-	-	-
Fund assets, net	-	-	-	2,044,270
Available to debt service fund	-	-	-	-
Amount to be provided for retirement of general long-term debt	-	-	-	-
Local assets	\$ 271,458	\$ 1,213,505	\$ 145,204	\$ 3,230,383
<b>LIABILITIES</b>				
Accounts payable	\$ 25,874	\$ -	\$ -	\$ 48,289
Contract payables	-	-	-	58,878
Payroll and related payables	10,184	-	-	15,364
Due to other funds	-	-	-	89,947
Customer deposits	-	-	-	82,492
Deferred revenue	-	53,111	-	-
Current portion of long-term debt	-	-	-	29,892
Long-term debt	-	-	-	598,888
Total current liabilities	\$ 25,874	\$ 53,111	\$ -	\$ 1,203,112
<b>FUND EQUITY</b>				
Contributed capital	-	-	-	190,130
From non-quality	-	-	-	1,214,999
From grants	-	-	-	146,800
Residuals in general fund assets	-	-	-	-
Retained earnings	-	-	-	8,587
Retained - debt service	-	-	-	16,114
Retained - property, repairs and replacement	-	-	-	55,218
Designated - subsequent year's expenses	-	-	-	829,846
Unassigned	-	-	-	-
Fund balance	-	-	196,204	-
Reserved - debt service	-	-	-	-
Designated - subsequent year's expenditures	8,491	-	-	-
Unassigned	261,482	811,821	-	-
Total fund equity	\$ 271,458	\$ 1,213,505	\$ 196,204	\$ 3,230,383
Total liabilities and fund equity	\$ 271,458	\$ 1,213,505	\$ 196,204	\$ 3,230,383

Notes on Exhibit A-6 are an integral part of this statement.

## TOWN OF WHITE CASTLE, LOUISIANA

## OPERATING TRANSFERS

For the year ended September 30, 1998

	Transfers	
	To	From
<b>General Fund:</b>		
Sales Tax Fund	\$ -	\$ 185,938
Gas Utility Fund	-	71,080
Waterworks Utility Fund	-	15,080
<b>Special Revenue Funds:</b>		
<b>Sales Tax Fund</b>		
1992 Sales Tax Sinking Fund	144,681	-
General Fund	188,930	-
<b>Debt Service Funds:</b>		
<b>1992 Sales Tax Sinking Fund</b>		
Sales Tax Fund	-	144,681
1992 Sales Tax Reserve Fund	-	8,086
<b>1992 Sales Tax Reserve Fund</b>		
1992 Sales Tax Sinking Fund	8,086	-
<b>Enterprise Funds:</b>		
<b>Gas Utility Fund</b>		
General Fund	71,080	-
<b>Waterworks Utility Fund</b>		
General Fund	<u>15,080</u>	<u>-</u>
<b>Totals</b>	<b><u>\$ 624,637</u></b>	<b><u>\$ 624,637</u></b>



**SUPPLEMENTARY FINANCIAL INFORMATION**

TOWN OF WHITE CASTLE, LOUISIANA

COMING STATEMENT OF GENERAL LONG-TERM DEBT

September 30, 1995

	Profile:		Totals	
	Environmental Bonds	Sink Pay	1995	1999
	State Tax	Benefits		
	Bonds (1995)			
AMOUNT AVAILABLE AND TO BE PROVIDED FOR THE PAYMENT OF GENERAL LONG-TERM DEBT				
Amount available in debt service funds for debt retirement	\$ 196,204	\$ -	\$ 196,204	\$ 196,204
Amount to be provided for general long-term debt:				
	<u>853,756</u>	<u>24,887</u>	<u>1,011,451</u>	<u>1,094,031</u>
Total available and to be provided	\$ <u>1,050,000</u>	\$ <u>24,887</u>	\$ <u>1,209,687</u>	\$ <u>1,278,039</u>
<b>GENERAL LONG-TERM DEBT PAYABLE</b>				
Bond payable and accrued sink pay benefits	\$ <u>1,181,855</u>	\$ <u>24,887</u>	\$ <u>1,209,687</u>	\$ <u>1,278,039</u>

Notes on Exhibit A-6 are an integral part of this statement.

**GENERAL LONG-TERM DEBT ACCOUNT GROUP**

*This account group is used to account for unsecured general long-term liabilities of the Town, except for those in the proprietary funds.*

## TOWN OF WHITE CASTLE, LOUISIANA

## STATEMENT OF GENERAL FIXED ASSETS

September 30, 1996 and 1995

	<u>1996</u>	<u>1995</u>
<b>GENERAL FIXED ASSETS</b>		
Land	\$ 252,266	\$ 214,188
Buildings	935,294	829,765
Improvements other than building	359,179	359,179
Equipment	<u>794,918</u>	<u>718,585</u>
Total	<u>\$ 2,341,748</u>	<u>\$ 2,221,696</u>
<b>INVESTMENTS IN GENERAL FIXED ASSETS</b>		
General obligation bonds	\$ 34,062	\$ 34,062
Sales tax revenue	386,036	386,036
Federal revenue sharing	85,766	85,766
General Fund	752,691	799,897
State revenue sharing	17,287	17,287
Special revenue funds	599,823	599,823
State grant	191,478	181,678
Capital projects fund	286,347	286,147
Debtors	<u>38,300</u>	<u>-</u>
Total	<u>\$ 2,900,748</u>	<u>\$ 3,221,696</u>

Notes on Exhibit A-4 are an integral part of this statement.

**GENERAL FIXED ASSETS ACCOUNT GROUP**

*This account group is used to  
establish accounting control and accountability  
for the Trust's general fixed assets.*

## TOWN OF WHITE CASTLE, LOUISIANA

COMBINING STATEMENT OF OPERATING EXPENSES  
ENTERPRISE FUNDS

For the year ended September 30, 1996

EXPENSE	Gas	Waterworks	Sanitary	Total	
	(Utility Fund)	(Utility Fund)	(Utility Fund)	1996	1995
Gas	\$ 37,061	-	-	\$ 37,061	\$ 48,928
Depreciation	9,899	24,618	134,793	149,290	135,538
Field					
Salaries	45,060	43,426	28,619	116,905	130,797
Payroll taxes	4,521	4,187	2,534	11,242	16,956
Municipal retirement	2,295	2,099	1,296	5,690	4,990
Employees' insurance	-	-	3,977	3,977	4,199
Maintenance - equipment	1,626	2,507	8,899	12,932	18,123
Chemical	2,145	5,624	4,237	12,006	9,116
Tools	5,190	2,207	938	8,335	15,027
Field supplies	2,524	2,428	2,348	7,300	10,383
Exhaustion fund	-	-	3,121	3,121	3,150
Expenses by	2,440	1,818	26,497	31,055	27,149
Other	5,690	168	4,881	10,739	9,123
Total field	79,540	76,600	79,542	235,682	260,530
Administration					
Salaries	12,148	12,888	13,888	38,924	36,340
Employee benefits	2,829	3,865	-	6,694	14,525
Insurance	12,880	5,963	13,487	32,330	31,479
Office supplies	1,214	1,217	1,185	3,616	1,759
Miscellaneous	1,887	427	341	2,655	795
Computer services	2,691	2,443	2,441	7,575	989
Utilities	870	2,280	23,119	31,269	26,608
Telephone	2,280	1,628	2,273	6,181	5,609
Professional	63,222	4,849	4,131	72,202	13,589
Total administration	95,346	43,382	58,131	196,859	176,658
Total operating expenses	\$ 213,586	\$ 122,982	\$ 237,673	\$ 554,027	\$ 527,886

Notes on Exhibit 2-1 are an integral part of this statement.

**TOWNSHIP OF WHITE CASTLE, LOUISIANA**  
**COMBINED STATEMENT OF CASH FLOWS**  
**ENTERPRISE FUNDS**

Exhibit 62

for the year ended September 30, 2020

	Use of Cash	Withdrawals from Cash	Sources of Cash	Total
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>				
Operating income	\$ 11,245	\$ 1,197	\$ 10,048	\$ 12,239
Adjustments to operating income:				
Depreciation	5,288	3,618	18,971	19,588
Change in operating assets and liabilities:				
Accounts receivable	14,427	(1,189)	826	14,064
Prepaid items	815	815	-	1,630
Contract liability	772	1,827	2,348	1,122
Accounts payable and accrued expenses	(6,628)	(873)	11,274	5,872
	<u>11,677</u>	<u>11,823</u>	<u>37,066</u>	<u>20,776</u>
Net cash provided by operating activities				<u>20,776</u>
<b>CASH FLOWS FROM NON-CAPITAL, INVESTING ACTIVITIES</b>				
Inter-city fund	4,488	11,284	(2,294)	13,478
Net loan entry payments	-	-	18,346	(18,346)
Operating transfers in	(11,055)	(11,055)	-	21,522
	<u>(6,567)</u>	<u>(1,771)</u>	<u>16,052</u>	<u>15,112</u>
Net cash provided (used) by non-capital investing activities				<u>15,112</u>
<b>CASH FLOWS FROM CAPITAL, AND RELATED INVESTING ACTIVITIES</b>				
Income (losses) on investments	-	-	(128,895)	(128,895)
Contributed capital	17,448	-	17,448	1,652,216
Acquisition and construction of capital assets	(1,348)	(1,348)	(87,873)	(862,946)
Interest expense	-	-	(51,888)	(58,426)
Repayment of lease interest liability	-	-	(21,822)	(21,826)
	<u>(1,348)</u>	<u>(1,348)</u>	<u>(153,128)</u>	<u>(21,920)</u>
Net cash provided (used) by capital activities				<u>(21,920)</u>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>				
Provision of bonds of \$2,000,000	1,019,848	(57,178)	(198,884)	(594,208)
Interest income	1,411	16,811	4,681	17,683
	<u>1,021,259</u>	<u>(40,367)</u>	<u>193,807</u>	<u>(576,525)</u>
Net cash provided (used) by financing activities				<u>(576,525)</u>
Decrease in cash				<u>(128,112)</u>
<b>CASH AND CASH EQUIVALENTS</b>				
Beginning of period	1,007,171	1,007,171	1,007,171	1,135,283
End of period	<u>879,059</u>	<u>966,804</u>	<u>879,059</u>	<u>1,007,171</u>

Notes to Exhibit 62 are an integral part of this statement

## FINANCIAL SECTION