

Advances and Expenses

11. Examine payroll records and minutes for the year to determine whether any payments have been made to employees which may constitute bonuses, advances, or gifts.

A reading of the minutes of the Times for the year indicated no approval for payments which may constitute bonuses, advances, or gifts. We also inspected payroll records for the year and noted no instances which would indicate payments to employees which would constitute bonuses, advances, or gifts.

We were not engaged to, and did not, perform an examination, the objective of which would be the expression of an opinion on management's assertions. Accordingly, we do not express such an opinion. Had we performed additional procedures, other matters might have come to our attention that would have been reported to you.

This report is intended solely for the use of management of the Times of Europe and the Legislative Auditor, State of Louisiana, and should not be used by those who have not agreed to the procedures and take responsibility for the sufficiency of the procedures for their purposes. However, this report is a matter of public record and its distribution is not limited.

Terrance W. Martin

Monroe, Louisiana

November 3, 1997

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

TOWN OF SARIFTA, LOUISIANA

Condensed Balance Sheet - All Fund Types and Account Groups
June 30, 1997

	<u>Governmental Fund Types</u>		
	General	Special Revenue	Debt Service
Assets			
Cash	\$ 73,583	88,940	9,583
Restricted cash - customer deposits	-	3,317	-
Certificates of deposit	58,000	10,800	18,000
Receivables - sewer charges	-	3,263	-
Land	-	-	-
Buildings	-	-	-
Improvements other than buildings	-	-	-
Sewerage system	-	-	-
Vehicles	-	-	-
Equipment	-	-	-
Amount available in debt service fund	-	-	-
Total assets	<u>\$121,583</u>	<u>126,358</u>	<u>28,583</u>
Liabilities and Fund Equity			
Liabilities:			
Accounts payable	\$ 2,395	512	-
Payable from restricted assets - Customer deposits	-	2,815	-
General obligation bonds payable	-	-	-
Total liabilities	<u>2,395</u>	<u>3,327</u>	<u>-</u>
Fund equity:			
Investment in general fixed assets	-	-	-
Fund balances -			
Reserved for debt service	-	-	8,000
Designated for debt service	-	-	11,500
Unreserved - undesignated	<u>121,583</u>	<u>126,023</u>	<u>-</u>
Total fund equity	<u>121,583</u>	<u>126,023</u>	<u>19,500</u>
Total liabilities and fund equity	<u>\$123,978</u>	<u>129,350</u>	<u>19,500</u>

See accompanying notes and accountant's report.

<u>Account Groups</u>		<u>Totals</u> <u>(Millions of Dollars)</u>
<u>General</u> <u>Fixed</u> <u>Assets</u>	<u>General</u> <u>Long-Term</u> <u>Debt</u>	
-	-	139,884
-	-	3,153
-	-	138,008
-	-	3,562
18,076	-	18,076
121,164	-	121,164
38,321	-	38,310
487,483	-	485,481
28,123	-	28,115
38,425	-	38,115
-	8,000	8,000
<u>699,568</u>	<u>8,000</u>	<u>683,881</u>
-	-	3,417
-	-	3,915
-	8,000	8,000
-	8,000	13,732
<u>699,568</u>	<u>-</u>	<u>698,882</u>
-	-	8,800
-	-	11,363
-	-	314,336
<u>699,568</u>	<u>-</u>	<u>933,346</u>
<u>699,568</u>	<u>8,000</u>	<u>941,346</u>

STATE OF MISSISSIPPI, LOUISIANA

Combined Statement of Revenues, Expenditures, and
Changes in Fund Balance - All Governmental Fund Types
Year Ended June 30, 1993

	<u>General</u>	<u>Special Revenue</u>
Revenues:		
Taxes	\$ 65,000	36,107
Licenses and permits	23,613	-
Intra-governmental	4,701	-
Fees and fines	5,626	-
Charge for services	-	87,656
Interest	4,863	5,516
Miscellaneous	1,471	-
Total revenues	<u>105,274</u>	<u>129,289</u>
Expenditures:		
Current -		
General government	36,876	-
Public safety -		
Police	16,310	-
Fire	1,000	-
Special services - operating	-	49,876
Capital outlay	8,894	14,517
Debt service -		
Principal retirement	-	-
Interest and fiscal charges	-	-
Total expenditures	<u>62,080</u>	<u>64,393</u>
Excess (deficiency) of revenues over expenditures	<u>43,194</u>	<u>64,896</u>
Other financing sources (uses):		
Operating leases in	-	1,267
Operating leases out	(1,082)	(1,082)
Total other financing sources (uses)	<u>(1,082)</u>	<u>215</u>
Excess (deficiency) of revenues and other sources over expenditures and other uses	<u>42,112</u>	<u>65,111</u>
Fund balance, beginning of year	<u>105,026</u>	<u>127,178</u>
Fund balance, end of year	<u>\$ 147,138</u>	<u>\$ 192,289</u>

See accompanying notes and accountants' report.

<u>Date</u>	<u>Total</u>
<u>Service</u>	<u>Administrative Costs</u>
-	44,708
-	19,670
-	4,781
-	3,458
-	17,694
724	10,160
-	3,470
<u>724</u>	<u>117,129</u>
-	36,876
-	30,150
-	1,000
-	49,290
-	23,211
8,000	8,000
<u>1,180</u>	<u>1,180</u>
<u>9,180</u>	<u>106,697</u>
<u>20,150</u>	<u>28,621</u>
9,180	16,507
-	(16,507)
<u>9,180</u>	<u>-</u>
134	10,623
<u>18,779</u>	<u>150,018</u>
<u>19,901</u>	<u>170,681</u>

TOWN OF SAREPTA, LOUISIANA

Combined Statement of Revenues, Expenditures, and Changes
in Fund Balance - (Budget GAAP Basis) and Actual
General and Special Revenue Fund Types
Year Ended June 30, 1997

	General Fund		Variance - Favorable (Unfavorable)
	Budget	Actual	
Revenues:			
Taxes	\$ 65,682	65,600	(82)
Licenses and permits	14,000	15,475	(1,475)
Intra-governmental	8,000	4,794	(3,206)
Fines and forfeits	5,600	5,638	38
Interest	4,850	4,865	15
Charges for services	-	-	-
FE-sales and use tax	-	-	-
Miscellaneous	5,350	5,471	(121)
Total revenues	<u>107,482</u>	<u>107,243</u>	<u>(239)</u>
Expenditures:			
General government	10,500	16,876	6,376
Public safety:			
Police	14,000	14,593	(593)
Fire	1,000	1,000	-
Special revenues - operating	-	-	-
Capital outlay	5,500	6,603	1,103
Total expenditures	<u>31,000</u>	<u>39,072</u>	<u>8,072</u>
Excess (deficiency) of revenues over expenditures	<u>76,482</u>	<u>68,171</u>	<u>8,311</u>
Other financing sources (uses):			
Operating transfers in	-	-	-
Operating transfers out	(20,100)	(1,000)	19,100
Total other financing sources (uses)	<u>(20,100)</u>	<u>(1,000)</u>	<u>19,100</u>
Excess of revenues and other sources over expenditures and other uses	<u>-</u>	<u>17,239</u>	<u>17,239</u>
Fund balance, beginning of year	<u>104,028</u>	<u>104,028</u>	<u>-</u>
Fund balance, ending of year	<u>\$ 104,028</u>	<u>121,267</u>	<u>17,239</u>

See accompanying notes and accountant's report.

Special Revenue Fund Types

Budget	Actual	Variance - Favorable (Unfavorable)
-	-	-
-	-	-
-	-	-
-	-	-
4,640	5,531	891
71,860	77,654	5,794
28,080	26,367	(1,713)
<u>-</u>	<u>-</u>	<u>-</u>
<u>76,580</u>	<u>83,931</u>	<u>(7,351)</u>
-	-	-
-	-	-
-	-	-
76,663	89,876	13,213
13,088	14,511	1,423
<u>89,751</u>	<u>104,387</u>	<u>14,636</u>
<u>(17,170)</u>	<u>4,862</u>	<u>(22,032)</u>
22,182	7,987	(14,195)
(8,188)	(8,188)	-
<u>13,994</u>	<u>(2,201)</u>	<u>(16,195)</u>
-	2,668	2,668
<u>137,210</u>	<u>127,180</u>	<u>(10,030)</u>
<u>137,210</u>	<u>129,848</u>	<u>(7,362)</u>

TOWN OF SARJEPTA LOUISIANA

Notes to Financial Statements
June 30, 1999

The Town of Sarjepta is incorporated under the provisions of the Louisiana Act. The Town is located in the Parish of Webster, being in the northwest corner of the State of Louisiana.

Elected officials of the Town of Sarjepta are a mayor, five (5) aldermen, and a chief of police, who are elected every four years. The affairs of the Town are conducted and managed by the mayor and the board of aldermen.

1. Summary of significant accounting policies

- A. Basis of presentation - The accounting and reporting policies of the Town of Sarjepta conform to generally accepted accounting principles as applicable to governments. Such accounting and reporting procedures also conform to the requirements of Louisiana Revised Statutes 24:517 and the guides set forth in the Louisiana Municipal Audit and Accounting Guide, and to the industry audit guide, Audit of State and Local Governmental Units.
- B. Reporting entity - This report includes all funds and account groups which are controlled by or dependent on the Town executive and legislative branches (the Mayor and Board of Aldermen). Control by or dependence on the Town was determined on the basis of budget adoption, taxing authority, authority to issue debt, election or appointment of governing body, and other general oversight responsibility.

Governmental Accounting Standards Board (GASB) Statement No. 14 established criteria for determining which component units should be considered part of the Town of Sarjepta for financial reporting purposes. The basic criterion for including a potential component unit within the reporting entity is financial accountability. The GASB has set forth criteria to be considered in determining financial accountability. This criteria include:

TOWN OF SARASOTA LOUISIANA

Notes to Financial Statements
June 30, 1993

1. Appointing a voting majority of an organization's governing body and
 - a) The ability of the municipality to impose its will on that organization and/or
 - b) The potential for the organization to provide specific financial benefits to or impose specific financial burdens on the municipality.
2. Organization for which the municipality does not appoint a voting majority but are factually dependent on the municipality.
3. Organizations for which the reporting entity financial statements would be misleading if data of the organization is not included because of the nature or significance of the relationship.

Based on the foregoing criteria, there were no entities that were determined to be a component unit of the Town of Sarasota.

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

Governmental Funds -

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

TIFIN OF SAREPEA LOLELAMA

Notes to Financial Statements
June 30, 1997

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

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

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

All governmental funds are accounted for using the modified accrual basis of accounting. Their revenues are recognized when they become measurable and available as net current assets. Most revenues are recorded when cash is received. Tangible - assessed income, gross receipts, and sales taxes are considered "measurable" when in the hands of intermediary collecting governments and are recognized as revenue at that time. Federal and state grants are expenditures - derived and revenues are recognized when the grant expenditures are incurred.

With the modified accrual basis of accounting, expenditures are generally recognized when the related fund liability is incurred, except that principal and interest on general long - term debt is recognized when due.

Purchases of various operating supplies are regarded as expenditures at the time purchased, and any inventories of such supplies are not recorded as assets at the close of the fiscal year.

Prepaid expenses, such as insurance costs, are not recorded as assets.

TOWN OF SAREPTA, LOUISIANA

Notes to Financial Statements

June 30, 1991

- E. Budget and budgetary accounting.** The Town follows these procedures in establishing the budgetary data reflected in these financial statements:
- a) The Mayor and Board of Aldermen prepare a proposed budget.
 - b) After completion of all action necessary to finalize and implement the budget, the budget is adopted through passage of an ordinance.
 - c) Budgetary amendments involving the transfer of funds from one department, program or function to another, or involving increases in expenditures resulting from revenues exceeding amounts estimated, require the approval of the Board of Aldermen.
 - d) All budgetary appropriations lapse at the end of each fiscal year.
 - e) Budgets for the General and Special Revenue Funds are adopted on a basis consistent with generally accepted accounting principles (GAAP). Budgetal amounts in the accompanying statements are so associated with the approval of the Board of Aldermen.
- F. Encumbrances.** The Town does not employ encumbrance accounting in the governmental funds. Management does not believe that the use of encumbrance accounting would serve any significant benefit for budgetary purposes.
- G. Cash and cash equivalents and investments.** For purposes of the financial statements, cash and cash equivalents include cash, demand deposits, and certificates of deposit. Cash and cash equivalents are stated at cost.

TOWN OF SAREPTA, LOUISIANA

Notes to Financial Statements June 30, 1997

Cash includes amounts in demand deposits, interest-bearing demand deposits, and money market accounts. Cash equivalents include amounts in time deposits and short investments with original maturities of 90 days or less. Under state law, the Town may deposit funds in demand deposits, money market accounts, or time deposits with state banks organized under Louisiana law and national banks having their principal offices in Louisiana.

Under state law, the Town may invest in United States bonds, treasury notes, or certificates. These are classified as investments if their original maturities exceed 90 days; however, if the original maturities are 90 days or less, they are classified as cash equivalents. Investments are stated at cost.

- H. **Bad debts** - The Town uses the direct charge-off method of accounting for uncollectible ad valorem taxes and sewer receivables, as these amounts are immaterial to the financial statements.
- I. **Fixed assets and long-term liabilities** - The accounting and reporting treatment applies to the fixed assets and long-term liabilities associated with a fund are determined by its management focus.

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

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

Long-term liabilities reported to be financed from governmental funds are accounted for in the General Long-Term Debt Account Group.

TOWN OF SHERBROOK, LOUISIANA

Notes to Financial Statements
June 30, 1997

All fixed assets are stated at historical cost or estimated historical cost if actual historical cost is not available.

- F. *Accumulated unpaid vacation* - Due to immateriality, accumulated unpaid vacation is not recorded as a liability.

K. *Fund equity:*

Reserves

Reserves represent those portions of fund equity not appropriate for expenditures or legally segregated for a specific future use.

Designated Fund Balance

Designated fund balances represent tentative plans for future use of financial resources.

- L. *Total columns on combined statements* - Total columns on combined statements are captioned "Memorandum Only" to indicate that they are prepared 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 are such data comparable to a consolidation. Interfund eliminations have not been made in the aggregation of this data.

3. *Ad Valorem Taxes*

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

TOWN OF SARISPTA LOUISIANA

Notes to Financial Statements
June 30, 1997

The Town bills and collects its own property taxes, using the assessed values determined by the tax assessor of Webster Parish.

For the year ended June 30, 1997 taxes of 20.78 mills were levied on property with assessed valuations totaling \$2,591,853, and were dedicated as follows:

General corporate purposes	5.62 mills
Streets, drainage, parks and recreation	14.16 mills
	<u>20.78 mills</u>

Total ad valorem taxes levied were \$48,872.

3. Cash and cash equivalents and investments

At June 30, 1997, the Town had cash and cash equivalents with book balances totaling \$273,159, as follows:

Fund cash funds	\$ 108
Interest-bearing demand deposits	140,838
Certificates of deposit	<u>132,080</u>
Total	<u>\$273,159</u>

These deposits are stated at cost, which approximates market. Under state law, these deposits (or the resulting bank balances) must be secured by federal deposit insurance or the pledge of securities owned by the fiscal agent bank. The market value of the pledged securities plus the federal deposit insurance must at all times at least equal the amount on deposit with the fiscal agent. These securities are held in the name of the pledging fiscal agent bank in a holding or custodial bank that is mutually acceptable to both parties. At June 30, 1997, the Town had \$281,086 in deposits of collected bank balances. These deposits were secured from risk by \$200,080 of federal deposit insurance and \$81,006 of pledged securities held by the collateral bank in the name of the fiscal agent bank (GAAP Category 3).

TOWN OF SARREPTA, LOUISIANA

Notes to Financial Statements
June 30, 1997

Even though the pledged securities are considered uncollateralized (Category 3) under the provisions of GASB Statement 3, Louisiana Revised Statute 39:1229 imposes a statutory requirement on the custodial bank to advertise and sell the pledged securities within ten days of being notified by the Town that the fiscal agent has failed to pay deposited funds upon demand.

4. Interfund Transfers

	Transfer <u>From</u>	Transfer <u>To</u>
Sewer Fund	\$ -	\$ 1,852
Sales Tax Fund	9,288	-
Debt Service Fund	-	9,288
General Fund	1,852	-
Total	<u>\$11,148</u>	<u>\$11,148</u>

5. Changes in Fixed Assets

A summary of changes in general fixed assets follows:

	Balance June 30,			Balance June 30,	
	<u>1996</u>	Additions	Deductions	<u>1997</u>	
Land	\$ 18,878	-	-	\$ 18,878	
Buildings	128,148	-	-	128,148	
Improvements other than buildings	38,321	-	-	38,321	
Sewerage system	448,964	14,517	-	463,481	
Vehicles	11,438	8,685	-	20,123	
Equipment—office and other	38,521	-	-	38,521	
Total general fixed assets	<u>\$679,168</u>	<u>23,202</u>	<u>-</u>	<u>\$702,370</u>	

TOWN OF SARJEPTA LOUISIANA

Notes to Financial Statements
June 30, 1993

6. Long-term Debt

The following is a summary of bond transactions of the Town of Sarjepta for the year ended June 30, 1993:

	General <u>Obligations</u>
Bonds payable, June 30, 1990	\$10,000
Bonds retired	<u>(8,000)</u>
Bonds payable, June 30, 1993	<u>\$ 2,000</u>

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

General obligation bonds:

\$50,000 Bond Indebtedness (Community Home) Aided June 1, 1989; due in annual installments of \$6000- \$5,000 through June 1, 1998; interest at 8.00% due semiannually; secured by a pledge of the Town's 1% sales and use tax.	<u>1,000</u>
	<u>\$2,000</u>

TOWN OF SAREPTA, LOUISIANA

Notes to Financial Statements
June 30, 1997

The annual requirements to amortize all debt outstanding as of June 30, 1997, including interest payments of \$1,180, are as follows:

Year ending June 30	
1998	\$ 9,180
1999	-
2000	-
2001	-
2002	—
	\$ 9,180

7. **Dedication of Proceeds - 1% Sales and Use Tax**

On February 2, 1971, the directors of the Town authorized a 1% sales and use tax. The revenues are dedicated to constructing, acquiring, extending, improving, operating and maintaining sewers and sewerage disposal works, title to which shall be in the public.

Net proceeds of the sales and use tax were pledged and dedicated to the retirement of \$100,000 of sewerage system public improvement bonds dated November 1, 1971, (which were fully paid off during the year ended June 30, 1994) and \$40,000 of Bond Anticipation dated June 1, 1988.

However, on October 24, 1983, the directors of the Town authorized a reallocation of the 1% Sales and Use Tax to be used for any lawful corporate purposes until March 31, 2007.

8. **Payroll Taxes**

Several years ago, Town officials elected to be self-insured for unemployment compensation purposes; therefore, unemployment taxes are not paid to the Louisiana Department of Labor.

TOWN OF SAKOPIA, ILLINOIS

Notes to Financial Statements

June 30, 1997

9. Mayor and Aldermen's Salaries

	Year Ended	
	June 30, 1997	
	Mayor's Salary	Aldermen Salaries
Billy G. Allen, Jr. ¹	\$ 400	-
E. L. Edwards	2,800	-
Daleet Miller	-	700
Koland Thomas	-	700
Billy G. Allen, Sr.	-	700
Fern Dorsey ²	2,050	700
Katherine Kotchen ³	-	500
Michael A. Cooley ⁴	-	500
Jeff Franklin ⁴	-	500
Darvey D. Hookershire ⁴	-	500
Darvid McAllister ⁴	-	500
Anthony Mullins ⁴	-	500
Total	\$ 5,250	6,000

¹ - Mayor Billy Allen, Jr., resigned in July, 1996. He was replaced by the Mayor Pro-Tem, E.L. Edwards.

² - Katherine Kotchen was appointed to the Board of Aldermen to fill the seat vacated by E.L. Edwards when he was appointed mayor.

³ - A general election was held in late fall of 1996, and these persons were elected to the Board of Aldermen with Fern Dorsey being elected mayor. They took office in January, 1997.

FINANCIAL STATEMENTS OF
INDIVIDUAL FUNDS AND
ACCOUNT GROUPS

GENERAL FUND

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

TOWN OF SARRPTA, LOUISIANA
GENERAL FUND

Balance Sheet
June 30, 1997

ASSETS

Cash	\$ 70,450
Contributions of deposit	<u>58,000</u>
Total assets	<u>\$ 128,450</u>

LIABILITIES AND FUND BALANCE

Liabilities:

Accounts payable	\$ 2,200
Total liabilities	<u>2,200</u>

Fund balance:

Unreserved, undesignated	<u>121,250</u>
Total liabilities and fund balance	<u>\$ 123,450</u>

See accompanying notes and accountant's report.

TOWN OF SAREPTA, LOUISIANA
GENERAL FUND

Statement of Revenues, Expenditures, and Changes in
Fund Balance - Budget (GAAP Basis) and Actual
Year Ended June 30, 2007

	<u>Budget</u>	<u>Actual</u>	<u>Variance - Favorable (Unfavorable)</u>
Revenues:			
Taxes:			
Ad valorem	\$ 48,731	48,570	(161)
Franchise	17,280	17,000	(280)
Licenses and permits:			
Occupational licenses	34,800	23,670	(11,130)
Intergovernmental:			
Tobacco taxes	4,800	4,791	(9)
Fees and forfeits	3,600	3,628	28
Interest	4,800	4,980	180
Dividends	1,200	1,428	(19)
All other	80	81	1
Total revenues	<u>107,081</u>	<u>105,248</u>	<u>(1,833)</u>
Expenditures:			
General government:			
Public safety	39,000	36,876	2,124
Police			
Police	15,000	24,948	9,948
Fees	1,000	1,000	-
Total expenditures	<u>55,000</u>	<u>62,824</u>	<u>7,824</u>
Excess of revenues over expenditures	<u>52,081</u>	<u>42,424</u>	<u>9,657</u>
Other financing sources (uses):			
Operating transfers from (to)			
Street fund	(12,382)	(7,987)	15,395
Sales tax fund	-	-	-
Total other financing sources (uses)	<u>(12,382)</u>	<u>(7,987)</u>	<u>15,395</u>
Excess of revenues and other sources over expenditures	<u>-</u>	<u>34,437</u>	<u>34,437</u>
Fund balance, beginning of year	<u>108,826</u>	<u>104,826</u>	<u>4,000</u>
Fund balance, end of year	<u>\$ 108,826</u>	<u>139,263</u>	<u>30,437</u>

See accompanying notes and accountant's report.

**TOWN OF BASKIN, LOUISIANA
GENERAL FUND**

**Statement of Expenditures by Department Compared to Budget (GAAP Basis)
Year Ended June 30, 1997**

	Budget	Actual	Variance - Favorable (Unfavorable)
General government:			
Salaries:			
Mayor's salary	\$ 1,000	1,200	200
Atorney's salaries	5,000	6,000	1,000
Other salaries	8,000	8,706	(706)
Payroll taxes	2,700	2,877	177
Office expenses	4,000	2,893	1,107
Building maintenance	1,500	1,400	100
Legal and auditing	800	800	-
Street lights	11,000	11,340	(340)
Utilities and telephone	6,000	6,008	(8)
Insurance	3,700	3,680	20
Street, equipment and grounds maintenance	1,200	1,200	-
Publications	100	100	-
Dees and subscriptions	1,700	1,680	20
Parks and recreation	1,200	1,200	-
Mayor's court	2,400	2,400	-
Capital outlay	200	-	200
Contractor's fee	800	-	800
Traffic and construction	800	870	(70)
All other	180	147	33
Total general government	<u>68,000</u>	<u>66,876</u>	<u>1,124</u>
Public safety:			
Police:			
Salaries	11,000	11,000	-
Equipment	1,200	1,200	-
Capital outlay	2,500	2,600	(100)
Supplies	1,100	1,100	-
Repairs and maintenance	600	600	-
Auto expense	800	800	-
Total police	<u>18,200</u>	<u>18,300</u>	<u>(100)</u>
Fire:			
Operating	1,000	1,000	-
Total public safety	<u>19,200</u>	<u>19,300</u>	<u>(100)</u>
Total expenditures	<u>\$ 87,200</u>	<u>86,176</u>	<u>1,024</u>

See accompanying notes and accountant's report.

SPECIAL REVENUE FUNDS

Sales Tax Fund - To account for the receipt and use of proceeds of the Town's 1% sales and use tax.

The revenues are dedicated for any local corporate purposes; however, the Town is classifying them as special revenue because the tax is the source for paying the bonds.

Sewer Operating Fund - The Sewer Operating Fund is considered to be a special revenue fund rather than an enterprise fund because the sewer service charge is intended to cover only the routine operating and maintenance costs of the system. Funds for the construction of the sewerage system were provided by grants from the U. S. Environmental Protection Agency and by general obligation bonds, which are being retired with dedicated sales taxes and ad valorem taxes.

**TOWN OF SARDIS, LOUISIANA
SPECIAL REVENUE FUNDS**

Combining Balance Sheet
June 30, 1997

	Sales Tax	Sever Occuping	Total
ASSETS			
Cash	\$ 17,158	19,410	36,568
American cash - customer deposits	-	3,127	3,127
Certificates of deposit	-	70,000	70,000
Accounts receivable	-	3,263	3,263
Total assets	\$ 17,158	95,829	112,987
LIABILITIES AND FUND BALANCE			
Liabilities:			
Payable from restricted assets - customer deposits	\$ -	3,918	3,918
Accounts payable	-	522	522
Total liabilities	-	4,440	4,440
Fund balance:			
Unreserved - undesignated	17,158	91,389	108,547
Total liabilities and fund balance	\$ 17,158	95,829	112,987

See accompanying notes and accountant's report.

**TOWN OF BASKETA, LOUISIANA
SPECIAL REVENUE FUNDS**

**Combining Statement of Revenues, Expenditures,
and Changes in Fund Balance
Year Ended June 30, 2007**

	<u>State Tax</u>	<u>State Operating</u>	<u>Totals</u>
Revenues:			
Taxes	\$ 26,167	-	26,167
Interest	1,118	4,434	5,554
Local service charges	-	27,654	27,654
Total revenues	<u>27,285</u>	<u>32,088</u>	<u>59,373</u>
Expenditures:			
Operating	3,564	46,412	49,976
Capital outlay	-	14,517	14,517
Total expenditures	<u>3,564</u>	<u>60,929</u>	<u>64,493</u>
Excess (deficiency) of revenues over expenditures	<u>23,721</u>	<u>(28,841)</u>	<u>4,880</u>
Other financing sources (uses)			
Operating transfers in	-	3,687	3,687
Operating transfers out	(3,282)	-	(3,282)
Total other financing sources (uses)	<u>(3,282)</u>	<u>3,687</u>	<u>365</u>
Excess (deficiency) of revenues and other sources over expenditures and other uses	<u>14,439</u>	<u>(25,154)</u>	<u>1,285</u>
Fund balance, beginning of year	<u>11,897</u>	<u>184,136</u>	<u>196,033</u>
Fund balance, end of year	<u>\$ 26,336</u>	<u>158,982</u>	<u>185,318</u>

See accompanying notes and accountant's report.

**TOWN OF SARPTA, LOUISIANA
SPECIAL REVENUE FUND
SALES TAX FUND**

**Statement of Revenues, Expenditures, and Changes in
Fund Balance - Budget (GAAP Basis) and Actual
Year Ended June 30, 1997**

	<u>Budget</u>	<u>Actual</u>	<u>Variance - Favorable (Unfavorable)</u>
Revenues:			
Sales taxes	\$ 28,000	26,167	(1,833)
Interest	400	1,119	719
Total revenues	<u>28,400</u>	<u>27,287</u>	<u>(1,113)</u>
Expenditures:			
Operating	28,128	3,564	24,564
Total expenditures	<u>28,128</u>	<u>3,564</u>	<u>24,564</u>
Excess of revenues over expenditures	<u>2,272</u>	<u>13,723</u>	<u>11,451</u>
Other financing uses:			
Operating transfers:			
General fund	-	-	-
Debt service fund	(2,280)	(2,280)	-
Total other financing uses	<u>(2,280)</u>	<u>(2,280)</u>	<u>-</u>
Excess of revenues and other sources over expenditures and other uses	<u>-</u>	<u>11,443</u>	<u>11,443</u>
Fund balance, beginning of year	<u>21,097</u>	<u>21,097</u>	<u>-</u>
Fund balance, end of year	<u>\$ 21,097</u>	<u>32,540</u>	<u>11,443</u>

See accompanying notes and accountant's report.

TOWN OF BARBOYA, LEBERLANA
SPECIAL RESERVE FUND
SEWER OPERATING FUND

Statement of Revenues, Expenditures, and Changes in
Fund Balance - Budget (PLRF Basis) and Actual
Year Ended June 30, 1997

	Budget	Actual	Variance - Favorable (Unfavorable)
Revenues:			
Sewer charges	\$ 17,880	17,614	(266)
Interest	4,240	4,414	174
Total revenues	<u>22,120</u>	<u>22,028</u>	<u>(92)</u>
Expenditures:			
Operating:			
Salaries	14,880	14,991	(111)
Utilities	5,000	4,924	76
Insurance	4,500	4,261	239
Office and postage	1,700	1,684	16
Travel expenses	400	434	(34)
Maintenance and repairs	11,580	16,826	4,246
Payroll taxes	1,200	800	400
Legal	200	200	-
All other	3,150	2,291	859
Total operating expenditures	<u>51,830</u>	<u>46,412</u>	<u>5,418</u>
Capital outlay	<u>13,000</u>	<u>14,107</u>	<u>(1,107)</u>
Total expenditures	<u>64,830</u>	<u>60,519</u>	<u>4,311</u>
Excess (deficiency) of revenues			
and expenditures	<u>(42,710)</u>	<u>(38,491)</u>	<u>4,219</u>
Other financing sources:			
Operating transfers from:			
General Fund	22,382	1,087	(21,295)
Total other financing sources	<u>22,382</u>	<u>1,087</u>	<u>(21,295)</u>
Excess (deficiency) of revenues			
and other sources over			
expenditures	-	(11,704)	(11,704)
Fund balance, beginning of year	<u>184,155</u>	<u>184,155</u>	<u>-</u>
Fund balance, end of year	<u>\$ 141,445</u>	<u>\$ 172,451</u>	<u>(31,004)</u>

See accompanying notes and accountant's report.

DEBT SERVICE FUNDS

Community House 6/1/89 /To accumulate monies for payment of the 1989 \$40,800
Cert Note of Indebtedness, which is due in annual
installments, plus interest, through maturity in 1995. Debt
service is financed from proceeds of the Town's 1% sales
and use tax.

TOWN OF SAREPTA, LOUISIANA
DEBT SERVICE FUND

Balance Sheet
June 30, 1997

Community Eminent
Sales Tax
Striking Fund

ASSETS

Cash	\$ 8,500
Certificates of deposit	<u>10,000</u>
Total assets	<u>\$ 18,500</u>

LIABILITIES AND FUND BALANCE

Fund balance:	
Reserved for debt service	\$ 8,500
Designated for debt service	<u>10,000</u>
Total fund balance	<u>18,500</u>
Total liabilities and fund balance	<u>\$ 18,500</u>

See accompanying notes and accountant's report.

**TOWN OF SAREPTA, LOUISIANA
DEBT SERVICE FUND**

**Statement of Revenues, Expenditures,
and Changes in Fund Balance
Year Ended June 30, 1993**

	Continuity House Sales Tax Sinking Fund
Revenues - interest	\$ 734
Total revenues	<u>734</u>
Expenditures:	
Principal retirement	8,000
Interest	1,288
Total expenditures	<u>9,288</u>
Deficiency of revenues over expenditures	<u>(8,554)</u>
Other financing sources:	
Transfers from sales tax fund	8,554
Total other financing sources	<u>8,554</u>
Excess of revenues and other sources over expenditures	734
Fund balance, beginning of year	<u>38,779</u>
Fund balance, end of year	<u>\$ 39,513</u>

See accompanying notes and accountant's report.

GENERAL FIXED ASSETS ACCOUNT GROUP

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

TOWN OF SAGEPTA, LOUISIANA

Statement of General Fixed Assets
June 30, 1997

General fixed assets, at cost:	
Land	\$ 38,000
Buildings	121,144
Improvements other than buildings	38,221
Sewerage system	463,681
Vehicles	28,123
Equipment, office and other	38,521
	<u>707,690</u>
Total general fixed assets	
Investment in general fixed assets:	
General obligation bonds	\$176,108
Federal and/or state funds	184,087
General fund revenues	99,465
Sewer operating and maintenance fund	33,474
Sales tax fund	8,713
	<u>591,847</u>
Total investment in general fixed assets	

See accompanying notes and accountant's report.

TOWN OF SARATOGA, LOUISIANA

Statement of Changes in General Fixed Assets
Year Ended June 30, 1997

	<u>Land</u>	<u>Buildings</u>	<u>Improvements Other Than Buildings</u>
General fixed assets, beginning of year	\$ 18,076	121,344	98,121
Additions:			
New operating and maintenance fund	-	-	-
General fund revenues	<u>1</u>	<u>1</u>	<u>1</u>
Total additions	<u>-</u>	<u>-</u>	<u>-</u>
General fixed assets, end of year	<u>\$ 18,076</u>	<u>121,344</u>	<u>98,121</u>

See accompanying notes and accountant's report.

<u>Inventory</u>	<u>Vehicle</u>	<u>Equip. & Office & Other</u>	<u>Total</u>
648,568	11,428	18,523	678,519
14,317	-	-	14,317
-	8,000	-	8,000
<u>14,317</u>	<u>8,000</u>	<u>-</u>	<u>22,317</u>
<u>662,885</u>	<u>19,428</u>	<u>18,523</u>	<u>700,836</u>

GENERAL LONG-TERM DEBT ACCOUNT GROUP

To account for restricted principal amounts on general long-term debt expected to be financed from governmental type funds. Payment of maturing obligations, including interest, are accounted for in the debt service funds.

TOWN OF SARISPTA, LOUISIANA

Statement of General Long-Term Debt
June 30, 1997

	Community Finance Sales Tax
	<u> </u>
AMOUNT AVAILABLE FOR PAYMENT OF GENERAL LONG-TERM DEBT	
Amount available to Debt Service Fund for debt retirement	<u>\$ 8,000</u>
Total available	<u>\$ 8,000</u>
 GENERAL LONG-TERM DEBT PAYABLE	
Bonds payable	<u>\$ 8,000</u>

See accompanying notes and accountant's report.

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TOWN OF SAREPTA, LOUISIANA

ANNUAL FINANCIAL REPORT

JUNE 30, 1997

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

Release Date ~~June 17, 1997~~

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TOWN OF SARIFITA, LOUISIANA
Annual Financial Report
Year Ended June 30, 1997

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TOWN OF SAREPTA, LOUISIANA
Annual Financial Report
Year Ended June 30, 1997

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TOWN OF SAFFERS, (MUNICIPALITY)

**ANNUAL SWORN FINANCIAL STATEMENTS AND
CERTIFICATION OF REVENUES \$50,000 OR LESS (if applicable)**

The annual sworn financial statements are required by Louisiana Revised Statute 24:514 to be filed with the Legislative Auditor within 90 days after the close of the fiscal year. The certification of revenues \$50,000 or less, if applicable, is required by Louisiana Revised Statute 24:513(x)(3)(i).

AFFIDAVIT

Personally came and appeared before the undersigned authority, Patric Harford (name), who, duly sworn, deposes and says that the financial statements herewith given present fairly the financial position of the town or parishes (Name of Municipality) as of June 30, 1987, and the results of operations for the year then ended, in accordance with the basis of accounting described within the accompanying financial statements.

(Complete if applicable)

In addition, _____ (name), who, duly sworn, deposes and says that the _____ (Name of Municipality) received \$50,000 or less in revenues and other sources for the fiscal year ending _____ 1987, and, accordingly, is not required to have an audit for the previously mentioned fiscal year end.

Patric Harford
Signature

Sworn to and subscribed before me, this 28th day of Oct, 1987

Patricia K. Womay
NOTARY PUBLIC

Officer Patric Harford, Town Clerk
Address P.O. Box 328
Saffers, LA 70583-0328
Telephone No. (337) 842-4333

JAMESON, WISE & MARTIN

A PROFESSIONAL ACCOUNTING COMPANY FIRM

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MEMBER OF AICPA
CERTIFIED PUBLIC ACCOUNTANTS
MONROE, LOUISIANA

MEMBER OF AICPA
MEMBER OF
INTERNATIONAL ASSOCIATION OF
CERTIFIED PUBLIC ACCOUNTANTS
INTERNATIONAL SOCIETY
OF ACCOUNTING TAXPRACTICERS

ACCOUNTANTS' COMPILATION REPORT

The Honorable Patricia Dancy, Mayor, and
the Members of the Board of Aldermen
Town of Sarpy, Louisiana

We have compiled the accompanying financial statements of the Town of Sarpy, Louisiana as of June 30, 1997, and for the year then ended, in accordance with Statements on Standards for Accounting and Review Services issued by the American Institute of Certified Public Accountants.

A compilation is limited to presenting, in the form of financial statements information that is the representation of management. We have not audited or reviewed the compiled financial statements and, accordingly, do not express an opinion or any other form of assurance on them.

Jameson, Wise & Martin

Monroe, Louisiana
November 3, 1997

JAMESON, WISE & MARTIN

A PROFESSIONAL ACCOUNTING CORPORATION

501 BROAD STREET, P. O. BOX 809
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MEMBER AMERICAN INSTITUTE OF
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1997-1998

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1997-1998

**INDEPENDENT ACCOUNTANT'S REPORT
ON APLATING AGREED-UPON PROCEDURES**

To the Honorable Pamela Dotsey, Mayor, and the Members of
the Board of Aldermen
Town of Sarpy, Louisiana

We have performed the procedures included in the Louisiana Government Audit Guide and enumerated below, which were agreed to by the management of the Town of Sarpy and the Legislative Auditor, State of Louisiana, solely to assist the audit in evaluating management's assertions about the Town of Sarpy's compliance with certain laws and regulations during the year ended June 30, 1997, included in the accompanying Louisiana Allocation Questionnaire. This agreed-upon procedures engagement was performed in accordance with standards established by the American Institute of Certified Public Accountants. The sufficiency of these procedures is solely the responsibility of the specified users of the report. Consequently, we make no representation regarding the sufficiency of the procedures described below, either for the purpose for which this report has been requested or for any other purpose.

Public Bid Law

1. Select all expenditures made during the year for material and supplies exceeding \$5,000, or public works exceeding \$50,000, and determine whether such purchases were made in accordance with LSA R.S. 49:2101-1251 (the public bid law).

We examined the expenditures, in the above amounts, made during the year ended June 30, 1997, and noted that the applicable expenditures had been made in accordance with the Public Bid Law.

Code of Ethics for Public Officials and Public Employees

2. Obtain from management, a list of the immediate family members of each board member as defined by LSA R.S. 41:1111-1124 (the code of ethics), and a list of outside business interests of all board members and employees, as well as their immediate families.

Management provided us with the required list.

3. Obtain from management a listing of all employees paid during the period under examination.

Management provided us with the required list.

4. Determine whether any of those employees included in the listing obtained from management in agreed-upon procedure (1) were also included on the listing obtained from management in agreed-upon procedure (2) as immediate family members.

None of the employees included on the list of employees provided by management (agreed-upon procedure (1)) appeared on the list provided by management in agreed-upon procedure (2).

Budgeting

5. Obtain a copy of the legally adopted budget and all amendments.

Management provided us with copies of the original budget and all amendments.

6. Trace the budget adoption and amendments to the minute book.

We traced the adoption of the original budget to the minutes of a meeting held on June 17, 1995, and the adoption of the amendments to the budget to the minutes of a meeting held on April 29, 1997, which indicated that the budget and the amendments were adopted by the Board of Aldermen of the Town of Scraps.

7. Compare the revenues and expenditures of the final budget to actual revenues and expenditures to determine if actual revenues or expenditures exceed budgeted amounts by more than 5%.

The following line items were found to have an unfavorable variance of more than 5%.

	Budget	Actual	Variance	% Variance
• General Fund				
Expenditures				
Police Supplies	1,180	1,846	546	100%
• 1% Sales Tax Fund				
Revenues				
1% Sales & Use Tax	28,000	26,157	1,823	7%
• Street Fund				
Revenues				
GIS - Transfer In	22,982	7,887	15,210	68%
Expenditures				
Capital Outlay	13,880	14,977	1,517	12%

Accounting and Reporting

8. Randomly select 6 disbursements made during the period under examination and:

- a) Trace payments to supporting documentation as to proper amount and payee:

We examined supporting documentation for each of the six selected disbursements and found that payment was for the proper amount and made to the correct payee.

- b) Determine if payments were properly coded to the correct fund and general ledger account, and:

All six payments were properly coded to the correct fund and general ledger account.

- c) Determine whether payments received approval from proper authorities.

Reviewing the minute book, we found that all expenditures for each month were approved by the Board at their regular monthly meeting. All 6 checks were signed by the Town Clerk, the Mayor, and a member of the Board of Aldermen to indicate payment approval.

Meetings

9. Examine minutes indicating that agendas for meetings recorded in the minute book were posted or advertised as required by USA R.S. 42:1 - 42:12 (the open meeting law).

The Town posts all agendas, for each meeting, on the bulletin board in front of the Municipal Building in Sayreville. Management assured us that all agendas had been properly posted.

Other

10. Examine bank deposits for the period under examination and determine whether any such deposits appear to be proceeds of bank loans, bonds, or like indebtedness.

We inspected copies of all bank deposit slips for all bank accounts for the period under examination and noted no deposits which appeared to be proceeds of bank loans, bonds, or like indebtedness.