

OFFICIAL
COPY
SEAL OFF

If an necessary
copies from the
copy and please
keep in file

2/70
file

CITY OF DONALDSONVILLE, LOUISIANA

FINANCIAL REPORT

JUNE 30, 1997

2000-2001

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

Release Date 2-25-98

Wagnonpack & Associates (APAC)

Certified Public Accountants

P. O. Box 482

Belle Meade, LA 70011

(504) 479-4000

CITY OF DONALDSONVILLE, LOUISIANA

FINANCIAL REPORT

JUNE 30, 1997

CITY OF MONROESVILLE, LOUISIANA

CONTENTS

June 30, 1997

	<u>Schedule</u>	Page
Independent Auditor's Report		1
GENERAL PURPOSE FINANCIAL STATEMENTS (COMBINED STATEMENTS - OVERVIEW)		
Combined Balance Sheet - All Fund Types and Account Groups	1	2-3
Combined Statement of Revenues, Expenditures and Changes in Fund Balances - All Governmental Fund Types	2	4
Combined Statement of Revenues, Expenditures and Changes in Fund Balances - Budget (GAAP Basis) and Actual - General, Special Revenue, and Debt Service Fund Types	3	5
Comparative Statement of Revenues, Expenses and Changes in Retained Earnings - All Proprietary Fund Types	4	6
Comparative Statement of Cash Flows - All Proprietary Fund Types	5	7
Notes to Financial Statements		8-23

SUPPLEMENTAL INFORMATION

	<u>Schedule</u>	
Schedules of Individual Funds and Account Groups:		
General Funds:		
Comparative Balance Sheets	A-1	24
Schedules of Revenues, Expenditures and Changes in Fund Balances - Budget (GAAP Basis) and Actual	A-2	25-26
Schedules of Expenditures - Budget (GAAP Basis) and Actual	A-3	27-28
Special Revenue Funds:		
Comparative Balance Sheets	B-1	31
Combining Schedules of Revenues, Expenditures and Changes in Fund Balances	B-2	32-33

	Schedules	Page
Sales Tax Fund - Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget (GAAP Basis) and Actual	B-3	14
Section 8 - Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget (GAAP Basis) and Actual	B-4	35
City Recreation - Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget (GAAP Basis) and Actual	B-5	36
Boys Recreation - Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget (GAAP Basis) and Actual	B-6	37
LA Housing Finance Agency - Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget (GAAP Basis) and Actual	B-7	38
Law Enforcement - Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget (GAAP Basis) and Actual	B-8	39
Debt Service Funds:		
Debtors Sheet	C-1	40
Schedule of Revenues, Expenditures and Changes in Fund Balance	C-2	41
Certificate of Indebtedness - 2006 Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget (GAAP Basis) and Actual	C-3	42
Encumbrance Funds:		
Combining Balance Sheet	D-1	43
Combining Schedule of Revenues, Expenses and Changes in Retained Earnings	D-2	44
Combining Schedule of Operating Expenses	D-3	45
Combining Schedule of Cash Flows	D-4	46-47
Other Supplemental Information:		
Schedule of Sewerage Customers (sanitized)	E	48
Schedule of Insurance in Force	F	49
Schedule of Principal Officials and Salaries	G	50

	Schedule	Page
Special Reports Of Certified Public Accountants And Other Schedules Required By Government Auditing Standards And OMB-103:		
Schedule of Expenditures of Federal Awards	4	51
Notes to Schedule of Expenditures of Federal Awards		52
Schedule of Findings and Questioned Costs	5	55-55
Summary Schedule of Prior Audit Findings	6	56
Report on Compliance and on Internal Control over Financial Reporting Based on Audit of General-Purpose Financial Statements Performed in Accordance with Government Auditing Standards		57-59
Report on Compliance with Requirements Applicable to Each Major Program and Internal Control over Compliance in Accordance with OMB Circular A-110.		59-62

WAGUESPAK & ASSOCIATES

is Professional Accounting Corporation

CERTIFIED PUBLIC ACCOUNTANTS

P.O. Box 461

Belle Meade, LA 70114-0461

Michael James Waguespak, CPA
Elaine Toups Waguespak, CPA

INDEPENDENT AUDITORS' REPORT

Telephone (504) 479-0076
Telex (504) 475-2645

To the Honorable Mayor and Members
of the Commission Council
City of Donaldsonville, Louisiana

We have audited the accompanying general-purpose financial statements of the City of Donaldsonville, Louisiana (the City), as of and for the year ended June 30, 1997, as listed in the table of contents. These general-purpose financial statements are the responsibility of the City's management. Our responsibility is to express an opinion on these general-purpose financial statements based on our audit. The general-purpose financial statements of the City of Donaldsonville as of June 30, 1996 were audited by other auditors whose report dated December 10, 1996, expressed an unqualified opinion on these statements.

We conducted our audit in accordance with generally accepted auditing standards, the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States; and Louisiana Governmental Audit Guide, issued by the Louisiana Legislative Auditor and the Louisiana Society of Certified Public Accountants. These standards require that we 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. We believe that our audit provides a reasonable basis for our opinion.

In our opinion, the general-purpose financial statements, referred to above, present fairly, in all material respects, the financial position of the City of Donaldsonville, Louisiana, as of June 30, 1997, and the results of its operations and each item of its proprietary fund type for the year then ended in conformity with generally accepted accounting principles.

In accordance with Government Auditing Standards, we have also issued a report dated December 11, 1997 on our consideration of the City of Donaldsonville's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts and grants.

Our audit was performed for the purpose of forming an opinion on the general-purpose financial statements of the City of Donaldsonville, Louisiana, taken as a whole. The accompanying schedules as listed in the table of contents and schedule of expenditures of federal awards as required by U.S. Office of Management and Budget Circular A-133, Audits of States, Local Governments, and Non-Profit Organizations, are presented for purposes of additional analysis and are not a required part of the general-purpose financial statements. Such information, except for that portion marked "without audit" on which we express no opinion, has been subjected to the auditing procedures applied in the audit of the general-purpose financial statements and, in our opinion, is fairly stated, in all material respects, in relation to the general-purpose financial statements taken as a whole.

Waguespak & Associates (APC)

Donaldsonville, Louisiana
December 12, 1997

CITY OF BOWLING GREEN, MISSISSIPPI

EXHIBIT 2

COMBINED BALANCE SHEET - ALL FUND TYPES AND ACCOUNT CATEGORIES
June 30, 2007

ACCOUNTS AND OTHER CATEGORIES	GENERAL FUND		PROPERTY TAX FUND		ADULT CARE CENTER		TOTAL	
	ASSETS	LIABILITIES	ASSETS	LIABILITIES	ASSETS	LIABILITIES	ASSETS	LIABILITIES
CASH AND OTHER RECEIVABLES	1,000,000	-	1,000,000	-	1,000,000	-	3,000,000	-
ACCOUNT RECEIVABLES	100,000	-	100,000	-	100,000	-	300,000	-
INVENTORY	50,000	-	50,000	-	50,000	-	150,000	-
PREPAID EXPENSES	20,000	-	20,000	-	20,000	-	60,000	-
PROPERTY TAX RECEIVABLE	-	-	1,000,000	-	-	-	1,000,000	-
OTHER RECEIVABLES	-	-	100,000	-	-	-	100,000	-
INVESTMENTS	-	-	100,000	-	-	-	100,000	-
FIXED ASSETS	1,000,000	-	1,000,000	-	1,000,000	-	3,000,000	-
DEFERRED MAINTENANCE	-	-	100,000	-	-	-	100,000	-
LIABILITIES	-	100,000	-	100,000	-	100,000	-	300,000
ACCOUNTS PAYABLE	-	100,000	-	100,000	-	100,000	-	300,000
DEFERRED MAINTENANCE	-	-	-	-	-	-	-	-
OTHER LIABILITIES	-	-	-	-	-	-	-	-
Total Assets and Other Credits	2,170,000	-	2,170,000	-	2,170,000	-	6,340,000	-
Total Liabilities and Other Debits	-	100,000	-	100,000	-	100,000	-	300,000
Total	2,170,000	100,000	2,170,000	100,000	2,170,000	100,000	6,340,000	300,000

ASSETS AND OTHER CREDITS

- CASH
- Due and with receivables
- INVESTMENTS
- Inventory
- Prepaid expenses
- PROPERTY TAX RECEIVABLE
- Other receivables
- INVESTMENTS
- FIXED ASSETS
- DEFERRED MAINTENANCE
- Other liabilities
- Accounts receivable for adult services fund
- Amounts to be provided for general long-term debt

LIABILITIES, EQUITY AND OTHER DEBITS

- LIABILITIES
- Accounts payable
- Deferred maintenance
- Other liabilities
- The City of Bowling Green
- Property tax receivable
- Other receivables
- Long-term debt
- Total Liabilities

Continued

The accompanying notes are an integral part of this statement.

CITY OF MOHAWAKEVILLE, IOWA

PAGE 1

COMBINED BALANCE SHEET - ALL FUNDS PERMS AND ACCOUNTS SUBJECTS
 Jan 31, 1997

Continued

GENERAL	SPECIAL		DEBT	RESERVE	EQUICAPITAL	PROPERTY TAX	GENERAL FUND	GENERAL FUND - OTHER	TOTAL	PERMITS AND ACCOUNTS SUBJECTS
	ACCOUNTS	ACCOUNTS								
\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$
-	-	-	-	-	-	-	2,448,398	-	-	2,448,398
-	-	-	-	59,509	-	-	-	-	59,509	60,009
-	-	-	-	18,247	-	-	-	-	18,247	-
-	-	-	-	1,212,398	-	-	-	-	1,212,398	1,212,398
-	41,799	-	-	-	-	-	-	-	41,799	41,799
-	-	3,229	-	-	-	-	-	-	3,229	3,229
12,412	50,118	-	-	-	-	-	-	-	62,530	62,530
12,412	54,201	-	-	-	-	-	2,448,398	-	2,504,911	2,504,911
\$ 25,824	\$ 49,044	\$ 2,529	\$ 2,529	\$ 61,756	\$ 61,756	\$ 2,448,398	\$ 2,448,398	\$ 2,448,398	\$ 2,504,911	\$ 2,504,911

Equity and Other Credits
 Unrestricted capital
 Investment in general fund assets
 Reserve fundings
 Payment for reserve fund
 accounts
 Bonded by contribution of
 other entities paid
 Reserve for perpetual pensions
 Encumbrance
 Fund balance
 (Offsetted by assets, liabilities and
 encumbrances)
 Compensated for GASB retirement
 Defined for municipalities
 investments
 Utilization - independent
 Total Equity and
 Other Credits

Total Liabilities, Equity
 and Other Credits

Continued

The accompanying notes are an integral part of this statement.

**COMBINED STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - ALL GOVERNMENTAL FUND TYPES**
Year ended June 30, 1997

	General	Special Revenue	Data Service	Total	
				Major and/or City	Other
REVENUES					
Taxes	\$ 204,467	\$ 1,130,447	\$ -	\$ 1,294,830	\$ 1,294,830
Licenses and permits	228,588	-	-	228,588	228,588
Intergovernmental	183,072	436,424	-	619,496	619,496
Fees	38,716	-	-	38,716	-
Charges for services	-	283,732	-	283,732	129,798
Other	79,168	33,028	4,028	116,224	170,887
Total revenues	<u>733,991</u>	<u>1,983,631</u>	<u>4,028</u>	<u>2,711,650</u>	<u>2,035,099</u>
EXPENDITURES					
General government	425,988	-	-	425,988	531,657
Public safety	268,271	600,000	-	868,271	846,000
Street	473,184	-	-	473,184	845,609
Sanitation	8,296	383,989	-	392,285	734,747
Recreation	113,023	84,896	-	197,919	154,714
Welfare	-	793,587	-	793,587	265,636
Administration	-	69	-	69	21
Data service	-	-	70,000	70,000	150,476
Total expenditures	<u>1,388,762</u>	<u>1,862,571</u>	<u>70,000</u>	<u>3,321,333</u>	<u>3,082,857</u>
Excess of revenues over (under) expenditures	<u>(654,771)</u>	<u>121,060</u>	<u>(65,972)</u>	<u>(599,683)</u>	<u>(607,487)</u>
OTHER FINANCING SOURCES (USES)					
Fund proceeds	-	-	-	-	500,000
Operating transfers in	715,429	228,000	82,414	1,025,843	1,025,843
Operating transfers out	(212,264)	(921,156)	-	(1,133,420)	(873,499)
Total other financing sources (uses)	<u>503,165</u>	<u>(693,156)</u>	<u>82,414</u>	<u>(607,202)</u>	<u>652,344</u>
Excess of revenues and other sources over (under) expenditures and other uses	<u>(151,606)</u>	<u>(742,511)</u>	<u>86,442</u>	<u>(807,675)</u>	<u>(255,143)</u>
FUND BALANCE					
Beginning of year	<u>180,883</u>	<u>183,723</u>	<u>23,520</u>	<u>388,126</u>	<u>402,877</u>
End of year	<u>\$ 329,277</u>	<u>\$ 441,214</u>	<u>\$ 109,962</u>	<u>\$ 880,453</u>	<u>\$ 147,734</u>

The accompanying notes are an integral part of this statement.

UNIT OF INCORPORATION: LUTHERA

Table 2

COMPARISON STATEMENT OF REVENUES, EXPENDITURES AND RESOURCES BY FUND BALANCE.
 FUND: ROAD BOND AND UTILITY - FUNDING, SPECIAL SERVICES, DEBT SERVICE FUND TYPES
 Year ended June 30, 2007

	GENERAL FUND			SPECIAL SERVICES FUND			DEBT SERVICE FUND		
	Actual	Actual	Variance (Deficit/Excess)	Actual	Actual	Variance (Deficit/Excess)	Actual	Actual	Variance (Deficit/Excess)
REVENUES									
Taxes	14,400	14,400	0	1,071.00	1,071.00	0	0	0	0
License and permits	20,000	20,000	0	0	0	0	0	0	0
Intergovernmental	10,000	10,000	0	0	0	0	0	0	0
Change for assets				40,000	40,000	0	0	0	0
Fees	27,000	27,000	0	0	0	0	0	0	0
Other	0	0	0	0	0	0	0	0	0
Total revenues	71,400	71,400	0	1,071.00	1,071.00	0	0	0	0
EXPENDITURES									
General government	47,000	47,000	0	0	0	0	0	0	0
Public utility	20,000	20,000	0	0	0	0	0	0	0
Interest	4,000	4,000	0	0	0	0	0	0	0
Capitalization	0	0	0	0	0	0	0	0	0
Debt service	13,000	13,000	0	0	0	0	0	0	0
Subsidy	0	0	0	0	0	0	0	0	0
Administration	0	0	0	0	0	0	0	0	0
Debt service	0	0	0	0	0	0	0	0	0
Total expenditures	84,000	84,000	0	0	0	0	0	0	0
Excess of revenues over expenditures	(12,600)	(12,600)	0	(12,929)	(12,929)	0	(12,929)	(12,929)	0
OTHER FUNDING SOURCES OTHER									
Operating transfers in	70,000	70,000	0	0	0	0	0	0	0
Operating transfers out	(12,000)	(12,000)	0	0	0	0	0	0	0
Total other financing sources (uses)	58,000	58,000	0	0	0	0	0	0	0
Excess of revenues and other sources over (under) expenditures and other	45,400	45,400	0	(12,929)	(12,929)	0	(12,929)	(12,929)	0
FUND BALANCE									
Beginning of year	14,000	14,000	0	0	0	0	0	0	0
End of year	27,400	27,400	0	12,929	12,929	0	12,929	12,929	0

The accompanying notes are an integral part of this statement.

**COMPARATIVE STATEMENT OF REVENUES, EXPENSES AND
CHANGES IN FUND BALANCES - PROPRIETARY FUND TYPE**
Years Ended June 30, 1997 and 1996

	<u>ENTERPRISE FUNDS</u>	
	<u>1997</u>	<u>1996</u>
OPERATING REVENUES		
Charges for services	\$ 1,625,370	\$ 1,877,207
Other	<u>3,250</u>	<u>6,897</u>
Total operating revenues	<u>1,628,620</u>	<u>1,884,104</u>
OPERATING EXPENSES		
Gas	551,175	531,180
Depreciation	167,600	187,731
Fuel	228,450	282,586
Administrative	<u>571,580</u>	<u>345,611</u>
Total operating expenses	<u>1,418,805</u>	<u>1,347,108</u>
Operating income	<u>209,815</u>	<u>536,996</u>
NON-OPERATING REVENUES (EXPENSES)		
Interest	12,279	11,647
Interest and fiscal charges	(26,148)	(117,939)
Losses on investments	<u> </u>	<u>(5,721)</u>
Total non-operating revenues (expenses)	<u>(13,869)</u>	<u>(111,993)</u>
Income before operating transfers	<u>195,946</u>	<u>425,003</u>
OPERATING TRANSFERS		
Operating transfers in	20,152	130,716
Operating transfers out	<u>(124,581)</u>	<u>(155,820)</u>
Net operating transfers	<u>(104,429)</u>	<u>(25,104)</u>
NET INCOME	91,517	399,899
Depreciation transferred to nondebtline	<u>21,020</u>	<u>86,112</u>
Increase in retained earnings	<u>209,509</u>	<u>313,787</u>
REVENUE BALANCES		
Beginning of year	<u>1,890,452</u>	<u>816,556</u>
End of year	<u>\$ 1,981,969</u>	<u>\$ 1,130,343</u>

The accompanying notes are an integral part of this statement.

CITY OF DONNERSONVILLE, LOUISIANA

Exhibit A

COMPARATIVE STATEMENT OF CASH FLOWS
PROPRIETARY FUND TYPE
 Years Ended June 30, 1997 and 1996

	<u>RESTRICTED FUNDS</u>	
	<u>1997</u>	<u>1996</u>
CASH FLOWS FROM OPERATING ACTIVITIES:		
Operating income	\$ 228,598	\$ 346,281
Adjustments to operating income:		
Depreciation	167,608	107,703
Change in operating assets and liabilities:		
Accounts receivable	(5,827)	(71,164)
Due from other funds	(78,757)	(240,047)
Inventories	-	39,866
Prepaid insurance	5,315	(4,014)
Accounts payable	234,254	(138,4)
Accrued payables	(7,830)	(6,679)
Due to other funds	(56,790)	26,348
Customer deposits	(1,880)	1,577
Net cash provided by operating activities	<u>240,867</u>	<u>184,739</u>
CASH FLOWS FROM NON-CAPITAL FINANCING ACTIVITIES:		
Opening transfers out	(64,048)	(66,183)
Settlement of lawsuit	-	(6,315)
Net cash used for non-capital financing activities	<u>(64,048)</u>	<u>(72,498)</u>
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:		
Dividend and local charges on revenue bonds	(26,148)	(15,776)
Principal paid on revenue bonds	(731,088)	-
Borrowing on bonds retired	(34,008)	(15,888)
Bond proceeds	1,288,579	1,044,331
Acquisition of capital assets	(1,251,488)	(1,383,838)
Contributed capital - LCRA84 grant	495,702	233,848
Net cash used for capital and related financing activities	<u>(402,382)</u>	<u>(191,821)</u>
CASH FLOWS FROM INVESTING ACTIVITIES:		
Increase in certificates of deposits	(78,000)	-
Interest income	12,379	11,647
Net cash provided by investing activities	<u>(65,621)</u>	<u>1,647</u>
Net increase (decrease) in cash	(327,182)	1,864
Cash at beginning of year	<u>843,736</u>	<u>841,872</u>
Cash at end of year	<u>\$ 516,554</u>	<u>\$ 843,736</u>

The accompanying notes are an integral part of this statement.

CITY OF DONALDSONVILLE, LOUISIANA

NOTES TO FINANCIAL STATEMENTS

June 30, 1997

INTRODUCTION

The City of Donaldsonville, Louisiana (the City) was incorporated February 11, 1975 by their home rule charter, under the authority of Article VI, section 5 of the Louisiana Constitution of 1974. The municipal government provided by this home rule charter shall be known as the "Commission" form of government and operated by a mayor, a commissioner of finance, a commissioner of public works, a commissioner of utilities and a commissioner of parks and recreation.

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The accounting and reporting practices of the City of Donaldsonville, Louisiana conform to generally accepted accounting principles as applicable to governmental units. Such accounting and reporting procedures also conform to the requirements of Louisiana Revised Statute 24:517 and to the guidelines set forth in the Louisiana Governmental Audit Code and to the industry audit guide, *Quality of State and Local Governmental Units* published by the American Institute of Certified Public Accountants.

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 City executive and legislative branches (the Mayor and the Council). Control by or dependence on the City was determined on the basis of budget adoption, taxing authority, authority to issue debt, election or appointment of governing body, and other general oversight ability.

Based on the foregoing criteria, the following organization is not part of the City and thus is excluded from the accompanying financial statements:

Donaldsonville Housing Authority

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

FUND ACCOUNTING - The accounts of the City 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 comprises its assets, liabilities, fund equity, revenues and expenditures, as 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 six generic fund types and two broad fund categories as follows:

Governmental Funds

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

CITY OF MONROE/LSHMORE, LOUISIANA

NOTES TO FINANCIAL STATEMENTS

June 30, 1997

NOTE 4 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

Special Revenue Funds - Special Revenue Funds are used to account for the proceeds of specific revenue sources that are legally restricted to expenditures for specified purposes.

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

Proprietary Funds

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

FIXED ASSETS AND LONG-TERM LIABILITIES - The accounting and reporting treatment applied to the fixed assets and long-term liabilities associated with a fund are determined by its measurement focus.

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

Fixed assets used in governmental fund type operations (general fixed assets) are accounted for in the General Fixed Assets Account Group, and are recorded as expenditures in the governmental fund type when purchased. The City has net capitalized public domain ("infrastructure") fixed assets consisting of certain improvements other than buildings, including roads, bridges, sidewalks, and drainage improvements. These assets are measurable and of value only to the City; therefore, the need for cumulative accountability is not significant. No depreciation has been provided on general fixed assets, nor has interest been capitalized.

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

All proprietary funds are accounted for on a cost of services or "capital maintenance" measurement focus, and all assets and all liabilities (whether current or non-current) associated with their activity are included on their balance sheets.

Depreciation of all exhaustible fixed assets used by proprietary funds is charged as an expense against their operations. Depreciation has been provided over the estimated useful lives using the straight-line method. The estimated useful lives are as follows:

Sewerage System Plant	26-35 years
Gas Plant	25 years
Sewerage & Gas System equipment	5-10 years
Buildings	25 years
Office Equipment	5-10 years
Automotive Equipment	3-5 years

All fixed assets are stated at historical cost.

CITY OF MONROE/ST. JACQUES, LOUISIANA

NOTES TO FINANCIAL STATEMENTS

June 30, 1997

NOTE 4 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

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 basis 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 that financial assets. These revenues susceptible to receipt are sales taxes, property taxes, intergovernmental revenues and interest revenue. Fines, licenses and permits are not susceptible to accrual because generally they are not measurable until received in cash.

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

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

- a. A proposed budget is prepared and submitted to the Mayor and City Council prior to the beginning of each fiscal year.
- b. The proposed budget is published in the official journal and made available for public inspection. A public hearing is called to obtain taxpayer comments.
- c. The budget is adopted through passage of an ordinance prior to the commencement of the fiscal year for which the budget is being adopted.
- d. Budgetary amendments involving the transfer of funds from one department, program or function to another or involving increases in expenditures resulting from revenues exceeding amounts estimated require approval from the City Council.
- e. All budgetary appropriations lapse at the end of each fiscal year.
- f. Budgets for the Council, Special Revenue and Debt Service Funds are adopted in accordance with generally accepted accounting principles (GAAP).
- g. The level of budgetary control is total appropriations. Budgeted amounts are as originally adopted, or as amended by the City Council. Individual amendments were not material in relation to the original appropriations which were amended.

BAD DEBTS - Uncollectible amounts due for customers' orders for collection 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.

CITY OF HUNTSVILLE, ALABAMA

NOTES TO FINANCIAL STATEMENTS

June 30, 1997

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

OPERATING TRANSFER IN AND OUT - Advances between funds which are not expected to be repaid are accounted for as transfers. In those cases where repayment is expected, the advances are accounted for through the various due from and due to accounts.

ACCUMULATED UNPAID VACATION - Vesting or accumulated vacation leave that is expected to be liquidated with expendable available financial resources is reported as an expenditure and a fund liability of the governmental fund that will pay it. Advances of vesting or accumulated vacation leave that are not expected to be liquidated with expendable available financial resources are reported in the general long term debt account group. Vesting or accumulated vacation leave of proprietary funds is recorded as an expense and liability of those funds as the benefits accrue to employees.

COMPARATIVE DATA - Comparative total data for the prior year has been presented in the accompanying financial statements in order to provide an understanding of changes in the City's financial position and operations. However, comparative (i.e., presentation of prior year totals by fund type) data has not been presented in each of the statements, since their inclusion would make the statements overly complex and difficult to read.

TOTAL COLUMNS ON COMBINED STATEMENTS - OVERVIEW - Total columns on the combined statements - overview are prepared Memorandum Only to indicate that they are prepared only to facilitate financial analysis. Data in these columns does not present financial position, results of operations or changes in financial position in conformity with generally accepted accounting principles. Neither is such data comparative in a conventional sense. Interfund transactions have not been made in the aggregation of this data.

FUNDIAL EQUITY TRANSFER - Transfers between funds which are non-recurring, non-operating, and are not expected to be repaid are accounted for as a fundial equity transfer.

ENCUMBRANCES - Encumbrance accounting, under which contracts and other commitments for the expenditure of monies are recorded in order to reserve that portion of the applicable appropriation, is not employed by the City.

INVESTMENTS - Investments, which include their contribution of deposits, are stated at cost, which is market value.

NOTE B - AD VALOREM TAXES

Ad valorem taxes attach as an enforceable lien on property as of February 28 of each year. Taxes are levied and are actually billed to the taxpayer in November. Billed taxes become delinquent on January 7 of the following year.

The City bills and collects its own property taxes using the assessed values determined by the tax assessor of Assessor Parish. For the year ended June 30, 1997, taxes of 6.52 mills were levied on property with assessed valuations totaling \$17,177,880 and were dedicated for general purposes.

Total taxes levied were \$11,185. Substantially all taxes levied have been collected as of June 30, 1997.

CITY OF DONALDSONVILLE, LOUISIANA

NOTES TO FINANCIAL STATEMENTS

June 30, 1997

NOTE C - AID FROM/TO OTHER GOVERNMENTAL UNITS

Amounts due to other governmental units at June 30, 1997 consist of the following:

	General Fund	Special Revenue Funds	Total
Assessor Parish Sheriff's Office	\$ 138	\$ -	\$ 138
U.S. Department of Housing and Urban Development	_____	79,531	79,531
	<u>\$ 138</u>	<u>\$ 79,531</u>	<u>\$ 79,669</u>

Amounts due from other governmental units at June 30, 1997 consist of the following:

	General Fund	Special Revenue Funds	Total
Assessor Parish Sales and Use Tax Authority	\$ -	\$ 184,493	\$ 184,493
Fire Insurance Taxes from the State of Louisiana	15,927	_____	15,927
	<u>\$ 15,927</u>	<u>\$ 184,493</u>	<u>\$ 200,420</u>

NOTE D - FIXED ASSETS

A summary of changes in general fixed assets follows:

	Balance July 1, 1996		Balance June 30, 1997	
	Additions	Deletions		
Improvements other than buildings	\$ 441,214	\$ 105,045	\$ -	\$ 336,169
Buildings	1,805,414	-	-	1,805,414
Equipment	615,877	31,721	-	584,156
Land	180,389	_____	_____	180,389
	<u>\$ 2,082,894</u>	<u>\$ 136,766</u>	<u>\$ -</u>	<u>\$ 1,946,128</u>

CITY OF DONALDSONVILLE, LOUISIANA

NOTES TO FINANCIAL STATEMENTS

June 30, 1997

NOTE D - FIXED ASSETS - Continued

A summary of proprietary fund type property, plant and equipment at June 30, 1997 follows:

Land	\$ 1,500
Gas Plant	602,865
Sewerage System	4,180,990
Buildings	3,715
Auto equipment	35,217
Office and other equipment	60,958
	<u>4,845,245</u>
Less: Accumulated depreciation	<u>(2,066,344)</u>
Net	<u>\$ 2,778,901</u>

NOTE E - CHANGES IN LONG-TERM DEBT

The following is a summary of long-term debt transactions for the year ended June 30, 1997:

	Yield/Rate of Interest	Accumulated Amortization	Revenue Bonds	Total
Payable, July 1, 1996	\$ 300,000	\$ 5,000	\$1,478,071	\$ 1,783,071
Additions	-	-	1,269,970	1,269,970
Deletions	40,000	5,000	180,000	265,000
Payable, June 30, 1997	<u>\$ 460,000</u>	<u>\$ 5,000</u>	<u>\$2,567,041</u>	<u>\$ 2,632,041</u>

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

GENERAL LONG-TERM DEBT

Certificate of Indebtedness

\$200,000 serial bonds dated August 8, 1995 due in annual installments of \$40,000 through 1998, \$40,000 through 1999, \$50,000 through 2001, \$50,000 through 2003, \$40,000 through 2004, and \$40,000 through 2005, plus interest at 6.25% through August 1, 2005.

\$ 400,000

ENTERPRISE FUND

Revenue Bonds Series 1995

\$35,000 Sewerage District No. 1 serial bonds dated April 1, 1993 due in annual installments, \$15,000 through 1999, \$10,000 through 2001, \$10,000 through 2003, \$10,000 through 2005, \$10,000 through 2004, \$20,000 through 2006, \$10,000 through 2008, \$10,000 through 2009, plus interest at 4.50% paid semi-annually.

5 225,000

CITY OF DONALDSONVILLE, LOUISIANA

NOTES TO FINANCIAL STATEMENTS

June 30, 1997

NOTE 8 - CHANGES IN LONG-TERM DEBT - Continued

Revenue Bonds Series 1995

\$1,500,000 Senior Revenue Bonds authorized, of which \$1,500,000 was issued, dated March 1, 1995. During the Interest Loan Period interest payable January 1 and July 1 is accrued at the rate of 2.45% per annum on the Loan proceeds disbursed. During the Term Loan Period principal is payable July 1 and interest payable January 1 and July 1 at the rate of 2.45% per annum. A principal payment of \$150,000 was made during the interest period ending 6-30-97.

3,370,000
2,870,000

It is the City's policy to capitalize interest paid on projects under construction. Cumulative capitalized interest amounts to \$24,892 at June 30, 1997. Interest capitalized for the year ended June 30, 1997 amounted to \$27,592.

The annual requirements to amortize all debt outstanding as of June 30, 1997 including interest of \$676,210 are as follows:

Year Ending June 30,	Certificates of Indebtedness	Revenue Bonds Series 1989	Revenue Bonds Series 1995	Total
1998	\$ 67,500	\$ 24,045	\$ 298,865	\$ 389,410
1999	69,000	24,278	299,635	392,908
2000	67,344	24,595	294,894	386,833
2001	68,375	24,875	297,498	390,748
2002	66,250	24,118	298,713	389,081
Thereafter	200,400	186,679	1,841,879	2,229,058
	<u>\$ 608,869</u>	<u>\$ 786,678</u>	<u>\$ 2,875,684</u>	<u>\$ 4,271,231</u>

The Debt Service Fund has \$60,865 available to service future certificates of indebtedness and interest interest payments.

The above schedule includes the present principal and expected interest to be paid on the revenue bond series 1995 based on the outstanding bonds payable balance as of June 30, 1997. These future payments will change as the City issues additional authorized bond amounts for funding future phases of construction projects related to this bond issue.

CITY OF DANVILLE, LOUISIANA

NOTES TO FINANCIAL STATEMENTS

June 30, 1997

NOTE F - REVENUES AND EXPENDITURES - ACTUAL AND BUDGET

The following table lists actual revenues under budgeted revenues for the year ended June 30, 1997:

	<u>Budget</u>	<u>Actual</u>	<u>Variance</u>
Special Revenue Funds:			
Gifts Recreations	\$ 23,000	\$ 18,494	\$ 4,506
Law Enforcement	774,708	888,036	113,328
Section Eight Flowing	399,000	362,836	36,164
Total Special Revenue Funds	\$ 1,206,708	\$ 1,269,366	\$ 62,658
Debt Service Fund	\$ 80,500	\$ 84,000	\$ 3,500

The following table lists actual expenditures over budgeted expenditures for the year ended June 30, 1997:

General Fund	\$ 1,287,000	\$ 1,233,700	\$ 53,300
Special Revenue Funds:			
Sales Tax	300,000	303,800	3,800
LA Housing Finance Agency	-	34,928	34,928
Boys Recreation	23,000	31,712	8,712
Gifts Recreations	23,000	25,024	2,024
Law Enforcement	687,000	600,000	87,000
Total Special Revenue Funds	\$ 1,033,000	\$ 1,007,564	\$ 25,436

NOTE G - DEDICATED REVENUES

Sales Tax Revenue Fund

Proceeds of the 3% sales and use tax were dedicated to the following purposes:

Construction, repair, maintenance and operations of streets, sidewalks, drainage, and for garbage collection; for the construction, maintenance and operation of public utilities, or gas, water and sewerage; for the establishment, maintenance, replacement and operation of parks and recreational facilities; for the maintenance and operation of the police and Fire Departments as well as the purchase of equipment for the Police and Fire Departments; and finally for the maintenance and operation of any department of the City of Danville, into to which shall be in the public.

Effective March 1, 1994, an additional 0.5% sales and use tax was dedicated to the following purposes:

Maintenance and operation of garbage and trash collection department and operation and maintenance of the sewerage district with maintenance to include purchase of equipment.

Effective January 1, 1995, an additional 0.5% sales and use tax was dedicated for providing law enforcement services to the City of Danville.

CITY OF MONROE, LOUISIANA

NOTES TO FINANCIAL STATEMENTS

June 30, 1997

NOTE G - DEDICATED REVENUES - Continued

BUD - Section 8

The City has a continuing grant from HUD. The grant proceeds can only be used to operate the Section 8 program.

NOTE H - RESTRICTED ASSETS

- In accordance with the Indenture governing the Sewerage District No. 1 Revenue Bonds Series 1988, cash is periodically deposited into accounts administered by a Trustee bank. These bonds are a direct liability of the Sewerage District No. 1 Enterprise Fund and are secured by the earnings from the Fund. Deposits are made to these trust accounts in accordance with the requirements of such.
 - The "Sewer System Reserve Fund" requires all income derived from its operations or ownership shall be deposited in a bank which is a member of the Federal Deposit Insurance Corporation and shall be maintained as long as any of the bonds are outstanding. Required transfers are made on a monthly basis to the following trust accounts.
 - The "Sewer Revenue Bond Fund" requires monthly transfers from the Sewer System Revenue Fund to provide payment of the next maturing interest on the principal of the Revenue bonds.
 - The "Sewer Revenue Bond Reserve Fund" requires monthly transfers of a sum equal to 20% transferred to the Sewer Revenue Bond Fund until the fund shall equal \$25,000. No transfers were required since this fund has accumulated \$25,000. This fund is restricted to payment of principal and interest in case of default.
 - The "Sewer Replacement and Extension Fund" requires monthly transfers of a sum of \$150 until the balance shall equal \$9,000. Since the fund has accumulated \$9,000, no transfers are required. The fund is restricted to payments for removal or extraordinary maintenance, repairs, replacement, and extensions and improvements which will either enhance its existing producing capacity or provide improved service. It shall also be used to pay principal and interest if there are not sufficient funds in the Sewer Revenue Bond Fund, or Sewer Revenue Bond Reserve Fund.

The balances reported in the sinking fund and reserve funds from a strict interpretation of Bond Resolutions, as compared to actual balances, are reflected in the following schedule:

Revenue Fund — Series 1988 —	Sewer Revenue Bond Fund Sinking Fund	Sewer Revenue Bond Reserve Fund	Sewer Replacement & Extension Reserve Fund	Total
Required Balances	\$ 19,750	\$ 25,000	\$ 9,000	\$ 53,750
Actual Balances	52,815	25,000	9,000	79,815
Excess/(Shortage)	\$ 33,065	\$ —	\$ —	\$ 33,065

CITY OF DONALDSONVILLE, LOUISIANA

NOTES TO FINANCIAL STATEMENTS

June 30, 1997

NOTE 11 - RESTRICTED ASSETS - Continued

The City of Donaldsonville has complied with the above conditions.

- In accordance with the indenture governing the Sewerage District No. 1 Revenue Bonds Series 1995, cash is periodically deposited into accounts administered by a Trustee bank. These funds are a direct liability of the Sewerage District No. 1 Enterprise Fund and are serviced by the earnings from the Fund. Deposits are made to these trust accounts in accordance with the requirements of each.
 - The "Sewer System Reserve Fund" requires all income derived from its operations or ownership shall be deposited in a bank which is a member of the Federal Deposit Insurance Corporation and shall be maintained as long as any of the bonds are outstanding. Required transfers are made on a monthly basis to the following trust accounts.
 - The "Sinking Fund" requires monthly transfers from the Sewer System Reserve Fund to provide payment of the next maturing interest on and principal of the Revenue Bonds.
 - The "Reserve Fund" requires monthly transfers of a sum equal to 25% transferred to the Sinking Fund until the fund shall equal the Reserve Fund Requirement. The Reserve Fund Requirement is equal to the lesser of (a) 10% of the principal proceeds of the Bonds hereinafter paid to the City of Donaldsonville, or (b) the maximum scheduled principal and interest requirements in any succeeding bond year on the Bonds. This fund is restricted to payment of principal and interest on each of debt.
 - The "Sewer Renewal and Replacement Fund" requires monthly transfers of a sum equal to 1% of the Net Revenues of the System for the preceding month, provided that such sum is available after provision is made for the payments required to the Sinking Fund and Reserve Fund until the balance shall equal \$50,000. The fund is restricted to payments in case for extensions, additions, improvements, renewals, and replacements necessary to properly operate the System. It will also be used to pay principal and interest if there are not sufficient funds in the Sinking Fund, or Reserve Fund.

The balances required in the sinking funds and reserve funds from a strict interpretation of Bond Resolution as compared to actual balances, are reflected in the following schedule:

Revenue Bonds Series, 1995	Sinking Fund	Revenue Reserve Fund	Sewer Renewal & Replacement Reserve Fund	Total
Required balances	\$ -	\$ 86,671	\$ 81,880	\$ 168,551
Actual balances	_____	22,738	46,881	69,619
Debt(shortage)	\$ _____	\$ (63,933)	\$ (34,999)	\$ (102,932)

Due to the shortages in the funding of certain reserve funds noted above, the City is not in compliance with its bond issue and pledge agreements as of June 30, 1997.

In accordance with the City's Bond Loan and Pledge Agreement, the sinking and reserve funds should be fully funded prior to completion of the construction of the sewer project. As of June 30, 1997, the third phase of construction of the sewer project has not been completed.

CITY OF DONALDSONVILLE, LOUISIANA

NOTES TO FINANCIAL STATEMENTS

June 30, 1997

NOTE 1 - STATEMENTS OF ENTERPRISE ACTIVITIES

Tax services, gas and sewerage, are provided by the City and are financed by user charges. The significant financial data for the year ended June 30, 1997 for these two services are as follows:

	Gas	Sewerage	
	Under	Service	Total
	_____	____	_____
Operating revenues	\$ 457,642	\$ 479,778	\$1,528,628
Operating expenses	428,667	478,855	3,298,122
Depreciation	30,698	136,729	167,688
Operating income (loss)	31,175	192,322	228,698
Operating transfers in (out)	(74,500)	18,452	(64,088)
Net income (loss)	(31,055)	182,549	151,689
Property, plant & equipment additions	61,071	3,179,417	3,270,488
Net working capital	371,863	162,892	488,444
Total assets	603,502	3,598,439	4,211,728
Recurrent bonds payable	-	3,598,008	3,598,008
Fund capital	463,114	2,675,789	3,138,903

NOTE 2 - PENSION PLAN

Substantially all full-time employees of the City of Donaldsonville are members of the Municipal Employees' Retirement System of Louisiana, a cost-sharing, multiple-employer defined benefit pension plan administered by a separate board of trustees.

All City full-time employees are eligible to participate in the System. Employees who retire at or after age 55 with 30 years of credited service and at or after age 60 with 10 years of credited service are entitled to a retirement benefit, payable monthly for life, equal to 2 percent of their final compensation for each year of creditable service. Final compensation is the employee's average highest compensation for 36 consecutive months. Benefits fully vest on reaching 30 years of service. Toward employees may retire before age 60 and receive reduced retirement benefits. The System also provides death and disability benefits. Benefits are established by State statute.

The System issues an annual publicly available financial report that includes financial statements and required supplementary information for the System. That report may be obtained by writing to the Municipal Employees' Retirement System of Louisiana, 7907 Colfax Park Blvd, Baton Rouge, LA, 70809 or by calling (504) 921-4616.

Plan members are required by State statute to contribute 6.5 percent of their annual covered salary and the City is required by the same statute to contribute 3 percent. The current rate is 2.8 percent of amount received payable. The contribution requirements of plan members and the City are established and may be amended by State statute. The City's contributions to the System for the years ending June 30, 1995, 1996 and 1997, were \$14,748, \$4,080 and \$13,259, respectively, and equal to the required contributions for each year.

CITY OF MONROEVILLE, LOUISIANA

NOTES TO FINANCIAL STATEMENTS

June 30, 1997

NOTE K - CONTINGENCIES

The City has several lawsuits pending involving various matters as June 30, 1997. In the opinion of management and legal counsel, the City has adequate legal defenses for the issues raised and the outcome of these matters will not have a significant effect on the City's financial position at June 30, 1997.

NOTE L - RENTALS UNDER OPERATING LEASES

Rental Income

The City leases a portion of the factory building on the Mississippi River for the purpose of storing and mooring rights of barge and vessels. The term of the lease is for five years, with options to extend for two additional option terms of five years each. The minimum future rentals on non-cancelable operating leases as of June 30, 1997 are as follows:

Year ending June 30	
1998	\$ 25,021
1999	____25,021
	<u>\$ 50,042</u>

Total rental income for all operating leases (except those with terms of a month or less that were not renewed) is \$50,042 for the year ending June 30, 1997.

NOTE M - CASH

Cash includes demand deposits and interest bearing demand deposits. Under state law, the City may deposit funds within a fiscal agent bank organized under the laws of the State of Louisiana, the laws of any state in the union or the laws of the United States. Further, the City may deposit funds in time deposits or certificates of deposits with state banks organized under Louisiana law and national banks having principal offices in Louisiana.

Also, state law requires that deposits for the resulting bank balances) must be secured by federal deposit insurance or the pledge of securities owned by the fiscal agent bank. The market value of the pledged securities plus the federal deposit insurance must at all times equal the amount on deposit with the fiscal agent.

CITY OF DONALDSONVILLE, LOUISIANA

NOTES TO FINANCIAL STATEMENTS

June 30, 1997

NOTE M - CASH - Continued

At year end, the carrying amount of the City's deposits was \$4,379,626 and the bank balance was \$4,128,144. Of the bank balance, \$188,000 was covered by federal depository insurance and \$1,428,145 was covered by collateral held by the pledging bank's agent in the bank's name (Category 3).

Even though the pledged securities are considered unaffiliated (Category 3) under the provisions of GASB Statement 3, Louisiana Revised Statute 58:1228 imposes a statutory requirement on the collateral bank to advertise and sell the pledged securities within 10 days of being notified by the district that the fiscal agent has failed to pay deposited funds upon demand.

NOTE N - CONTRACTED SERVICES

The City has a contract with the Assessor Parish Sheriff in which the Sheriff provides fee referenced services to the City. For the year ended June 30, 1997 the City expended \$600,000 to the Sheriff for these services. Effective July 1, 1996 a new contract was negotiated resulting in the following future minimum payments which are adjusted annually in accordance with the change in the consumer price index (CPI) as stated in the contract. The annual adjustment allowed for by the change in the CPI will not exceed 2% in the second year, 3% in the third year and 4% in the fourth year.

Future minimum payments are as follows:

For year ending June 30, 1998	\$ 611,000
For year ending June 30, 1999	612,000
For year ending June 30, 2000	<u>613,000</u>
	<u>\$1,836,000</u>

Additionally, the City has contracted with BEI for sanitation disposal services. This contract is based on the number of businesses using this service and is renewable yearly. The City also has a contract with Waste Management in which the City pays for sanitation disposal services for all businesses within the City. The businesses, in turn, reimburse the City for 25% of the incurred cost. For the year ended June 30, 1997 the City incurred \$275,750 of net sanitation disposal expenditures resulting from these contracts.

NOTE O - INTERFUND RECEIVABLES AND PAYABLES

The following schedule as of June 30, 1997 represents interfund receivables and payables:

	Interfund Receivables	Interfund Payables
General Fund	\$ 498,342	\$ 38,255
Debt Service	-	117,817

CITY OF DONALDSONVILLE, LOUISIANA

NOTES TO FINANCIAL STATEMENTS

June 30, 1997

NOTE G - INTERFUND RECEIVABLES AND PAYABLES - Continued

	Interfund Receivables	Interfund Payables
Special Revenue:		
Section 8	1,000	10,000
Sales Tax	-	201,341
Girls' Recreation	-	-
Boys' Recreation	-	2,000
Law Enforcement	-	94,000
Outstanding:		
State District #1	210,500	-
Gas	<u>114,992</u>	<u>1,180</u>
	<u>\$ 326,492</u>	<u>\$ 328,521</u>

NOTE F - OPERATING TRANSFERS

Operating transfers for the year ended June 30, 1997 are as follows:

	TRANSFERS	
	IN	OUT
General Fund		
Sales Tax	\$ 675,429	\$ -
Rents	40,000	-
Law Enforcement	2,000	-
Girls' Recreation	-	500
Boys' Recreation	-	1,500
Law Planning/Finance Agency	-	2,000
Law Enforcement	-	140,140
Debt Service	-	82,416
Sales Tax		
General	-	675,429
Rents	-	40,000
Law Enforcement	-	201,341
Gas Utility		
Law Enforcement	-	74,500
Debt Service		
General	82,416	-

CITY OF DONALDSONVILLE, LOUISIANA

NOTES TO FINANCIAL STATEMENTS

June 30, 1997

NOTE P - OPERATING TRANSFERS - Continued

	<u>TRANSFERS</u>	
	<u>IN</u>	<u>OUT</u>
Street		
Sales Tax	50,452	-
General	-	40,800
LA Housing Finance Agency		
General	2,800	-
Law Enforcement		
General	145,145	2,800
Gas	74,500	-
Sales Tax	69,300	-
Club Recreation		
General	500	-
Boys' Recreation	<u>1,500</u>	<u>-</u>
	<u>\$ 1,173,297</u>	<u>\$ 1,213,200</u>

NOTE Q - DEFICIT FUND BALANCE IN AN INDIVIDUAL FUND

The following individual funds have deficits at June 30, 1997:

	<u>Deficit Balance</u>
Boys' Recreation	<u>\$ (3,671)</u>
Club Recreation	<u>\$ (182)</u>
Law Enforcement	<u>\$ (25,524)</u>

The City intends to eliminate these deficit fund balances by transferring from other funds that have available fund balance during the next fiscal year.

CITY OF MONROEGROVEVILLE, LOUISIANA

NOTICE TO FINANCIAL STATEMENTS

June 30, 1997

NOTE B - CHANGES IN CONTRIBUTED CAPITAL

The following is a summary of changes in contributed capital:

	Funds Account				Total
	General Fund	Special Revenue Fund	Enterprise Funds	Debt Service Fund	
Balance at July 1, 1996	\$ -	\$ -	\$ 1,657,370	\$ -	\$ 1,657,370
Additions:					
LCDRO Grant	-	-	449,750	-	449,750
Debits:					
Depreciation transferred to Contributions	-	-	(156,000)	-	(156,000)
Balance at June 30, 1997	\$ -	\$ -	\$ 1,951,120	\$ -	\$ 1,951,120

SCHEDULE OF INDIVIDUAL FUNDS AND ACCOUNT GROUPS

GENERAL FUND

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

**GENERAL FUND
COMPARATIVE BALANCE SHEETS
JUNE 30, 1997 AND 1996**

ASSETS

	<u>1997</u>	<u>1996</u>
Cash	\$ 77,881	\$ 45,599
Accounts receivable, net	-	13,340
Due from other governments	15,897	-
Due from other funds	<u>308,312</u>	<u>362,151</u>
Total assets	<u>\$ 402,190</u>	<u>\$ 461,090</u>

LIABILITIES AND FUND BALANCE

Accounts payable	\$ 47,128	\$ 41,687
Accrued payables	39,213	35,485
Due to other funds	81,000	80,951
Due to other governments	<u>138</u>	<u>8,200</u>
Total liabilities	<u>167,479</u>	<u>166,323</u>
Fund balance		
Undesignated	<u>234,711</u>	<u>294,767</u>
Fund balance	<u>234,711</u>	<u>294,767</u>
Total liabilities and fund balance	<u>\$ 402,190</u>	<u>\$ 461,090</u>

The accompanying notes are an integral part of this statement.

CITY OF MONROESVILLE, LOUISIANA

4-1

1 of 2

GENERAL FUND
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET (GAAP BASIS) AND ACTUAL
YEAR ENDED JUNE 30, 1997
WITH COMPARATIVE ACTUAL AMOUNTS FOR YEAR ENDED JUNE 30, 1996

	1997		Variance - Favorable - (Unfavorable)	1996 Actual
	Budget	Actual		
REVENUES				
Taxes				
Ad valorem	\$ 103,000	\$ 179,001	\$ 76,001	\$ 183,968
Public utility franchise	30,000	180,509	150,509	96,256
Cable TV franchise	22,000	38,677	(16,323)	16,857
Telephone franchise	24,000	26,688	2,688	-
Licenses and permits				
Corporate	98,000	96,000	(1,994)	102,956
Insurance	148,000	133,277	(14,723)	172,364
Other	29,000	36,304	(6,696)	12,978
Intergovernmental				
Tobacco	45,000	40,177	(4,823)	48,176
Construction	16,000	33,956	(17,956)	12,155
Pub. Revenue	16,000	13,002	(2,998)	15,540
Road	18,000	23,044	5,044	19,388
Video Poker	-	32,662	(32,662)	56,420
Other	10,000	34,681	(24,681)	-
Fees				
Court Fees	33,000	38,516	5,516	29,668
Other	-	-	-	2,400
Other Revenue				
Registration	-	-	-	1,356
Miscellaneous	22,000	29,205	7,205	18,180
Rentals	38,000	33,611	(4,389)	29,071
Cable franchise	-	-	-	-
Interest	3,500	2,667	(833)	3,507
Recycling Center	22,000	13,698	(8,302)	18,213
	<u>768,500</u>	<u>793,568</u>	<u>(25,068)</u>	<u>794,332</u>
EXPENDITURES				
Capital government	486,070	421,900	64,170	516,458
Public utility	128,550	268,171	(139,621)	616,000
Rentals	388,500	473,364	(84,864)	600,600
Construction	14,000	8,298	5,702	13,104
Debt service	118,200	113,052	5,148	76,000
Debtors assistance	-	-	-	-
Debt Service	-	-	-	18,000
Total Expenditures	<u>1,135,320</u>	<u>1,335,785</u>	<u>(200,465)</u>	<u>1,113,462</u>
Change of revenues over (under) expenditures	<u>(366,820)</u>	<u>(542,217)</u>	<u>(175,397)</u>	<u>(319,130)</u>

CITY OF DONALDSONVILLE, LOUISIANA

8-2
2 of 2

GENERAL FUND
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET (PLAN) BASIS AND ACTUAL
YEAR ENDED JUNE 30, 1997
WITH COMPARATIVE ACTUAL AMOUNTS FOR YEAR ENDED JUNE 30, 1996

	1997		Variance - Favorable (Unfavorable)	1996 Actual
	Budget	Actual		
OTHER FINANCING SOURCES (USES)				
Bond proceeds	\$ -	\$ -	\$ -	\$ 200,000
Opening transfers in	750,000	715,429	(34,571)	800,295
Operating transfers out	(170,000)	(232,261)	(62,261)	(237,261)
Total other financial sources (uses)	580,000	483,168	(96,832)	326,339
Excess of revenues and other sources over (under) expenditures and other uses	85,200	(44,354)	(127,554)	(44,188)
FUND BALANCE:				
Beginning of year	100,000	35,646	-	64,354
End of year	<u>\$ 185,200</u>	<u>\$ 91,292</u>	<u>\$ (93,908)</u>	<u>\$ 20,166</u>

The accompanying notes are an integral part of this statement.

GENERAL FUND
SCHEDULE OF EXPENDITURES - BUDGET (GAAP BASIS) AND ACTUAL
YEAR ENDED JUNE 30, 1997
WITH COMPARATIVE ACTUAL AMOUNTS FOR YEAR ENDED JUNE 30, 1996

GENERAL GOVERNMENT	1997		Variance - Favorable/ (Unfavorable)	1996 Actual
	Budget	Actual		
General	\$ 100,000	\$ 115,263	\$ 15,213	\$ 140,649
Personnel	90,000	94,713	(5,287)	93,816
Insurance	30,000	4,934	25,066	19,889
Capital outlay	-	1,844	(1,844)	83,727
Electric expense	-	18,855	(18,855)	18,855
Maintenance	5,000	7,048	(2,048)	6,334
Building repairs	9,000	11,159	(2,159)	11,269
Official journal	5,000	2,918	2,082	-
Council meals	4,000	4,425	(425)	4,000
Supplies	21,000	24,082	(3,082)	17,000
Books and subscriptions	5,000	3,513	(1,487)	4,411
Copies	2,000	788	1,212	-
Utilities	1,800	3,878	(2,078)	2,449
Travel	1,000	2,079	(1,079)	2,228
Garbage disposal	-	-	-	288
Training	4,200	3,280	920	4,238
Professional fees	-	23,021	(23,021)	23,603
Contract labor	5,000	759	4,241	8,340
Legal services	-	3,842	(3,842)	14,580
Rentals	-	6,291	(6,291)	-
Miscellaneous	5,000	30,247	(25,247)	1,803
Telephone	-	2,872	(2,872)	488
Police	30,000	37,451	(7,451)	34,796
Personnel	-	809	(809)	283
Insurance	-	18,855	(18,855)	81,188
Capital outlay	5,000	1,874	3,126	-
Maintenance	3,000	3,879	(879)	3,964
Office supplies	11,000	8,147	2,853	13,815
Books and subscriptions	500	325	175	599
Utilities	-	589	(589)	-
Computer services	3,000	6,113	(3,113)	3,829
Utilities	10,000	12,157	(2,157)	12,183
Telephone	5,000	4,875	1,125	3,698
Official journal	-	344	(344)	439
Insurance	-	-	-	58
Books	1,400	1,657	(257)	3,625
Travel	3,000	286	2,714	288
Miscellaneous	3,000	4,071	(1,071)	323

The accompanying notes are an integral part of this statement.

CITY OF DONALDSONVILLE, LOUISIANA

A-3
2 of 4

GENERAL FUNDS
 SCHEDULE OF EXPENDITURES - BUDGET (GAAP BASIS) AND ACTUAL
 YEAR ENDED JUNE 30, 1997
 WITH COMPARATIVE ACTUAL AMOUNTS FOR YEAR ENDED JUNE 30, 1996

	1997		Variance - Favorable - (Unfavorable)	1996 Actual
	Budget	Actual		
GENERAL GOVERNMENT - Continued				
Mayor's office:				
Personnel	\$ 6,000	\$ 5,994	\$ 66	\$ 6,222
Maintenance	200	1,999	(1,799)	2,179
Supplies	-	494	(494)	-
Dees and subscriptions	2,000	1,157	843	2,359
Travel and entertainment	4,000	2,633	1,367	4,752
Miscellaneous	4,000	1,198	2,802	2,711
Telephone	1,000	682	318	1,152
Total General	450,000	427,900	22,100	451,458
PUBLIC SAFETY				
Police				
Maintenance	1,800	626	1,174	1,800
Supplies	2,600	2,772	(1,028)	4,214
Telephone	400	2,639	(2,239)	442
Utilities	-	179	(179)	292
Rentals	-	281	(281)	249
Travel and entertainment	-	92	(92)	-
Traffic control	-	959	(959)	200
Law enforcement	-	-	-	276,249
Miscellaneous	500	37	463	209
Fire				
Personnel	176,000	204,239	(28,239)	179,208
Capital outlay	-	812	(812)	509
Insurance	3,000	16,732	(13,732)	6,767
Miscellaneous	7,000	6,889	112	7,000
Supplies	7,000	6,716	284	6,888
Drug testing	-	348	(348)	423
Rentals	-	638	(638)	157
Dees and subscriptions	500	711	(211)	468
Utilities	750	1,297	(447)	628
Utilities	11,000	12,747	(1,747)	11,588
Telephone	4,000	959	3,041	4,178
Travel and entertainment	1,500	1,268	232	1,414
Salary	2,600	2,094	506	2,600
Training	1,000	1,000	-	524
Contract labor	500	5,591	(5,091)	9,445
Miscellaneous	500	626	126	528
Total public safety	228,500	268,271	(40,771)	639,029

The accompanying notes are an integral part of this statement.

CITY OF DENHAMVILLE, LOUISIANA

2-3

2 of 4

GENERAL FUND
SCHEDULE OF EXPENDITURES - BUDGET (PLANNING) AND ACTUAL
YEAR ENDED JUNE 30, 1997
WITH COMPARATIVE ACTUAL AMOUNTS FOR YEAR ENDED JUNE 30, 1996

	1997		Variance - Favorable (Unfavorable)	1996	
	Budget	Actual		Budget	Actual
SERVICES					
Personnel	\$ 107,000	\$ 170,250	\$ (15,011)	\$ 156,256	
Capital outlay	50,000	126,000	(76,000)	496,324	
Maintenance	71,500	82,326	35,874	62,856	
Uniforms	3,500	4,430	(930)	4,470	
Insurance	2,800	71,100	(75,300)	7,236	
Supplies	25,000	28,750	(4,750)	25,021	
Utilities	1,500	240	1,260	14,883	
Telephone	500	347	(153)	300	
Travel and entertainment	-	100	(100)	60	
Contract labor	3,000	-	3,000	5,927	
Rentals	13,700	3,250	10,450	17,641	
Lights - street, public	62,000	14,278	(5,278)	52,181	
Books and subscriptions	-	387	(387)	198	
Salary	-	806	(806)	85	
Training	-	1,282	(1,282)	794	
Professional fees	3,000	2,216	784	18,250	
Drug testing	-	275	(275)	622	
Traffic control	-	3,600	(3,600)	-	
Miscellaneous	4,000	2,987	1,013	3,227	
Total services	328,500	473,364	(14,761)	680,823	
SANITATION					
Personnel	4,000	4,347	(147)	3,731	
Insurance	3,000	27	2,983	3,082	
Telephone	-	70	(70)	83	
Professional fees	3,000	2,475	525	2,800	
Maintenance	-	41	(41)	700	
Supplies	800	1,220	(420)	424	
Garbage disposal	2,000	500	1,500	2,240	
Miscellaneous	1,500	117	1,383	48	
Total sanitation	14,000	8,277	5,723	13,128	

The accompanying notes are an integral part of this statement.

CITY OF DONALDSONVILLE, LOUISIANA

4-3

4 of 4

GENERAL FUND
SCHEDULE OF EXPENDITURES - BUDGET (ORAL BARRI) AND ACTUAL
YEAR ENDED JUNE 30, 1997
WITH COMPARATIVE ACTUAL AMOUNTS FOR YEAR ENDED JUNE 30, 1996

DESCRIPTION	1997		Variance - Favorable (Unfavorable)	1996 Actual
	Budget	Actual		
Parks and Poets				
Personnel	25,000	23,571	2,429	26,024
Utilities	500	147	353	1,716
Supplies	4,000	1,809	2,191	1,655
Maintenance	4,300	23,679	(19,379)	6,150
Contract labor	1,500	-	1,500	3,499
Materials	-	1,373	(1,373)	-
Lights - street, park	4,800	8,208	3,408	6,887
Professional fees	-	-	-	828
Insurance	-	2,790	(2,790)	660
Baseball fees	-	581	(581)	1,662
Baseball costs	-	626	(626)	2,899
Telephone	500	583	(73)	417
Capital outlay	10,000	-	10,000	-
Miscellaneous	1,500	1,188	312	900
Leisure Center				
Lights - street, park	15,000	-	15,000	-
Maintenance	2,000	30,816	(18,816)	3,310
Insurance	-	2,218	(2,218)	-
Supplies	3,000	2,821	179	1,990
Telephone	500	276	224	287
Utilities	-	19,516	(19,516)	18,671
Capital outlay	30,000	4,900	25,100	1,800
Contract labor	2,500	-	2,500	3,171
Draws and subscriptions	2,500	180	2,320	2,790
Materials	300	286	14	320
Miscellaneous	-	132	(132)	27
Total recreation	116,300	213,032	9,692	96,089
WATER SERVICE				
Principal retirement	-	-	-	10,100
Interest and fiscal charge	-	-	-	860
Total debt service	-	-	-	10,960
Total expenditures	\$ 1,120,200	\$ 1,320,234	\$ 200,034	\$ 1,111,489

The accompanying notes are an integral part of this statement.

SPECIAL REVENUE FUNDS

Sales Tax Fund - To account for the receipt and use of proceeds of the City's sales and use tax. The funds are allocated to capital expenditures for streets and sidewalks, garbage collection, public utilities, parks and recreational facilities, fire departments, law enforcement and social department.

Recreation and Club Recreation - To account for funds used for the operations of the recreation department.

Law Enforcement - To account for funds used for providing law enforcement services for the City.

Section 8 Housing - To account for funds used to aid low-income families to obtain decent, safe, and sanitary housing through a system of rental subsidies.

L.A. Housing Finance Agency - To account for funds received from LHFA to be used for the rehabilitation of certain qualified residential buildings.

CITY OF BOONVILLE, LOUISIANA

SPECIAL REVENUE FUND
COMBINED BALANCE SHEET
JUNE 30, 1997

WITH COMPARATIVE TOTALS FOR JUNE 30, 1996

	State Tax Fund	Chrs Revenues	Devs Revenues	Law Enforcement	LA Housing Finance Agency	Trusts (Miscellaneous) Fund
ASSETS						
Cash	\$ 247,183	\$ 611	\$ 908	\$ 46	\$ 1,056	\$ 160,086
Due from other governments	194,409	-	-	-	-	194,409
Due from other funds	-	-	-	-	-	1,082
Total assets	\$ 441,592	\$ 611	\$ 908	\$ 46	\$ 1,056	\$ 355,585
LIABILITIES AND FUND BALANCE						
Liabilities:						
Accounts payable	\$ 9,611	\$ 1,128	\$ 1,553	\$ -	\$ 4,600	\$ -
Accrued payables	-	-	-	-	-	\$ 6,667
Due to other funds	201,341	-	2,086	84,000	18,084	194,001
Due to other governments	-	-	-	-	79,523	95,415
Total liabilities	\$ 210,952	\$ 1,128	\$ 4,139	\$ 84,000	\$ 92,607	\$ 206,083
Fund balance:						
Designated for reserve, contribution and law enforcement	\$ 40,724	-	-	\$ (93,004)	-	\$ 6,780
Reserved for maintenance expenditures Undesignated	-	\$ (687)	\$ (3,435)	-	\$ 1,228	\$ 2,026
Total fund balance	\$ 40,724	\$ (687)	\$ (3,435)	\$ (93,004)	\$ 1,228	\$ 8,806
Total liabilities and fund balance	\$ 251,676	\$ 431	\$ 905	\$ 10,996	\$ 93,835	\$ 214,889

The accompanying notes are an integral part of this statement.

CITY OF BOSSALOREVILLE, LOUISIANA

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

YEAR ENDED JUNE 30, 1997
WITH COMPARATIVE TOTALS FOR YEAR END 1996

Fund	Sales Tax	City	Bus	Lm	L.A.	Monthly	Totals
\$ 1,156,443	4	1	1	1	1	1	1,156,443
-	-	-	-	-	199,379	-	199,379
-	-	-	-	-	3,199	13,758	17,056
107,666	-	-	-	-	-	-	107,666
-	-	-	-	16,126	-	-	16,126
4,990	3	4	-	395	-	-	5,482
-	16,000	20,000	-	-	-	-	36,000
1,261,029	26,403	20,111	36,126	365,807	31,758	1,013,603	1,688,303
603,000	-	-	603,000	-	-	-	603,000
-	-	-	-	199,649	24,618	-	224,267
-	29,427	31,711	-	-	-	-	61,138
-	-	-	60	-	-	-	60
603,000	29,427	31,711	663,660	229,648	24,618	1,013,603	1,532,156
603,000	15,425	17,889	183,094	4,108	26,671	41,178	831,265

8070-24128

Total:

Sales tax revenues, net of
amounts allowed
Impracticability
H.C.D. receipts
Other
Charges for services
Commercial garbage
User fee
Other
Interest
Miscellaneous income
Miscellaneous

EXPENSES

Public safety
Sanitation
Security
Recreation
Administration

Total expenditures
Change of resources over (under)
expended area

CITY OF MONROEVILLE, LOUISIANA

SPECIAL REVENUE FUNDS
 COMBINING STATEMENTS OF REVENUES, EXPENDITURES
 AND CHANGES IN FUND BALANCES - CONTINUED
 YEAR ENDED JUNE 30, 1997
 WITH COMPARATIVE TOTALS FOR JUNE 30, 1996

State Tax Fund	Cable Revenues	Devs. Revenues	Law Enforcement	L.A. Housing Finance Agency	Totals	
					(Miscellaneous Debt)	1997
\$	\$ 59	\$ 1,009	\$ 101,000	\$ 1,008	\$ 100,000	\$ 17,480
	(822,228)		(1,000)		(822,228)	(784,187)
	(814,228)	1,009	99,999	1,008	(814,228)	(178,724)
	14,522	(1,842)	(87,804)	40,801	(1,173)	22,524
	100,000	4,000	5,100	20,000	100,000	60,000
\$	100,000	4,000	5,100	20,000	100,000	60,000

OTHER FINANCING USES
 Operating transfers in
 Operating transfers out

Total other financing revenues (uses)
 Items of revenues over (under)
 expenditures and other uses
 Fund balance at beginning of year
 Fund balance at end of year

The accompanying notes are an integral part of this statement.

CITY OF MONROEGRAMME, LOUISIANA

B-1

SALES TAX FUND
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET (GRAP BASIS) AND ACTUAL
YEAR ENDED JUNE 30, 1997
WITH COMPARATIVE DATA FOR YEAR ENDED JUNE 30, 1996

	1997		Variance - Favorable (Unfavorable)	1996 Actual
	Budget	Actual		
REVENUES				
Taxes				
Sales tax revenue, net of discounts allowed	\$ 1,000,000	\$ 1,150,445	\$ 150,445	\$ 1,070,000
Charges for services	83,000	87,600	4,600	97,600
Commercial garbage				
Other	3,000	4,000	1,000	2,840
Interest	_____	_____	_____	_____
Total revenues	<u>1,086,000</u>	<u>1,242,045</u>	<u>156,045</u>	<u>1,170,440</u>
EXPENDITURES				
Maintenance				
Garbage disposal	315,000	308,355	(6,645)	320,000
Administrative				
Interest	000	-	000	-
Office supplies	000	33	67	30
Days and subscriptions	000	-	000	-
Miscellaneous	200	-	200	-
Total expenditures	<u>315,200</u>	<u>308,388</u>	<u>(6,812)</u>	<u>320,030</u>
Excess (deficiency) of revenues over expenditures	<u>770,800</u>	<u>933,657</u>	<u>162,857</u>	<u>850,410</u>
OTHER FINANCING SOURCES (USES)				
Operating transfers out	(873,890)	(905,335)	(31,445)	(798,891)
Total other financing sources (uses)	<u>(873,890)</u>	<u>(905,335)</u>	<u>(31,445)</u>	<u>(798,891)</u>
Excess of revenues over (deficit) expenditures and other uses	<u>500,000</u>	<u>28,322</u>	(68,623)	51
Fund balance at beginning of year	<u>106,500</u>	<u>106,500</u>	-	<u>106,500</u>
Fund balance at end of year	<u>\$ 606,500</u>	<u>\$ 140,322</u>	<u>\$ (68,623)</u>	<u>\$ 106,511</u>

The accompanying notes are an integral part of this statement.

CITY OF DONALDSONVILLE, LOUISIANA

B-1

SECTION B
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET (GAAP BASIS) AND ACTUAL
YEAR ENDED JUNE 30, 1997
WITH COMPARATIVE TOTALS FOR YEAR ENDED JUNE 30, 1996

	1997		Variance - Favorable (Unfavorable)	1996 (Actual)
	Budget	Actual		
REVENUES				
Indigence benefit				
FILD receipts	\$ 380,000	\$ 358,716	\$ (21,284)	\$ 385,791
Other	-	3,969	3,969	14,806
Other				
Interest	-	100	100	-
Miscellaneous	-	34	34	-
	<u>380,000</u>	<u>362,817</u>	<u>(17,183)</u>	<u>400,597</u>
EXPENDITURES				
Welfare				
Rent and utility subsidies	342,000	314,497	27,503	379,662
General and administrative	<u>33,000</u>	<u>48,321</u>	<u>(15,321)</u>	<u>42,588</u>
Total expenditures	<u>375,000</u>	<u>362,818</u>	<u>12,182</u>	<u>422,250</u>
Excess of revenues over (under) expenditures	13,000	4,188	(8,812)	18,347
FUND BALANCE				
Beginning of year	35,433	31,528	-	17,705
End of year	<u>\$ 48,433</u>	<u>\$ 45,716</u>	<u>\$ (2,717)</u>	<u>\$ 36,010</u>

The accompanying notes are an integral part of this statement.

CITY OF DONNERSTVILLE, LOUISIANA

20.4

CHILD RECREATION
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET (GAAP BASIS) AND ACTUAL
YEAR ENDED JUNE 30, 1997
WITH COMPARATIVE TOTALS FOR YEAR ENDED JUNE 30, 1996

	1997		Variance - Favorable (Unfavorable)	1996 Actual
	Budget	Actual		
REVENUES				
Other				
Interest	\$ -	\$ 1	\$ 1	\$ -
Recreation	20,000	19,489	(511)	20,109
	<u>20,000</u>	<u>19,490</u>	<u>(511)</u>	<u>20,109</u>
EXPENDITURES				
Recreation	21,000	20,825	(175)	21,360
Total expenditures	<u>21,000</u>	<u>20,825</u>	<u>(175)</u>	<u>21,360</u>
Excess of revenues over (under) expenditures	1,000	(6,147)	(7,147)	(1,251)
OTHER FINANCING SOURCES (USES)				
Operating transfers in	-	500	500	2,411
Operating transfers out	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>500</u>	<u>500</u>	<u>2,411</u>
Excess of revenues over (under) expenditures and other uses	<u>1,000</u>	<u>(4,647)</u>	<u>(5,647)</u>	<u>(1,251)</u>
FUND BALANCE:				
Beginning of year	4,145	4,145	-	5,594
End of year	<u>\$ 4,145</u>	<u>\$ (402)</u>	<u>\$ (4,547)</u>	<u>\$ 4,343</u>

The accompanying notes are an integral part of this statement.

CITY OF DONALDSONVILLE, LOUISIANA

8-4

BOYS RECREATION
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET (OLAP BASIS) AND ACTUAL
YEAR ENDED JUNE 30, 1997
WITH COMPARATIVE TOTALS FOR YEAR ENDED JUNE 30, 1996

	1997		Variance - (Unfavorable)	1996 Actual
	Budget	Actual		
REVENUES				
Office				
Faction	\$ -	\$ 4	\$ 4	\$ -
Recreation	21,000	20,987	(13)	20,996
	<u>21,000</u>	<u>20,991</u>	<u>(9)</u>	<u>20,996</u>
EXPENDITURES				
Recreation	21,000	21,311	(311)	21,388
Total expenditures	<u>21,000</u>	<u>21,311</u>	<u>(311)</u>	<u>21,388</u>
Excess of revenues over (under) expenditures	-	(1,800)	(1,800)	(3,092)
OTHER FINANCING SOURCES (USES)				
Operating transfers in	-	1,500	1,500	14,500
Total other financing sources (uses)	<u>-</u>	<u>1,500</u>	<u>1,500</u>	<u>14,500</u>
Excess of revenues over (under) expenditures and other uses	<u>-</u>	<u>(300)</u>	<u>(300)</u>	<u>1,408</u>
FUND BALANCE				
Beginning of year	(4,126)	(4,126)	-	(4,126)
End of year	<u>\$ (4,126)</u>	<u>\$ (4,426)</u>	<u>\$ (300)</u>	<u>\$ (4,126)</u>

The accompanying notes are an integral part of this statement.

CITY OF DENHAMSPRINGS, LOUISIANA

B-7

LA TREASURY FINANCE AGENCY
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET (GAAP BASIS) AND ACTUAL
THRU PERIOD JUNE 30, 1997
WITH COMPARATIVE TOTALS FOR YEAR ENDED JUNE 30, 1996

	1997		Variance - Favorable (Unfavorable)	1996 Actual
	Budget	Actual		
REVENUES				
Intergovernmental				
Other	\$ _____	\$ 73,349	\$ 73,349	\$ 8,315
	_____	73,349	73,349	8,315
EXPENDITURES				
Wages:				
Contract labor	-	26,918	(26,918)	3,915
Professional fees	_____	8,000	(8,000)	_____
Total expenditures	_____	34,918	(34,918)	3,915
Excess of revenues over (under) expenditures	-	38,431	38,431	4,400
OTHER FINANCING SOURCES (USES)				
Operating transfers in	_____	3,000	3,000	_____
Total other financing sources (uses)	_____	3,000	3,000	_____
Excess of revenues over (under) expenditures and other uses	_____	41,431	41,431	4,400
FUND BALANCE				
Beginning of year	_____	(71,682)	(71,682)	(61,552)
End of year	\$ _____	\$ 3,726	\$ 3,726	\$ (71,682)

The accompanying notes are an integral part of this statement.

CITY OF DENHAMVILLE, LOUISIANA

B-4

LAW ENFORCEMENT
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET (DRAFT BASIS) AND ACTUAL
YEAR ENDED JUNE 30, 1997
WITH COMPARATIVE TOTALS FOR YEAR ENDED JUNE 30, 1996

	1997		Variance - Favorable (Unfavorable)	1996 Actual
	Budget	Actual		
REVENUES				
Charges for services				
User fee	\$ 374,348	\$ 386,126	\$(118,622)	\$ _____
	<u>374,348</u>	<u>386,126</u>	<u>(118,622)</u>	<u>_____</u>
EXPENDITURES				
Public safety				
Shirley contract	600,000	600,000	-	-
Office supplies	_____	_____00	_____000	_____
Total expenditures	<u>600,000</u>	<u>600,000</u>	<u>_____000</u>	<u>_____</u>
Excess of revenues over (under) expenditures	(225,652)	(41,874)	(183,682)	-
OTHER FINANCING SOURCES (USES)				
Operating transfers in	310,000	321,000	(2,000)	-
Operating transfers out	<u>(180,000)</u>	<u>(17,000)</u>	<u>93,000</u>	<u>_____</u>
Total other financing sources (uses)	<u>130,000</u>	<u>304,000</u>	<u>91,000</u>	<u>_____</u>
Excess of revenues over (under) expenditures and other uses	<u>96,248</u>	<u>(13,574)</u>	<u>(113,682)</u>	<u>_____</u>
FUND BALANCE				
Beginning of year	_____	_____	_____	_____
End of year	<u>\$ 96,248</u>	<u>\$ (13,574)</u>	<u>\$ (113,682)</u>	<u>\$ _____</u>

The accompanying notes are an integral part of this statement.

DEBT SERVICE FUNDS

Condition of Indebtedness - To accumulate funds for payments on obligations of indebtedness which are due in various annual installments.

CITY OF MONROEVILLE, LOUISIANA

5-1

DEBT SERVICE FUND

BALANCE SHEET

JUNE 30, 1997

WITH COMPARATIVE TOTALS FOR JUNE 30, 1996

CERTIFICATE OF INVESTMENTS - SERIES 1996

	<u>1997</u>	<u>1996</u>
ASSETS		
Cash and related investments	\$ <u>187,802</u>	\$ <u>208,326</u>
Total assets	\$ <u>187,802</u>	\$ <u>208,326</u>
LIABILITIES AND FUND BALANCE		
Liabilities:		
Due to other funds	\$ <u>27,000</u>	\$ <u>255,686</u>
Fund balance:		
Designated for debt retirement	<u>65,000</u>	<u>51,000</u>
Total liabilities and fund balance	\$ <u>187,802</u>	\$ <u>208,326</u>

The accompanying notes are an integral part of this statement.

CITY OF MONROEVILLE, LOUISIANA

4-3

BEST SERVICE FUNDS
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE
JUNE 30, 1997
WITH COMPARATIVE TOTALS FOR JUNE 30, 1996

CERTIFICATE OF INDEPENDENCE - SERIES 1996

	<u>1997</u>	<u>1996</u>
REVENUE		
Other		
Interest	\$ 4,029	\$ 9,279
Total revenue	<u>4,029</u>	<u>9,279</u>
EXPENDITURES		
Debt service:		
Principal retirement	88,000	108,000
Interest and fiscal charges	28,000	17,800
Legal fees	-----	7,200
Total expenditures	<u>116,000</u>	<u>133,000</u>
Excess (deficiency) of revenues over expenditures	(111,971)	(123,721)
OTHER FINANCING SOURCES		
Operating transfers in	<u>81,445</u>	<u>109,648</u>
Total other financing sources (uses)	<u>81,445</u>	<u>109,648</u>
Excess of revenues and other sources over (under) expenditures	(30,526)	(14,073)
FUND BALANCES		
Beginning of year	<u>31,550</u>	<u>58,623</u>
End of year	<u>\$ 1,024</u>	<u>\$ 44,550</u>

The accompanying notes are an integral part of this statement.

CITY OF MONROEVILLE, LOUISIANA

C-3

CERTIFICATE OF INDEPENDENCE - 1998
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET (GAAP BASIS) AND ACTUAL
YEAR ENDED JUNE 30, 1997
WITH COMPARATIVE TOTALS FOR YEAR ENDED JUNE 30, 1996

	1997		Variance - Favorable (Unfavorable)	1996 Actual
	Budget	Actual		
REVENUES				
Other				
Interest earned	\$ 30,580	\$ 4,000	\$ (26,471)	\$ 9,276
Total revenue	<u>30,580</u>	<u>4,000</u>	<u>(26,471)</u>	<u>9,276</u>
EXPENDITURES				
Debt service				
Principal retirement	40,000	40,000	-	40,000
Interest and fiscal charges	30,000	30,000	-	17,839
Legal fees	-	-	-	3,269
Total expenditures	<u>70,000</u>	<u>70,000</u>	<u>-</u>	<u>61,108</u>
Recess of revenues over (under) expenditures	(39,420)	(66,000)	(26,471)	(118,362)
OTHER FINANCING SOURCES				
Operating leases in	70,000	83,418	13,418	109,848
Total other financing sources (uses)	<u>70,000</u>	<u>83,418</u>	<u>13,418</u>	<u>109,848</u>
Recess of revenues over (under) expenditures and other financing sources	<u>10,580</u>	<u>17,418</u>	<u>6,838</u>	<u>(8,318)</u>
FUND BALANCE				
Beginning of year	53,520	53,520	-	59,628
End of year	<u>\$ 64,100</u>	<u>\$ 70,938</u>	<u>\$ 6,838</u>	<u>\$ 51,310</u>

The accompanying notes are an integral part of this statement.

CITY OF BOWLING GREEN, OHIO

B-1

 ENTERPRISE FUNDS
 COMBINED BALANCE SHEET
 JUNE 30, 1997 AND 1996

	Gas Utility Fund	Sewerage District No. 1	Totals (Millions of Dollars)	
			1997	1996
ASSETS				
CURRENT				
Cash and cash equivalents	\$ 111,063	\$ 217,271	\$ 328,334	\$ 414,746
Certificates of deposit	34,000	-	34,000	-
Accounts receivable, net	94,004	34,228	128,232	104,461
Due from other funds	114,897	243,807	358,704	294,767
Prepaid insurance	19,589	19,709	39,298	46,221
Total current assets	<u>368,553</u>	<u>514,015</u>	<u>882,548</u>	<u>860,195</u>
RESTRICTED				
Cash and cash equivalents- customer deposits	100,048	7,900	107,948	104,620
Cash-equipment fund	80,247	-	80,247	-
Cash-fund reserve funds	-	305,136	305,136	300,390
Certificates of deposit-fund reserve funds	-	34,000	34,000	-
Total restricted assets	<u>180,295</u>	<u>347,036</u>	<u>527,284</u>	<u>405,010</u>
Fixed assets, net	<u>234,984</u>	<u>4,598,731</u>	<u>5,033,718</u>	<u>3,811,187</u>
Total assets	<u>\$ 683,832</u>	<u>\$ 2,659,848</u>	<u>\$ 6,211,728</u>	<u>\$ 4,316,322</u>
LIABILITIES AND FUND EQUITY				
LIABILITIES				
Payable from current assets:				
Accounts payable	\$ 29,777	\$ 345,009	\$ 374,786	\$ 311,031
Accrued payables	10,234	8,815	19,049	20,462
Due to other funds	1,100	-	1,100	27,826
Long-term debt	-	15,000	15,000	14,080
Payable from restricted assets:				
Customer deposits	100,048	7,900	107,948	114,796
Long-term debt	-	2,128,001	2,128,001	2,450,031
Total liabilities	<u>141,159</u>	<u>2,503,825</u>	<u>5,671,835</u>	<u>3,338,146</u>
FUND EQUITY				
Contributed capital	111,280	1,700,912	1,812,192	1,457,571
Retained earnings:				
Reserved for revenue bond retirement	-	104,880	104,880	96,400
Reserved for construction of sewer collection plant	-	-	-	70,000
Reserved for equipment purchased	10,247	-	10,247	-
Unreserved	189,827	798,567	1,221,194	695,944
Total fund equity	<u>461,354</u>	<u>2,604,369</u>	<u>5,033,718</u>	<u>3,309,915</u>
Total liabilities and fund equity	<u>\$ 683,832</u>	<u>\$ 2,659,848</u>	<u>\$ 6,211,728</u>	<u>\$ 4,316,322</u>

The accompanying notes are an integral part of this statement.

CITY OF MONROEVILLE, LOUISIANA

8-2

INTERFUND FUNDS
CLEARING SCHEDULE OF REVENUES, EXPENSES AND
CHANGES IN RETAINED EARNINGS
YEAR ENDED JUNE 30, 1997
WITH COMPARATIVE TOTALS FOR YEAR ENDED JUNE 30, 1996

	Gas	Sewerage	Totals	
	Utility	Revenues	Revenues-Exp. (Net)	1996
	Fund	No. 1	1997	1996
OPERATING REVENUES				
Charges for services	\$ 834,474	\$ 668,807	\$ 1,503,281	\$ 1,577,217
Other	2,300	881	3,181	6,807
Total operating revenues	836,774	669,688	1,506,465	1,584,024
OPERATING EXPENSES				
Gas	531,170	-	531,170	534,891
Depreciation	30,880	176,720	207,600	167,145
Field	62,500	133,800	196,300	202,500
Administrative	146,050	202,825	348,875	345,817
Total operating expenses	830,600	473,345	1,303,945	1,250,353
Operating income (loss)	71,174	196,343	267,517	333,671
NON-OPERATING REVENUES (EXPENSES)				
Interest	6,170	6,008	12,178	11,611
Interest and fiscal charges	-	(26,148)	(26,148)	(11,501)
Licensee settlements	-	-	-	(5,721)
Total non-operating revenues (expenses)	6,170	(20,140)	(13,970)	(5,591)
Income (loss) before operating transfers	77,344	176,203	253,547	328,080
OPERATING TRANSFERS				
Operating transfers in	-	58,452	58,452	126,714
Operating transfers out	(78,500)	(48,800)	(127,300)	(205,828)
Net operating transfers	(78,500)	9,652	(68,848)	(79,114)
Net income (loss)	(1,156)	265,855	164,699	248,966
Depreciation transferred to contributors	-	54,800	54,800	49,717
Income in retained earnings	(1,156)	320,655	219,500	298,683
Retained earnings at beginning of year	711,320	308,501	1,019,821	816,500
Retained earnings at end of year	\$ 709,164	\$ 629,156	\$ 1,338,320	\$ 1,113,183

The accompanying notes are an integral part of this statement.

CITY OF MONROE, LOUISIANA

14.3

ENTERPRISE FUND
COMBINED SCHEDULE OF OPERATING EXPENSES
FOR THE YEAR ENDED JUNE 30, 1997
WITH COMPARATIVE TOTALS FOR YEAR ENDED JUNE 30, 1996

	Gas Utility Fund	Sewerage District No. 1	Total	
			1997	1996
EXPENSES				
Gas	\$ 351,172	\$ _____	\$ 351,172	\$ 351,172
Depreciation	30,880	158,310	189,190	187,270
Fund				
Personnel	42,881	-	42,881	-
Professional fees	1,800	4,317	6,107	13,625
Maintenance	18,884	28,977	48,861	40,134
Supplies	17,444	18,444	35,888	171,489
Postage	1,230	-	1,230	2,570
Gasoline testing	-	22,818	22,818	8,178
Litigation	4,837	41,478	46,315	18,788
Authorization on Esc-LMDA	845	-	845	18,917
Gas and oil	2,280	4,334	6,614	8,827
Uniforms	780	1,473	2,253	310
Rentals	3,818	8,817	12,635	8,170
Miscellaneous	(242)	5,811	5,569	4,980
Total fund	92,525	102,816	195,341	281,596
Administration				
Personnel	89,682	114,850	194,532	271,673
Professional	8,497	18,948	27,445	39,998
Supplies	7,829	2,879	10,708	21,884
Postage	8,315	1,817	10,132	4,563
Authorization for LMDA	6,890	-	6,890	-
Bus debt	-	7,888	7,888	3,885
Computer services	19,845	13,829	33,674	193,897
Litigation	918	6,088	7,006	11,826
Gasoline testing	-	3,247	3,247	-
Training	1,235	230	1,465	78
Miscellaneous	1,885	7,118	9,003	10,688
Rentals	570	2,778	3,348	-
Insurance - general	33,571	30,880	64,451	41,584
Total administration	185,880	205,812	391,692	541,417
Total operating expenses	\$ 3,834,887	\$ 418,215	\$ 4,253,102	\$ 4,281,621

The accompanying notes are an integral part of this statement.

CITY OF DONALDSONVILLE, LOUISIANA

B-4
1 of 2

ENTERPRISE FUNDS
COMBINED STATEMENT OF CASH FLOWS
YEAR ENDED JUNE 30, 1997
WITH COMPARATIVE TOTALS FOR YEAR ENDED JUNE 30, 1996

	Gas Utility Fund	Sewerage District No. 1	Total	
			(Millions of Dollars)	(1996)
CASH FLOWS FROM OPERATING ACTIVITIES				
Operating income	\$ 37,175	\$ 190,223	\$ 227,398	\$ 58,134
Adjustments to operating income:				
Depreciation	30,880	196,720	327,600	107,116
Change in operating assets and liabilities:				
Accounts receivable	(2,302)	(4,879)	(5,821)	(17,116)
Due from other funds	(96,719)	5,982	(90,737)	(48,844)
Inventories	-	-	-	18,899
Prepaid insurance	5,880	3,373	6,823	(10,914)
Accounts payable	(45,783)	276,029	230,246	(11,914)
Accrued payables	2,889	(4,253)	(1,364)	(5,871)
Due to other funds	854	(27,758)	(26,904)	26,241
Customer deposits	(2,750)	7,889	(1,869)	(5,577)
Net cash provided by operating activities	116,850	596,872	713,722	186,779
CASH FLOWS FROM NON-CAPITAL FINANCING ACTIVITIES				
Operating transfers in (out)	(74,584)	18,452	(56,132)	(96,114)
Revolvers of Loans	-	-	-	(5,771)
Net cash provided by (used for) non-capital financing activities	(74,584)	18,452	(56,132)	(101,885)
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES				
Principal paid on revenue bonds	-	(116,800)	(116,800)	-
Interest paid on revenue bonds	-	(28,140)	(28,140)	(73,178)
Sewerage contributions received	-	(14,800)	(14,800)	(13,116)
Bond proceeds	-	3,269,970	3,269,970	1,044,351
Acquisition of capital assets	(60,877)	(2,170,417)	(2,231,294)	(2,388,629)
Contributed capital - LDCRB (paid)	-	495,281	495,281	(278,815)
Net cash used for capital and related financing activities	(60,877)	(625,196)	(686,073)	(69,377)

The accompanying notes are an integral part of this statement.

CITY OF DONALDSONVILLE, LOUISIANA

114
2 of 2ENTERPRISE FUNDS
COMBINED SCHEDULE OF CASH FLOWS
YEAR ENDED JUNE 30, 1997

WITH COMPARATIVE TOTALS FOR YEAR ENDED JUNE 30, 1996

	Gas Utility Fund	Sewerage (Private) No. 1	Totals	
			(Donor/Member City)	1997
CASH FLOWS FROM EXISTING ACTIVITIES				
Increase in certificates of deposit	\$ (36,000)	\$ (24,000)	\$ (36,000)	\$ -
Interest income	6,720	6,600	11,320	11,617
Net cash provided by investing activities	(29,280)	(17,400)	(27,680)	11,617
Increase in cash	(181,500)	(66,600)	(206,100)	7,014
Cash at beginning of year	431,754	416,881	848,636	860,717
Cash at end of year	\$ 250,254	\$ 350,281	\$ 600,535	\$ 867,731

The accompanying notes are an integral part of this statement.

OTHER SUPPLEMENTARY INFORMATION

SCHEDULE OF SEWERAGE CUSTOMERS

June 30, 1997
(Without Audit)

Records maintained by the City indicated there were 1,241 customers of Sewerage District No. 1 as June 30, 1997. The monthly service charge is based upon water consumption of each residence. Commercial buildings are charged a higher rate, also based upon water consumption.

CITY OF BOWLINGGREEN, LOUISIANA

Schedule 2

SCHEDULE OF INSURANCE IN FORCE:

June 30, 2007

<u>Insurer</u>	<u>Kind of Insurance</u>	<u>Premium Covered</u>	<u>Amount</u>	<u>Expiration Date</u>
Bowling Insurance Agency	Fire and extended coverage	Fire Station	\$ 50,000	February 1, 2008
Bowling Insurance Agency	Fire and extended coverage	Community Center including Community Center contents	500,000 25,000	January 11, 2008
Stateline Insurance Company	Fire and extended coverage	City Hall building City Hall contents	300,000 40,000	April 1, 2008
	Fire and extended coverage	Deputy Building	300,000	February 23, 2008
Bowling Insurance Agency	Fire and extended coverage Business liability	City Dept. Warehouse Clerks Street	50,000 50,000	March 14, 2008
Louisiana Municipal Risk Management Agency	General liability Worker's Compensation Collision and Comprehensive	Public officials - Drivers and Operators Regular Employees 15 Automobiles	500,000 500,000	June 30, 2008 March 30, 2008 January 1, 2008
Audubon Insurance Company	Collision and Comprehensive	1 Automobile	25,241	January 1, 2008
Copied Martin Insurance	Car liability Car liability Car liability Car liability	Chief of Police Chief of Police Police Personnel Police Personnel	6,500 6,500 6,500 6,500	November 21, 2007 July 21, 2007 July 21, 2007 November 21, 2007
Western Surety Co Western Surety Co	Employers Blanket Bond Public Employees Bond	Employees Commission	50,000 50,000	May 4, 2008 May 4, 2008

CITY OF MONROEVILLE, LOUISIANA

Schedule 3

SCHEDULE OF PRINCIPAL OFFICIALS AND SALARIES

June 30, 1997

	Year Ended 1996/97, 1997
Harold Caputo - Mayor	\$ 2,365
Bernard Francis - Mayor	\$ 3,536
Helden "Jay" Wyl - Commissioner of Finance	\$ 4,992
Raymond Jacobs - Commissioner of District No. 1	\$ 3,994
Joe Bonachon - Commissioner of District No. 2	\$ 3,994
Larry Sullivan - Commissioner District No. 3	\$ 3,994

**SPECIAL REPORTS OF CERTIFIED PUBLIC ACCOUNTANTS AND OTHER PERSONS
REQUIRED BY GOVERNMENT AUDITING STANDARDS
AND OMB B-103**

CITY OF DONALDSONVILLE, LOUISIANA

Schedule 4

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
 For the Year Ended June 30, 1997

Federal Grantor Pass-Through Grantor Program Title	Federal CFDA Number	Pass-Through Grantor's Number	Federal Expenditures
U.S. Department of HUD:			
Direct Program-Section 8	14.036	N/A	\$ 358,647*
Pass-through from Louisiana Housing Finance Agency Health and Safety Rehabilitation Grant Program	Not available	N/A	_____ 34,000
Total - U.S. Department of HUD:			<u>_____ 392,647</u>
U.S. Department of Health and Human Services:			
Pass-Through from Louisiana Department of Environmental Quality Louisiana Community Development Block Grant - Small Cities	14.270	N/A	_____ 442,711*
Total:			<u>\$ 835,358</u>

*Major Program

CITY OF MONROEVILLE

NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

June 30, 1997

GENERAL

The Schedule of Federal Awards presents the activity of all Federal awards programs of the City of Monroeville, Louisiana (the City).

The City reporting entity is defined in Note A to the City's general purpose financial statements. All Federal awards received directly from Federal agencies, as well as Federal awards passed through other governmental agencies, is included on the schedule.

BAIS OF ACCOUNTING

The Schedule of Federal Awards is presented using the modified accrual basis of accounting except for the funds which were reported in the categories fund where the amount is presented using the accrual basis of accounting. The basis of accounting for the various funds is described more fully in Note A to the City's general-purpose financial statements.

SCHEDULE OF FINDINGS AND QUESTIONED COSTS

For the Year Ended June 30, 1997

A. Summary of Audit Results

- a. The auditor's report expresses an unqualified opinion on the general-purpose financial statements of the City of Donaldsonville, Louisiana.
- b. One reporting condition in internal control disclosed during the audit of the general-purpose financial statements is reported in the Report on Compliance and on Internal Control over Financial Reporting Based On An Audit Of Financial Statements Performed In Accordance With Government Auditing Standards. (See 91-1 in part B of this Schedule.)
- c. There were instances of noncompliance material to the general-purpose financial statements which were disclosed during the audit and reported in the Report On Compliance And Internal Control Over Financial Reporting Based On An Audit Of Financial Statements Performed In Accordance With Government Auditing Standards. (See 91-2, 91-3, 91-4 in Part B of the Schedule.)
- d. One reportable condition in internal control disclosed during the audit of the major federal award program is reported in the Report On Compliance And On Internal Control Over Financial Reporting Based On An Audit Of Financial Statements Performed In Accordance With Government Auditing Standards. The condition is reported as a material weakness. (See 91-5 in Part C of the Schedule.)
- e. The auditor's report on compliance for the major federal award programs for City of Donaldsonville, Louisiana, expresses an unqualified opinion.
- f. Audit findings relative to the major federal award program City of Donaldsonville, Louisiana, are reported in Part C of this Schedule.
- g. The programs identified as major programs included:

Community Development Block Grant - Small Cities Direct Program - Section 8	Federal CDBG Number 14219 14256
--	--
- h. The threshold for distinguishing Types A and B programs was \$200,000.
- i. The City of Donaldsonville, Louisiana, was not determined to be a low-risk auditor.

B. Findings - Financial Statement Audit

91.1 SEPARATION OF DUTIES

Due to the size of the City of Donaldsonville's accounting staff, there is an insufficient segregation of duties to have an effective internal control.

Since the cost of an internal control system should not outweigh the benefits derived from it, we can not recommend that additional personnel be added, and have no recommendation to make in this area.

Management of the City concurs with the finding. However, due to staff limitations, no action will be taken at this time.

FINDINGS AND QUESTIONED COSTS

For the Year Ended June 30, 1997

B. Findings - Financial Statement Audit - Continued

50-2 BOND RESERVE REQUIREMENTS

As noted in Item II of the general purpose financial statements, the City of Donaldsonville failed to comply with certain requirements of the loan and pledge agreement which governs the Sewerage District No. 1 Revenue Bonds, Series 1995. First, the City failed to properly fund the "Revenue Fund" reserve fund and the "Newer Renewal and Replacement Fund" the reserve fund. As June 30, 1997, these two reserve funds were under-funded in the amounts of \$23,952 and \$1,000, respectively. Secondly, the City failed to deposit the funds of each bond reserve fund into separate bank accounts. Instead, the city deposited all of the monies associated with the reserve funds into one bank account.

In order to comply with Article V of the loan and pledge agreement, we recommend that the city set up a separate bank account for each required reserve fund and properly fund the accounts in accordance with the various bond reserve fund requirements.

Management of the City concurs with the finding and the recommendations will be implemented immediately.

50-3 BUDGET AMENDMENTS

Louisiana Statutes require that the City amend its operating budget when fund balance is being budgeted, and there is a 2% unfavorable variance in revenues or expenditures. For the year ended June 30, 1997, six of the City funds met this requirement and the budget was not amended.

We recommend that management of the City monitor more closely budget to actual statements during the year and comply with this requirement.

Management of the City concurs with the finding and the recommendations will be implemented immediately.

50-4 BUDGET ADOPTION

Louisiana statutes require adoption of a budget for all funds. This budget should be balanced with approved expenditures not exceeding the total of estimated funds available. For one fund, the City did not adopt a budget. For another fund, the City adopted a budget in which the expenditures exceeded total estimated funds available.

We recommend that management of the City improve its budgeting process in order to ensure that all funds are being properly budgeted for in accordance with Louisiana statutes.

Management of the City concurs with the finding and the recommendations will be implemented immediately.

FINDINGS AND QUESTIONED COSTS

For the Year Ended June 30, 1997

C. Findings and Questioned Costs - Major Federal Award Programs Audit

91-3 SEPARATION OF DUTIES

Due to the size of the City of Denhamsporellic's accounting staff, there is an inefficient segregation of duties to have an effective internal control.

Since the cost of an internal control system should not outweigh the benefits derived from it, we can not recommend that additional personnel be added, and have no recommendations to make in this area.

Management of the City concurs with the finding. However, due to staff limitations, no action will be taken at this time.

SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS

For the Year Ended June 30, 1997

U.S. DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT

1996 - Finding No. 1: Louisiana Housing Finance Agency

Condition: The finding was a material non-compliance finding as well as a reportable condition where it was noted that several program requirements had not been met. Some of those requirements included items that had not been completed, inspections that had not been performed, and projects that had not been completed.

Recommendation: The auditor recommended that the City continue to monitor and ensure compliance with the requirements of this grant.

Current Status: The City corrected this finding and complied with all the requirements of the program. The finding of this grant was completed along with all related projects during the year ending June 30, 1997.

INTERNAL CONTROL STRUCTURE

1996 - Finding No. 1: Separation of Duties

Condition: There are inadequate segregation of duties to have effective internal controls.

Recommendation: No action recommended.

Current Status: This finding will apply and is noted in the current audit for year ending June 30, 1997. (See current finding noted as 97-1 and 97-2)

WAGUESPACE & ASSOCIATES
(A Professional Accounting Corporation)
CERTIFIED PUBLIC ACCOUNTANTS
P.O. Box 450
Molite State, LA 70341-0450

Michael Jean Waguespace, CPA
Blaise Toupe Waguespace, CPA

Telephone (504) 475-5300
Teletype (504) 475-2454

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

To the Honorable Mayor and Members
of the Commission Council
City of Donaldsonville, Louisiana

We have audited the general-purpose financial statements of the City of Donaldsonville, Louisiana (the City), as of and for the year ended June 30, 1997, and have based our report thereon dated December 15, 1997. We conducted our audit in accordance with generally accepted auditing standards, the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States, and Louisiana Governmental Audit Code, issued by the Louisiana Legislative Auditor and the Louisiana Society of Certified Public Accountants.

Compliance

As part of obtaining reasonable assurance about whether the City's general-purpose financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grants, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with these provisions was not an objective of our audit and, accordingly, we do not express such an opinion. The results of our tests disclosed instances of noncompliance that are required to be reported under Government Auditing Standards which are described in the accompanying schedule of findings and questioned costs in items 97-2, 97-3, and 97-4.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered the City's internal control over financial reporting in order to determine our auditing procedures for the purpose of expressing our opinion on the financial statements and not to provide assurance on the internal control over financial reporting. However, we noted certain matters involving the internal control over financial reporting and its operation that we consider to be reportable conditions. Reportable conditions involve matters coming to our attention relating to significant deficiencies in the design or operation of the internal control over financial reporting that, in our judgment, could adversely affect the City's ability to record, process, summarize and report financial data consistent with the intentions of management in the financial statements. Reportable conditions are described in the accompanying schedule of findings and questioned costs in item 97-1.

A material weakness is a condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that misstatements in amounts that would be material in relation to the general-purpose financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. The nonexistence of the internal control over financial reporting would not necessarily disclose all matters in the internal control that might be reportable conditions and, accordingly, would not necessarily disclose all reportable conditions that are also considered to be material weaknesses. However, we consider the reportable condition noted in item 97-1 to be a material weakness.

This report is intended for the information of the Commission Council, management, the Legislative Agency and federal awarding agencies and pass-through entities. However, this report is a matter of public record and its distribution is not limited.

Wagnon & Associates (AOC)

Donaldsonville, Louisiana

December 11, 1997

WAGNERSPACE & ASSOCIATES
A Professional Accounting Corporation
CERTIFIED PUBLIC ACCOUNTANTS
P.O. Box 461
Belle Meade, LA 70541-0461

Michael Jean Wagonspack, CPA
Glenn Young Wagonspack, CPA

Telephone (504) 475-3224
Telexphone (504) 475-3224

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

To the Honorable Mayor and Members
of the Commission Council
City of Denhamville, Louisiana

Compliance

We have audited the compliance of the City of Denhamville, Louisiana (the City) with the types of compliance requirements described in the U.S. Office of Management and Budget (OMB) Circular A-133 Compliance Supplement that are applicable to each of its major federal programs for the year ended June 30, 1997. The City's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs. Compliance with the requirements of laws, regulations, contracts and grants applicable to each of its major federal programs is the responsibility of the City's management. Our responsibility is to express an opinion on the City's compliance based on our audit.

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

In our opinion, the City complied, in all material aspects, with the requirements referred to above that are applicable to each of its major federal programs for the year ended June 30, 1997. However, the results of our auditing procedures disclosed instances of noncompliance with these requirements that are required to be reported in accordance with OMB Circular A-133 and are described in the accompanying schedule of findings and questioned costs as items #1.2, #1.3 and #1.4.

Internal Control Over Compliance

The management of the City is responsible for establishing and maintaining effective internal control over compliance with requirements of laws, regulations, contracts and grants applicable to federal programs. In planning and performing our audit, we considered the City's internal control over compliance with requirements that could have a direct and material effect on a major federal program in order to determine our auditing procedures for the purpose of expressing our opinion on compliance and to test and report on internal control over compliance in accordance with OMB Circular A-133.

We noted certain matters involving the internal control over compliance and its operation that we consider to be reportable conditions. Reportable conditions involve matters coming to our attention relating to significant deficiencies in the design or operation of the internal control over compliance that, in our judgment, could adversely affect the City's ability to administer a major federal program in accordance with applicable requirements of laws, regulations, contracts and grants. Reportable conditions are described in the accompanying schedule of findings and questioned costs at item 97-3.

A material weakness is a condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that noncompliance with applicable requirements of laws, regulations, contracts and grants that would be material in relation to a major federal program being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. Our consideration of the internal control over compliance would not necessarily disclose all matters in the internal control that might be reportable conditions and, accordingly, would not necessarily disclose all reportable conditions that are also considered to be material weaknesses. However, we considered the reportable condition noted in 97-3 to be a material weakness.

This report is intended for the information of the Commission Council, management, the Legislative Auditor, and Federal awarding agencies and pass-through entities. However, this report is a matter of public record and its distribution is not limited.

Wagnerbach & Associates (P.A.C.)

Donaldsonville, Louisiana

December 11, 1993