

**CITY OF MONROEVILLE, LOUISIANA
NOTES TO FINANCIAL STATEMENTS**

NOTE K

PENSION PLANS (Continued)

**MUNICIPAL AND STATE POLICE EMPLOYERS' RETIREMENT SYSTEM (MSPERA)
(Continued)**

Trend Information:

Five-year historical trend information presenting the MSPERA program is accumulating sufficient assets to pay benefits when due is presented in the MSPERA June 30, 1995 annual financial statements.

NOTE L

CASH AND TIME CERTIFICATES OF DEPOSIT

At August 31, 1993, the carrying amount of the City's deposits was \$3,570,640 (including \$17,730 of restricted cash), and the bank balance was \$4,874,192. Of the bank balance, \$739,397 was covered by federal depository insurance and \$4,134,795 was covered by collateral pledged to the CITY OF MONROEVILLE, LOUISIANA, by the institutions.

NOTE M

INVESTMENTS

The City's investments (which include \$412,916 reserved for debt service) are categorized below to give an indication of the level of risk assumed by the City at year end. Category 1 includes investments that are insured or registered or for which the securities are held by the City or its agent in the City's name. Category 2 includes uninsured and unregistered investments for which the securities are held by the broker's or dealer's trust department or agent in the City's name. Category 3 includes uninsured and unregistered investments for which the securities are held by the broker or dealer, or by its trust department or agent, but not in the City's name.

	Category			Carrying Amount	Market Value
	1	2	3		
U.S. Government Securities and Instruments	\$2,332,717	\$.....	\$.....	\$2,332,717	\$ 2,338,008
Investment in a Fund Managed by the Louisiana Asset Management Pool				3,631,483	3,631,483
Total Investment				\$2,982,680	\$ 6,012,928

**CITY OF MONROVILLE, LOUISIANA
NOTES TO FINANCIAL STATEMENTS**

NOTE N

LEASE

The City entered into a lease agreement with a local government entity commencing on the 1st day of January, 1997 and terminating on the last day of December, 2001. The City (Lessor) will receive \$25 annually, payable in advance on or before the first day of January of each calendar year during the term of the lease. In addition, Lessee shall pay to the City a sum of money equal to the amount of the lowest responsive bid submitted by a responsible contractor for the construction on City owned property of a maintenance facility to be used by the Lessee during the term of the lease. In accordance with the lease agreement, the Lessee is responsible for paying for all necessary insurance on the property, applicable taxes, utilities and proper maintenance. The Lessee may not assign any rights under the lease nor may grant any subleases. At the termination of the lease, Lessee shall retain ownership of all improvements constructed on the property.

At August 31, 1997, the City has received \$131,318 of construction deposits from the Lessee for infrastructure improvements, including an access road, to the property. This amount has been included as a liability in the general fund of the financial statements.

NOTE O

CONTINGENT LIABILITY

Included in the utility and plant equipment account of the City's Enterprise Fund is a sewer and water treatment facility. In July 1997, the City was notified of a proposed civil penalty from the Environmental Protection Agency of \$125,000 for non-compliance with its wastewater treatment permit. The City is currently appealing its facility under the guidance of the EPA and is attempting to have the fine waived due to its "good faith effort" to improve the wastewater treatment process. For the year end August 31, 1998, an amount of \$200,000 has been included in its operating budget to meet all applicable environmental standards.

NOTE P

ON-BEHALF PAYMENTS

In accordance with GASB No. 24, "Accounting and Financial Reporting for Certain Grants and Other Financial Assistance", the amount of state supplemental wages paid directly to police officers, has been recognized by the City as revenues and expenditures. The amount recognized for the year ended August 31, 1997 was \$32,718.

GENERAL FUND

To account for all financial resources except those required to be accounted for in another fund.

**CITY OF MONROEVILLE, LOUISIANA
GENERAL FUND**

COMPARATIVE BALANCE SHEET

	August 31,	
	1997	1996
ASSETS		
CURRENT ASSETS		
Cash	\$ 1,305,354	\$ 827,865
Investments	849,386	812,461
Receivables:		
Grants	105,028	11,498
Other	9,279	19,663
Due from Other Funds:		
Enterprise Fund	80,897	35,181
Debt Service Fund	265,608	118,785
Meter Deposits	2,088	3,580
Insurance Deposit	5,362	12,818
Inventories:		
Unsold Commodity Plots and Miscellaneous Crops	18,976	31,856
Other Assets	<u>5,269</u>	<u> </u>
Total Current Assets	<u>3,981,888</u>	<u>1,883,163</u>
RESTRICTED ASSETS		
Cash	<u>1,718</u>	<u>1,589</u>
Total Restricted Assets	<u>1,718</u>	<u>1,589</u>
Total Assets	<u>\$ 3,983,606</u>	<u>\$ 1,884,752</u>
LIABILITIES AND FUND BALANCE		
LIABILITIES		
Accounts Payable and Accrued Expenses	\$ 372,150	\$ 288,152
Payroll Taxes and Retirements Payable	11,800	12,189
Construction Deposits	106,500	-
Due to Other Funds:		
Debt Service Fund	<u>5,866</u>	<u>5,990</u>
Total Liabilities	<u>516,316</u>	<u>306,431</u>
FUND BALANCE		
Reserved for Inventory of Unsold Commodity and Miscellaneous Crops	18,976	31,856
Reserved for Capital Expenditures	1,719	1,599
Unreserved and Undesignated	<u>3,877,388</u>	<u>1,580,271</u>
Total Fund Balance	<u>3,898,083</u>	<u>1,583,466</u>
Total Liabilities and Fund Balance	<u>\$ 3,983,606</u>	<u>\$ 1,884,752</u>

The accompanying notes are an integral part of these financial statements.

**CITY OF MONROVILLE, LOUISIANA
GENERAL FUND**

**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE BUDGET (as of Budget) AND ACTUAL
For The Year Ended August 31, 1997
With Comparative Actual Amounts For The Year Ended August 31, 1996**

	1997		Variance - Favorable (Unfavorable)	1996 Actual
	Budget	Actual		
REVENUES				
Taxes:				
Ad Valorem	\$ 700,000	\$ 740,071	\$ 3,471	\$ 617,180
Transfer	—	80,000	80,000	101,500
Total Taxes	<u>700,000</u>	<u>820,071</u>	<u>83,471</u>	<u>718,680</u>
Licenses and Permits:				
Building Permits	101,000	109,018	4,018	82,819
Insurance Licenses	110,000	103,716	(7,284)	213,400
Fairings and Occupational Licenses	110,000	208,700	7,704	213,011
Contractors' Licenses	10,000	14,949	3,949	11,000
State and Major Licenses	40,000	43,814	1,940	81,000
Dog Licenses	—	—	—	25
Total Licenses and Permits	<u>361,000</u>	<u>479,217</u>	<u>6,387</u>	<u>601,235</u>
Intergovernmental:				
Tuition Taxes	10,000	10,000	—	21,000
Federal Grants	600,000	599,172	(79,827)	59,900
State Grants	—	50,000	50,000	41,897
MSL Expenses	—	—	—	11,000
Value Added Services	30,000	83,634	53,634	95,000
Total Intergovernmental	<u>740,000</u>	<u>742,806</u>	<u>(7,194)</u>	<u>128,800</u>
Charges for Services:				
Garbage Fees	440,000	445,104	4,104	408,443
Tire Materials	1,000	1,400	400	1,443
Zooing Fees	20,000	19,816	(184)	34,371
Customer Fees	1,500	1,600	100	3,111
Total Charges for Services	<u>462,500</u>	<u>467,924</u>	<u>5,420</u>	<u>447,368</u>
Fees and Fines:				
Police Fees	150,000	146,022	(3,977)	127,220
Severance Income	11,000	47,482	36,482	28,000
Miscellaneous:				
Sale of Cemetery Plots	10,000	43,210	33,210	12,000
Miscellaneous	50,000	84,982	3,982	10,000
Donation	3,000	3,494	494	8,000
Sale of Property/Equipment	1,000	100	(900)	—
Total Miscellaneous	<u>64,000</u>	<u>131,686</u>	<u>26,786</u>	<u>38,000</u>
On-Budget Payments	<u>—</u>	<u>50,708</u>	<u>50,708</u>	<u>—</u>
Total Revenues	<u>2,000,000</u>	<u>2,040,261</u>	<u>40,261</u>	<u>1,500,000</u>

The accompanying notes are an integral part of these financial statements.

**CITY OF MONROVILLE, LOUISIANA
GENERAL FUND**

**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE (BUDGET BASIS) AND FUTURE COMMITMENTS
For The Year Ended August 31, 1997
With Comparative Actual Amounts For The Year Ended August 31, 1996**

	1997		Variance - Favorable (Unfavorable)	1996 Actual
	Budget	Actual		
EXPENDITURES				
Current:				
General Government	1,081,500	1,041,000	40,500	1,094,149
Public Safety - Police	1,364,000	1,068,730	295,270	1,702,173
Public Works - Street and Sanitation	1,797,500	1,111,120	686,380	895,644
Out-of-town Payments	-	70,714	(70,714)	-
Contingency	80,000	23,890	56,110	22,737
Total Expenditures	<u>4,323,000</u>	<u>3,305,254</u>	<u>1,017,746</u>	<u>4,602,693</u>
(DEFICIENCY) OR EXCESS OF OTHER EXPENDITURES	<u>(1,007,000)</u>	<u>(1,789,000)</u>	<u>782,000</u>	<u>(1,877,000)</u>
OTHER FINANCING SOURCES (USES)				
Operating Transfers:				
Sales Tax Fund	3,179,000	3,179,000	-	3,014,000
Special Sales Tax Fund	93,000	93,000	-	390,000
Debt Service	(170,000)	(170,000)	1,000	(170,000)
Total Other Financing Sources	<u>3,102,000</u>	<u>3,102,000</u>	<u>1,000</u>	<u>3,234,000</u>
EXCESS (DEFICIENCY) OF REVENUES AND OTHER SOURCES OVER EXPENDITURES	<u>800,000</u>	<u>800,000</u>	<u>1,209,146</u>	<u>266,697</u>
FUND BALANCE - BEGINNING	<u>1,090,486</u>	<u>1,090,486</u>	<u>-</u>	<u>1,090,487</u>
(DEPLETION) OR INCREASE FOR INVENTORY	<u>-</u>	<u>(10,470)</u>	<u>(10,470)</u>	<u>(10,470)</u>
FUND BALANCE - ENDING	<u>\$ 1,090,486</u>	<u>\$ 1,069,016</u>	<u>\$ 1,209,146</u>	<u>\$ 1,069,017</u>

The accompanying notes are an integral part of these financial statements.

**CITY OF MONROVILLE, LOUISIANA
GENERAL FUND**

**STATEMENT OF EXPENDITURES - COMPARED TO BUDGET (GAAP BASIS)
For The Year Ended August 31, 1997
With Comparative Actual Amounts For The Year Ended August 31, 1996**

	1997		Variance - (Favorable)	1996 Actual
	Budget	Actual		
GENERAL GOVERNMENT				
Salaries	\$ 158,000	\$ 157,418	\$ 22,061	\$ 478,207
Council Meeting Fees	45,000	41,000	-	31,580
City Attorney Retainer	3,000	4,800	800	9,000
Legal Fees	-	-	-	49,862
Advertising	7,500	7,485	15	6,318
Accounting	10,500	10,150	350	20,150
Council on Aging	2,500	2,300	-	2,500
Waste/Recycling - Art Green	2,500	3,600	1,100	1,600
Judicial Service and Supplies	21,500	21,250	250	9,740
Maintenance of Equipment	3,000	1,300	1,700	1,700
Membership, Dues, and Subscriptions	10,500	9,631	873	6,400
Miscellaneous	1,800	364	1,436	300
Office Supplies	11,800	10,999	801	11,400
Payroll Taxes	44,500	39,667	4,833	34,000
Postage	3,500	4,720	720	4,000
Recreation	40,000	41,280	1,280	37,181
Stationery and Printing	16,000	16,301	301	9,062
Telephone	10,000	14,840	4,840	11,911
Animal Control	10,000	800	18,000	18,440
Youth Services	7,500	7,500	-	7,500
Tourist Meetings and Conferences	5,000	4,336	664	3,977
Utilities	20,000	20,240	2,000	15,799
City Engineer Retainer	4,000	4,000	-	6,000
Economic Development Council	3,000	3,000	-	2,000
City Hall Maintenance	41,000	40,243	757	38,010
General Insurance	25,000	17,214	7,786	18,988
Employee Medical Insurance	120,000	107,648	12,352	87,031
Workers Compensation	4,500	3,310	1,190	4,289
Computer Programs and Supplies	18,500	9,953	8,547	5,144
Recreation - Equipment Maintenance	3,000	2,549	451	5,972
Major Allowance	3,000	2,970	30	3,016
Permits	2,500	2,420	70	4,887
Decorations and Identification	5,000	2,870	2,130	4,083
Insurance - Property	5,000	3,000	2,000	4,899
General Liability Claims	71,000	41,400	29,600	11,245
Planning and Zoning Meeting Fees	5,000	6,680	787	7,500
Election Expense	2,500	2,300	200	5,950
Insurance - Vehicle	2,500	415	2,085	1,680

The accompanying notes are an integral part of these financial statements.

**CITY OF MONTELE, LOUISIANA
GENERAL FUND**

**STATEMENT OF EXPENDITURES COMPARED TO BUDGET (GAAP BASIS) (Continued)
For the Year Ended August 31, 1997
With Comparative Actual Amounts For the Year Ended August 31, 1996**

	1997		Variance - Favorable Unfavorable	1996 Actual
	Budget	Actual		
GENERAL GOVERNMENT (Continued)				
Car Allowance	500	429	71	431
Drainage District	50,000	4,048	45,952	-
Education	33,000	33,580	580	32,350
Capital Outlay	703,000	671,830	230,180	296,612
Employee Fees - Special Projects	87,000	88,030	(1,030)	88,840
Garbage Collection Fees	400,000	400,971	9,039	400,500
Social Service Programs	500	-	500	-
Fuel, Oil and Lube	3,000	3,838	1,130	3,348
Contract Labor	87,000	76,817	10,183	23,608
Vehicle Maintenance	3,500	3,320	179	3,581
Contract Fees	6,000	5,977	23	6,000
Fees, Interest and Service Charges	-	-	-	(89)
Recurring Fees	2,000	2,073	427	676
City Service - City Hall	1,000	681	319	390
Training	1,500	4,130	3,980	4,400
Supplies Expense	-	-	-	(204)
Utilities	-	-	-	1,941
Community Center	6,000	5,884	816	-
Equipment Rental	7,000	7,210	310	4,000
Parks and Parkways	10,000	20,340	10,410	3,838
Total General Government	\$ 2,665,200	\$ 2,285,958	\$ 409,588	\$ 2,051,105

The accompanying notes are an integral part of these financial statements.

**CITY OF BARDONVILLE, ILLINOIS
GENERAL FUND**

**STATEMENT OF EXPENDITURES COMPARED TO BUDGET (GAAP BASIS) (Continued)
For The Year Ended August 31, 1997
With Comparative Actual Amounts For The Year Ended August 31, 1996**

	1997		Variance - Favorable (Unfavorable)	1996 Actual
	Budget	Actual		
PUBLIC SAFETY - POLICE				
Salaries	\$ 1,072,800	\$ 1,014,233	\$ 57,767	\$ 903,428
Conferences and Conventions	5,000	4,206	794	3,421
Insurance - Police (Professional)	20,000	20,180	4,800	21,221
Insurance - Employee Medical	128,000	142,890	36,184	173,271
Insurance - Building	3,000	2,281	719	2,580
Maintenance and Repairs of Vehicles	38,500	38,550	611	33,881
Taxes and Subscriptions	3,000	3,936	66	1,794
Workman's Compensation	88,000	82,124	11,876	69,893
Payroll Taxes	88,000	83,981	2,019	75,881
Retirement	104,800	129,804	14,160	116,850
Telephone	17,500	18,586	690	14,612
Maintenance of Radio and Radio	15,800	13,577	423	17,412
Utilities	33,800	33,969	1,001	13,610
Industrial	7,800	7,893	693	3,210
Schools and Training Course	23,000	18,944	8,026	18,173
Office Supplies	11,500	11,312	348	11,312
Capital Outlays	227,000	244,443	182,007	128,218
Utilities	14,000	13,412	573	11,260
Printer Expense	2,000	1,994	16	13
Vehicles and Equipment Insurance	14,000	3,001	8,999	7,380
Civil Service	3,500	3,500	-	2,634
Computer Supplies	8,800	4,821	3,179	5,997
Printing	4,800	4,404	86	5,481
Police Supplies	15,800	11,886	1,184	12,182
Postage	5,800	3,836	2,024	2,988
Fuel, Oil and Labor	35,800	35,932	1,678	33,126
Crime Prevention	24,000	12,899	11,188	11,897
Crime Investigation	6,500	6,323	277	3,284
Equipment Maintenance and Repair	2,500	1,814	666	2,893
Building Maintenance and Repair	9,500	5,142	335	10,467
Equipment Rental	4,500	4,128	342	6,118
Total Public Safety - Police	\$ 2,265,800	\$ 2,093,700	\$ 295,288	\$ 1,902,172

The accompanying notes are an integral part of these financial statements.

**CITY OF MONROEVILLE, LOUISIANA
GENERAL FUND**

**STATEMENT OF EXPENDITURES COMPARED TO BUDGET (GAAP BASIS) (Continued)
For The Year Ended August 31, 1997
With Comparative Actual Amounts For The Year Ended August 31, 1996**

	1997		Variance - Favorable (Unfavorable)	1996 Actual
	Budget	Actual		
PUBLIC WORKS -				
STREETS AND SANITATION				
Salaries	\$ 411,000	\$ 415,211	\$ 4,211	\$ 318,900
Workmen's Compensation	28,800	22,800	6,000	27,378
Gas and Oil	18,000	18,327	(327)	12,438
Insurance - Employee Medical	58,000	54,718	4,282	58,317
Painment	25,500	18,340	7,160	21,190
Maintenance of Vehicles	12,000	16,610	(460)	8,641
Payroll Taxes	24,500	22,447	2,053	26,088
Sand, Asphalt and Gravel	41,000	41,718	(718)	31,748
Supplies	10,000	9,687	(313)	8,873
Contract Labor	21,000	24,683	(3,683)	17,056
Utilities	2,800	1,964	836	1,882
Canal and Drainage Maintenance	10,800	1,888	2,912	8,267
Utilities	67,800	65,447	2,353	55,319
Maintenance of Bldgs	2,000	2,000	-	700
Capital Outlay	912,000	917,909	(5,909)	192,162
Signs and Lights	18,000	18,378	(378)	18,148
Vehicle and Equipment Insurance	8,500	4,000	4,500	4,718
Waste and Pests Control	2,500	2,111	389	1,828
Insurance - General	9,000	8,908	912	8,051
Equipment Maintenance	20,000	21,641	(1,641)	18,149
Office Supplies	2,000	1,681	319	1,480
Insurance - Property	1,000	1,000	-	1,500
Telephone	5,000	1,867	3,133	2,568
Equipment Rental	5,000	215	4,785	-
Bldg Maintenance	6,000	6,411	(411)	2,812
Total Public Works Streets and Sanitation	\$ 1,267,500	\$ 1,113,728	\$ 1,531,500	\$ 856,828

The accompanying notes are an integral part of these financial statements.

SPECIAL REVENUE FUNDS

SALES TAX FUND - To account for the receipt and use of proceeds of the City's 1% sales and use tax and the state Parish & Municipal Motor Vehicle sales tax. These taxes are dedicated to capital expenditures for constructing, improving, extending and maintaining playgrounds and recreational facilities, public roads, streets, bridges and crossings, sewerage, garbage disposal, waterworks, fire protection, beach improvements, marinas and estuaries, harbor improvements and other kinds of permanent public improvements in the town.

SPECIAL SALES TAX FUND - To account for 10% of the sales and use tax and the state Parish & Municipal Motor Vehicle sales tax. One percent became effective January 1, 1987 and is to be used for the retirement of the 1990 Advance Refunding Bonds for \$5,355,080 and 1991 Public Improvements Bonds for \$1,663,008. The additional 9% became effective August 1, 1991 and is to be used for street improvements.

All monies remaining in the Special Sales Tax Fund on the 28th day of each month in excess of all reasonable and necessary expenses of collection and administration of the Tax and after making the required payments into the Sinking Fund and the Reserve Fund for the current month and for prior months during which the required payments may not have been made, shall be considered as surplus. Such surplus may be used by the issuer for any of the purposes for which the imposition of the Tax is authorized or for the purpose of retiring Bonds in advance of their maturity.

Ad Pl.

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CITY OF MANDEVILLE, LOUISIANA

August 31, 1997

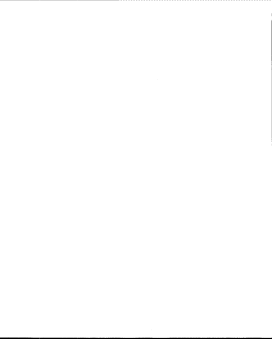
Audit of Financial Statements

August 31, 1997

Under provisions of state law, this report is a public document. A copy of the report has been submitted to the auditor, or authorized and by order of the auditor to public officials. This report is available for public inspection at the Office of the State Auditor, 1000 Poydras Street, New Orleans, Louisiana 70112, or at the office of the parish clerk of court.

Release Date **DEC 2 1 1997**

*1000 Poydras Street
New Orleans, Louisiana 70112*



CONTENTS

	PAGE
INDEPENDENT AUDITOR'S REPORT	1 - 2
GENERAL PURPOSE FINANCIAL STATEMENTS:	
Combined Balance Sheet - All Fund Types and Account Groups	3
Combined Statement of Revenues, Expenditures and Changes in Fund Balances - All Governmental Fund Types	4
Combined Statement of Revenues, Expenditures and Changes in Fund Balances - Budget (GAAP Basis) and Actual - General, Special Revenue and Capital Project Fund Types	5 - 6
Comparative Statement of Revenues, Expenses and Changes in Retained Earnings - Proprietary Fund Type - Enterprise Fund	7
Comparative Statement of Cash Flows - Proprietary Fund Type	8
Notes to Financial Statements	9 - 27
 FINANCIAL STATEMENTS OF INDIVIDUAL FUNDS AND ACCOUNT GROUPS	
GENERAL FUNDS:	
Comparative Balance Sheet	29
Statement of Revenues, Expenditures and Changes in Fund Balances - Budget (GAAP Basis) and Actual	30 - 31
Statement of Expenditures Compared to Budget (GAAP Basis)	
General Government	32 - 33
Public Safety - Police	34
Public Works - Streets and Sanitation	35
 SPECIAL REVENUE FUNDS:	
Combining Balance Sheet	37
Combining Statement of Revenues, Expenditures and Changes in Fund Balance	38
 <i>Sales Tax Fund</i>	
Statement of Revenues, Expenditures and Changes in Fund Balance - Budget (GAAP Basis) and Actual	39
 <i>Special Sales Tax Fund</i>	
Statement of Revenues, Expenditures and Changes in Fund Balance - Budget (GAAP Basis) and Actual	40
 DEBT SERVICE FUNDS:	
Combining Balance Sheet	42
Combining Statement of Revenues, Expenditures and Changes in Fund Balance	43

C O N T E N T S (Continued)

	PAGE
FINANCIAL STATEMENTS OF INDIVIDUAL FUNDS AND ACCOUNT GROUPS	
CAPITAL PROJECTS FUNDS:	
Comparative Balance Sheet	43
Comparative Statement of Revenues, Expenditures and Changes in Fund Balance	45
Water Fund	
Statement of Revenues, Expenditures and Changes in Fund Balance - Budget (GAAP Basis) and Actual	47
Sewer Construction Fund	
Statement of Revenues, Expenditures and Changes in Fund Balance - Budget (GAAP Basis) and Actual	48
ENTERPRISE FUNDS:	
Comparative Balance Sheet	50
Comparative Statement of Revenues, Expenses and Changes in Retained Earnings	51
Comparative Statement of Cash Flows	52
FIDUCIARY FUNDS:	
Comparative Balance Sheet	54
GENERAL FIXED ASSETS ACCOUNT GROUP:	
Comparative Schedule of General Fixed Assets - By Sources	56
SUPPLEMENTARY SCHEDULES:	
ENTERPRISE FUNDS:	
Statement of Revenues, Expenses and Changes in Retained Earnings - Budget (GAAP Basis) and Actual	58 - 60
GOVERNMENTAL AUDIT SECTION	
REPORT ON COMPLIANCE AND ON INTERNAL CONTROL OVER FINANCIAL REPORTING BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS	
	62 - 63
REPORT ON COMPLIANCE WITH REQUIREMENTS APPLICABLE TO EACH MAJOR PROGRAM AND INTERNAL CONTROL OVER COMPLIANCE IN ACCORDANCE WITH COMB CIRCULAR A-133	
	64 - 65
Schedule of Expenditures of Federal Awards	66

To the Honorable Edward Price, III, Mayor
and Members of the City Council
City of Mandeville, Louisiana

Independent Auditor's Report

We have audited the accompanying general purpose financial statements of **CITY OF MANDEVILLE, LOUISIANA** and the combining, individual fund and account group financial statements of the **CITY OF MANDEVILLE, LOUISIANA** as of and for the year ended August 31, 1997, as listed in the table of contents. These general purpose financial statements are the responsibility of **CITY OF MANDEVILLE, LOUISIANA's** management. Our responsibility is to express an opinion on these general purpose financial statements based on our audit.

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

Detail records of inventories of fixed assets were not maintained for the General Fixed Assets Account Group and the Enterprise Fund prior to September 1, 1996. Because such records are not available for all of the City's fixed assets, we were unable to satisfy ourselves as to the propriety of the recorded amounts of the General Fixed Assets Account Group and the Enterprise Fund.

In our opinion, except for the effects of such adjustments, if any, as might have been determined to be necessary had we been able to satisfy ourselves as to the propriety of the recorded amount of the General Fixed Assets Account Group and the Enterprise Fund as referred to in the preceding paragraph, the general purpose financial statements referred to above present fairly, in all material respects, the financial position of **CITY OF MANDEVILLE, LOUISIANA** as of August 31, 1997, and the results of its operations and the cash flows of its proprietary fund types for the year ended in conformity with generally accepted accounting principles. Also, in our opinion, except for the effects of such adjustments mentioned above, the combining, individual fund, and account group financial statements referred to above present fairly, in all material respects, the financial position of the individual funds and account groups of the **CITY OF MANDEVILLE, LOUISIANA**, and the results of operations of such funds and cash flows of its proprietary fund for the year then ended, in conformity with generally accepted accounting principles.

A Professional Accounting Corporation

1000 Three Leflore Center, 2000 N. Causeway Blvd., Metairie, LA 70002 (504) 835-1500 FAX: (504) 835-1501

P.O. Box 27, Broussard Lake, Covington, LA 70434 (504) 892-9800 FAX: (504) 892-9806

E-Mail Address: laporte@lpc.com Internet: <http://www.laporte.com/>

Members of the Institute of Certified Public Accountants and the Institute of Management Accountants

Independent Auditor's Report - Accounting Firm No. 00000000000000000000

In accordance with Government Auditing Standards, we have also issued our report dated October 21, 1997, on our consideration of CITY OF MONKEYVILLE, LOUISIANA's internal control over financial reporting and our test of its compliance with certain provisions of laws, regulations, contracts and grants.

Our audit was performed for the purpose of forming an opinion on the general purpose financial statements taken as a whole and on the combining, individual fiscal and account group financial statements. The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by U.S. Office of Management and Budget (OMB) Circular A-133, Audits of States, Local Governments, and Non-Profit Organizations, and is not a required part of the general purpose financial statements. In addition, the accompanying financial information, listed as schedules in the table of contents, are presented for purposes of additional information. Such information has been subjected to the auditing procedures applied in the audit of the general purpose financial statements and, in our opinion, is fairly stated, in all material aspects, in relation to the general purpose financial statements taken as a whole.

Chilton, White, Long & Smith
A Professional Accounting Corporation

October 21, 1997

GENERAL INVESTMENT PORTFOLIO
 COMMONS INVESTMENT FUND - ALL INVESTMENTS FOR ACCOUNTS SEPARATELY

August 31, 2007
 with Comparative Fund for 2006

ASSETS

	Commonwealth Fund 2007			Commonwealth Fund 2006			Commonwealth Fund 2005			Commonwealth Fund 2004		
	Cost	Market	Net	Cost	Market	Net	Cost	Market	Net	Cost	Market	Net
	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$
Cash	1,252,224	1,440,224	1,440,224	1,315,776	1,503,776	1,503,776	1,315,776	1,503,776	1,503,776	1,315,776	1,503,776	1,503,776
Receivables	-	-	-	-	-	-	-	-	-	-	-	-
Investments	94,028	94,028	94,028	94,028	94,028	94,028	94,028	94,028	94,028	94,028	94,028	94,028
Prepaid Expenses	-	-	-	-	-	-	-	-	-	-	-	-
Accrued Interest	-	-	-	-	-	-	-	-	-	-	-	-
Other	94,028	94,028	94,028	94,028	94,028	94,028	94,028	94,028	94,028	94,028	94,028	94,028
Due From Other Funds	94,028	94,028	94,028	94,028	94,028	94,028	94,028	94,028	94,028	94,028	94,028	94,028
Investments in Other Funds	94,028	94,028	94,028	94,028	94,028	94,028	94,028	94,028	94,028	94,028	94,028	94,028
Other Assets	94,028	94,028	94,028	94,028	94,028	94,028	94,028	94,028	94,028	94,028	94,028	94,028
Liabilities	94,028	94,028	94,028	94,028	94,028	94,028	94,028	94,028	94,028	94,028	94,028	94,028
Total	1,440,224	1,628,224	1,628,224	1,503,776	1,691,776	1,691,776	1,503,776	1,691,776	1,691,776	1,503,776	1,691,776	1,691,776
Investments	94,028	94,028	94,028	94,028	94,028	94,028	94,028	94,028	94,028	94,028	94,028	94,028
Liabilities	94,028	94,028	94,028	94,028	94,028	94,028	94,028	94,028	94,028	94,028	94,028	94,028
Net Assets	1,346,196	1,534,196	1,534,196	1,409,748	1,597,748	1,597,748	1,409,748	1,597,748	1,597,748	1,409,748	1,597,748	1,597,748

LIABILITIES

	Commonwealth Fund 2007			Commonwealth Fund 2006			Commonwealth Fund 2005			Commonwealth Fund 2004		
	Cost	Market	Net	Cost	Market	Net	Cost	Market	Net	Cost	Market	Net
	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$
Accounts Payable	1,252,224	1,440,224	1,440,224	1,315,776	1,503,776	1,503,776	1,315,776	1,503,776	1,503,776	1,315,776	1,503,776	1,503,776
Accrued Expenses	-	-	-	-	-	-	-	-	-	-	-	-
Other Liabilities	94,028	94,028	94,028	94,028	94,028	94,028	94,028	94,028	94,028	94,028	94,028	94,028
Total	1,346,252	1,534,252	1,534,252	1,409,804	1,597,804	1,597,804	1,409,804	1,597,804	1,597,804	1,409,804	1,597,804	1,597,804

LIABILITIES

	Commonwealth Fund 2007			Commonwealth Fund 2006			Commonwealth Fund 2005			Commonwealth Fund 2004		
	Cost	Market	Net	Cost	Market	Net	Cost	Market	Net	Cost	Market	Net
	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$
Accounts Payable	1,252,224	1,440,224	1,440,224	1,315,776	1,503,776	1,503,776	1,315,776	1,503,776	1,503,776	1,315,776	1,503,776	1,503,776
Accrued Expenses	-	-	-	-	-	-	-	-	-	-	-	-
Other Liabilities	94,028	94,028	94,028	94,028	94,028	94,028	94,028	94,028	94,028	94,028	94,028	94,028
Total	1,346,252	1,534,252	1,534,252	1,409,804	1,597,804	1,597,804	1,409,804	1,597,804	1,597,804	1,409,804	1,597,804	1,597,804

12/31/2022

Assets/Liabilities and Fund Balances

	General Fund			Special Revenue			Enterprise			Capital Assets			Total
	Assets	Liabilities	Fund Balance	Assets	Liabilities	Fund Balance	Assets	Liabilities	Fund Balance	Assets	Liabilities	Fund Balance	
Deposits	\$ 17,429	\$ -	\$ 17,429	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 17,429
Prepaid Items and Accrued Income	1,428	-	1,428	4,079	-	4,079	-	-	-	-	-	-	5,507
Due to Other Funds	1,000	-	1,000	10,875	-	10,875	-	-	-	-	-	-	21,875
Accounts Receivable	64,300	-	64,300	-	-	-	-	-	-	-	-	-	64,300
Inventory	-	-	-	14,423	-	14,423	-	-	-	-	-	-	14,423
Prepaid Insurance	-	-	-	-	-	-	-	-	-	-	-	-	-
Investment Assets	-	-	-	-	-	-	10,000	-	10,000	-	-	-	10,000
Accrued Income	-	-	-	-	-	-	1,126	-	1,126	-	-	-	1,126
Retained Earnings	-	-	-	-	-	-	-	-	-	-	-	-	-
Retained Earnings - Other Funds	-	-	-	49	-	49	-	-	-	-	-	-	49
Other Funds	-	-	-	-	-	-	19,249	-	19,249	-	-	-	19,249
Other Long-Term Assets	-	-	-	-	-	-	-	-	-	1,100,000	-	-	1,100,000
Total Assets	84,157	-	84,157	29,376	-	29,376	29,249	-	29,249	1,101,100	-	1,101,100	2,335,221

LIABILITIES

Accounts Payable	-	-	-	-	-	-	-	-	-	-	-	-	-	1,100,000
Accrued Liabilities	-	-	-	-	-	-	-	-	-	-	-	-	-	1,100,000
Deferred Revenue	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Long-Term Debt	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Other Liabilities	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Total Liabilities	-	-	-	-	-	-	-	-	-	-	-	-	-	2,200,000
Fund Balances	84,157	-	84,157	29,376	-	29,376	29,249	-	29,249	1,101,100	-	1,101,100	1,135,221	1,135,221

**CITY OF MONROVILLE, LOUISIANA
SPECIAL REVENUE FUND**

**COMBINING BALANCE SHEET
August 31, 1997**

With Comparative Totals For August 31, 1996

	Sales Tax	Special Sales Tax	Totals	
			1997	1996
ASSETS				
Cash	\$ 41,263	\$ 402,691	\$ 444,954	\$ 374,204
Investments	36,840	318,782	357,624	444,872
Other Assets	-	335	335	1,448
Due from Other Funds - Debt Service Funds	-	-	-	82
Total Assets	\$ 78,123	\$ 923,798	\$ 1,013,923	\$ 829,606
LIABILITIES AND FUND BALANCES				
LIABILITIES				
Due to Other Funds - Debt Service Fund	\$ -	\$ -	\$ -	\$ -
Total Liabilities	-	-	-	-
FUND BALANCES				
Unreserved and Undesignated	78,123	-	78,123	119,787
Designated for Future Expenditures	-	913,798	913,798	709,819
Total Fund Balances	78,123	913,798	1,013,923	829,606
Total Liabilities and Fund Balances	\$ 78,123	\$ 923,798	\$ 1,013,923	\$ 829,606

The accompanying notes are an integral part of these financial statements.

**CITY OF MONROVILLE, LOUISIANA
SPECIAL REVENUE FUND**

**COMBINING STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES**

For The Year Ended August 31, 1997

With Comparative Totals For The Year Ended August 31, 1996

	Sales Tax	Special Sales Tax	Totals	
			1997	1996
REVENUES				
Taxes:				
Sales and Use	\$ 3,326,640	\$ 2,078,811	\$ 5,405,451	\$ 3,405,655
Interest Income	6,899	44,987	51,886	15,890
Total Revenues	3,333,539	2,083,798	5,415,337	3,421,545
EXPENDITURES				
General Government:				
Affidavits	-	-	-	62
Collection Expense	62,883	-	62,883	62,889
Total Expenditures	62,883	-	62,883	62,951
EXCESS OF REVENUES OVER EXPENDITURES	3,270,656	2,083,798	5,354,454	3,358,594
OTHER USES				
Operating Transfers:				
General Fund	(1,179,000)	(981,000)	(2,160,000)	(2,261,000)
Capital Projects - Water	-	-	-	(800,000)
Debt Service Fund	-	(802,000)	(802,000)	(803,100)
Emergency Fund	-	(170,000)	(170,000)	(200,000)
Capital Projects - Sewer	(1,128,341)	(209,880)	(1,338,221)	(1,411,300)
Total Other Uses	(3,335,341)	(2,062,880)	(5,398,221)	(5,715,700)
OTHER SOURCES				
Operating Transfers:				
Emergency Fund	-	60,000	60,000	11,000
Debt Service Fund	-	70,000	70,000	20,000
Total Other Sources	-	130,000	130,000	31,000
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES AND OTHER USES	(64,685)	211,918	167,273	(176,471)
FUND BALANCES - BEGINNING	116,767	700,600	817,367	892,301
FUND BALANCES - ENDING	\$ 51,082	\$ 912,518	\$ 984,640	\$ 715,830

The accompanying notes are an integral part of these financial statements.

**CITY OF MANDEVILLE, LOUISIANA
SPECIAL REVENUE FUNDS
SALES TAX FUND**

**STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE BUDGET (GAAP BASIS) AND ACTUAL
For The Year Ended August 31, 1997
With Comparative Actual Amounts For The Year Ended August 31, 1996**

	1997		Variance: Favorable (Unfavorable)	1996 Actual
	Budget	Actual		
REVENUES				
Taxes:				
Sales and Use	\$ 3,319,580	\$ 3,318,412	\$ 2,942	\$ 3,315,271
Interest Income	3,080	3,048	1,088	8,581
Total Revenues	<u>3,322,660</u>	<u>3,321,460</u>	<u>3,996</u>	<u>3,323,852</u>
EXPENDITURES				
General Government:				
Miscellaneous	-	-	-	97
Collection Fee	64,800	62,881	3,118	63,095
Total Expenditures	<u>64,800</u>	<u>62,881</u>	<u>3,118</u>	<u>63,192</u>
EXCESS OF REVENUES OVER EXPENDITURES	<u>3,257,860</u>	<u>3,258,579</u>	<u>3,995</u>	<u>3,260,660</u>
OTHER USES				
Operating Transfers:				
General Fund	(2,179,608)	(2,179,608)	-	(2,181,608)
Capital Projects - Streets	(1,882,088)	(1,135,347)	(746,741)	(1,731,196)
Total Other Uses	<u>(4,061,696)</u>	<u>(3,314,955)</u>	<u>(746,741)</u>	<u>(3,912,804)</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES AND OTHER USES:	<u>2,896</u>	<u>(56,376)</u>	<u>(53,480)</u>	<u>(651,144)</u>
FUND BALANCE - BEGINNING	<u>110,800</u>	<u>118,781</u>	<u>781</u>	<u>131,172</u>
FUND BALANCE - ENDING	<u>\$ 113,696</u>	<u>\$ 78,125</u>	<u>\$ (35,571)</u>	<u>\$ 100,028</u>

The accompanying notes are an integral part of these financial statements.

**CITY OF MONROVILLE, LOUISIANA
SPECIAL REVENUE FUNDS
SPECIAL SALES TAX FUND**

**STATEMENT OF REVENUES, EXPENDITURES
CHANGES IN FUND BALANCE, BUDGET (GAAP BASIS) AND ACTUAL
For The Year Ended August 31, 2007
With Comparative Actual Amounts For The Year Ended August 31, 2006**

	2007		Variance - Favorable (Unfavorable)	2006 Actual
	Budget	Actual		
REVENUES				
Taxes:				
Sales and Use	\$ 2,174,500	\$ 2,179,877	\$ (5,289)	\$ 2,173,881
Interest Income	50,000	64,903	14,903	66,893
Total Revenues	2,224,500	2,244,780	(27,282)	2,240,774
EXPENDITURES				
General Government:				
Miscellaneous	500	-	500	-
Total Expenditures	500	-	500	-
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	2,224,000	2,244,780	(27,282)	2,240,774
OTHER USES				
Operating Transfers:				
General Fund	(931,000)	(931,000)	-	(930,000)
Capital Projects - Water	-	-	-	(500,000)
Debt Service Fund	(884,000)	(882,800)	1,201	882,100
Enterprise Fund	(750,000)	(749,000)	600,000	(749,000)
Capital Projects - Streets	(280,000)	(280,000)	-	(2,500,000)
Non-Other Uses	(2,445,000)	(2,482,800)	661,101	(7,421,100)
OTHER RECEIPTS				
Operating Transfers:				
Enterprise Fund	61,000	61,000	-	61,000
Debt Service Fund	20,000	24,000	(3,000)	20,000
Total Other Receipts	81,000	85,000	(3,000)	81,000
EXCESS (DEFICIENCY) OF REVENUES AND OTHER SOURCES OVER EXPENDITURES AND OTHER USES	(144,000)	(153,020)	57,020	(158,326)
FUND BALANCE - BEGINNING	700,000	700,000	000	678,824
FUND BALANCE - ENDING	\$ 556,000	\$ 546,980	\$ 100,000	\$ 520,498

See Independent Auditor's report on supplementary information.

DEBT SERVICE FUNDS

DEBT SERVICE FUND

The Debt Service Fund is used to account for the accumulation of resources and the payment of principal and interest on the 1982 Police Complex Bonds, and 1984 Water Improvements Bonds. Financing is being provided by Ad Valorem taxes.

SALES TAX BOND SINKING FUND - 1990 Advance Refunding Bonds and 1991 Public Improvement Bonds

The Sales Tax Bond Sinking Fund is used to accumulate monies for the payment of principal and interest of the 1990 Advance Refunding Bonds and 1991 Public Improvement Sales Tax Bonds. These are serial bonds due in varying annual installments, plus interest, until maturity in 2009. Proceeds of sales and use tax of \$46,858 monthly for the period of January 1, 1994 through December 30, 1998 and \$48,503 for the succeeding twelve months are required to be deposited monthly into this fund according to the bond agreement. The required monthly payments vary from year to year.

SALES TAX BOND RESERVE FUND - 1990 Advance Refunding Bonds and 1991 Public Improvement Bonds

The Reserve Fund is required to be maintained for the purpose of paying the principal of and the interest on the Bonds payable from the Sinking Fund as to which there would otherwise be default. Upon the delivery of the Bonds, the sum of \$821,648 and \$186,500, respectively, was required to be transferred, from the proceeds of the Bonds, to the Reserve Fund, and such amount is required to be maintained in the Reserve Fund. Any amounts on deposit in the Reserve Fund with respect to the bonds in excess of the Reserve Fund Requirement are to be transferred to the Sales Tax Fund and then spent within a one year period.

**CITY OF MONROEVILLE, LOUISIANA
DEBT SERVICE FUNDS**

**COMBINING BALANCE SHEET
August 31, 1997
With Comparative Data For August 31, 1996**

	State Tax Bond			August 31,	
	Fiscal Year 1996 Issues			1997	1996
	Final	Final	Final		
	Working	Reserve	Debt		
Assets	Fund	Fund	Fund		
Cash	\$ 6,417	\$ 41,286	\$ 446,334	\$ 494,027	\$ 282,976
Investments	244,617	412,950	796,530	1,048,497	1,442,451
Receivables:					
Accrued Interest	-	1,250	1,494	2,615	22,237
Tax Liens	-	-	22,581	22,581	26,861
Total Assets	\$ 311,634	\$ 455,486	\$ 1,266,939	\$ 1,567,610	\$ 1,774,525
LIABILITIES AND FUND BALANCES					
LIABILITIES					
Matured Bonds and Interest					
Payable	\$ -	\$ -	\$ 68	\$ 68	\$ 68
Due to Other Funds:					
General Fund	-	-	157,798	157,798	158,798
Special Sales Tax	-	-	-	-	82
Total Liabilities	-	-	157,966	157,966	159,648
FUND BALANCES					
Reserved for Debt Service	311,634	455,486	1,108,973	1,409,644	1,614,877
Total Liabilities and Fund Balances	\$ 311,634	\$ 455,486	\$ 1,266,939	\$ 1,567,610	\$ 1,774,525

The accompanying notes are an integral part of these financial statements.

**CITY OF MONROVILLE, LOUISIANA
DEBT SERVICE FUND**

**COMBINED STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE
August 31, 1997**
With Comparative Totals for The Year Ended August 31, 1996

	Sales Tax Bond 1990 and 1991 Issues			August 31,	
	1997	1996	1997	1996	
	Actual Budgeting Fund	Actual Revenue Fund	Actual Revenue Fund	1997	1996
REVENUES					
Taxes:					
Ad Valorem	\$ -	\$ -	\$ 146,200	\$ 146,200	\$ 146,863
Interest Income	8,004	41,756	12,571	79,311	84,748
Miscellaneous	-	-	18,734	14,314	13,977
Total Revenues	<u>8,004</u>	<u>41,756</u>	<u>177,505</u>	<u>240,825</u>	<u>245,588</u>
EXPENDITURES					
Principal Retirement	500,000	-	68,000	600,000	381,000
Debt Service - Interest and Front Charges	475,250	-	74,000	579,000	388,668
Miscellaneous	6,000	-	18,154	15,815	14,578
Total Expenditures	<u>981,250</u>	<u>-</u>	<u>150,154</u>	<u>1,194,815</u>	<u>784,246</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	<u>(973,246)</u>	<u>41,756</u>	<u>26,351</u>	<u>(954,000)</u>	<u>(538,658)</u>
OTHER FINANCING SOURCES (USES)					
Opening Balance					
Special Sales and Use Tax Fund	382,000	(28,000)	-	382,000	382,100
Total Other Financing Sources (Uses)	<u>382,000</u>	<u>(28,000)</u>	<u>-</u>	<u>382,000</u>	<u>382,100</u>
EXCESS (DEFICIENCY) OF REVENUES AND OTHER SOURCES OVER EXPENDITURE AND OTHER USES	<u>608,754</u>	<u>13,756</u>	<u>26,351</u>	<u>(572,000)</u>	<u>(920,758)</u>
FUND BALANCE - BEGINNING	<u>144,414</u>	<u>671,100</u>	<u>238,044</u>	<u>1,783,619</u>	<u>1,715,375</u>
FUND BALANCE - ENDING	<u>\$ 753,168</u>	<u>\$ 684,856</u>	<u>\$ 264,395</u>	<u>\$ 1,211,619</u>	<u>\$ 794,617</u>

The accompanying notes are an integral part of these financial statements.

CAPITAL PROJECTS FUNDS

WATER FUND - To account for the cost of constructing and acquiring, maintaining and improvements to the waterworks system of the City, including, specifically, the funding of a portion of the cost of (i) the installation of new waterworks lines, water distribution lines and interior water lines, and (ii) the construction of improvements to existing water wells and to the control systems, title to which shall be in the public. Financing was provided by the issuance of \$1,800,000 of Certificates of Indebtedness, Series 1994 and \$3,580,000 1994 General Obligation Bonds. The Certificates of Indebtedness are secured by and payable solely from a pledge and dedication of the excess of annual revenues of the City above statutory, necessary and usual charges in each of the Fiscal Years during which the Certificates are outstanding. The Bonds are secured solely from a pledge of revenues to be derived from ad valorem taxation.

STREETS FUND - To account for the costs of constructing, acquiring, extending and improving (i) streets and/or (ii) roadside drains and roadside drainage facilities. Financing was provided by issuance of \$6,200,000 1990 Ad Valorem Relief Bonds and 1991 Public Improvement Bonds for \$1,865,000. These Bonds are secured solely from a pledge of revenue to be derived from the collection of a 1% special sales tax and a 5% sales tax. Also include Lakeland Drive Improvements partially funded through the Federal Highway Department.

**CITY OF MANDERVILLE, MISSISSIPPI
CAPITAL PROJECTS FUNDS**

**COMBINING BALANCE SHEET
August 31, 1997
With Comparative Totals For August 31, 1996**

ASSETS	1997	1996	Totals	
			1997	1996
Cash	\$ 845,189	\$ 261,617	\$ 908,736	\$ 1,824,183
Investments	1,757,540	671,514	3,365,154	3,984,861
Grant Receivable	-	662,698	168,999	311,611
Accrued Interest Receivable	37,262	1,877	42,248	38,562
Total Assets	<u>\$ 2,639,991</u>	<u>\$ 1,608,516</u>	<u>\$ 3,404,138</u>	<u>\$ 4,159,177</u>
LIABILITIES AND FUND BALANCES				
LIABILITIES				
Accounts Payable and Accrued Expenses	\$ 117,565	\$ 184,644	\$ 582,609	\$ 312,284
Due to Other Fund	28,240	-	28,240	-
Total Liabilities	<u>145,805</u>	<u>184,644</u>	<u>610,849</u>	<u>312,284</u>
FUND BALANCES				
Designated for Future Expenditures	2,317,430	663,188	3,113,860	4,241,183
Total Fund Balances	<u>2,317,430</u>	<u>663,188</u>	<u>3,113,860</u>	<u>4,142,850</u>
Total Liabilities and Fund Balances	<u>\$ 2,463,235</u>	<u>\$ 1,608,242</u>	<u>\$ 3,427,709</u>	<u>\$ 4,159,177</u>

The accompanying notes are an integral part of these financial statements.

CITY OF MONROE, LOUISIANA
CAPITAL PROJECTS FUND

**COMBINING STATEMENT OF REVENUES, EXPENDITURES AND
 CHANGES IN FUND BALANCES**
For The Year Ended August 31, 1997
With Comparative Totals For The Year Ended August 31, 1996

	Year	1996	Totals	
			1997	1996
REVENUES				
Federal Grant	\$ -	\$ 545,380	\$ 595,380	\$ 1,665,750
INCOME	146,416	32,690	179,106	368,661
Miscellaneous	8,028	-	8,028	-
Total Revenues	<u>154,444</u>	<u>578,070</u>	<u>1,082,514</u>	<u>2,034,411</u>
EXPENDITURES				
Construction Contract	1,015,890	2,088,688	3,415,760	5,079,626
Engineer's Fees	22,962	34,748	17,713	241,804
Other Costs	123	882	987	136
Legal Fees	-	-	-	2,388
Total Expenditures	<u>1,038,975</u>	<u>2,494,418</u>	<u>3,494,460</u>	<u>5,343,954</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	<u>(884,531)</u>	<u>(916,348)</u>	<u>(2,411,946)</u>	<u>(1,309,543)</u>
OTHER FINANCING SOURCES				
Operating Transfers:				
Special Sales Tax Fund	-	308,000	308,000	888,000
Enterprise Fund	-	-	-	188,000
Sales Tax Fund	-	1,121,282	1,035,282	1,121,288
Total Other Financing Sources	<u>-</u>	<u>1,435,282</u>	<u>1,343,282</u>	<u>2,097,288</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES AND OTHER SOURCES	<u>(884,531)</u>	<u>(481,066)</u>	<u>(1,068,664)</u>	<u>(1,209,255)</u>
FUND BALANCE - BEGINNING	<u>3,125,536</u>	<u>1,844,283</u>	<u>4,369,755</u>	<u>3,893,124</u>
FUND BALANCE - ENDING	<u>\$ 2,241,005</u>	<u>\$ 1,363,217</u>	<u>\$ 3,301,091</u>	<u>\$ 2,683,869</u>

The accompanying notes are an integral part of these financial statements.

**CITY OF MONTELEONE, LOUISIANA
CAPITAL PROJECTS FUND
WATER FUND**

**STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET (PLANNED) AND ACTUAL
For The Year Ended August 31, 1997
With Comparative Actual Amounts For The Year Ended August 31, 1996**

	1997		Variance - Favorable (Unfavorable)	1996 Actual
	Budget	Actual		
REVENUES				
Interest	\$ 184,000	\$ 144,436	\$ -49,564	\$ 204,740
Miscellaneous	40,000	40,000	-	-
Total Revenues	<u>224,000</u>	<u>184,436</u>	<u>-39,564</u>	<u>204,740</u>
EXPENDITURES - CAPITAL PROJECTS				
Construction Contracts	2,808,000	1,826,895	1,981,105	1,826,895
Engineering Fees	384,500	47,948	336,552	336,552
Legal Fees	-	-	-	1,000
Other Costs	3,000	175	2,825	75
Total Expenditures	<u>3,195,500</u>	<u>1,975,018</u>	<u>1,219,482</u>	<u>2,204,422</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	<u>-1,171,500</u>	<u>-790,582</u>	<u>-378,946</u>	<u>-1,209,682</u>
OTHER FINANCING SOURCES				
Operating Transfer:				
Special Sales Tax	-	-	-	400,000
Interpol Fund	-	-	-	188,000
Total Other Financing Sources	<u>-</u>	<u>-</u>	<u>-</u>	<u>588,000</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES AND OTHER SOURCES	<u>(1,171,500)</u>	<u>(790,582)</u>	<u>-378,946</u>	<u>(1,181,682)</u>
FUND BALANCES - BEGINNING	<u>3,195,500</u>	<u>3,195,500</u>	<u>0</u>	<u>4,244,111</u>
FUND BALANCES - ENDING	<u>\$ -</u>	<u>\$ 2,404,918</u>	<u>\$ 2,404,918</u>	<u>\$ 3,062,429</u>

The accompanying notes are an integral part of these financial statements.

ENTERPRISE FUND

WATER AND SEWER FUND - To account for the provision of water and sewer services to residents of the City. All activities necessary to provide such services are accounted for in this fund, including, but not limited to, administration, operations, maintenance, financing and related debt service, and billing and collection.

**CITY OF HAMBIVILLE, LOUISIANA
ENTERPRISE FUND**

COMPARATIVE BALANCE SHEET

ASSETS

	August 31,	
	1997	1996
CURRENT ASSETS		
Cash	\$ 357,241	\$ 988,240
Investments - at Cost	668,909	615,614
Receivables:		
Accounts - Net of Allowance for Estimated Uncollectibles	389,937	374,973
Accrued Interest	1,894	2,553
Other	2,217	1,894
Due from Other Funds	59,340	-
Inventory - at Cost	58,358	28,296
Total Current Assets	1,487,886	1,931,510
RESTRICTED ASSETS		
Cash	76,000	72,803
Total Restricted Assets	76,000	72,803
PROPERTY, PLANT AND EQUIPMENT		
Plant and Equipment	17,897,365	16,397,636
Less: Accumulated Depreciation	3,599,258	3,133,085
Net Property, Plant and Equipment	14,298,107	13,264,551
Total Assets	\$ 15,878,175	\$ 14,699,420

The accompanying notes are an integral part of these financial statements.

LIABILITIES AND FUND EQUITY

	August 31,	
	1997	1996
CURRENT LIABILITIES		
(PAYABLE FROM CURRENT ASSETS)		
Accounts Payable and Accrued Expenses	\$ 54,682	\$ 55,009
Payroll Taxes and Retirement Payable	4,089	3,043
Due to Other Funds	96,097	16,180
Customer Deposits	<u>205,821</u>	<u>201,461</u>
Total Current Liabilities (Payable from Current Assets)	<u>360,689</u>	<u>315,693</u>
CURRENT LIABILITIES		
(PAYABLE FROM RESTRICTED ASSETS)		
Revenue Bonds	31,008	30,808
Accrued Interest	<u>6,114</u>	<u>9,353</u>
Total Current Liabilities (Payable from Restricted Assets)	<u>37,122</u>	<u>40,161</u>
LONG-TERM LIABILITIES		
Revenue Bonds	<u>286,880</u>	<u>277,080</u>
Total Long-Term Liabilities	<u>286,880</u>	<u>277,080</u>
Total Liabilities	<u>684,691</u>	<u>632,934</u>
FUND EQUITY		
Contributed Capital:		
Governmental	12,438,159	11,272,311
Intergovernmental	464,652	464,652
Customers	<u>255,048</u>	<u>268,928</u>
Total Contributed Capital	<u>13,157,859</u>	<u>12,005,891</u>
Retained Earnings:		
Reserved for Debt Service	62,589	62,544
Unreserved	<u>2,022,892</u>	<u>1,973,621</u>
Total Retained Earnings	<u>2,085,481</u>	<u>2,036,165</u>
Total Fund Equity	<u>15,243,340</u>	<u>14,108,899</u>
Total Liabilities and Fund Equity	<u>\$ 15,928,031</u>	<u>\$ 14,889,733</u>

**CITY OF MONROVILLE, LOUISIANA
ENTERPRISE FUND**

**COMPARATIVE STATEMENTS OF REVENUES, EXPENSES
AND CHANGES IN RETAINED EARNINGS**

	For The Year Ended August 31,	
	1997	1996
OPERATING REVENUES		
Charges for Services:		
Water	\$ 492,333	\$ 318,679
Sewerage	483,098	484,768
Tapping Fees - Water Department	32,723	38,057
Tapping Fees - Sewer Department	26,700	31,388
Delinquent Charges	49,238	47,833
Service Charge	55,645	17,937
Sewer Inspection Fees	1,915	2,639
Sewer Impact Fees	34,000	57,767
Water Impact Fees	81,275	55,000
Water Inspection Fees	1,000	1,700
Miscellaneous	3,798	28,854
Total Operating Revenues	<u>1,458,793</u>	<u>1,428,137</u>
OPERATING EXPENSES		
Water Department	756,778	634,400
Sewer Department	<u>1,089,871</u>	<u>930,683</u>
Total Operating Expenses	<u>1,786,649</u>	<u>1,565,083</u>
Operating Grant	<u>328,356</u>	<u>115,050</u>
NON-OPERATING REVENUES (EXPENSES)		
Interest Income	81,666	10,773
Interest and Fiscal Charges	<u>(11,653)</u>	<u>(12,589)</u>
Total Non-Operating Revenues	<u>69,993</u>	<u>(1,816)</u>
(Loss) Before Operating Transfers	<u>(257,853)</u>	<u>(114,763)</u>
OPERATING TRANSFERS IN (OUT)		
Special Revenue Fund	32,000	104,400
Capital Projects	<u>-</u>	<u>(289,000)</u>
Total Non-Operating Transfers In	<u>32,000</u>	<u>(184,600)</u>
NET FLOWS:	(175,853)	(80,363)
AND DEPRECIATION ON FIXED ASSETS ACQUIRED WITH SALES TAX REVENUE THAT REMAINS CONTRIBUTED TO CAPITAL FROM GOVERNMENT		
	<u>218,000</u>	<u>178,333</u>
NET INCREASE IN RETAINED EARNINGS	42,147	97,966
RETAINED EARNINGS - BEGINNING	<u>2,016,168</u>	<u>1,918,202</u>
RETAINED EARNINGS - ENDING	<u>\$ 2,058,315</u>	<u>\$ 2,016,168</u>

The accompanying notes are an integral part of these financial statements.

**CITY OF MANDEVILLE, LOUISIANA
ENTERPRISE FUND**

COMPARATIVE STATEMENTS OF CASH FLOWS

	For The Years Ended August 31,	
	2007	2006
CASH FLOWS FROM OPERATING ACTIVITIES		
Net (Loss)	\$ (175,193)	\$ (86,366)
Adjustments to Reconcile Net (Loss)		
To: Net Cash Provided by Operating Activities		
Depreciation	89,228	41,401
Change in Assets and Liabilities:		
(Increase) in Accounts Receivable	(14,953)	(1,688)
(Increase) in Accrued Interest	962	1,291
(Increase) in Other Receivables	(115)	(581)
(Increase) in Due from Other Funds	(28,540)	-
(Increase) in Inventory	-	(21,176)
Increase (Decrease) in Accounts Payable and Accrued Expenses	513	(6,246)
Increase (Decrease) in Payroll Taxes and Retirement Payable	1,057	(588)
Increase (Decrease) in Due to Other Funds	48,717	(8,139)
Increase in Customer Deposits	8,176	7,880
(Decrease) in Accrued Interest Payable	(728)	(733)
Net Cash Provided by Operating Activities	<u>79,828</u>	<u>286,141</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
(Increase) Decrease in Investments	(31,253)	(5,125)
Net Cash Provided by (Used in) Investing Activities	<u>(31,253)</u>	<u>(5,125)</u>
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES		
Acquisition and Construction of Capital Assets	(1,499,285)	(2,814,514)
Principal Paid on Revenue Bond Maturities	(20,080)	(79,893)
Capital Contributed from Other Funds	1,894,828	1,518,687
Net Cash (Used in) Capital and Related Financing Activities	<u>(624,537)</u>	<u>(1,375,720)</u>
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	<u>(275,262)</u>	<u>185,419</u>
CASH AND CASH EQUIVALENTS - BEGINNING OF YEAR	<u>81,088</u>	<u>310,660</u>
CASH AND CASH EQUIVALENTS - END OF YEAR	<u>\$ (194,174)</u>	<u>\$ 496,079</u>
SUPPLEMENTAL DISCLOSURES OF CASH FLOW INFORMATION		
Interest Paid	<u>\$ (1,322)</u>	<u>\$ (1,322)</u>

The accompanying notes are an integral part of these financial statements.

FIDUCIARY FUND

AGENCY FUND - To account for the receipt of grant funds from a federal government agency and transfer to secondary recipients for use in fiscal prevention. All activities of the City are purely ministerial and do not involve the measurement of results of operations.

**CITY OF MANDEVILLE, LOUISIANA
FIDUCIARY FUNDS
AGENCY FUND**

COMPARATIVE BALANCE SHEET

ASSETS

	August 31,	
	1997	1996
Cash	\$ 81,481	\$ -
Total Assets	\$ 81,481	\$ -

LIABILITIES AND FUND BALANCES

LIABILITIES

Accounts Payable and Accrued Expenses	\$ 82,481	\$ -
Total Liabilities	82,481	-

FUND BALANCES

Total Fund Balances	-	-
Total Liabilities and Fund Balances	\$ 82,481	\$ -

The accompanying notes are an integral part of these financial statements.

GENERAL FIXED ASSETS ACCOUNT GROUP

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

CITY OF MANDEVILLE, LOUISIANA
COMPARATIVE SCHEDULE OF GENERAL FIXED ASSETS - BY SOURCES

	August 31,	
	1997	1996
GENERAL FIXED ASSETS		
Land	\$ 642,212	\$ 555,165
Buildings	1,564,792	1,438,272
Improvements Other Than Buildings	1,067,348	828,358
Equipment	<u>2,272,786</u>	<u>2,353,811</u>
Total General Fixed Assets	<u>\$ 5,547,138</u>	<u>\$ 5,142,546</u>
INVESTMENT IN GENERAL FIXED ASSETS		
General Fund	\$ 4,244,130	\$ 3,882,463
Enterprise Fund	17,284	77,284
Sales Tax Fund	134,269	134,269
Federal Revenue (Sharing)	901,861	500,061
Capital Projects	102,833	262,428
Contributions	133,808	133,808
Federal Grant	<u>281,321</u>	<u>280,321</u>
Total Investment in General Fixed Assets	<u>\$ 5,547,138</u>	<u>\$ 5,142,546</u>

The accompanying notes are an integral part of these financial statements.

SUPPLEMENTARY SCHEDULES

**CITY OF MADISONVILLE, LOUISIANA
ENTERPRISE FUND**

**STATEMENT OF REVENUES, EXPENSES AND CHANGES IN RETAINED
EQUITIES - BUDGET (GAAP BASIS) AND ACTUAL
For The Year Ended August 31, 1997**

	1997		Variance - Favorable (Unfavorable)
	Budget	Actual	
OPERATING REVENUES			
Charges for Services:			
Water Fees	\$ 328,000	\$ 493,310	\$ (27,641)
Sewerage Fees	658,000	683,098	25,098
Tapping Fees:			
Water Department	35,800	33,723	(2,371)
Sewer Department	21,500	20,780	(2,880)
Water Service Charges	18,800	18,636	1,636
Delinquent Fees	48,800	48,238	1,238
Sewer Inspection Fees	2,500	1,915	(585)
Miscellaneous	1,000	1,788	(1,200)
Sewer Impact Fees	78,180	74,890	(3,507)
Water Impact Fees	2,180	1,808	(508)
Water Impact Fees	85,080	82,375	(2,315)
Grant Income	38,080	-	(38,080)
	<u>\$ 1,528,080</u>	<u>\$ 1,684,791</u>	<u>\$ (63,397)</u>

See independent auditor's report on supplementary information.

**CITY OF MONROEVILLE, LOUISIANA
ENTERPRISE FUND**

**STATEMENT OF REVENUES, EXPENSES AND CHANGES IN RETAINED
EARNINGS - BUDGET (GAAP BASIS) AND ACTUAL (Continued)
For The Year Ended August 31, 1997**

	1997		Variance - Favorable (Unfavorable)
	Budget	Actual	
WATER DEPARTMENT EXPENSES			
Salaries	\$ 293,500	\$ 291,517	\$ 1,983
Payroll Taxes	23,000	22,814	186
Retirement	72,000	72,978	978
Employee Medical Insurance	45,000	48,960	3,960
Workmen's Compensation	12,500	8,881	3,619
Insurance - General	7,000	6,000	900
Insurance - Vehicle	5,000	3,500	1,500
Insurance - Property	2,000	2,000	-
Engineering Fees	3,000	1,378	1,622
Water Connection Supplies Tap	40,000	50,000	(4,000)
Furification Chemicals	35,000	17,576	17,424
Utilities	35,500	38,762	(3,262)
Contract Labor	17,000	3,760	13,240
Pumps Maintenance	14,000	24,587	(10,587)
Kettle Maintenance	1,500	(75)	1,575
Uniforms	3,000	3,523	(523)
Small Tools and Supplies	9,000	8,184	816
Vehicle Repair and Maintenance	4,000	1,875	2,125
Fuel, Oil and Lube	7,000	6,687	313
Traffic Cones and Cones/Signs	2,000	1,377	623
Computer Programs and Supplies	5,000	2,878	2,122
Printing	2,500	2,697	(197)
Depreciation	125,000	137,855	(12,855)
Telephones	6,000	6,798	(798)
Bad Debt Expense	2,000	18,958	(16,958)
Office Supplies	2,000	1,755	245
Postage	1,500	5,026	(3,526)
Training	2,000	2,952	(952)
Memberships, Dues and Subscriptions	1,500	612	888
Service Charges	500	-	500
Building Maintenance	1,000	3,628	(2,628)
Equipment Maintenance	2,000	502	1,498
Water Testing	800	-	800
Water Plant Maintenance	3,500	5,671	(2,171)
Emergency Repairs	2,000	35,765	(33,765)
Total Water Department Expenses	<u>348,000</u>	<u>338,738</u>	<u>9,262</u>

See independent auditor's report on supplementary information.

**CITY OF MANDEVILLE, LOUISIANA
ENTERPRISE FUND**

**STATEMENT OF REVENUES, EXPENSES AND CHANGES IN RETAINED
EARNINGS - BUDGET (GAAP BASIS) AND ACTUAL (Continued)
For The Year Ended August 31, 1997**

	1997		Variance - Favorable/ Unfavorable
	Budget	Actual	
SEWER DEPARTMENT EXPENSES:			
Salaries	\$ 212,800	\$ 186,540	\$ 26,260
Payroll Taxes	17,500	14,340	3,160
Pensions	17,000	11,685	4,895
Employee Medical Insurance	45,000	22,217	12,345
Workmen's Compensation	14,500	6,275	6,225
Insurance - General	8,500	6,856	2,499
Insurance - Vehicle	4,000	3,800	2,800
Insurance - Building	3,000	3,000	-
Purification Chemical	28,000	11,310	8,467
Plant Maintenance and Repair	58,000	58,708	(8,708)
Sewer Connection Supplies	8,000	7,766	332
Sewer Ducting	18,000	18,488	312
Utilities	158,000	110,158	4,442
Contract Labor	18,000	8,822	4,178
Pumps Maintenance	48,000	33,679	6,021
Radio Maintenance and Repair	1,000	1,000	-
Tuition	3,000	2,328	872
Small Tools and Supplies	11,000	9,651	3,089
Vehicle Repair and Maintenance	5,000	4,326	680
Fuel, Oil and Lube	7,000	6,583	497
Travel Conventions and Conferences	1,500	1,481	31
Seed, Fertilizer and Gravel	4,000	2,826	1,884
Computer Programs and Supplies	3,000	1,256	1,744
Printing	1,500	1,287	513
Depreciation	1,279,800	102,170	1,856,830
Telephone	4,000	3,761	217
Office Supplies	1,500	1,264	266
Postage	7,000	4,836	2,174
Training	2,500	2,251	249
Membership, Dues and Subscriptions	1,000	345	655
Building Maintenance	1,000	-	1,000
Equipment Maintenance	11,300	10,816	684
Equipment Rental	3,000	2,826	472
Licenses and Permits	3,000	4,340	657
Engineering Fees	3,000	126	4,284
Emergency Repairs	2,000	87,858	(83,858)
Total Sewer Department Expenses	3,076,280	1,696,821	1,873,129
Total Operating Expenses	\$ 3,837,882	\$ 1,776,622	\$ 1,832,311

See independent auditor's report on supplementary information.

GOVERNMENTAL AUDIT SECTION

**REPORT ON COMPLIANCE AND ON INTERNAL CONTROL OVER FINANCIAL
REPORTING BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED
IN ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS**

To the Honorable Edward Fries, III, Mayor
and Members of the City Council
City of Mandeville, Louisiana

We have audited the general purpose financial statements of **CITY OF MANDEVILLE, LOUISIANA** as of and for the year ended August 31, 1997, and have issued our report thereon dated October 21, 1997. Except as discussed in the following paragraph, we conducted our audit in accordance with generally accepted auditing standards and the standards applicable to financial statements contained in Government Auditing Standards, issued by the Comptroller General of the United States.

Detail records of inventories of fixed assets were not maintained for the General Fixed Assets Account Group and the Enterprise Fund prior to September 1, 1995. Because such records are not available for all of the City's fixed assets, we were unable to verify ourselves as to the propriety of the recorded amounts of the General Fixed Assets Account Group and the Enterprise Fund.

Compliance

As part of obtaining reasonable assurance about whether **CITY OF MANDEVILLE, LOUISIANA's** financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grants, noncompliance with which could have a direct and material effect on the determination of financial statements amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit and, 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. However, we noted certain immaterial instances of noncompliance that we have reported to management of **CITY OF MANDEVILLE, LOUISIANA** in a separate letter dated October 21, 1997.

A Professional Accounting Corporation

300 Two Lafayette Center 4900 N. Country Blvd. Shreveport, LA 70506 (704) 875-7522 FAX (704) 875-5555

2702, Box 27, Bossier, LA 70602 (704) 842-8870 FAX (704) 842-8870

E-Mail: info@laporte.com Internet Address: <http://www.laporte.com/>

Member of AICPA Division for CPAs From Former Organizations Practice Section and CPA Practice Institute
In compliance with the Sarbanes-Oxley Act of 2002, we are required to disclose the following information:

Internal Control Over Financial Reporting

In planning and performing our audit, we considered CITY OF MONROVILLE, LOUISIANA's internal control over financial reporting in order to determine our auditing procedures for the purpose of expressing our opinions on the general purpose financial statements and not to provide assurance on the internal control over financial reporting. Our consideration of the internal control over financial reporting would not necessarily disclose all matters in the internal control over financial reporting that might be material weaknesses. A material weakness is a condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that misstatements, if any, that would be material in relation to the financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. We noted no matters involving the internal over financial reporting and its operation that we consider to be material weaknesses.

This report is intended for the information of the management of the City of Monroville, federal awarding agencies, pass-through entities and the Legislative Auditor of the State of Louisiana. However, this report is a matter of public record and its distribution is not limited.

Aditya Jitendra Singh's hand

A Professional Accounting Corporation

October 21, 1997

**REPORT ON COMPLIANCE WITH REQUIREMENTS APPLICABLE TO EACH
MAJOR PROGRAM AND INTERNAL CONTROL OVER COMPLIANCE IN
ACCORDANCE WITH OMB CIRCULAR A-133**

To the Honorable Edward Price, II, Mayor
and Members of the City Council
City of Mandeville, Louisiana

We have audited the compliance of CITY OF MANDEVILLE, LOUISIANA's with the types of compliance requirements described in the United States Office of Management and Budget (OMB) Circular A-133 Compliance Supplement that are applicable to each of its major federal programs for the year ended August 31, 1997. CITY OF MANDEVILLE, LOUISIANA's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs. Compliance with the requirements of laws, regulations, contracts and grants applicable to each of its major federal programs is the responsibility of CITY OF MANDEVILLE, LOUISIANA's management. Our responsibility is to express an opinion on CITY OF MANDEVILLE, LOUISIANA's compliance based on our audit.

We conducted our audit of compliance in accordance with generally accepted auditing standards; the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States; and OMB Circular A-133, Audits of States, Local Governments, and Non-Profit Organizations. Those standards and OMB Circular A-133 require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about CITY OF MANDEVILLE, LOUISIANA's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances. We believe that our audit provides a reasonable basis for our opinion. Our audit does not provide a legal determination on CITY OF MANDEVILLE, LOUISIANA's compliance with those requirements.

In our opinion, CITY OF MANDEVILLE, LOUISIANA complied, in all material respects, with the requirements referred to above that are applicable to each of its major federal programs for the year ended August 31, 1997.

A Professional Accounting Corporation

800 Third Lakeside Center, 2026 N. Causeway Blvd., Metairie, LA 70002 | 504.885.5420 FAX: 504.885.9777

P.O. Box 27, Braintree Lake, Gretnville, LA 70114 | 504.882.9920 FAX: 504.882.9920

E-Mail Address: laporte@laporte.com | Internet Address: <http://www.laporte.com/>

Member of the 17th District Public Accounting Practices Network and 18th District Services Network and Affiliated with Accounting Firm, Southeast, Inc.

Internal Control Over Compliance

The management of **CITY OF MANDEVILLE, LOUISIANA**, is responsible for establishing and maintaining effective internal over compliance with requirements of laws, regulations, contracts and grants applicable to federal programs. In planning and performing our audits, we considered **CITY OF MANDEVILLE, LOUISIANA's** internal control over compliance with requirements that could have a direct and material effect on a major federal program in order to determine our auditing procedures for the purpose of expressing an opinion on compliance and to test and report on internal over compliance in accordance with OIGB Circular A-113.

Our consideration of the internal control over compliance would not necessarily disclose all matters in the internal control that might be material weaknesses. A material weakness is a condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that noncompliance with applicable requirements of laws, regulations, contracts and grants that would be material in relation to the major federal program being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. We noted no matters involving the internal over compliance that we consider to be material weaknesses.

This report is intended for the information of the management of the City of Mandeville, federal awarding agencies, pass-through entities and the Legislative Auditor of the State of Louisiana. However, this report is a matter of public record and its distribution is not limited.



A Professional Accounting Corporation

October 21, 1997

CITY OF MONROVILLE
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
August 31, 1997

Federal Grant/ Pass-Through Grant/ Program Title	Federal CFDA Number	Pass-Through Grant's Number	Award Amount	Total Federal Revenue/ Expense Recognized
U.S. Department of Transportation				
<i>Federal Highway Administration Pass-Through State of Louisiana Department of Transportation and Development</i>				
Lakeview Drive Improvements	20.200	-	1,024,180	\$ <u>1,024,180</u>
U. S. Department of Justice				
CCRB PART	16.718	96-CR/92-2173	60,644	\$ 60,644
CCRB PART2	16.718	96-CR/93-2177	33,644	<u>33,644</u>
Total Department of Justice				\$ <u>94,288</u>
U. S. Department of Interior				
<i>Fish and Wildlife Service Pass-Through State of Louisiana Department of Wildlife and Fisheries</i>				
Harbor Improvements, Phase II	15.602	96-01-00-00-0	210,000	\$ <u>210,000</u>
TOTAL FEDERAL ASSISTANCE				\$ <u>1,328,468</u>
Total Federal Assistance - Capital Projects		\$	942,180	
Total Federal Assistance - General Fund		<u> </u>	386,270	
			1,291,150	
Total State Assistance - General Fund		<u> </u>	93,318	
Total Grants Received from Government Agencies		\$	<u>1,384,468</u>	

October 23, 1997

The Honorable Edward Price, III, Mayor
Members of the City Council and Finance Director
City of Mandeville, Louisiana
5101 East Causeway Approach
Mandeville, LA 70448

Ladies and Gentlemen:

In planning and performing our audit of the financial statements of City of Mandeville, Louisiana for the year ended August 31, 1997, we considered its internal control in order to determine our auditing procedures for the purpose of expressing our opinion on the financial statements and not to provide assurance on the internal control. In addition, we performed tests of the City of Mandeville, Louisiana's compliance with laws, regulations, contracts and grants.

During our audit, we noted certain immaterial instances of noncompliance with laws and regulations, as well as other comments and recommendations that we would like to address. Our findings are as follows:

Finding

We noted during our review of the Sales Tax Bond Sinking Fund, that on four occasions monthly deposits were made after the due date.

Recommendation

According to the bond agreement, deposits are required to be made by the 20th day of each month. We recommend that a second person at City Hall be responsible for ensuring that the deposit is made by the due date. This will prevent any missed payments and potential compliance problems.

Finding

During our review of cash, it was noted that in one instance a check was lost by a scanner and a replacement check was issued. Although the original check was voided, an accounting entry was not made to restate the cash and reduce the original expense on the general ledger.

A Professional Accounting Corporation

200 East Lakeshore Center (5th) W. Causeway Blvd. Metairie, LA 70002 (504) 835-5522 FAX (504) 885-7025

PO: Post JT. Metairie Drive Covington, LA 70024 (504) 882-5852 FAX (504) 882-7025

Member of AICPA, Institute for CPA State Private Companies (the CPA Council), Practice Institute

International Affiliates with Accounting Firm: Price Waterhouse

The Honorable Edward Price, III, Mayor
Members of the City Council and Finance Director
City of Mandeville, Louisiana
October 21, 1997
Page 3

Recommendation

We would like to recommend that the Chief Financial Officer carefully review all bank reconciliations and question any large checks listed as outstanding for more than 3 months. This will reduce the possibility of monthly statements having cash balances understated and expenses overstated.

Finding

We noted during our review of payroll and group benefit cash accounts that certain outstanding checks should be considered to be abandoned and unclaimed property.

Recommendation

According to Louisiana Revised Statute 9-166, abandoned and unclaimed payroll and group benefit checks result from the failure of a person who is legally entitled to the funds to make a valid claim against the holder of the funds within two years. The City should make a "good faith" effort to locate and distribute these funds to the respective individuals. If the City is unsuccessful in its attempt to contact any of these payees, advice should be received from legal counsel as advised.

Finding

During our review of the Mayor's Court activity, we noted that occasionally a small amount of cash is collected for fines at the police station, but not posted on the police revenue journal until weeks later. There were no exceptions noted between actual amounts of tickets paid and revenues posted.

Recommendation

We would like to recommend that all collections of cash for fines, tickets, etc., be paid at the front window in City Hall. By consistently performing this procedure, the current internal controls in place will reduce the possibility of misplaced cash. If an unusual situation occurs regarding collection of funds at an alternate site, the money should be immediately deposited and recorded in the police revenue journal. At all times, the City should continue to properly maintain any backup support for such transactions to protect itself against untrue claims of payment by citizens.

Finding

During our review of the Police Fee's activity, we noted that under certain circumstances a pending case may be moved to the district court. Once the case is settled at the district court, the city is entitled to receive a portion of the final monetary proceeds. Since the departure of a former employee in the records department of the Police Department, it appears that no one has continued to reconcile the amount of money received and owed to the City from the district court.

Recommendation

We would like to recommend that the task of reconciling and recording district court cases and revenues to the City be performed at minimum on a quarterly basis. This will reduce the possibility of potential errors made by the district court going unnoted, without the payment of funds due to the City.

The Honorable Edward Pilon, III, Mayor
Members of the City Council and Finance Director
City of Mandeville, Louisiana
October 21, 1997
Page 3

Finding

During our review of the Lakeshore Drive Improvement contract, we noted that a number of change orders were made during the year. Due to the complexity of determining which costs are deemed eligible for the Federal matching percentage, a solid final award amount could not be easily determined.

Recommendation

We would like to recommend that the City follow up with the contractor and the Louisiana Department of Transportation to arrive at a final federal award amount. This will result in an accurate accounting for funds eligible for reimbursement, proper compliance of reporting of federal expenditures and properly determine if any additional liability exists to close out the job as complete.

If you have any questions regarding these matters, please do not hesitate to call either myself or Louis Palmigian. We would like to thank you and your employees for their cooperation and their assistance.

Sincerely,

LaFURTE, SEHRT, BOHIG, & HAND
A Professional Accounting Corporation



James J. Hand, III
Certified Public Accountant

CITY OF MADISONVILLE, LOUISIANA
COMMITMENTMENT OF RESOURCES EXPENDITURES AND
REVENUES BY FUND BALANCE - ALL FUNDAMENTAL FUND TYPES
 For The Year Ended September 30, 2016
 (Interim Supplemental Budget No. 1016)

FUND TYPE	Fund	Special Services	Sale Service	Cash Receipts	Total	
					Expenditures	Interim Budget Total
REVENUES						
Total	\$ 11,812,274	\$ 2,499,213	\$ 164,229	\$ -	\$ 4,736,336	\$ 14,802,042
License and Permits	894,770	-	-	-	894,770	894,770
Intergovernmental	482,110	-	-	541,030	1,023,140	1,023,140
Charges for Services	207,040	-	-	-	207,040	414,119
Fees for Licenses	144,242	-	-	-	144,242	144,242
Rentals	42,000	83,000	79,000	174,229	301,229	601,229
Use of Other Property	12,718	-	-	-	12,718	-
Miscellaneous	18,222	-	2,522	40,000	60,744	81,000
Total Revenues	1,200,362	1,111,210	265,751	1,045,259	3,186,982	5,298,242
EXPENDITURES						
Total	2,204,200	63,000	-	-	1,008,880	3,176,079
Capital Outlay	1,081,720	-	-	-	1,081,720	1,081,720
General Government	-	-	-	-	-	-
Public Safety - Police	-	-	-	-	-	-
Public Works	1,111,000	-	-	-	1,111,000	1,111,000
Storm and Sanitation	21,718	-	-	-	21,718	-
Development/Planning	-	-	-	-	-	-
Community	-	-	-	-	-	-
Public Services	-	-	400,000	-	400,000	400,000
Principal Interest	-	-	29,000	-	29,000	29,000
Interest on Long-Term Debt	-	-	15,000	-	15,000	15,000
Interest on Short-Term Debt	-	-	-	-	-	-
Capital Projects	3,222,210	2,280	80,000	1,000,000	4,004,490	2,004,290
Total Expenditures	2,204,200	63,000	80,000	1,000,000	3,186,980	3,176,079
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	6,608,074	1,008,210	185,751	3,045,259	1,652	1,612,163
OTHER FINANCING RESOURCES (USES)						
Operating Transfers In	1,116,000	10,000	82,000	1,007,000	1,315,000	1,116,000
Operating Transfers Out	-	(2,000,000)	(80,000)	-	(2,080,000)	(2,080,000)
Gift Grants	(2,000,000)	(2,000,000)	(20,000)	(1,000,000)	(4,020,000)	(4,020,000)
Total Other Financing Resources (Uses)	(884,000)	(1,990,000)	(118,000)	(1,000,000)	(2,085,000)	(2,085,000)
EXCESS (DEFICIENCY) OF REVENUES AND OTHER RESOURCES OVER EXPENDITURES AND OTHER USES	5,724,074	1,018,210	76,751	2,045,259	(432,998)	(473,837)
FUND BALANCES - BEGINNING	1,000,000	800,000	1,000,000	4,000,000	1,000,000	1,000,000
EXCESS (DEFICIENCY) OF REVENUES AND OTHER RESOURCES OVER EXPENDITURES AND OTHER USES	(1,000,000)	(800,000)	(1,000,000)	(4,000,000)	432,998	(432,998)
FUND BALANCES - ENDING	0	0	0	0	567,002	567,002

Prepared in accordance with the requirements of Louisiana Revised Statutes 24:512.1.

CITY OF MASSACHUSETTS, LOUISIANA
COMPARISON STATEMENT OF REVENUES, EXPENSES AND BALANCES BY FUND BALANCES - BUDGET
FOUR MONTHS ENDING ACTUAL, ORIGINAL BUDGET, REVENUE AND CAPITAL PROJECT FUND TYPE
For the Year Ending August 31, 1997

	Current Fund		Special Revenue Fund Type		Percent Variance (Adversely)
	Budget	Actual	Budget	Actual	
EXPENSES					
Total	\$ 1,340,000	\$ 879,374	\$ 1,280,000	\$ 1,048,283	(31.54)
Lawrence and Friends	484,000	490,179	-	-	-
Lawrence and Friends	198,000	6,679	-	-	-
Lawrence and Friends	196,000	483,502	-	-	-
Change for Services	444,000	387,482	-	-	-
Finance and Feasibility	100,000	166,642	-	-	-
Lawrence and Friends	27,000	87,882	48,000	81,870	60.00
On-Call Employees	118,000	70,718	-	-	-
Miscellaneous	2,000,000	28,271	2,500,000	1,531,288	23.23
Total Expenses	3,883,000	2,240,896	64,000	92,870	3.41
Community Development	2,500,000	2,500,726	-	-	-
Public Works	1,383,000	1,111,250	-	-	-
Sports and Recreation	80,000	17,718	-	-	-
On-Call Employees	80,000	31,288	-	-	-
Community	4,000,000	2,532,314	84,000	62,882	1.61
Total Expenditures	6,200,000	6,200,000	3,400,000	3,400,000	52.90
RESERVE/BUDGETARY DEFICIT/EXCESS					
Operating Activities in	1,150,000	3,010,000	-	11,000	6,000
Operating Activities in	200,000	200,000	-	200,000	100.00
Cash Balances	1,350,000	1,200,000	1,280,000	1,290,000	20.00
Total Other Financing Sources (Used)	620,000	400,000	200,000	190,000	30.65
RESERVE/BUDGETARY DEFICIT/EXCESS AS A PERCENT					
OF THE BALANCES AND OTHER					
SOURCES FOR THE PERIODS AND OTHER FUND					
TYPE BALANCES - RESERVE/EXCESS					
ADDITION TO RESERVE FOR FUTURE	-	150,000	-	61,000	-
TOTAL BALANCED - EXCESS	\$ 2,150,000	4,800,000	\$ 2,770,000	\$ 3,071,000	42.83

The accompanying notes are an integral part of these financial statements.

CITY OF ROOSEVELL, MONTANA
(CONSOLIDATED STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET)
GENERAL - SPECIAL SERVICES AND CAPITAL PROJECTS FUND THREE CONTINUED
For The Year Ended August 31, 2019

	Original Budget				Variance
	Budget	Actual	Percent	Amount	
REVENUES					
Licenses/Permits	\$ 10,000	\$ 14,000	140%	\$ 4,000	\$ 4,000
Fees	40,000	40,000	100%	-	-
Interest	-	-	-	-	-
Miscellaneous	30,000	28,000	93%	(2,000)	(2,000)
Total Revenues	\$ 80,000	\$ 82,000	102%	\$ 2,000	\$ 2,000
EXPENDITURES					
Police	2,000,000	2,000,000	100%	-	-
Police Vehicle	100,000	97,000	97%	(3,000)	(3,000)
Police Training	100,000	100,000	100%	-	-
Police Equipment	100,000	100,000	100%	-	-
Police Other	1,000,000	1,000,000	100%	-	-
Total Expenditures	\$ 2,300,000	\$ 2,300,000	100%	\$ -	\$ -
EXPENSES					
Operating Expenses	-	-	-	-	-
Capital Expenditures	-	-	-	-	-
Total Expenses	\$ -	\$ -	-	\$ -	\$ -
CHANGES IN FUND BALANCES					
Beginning Balance	1,000,000	1,000,000	100%	-	-
Add: Revenues	80,000	82,000	102%	2,000	2,000
Less: Expenditures	(2,300,000)	(2,300,000)	100%	-	-
Total Changes in Fund Balances	\$ -	\$ -	-	\$ -	\$ -
ENDING FUND BALANCE	\$ 1,000,000	\$ 1,000,000	100%	\$ -	\$ -

CITY OF MONROE, LOUISIANA
COMPARATIVE STATEMENT OF REVENUES, EXPENSES,
AND CHANGES IN RETAINED EARNINGS -
PROGRAMME FUND TYPE - ENTERPRISE FUND

	For The Years Ended	
	August 31,	
	1997	1996
OPERATING REVENUES		
Charges for Services:		
Water	\$ 492,255	\$ 518,675
Sewerage	632,000	626,968
Tapping Fees - Water Department	21,725	26,217
Tapping Fees - Sewer Department	20,799	21,800
Indefinite Charges	48,238	47,555
Service Charge	19,636	17,927
Sewer Inspection Fees	1,975	1,699
Sewer Impact Fees	74,955	57,767
Water Impact Fees	82,215	55,688
Water Inspection Fees	2,000	1,788
Miscellaneous	1,298	28,864
Total Operating Revenues	<u>1,664,793</u>	<u>1,608,127</u>
OPERATING EXPENSES		
Water Department	759,278	624,420
Sewer Department	1,008,871	779,670
Total Operating Expenses	<u>1,768,149</u>	<u>1,404,090</u>
Operating (Loss)	<u>(103,356)</u>	<u>(195,963)</u>
NON-OPERATING REVENUES (EXPENSES)		
Interest Income	51,068	57,771
Interest and Fiscal Charges	(11,880)	(12,733)
Total Non-Operating Revenues	<u>39,188</u>	<u>45,038</u>
(Loss) Before Operating Transfers	<u>(64,168)</u>	<u>(150,925)</u>
OPERATING TRANSFERS (IN PART)		
Special Revenue Fund	85,800	114,408
Capital Projects	—	(100,000)
Total Non-Operating Transfers In	<u>85,800</u>	<u>14,408</u>
NET LOSS	<u>(78,368)</u>	<u>(136,517)</u>
AND DEPRECIATION ON FIXED ASSETS ACQUIRED		
WITH SALES TAX INCOME THAT REDUCES		
CONTRIBUTED CAPITAL FROM GOVERNMENT	<u>218,680</u>	<u>(28,112)</u>
NET INCREASE BY RETAINED EARNINGS	<u>140,312</u>	<u>81,991</u>
RETAINED EARNINGS - BEGINNING	<u>1,265,188</u>	<u>1,383,797</u>
RETAINED EARNINGS - ENDING	<u>\$ 1,405,499</u>	<u>\$ 1,465,788</u>

The accompanying notes are an integral part of these financial statements.

CITY OF MONROEVILLE, LOUISIANA
COMPARATIVE STATEMENT OF CASH FLOWS
PROPRIETARY FUND TYPE

	For The Years Ended	
	August 31,	
	1997	1996
CASH FLOWS FROM OPERATING ACTIVITIES		
Net (Loss)	\$ (733,291)	\$ (80,260)
Adjustments to Reconcile Net (Loss) to		
Net Cash Provided by Operating Activities:		
Depreciation	459,201	431,401
Change in Assets and Liabilities:		
(Increase) in Accounts Receivable	(24,861)	(3,698)
Decrease in Accrued Interest	962	3,791
(Increase) in Other Receivables	(119)	(381)
(Increase) in Due from Other Funds	(59,141)	-
(Increase) in Inventory	-	(22,178)
Increase (Decrease) in Accounts Payable and Accrued Expenses	313	(6,986)
Increase (Decrease) in Payroll Taxes and Retirement Payable	1,637	(588)
Increase (Decrease) in Due to Other Funds	(8,717)	(81,818)
Increase in Customer Deposits	8,178	1,808
(Decrease) in Accrued Interest Payable	(2,882)	(2,222)
Net Cash Provided by Operating Activities	<u>228,828</u>	<u>226,133</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
(Increase) Decrease in Investments	(21,280)	(9,128)
Net Cash Provided by (Used in) Investing Activities	<u>(21,280)</u>	<u>(9,128)</u>
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES		
Acquisition and Construction of Capital Assets	(1,499,200)	(2,014,114)
Principal Paid on Revenue Bond Maturities	(20,000)	(19,000)
Capital Contributed from Other Funds	1,524,828	1,528,628
Net Cash (Used in) Capital and Related Financing Activities	<u>(1,004,412)</u>	<u>(1,504,516)</u>
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	<u>(221,622)</u>	<u>126,419</u>
CASH AND CASH EQUIVALENTS - BEGINNING OF YEAR	<u>461,088</u>	<u>235,049</u>
CASH AND CASH EQUIVALENTS - END OF YEAR	<u>\$ 239,466</u>	<u>\$ 361,468</u>
SUPPLEMENTAL DISCLOSURES OF CASH FLOW INFORMATION		
Interest Paid	<u>\$ 12,740</u>	<u>\$ 13,320</u>

The accompanying notes are an integral part of these financial statements.

CITY OF MANDEVILLE, LOUISIANA
NOTES TO FINANCIAL STATEMENTS

NOTE A

SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The **CITY OF MANDEVILLE, LOUISIANA**, adopted the Home Rule Charter on November 16, 1961 under the provisions of Article VI, Section 5, of the Louisiana Constitution of 1974. The City operates under a Mayor-Council form of government and provides the following services as authorized by its charter: public safety, highways and streets, sanitation and utilities, health and social services, culture and recreation, public improvements, planning and zoning, and general administrative services.

The accounting and reporting policies of the **CITY OF MANDEVILLE, LOUISIANA**, conform to generally accepted accounting principles as applicable to governments except for the valuation of fixed assets as further discussed in this note. Such accounting and reporting procedures also conform to the requirements of Louisiana Revised Statutes 24:507 and to the guides set forth in the Louisiana Municipal Audit and Accounting Guide, and to the Industry and Public Audits of State and Local Governmental Units.

The following is a summary of certain significant accounting policies:

1. REPORTING ENTITY

As the governing authority of the City, for financial reporting purposes, the **CITY OF MANDEVILLE, LOUISIANA**, is considered a separate financial reporting entity. The financial reporting entity consists of (a) the primary government (the City), (b) organizations for which the primary government is financially accountable, and (c) other organizations for which the nature and significance of their relationship with the primary government are such that exclusion would cause the reporting entity's financial statements to be misleading or incomplete.

Governmental Accounting Standards Board (GASB) Statement No. 14 established criteria for determining which component units should be considered part of the **CITY OF MANDEVILLE, LOUISIANA**, 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 includes:

1. Appointing a voting majority of an organization's governing body, and
 - a. The ability of the City 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 City.
2. Organizations for which the City does not appoint a voting majority but are fiscally dependent on the City.
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.

**CITY OF MONROEVILLE, LOUISIANA
NOTES TO FINANCIAL STATEMENTS**

NOTE A

SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

1. REPORTING ENTITY (Continued)

Based on the previous criteria, the City has determined that there are no component units that are part of the reporting entity.

2. FUND ACCOUNTING

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

GOVERNMENTAL FUNDS

GENERAL FUND

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

SPECIAL REVENUE FUNDS

The Special Revenue Funds are used to account for the proceeds of specific revenue sources (other than expendable trusts or major capital projects) that are legally restricted to expenditures for specific purposes.

DEBT SERVICE FUND

This Debt Service Fund is used to account for the accumulation of resources for, and the payment of, general long-term debt principal, interest, and related costs.

CAPITAL PROJECTS FUND

Capital Projects Fund is used to account for financial resources to be used for the acquisition or construction of major capital facilities (other than those financed by proprietary funds).

FIDUCIARY FUND

AGENCY FUND

The Agency Fund is used to account for the assets held by the City as an agent for individuals and/or other funds.

**CITY OF MANHVILLE, LOUISIANA
NOTES TO FINANCIAL STATEMENTS**

NOTE A

SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

2. FUND ACCOUNTING (Continued)

PROPRIETARY FUNDS

ENTERPRISE FUND

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

3. FIXED ASSETS AND LONG-TERM LIABILITIES

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

Fixed assets used in governmental fund type operations are accounted for in a General Fixed Assets Account Group rather than in governmental funds. Fixed assets consisting of certain improvements other than building, including roads, bridges, curbs and gutters, streets and sidewalks, and lighting systems, have not been capitalized. Such assets normally are inconvertible and of value only to the City. Therefore, the purpose of accountability for capital expenditures is satisfied without recording these assets. The City did not maintain a detailed property ledger for either the Enterprise Fund or the General Fixed Assets Group of Accounts prior to September 3, 1996.

No depreciation has been provided on general fixed assets, nor has interest been capitalized during the current year.

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

**CITY OF MONROVILLE, LOUISIANA
NOTES TO FINANCIAL STATEMENTS**

NOTE A

SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

3. FIXED ASSETS AND LONG-TERM LIABILITIES (Continued)

The City did not maintain inventories of fixed assets prior to September 1, 1979. Detailed records and the valuation of fixed asset additions for the following years were maintained:

<u>Year Ending</u>	<u>Fixed Asset Additions</u>	
	<u>General</u>	<u>Enterprise</u>
	<u>Fixed Assets</u>	<u>Fund</u>
August 31, 1980	\$ 171,504	\$ 32,727
August 31, 1981	48,529	3,888
August 31, 1982	123,175	207,618
August 31, 1983	259,784	448,909
August 31, 1984	225,516	1,289,808
August 31, 1985	248,885	826,347
August 31, 1986	204,856	387,257
August 31, 1987	158,366	32,184
August 31, 1988	174,279	1,797,863
August 31, 1989	368,628	4,780,599
August 31, 1990	48,854	789,211
August 31, 1991	183,950	271,377
August 31, 1992	128,700	364,381
August 31, 1993	196,814	167,443
August 31, 1994	262,844	789,979
August 31, 1995	673,678	132,069
August 31, 1996	583,460	87,940
August 31, 1997	584,518	2,263,257
Total	\$ 5,100,732	\$ 14,212,493

Donated fixed assets are valued at their estimated fair value on the date donated.

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

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

The proprietary fund is accounted for on a cost of services or "capital maintenance" measurement basis. This means that all assets and all liabilities associated with their activity are included on the balance sheet. The reported fund equity is segregated into contributed capital and retained earnings components. Proprietary fund type operating statements present increases and decreases in net total assets.

**CITY OF MANDEVILLE, LOUISIANA
NOTES TO FINANCIAL STATEMENTS**

NOTE A

SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

3. FIXED ASSETS AND LONG-TERM LIABILITIES (Continued)

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

Sanitary System	18 - 58 Years
Equipment	7 - 5 Years

4. BASIS OF ACCOUNTING

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. Expenditures are generally recognized under the modified accrual basis of accounting when the related fund liability is incurred except that principal and interest on general long term debt is recognized when due. Purchase of various operating supplies are regarded as expenditures at the time purchased.

All proprietary funds are accounted for using the accrual basis of accounting, whereby revenues are recognized when they are earned and expenses are recognized when incurred.

In accordance with GASB Statement No. 28, "Accounting and Financial Reporting for Proprietary Funds and Other Governmental Entities That Use Proprietary Fund Accounting," it is the City's policy to apply all applicable GASB pronouncements as well as all FASB Statements and Interpretations, Accounting Principles Board Opinions and Accounting Research Bulletins of the Committee on Accounting Procedures issued on or before November 30, 1989, unless those pronouncements conflict with or contradict GASB pronouncements. The City has not adopted any FASB Statements or Interpretations, Accounting Principles Board Opinions and Accounting Research Bulletins of the Committee on Accounting Procedures issued after November 30, 1989.

5. BUDGETS AND BUDGETARY ACCOUNTING

All proposed budgets must be completed and submitted to the City Council no later than fifteen days prior to the beginning of each fiscal year. The operating budget includes proposed expenditures and the means of financing them. The final budget must be adopted before the ensuing fiscal year begins.

The CITY OF MANDEVILLE, LOUISIANA, adopted a line item budget on a basis consistent with generally accepted accounting principles for the following funds: General Fund, Special Revenue Fund, Capital Projects Fund and Enterprise Fund. A format budget was not adopted for the Debt Service Fund because effective budgetary control is ultimately achieved through general obligation bond positions.

**CITY OF MONROVILLE, LOUISIANA
NOTES TO FINANCIAL STATEMENTS**

NOTE A

SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

7. INVENTORIES

Governmental fund type inventories are basically accounted for using the "purchase" method.

It was not practicable to determine the amount of governmental fund type inventories at August 31, 1997, and therefore, such inventories are not reported in the accompanying governmental fund type financial statements as acquired by generally accepted accounting principles. In the opinion of management, such inventories would be immaterial to the financial statements.

There exists inventories of cemetery plots of \$10,540 and miscellaneous crops of \$1,995 at August 31, 1997. These inventories are valued at cost.

Materials and supplies inventory of the proprietary funds are stated at the lower of cost or market, or at cost, determined by the first-in, first-out method.

8. COMPARATIVE DATA

Comparative total data for the prior year have been presented in the accompanying financial statements in order to provide an understanding of changes in the City's financial position and operations. However, comparative data has not been presented in each of the statements because their inclusion would make the statements unduly complex and difficult to read.

9. TOTAL COLUMNS ON COMBINED STATEMENTS - OVERVIEW

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

10. PROPERTY TAXES

Property taxes are due on January 1 and delinquent if not paid by March 31. Property taxes are recorded as revenues upon receipt of payments. Property on which the taxes have not been paid is adjudicated to the City after being offered for sale to the public. Recalculated - Tax fees is reflected in the financial statements. Total property tax revenues for the year ended August 31, 1997 was \$185,648 and is recorded in the funds as follows:

General Fund	\$ 749,471
Debt Service Fund	_____146,282
	\$ _____895,753

**CITY OF MONROVILLE, LOUISIANA
NOTES TO FINANCIAL STATEMENTS**

NOTE A

SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

11. SALES TAXES

Sales tax collections for the year ended August 31, 1997 was \$3,488,253 and was collected from the following sources:

1% Special Sales and Use Tax	\$ 1,097,917
1% Sales and Use Tax	1,097,917
State Parish & Municipal Motor Vehicle Sales Tax	698,453
9% Sales and Use Tax	<u>593,966</u>
	<u>\$ 3,488,253</u>

As of July 1, 1992, the City is no longer the collecting agent for sales taxes. Sales taxes are now being collected by the St. Tammany Sheriff's Office for the entire parish.

12. ACCUMULATED UNPAID VACATION LEAVE AND SICK PAY

An employee may accrue annual leave up to a maximum of 30 days. At termination, employees are paid for any accumulated annual leave. No payment is made to terminated employees for accrued sick leave. The amount of accumulated annual leave payable in the financial statements at August 31, 1997 is \$214,196.

13. ACCOUNTS RECEIVABLE

Uncollectible amounts due for customers' utility receivables are recognized as bad debts through the establishment of an allowance account at the time information becomes available which would indicate the uncollectibility of the particular receivable. The allowance is \$32,808 at August 31, 1997.

NOTE B

CHANGES IN FIXED ASSETS

A summary of changes in general fixed assets follows:

	Balance September 1, 1996	Additions	Deletions	Balance August 31, 1997
Land	\$ 551,165	\$ 91,858	\$ -	\$ 643,023
Buildings	1,879,222	126,579	-	1,564,792
Improvements/Other				
Truck Buildings	820,250	244,995	-	1,065,245
Equipment	<u>2,332,811</u>	<u>499,892</u>	<u>-</u>	<u>2,732,706</u>
Total	<u>\$ 3,142,148</u>	<u>\$ 962,324</u>	<u>\$ -</u>	<u>\$ 3,694,866</u>

**CITY OF MONROEVILLE, LOUISIANA
NOTES TO FINANCIAL STATEMENTS**

NOTE B

CHANGES IN FIXED ASSETS (Continued)

A summary of proprietary fixed type property, plant and equipment at August 31, 1997 follows:

Water and Sewer Systems and Equipment	\$ 16,278,435
Construction in Progress	<u>1,828,000</u>
	17,899,185
Less: Accumulated Depreciation	<u>3,569,389</u>
Net	<u>\$ 14,329,796</u>

Depreciation expense for the year ended August 31, 1997 was \$456,215. Of this amount \$218,689 was depreciation on assets purchased with bond money.

NOTE C

CHANGES IN LONG-TERM DEBT

The following is a summary of bond transactions of the City for the year ended August 31, 1997:

	Certificate of Indebtedness	General Obligation	Water Revenue	Total
Bonds and Certificates Payable at September 1, 1996	\$ 2,500,000	\$ 8,251,000	\$ 247,000	\$ 11,018,000
Bonds Retired	<u>(200,000)</u>	<u>(182,000)</u>	<u>(20,000)</u>	<u>(402,000)</u>
Bonds and Certificates Payable at August 31, 1997	<u>\$ 2,300,000</u>	<u>\$ 8,069,000</u>	<u>\$ 227,000</u>	<u>\$ 10,617,000</u>

CITY OF MANDEVILLE, LOUISIANA
NOTES TO FINANCIAL STATEMENTS

NOTE D

COMBINED SCHEDULE OF BONDS PAYABLE - AUGUST 31, 1997

Sales Tax Bonds	Payment Dates	Interest			Annual Serial Payments	
		Yield or Certificate Number	% Rate	Years	Amount	Balance
Series 1995, Issued						
12/1/90 for \$6,265,000 (Outstanding Series 1987 Sales Tax Bonds)	1/1 and 7/1	1998	6.00	1998	\$ 275,000	\$ 275,000
		1999	6.70	1999	293,000	293,000
Payable from Special 1% Sales Tax		2000	6.80	2000	303,000	315,000
		2001	6.85	2001	313,000	335,000
		2002	6.90	2002	320,000	360,000
		2003	6.95	2003	325,000	385,000
		2004	7.00	2004	400,000	410,000
		2005	7.05	2005	440,000	440,000
		2006	7.10	2006	470,000	470,000
		2007	7.20	2007	600,000	600,000
		2008	7.25	2008	640,000	640,000
		2009	7.25	2009	575,000	575,000
						4,000,000
Series 1991, Issued						
12/1/90 for \$1,861,000 (Street Improvements) Payable from Special 1% Sales Tax	1/1 and 7/1	1998	6.10	1998	\$ 80,000	\$ 80,000
		1999	6.20	1999	90,000	90,000
		2000	6.30	2000	95,000	95,000
		2001	6.40	2001	105,000	105,000
		2002	6.50	2002	110,000	110,000
		2003	6.60	2003	120,000	120,000
		2004	6.60	2004	130,000	130,000
		2005	6.60	2005	135,000	135,000
		2006	6.60	2006	150,000	150,000
		2007	6.60	2007	155,000	155,000
		2008	6.60	2008	170,000	170,000
		2009	6.60	2009	185,000	185,000
						1,530,000
Police Complex Bonds						
Bonds Issued 12/1/82 for \$250,000, Payable from Ad Valorem Taxes	6/1 and 12/1	221 250	7.0	1998	\$ 30,000	\$ 30,000
						30,000

**CITY OF MONROVILLE, LOUISIANA
NOTES TO FINANCIAL STATEMENTS**

NOTE D

COMBINED SCHEDULE OF BONDS PAYABLE - AUGUST 31, 1991 (Continued)

Water Improvement Bonds	Payment Dates	Interest			Annual Serial Payments	
		Year or Certificate Number	% Rate	Years	Amount	Balance
Bonds Issued 2/1/84 for \$1,800,000, Payable from Ad Valorem Taxes	2/1 and 8/1	1988	9.8	1998	\$ 40,000	\$ 40,000
		1989	9.8	1999	50,000	50,000
	2000	4.8	2000	50,000	50,000	
	2001	4.1	2001	55,000	55,000	
	2002	4.2	2002	60,000	60,000	
	2003	4.3	2003	65,000	65,000	
	2004	4.4	2004	65,000	65,000	
	2005	4.3	2005	70,000	70,000	
	2006	4.7	2006	75,000	75,000	
	2007	4.9	2007	80,000	80,000	
	2008	5.05	2008	90,000	90,000	
	2009	5.1	2009	95,000	95,000	
	2010	5.15	2010	100,000	100,000	
	2011	5.2	2011	110,000	110,000	
	2012	5.25	2012	115,000	115,000	
2013	5.25	2013	125,000	125,000		
2014	5.25	2014	135,000	135,000		
					<u>1,800,000</u>	
					<u>\$ 1,800,000</u>	

Total General Obligation Bonds

Revenue Bonds	Payment Dates	Interest			Annual Serial Payments	
		Year or Certificate Number	% Rate	Years	Amount	Balance
Bonds Issued 12/1/80 for \$400,000 (Water and Sewer) Payable from Water and Sewer Revenues	12/1	1990-2005	5.00%	1990	\$ 21,000	
				1991	21,000	
				1992	21,000	
				1993	24,000	
				1994	25,000	
				Thereafter	112,000	
Total Revenue Bonds					<u>\$ 212,000</u>	

**CITY OF MONROEVILLE, LOUISIANA
NOTES TO FINANCIAL STATEMENTS**

NOTE D

COMBINED SCHEDULE OF BONDS PAYABLE - AUGUST 31, 1997 (Continued)

Certificate of Indebtedness	Interest			Years	Annual	
	Payment Dates	Certificate Number	% Rate		Serial Payments	
					Amount	Balance
Certificates dated 10/1/94						
for \$1,000,000, Payable	3/1 and					
from Taxes General	5/1	1995	4.81	1995	\$ 275,000	\$ 275,000
Fund Revenues		1999	4.81	1999	290,000	290,000
		2000	4.81	2000	305,000	305,000
		2004	4.81	2004	325,000	325,000
		2002	4.81	2002	375,000	375,000
		2005	4.81	2005	355,000	355,000
		2004	4.81	2004	370,000	370,000
Total Certificates of Indebtedness						<u>\$ 2,330,000</u>

NOTE E

ANNUAL REQUIREMENTS TO AMORTIZE LONG-TERM DEBT

The following is a schedule of principal and interest debt service requirements to maturity:

Year Ending August 31,	Certificates of Indebtedness	General Obligation	Water Revenues Bonds	Total
1998	\$ 376,823	\$ 935,115	\$ 31,200	\$ 1,343,138
1999	378,286	906,458	31,200	1,316,944
2000	378,866	902,823	31,200	1,312,889
2001	378,884	907,181	31,850	1,317,915
2002	378,819	908,945	31,850	1,319,614
2003-2114	<u>780,306</u>	<u>7,848,330</u>	<u>120,128</u>	<u>7,998,764</u>
	<u>\$ 2,001,811</u>	<u>\$ 11,698,826</u>	<u>\$ 282,128</u>	<u>\$ 14,982,765</u>

\$1,878,886 is available in the Debt Service Fund to service the General Obligation Bonds.

CITY OF MONROEVILLE, LOUISIANA
NOTES TO FINANCIAL STATEMENTS

NOTE E

ANNUAL REQUIREMENTS TO AMORTIZE LONG-TERM DEBT (Continued)

There are a number of limitations and restrictions contained in the water revenue bond indenture. The states of these deposit requirements are as follows:

	August 31, 1997		
	Required Balance	Actual Balance	Variance- Favorable (Unfavorable)
Sinking Fund	\$ 24,798	\$ 24,195	\$ -
Reserve Fund	25,288	28,286	-
Depreciation and Contingency Fund	25,238	25,506	-
Totals	\$ 75,324	\$ 78,027	\$ -

The City performed a defeasance of its Series 1987 Sales Tax Bonds in accordance with Chapter 14 of Title 38 of the Louisiana Revised Statutes of 1958, as amended. An advance refunding was performed whereby new debt (Series 1998 Sales Tax Bonds) was issued to provide money to pay interest on old, outstanding debt as it becomes due and to pay principal on the old debt as it matures. The proceeds from the sale of the advance refunding bonds was placed in an irrevocable trust with Whitney National Bank (Escrow Agent) to be used solely for satisfying scheduled payments of both interest and principal of the defeasible debt. The total amount of defeasible debt outstanding at August 31, 1997 is \$3,185,868.

NOTE F

MAUSOLEUM-ENDORSED CARE TRUST FUND

The City entered into an agreement with the Citizens Bank and Trust Company on June 24, 1996 creating "Lake Lawn Park, Inc., Endowed Care Trust, Town of Monroeville". This trust fund was created to provide for the maintenance and care of the mausoleum. On July 15, 1997, the account was transferred to the Whitney National Bank Trust Division upon the closing of the Trust Department at Citizens Bank. The trust can make disbursements to the city "upon presentation to the company of an itemized and itemized statement of maintenance expenses and same approved and signed by the mayor". This account is not reflected on the financial statements because the Trust Fund is not considered a part of the reporting entity. The balance of this account as of August 31, 1997 is:

Money Market Deposit Account	<u>\$ 85,602</u>
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**CITY OF MONROEVILLE, LOUISIANA
NOTES TO FINANCIAL STATEMENTS**

NOTE G

OTHER REQUIRED INDIVIDUAL FUND DISCLOSURES

Generally accepted accounting principles require disclosure, as part of the combined financial statements, of certain information concerning individual funds including:

Individual fund interfund receivable and payable balances. Such balances at August 31, 1997 were:

Fund	Interfund Receivables	Interfund Payables
General Fund	\$ 158,705	\$ 5,908
Debt Service Fund	-	257,758
Capital Projects	-	29,543
Enterprise Fund	58,543	86,897
	<u>\$ 247,248</u>	<u>\$ 420,906</u>

NOTE H

LITIGATION

The City is a defendant in several lawsuits which are currently pending. The City persists in its vigorous defense of these lawsuits and maintains that the defenses available should shield the City from liability or, at a minimum, preclude the amount of damages sought by the plaintiffs. The majority of the cases are covered by insurance and, in the opinion of legal counsel for the City, the ultimate resolutions of these cases will not result in a significant liability to the City.

NOTE I

RESERVE FOR CAPITAL EXPENDITURE

The reserve for capital expenditures is \$1,110. The reserve for capital expenditures is restricted for certain police acquisitions.

NOTE J

SELF-INSURANCE PROGRAM

As of March 1, 1996, the City became self-insured for up to \$20,000 per employee with respect to its medical insurance. The plan is serviced by an independent service company. The City is also partially self-insured for up to \$25,000 per occurrence/\$75,000 aggregate for the year with respect to its property and casualty insurance.

CITY OF MANDEVILLE, LOUISIANA
NOTES TO FINANCIAL STATEMENTS

NOTE K

PENSION PLANS

MUNICIPAL EMPLOYEES' RETIREMENT SYSTEM (MERS)

Plan Description and Participants

All of the City's full-time employees, other than police employees, participate in the MERS, a multiple-employer, cost sharing pension plan. The payroll for employees covered by the MERS for the year ended August 31, 1997 was \$3,509,646. The City's total payroll, excluding police department, was \$1,417,882.

Employees can retire providing they meet one of the following criteria:

1. Age 55 with thirty (30) years of creditable service.
2. Age 68 with a minimum of ten (10) years of creditable service.
3. Under age 68 with ten (10) years of creditable service eligible for disability benefits.
4. Survivor's benefits require twenty (20) years creditable service at death of member.

Generally, the monthly amount of the retirement allowance for any member shall consist of an amount equal to 2% of the member's final compensation multiplied by his years of creditable service. However, under certain conditions as outlined in the statutes, the benefits are limited to specified amounts.

If a member's employment is terminated before the member is eligible for any benefits under MERS, the member shall receive a refund of his member contributions.

Description of Funding Policy

The System's contribution requirements are not actuarially determined. Instead, the contribution requirements are currently established by statute. As of July 1, 1996, the statutory rates were 2% member contribution and 3.25% employer contribution of the total covered payroll. The City has elected to pay the member contribution as an additional benefit to City employees. The City's contribution requirement for the year ended August 31, 1997 was \$181,862 which represents 7.3% of covered payroll.

CITY OF MONROVILLE, LOUISIANA
NOTES TO FINANCIAL STATEMENTS

NOTE K

PENSION PLANS (Continued)

MUNICIPAL AND STATE POLICE EMPLOYEES' RETIREMENT SYSTEM (MSPERS)
(Continued)

Plan Description and Provisions (Continued)

A member is eligible to receive disability benefits if he was an active contributing member of the Retirement System or, if he is no longer a member but has 20 years creditable service established in the System and suffers disability which has been certified by examination by a member of the State-wide Medical Disability Board. A service related disability requires no certain number of years of creditable service, however, a non-service connected disability requires five years of creditable service.

The disability benefits are calculated at three percent of average final compensation multiplied by years of creditable service, but shall not be less than 40% nor more than 50% of average final compensation. Upon reaching the age required for regular retirement, the disability pensioner receives the greater of disability benefit or accrued benefit earned to date of disability.

Upon the death of an active contributing member, or disability retiree, the plan provides benefits for surviving spouses and minor children. Under certain conditions outlined in the statute, the benefit ranges from 40-60% of the member's average final compensation.

Description of Funding Policy

Effective July 1, 1994, contributions for all member employees are established by statute at 7.5% percent of employee's taxable compensation excluding overtime, but including state supplemental pay and nine percent employer contribution. The City has elected to pay the member contribution as an additional benefit to City police employees. The City's contribution requirement for the year ended August 31, 1997 was \$156,814 which represents 13.4% of covered payroll.

The amount reported below as "pension benefit obligation" is a standardized disclosure measure of the present value of pension benefits, adjusted for the effects of projected salary increases, estimated to be payable in the future as a result of employee service to date. The measure is the actuarial present value of assumed projected benefits and is intended to help users assess the plan's funding status on a going-concern basis, assess progress made in accumulating sufficient assets to pay benefits when due, and make comparisons among governmental pension plans and employers. The MSPERS does not conduct separate measurements of assets and pension benefit obligations for individual employees. The pension benefit obligation at June 30, 1996 for the MSPERS as a whole, determined through an actuarial valuation performed as of that date, was \$777,713,671. The MSPERS net assets available for benefits on that date (based on market) were \$838,214,644. The City's contribution represented 59% of total actuarial contributions required.