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VILLAGE OF MONROEVILLE, LOUISIANA
FINANCIAL REPORT

JUNE 30, 1993

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Release Date: FEB 11 1998

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INDEPENDENT AUDITOR'S REPORT

The Honorable Mayor Bordelon and
The Board of Aldermen
Village of Moreauville, Louisiana

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

I conducted my audit in accordance with generally accepted auditing standards and Government Auditing Standards issued by the Comptroller General of the United States; and the provisions of office and Budget circular A-130, Audits of State and Local Governments. These standards and provisions require that I plan and perform the audit to obtain reasonable assurance about whether the general purpose financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the general purpose financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall general purpose financial statement presentation. I believe that my audit provides a reasonable basis for my opinion.

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

In accordance with Government Auditing Standards, I have also issued a report dated November 1, 1996 on my consideration of the Village of Moreauville's internal control structure and a report dated November 1, 1996 on its compliance with laws and regulations.

Mayer Sardelis and
The Board of Aldermen

My audit was made for the purpose of forming an opinion on the general purpose financial statements taken as a whole. The accompanying financial information listed as "Supplementary Information" in the table of contents is presented for purposes of additional analysis and is not a required part of the general purpose financial statements of the Village of Necessiter, Louisiana. Such information has been subjected to the auditing procedures applied in the audit of the general purpose financial statements and, in my opinion, is fairly presented in all material respects in relation to the general purpose financial statements taken as a whole.

The financial information for the preceding year which is included for comparative purposes was taken from the financial report for that year in which my report dated November 1, 1998, expressed an unqualified opinion on the combined financial statements of the Village of Necessiter, Louisiana for that year.

Kenneth J. Rochel

Necessiter, Louisiana
November 4, 1997

VILLAGE OF MONROUVILLE, LOUISIANA
GENERAL PURPOSE FINANCIAL STATEMENTS
(COMBINED STATEMENTS - OVERVIEW)

VILLAGE OF MEMPHISVILLE, LOUISIANA

COMBINED BALANCE SHEET - ALL FUND TYPES AND ACCOUNT GROUPS
June 30, 1997

Governmental Fund Types

ASSETS AND OTHER DEBITS	<u>Governmental Fund Types</u>			
	<u>General</u>	<u>Special Revenues</u>	<u>Debt Service</u>	<u>Capital Projects</u>
Cash				
Demand deposits	\$ 8,108	\$ 11,487	\$ 78,148	\$ 864
Time deposits	87,638	88,600	-	-
Receivables, net of allowances for uncollectibles of \$3,108				
Taxes	4,882	-	-	-
Customer accounts	-	4,088	-	-
Accrued interest	1,833	883	-	-
Other	31,883	-	-	-
Inventory, at cost	-	-	-	-
Due from other funds	18,000	18,000	-	-
Due from other governments	4,042	-	-	78,000
Prepaid insurance	18,438	-	-	-
Restricted assets				
Cash and time deposits	-	-	-	-
Accrued interest	-	-	-	-
Fixed assets, net	-	-	-	-
Amount available in debt service funds	-	-	-	-
Amount to be provided for debt retirement	-	-	-	-
TOTAL ASSETS AND OTHER DEBITS	\$244,171	\$ 88,878	\$ 78,148	\$ 78,419

The accompanying notes are an integral part of this statement.

Proprietary Fund Type	Account Groups		Totals (Memorandum Only)	
	General Fixed Assets	General Long-Term Debt	1997	1998
Enterprise				
\$ 40,713	\$ -	\$ -	\$ 130,414	\$ 110,706
142,448	-	-	165,084	165,109
-	-	-	8,092	8,517
36,474	-	-	46,568	37,348
2,866	-	-	3,924	3,820
-	-	-	12,081	8,892
17,889	-	-	17,889	18,728
87,287	-	-	83,275	88,242
-	-	-	74,595	4,816
11,060	-	-	22,816	23,927
74,421	-	-	74,421	76,286
592	-	-	592	556
2,431,714	512,442	-	2,946,336	3,014,112
-	-	70,348	70,348	69,361
-	-	85,324	85,324	81,462
\$2,014,341	\$ 512,442	\$ 166,843	\$2,886,343	\$2,798,431

VILLAGE OF MONROUVILLE, LOUISIANA

COMBINED BALANCE SHEET - ALL FUND TYPES AND ACCOUNT GROUPS
(CONTINUED)
June 30, 1997

Governmental Fund Types

	General	Special Revenue	Debt Service	Capital Projects
LIABILITIES, EQUITY AND OTHER CREDITS				
LIABILITIES				
Accounts payable	\$ 3,434	\$ -	\$ -	\$ 186
Contract payables	-	-	-	124,887
Payable from restricted assets	-	-	-	-
Accrued interest	-	-	-	-
Revenue bonds	-	-	-	-
Deposits	-	-	-	-
Due to other funds	40,850	-	-	-
Compensated absences	-	-	-	-
Capital leases payable	-	-	-	-
Bonds payable	-	-	-	-
Total liabilities	44,284	-	-	125,073
FUND EQUITY AND OTHER CREDITS				
Contributed capital	-	-	-	-
Investment in general fixed assets	-	-	-	-
Retained earnings-Resrated				
Reserved for revenue bond and interest retirement and revenue bond contingencies	-	-	-	-
Unreserved	-	-	-	-
Total retained earnings	-	-	-	-
Fund Balances				
Reserved/designated	10,454	-	79,340	-
Unreserved, undesignated	79,318	88,378	-	133,504
total fund balances	100,882	88,378	79,340	133,504
Total fund equity	100,882	88,378	79,340	133,504
TOTAL LIABILITIES, EQUITY AND OTHER CREDITS	\$144,122	\$ 88,378	\$ 79,340	\$ 171,419

The accompanying notes are an integral part of this statement.

Proprietary Fund Type	Account Groups		Totals (Memorandum Only)	
	General Fixed Assets	General Long-Term Debt	1997	1998
Enterprise				
\$ 14,883	\$ -	\$ -	\$ 17,653	\$ 18,612
-	-	-	124,837	29,880
921	-	-	921	955
3,000	-	-	3,000	3,000
31,938	-	-	33,938	39,893
45,224	-	-	85,275	89,243
4,125	-	3,538	8,663	5,343
-	-	18,304	18,304	-
<u>88,088</u>	<u>-</u>	<u>124,002</u>	<u>222,002</u>	<u>227,088</u>
<u>188,982</u>	<u>-</u>	<u>128,042</u>	<u>512,491</u>	<u>488,222</u>
<u>1,983,628</u>	<u>-</u>	<u>-</u>	<u>1,983,628</u>	<u>2,413,622</u>
<u>-</u>	<u>512,642</u>	<u>-</u>	<u>512,642</u>	<u>512,478</u>
27,248	-	-	27,248	28,377
<u>618,382</u>	<u>-</u>	<u>-</u>	<u>618,382</u>	<u>618,642</u>
<u>642,632</u>	<u>-</u>	<u>-</u>	<u>642,632</u>	<u>643,019</u>
-	-	-	80,784	78,800
<u>-</u>	<u>-</u>	<u>-</u>	<u>123,814</u>	<u>129,604</u>
<u>-</u>	<u>-</u>	<u>-</u>	<u>203,718</u>	<u>208,110</u>
<u>2,628,260</u>	<u>512,842</u>	<u>-</u>	<u>3,342,840</u>	<u>3,392,229</u>
52,814,341	\$ 512,642	\$ 158,842	\$3,885,942	\$3,788,451

VILLAGE OF MOREAUVILLE, LOUISIANA

COMBINED STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - ALL GOVERNMENTAL FUND TYPES
For the Year Ended June 30, 1997

	General	Special Revenues	Debt Service
REVENUES			
Taxes	\$ 30,913	\$ 43,201	\$ -
Licenses and permits	22,594	-	-
Intergovernmental	10,084	-	-
Fees	10,319	-	-
Miscellaneous	50,230	3,073	2,068
Total revenues	<u>124,140</u>	<u>46,274</u>	<u>2,068</u>
EXPENDITURES			
current			
general government	55,698	800	-
public safety - police	19,871	-	-
public safety - fire	8,948	-	-
streets and sidewalks	15,881	-	-
recreation	1,328	-	-
capital outlay	27,744	851	-
debt service			
principal retirement	1,044	-	11,800
interest and charges	208	-	7,380
Total expenditures	<u>131,652</u>	<u>1,651</u>	<u>19,180</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	<u>(7,512)</u>	<u>44,623</u>	<u>(17,112)</u>
OTHER FINANCING SOURCES (USES)			
Proceeds of lease	20,900	-	-
Operating transfers in	34,800	-	21,220
Operating transfers out	(12,823)	(37,210)	-
Total other financing sources (uses)	<u>42,877</u>	<u>(37,210)</u>	<u>21,220</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES AND OTHER FINANCING SOURCES (USES)	40,465	7,413	4,987
FUND BALANCES, Beginning	<u>60,280</u>	<u>80,548</u>	<u>48,361</u>
FUND BALANCES, Ending	\$100,745	\$ 87,961	\$ 53,348

The accompanying notes are an integral part of this statement.

Capital Receipts	Totals (Memorandum Only)	
	1997	1998
\$ -	\$ 80,212	\$ 80,212
-	22,386	30,888
886,226	522,811	67,278
-	26,328	18,328
-	82,375	42,128
<u>886,226</u>	<u>713,802</u>	<u>217,741</u>
-	26,288	26,288
-	29,271	28,288
-	8,588	10,214
-	12,821	43,122
-	7,328	6,221
886,722	807,297	181,284
-	12,044	11,000
-	7,227	7,227
<u>886,722</u>	<u>826,568</u>	<u>201,511</u>
<u>(162,472)</u>	<u>(108,271)</u>	<u>(188,228)</u>
-	28,222	-
8,222	58,122	114,222
-	(122,222)	(162,472)
<u>8,222</u>	<u>36,222</u>	<u>48,222</u>
(53,224)	(2,222)	1,222
-	122,122	224,222
<u>(53,224)</u>	<u>120,222</u>	<u>225,444</u>
*****	*****	*****

VILLAGE OF MONROEVILLE, LOUISIANA

COMBINED STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET (GAAP Basis) AND ACTUAL
GENERAL AND SPECIAL REVENUE FUND TYPES
For the Year Ended June 30, 1997

	General Fund		
	Budget	Actual	Variance Favorable (Unfavorable)
REVENUES			
Taxes	\$ 36,000	\$ 38,811	\$ 2,811
Licenses and permits	18,000	22,590	3,590
Intergovernmental	12,000	16,860	3,990
Fines	15,000	16,310	1,310
Miscellaneous	32,300	50,230	17,930
Total revenues	<u>113,300</u>	<u>135,242</u>	<u>21,942</u>
EXPENDITURES			
Current			
General government	54,835	55,890	(755)
Public safety			
Police	38,048	39,571	(1,523)
Fire	8,500	8,500	100
streets and sidewalks	31,410	18,481	15,759
Recreation	8,047	7,329	718
Capital outlay	32,499	27,744	4,755
Debt service	-	1,102	(1,102)
total expenditures	<u>174,437</u>	<u>185,852</u>	<u>18,585</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	<u>(61,137)</u>	<u>(50,610)</u>	<u>10,527</u>
OTHER FINANCING SOURCES (USES)			
Proceeds of lease	38,000	38,800	-
Operating transfers in	38,440	28,800	(9,640)
Operating transfers out	-	(12,923)	(12,923)
	<u>76,440</u>	<u>54,677</u>	<u>(21,763)</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES AND OTHER FINANCING SOURCES (USES)	-	48,408	48,408
FUND BALANCE, Beginning	<u>88,200</u>	<u>88,200</u>	-
FUND BALANCE, Ending	\$ 40,200	\$108,656	\$ 40,456

The accompanying notes are an integral part of this statement.

<u>Special Revenue Fund</u>		
<u>Budget.</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
\$ 45,800	\$ 42,201	\$ 3,599
-	-	-
-	-	-
-	-	-
<u>2,800</u>	<u>2,878</u>	<u>(78)</u>
<u>47,800</u>	<u>44,800</u>	<u>3,000</u>
800	800	0
-	-	-
-	-	-
-	-	-
18,340	991	17,349
<u>18,340</u>	<u>1,041</u>	<u>17,300</u>
<u>38,500</u>	<u>43,000</u>	<u>4,500</u>
-	-	-
-	-	-
<u>138,500</u>	<u>137,210</u>	<u>1,290</u>
<u>138,500</u>	<u>137,210</u>	<u>1,290</u>
-	5,028	5,028
<u>88,548</u>	<u>88,548</u>	<u>-</u>
\$ 88,548	\$ 88,378	\$ 1,670

VILLAGE OF MOREHAYVILLE, LOUISIANA
 COMBINED STATEMENT OF REVENUES, EXPENSES AND CHARGES
 IN RETAINED EARNINGS - ALL PROPRIETARY FUND TYPES
 For the Year Ended June 30, 1997

	<u>Enterprise Funds</u>	
	<u>1997</u>	<u>1996</u>
OPERATING REVENUES		
charges for services	\$427,412	\$425,581
OPERATING EXPENSES		
Gas purchases	171,833	158,617
Salaries and related costs	81,714	77,868
Depreciation	88,733	88,178
Maintenance and repairs	39,127	34,531
Supplies	16,139	18,888
Contractual services	3,848	4,874
Other	18,328	52,880
TOTAL OPERATING EXPENSES	<u>419,722</u>	<u>432,126</u>
OPERATING LOSS	(43,310)	(12,145)
NONOPERATING REVENUES (EXPENSES)		
Interest on investments	9,386	10,135
Other	-	5,458
Interest and fiscal charges	(4,851)	(4,815)
TOTAL NONOPERATING REVENUES	<u>4,535</u>	<u>10,778</u>
INCOME (LOSS) BEFORE OPERATING TRANSFERS	(38,775)	-1,367
OPERATING TRANSFERS IN (OUT), NET	<u>(16,881)</u>	<u>(46,830)</u>
NET LOSS	(55,656)	(48,195)
ADD: DEPRECIATION ON FIXED ASSETS ACQUIRED BY GRANTS, ENTITLEMENTS AND BONDED REVENUES EXTERNALLY RESTRICTED FOR CAPITAL ACQUISITION AND CONSTRUCTION THAT REDUCES CONTRIBUTED CAPITAL	51,864	51,864
RETAINED EARNINGS, Beginning	(445,015)	(335,120)
RETAINED EARNINGS, Ending	\$443,633	\$445,119

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

VILLAGE OF MOREAUVILLE, LOUISIANA
 COMBINED STATEMENT OF CASH FLOWS - ALL PROPRIETARY FUND TYPES
 For The Year Ended June 30, 1997 and 1996

	<u>1997</u>	<u>1996</u>
Cash flows from operating activities:		
Operating loss		
Adjustments to reconcile operating loss to net cash provided by operating activities	<u>(42,315)</u>	<u>(7,145)</u>
Depreciation	80,734	83,778
Change in assets and liabilities		
Accounts receivable	(3,983)	(4,476)
Inventory	1,137	340
Prepaid insurance	823	(2,855)
Accounts payable	2,088	80
Accrued expenses	-	-
Compensated absences	828	(228)
Total adjustments	<u>81,417</u>	<u>78,181</u>
Net cash flows provided by operating activities	<u>39,102</u>	<u>71,036</u>
Cash flows from noncapital financing activities:		
Interest and fiscal charges paid	(4,475)	(7,375)
Principal paid on bonds	(3,880)	(3,000)
Transfers to other funds	(32,880)	(55,360)
Other	-	5,884
Net cash used by noncapital financing activities	<u>(41,235)</u>	<u>(69,851)</u>
Cash flows from capital and related financial activities:		
Acquisition of capital assets	(8,810)	(12,178)
Net change in meter deposits	3,387	852
Net cash (used) provided by capital and related financing activities	<u>(5,423)</u>	<u>(11,326)</u>
Cash flows from investing activities:		
Net change in investment activity	-	(3,000)
Interest received on deposits	8,583	10,881
Net cash used for investing activities	<u>(8,583)</u>	<u>(7,881)</u>
Increase (Decrease) in cash and cash equivalents	19,886	7,829
Cash and cash equivalents, beginning of year	<u>68,181</u>	<u>68,758</u>
Cash and cash equivalents, end of year	\$ 88,067	\$ 76,587

The accompanying notes are an integral part of this statement.

VILLAGE OF HORSESHOEVILLE, LOUISIANA

NOTES TO FINANCIAL STATEMENTS

June 30, 1997

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The Village of Horseshoerville was incorporated in 1864 under the provisions of the Levee Act. The Village operates under a Mayor-Board of Aldermen form of government and provides the following services: public safety (police and fire), highway and streets, sanitation, culture-recreation, public improvements, planning and zoning, and general administrative services.

The accounting and reporting policies of the Village of Horseshoerville conform to generally accepted accounting principles as applicable to governments. Such accounting and reporting procedures also conform to the requirements of Louisiana Revised Statutes 24:517 and to the industry audit guide, Audits of State and Local Governmental Units.

The following is a summary of certain significant accounting policies and practices.

Financial Reporting Entity. This report includes all funds and account groups which are controlled by or dependent on the Village executive and legislative branches (the Mayor and Board of Aldermen). Control by or dependence on the Village is determined on the basis of budget adoption, taxing authority, authority to issue debt, election or appointment of governing body, and other general oversight responsibility.

Based on the foregoing criteria, the Volunteer Fire Department, as a governmental organization, is not part of the Village and is thus excluded from the accompanying financial statements. This organization is staffed by volunteers and although the Village does provide facilities and some of its financing, no control is exercised over its operations. These financial statements include only expenditures incurred directly by the Village for fire protection and does not include operating expenditures paid with self-generated funds of the volunteer fire department.

Fund Accounting. The accounts of the Village are organized on the basis of funds and account groups, each of which is considered a separate accounting entity. The operations of each fund are accounted for with a separate set of self-balancing accounts that comprise its assets, liabilities, fund equity, revenues, and expenditures, or expenses, as appropriate. Government resources are allocated to and accounted for in individual funds based upon the 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 generic fund types and broad fund categories as follows:

VILLAGE OF MONROEVILLE, LOUISIANA

NOTES TO FINANCIAL STATEMENTS

June 30, 1997

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Fixed assets used in governmental fund type operations (general fixed assets) are accounted for in the general Fixed Assets Account Group, rather than in governmental funds. Public domain ("infrastructure") general fixed assets consisting of certain improvements other than buildings, including roads, bridges, curbs and gutters, streets and sidewalks, drainage systems, and lighting systems, have not been capitalized. Such assets are normally immovable and of value only to the village, therefore, the purpose of stewardship for these items is satisfied without recording of these assets. No depreciation has been provided on general fixed assets.

All fixed assets are valued at historical cost or estimated historical cost if actual historical cost is not available. Depreciated fixed assets are valued at their estimated fair value on the date reported. At June 30, 1997 all fixed assets were recorded based upon historical cost.

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.

Because of their spending measurement focus, expenditure recognition for governmental fund types is limited to exclude amounts represented by concurrent liabilities. Since they do not affect net current assets, such long-term amounts are not recognized as governmental fund type expenditures or fund liabilities. They are instead reported as liabilities in the General Long-Term Debt Account Group.

All proprietary funds are accounted for on a cost of services or "capital maintenance" measurement focus. This means that all assets and all liabilities (whether current or concurrent) associated with their activity are included on their balance sheets. Their reported fund equity (net total assets) is segregated into contributed capital and retained earnings components. Proprietary fund type operating statements present increases (revenues) and decreases (expenses) in net total assets.

VILLAGE OF MOREHOUVILLE, LOUISIANA

NOTES TO FINANCIAL STATEMENTS

June 30, 1997

NOTE 3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Depreciation of all exhaustible 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 of the assets using the straight-line method. The estimated useful lives are as follows:

	<u>Water System</u>	<u>Sewer System</u>
Pumps, Motors, Compressors	10 years	10 years
Lines and Other System Installations	50 years	50 years
Vehicles and Movable Equipment	5-8 years	5-8 years

Major portions of the sewer system were contributed by federal grants. The cost of these systems donated by the federal grants is included in Property Plant and Equipment. Depreciation on this cost is a reduction of Contributed Capital as amortization and an increase in retained earnings.

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

All governmental funds are accounted for using the modified accrual basis of accounting. Their revenues are recognized when they become measurable and available as net current assets. Property Taxes are recorded as revenue when levied even though a portion of the taxes may be collected in subsequent years. Penalties and Interest, Corporation Court Fines and Miscellaneous Revenues are recorded when received in cash because they are generally not measurable until actually received. Sales taxes, franchise taxes, intergovernmental revenue, and interest income are accrued, when their receipt occurs soon enough after the end of the accounting period so as to be both measurable and available.

Expenditures are generally recognized under the modified accrual basis of accounting when the related fund liability is incurred. Exceptions to this general rule include (1) principal and interest on general long-term debt which is recognized when due; and (2) accumulated unpaid vacation and sick pay which are not accrued.

VILLAGE OF MORRISVILLE, LOUISIANA

NOTES TO FINANCIAL STATEMENTS

June 30, 1997

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

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

Budgets and Budgetary Accounting. The Village follows the following procedures in establishing the budget:

1. The Mayor meets with the Council and Village Clerk to review the prior year revenue and expenditures as a basis for projecting the current fiscal year budget.
2. Anticipated changes from the prior year are taken into account and reflected in the projections.
3. Once adopted the budget is made available for public inspection and a budget summary is published in the Village's designated official journal.
4. The Village doesn't formally integrate its budget as a management tool.
5. All budgetary appropriations lapse at the end of each fiscal year.
6. Budgets are prepared for the general fund and special revenue funds utilizing generally accepted accounting principles.
7. The Village does not formally adopt budgets for the Debt Service Fund.

Inventories. Purchases of various operating supplies are regarded as expenditures at the time purchased. Inventories are stated at cost using the first in, first out method of pricing. Inventories are adjusted at year-end.

Investments. Investments are stated at cost or amortized cost. Discounts and premiums on the purchase of investments, if any, are amortized over the life of the investment remaining from the date of purchase to the date of maturity. All investments consist of time deposits.

Restricted Assets. These assets consist of cash and short term investments restricted for Water and Sewer System Funds Debt service and contingencies.

VILLAGE OF MONROEVILLE, LOUISIANA

NOTES TO FINANCIAL STATEMENTS

June 30, 1997

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Definition of Cash and Cash Equivalents used in the Statement of Cash Flows. For the purpose of the statement of Cash Flows presented in the enterprise funds, cash and cash equivalents are defined as follows:

Cash and highly liquid investments that are both:

- a. Readily convertible to known amounts of cash.
- b. So near maturity that they present insignificant risk of changes in value because of change in interest rates.

Accumulated Unpaid Vacation, Sick-pay, and Other Employee Benefits.

Various days of vacation and sick leave per year may be accumulated by each employee. The number of days accumulated per year depends upon holiday and weekend time worked by the employee. The Village accrues a liability for compensated absences which meet the following criteria:

1. The Village's obligation relating to employees' rights to receive compensation for future absences is attributable to employees' services already rendered.
2. The obligation relates to rights that vest or accumulate.
3. Payment of the compensation is probable.
4. The amount can be reasonably estimated.

In accordance with the above criteria the Village has a liability of \$8,000 for vacation and sick pay which has been earned but not taken by Village employees.

Bad Debts. 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.

Reserves. The Town records reserves to indicate that a portion of fund equity is legally segregated for a specific future use.

Comparative Data. Comparative data for the prior year have been presented in the accompanying financial statements in order to provide an understanding of changes in the Village's cash flow and operations. However, complete comparative data (i.e. presentation of prior year totals by fund type in each of the statements) have not been presented since their inclusion would make the statements unduly complex and difficult to read.

VILLAGE OF MOREAUVILLE, LOUISIANA

NOTES TO FINANCIAL STATEMENTS
JUNE 30, 1987

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

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

Previously Issued Financial Statements: Various categories have been reclassified for the amounts reported in the previous year's report.

NOTE 2. CASH AND TIME DEPOSITS

At June 30, 1987 the bank balance of the Village's deposits was \$483,763 and the book balance was \$481,818. Of the bank balance, \$108,800 was covered by FDIC insurance and \$393,960 was covered by collateral held at Commercial National Bank in Shreveport. All funds were collateralized and insured. The market value of collateral held was \$380,893.

NOTE 3. PROPERTY TAXES

Property taxes attach as an enforceable lien on property as of January 1 of each year. Taxes are levied by the Village in October. Billed taxes become delinquent on March 1 of the following year. Revenues from property taxes are budgeted in the year billed.

The Village bills and collects its own property taxes using the assessed values determined by the tax assessor of Acadiane Parish.

For the year ended June 30, 1987, taxes of 4.61 mills were levied on property with assessed valuations totaling \$1,844,340 and were dedicated for general corporate purposes.

Total taxes levied were \$8,543 with uncollected taxes at June 30, 1987 of \$-0-.

VILLAGE OF MONROEVILLE, LOUISIANA

NOTES TO FINANCIAL STATEMENTS

June 30, 1987

NOTE 4. INTERFUND RECEIVABLES, PAYABLES

Individual fund interfund receivables and payables balances at June 30, 1987, were as follows:

	Interfund Receivables	Interfund Payables
General fund	\$18,000	\$48,001
Sales tax fund	10,000	-
Enterprise funds		
Gas and water	48,001	33,316
Sewer	13,316	18,000
Total	\$83,375	\$83,375

NOTE 5. INTERGOVERNMENTAL REVENUES

Intergovernmental receivables and revenues are comprised of the following:

	<u>Receivable</u>	<u>Revenue</u>
General Fund		
Tobacco taxes	\$ 1,340	\$ 4,840
Miscellaneous grants	-	4,320
Grass cutting	2,380	4,760
Deer taxes	480	2,800
Total General Fund	4,840	16,860
Capital Projects Fund	70,800	308,120
Total	\$ 74,800	\$322,311

NOTE 6. RESTRICTED ASSETS - PROPRIETARY FUND TYPES

Restricted assets consisted of cash, short-term investments and accrued interest receivable in the following accounts at June 30, 1987:

	Gas and Water System	Sewer System	Total
Customer Deposit Fund	\$ 39,613	\$ -	\$ 39,613
Revenue Bond Fund	-	8,640	8,640
Revenue Bond Reserve Fund	-	8,623	8,623
Depreciation and Contingency Fund	8,428	11,400	19,828
	\$ 48,041	\$ 38,663	\$ 86,704

VILLAGE OF MONROEVILLE, LOUISIANA

NOTES TO FINANCIAL STATEMENTS

June 30, 1987

NOTE 7. FIXED ASSETS

A summary of changes in General Fixed Assets follows:

	Balance 07-01-86	Additions	Deletions	Balance 06-30-87
Land and improvements	\$171,733	\$ -	\$ -	171,733
Other improvements	144,800	-	-	144,800
Equipment	61,833	1,163	-	62,996
Vehicles	137,811	30,888	(18,880)	153,811
	\$305,277	\$ 32,144	\$ (18,880)	\$318,541
	*****	*****	*****	*****

A summary of changes in proprietary fund type property, plant and equipment is as follows:

	Balance 07-01-86	Additions	Deletions	Balance 06-30-87
Gas and Water system	\$1,091,150	\$ 8,897	\$ 850	\$1,099,197
Sewer system	2,828,104	2,113	-	2,830,217
Total	3,919,254	8,810	850	3,928,214
Less Accumulated Depreciation	(1,318,380)	(83,211)	851	(1,400,740)
	\$2,600,874	\$ 79,599	\$ (1)	\$2,527,474
	*****	*****	*****	*****

A summary of proprietary fund type property, plant and equipment at June 30, 1987 follows:

	Enterprises	
	Gas and Water	Sewer
Gas distribution system	\$ 418,104	\$ -
Water plant and distribution system	490,154	-
Sewer distribution system	-	2,828,097
Furniture and fixtures	12,677	-
Trucks and other equipment	91,447	-
Waterwell site	808	-
Rights of way	1,281	0
	\$1,866,363	\$2,828,097
Less accumulated depreciation	(180,078)	(400,408)
	\$ 1,686,285	\$2,427,689
	*****	*****

VILLAGE OF MONROEVILLE, LOUISIANA

NOTICE TO FINANCIAL STATEMENTS
June 30, 1997

NOTE 8. CHANGES IN LONG-TERM DEBT

The following is a summary of bond transactions of the Village for the year ended June 30, 1997:

	General Long-Term <u>Debt</u>	Sewer Revenue <u>Bonds</u>	<u>Total</u>
Bonds payable			
- June 30, 1996	\$125,000	\$ 95,800	\$220,800
Bonds retired	<u>(111,000)</u>	<u>(12,800)</u>	<u>(123,800)</u>
Bonds payable			
- June 30, 1997	\$114,000	\$ 92,800	\$206,800
	*****	*****	*****

Bonds payable at June 30, 1997 are comprised of the following individual issues:

\$248,000 of public improvement bonds dated November 3, 1980, due in annual serial installments of \$1,000 to \$18,000 through May, 2003; interest at 3 percent	\$248,000

The public improvement bonds described above were issued in connection with the construction of the wastewater collection and treatment system as reported in the capital projects fund. These obligations are not "general" obligations but "special" obligations of the Village. The \$248,000 issue is secured by a pledge of sales tax revenues of the Village.

Sewer Revenue Bonds:	
\$128,000 of sewer revenue bonds dated November 3, 1980, due in annual serial installments of \$1,800 to \$6,000 through May, 2021; interest at 3 percent	\$ 92,800

VILLAGE OF MOREAUVILLE, LOUISIANA

NOTES TO FINANCIAL STATEMENTS
June 30, 1997

NOTE 8. CHANGES IN LONG-TERM DEBT (CONTINUED)

The annual requirements to amortize all debt outstanding as of June 30, 1997, including interest payments of \$44,400 are as follows:

Year Ending June 30.	General Obligation Bonds	
	1998 Series	
	Principal	Interest
1998	\$ 12,000	\$ 6,400
1999	12,000	5,800
2000	13,000	5,175
2001	14,000	4,600
2002	15,000	3,775
2003-2007	60,000	6,350
	<u>\$124,000</u>	<u>\$ 32,400</u>
	*****	*****

Year Ending June 30.	Sewerage Bonds	
	1990 Series	
	Principal	Interest
1998	\$ 3,000	\$ 4,825
1999	3,000	4,375
2000	3,000	4,225
2001	3,000	4,075
2002	3,000	3,825
2003-2007	18,000	17,375
2008-2012	20,000	10,000
2013-2017	20,000	8,000
2018-2022	22,000	2,300
	<u>\$ 92,000</u>	<u>\$ 61,800</u>
	*****	*****

There are a number of limitations and restrictions contained in the various bond indentures. The Village is in compliance with all significant limitations and restrictions.

DEDICATION OF PROCEEDS AND FLOW OF FUNDS - 1% SALES AND USE TAX

Proceeds of a 1% sales and use tax levied by the Village of Moreauville (1997 collections \$42,362; 1998 collections \$48,826) are dedicated to the following purposes:

- Specifically, for the retirement of Public Improvement Sales Tax Bonds to be issued for the purpose of paying part of the cost of constructing sewers and sewerage disposal works; title to which shall be in the public.

VILLAGE OF MOREAUVILLE, LOUISIANA

NOTES TO FINANCIAL STATEMENTS

June 30, 1997

NOTE 8. CHARGES IN LONG-TERM DEBT (CONTINUED)

2. Specifically, for the purpose of paying the cost of constructing sewers and sewerage disposal works, and maintaining and operating the same; title to which shall be in the public.
3. Generally, for the constructing, re-surfacing, lighting and improving of public streets, sidewalks and bridges; constructing, purchasing, improving, maintaining and operating recreational facilities and equipment; and constructing, acquiring or improving lands, buildings, and any work of permanent public improvement, including equipment and furnishing therefor, title to which shall be in the public.

The proceeds of the sales tax shall be allocated as follows:

- a) Each month, an amount equal to 1/6 of the next maturing installment of interest and 1/12 of the next maturing installment of principal shall be deposited in a fund called the "Public Improvement Bond Series 1988 Sales Tax Sinking Fund".
- b) Each month, an amount equal to 10% of the amount required to be paid monthly into the sinking fund (per (a) above) shall be set aside in a separate fund entitled the "Public Improvement Bond Series 1988 Sales Tax Reserve Fund".
- c) Also, each month, funds of \$74.88 shall be transferred into a separate bank account entitled "Depreciation and Contingency Fund". Money in this fund may be used to cover for depreciation, extensions, additions, improvements and replacements necessary to properly operate the sewer system. The monies may also be used to pay the principal and interest on the bonds if there are not sufficient funds in the other bond funds.

FLOW OF FUNDS: RESTRICTIONS ON USE - SEWER REVENUES

The revenues derived from the sewer user fees shall be allocated as follows:

- a) Each month, an amount equal to 1/6 of the next maturing installment of interest and 1/12 of the next maturing installment of principal shall be deposited into a fund called the "Revenue Bond and Interest Sinking Fund".

VILLAGE OF MINNAPVILLE, LOUISIANA

NOTES TO FINANCIAL STATEMENTS

June 30, 1987

NOTE 8. CHANGES IN LONG-TERM DEBT (CONTINUED)

- b) Each month, an amount equal to 5% of the amount required to be paid monthly into the sinking fund (per (a) above) shall be set aside in a separate fund entitled the "Revenue Bond Reserve Fund".
- c) Also each month, funds of \$74,000 shall be transferred into a separate bank account entitled "Depreciation and Contingency Fund". Money in this fund may be used to care for depreciation, extensions, additions, improvements and replacements necessary to properly operate the sewer system. The monies may also be used to pay the principal and interest on the bonds if there are not sufficient funds in the other bond funds.

PLAN OF FUNDS: RESTRICTIONS ON USE - UTILITIES REVENUE

Under the terms of the bond indenture on outstanding Utilities Revenue Refunding Bonds dated March 1, 1986, all net revenues earned or derived from the operations of the Utilities System are pledged to the payment of principal and interest on the bonds. So long as any of the bonds remain outstanding, all revenue shall be deposited in a fund known as the "Public Utility Revenue Fund", and shall be used as follows:

Out of the Revenue Fund there shall be paid all reasonable expenses of administration, operations, and maintenance of the system.

Each month there will be set aside into a fund called the "Revenue Bond Sinking Fund" an amount constituting 1/12 of the next maturing installment of principal and 1/8 of the next maturing installment of interest on the outstanding bonds.

Next, there shall be transferred monthly from the Revenue Fund into a "Public Utility Revenue Bond Reserve Fund" a sum at least equal to 2% of the amount required to be paid monthly into the bond sinking fund. Payments into said fund are to continue until such time as there has been accumulated the sum of \$24,000. Such amount may be used solely for the purpose of paying the principal and interest on bonds whenever and to the extent necessary to prevent default.

VILLAGE OF MONROEVILLE, LOUISIANA

NOTES TO FINANCIAL STATEMENTS

June 30, 1997

NOTE 8. CHANGES IN LONG-TERM DEBT (CONTINUED)

Funds will also be set aside into a "Depreciation and Contingencies Fund" at a rate of \$300 per month until the amount of \$18,000 is on deposit in the fund. Money in this fund may be used to care for depreciation, extensions, additions, improvements, and replacements necessary to properly operate the System. Money in this fund may also be used to pay principal or interest on the bonds falling due at any time there is not sufficient money for payment in the other bond funds. The balance in this fund shall never be reduced below a minimum of \$3,000.

NOTE 9. RETIREMENT COMMITMENTS

As of June 30, 1997 all employees of the Village are members of the Social Security System. Social Security paid during the fiscal year ended June 30, 1997 was \$9,488 on qualified payroll of \$124,103. The Village pays approximately \$40 a month per employee into an Individual Retirement Account (IRA) of their choice. There are five (5) employees covered for a total deduction of \$2,400. Of the \$2,400, \$1,400 is included in the general fund expenditures and fees is included in the Enterprise fund expenses. The Village may terminate this arrangement at any time and is not liable beyond the contributions made. The employee has control over his/her own plan investment.

NOTE 10. CONTINGENT LIABILITIES

At June 30, 1997 the Village was not involved in litigation.

NOTE 11. AMORTIZATION OF CONTRIBUTED CAPITAL

External contributions of capital relating to the acquisition of plant and equipment for the Sewer Fund (a proprietary fund) are being amortized over periods equal to the lives of assets acquired with such contributions of capital. Amortization amounted to \$31,984 during the year ended June 30, 1997.

NOTE 12. DEFICIT FUND BALANCE

The capital projects fund has a deficit of \$83,354. This is the retainage payable to contractors for the LCDCG grant. The grant is not complete, therefore, proceeds to pay the retainage has not been requested. These funds will be requested once the project has been completed and approved.

VILLAGE OF HOVENVILLE, LOUISIANA

NOTES TO FINANCIAL STATEMENTS

June 30, 1997

NOTE 13. EXPENDITURES IN EXCESS OF APPROPRIATIONS

For the year ended June 30, 1997 no fund incurred expenditures in excess of appropriations.

NOTE 14. COMPENSATION PAID BOARD MEMBERS

The Village paid the mayor and aldermen the following per diem:

Lizael Bordenon, Jr.	\$4,300
Leonard Gauthier, Jr.	1,812
Oscar Goody, Jr.	1,812
Todd Case	1,812
	<u>\$9,736</u>

NOTE 15. SEGMENT INFORMATION FOR ENTERPRISE FUNDS

The Village maintains two enterprise funds. Segment information for the year ended June 30, 1997 follows:

	Gas & Water Fund	Sewer Fund	Totals
Operating revenues	\$ 366,436	\$ 82,796	\$ 449,232
Depreciation	28,721	58,018	86,739
Operating income (loss)	19,782	(33,564)	(13,782)
Net income (loss)	(14,388)	(48,214)	(62,602)
Current capital contributions	-	-	-
Plant, property, & equipment net additions	5,147	2,713	7,860
Net working capital	297,649	44,551	342,200
Total assets	693,786	2,128,389	2,822,175
Long-term liabilities payable from operating revenue	-	89,000	89,000
Total equity	617,971	2,039,389	2,657,360

VILLAGE OF MONROEVILLE, LOUISIANA

NOTES TO FINANCIAL STATEMENTS
June 30, 1997

NOTE 16. 1995 LCDCG GRANT

The following summarizes the project activity during the fiscal year ended June 30, 1997.

	Federal Grant Funds	Local Grant Funds	Total Project Funds
Total Project Revenue	\$ 408,000	\$ 31,500	\$ 439,500
Less Revenue To Date	<u>588,323</u>	<u>27,783</u>	<u>616,106</u>
Uncollected Funds	*****	*****	*****
Public Works Expenditures	875,438	-	875,438
Engineering fees	23,852	27,498	51,350
Other expenditures	<u>800</u>	<u>283</u>	<u>1,083</u>
Total Expenditures	*****	*****	*****
Total Unexpended Funds	\$ 123	\$ 3,717	\$ 3,840
	*****	*****	*****
	Revenues	Expenditures	
Totals as per above	\$408,000	\$439,500	
Deduct prior year amounts	(188,000)	(140,835)	
Current year amounts	596,000	599,779	
Add accrual beginning of year	-	-	
Deduct accrual end of year	(178,000)	(128,833)	
Current year amounts per cash basis	*****	*****	
	\$433,000	\$470,946	

NOTE 17. CONTRACT PAYABLES

The contract payables consist of current contract amounts due of \$71,383 and retainage payable of \$51,566.

NOTE 18. CAPITAL LEASE PAYABLE

The Village entered into a lease to purchase a 1998 Ford Crown Victoria Police Sedan for a term of 36 months with interest of 7.2% and monthly payments of \$651. The payout schedule for the years 1998, 1999 and 2000 are principal of \$6,850, \$7,078 and \$,675, respectively, and interest of \$1,238, \$736 and \$184, respectively. The cost of the automobile included in General Fixed Assets is \$28,699.

SUPPLEMENTARY INFORMATION

FINANCIAL STATEMENTS OF INDIVIDUAL FUNDS
AND ACCOUNT GROUPS

GENERAL FUND

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

VILLAGE OF MONROEVILLE, LOUISIANA

GENERAL FUND
COMPARATIVE BALANCE SHEET
June 30, 1997 and 1998

	<u>1997</u>	<u>1998</u>
ASSETS		
Cash		
Demand deposits	\$ 8,100	\$ 1,198
Time deposits	82,809	12,864
Receivables		
Taxes		
utility franchise	8,802	8,572
Accrued interest	1,053	927
Other	11,801	6,582
Due from other governments	4,042	4,218
Prepaid insurance	19,498	11,185
Due from other funds		
sewer revenue fund	<u>18,008</u>	<u>13,988</u>
TOTAL ASSETS	184,171	139,435
	*****	*****
LIABILITIES AND FUND BALANCE		
LIABILITIES		
Accounts payable	3,484	6,434
contracts payable	"	28,800
payroll taxes payable	"	"
due to other funds		
gas and water utility fund	<u>40,051</u>	<u>30,181</u>
TOTAL LIABILITIES	43,535	65,415
FUND BALANCE		
designated	10,456	11,245
undesignated - unreserved	<u>80,218</u>	<u>47,855</u>
Total fund balance	180,684	60,200
TOTAL LIABILITIES AND FUND BALANCE	5144,171	5128,835
	*****	*****



Kenneth J. Rachal

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INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE WITH SPECIFIC REQUIREMENTS APPLICABLE TO MAJOR FEDERAL FINANCIAL ASSISTANCE PROGRAM

Mayor and Board of Aldermen
Village of Morosville
Morosville, Louisiana

I have audited the general purpose financial statements of the Village of Morosville, Louisiana, as of and for the year ended June 30, 1988, and have issued my report thereon dated November 4, 1987.

I have also audited Village of Morosville, Louisiana's compliance with the requirements governing types of services allowed or unallowed; eligibility; matching, level of effort, or earmarking; reporting; claims for advances and reimbursements; and amounts claimed or used for matching that are applicable to each of its major federal financial assistance programs, which are identified in the accompanying Schedule of Federal Financial Assistance, for the year ended June 30, 1987. The management of Village of Morosville, Louisiana, is responsible for the Village of Morosville, Louisiana's compliance with those requirements. My responsibility is to express an opinion on compliance with those requirements based on my audit.

I conducted my audit of compliance with those requirements in accordance with generally accepted auditing standards; government auditing standards, issued by the comptroller general of the United States; and Office of Management and Budget Circular A-135, Audits of State and Local Governments. Those standards and OMB Circular A-135 require that we plan and perform the audit to obtain reasonable assurance about whether material noncompliance with the requirements referred to above occurred. An audit includes examining, on a test basis, evidence about Village of Morosville, Louisiana's compliance with those requirements. I believe that my audit provides a reasonable basis for my opinion.

The results of my audit procedures disclosed immaterial instances of noncompliance with the requirements referred to above, which are described in the accompanying Schedule of Findings and Questioned Costs. I considered these instances of noncompliance in forming my opinion on compliance, which is expressed in the following paragraph.

Mayor and Board of Aldermen
Village of Norcrossville
Page 3

In my opinion, Village of Norcrossville, Louisiana, complied, in all material respects, with the requirements governing types of services allowed or unallowed; eligibility; matching; level of effort, or earmarking; reporting; claims for advances and reimbursements; and accounts claimed or used for matching that are applicable to each of its major Federal financial assistance programs for the year ended June 30, 1967.

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

Kenneth J. Rachel

Monroe, Louisiana
November 4, 1967

VILLAGE OF MOREAUVILLE, LOUISIANA

SCHEDULE OF FEDERAL FINANCIAL ASSISTANCE
For the Year Ended June 30, 1990

<u>FEDERAL GRANTOR/PAID-THROUGH</u> <u>GRANTOR/PROGRAM TITLE</u>	<u>FYDA NUMBER</u>	<u>Current Year</u> <u>Expenditures</u>
United States Department of Housing & Urban Development		
Indirect:		
Passed through:		
state of Louisiana		
division of Administration		
Community Development Block Grant	14.220	\$450,779 *****



Kenneth J. Rachal

Congressional Public Accountant
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MANAGEMENT LETTER

To the Mayor and Board of Aldermen
Village of Moreauville
Moreauville, Louisiana

During my audit of the component unit financial statements of the Village of Moreauville, Moreauville, Louisiana for the year ended June 30, 1987, I noted certain areas in which improvements in the accounting system and financial practices of the department may be desirable. Therefore, the following recommendations are submitted for your consideration:

1. The Village may consider paying all of the Sewer superintendent's salary out of the Sewer Utility Fund instead of apportioning the cost with the Public Utility Fund.

This recommendation is not required, however, I believe this would show a more accurate picture of the cost attributable to the Sewer Fund.

Response: No response is necessary.

I would like to express my appreciation to you and your office staff for the courtesies and assistance rendered to me during the performance of my audit. Should you have any questions or need assistance in implementing any of the recommendations, please feel free to contact us.

Kenneth J. Rachal

Hammer, Louisiana
November 4, 1987

VILLAGE OF MONROEVILLE, LOUISIANA

GENERAL FUND

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

For the Year Ended June 30, 1981

With comparative Actual Accounts for the Year Ended June 30, 1980

	1981		Variance Favorable (Unfavorable)	1980
	Budget	Actual		Actual
REVENUES				
Taxes	\$ 36,000	\$ 36,000	\$ 0,000	\$ 36,000
Licenses and permits	18,000	22,500	3,500	20,000
Intergovernmental	12,000	16,000	3,000	16,000
Fees	18,000	18,318	1,318	18,330
Miscellaneous	32,200	56,228	20,028	37,014
TOTAL REVENUES	<u>114,200</u>	<u>142,846</u>	<u>27,252</u>	<u>127,344</u>
EXPENDITURES				
Current operating				
General and				
administrative	34,933	53,600	(783)	54,740
Police protection	18,048	38,871	(525)	36,000
Fire protection	8,500	8,800	184	10,014
Street and sidewalks	12,410	13,851	1,750	43,320
Recreation	8,047	7,320	719	6,831
Capital Outlay	32,400	27,744	4,756	41,013
Debt service	-	1,382	(1,382)	-
TOTAL EXPENDITURES	<u>134,438</u>	<u>185,652</u>	<u>(50,214)</u>	<u>182,718</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(20,238)	(42,806)	50,962	(54,000)
OTHER FINANCING SOURCES (USES)				
Proceeds of lease	20,000	20,000	-	-
Operating transfers in	38,448	38,448	(12,448)	74,500
Operating transfers out	-	(2,822)	(2,822)	(10,000)
TOTAL OTHER FINAN- CING SOURCES	<u>58,448</u>	<u>44,078</u>	<u>(15,371)</u>	<u>55,600</u>
EXCESS OF REVENUES AND OTHER SOURCES OVER EXPENDITURES AND OTHER USES	-	48,466	48,466	1,500
FUND BALANCE, Beginning	<u>58,200</u>	<u>58,200</u>	<u>-</u>	<u>58,200</u>
FUND BALANCE, Ending	<u>\$ 58,200</u>	<u>100,666</u>	<u>\$ 40,466</u>	<u>\$ 59,700</u>

VILLAGE OF MONROEVILLE, LOUISIANA

GENERAL FUND

STATEMENT OF REVENUES - BUDGET (GRAB BASIS) AND ACTUAL
For the Year Ended June 30, 1997

With Comparative Actual Amounts for the Year Ended June 30, 1996

	1997		Variance Favorable (Unfavorable)	1996
	Budget	Actual		Actual
TAXES				
Ad valorem	\$ 9,000	\$ 9,543	\$ 543	\$ 9,367
Franchise fees	17,000	28,409	11,409	29,000
TOTAL TAXES	26,000	38,011	12,011	38,407
LICENSES AND PERMITS				
occupational	28,000	28,500	500	28,000
INTERGOVERNMENTAL				
Tobacco taxes	5,000	4,800	(200)	4,800
Beer taxes	2,000	2,000	0	2,210
Video poker	300	-	(300)	7
Crack Cutting	4,700	4,700	0	4,700
Grant Proceeds		8,332	8,332	18,000
TOTAL INTER- GOVERNMENTAL	12,000	19,832	7,832	29,807
FINES				
	18,000	18,318	318	18,318
MISCELLANEOUS				
Casino funds	20,000	49,800	29,800	31,400
Interest	2,000	2,287	287	2,887
Rental	4,000	3,400	(600)	4,375
Street light income	4,000	4,100	100	4,310
Miscellaneous	2,500	8,832	6,332	3,830
TOTAL MISCELLANEOUS	32,500	68,319	35,819	37,812
TOTAL REVENUES	\$114,000	\$182,342	\$ 68,342	\$138,426

VILLAGE OF MONROEVILLE, LOUISIANA

GENERAL FUND

STATEMENT OF EXPENDITURES - BUDGET (CLASS BASIS) AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 1987

With Comparative Actual Amounts for the Year Ended June 30, 1986

	1987		Variance Favorable (Unfavorable)	1986
	Budget	Actual		Actual
GENERAL AND ADMINISTRATIVE				
Salaries and per diem	\$ 41,134	\$ 41,828	\$ (694)	\$ 39,004
Payroll taxes	8,430	3,588	4,842	3,088
Insurance	2,980	3,947	(47)	3,823
Office supplies and expense	2,940	3,581	1981	3,093
Legal and other professional fees	1,200	1,405	(205)	3,208
Other operating expenses	1,871	3,188	1317	3,658
Benefits	2,680	2,383	297	2,388
TOTAL	<u>58,335</u>	<u>58,628</u>	<u>(293)</u>	<u>54,738</u>
POLICE PROTECTION				
Salaries	20,520	22,019	1499	19,567
Payroll taxes	1,487	2,471	10	2,377
Automobile expenses	5,018	5,963	(144)	6,045
Insurance	6,788	8,247	453	4,588
Benefits	728	488	252	727
Other operating expenses	1,028	8,403	1001	2,379
TOTAL	<u>35,561</u>	<u>39,611</u>	<u>(400)</u>	<u>36,666</u>
FIRE PROTECTION				
Insurance	8,000	8,180	478	8,438
Supplies	1,000	1,879	(879)	1,388
Truck expenses	1,500	1,857	483	8,290
TOTAL	<u>10,500</u>	<u>11,916</u>	<u>(416)</u>	<u>18,116</u>

VILLAGE OF BOSSAVILLE, LOUISIANA
 GENERAL FUND
 STATEMENT OF EXPENDITURES - BUDGET (GAAP BASIS)
 AND ACTUAL (COMPLETED)

For the Year Ended June 30, 1997
 With Comparative Actual Amounts for the Year Ended June 30, 1996

	1997		Variance	1996
	Budget	Actual	Favorable (Unfavorable)	Actual
STREETS AND SIDEWALKS				
Street lights and power	10,800	10,300	240	10,311
Truck and tractor expense	200	300	(100)	150
street drainage and maintenance	20,000	4,100	15,000	31,000
Insurance	711	800	(100)	500
TOTAL	<u>31,711</u>	<u>15,500</u>	<u>18,700</u>	<u>43,121</u>
RECREATION				
Tennis Courts				
Materials and supplies	1,000	3,324	(200)	500
Utilities	500	820	71	2,845
SUBTOTAL	<u>1,500</u>	<u>4,144</u>	<u>(100)</u>	<u>3,320</u>
Community Center				
Materials and supplies	847	800	100	1,070
Insurance	500	400	100	500
Other expenses	1,500	1,020	200	1,000
SUBTOTAL	<u>2,847</u>	<u>2,220</u>	<u>1,200</u>	<u>2,570</u>
TOTAL	<u>4,347</u>	<u>7,320</u>	<u>700</u>	<u>6,000</u>
CAPITAL OUTLAY				
General & admin				
Streets & sidewalks	-	3,100	(1,000)	300
Police department	500	4,700	(4,000)	20,300
Community center	13,900	21,700	1,500	3,200
TOTAL	<u>14,400</u>	<u>27,500</u>	<u>3,000</u>	<u>23,800</u>
DEBT SERVICE				
Police department				
	-	1,100	(1,000)	-
TOTAL EXPENDITURES	<u>\$174,407</u>	<u>\$156,800</u>	<u>\$ 18,000</u>	<u>\$182,710</u>

SPECIAL REVENUE FUND

SALES TAX FUND - To account for the receipt and use of proceeds of the Villages 1% sales and use tax. These taxes are dedicated to the following purposes:

1. Specifically, for the retirement of Sales Tax Bonds to be issued for the purpose of paying part of the cost of constructing sewers and sewerage disposal works, title to which shall be in the public.
2. Specifically, for the purpose of paying the cost of constructing sewers and sewerage disposal works, and maintaining and operating the same; title to which shall be in the public.
3. Generally, for the constructing, re-surfacing, lighting and improving of public streets, sidewalks and bridges; constructing, purchasing, improving, maintaining and operating recreational facilities and equipment; and constructing, acquiring or improving roads, buildings, and any work of permanent public improvement, including equipment and furnishings therefor, title to which shall be in the public.

VILLAGE OF MONROEVILLE, LOUISIANA

SALES TAX SPECIAL REVENUE FUND
 COMPARATIVE BALANCE SHEET
 June 30, 1987 and 1986

	<u>1987</u>	<u>1986</u>
ASSETS		
CASH		
Demand deposits	\$ 11,487	\$ 15,809
Time deposits	68,600	58,600
Accounts receivable, net	4,066	3,827
Accrued interest receivable	802	828
due from other funds	<u>18,600</u>	<u>18,600</u>
TOTAL ASSETS	88,378	88,540
LIABILITIES AND FUND BALANCE		
LIABILITIES		
Due to other funds	<u>0</u>	<u>0</u>
FUND BALANCE		
Unreserved - undesignated	<u>88,378</u>	<u>88,540</u>
TOTAL LIABILITIES AND FUND BALANCE	\$ 88,378	\$ 88,540

VILLAGE OF MORGENTHAU, LOUISIANA

SALES TAX SPECIAL REVENUE FUND
 STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
 IN FUND BALANCES - BUDGET (SNAP BASIS) AND ACTUAL
 For the Year Ended June 30, 1997

With Comparative Actual Amounts for the Year Ended June 30, 1996

	1997		Variance Favorable (Unfavorable)	1996
	Budget	Actual		Actual
REVENUES				
Taxes - sales	\$ 43,000	\$ 42,281	\$ (719)	\$ 43,028
Interest on Investments	2,800	2,823	23	2,883
TOTAL REVENUES	<u>45,800</u>	<u>45,104</u>	<u>(696)</u>	<u>45,911</u>
EXPENDITURES				
Current operating General and administrative Legal and other professional fees	400	400	-	400
Office expense and other	500	486	14	514
Capital outlay	18,140	851	17,289	1,328
TOTAL EXPENDITURES	<u>19,040</u>	<u>1,737</u>	<u>17,303</u>	<u>2,242</u>
EXCESS OF REVENUES OVER EXPENDITURES	<u>26,760</u>	<u>43,367</u>	<u>6,479</u>	<u>43,669</u>
OTHER FINANCING USES				
Operating transfers out Debt service funds	(30,946)	(31,210)	264	(31,185)
Public utility fund	-	-	-	(1,305)
Sewer utility fund	-	-	-	(1,305)
General fund	(18,008)	(18,000)	8	(18,000)
TOTAL OTHER FINANCING USES	<u>(48,954)</u>	<u>(49,210)</u>	<u>(256)</u>	<u>(49,810)</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES AND OTHER FINANCING USES	-	\$ 829	\$ 829	(\$ 141)
FUND BALANCE, Beginning	<u>80,548</u>	<u>80,548</u>	-	<u>80,521</u>
FUND BALANCE, Ending	<u>\$ 80,548</u>	<u>\$ 81,377</u>	<u>\$ 829</u>	<u>\$ 80,380</u>

POST SERVICE FUND

PUBLIC IMPROVEMENT BONDS 11/30/80 - To accumulate monies for payment of the 1980 \$149,880 Public Improvement Bonds, which are serial bonds due in annual installments, plus interest, through maturity in 1988. Post service is financed by dedication of the Village 1% sales and use tax.

VILLAGE OF MORENOVILLE, LOUISIANA

DEBT SERVICE FUND
COMPARATIVE BALANCE SHEET
JUNE 30, 1997 AND 1996

	<u>1997</u>	<u>1996</u>
ASSETS		
Cash		
Demand deposits	\$ 70,248	\$ 65,361
Accrued interest receivable	<u> </u>	<u> </u>
TOTAL ASSETS	70,248	65,361
	*****	*****
LIABILITIES AND FUND BALANCE		
LIABILITIES		
	"	"
FUND BALANCE		
Reserved for debt service	<u>70,248</u>	<u>65,361</u>
TOTAL LIABILITIES AND FUND BALANCE	\$ 70,248	\$ 65,361
	*****	*****

VILLAGE OF MORNINGVILLE, LOUISIANA

DEBT SERVICE FUND
 COMPARATIVE STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE
 For the Years Ended June 30, 1997 and 1996

	<u>1997</u>	<u>1996</u>
REVENUES		
Interest on Investments	\$ 2,088	\$ 1,801
EXPENDITURES		
Debt Service		
Principal retirement	11,000	11,000
Interest and fiscal charges		
Interest	8,975	7,525
Fiscal charges	<u>414</u>	<u>402</u>
TOTAL EXPENDITURES	<u>19,389</u>	<u>18,927</u>
DEFICIENCY OF REVENUES OVER EXPENDITURES	(16,301)	(17,026)
OTHER FINANCING SOURCES		
Operating transfers in sales tax fund	<u>21,210</u>	<u>21,165</u>
EXCESS OF REVENUES AND OTHER FINANCING SOURCES OVER EXPENDITURES	4,907	4,139
FUND BALANCE, Beginning	<u>65,361</u>	<u>61,222</u>
FUND BALANCE, Ending	\$ 70,268	\$ 65,361
	*****	*****

VILLAGE OF MONROEVILLE, LOUISIANA

CAPITAL PROJECTS FUND
COMPARATIVE BALANCE SHEET
JUNE 30, 1987 AND 1986

	<u>1987</u>	<u>1986</u>
ASSETS		
Cash		
Demand deposits	\$ 658	\$ -
Due from other governments	<u>71,419</u>	<u>-</u>
TOTAL ASSETS	*****	*****
 LIABILITIES AND FUND BALANCE		
LIABILITIES		
Accounts payable	198	-
Contract payables	<u>124,837</u>	<u>-</u>
TOTAL LIABILITIES	<u>125,035</u>	<u>-</u>
 FUND BALANCE		
Reserved for grant expenditures	<u>(53,554)</u>	<u>-</u>
TOTAL LIABILITIES AND FUND BALANCE	\$ 71,419	\$ -
	*****	*****

VILLAGE OF MONROEVILLE, LOUISIANA

CAPITAL PROJECTS FUND
 COMPARATIVE STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE
 For the Years Ended June 30, 1997 and 1996

	<u>1997</u>	<u>1996</u>
REVENUES		
Intergovernmental		
LCDEM grant	\$500,225	\$ 40,000
EXPENDITURES		
Capital outlay		
Public works	\$68,362	\$8,330
DEFICIENCY OF REVENUES OVER EXPENDITURES	(62,477)	(18,640)
OTHER FINANCING SOURCES		
Operating transfers in general fund	\$ 8,823	\$18,640
EXCESS OF REVENUES AND OTHER FINANCING SOURCES OVER EXPENDITURES	(53,654)	-
FUND BALANCE, Beginning	-	-
FUND BALANCE, Ending	\$(53,654)	\$ -

ENTERPRISE FUNDS

GAS AND WATER UTILITY FUND - To account for the provision of gas and water services to the residents of the Village. 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, billing and collection.

SEWER UTILITY FUND - To account for the provision of sewer services to the residents of the Village. 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, billing and collection.

VILLAGE OF MOREAUVILLE, LOUISIANA

ENTERPRISE FUNDS
 COMBINING BALANCE SHEET - ALL PROPRIETARY FUND TYPES
 June 30, 1987 and 1986

	Gas and Water <u>UTILITY</u>	Sewer <u>UTILITY</u>
ASSETS		
Cash		
Demand deposits	\$ 23,619	\$ 17,894
Time deposits	115,445	37,000
Bonds (Municipal, SEC)		
Customer accounts	36,476	-
Accrued interest	1,749	317
Inventory, at cost	18,879	934
Due from other funds	48,851	17,216
Prepaid insurance	9,525	1,536
Restricted assets		
Cash and time deposits	43,441	18,988
Accrued interest income	392	-
Fixed assets (net of accumulated depreciation)	<u>406,325</u>	<u>1,923,488</u>
TOTAL ASSETS	893,756	2,128,505
	*****	*****
LIABILITIES AND FUND EQUITY		
LIABILITIES		
Accounts payable	33,439	1,438
Payroll taxes payable	-	-
Compensated absences	1,998	119
Payable from restricted assets		
Accrued interest	-	741
Revenue bonds	-	3,880
Deposits	31,938	-
Due to other funds	27,218	18,988
Bonds payable	<u>-</u>	<u>88,288</u>
TOTAL LIABILITIES	93,593	122,354
	*****	*****
FUND EQUITY		
contributed capital, net	<u>73,800</u>	<u>1,281,658</u>
retained earnings		
Reserved for revenue bond and interest retirement and contingencies	-	27,249
Unreserved	<u>538,811</u>	<u>77,372</u>
Total retained earnings	<u>538,811</u>	<u>104,621</u>
TOTAL FUND EQUITY	617,611	1,386,279
	*****	*****
TOTAL LIABILITIES AND FUND EQUITY	\$ 893,756	\$ 2,128,505
	*****	*****

TOTALS

<u>1997</u>	<u>1998</u>
<p>\$ 40,713</p> <p><u>143,449</u></p> <p>36,474</p> <p>2,088</p> <p>17,588</p> <p>57,267</p> <p>11,068</p> <p>74,821</p> <p>592</p> <p><u>2,832,714</u></p> <p>2,814,341</p> <p>*****</p> <p>14,063</p> <p>4,125</p> <p>731</p> <p>3,000</p> <p>31,938</p> <p>45,324</p> <p><u>89,800</u></p> <p><u>288,881</u></p> <p><u>1,863,828</u></p> <p>17,346</p> <p><u>828,282</u></p> <p><u>842,832</u></p> <p><u>2,828,288</u></p> <p>52,814,341</p> <p>*****</p>	<p>\$ 28,260</p> <p><u>142,448</u></p> <p>33,512</p> <p>2,060</p> <p>18,720</p> <p>55,254</p> <p>11,802</p> <p>79,386</p> <p>856</p> <p><u>2,508,834</u></p> <p>2,871,586</p> <p>*****</p> <p>11,888</p> <p>3,499</p> <p>755</p> <p>3,888</p> <p>38,881</p> <p>30,031</p> <p><u>82,088</u></p> <p><u>188,254</u></p> <p><u>2,833,822</u></p> <p>25,977</p> <p><u>818,842</u></p> <p><u>889,819</u></p> <p><u>2,883,841</u></p> <p>52,871,586</p> <p>*****</p>

VILLAGE OF HORNBEVILLE, LOUISIANA

ENTERPRISE FUNDS
 COMBINING STATEMENT OF REVENUES, EXPENSES AND
 CHANGES IN RETAINED EARNINGS - ALL PROPRIETARY FUND TYPES
 For the Year Ended June 30, 1997
 with comparative Totals for the Year Ended June 30, 1996

	Gas and Water <u>Utility</u>	sewer <u>Utility</u>
OPERATING REVENUES		
Charges for services	\$ 364,836	\$ 81,796
OPERATING EXPENSES		
Gas purchases	171,831	-
Salaries and related costs	71,449	16,395
Depreciation	38,731	58,018
Maintenance and repairs	33,735	13,412
Supplies	14,459	1,669
Contractual services	2,846	903
Other	<u>88,287</u>	<u>17,553</u>
TOTAL OPERATING EXPENSES	<u>319,338</u>	<u>108,350</u>
OPERATING INCOME (LOSS)	<u>(5,502)</u>	<u>(26,554)</u>
NONOPERATING REVENUE (EXPENSES)		
Interest on Investments	7,587	1,999
Other	-	-
Interest and fiscal charges	<u>-</u>	<u>(4,651)</u>
TOTAL NONOPERATING REVENUE (EXPENSES)	<u>7,587</u>	<u>(2,652)</u>
INCOME (LOSS) BEFORE OPERATING TRANSFERS	1,885	(48,214)
OPERATING TRANSFERS IN (OUT)	<u>(16,880)</u>	<u>-</u>
NET INCOME (LOSS)	<u>(14,995)</u>	<u>(48,214)</u>
DEPRECIATION ON FIXED ASSETS ACQUIRED BY GRANTS, ENTITLEMENTS, AND SHARED REVENUES EXTERNALLY RESTRICTED FOR CAPITAL ACQUISITION AND CONSTRUCTION THAT RECEIVE CONTRIBUTED CAPITAL	-	51,894
RETAINED EARNINGS, Beginning	<u>331,174</u>	<u>22,842</u>
RETAINED EARNINGS, Ending	<u>\$ 316,179</u>	<u>\$ 304,627</u>

<u>Totals</u>	
<u>1993</u>	<u>1996</u>
\$ 437,413	\$ 428,583
371,831	190,817
61,734	77,098
63,731	82,778
38,337	14,531
16,159	18,888
3,848	4,874
<u>78,330</u>	<u>19,088</u>
<u>479,738</u>	<u>447,735</u>
(443,318)	(7,188)
9,806	10,733
-	5,454
<u>(18,851)</u>	<u>(4,815)</u>
<u>9,822</u>	<u>11,374</u>
(38,381)	4,228
<u>(18,889)</u>	<u>(46,838)</u>
(54,381)	(42,611)
51,094	51,094
<u>845,819</u>	<u>835,828</u>
\$ 842,832	\$ 845,019
*****	*****

VILLAGE OF MONROEVILLE, LOUISIANA

ENTERPRISE FUND
 COMBINING STATEMENT OF CASH FLOWS - ALL PROPRIETARY FUND TYPES
 For the Year Ended June 30, 1997
 With Comparative Actual Accounts for the Year Ended June 30, 1996

	Gas and Water <u>UTILITY</u>	sewer <u>UTILITY</u>
Cash flows from operating activities:		
operating income (loss)	\$ 48,282	\$ 137,569
adjustments to reconcile operating loss to net cash provided by operating activities		
Depreciation	36,733	58,800
Change in assets and liabilities		
Accounts receivable	(2,882)	-
Inventory	1,138	7
Prepaid insurance	1,213	(380)
Accounts payable	2,848	(3)
Compensated absences	782	(82)
Total adjustments	<u>38,822</u>	<u>58,312</u>
Net cash provided by operating activities	<u>87,104</u>	<u>195,881</u>
Cash flows from noncapital financing activities:		
Interest and fiscal charges paid	-	(4,875)
Principal paid on bonds	-	(3,988)
Transfers from/to other funds	(17,607)	(5,172)
Other	-	-
Net cash used by noncapital financing activities	<u>(17,607)</u>	<u>(13,935)</u>
Cash flows from capital and related financial activities:		
Acquisition of capital assets	(6,807)	(2,713)
Net change in meter deposits	<u>2,307</u>	<u>-</u>
Net cash used by capital and related financing activities	<u>(4,500)</u>	<u>(2,713)</u>
Cash flows from investing activities:		
net change in investment activity	-	-
Interest received on deposits	<u>7,548</u>	<u>1,828</u>
Net cash provided (used) by investing activities	<u>7,548</u>	<u>1,828</u>
Increase (Decrease) in cash and cash equivalents	8,945	7,322
Cash and cash equivalents, beginning of year	<u>33,518</u>	<u>40,282</u>
Cash and cash equivalents, end of year	\$ 42,463	\$ 47,604

<u>Totals</u>	
<u>1997</u>	<u>1998</u>
\$ 449,336	\$ 17,149
69,731	85,778
(2,862)	(4,478)
1,137	349
821	(2,022)
2,000	88
528	(228)
<u>87,412</u>	<u>79,187</u>
<u>84,303</u>	<u>71,923</u>
(4,675)	(7,278)
(2,088)	(3,800)
(22,844)	(55,350)
-	5,424
<u>(10,533)</u>	<u>(60,211)</u>
(6,810)	(12,170)
2,287	358
<u>(6,923)</u>	<u>(11,211)</u>
-	(3,000)
<u>2,543</u>	<u>18,807</u>
<u>2,543</u>	<u>2,807</u>
16,160	7,527
<u>64,261</u>	<u>68,758</u>
\$ 69,869	\$ 84,281

VILLAGE OF BEREAHTVILLE, LOUISIANA
 GAS AND WATER ENTERPRISE FUND
 COMPARATIVE BALANCE SHEET
 June 30, 1997 and 1996

	<u>1997</u>	<u>1996</u>
ASSETS		
CURRENT ASSETS		
Cash		
Demand deposits	\$ 13,618	\$ 16,608
Time deposits	115,445	115,445
Receivables		
Accounts - utility billings (less allowance for doubtful accounts of \$2,108)	16,674	22,512
Accrued interest	1,748	1,847
Inventory, at cost	16,685	17,769
Due from other funds		
General fund	40,051	38,191
Prepaid insurance	8,523	18,732
TOTAL CURRENT ASSETS	<u>283,688</u>	<u>329,222</u>
RESTRICTED ASSETS		
Depreciation and contingencies fund		
Time deposits	8,365	8,365
Accrued interest income	145	145
Customers' meter deposit fund		
Cash	3,170	6,800
Time deposits	26,000	26,800
Accrued interest income	437	823
TOTAL RESTRICTED ASSETS	<u>38,017</u>	<u>42,833</u>
FIXED ASSETS		
Plant and equipment	1,606,303	1,881,156
Less accumulated depreciation	<u>260,870</u>	<u>134,287</u>
TOTAL FIXED ASSETS	<u>1,345,433</u>	<u>1,746,869</u>
TOTAL ASSETS	<u>\$ 867,758</u>	<u>\$ 782,688</u>

VILLAGE OF MONROEVILLE, LOUISIANA

GAS AND WATER ENTERPRISE FUNDS
 COMPARATIVE BALANCE SHEET (CONTINUED)
 June 30, 1997 and 1996

	<u>1997</u>	<u>1996</u>
LIABILITIES AND FUND EQUITY		
CURRENT LIABILITIES		
Payable from current assets		
Accounts payable	\$ 12,806	\$ 10,567
Payroll taxes payable	-	-
Compensated absences	3,908	3,289
Due to other funds	27,218	27,843
Payable from restricted assets		
Customer's meter deposits	<u>21,928</u>	<u>22,651</u>
TOTAL CURRENT LIABILITIES	<u>65,759</u>	<u>64,350</u>
FUND EQUITY		
Contributed capital		
Municipality	79,891	79,611
State grant	3,449	3,449
Others	<u>800</u>	<u>828</u>
	<u>84,140</u>	<u>83,888</u>
Retained earnings		
Unreversed	<u>328,611</u>	<u>322,128</u>
Total retained earnings	<u>328,611</u>	<u>322,128</u>
TOTAL FUND EQUITY	<u>611,871</u>	<u>628,126</u>
TOTAL LIABILITIES AND FUND EQUITY	<u>\$677,630</u>	<u>\$702,680</u>

VILLAGE OF MORRISVILLE, LOUISIANA

GAS AND WATER ENTERPRISE FUND
COMPARATIVE STATEMENT OF REVENUES, EXPENSES AND
CHANGES IN RETAINED EARNINGS

For the Year Ended June 30, 1997 and 1996

	1997	1996
OPERATING REVENUES		
Charges for services		
Gas	\$266,416	\$265,823
Water	85,891	85,924
Installation and other charges	12,318	12,348
TOTAL OPERATING REVENUES	<u>364,625</u>	<u>364,095</u>
OPERATING EXPENSES		
Gas purchased	171,031	150,617
Salaries and casual labor	43,415	89,323
Payroll taxes	5,121	5,187
Depreciation	24,731	27,886
Maintenance and repairs	23,713	25,486
Supplies	14,459	11,184
Contractual services	2,944	2,974
Insurance	15,394	17,813
Benefits	2,813	4,837
Truck and tractor expenses	18,105	6,271
Office	5,098	6,358
Other supplies and expenses	2,054	5,788
Collection expenses	185	143
Bad debts	-	-
Utilities and telephone	12,077	11,185
Miscellaneous	8,428	9,822
TOTAL OPERATING EXPENSES	<u>378,328</u>	<u>338,673</u>
OPERATING INCOME (LOSS)	<u>(13,703)</u>	<u>24,728</u>
NONOPERATING REVENUES		
Interest on investments	3,507	6,727
Lo Out Call gross	-	5,000
Other	-	424
TOTAL NONOPERATING REVENUES	<u>3,507</u>	<u>12,151</u>
INCOME BEFORE OPERATING TRANSFERS	<u>1,804</u>	<u>36,880</u>
OPERATING TRANSFERS IN (OUT), NET	<u>(18,000)</u>	<u>(18,153)</u>
NET INCOME (LOSS)	<u>(16,196)</u>	<u>18,727</u>
RETAINED EARNINGS, Beginning	<u>382,178</u>	<u>382,848</u>
RETAINED EARNINGS, Ending	<u>\$538,011</u>	<u>\$553,176</u>

WILLAGE OF MORNINGVILLE, LOUISIANA

CASH AND WATER ENTERPRISE FUND
 COMPARATIVE STATEMENT OF CASH FLOWS
 For the Years Ended June 30, 1997 and 1996

	<u>1997</u>	<u>1996</u>
Cash flows from operating activities:		
operating income (loss)	45,752	28,120
Adjustments to reconcile operating income to net cash provided by operating activities		
depreciation	26,720	27,800
Change in assets and liabilities		
Accounts receivable	(2,982)	14,475
Inventory	1,128	421
Prepaid insurance	1,212	(2,841)
Accounts payable	2,988	2,470
Payroll taxes payable	-	-
Compensated absences	702	(222)
Total adjustments	29,828	32,887
net cash provided by operating activities	<u>75,580</u>	<u>61,007</u>
Cash flows from noncapital financing activities:		
Transfers to other funds	(27,687)	(50,434)
other	-	5,828
net cash used by noncapital financing activities	<u>(27,687)</u>	<u>(44,606)</u>
Cash flows from capital and related financial activities:		
Acquisition of capital assets	(6,097)	(6,322)
net change in meter deposits	2,282	228
net cash used by for capital and related financing activities	<u>(3,815)</u>	<u>(6,094)</u>
Cash flows from investing activities:		
Net change in investment activity	-	(1,028)
Interest received on deposits	2,842	8,088
net cash (used) provided by investing activities	<u>2,842</u>	<u>7,060</u>
Increase (decrease) in cash and cash equivalents	47,698	(1,625)
Cash and cash equivalents, beginning of year	<u>22,818</u>	<u>24,418</u>
Cash and cash equivalents, end of year	\$ 70,516	\$ 22,793

VILLAGE OF MONROEVILLE, LOUISIANA

GAS AND WATER ENTERPRISE FUND
 SCHEDULE OF CASH RECEIPTS AND DISBURSEMENTS
 RESTRICTED ACCOUNTS REQUIRED BY REVENUE BOND ORDINANCE
 For the Year Ended June 30, 1997

	Depreciation and Contingencies Fund
Cash and investments - beginning of year	\$ 8,285
Cash receipts	
Interest received	417
Total receipts	417
Total cash and investments available	8,682
Cash disbursements	
Transfer to operating account	1,817
Total disbursements	1,817
Cash and investments - end of year	\$ 8,395

VILLAGE OF MOREAUVILLE, LOUISIANA
 GENERAL ENTERPRISE FUND
 COMPARATIVE BALANCE SHEET
 June 30, 1997 and 1996

	1997	1996
ASSETS		
CURRENT ASSETS		
Cash in demand deposits	\$ 17,084	\$ 17,438
Cash in time deposits	27,080	27,058
Accrued interest receivable	317	219
Inventory	934	961
Due from other funds	17,216	17,043
Prepaid insurance	1,832	2,182
TOTAL CURRENT ASSETS	64,113	57,992
RESTRICTED ASSETS		
Cash	10,582	28,132
PLANT AND EQUIPMENT, at cost		
	2,828,097	2,828,164
Less accumulated depreciation	(482,428)	(478,322)
NET PLANT AND EQUIPMENT	2,345,669	2,349,842
TOTAL ASSETS	3,129,585	3,168,809
LIABILITIES AND FUND EQUITY		
CURRENT LIABILITIES (Payable from current assets)		
Accounts payable	1,430	1,431
Compensated Absences	129	210
Due to other funds	18,609	18,288
	19,168	19,929
CURRENT LIABILITIES (Payable from restricted assets)		
Bonds payable	3,080	3,080
Accrued interest	231	235
	3,311	3,315
LONG-TERM LIABILITIES		
Bonds payable (net of current portion)	89,880	81,018
TOTAL LIABILITIES	112,259	114,458
FUND EQUITY		
Contributed capital, net	1,882,888	1,233,052
Retained Earnings		
Reserved	27,248	25,379
Unreserved	21,372	22,468
TOTAL RETAINED EARNINGS	48,620	47,847
TOTAL FUND EQUITY	1,931,508	1,280,900
TOTAL LIABILITIES AND FUND EQUITY	312,887	312,887

VILLAGE OF MONROEVILLE, LOUISIANA

WATER ENTERPRISE FUND
 COMPARATIVE STATEMENT REVENUES, EXPENSES AND
 CHANGES IN RETAINED EARNINGS
 For the Years Ended June 30, 1997 and 1996

	<u>1997</u>	<u>1996</u>
OPERATING REVENUES		
Charges for services	\$ 52,186	\$ 52,186
OPERATING EXPENSES		
Salaries	9,486	9,878
Payroll taxes	789	783
Insurance	2,128	1,741
Professional fees	988	988
Telephone and utilities	31,137	30,187
Repairs and maintenance	15,412	9,048
Small tools and supplies	1,600	1,107
Testing and sludge removal	1,820	1,805
Gas and oil	882	789
Depreciation	59,810	59,172
Other expense	1,825	788
	<u>200,120</u>	<u>184,313</u>
OPERATING LOSS	(17,934)	(12,853)
NONOPERATING REVENUES (EXPENSES)		
Interest income	1,008	2,008
Interest expense	(4,021)	(4,813)
	<u>(3,013)</u>	<u>(2,805)</u>
OTHER FINANCING ACTIVITIES		
Operating transfers in	—	1,318
NET LOSS	(14,236)	(13,337)
DEPRECIATION ON FIXED ASSETS ACQUIRED BY GRANTS, ENTITLEMENTS AND SPECIAL REVENUES EXTERNALLY RESTRICTED FOR CAPITAL ACQUISITIONS AND CONSTRUCTION THAT RECIPIENTS CONTRIBUTED CAPITAL	51,694	51,694
RETAINED EARNINGS, Beginning	<u>92,843</u>	<u>74,186</u>
RETAINED EARNINGS, Ending	\$ 104,821	\$ 92,843

VILLAGE OF MORRISVILLE, LOUISIANA

GENERAL ENTERPRISE FUND
 COMPARATIVE STATEMENT OF CASH FLOWS
 For the Years Ended June 30, 1967 and 1966

	<u>1967</u>	<u>1966</u>
Cash flows from operating activities:		
Operating loss	<u>\$ (123,564)</u>	<u>\$ (33,882)</u>
Adjustments to reconcile operating loss to net cash provided by operating activities:		
Depreciation	39,018	38,212
Change in assets and liabilities:		
Inventory	7	(12)
Prepaid insurance	(288)	(14)
Accounts payable	(2)	(2,380)
Payroll taxes payable	-	-
Compensated absences	<u>181</u>	<u>1858</u>
Total adjustments	<u>38,543</u>	<u>35,350</u>
Net cash provided by operating activities	<u>14,979</u>	<u>1,468</u>
Cash flows from noncapital financing activities:		
Interest and fiscal charges paid	(4,875)	(7,378)
Principal paid on bonds	(3,888)	(3,800)
Transfers from/to other funds	<u>(5,172)</u>	<u>309</u>
Net cash (used) by noncapital financing activities	<u>(13,935)</u>	<u>(10,869)</u>
Cash flows from capital and related financial activities:		
Acquisition of capital assets	<u>(2,711)</u>	<u>(3,842)</u>
Net cash used for capital and related financing activities	<u>(2,711)</u>	<u>(3,842)</u>
Cash flows from investing activities:		
Net change in investment activity	-	-
Interest received on deposits	<u>1,884</u>	<u>2,002</u>
Net cash provided (used) by investing activities	<u>1,884</u>	<u>2,002</u>
Increase (decrease) in cash and cash equivalents	9,312	6,422
Cash and cash equivalents, beginning of year	<u>82,762</u>	<u>76,340</u>
Cash and cash equivalents, end of year	<u>\$ 92,074</u>	<u>\$ 82,762</u>

VILLAGE OF MOREAUVILLE, LOUISIANA

SEWER ENTERPRISE FUND
 SCHEDULE OF CASH RECEIPTS AND DISBURSEMENTS
 RESTRICTED ACCOUNTS REQUIRED BY REVENUE BOND ORDINANCE
 For the Year Ended June 30, 1997

	Interest and Sinking Fund	Reserve Account	Depreciation and Contingencies Fund	Total
Cash and investments - beginning of year	<u>8,874</u>	<u>9,823</u>	<u>18,198</u>	<u>36,895</u>
Cash receipts				
Transfers from operating account	7,650	383	869	8,902
Interest received	-	228	128	356
Total cash receipts	<u>7,650</u>	<u>611</u>	<u>997</u>	<u>9,258</u>
Total cash and investments available	<u>16,524</u>	<u>10,434</u>	<u>19,195</u>	<u>46,153</u>
Cash disbursements				
Transfers to paying agent	<u>(13,625)</u>	<u>-</u>	<u>-</u>	<u>(13,625)</u>
Cash and investments - end of year	\$ 2,899	\$ 10,434	\$ 19,195	\$ 32,528

GENERAL FIXED ASSETS ACCOUNT GROUP

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

VILLAGE OF MONROEVILLE, LOUISIANA

SCHEDULE OF CHANGES IN GENERAL FIXED ASSETS
BY DISPOSITION AND ACTIVITY
For the Year Ended June 30, 1997

	General Fixed Assets		General Fixed Assets	
	June 30, 1996	Additions	Deductions	June 30, 1997
Land and buildings	\$171,733	\$ -	\$ -	\$171,733
Other improvements	144,880	-	-	144,880
Vehicles	227,813	28,889	118,000	138,692
Furnishings and equipment	61,833	1,165	-	62,998
	<u>\$506,478</u>	<u>\$ 29,054</u>	<u>\$118,000</u>	<u>\$517,532</u>

GENERAL LONG-TERM DEBT ACCOUNT GROUP

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

VILLAGE OF WOODKNUTVILLE, LOUISIANA

SCHEDULE OF GENERAL LONG-TERM DEBT
June 30, 1987

PUBLIC IMPROVEMENT BONDS ISSUED 11-04-80

AMOUNT AVAILABLE AND TO BE PROVIDED	
FOR PAYMENT OF GENERAL LONG-TERM DEBT	
Amount available in debt service	
fund for debt retirement	\$ 70,348
Amount to be provided for retirement	
of general long-term debt	<u>85,524</u>
	155,842

GENERAL LONG-TERM DEBT PAYABLE	
Bonds payable	134,000
Capital lease payable	19,304
Compensated absences	<u>2,538</u>
	\$155,842

INTERNAL CONTROL, COMPLIANCE, AND
OTHER GRANT INFORMATION



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

Mayor and Board of Aldermen
Village of Moreauville
Moreauville, Louisiana

I have audited the general purpose financial statements of the Village of Moreauville, Moreauville, Louisiana, as of and for the year ended June 30, 1997, and have issued my report thereon dated November 4, 1997.

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

In planning and performing my audit of the general purpose financial statements of Village of Moreauville for the year ended June 30, 1997, I considered the internal control structure in order to determine my auditing procedures for the purpose of expressing my opinion on the general purpose financial statements and not to provide assurance on the internal control structure.

The management of the Village of Moreauville is responsible for establishing and maintaining an internal control structure. In fulfilling this responsibility, estimates and judgments by management are required to assess the expected benefits and related costs of internal control structure policies and procedures. The objectives of an internal control structure are to provide management with reasonable, but not absolute, assurance that assets are safeguarded against loss from unauthorized use or disposition, and that transactions are executed in accordance with management's authorization and recorded properly to permit the preparation of financial statements in accordance with generally accepted accounting principles. Because of inherent limitations in any internal control structure, errors or irregularities may nevertheless occur and not be detected.

Also, projection of any evaluation of the structure to future periods is subject to the risk that procedures may become inadequate because of changes in conditions or that the effectiveness of the design and operation of policies and procedures may deteriorate.

For the purpose of this report, I have classified the significant internal control structure policies and procedures in the following categories:

- Budget
- Cash and investments
- Revenues and receivables - governmental funds
- Service revenue and receivables proprietary fund types
- Expenditures for goods and services and accounts payable
- Payroll and related liabilities
- Property, equipment and capital expenditures
- Debt and debt service expenditures
- Single audit grant programs

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

I noted certain matters involving the internal control structure and its operation that I consider to be reportable conditions under standards established by the American Institute of Certified Public Accountants. Reportable conditions involve matters coming to our attention relating to significant deficiencies in the design or operation of the internal control structure that, in my judgment, could adversely affect the entity's ability to record, process, summarize, and report financial data consistent with the assertions of management in the general purpose financial statements.

A material weakness is a reportable condition in which the design or operation of the specific internal control structure elements does not reduce to a relatively low level the risk that errors or irregularities in amounts that would be material in relation to the 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.

Mayor and Board of Aldermen
Village of Metairieville
Page 3

My consideration of the internal control structure would not necessarily disclose all matters in the internal control structure that might be reportable conditions and accordingly, would not necessarily disclose all reportable conditions that are also considered to be material weaknesses as defined above. I believe the reportable conditions described below are material weaknesses.

1. Deficiencies in control structure design:

A. Inadequate segregation of duties-The Village does not have a proper segregation of duties. This weakness is due to the small size of the Village and, therefore, its inability to prevent overlapping of duties.

Response: No response is necessary.

A separate management letter dated November 4, 1987 has been issued.

This report is intended for the information of management and the legislative auditor of the state of Louisiana. This restriction is not intended to limit the distribution of this report, which is a matter of public record.

Kenneth J. Rachal

Monroe, Louisiana
November 4, 1987



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

Mayor and Board of Aldermen
Village of Moreauville
Moreauville, Louisiana

I have audited the general purpose financial statements of the Village of Moreauville, Moreauville, Louisiana, as of and for the year ended June 30, 1997, and have issued my report thereon dated November 4, 1997.

I conducted my audit in accordance with generally accepted auditing standards, Government Auditing Standards, issued by the Comptroller General of the United States, and the provisions of Office of Management and Budget Circular A-133, "Audits of State and Local Governments". Those standards and OMB Circular A-133 require that I plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement.

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

The results of my tests indicate that, with respect to the items tested, the Village of Moreauville, Moreauville, Louisiana, complied, in all material respects, with the provisions referred to in the preceding paragraph. With respect to items not tested, nothing came to my attention that caused me to believe that the Village of Moreauville had not complied, in all material respects, with those provisions.

Major Year Findings

Purchases From Related Parties

Finding-

Louisiana revised statute 43:113 prohibits a public servant from

participating in a transaction involving the governmental entity, in which a member of the public servant's immediate family has a substantial interest. A public servant is defined as an elected official or public employee. The Village of Moreauville purchased immaterial amounts of gas, water and sewer supplies from a business owned by the family of the supervisor of the Public Utility department. The Village was under the impression they were able to purchase these items if the council approved them before the purchase was made. The State clarified the Statute and informed the Village that no more purchases were to be made from the related party.

This finding has been corrected.

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

Kenneth J. Raschel

Sumner, Louisiana
December 4, 1997



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INDEPENDENT AUDITOR'S REPORT ON SCHEDULE OF FEDERAL FINANCIAL ASSISTANCE

Mayor and Board of Aldermen
Village of Moreauville
Moreauville, Louisiana

I have audited the general purpose financial statements of the Village of Moreauville, Moreauville, Louisiana, as of June 30, 1997 and for the year then ended and have issued my report thereon dated November 4, 1997. These general purpose financial statements are the responsibility of the Village of Moreauville, management. My responsibility is to express an opinion on these general purpose financial statements based on my audit.

I have conducted my audit in accordance with generally accepted auditing standards, Governmental Auditing Standards, issued by the Comptroller General of the United States, and the provisions of Office of Management and Budget Circular A-133, "Audits of State and Local Governments." These standards and OMB Circular A-133 require that I plan and perform the audit to obtain reasonable assurance about whether the general purpose financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the general purpose financial statements. An audit also includes assessing the accounting principals used and significant estimates made by management. As well as evaluating the overall financial statements presentation. I believe that my audit provides a reasonable basis for my opinion.

My audit was made for the purpose of forming an opinion on the general purpose financial statements of the Village of Moreauville taken as a whole. The accompanying schedule of federal financial assistance is presented for purposes of additional analysis and is not a required part of the general purpose financial statements. The information in that schedule has been subjected to the auditing procedures applied in the audit of the general purpose financial statements and, in my opinion, is fairly stated in all material respects in relation to the general purpose financial statements taken as a whole.

Kenneth J. Rachal

Monroe, Louisiana

November 4, 1997



Kenneth J. Rachal

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INDEPENDENT AUDITOR'S REPORT ON INTERNAL CONTROL STRUCTURE USED IN ADMINISTERING FEDERAL FINANCIAL ASSISTANCE PROGRAMS

Mayor and Board of Aldermen
Village of Moresville
Marksville, Louisiana

I have audited the general purpose financial statements of the Village of Moresville, Moresville, Louisiana, as of and for the year ended June 30, 1997, and have issued my report thereon dated November 4, 1997.

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

In planning and performing my audit of the general purpose financial statements of the Village of Moresville for the year ended June 30, 1997, I considered its internal control structure in order to determine my auditing procedures for the purpose of expressing my opinion on the Village's general purpose financial statements and to report on the internal control structure in accordance with OMB Circular A-128. This report addresses my consideration of internal control structures policies and procedures relevant to compliance with requirements applicable to federal financial assistance programs. I have addressed internal control structure policies and procedures relevant to my audit of the general purpose financial statements in a separate report dated November 4, 1997.

The management of the village of Moresville is responsible for establishing and maintaining an internal control structure. In fulfilling this responsibility, estimates and judgments by management are required to assess the expected benefits and related costs of internal control structure policies and procedures. The objectives of an internal control structure are to provide management with reasonable, but not absolute, assurance that assets are safeguarded against loss from unauthorized use or disposition, and that transactions are executed in accordance with management's

authorization and recorded properly to permit the preparation of general purpose financial statements in accordance with generally accepted accounting principles, and that federal financial assistance programs are managed in compliance with applicable laws and regulations. Because of inherent limitations in any internal control structure, errors, irregularities or instances of noncompliance may nevertheless occur and not be detected. Also, projection of any weakness of the structure to future periods is subject to the risk that procedures may become inadequate because of changes in conditions or that the effectiveness of the design and operation of policies and procedures may deteriorate.

For the purpose of this report, I have classified the significant internal control structure policies and procedures in the following categories:

Accounting Controls
Revenues/receipts
Purchases/disbursements

Administrative Controls
Political activity
Civil Rights
Davis Bacon Act
Drug Free Act
Cost management
Federal financial reports
Allowable costs/cost principles
Administrative requirements
Types of services allowed or not allowed
Special requirements
Section 109-Housing & Community Development
Contract Work Hours & Safety
Section 3-Compliance For Training & Employment
Lead Based Paint-Title IV
Hatch Act
National Environmental Policy Act of 1969

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

During the year ended June 30, 1997, the Village of Moreauville, Moreauville, Louisiana, expended 100 percent of its total federal financial assistance under the major federal financial assistance program as listed in the schedule of federal financial assistance.

Mayor and Board of Aldermen
Village of Moreauville
Page

I performed tests of controls, as required by GMS Circular A-118, to evaluate the effectiveness of the design and operation of internal control structure policies and procedures that I considered relevant to preventing or detecting material noncompliance with specific requirements, general requirements, and requirements governing claims for reimbursements and amounts claimed or used for matching that are applicable to the Village's major federal financial assistance program, which is identified in the accompanying schedule of federal financial assistance. My procedures were less in scope than would be necessary to render an opinion on these internal control structure policies and procedures. Accordingly, I do not express such an opinion.

My consideration of the internal control structure would not necessarily disclose all matters in the internal control structure that might be a material weakness under standards established by the American Institute of Certified Public Accountants. A material weakness is a reportable condition in which the design or operation of the specific internal control structure elements does not reduce to a relatively low level the risk that errors or irregularities in amounts that would be material in relation to the 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. I noted no matters involving the internal control structure and its operation that I consider to be material weaknesses as defined above.

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

Kenneth J. Rachel

Monroe, Louisiana
November 4, 1997



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INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE WITH
THE GENERAL REQUIREMENTS APPLICABLE TO
FEDERAL FINANCIAL ASSISTANCE PROGRAMS

Mayor and Board of Aldermen
Village of Moreauville
Moreauville, Louisiana

I have audited the general purpose financial statements of the Village of Moreauville, Louisiana, as of and for the year ended June 30, 1997, and have issued my report thereon dated November 4, 1997.

I have applied procedures to test the Village of Moreauville's compliance with the following requirements applicable to its Federal financial assistance programs, which are identified in the Schedule of Federal Financial Assistance, for the year ended June 30, 1997: political activity, Davis-Bacon Act, civil rights, cash management, federal financial reports, allowable costs/cost principles, Drug-Free Workplace Act, and administrative requirements.

My procedures were limited to the applicable procedures described in the Office of Management and Budget's "Compliance Supplement for Single Audits of State and Local Governments". My procedures were substantially less in scope than an audit, the objective of which is the expression of an opinion as the Village of Moreauville, Louisiana, compliance with the requirements listed in the preceding paragraph. Accordingly, I do not express such an opinion.

With the respect to the items tested, the results of those procedures disclosed no material instances of noncompliance with the requirements listed in the second paragraph of this report. With respect to items not tested, nothing came to my attention that caused me to believe that the Village of Moreauville, Louisiana, had not complied, in all material respects, with those requirements.

This report is intended for the information of Management and the Legislative Auditor of the state of Louisiana. However, this report is a matter of public record and its distribution is not limited.

Kenneth J. Rachal

Monroe, Louisiana

November 4, 1997