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TOWN OF ST. JOSEPH, LOUISIANA

**General Purpose Financial Statements
With Independent Auditors' Report
As of and for the Year Ended June 30, 1988
With Supplemental Information Schedules**

Under provisions of this law, this report is a public document. A copy of the report has been distributed to the auditor, the council, and other appropriate public officials. The report is available for public inspection at the District Board office of the Legislative Auditor and, where appropriate, at the office of the parish clerk of court.

Release Date 10-20-88

TOWN OF ST. JOSEPH, LOUISIANA

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SECTION I - GENERAL PURPOSE FINANCIAL STATEMENTS

SWITZER, HOPKINS & MANGE

Certified Public Accountants

MEMPHIS OFFICE, 200
N. GAY STREET, 2ND
FLOOR, MEMPHIS, TENN.
MEMPHIS OFFICE, 200
N. GAY STREET, 2ND FLOOR

INDEPENDENT AUDITORS' REPORT

Honorable Whitfield Jones, Mayor
and Members of the Board of Aldermen
Town of St. Joseph, Louisiana

We have audited the accompanying general purpose financial statements, of the Town of St. Joseph, Louisiana, as of June 30, 1988 and for the year then ended as listed in the table of contents. These general purpose financial statements are the responsibility of Town of St. Joseph, Louisiana's management. Our responsibility is to express an opinion on these general purpose financial statements based on our audit.

We conducted our audit in accordance with generally accepted auditing standards, and Government Auditing Standards, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the 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 in the first paragraph present fairly, in all material respects, the financial position of Town of St. Joseph, Louisiana, as of June 30, 1988, and the results of its operations and the cash flows of its proprietary fund types for the year then ended in conformity with generally accepted accounting principles.

Our audit was made for the purpose of forming an opinion on the general purpose financial statements taken as a whole. The combining and individual fund and account group financial statements and schedules listed in the table of contents are presented for purposes of additional analysis and are not a required part 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.

Honorable Whitfield Jones, Mayor
and Members of the Board of Aldermen
Page Two

In accordance with Government Auditing Standards, we have also issued a report dated September 21, 1998 on our consideration of the Town of St. Joseph, Louisiana's internal control structure and on its compliance with laws and regulations.

Ferriday, Louisiana
September 23, 1998

Scotty Hopkins & Arny

THE STATE OF TEXAS, COMMISSION
OFFICE OF PUBLIC INFORMATION
 JUN 30, 1993

	General Fund Transfers		Proprietary Fund	Special Funds		Total
	General	Special		Special	Special	
Gifts	\$ 228,000	\$ -	\$ 227,200	\$ -	\$ 455,200	\$ 455,200
Revolving fund	-	-	(5,400)	-	(5,400)	17,000
allowance for uncollectibles	-	-	76,704	-	76,704	76,704
utility customers (1993-95)	5,400	-	5,200	-	10,600	10,600
Other	-	-	64,500	-	64,500	64,500
Instructional grants (State-DC)	-	-	1,000,000	-	1,000,000	1,000,000
Fuel	-	-	-	-	-	-
General fund grants	-	-	-	-	-	-
utility grants and major	-	-	11,467,044	-	11,467,044	11,467,044
work (1993-95)	-	-	28,377	-	28,377	28,377
Instructional Transportation	-	-	-	-	-	-
State C)	-	-	-	-	-	-
Transfers to jointly owned	-	-	-	-	-	-
and (1993-95)	-	-	-	-	-	-
Transfers to other	-	-	-	-	-	-
Transfers of general	-	-	-	-	-	-
1993-1995	-	-	-	-	-	-
Total grants	\$ 233,400	\$ -	\$ 2,667,224	\$ 2,361,555	\$ 5,601,179	\$ 5,601,179

The accompanying notes are an integral part of these statements.

STATE OF FL. UNITED STATES
GENERAL ACCOUNT STATEMENTS FOR THE YEAR ENDING 1963

LIABILITIES, EQUITY
AS OF 12/31/1963

	Securities Held		Proprietary Fund		Insurance		Total	
	1963	12/31/63	1963	12/31/63	1963	12/31/63		
LIABILITIES								
Accounts payable	\$	5,495	\$	8,298	\$	-	\$	13,793
Accrued interest		2,006		6,128		-		8,134
1963 deposits		-		-		8,298		8,298
Payable from reinsurance contracts		-		86,858		-		86,858
contingency deposits		-		-		-		-
Total Liabilities		7,501		93,284		8,298		109,083
Equity								
Contributed capital		-		1,265,788		-		1,265,788
Reserves in general		-		-		-		-
1963 surplus		-		-		863,898		863,898
Retained earnings		-		-		-		-
Unrealized gains (losses)		-		663,883		-		663,883
Fund balances -								
- reserves		-		-		-		-
- contingencies		88,271		-		-		88,271
Total Fund equity		88,271		1,929,671		863,898		3,682,040
Total Liabilities and								
and Fund equity		1,095,772		3,918,955		1,872,196		6,886,923

The accompanying notes are an integral part of these statements.

TOWN OF ST. JAMES, LOUISIANA
 COMBINED STATEMENT OF REVENUES, EXPENDITURES, AND OPERATIONS
 FOR THE FISCAL YEAR ENDING JUNE 30, 2018

	SOCIOECONOMIC FUND - TOTAL		TOTALS	
	GENERAL FUND	PERCENTAGE FUND	REVENUES	EXPENDITURES
REVENUES:				
Taxes	\$ 104,079	\$ -	\$ 104,079	\$ 104,079
Licenses and permits	48,946	-	48,946	48,946
Intergovernmental	-	-	-	407,739
Fines	3,189	-	3,189	781
Garbage fees	50,755	-	50,755	50,755
Miscellaneous	49,842	11,014	60,856	54,869
Total revenues	<u>266,811</u>	<u>11,014</u>	<u>277,825</u>	<u>718,269</u>
EXPENDITURES:				
Current -				
General government	99,431	-	99,431	94,800
Street and sanitation	56,685	-	56,685	61,748
Public safety -				
Police	99,039	-	99,039	95,068
Fire	14,983	-	14,983	10,038
Capital outlay	-	1,411	1,411	1,411
Principal retirement	-	1,411	1,411	1,411
Tobacco tax	-	1,411	1,411	1,411
Total expenditures	<u>270,138</u>	<u>4,233</u>	<u>274,371</u>	<u>276,983</u>
Excess of revenues over expenditures	81,093	-	81,093	90,286
Other financing activities:				
Operating transfers in (out)	<u>25,281</u>	<u>-</u>	<u>25,281</u>	<u>31,308</u>
Excess of revenues and other sources over expenditures and other uses	94,318	-	94,318	81,978
Fund balances, beginning	<u>283,873</u>	<u>-</u>	<u>283,873</u>	<u>83,295</u>
Fund balances, ending	<u>\$ 324,205</u>	<u>\$ -</u>	<u>\$ 324,205</u>	<u>\$ 215,273</u>

The accompanying notes are an integral part of these statements.

TOWN OF ST. JOSEPH, LOUISIANA
GENERAL FUND

STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN
FUND BALANCE - MAINT (LOCAL ROAD) AND ACTUAL
YEAR ENDS JUNE 30, 1996

	1996		Variance- Favorable (Unfavorable)	(Please indicate)
	Budget	Actual		Only 1997 Balances
Revenues:				
Taxes	\$ 128,000	\$ 129,878	\$ (8,228)	\$ 142,100
Licenses and permits	42,000	48,956	3,956	\$ 42,320
Fees	3,400	3,100	140	784
Harbors fees	18,000	17,751	(2,249)	18,388
Miscellaneous	11,155	44,383	33,228	11,872
Total revenues	<u>202,555</u>	<u>243,978</u>	<u>41,423</u>	<u>232,382</u>
Expenditures:				
General government	84,400	84,432	17,958	74,900
Street and sanitation	87,800	84,885	60,850	81,744
Public safety-				
Police	12,200	59,329	12,861	76,388
Fire	8,800	18,263	15,753	30,830
Total expenditures	<u>193,200</u>	<u>197,729</u>	<u>45,481</u>	<u>241,832</u>
Excess of revenues over (under) expenditures	(12,825)	81,880	73,896	50,548
Other financing sources: Operating transfers in (out)	<u>71,800</u>	<u>(3,742)</u>	<u>(73,742)</u>	<u>71,309</u>
Excess of revenues and other sources over expenditures	58,975	58,138	153	81,857
Fund balance, beginning	<u>168,873</u>	<u>168,873</u>	<u>-</u>	<u>84,355</u>
Fund balance, ending	<u>\$ 227,848</u>	<u>\$ 227,011</u>	<u>\$ 837</u>	<u>\$ 228,872</u>

The accompanying notes are an integral part of these statements.

TOWN OF St. JOSEPH, LOUISIANA
FINANCIAL STATE
FINANCIAL STATE

COMPARATIVE STATEMENT OF REVENUES, EXPENSES
 AND CHANGES IN RETAINED EARNINGS PROVISIONAL FUND YEAR
 FOR THE YEAR ENDED JUNE 30, 1940

	<u>1939</u>	(Memorandum year) <u>1938</u>
Operating revenues:		
Charges for services:		
Gas sales	\$ 208,736	\$ 281,355
Water sales	185,357	206,474
Sewer sales	39,554	59,736
Balancing charges	8,088	21,691
Miscellaneous revenues	13,544	38,881
Total operating revenues	<u>455,279</u>	<u>508,137</u>
Operating expenses:		
Gas department expenses	518,544	483,322
Water department expenses	158,638	94,184
Sewer department expenses	11,543	22,322
General and administrative expenses	167,348	173,722
Total operating expenses	<u>856,073</u>	<u>773,550</u>
Operating (loss)	<u>(400,794)</u>	<u>(265,413)</u>
Nonoperating revenues:		
Income (loss) from jointly owned gas line	33,468	147,500
Interest earned	14,878	25,132
Total nonoperating revenue	<u>48,346</u>	<u>172,632</u>
(Loss) before operating transfers	<u>(352,448)</u>	<u>(92,781)</u>
Operating transfers:		
Transfer (to) from general fund	<u>3,940</u>	<u>(71,308)</u>
Net (loss)	<u>(348,508)</u>	<u>(164,089)</u>
Retained earnings, beginning (deficit)	<u>136,583</u>	<u>144,453</u>
Retained earnings, ending (deficit)	<u>\$ 111,075</u>	<u>\$ (19,636)</u>

The accompanying notes are an integral part of these statements.

TOWN OF ST. JOSEPH, LOUISIANA
FINANCIAL STATEMENT
UTILITY FUND

COMPARATIVE STATEMENT OF CASH FLOWS - PROPRIETARY FUND TYPE
FOR THE YEAR ENDED JUNE 30, 2008

	2008	(Amounts in Only) 2007
Cash flows from operating activities:		
Cash received from customers	\$ 202,207	\$ 227,828
Cash paid to suppliers for goods and services	(205,888)	(287,602)
Cash payments to employees for services	(54,784)	(73,000)
Net cash provided by operating activities	<u>(58,465)</u>	<u>(232,774)</u>
Cash flows from noncapital financing activities:		
Operating transfers (to) from general fund	2,742	(71,208)
Increase in customer deposits	7,320	3,482
Net cash (used) by noncapital financing activities	<u>10,062</u>	<u>(67,726)</u>
Cash flows from investing activities:		
Interest received	18,263	18,922
Income received from joint gas line	-	18,082
Net cash provided by investing activities	<u>18,263</u>	<u>37,004</u>
Net (decrease) in cash	(30,202)	(58,770)
Cash at beginning of year	<u>469,411</u>	<u>528,181</u>
Cash at end of year	<u>\$ 439,209</u>	<u>\$ 469,411</u>
Reconciliation of operating loss to cash provided by operating activities:		
Operating losses	(287,786)	(107,442)
Adjustments to reconcile net income to net cash provided by operating activities:		
Depreciation	90,124	80,824
Decrease in:		
Accounts receivable	73	1,224
Increase (decrease) in:		
Accounts payable	(244)	(20,279)
Accrued payroll	3,478	2,340
Net cash provided by operating activities	<u>(18,881)</u>	<u>(22,758)</u>

The accompanying notes are an integral part of these statements.

TOWN OF ST. JOSEPH, LOUISIANA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 1978

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The Town of St. Joseph, Louisiana was incorporated under the provisions of the Lawrason Act. The Town operates under a Mayor-Board of Aldermen form of government. The Town provides the following services: utility operations, public safety (police and fire) streets, sanitation and general administrative services.

The accounting and reporting policies of the Town of St. Joseph, Louisiana conform to generally accepted accounting principles as applicable to governments. Such accounting and reporting procedures also conform to the requirements of Louisiana Revised Statutes 14:517 and to the guides set forth in the Louisiana Municipal Audit and Accounting Guides and to the industry audit guide, Audits of State and Local Governmental Units.

The following is a summary of certain significant accounting policies:

1. Financial Reporting Entity

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

2. Fund Accounting

The accounts of the Town of St. Joseph, Louisiana 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, or expenses, as appropriate. Government resources are allocated to and accounted for in individual funds based upon the purposes for which they are to be spent and the means by which operating activities are controlled. The various funds are grouped, in the financial statements in this report into four generic fund types and two broad fund categories as follows:

TOWN OF ST. JOSEPH, LOUISIANA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 1998

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - CONTINUED

GOVERNMENTAL FUND TYPES

General fund

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

Capital projects fund

Capital projects funds are used to account for financial resources to be used for the acquisition or construction of major capital facilities other than those financed by proprietary funds and trust funds.

Debt service funds

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

PROPRIETARY FUND TYPE

Enterprise fund

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 primarily through user charges; or (b) where the governing body has decided the periodic determination of revenues earned, expenses incurred and/or net income is appropriate for capital maintenance, public policy, management control, accountability or other purposes.

3. Property, Plant and Equipment and Long-Term Liabilities

The accounting and reporting treatment applied to the property, plant and equipment and long-term liabilities associated with a fund are determined by its measurement focus.

TOWN OF ST. JOSEPH, LOUISIANA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 1998

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - CONTINUED

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 types when purchased. The Town has elected to not capitalize public domain ("infrastructure") fixed assets consisting of certain improvements other than buildings, including roads, bridges, sidewalks and drainage improvements. No depreciation has been provided on general fixed assets.

Long-term liabilities expected 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 noncurrent) associated with their activity are included on their balance sheets.

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

Gas lines	40 years
Water lines and plant	10 to 40 years
Sewer lines	40 years
Vehicles and equipment	3 to 10 years

All fixed assets are stated at historical cost.

4. 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 measurement made, regardless of the measurement focus applied.

TOWN OF ST. JOSEPH, LOUISIANA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 1988

NOTES A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - CONTINUED

All governmental funds are accounted for using the modified accrual basis of accounting. Their revenues are recognized when they become measurable and available as net current assets. Taxpayer-assessed income, gross receipts and sales taxes are considered "measurable" when in the hands of collecting governments and are recognized as revenue at that time. Anticipated refunds of such taxes are recorded as liabilities and reductions of revenue when they are measurable and their validity seems certain.

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 general 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 earned and their expenses are recognized when incurred. Bad debts are recognized when they become uncollectable.

5. Budgets and Budgetary Accounting

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

1. The Town prepares a proposed budget and submits same to the Mayor and Board of Aldermen no later than fifteen days prior to the beginning of each fiscal year. The Town approves a budget for the general fund only.
2. A summary of the proposed budget is published and the public notified that the proposed budget is available for public inspection. At the same time, a public hearing is called.
3. A public hearing is held on the proposed budget at least ten days after publication of the call for the hearing.
4. After the holding of the public hearing and completion of all action necessary to finalize and implement the budget, the budget is adopted through the passage of an ordinance prior to the commencement of the fiscal year for which the budget is being adopted.

TONY OF ST. JOSEPH, LOUISIANA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 1998

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - CONTINUED

5. Budgetary amendments involving the transfer of funds from one department, program or function to another or involving increases in expenditures resulting from revenues exceeding amounts estimated, require the approval of the Board of Aldermen.
6. All budgetary appropriations lapse at the end of each fiscal year.
7. Budgets are adopted on a basis consistent with generally accepted accounting principles (GAAP). Budgeted amounts are as originally adopted, or as amended from time to time by the Board of Aldermen. Such amendments were not material in relation to the original appropriations.
8. Inventories
Inventories of material and supplies are valued at lower of cost or market.
9. Amounts due from other funds
Amounts reflected as due from other funds represent short-term operating loans and are considered "available spendable resources".
8. Allowance for uncollectable accounts
Allowance for uncollectable accounts receivable at June 30, 1998 is \$3,800.
9. Restricted assets
Certain assets of the Town of St. Joseph, Louisiana have been restricted for customers' deposits and these assets total \$41,988.
10. Total columns on combined statements - overview
Total columns on the combined statements - overview are captioned "Memorandum Only" to indicate that they are presented only to facilitate financial analysis. Data in these columns do not present financial position, results of

TOWN OF ST. JOSEPH, LOUISIANA
 NOTES TO FINANCIAL STATEMENTS
 JUNE 30, 1998

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - CONTINUED

operations, or changes in financial position in conformity with generally accepted accounting principles. Neither is such data comparable to a consolidation. Interfund eliminations have not been made in the preparation of this data.

NOTE B - CHANGES IN GENERAL FIXED ASSETS ACCOUNT GROUP

A summary of changes in general fixed assets follows:

	Balance July 1, 1997	Additions	Deletions	Balance June 30, 1998
Land	\$ 40,885	\$ -	\$ -	\$ 40,885
Buildings	418,552	-	-	418,552
Other improvements	158,074	-	-	158,074
Equipment	228,893	-	-	228,893
Total	\$ 836,304	\$ -	\$ -	\$ 836,304

NOTE C - PROPRIETARY FUND PROPERTY, PLANT AND EQUIPMENT

A summary of proprietary fund's plant and equipment at June 30, 1998 follows:

gas system	\$ 130,463
Water system	1,161,829
Sewer system	1,113,633
Vehicles and equipment	82,831
office equipment	10,149
Land	7,887
Total	3,196,792
Less: accumulated depreciation	(1,887,814)
Net	\$ 1,308,978

NOTE D - AD VALOREM TAXES

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

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

TOWN OF ST. JOSEPH, LOUISIANA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 1998

NOTE D - ANNUAL TAXES - CONTINUED

For the year ended June 30, 1998 taxes of 6.36 mills were levied on property with assessed valuations totaling \$3,532,803 and were dedicated to general corporate purposes.

Total taxes levied were \$22,468.

NOTE E - PENSION PLAN

Substantially all employees of the Town of St. Joseph are members of the Municipal Employees Retirement System of Louisiana, a multiple employer, public employee retirement system controlled and administered by a separate board of trustees.

All full time employees are members of the system. Employer contributions were 3.75% of actual payroll during the year ended June 30, 1998 and employee contributions were 8% of payroll. The employer contributions are determined by actuarial valuation and are subject to change each year based on the results of the valuation for the prior fiscal year. The pension benefits are not guaranteed by the Town of St. Joseph.

The Town contributed \$4,631 during the year and employees contributed \$8,326.

NOTE F - CASH AND CASH EQUIVALENTS

Under state law, the city may deposit funds in demand deposits, interest bearing demand deposits, money market accounts, or time deposits with state banks organized under Louisiana law and national banks having principal offices in Louisiana.

At June 30, 1998, the town had cash and cash equivalents according to the bank's balances totaling \$486,381 as follows:

Demand deposits	\$ 341,328
Time deposits	155,053
Total	<u>\$ 496,381</u>

Under state law, these deposits, or the resulting bank balances, must be secured by federal deposit insurance or the pledge of securities owned by the fiscal agent bank. The market value of the pledged securities plus the federal deposit insurance must at all times equal the amount on deposit with the fiscal agent. These securities are held in the name of the pledging fiscal agent bank.

TOWN OF ST. JOSEPH, LOUISIANA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 1998

NOTE F - CASH AND CASH EQUIVALENTS - CONTINUED

In a holding or custodial bank that is mutually acceptable to both parties. Cash and cash equivalents (bank balances) at June 30, 1998 are reported as follows:

Federal deposit insurance	\$ 380,000
Fidged securities	<u>338,381</u>
Total	<u>\$ 718,381</u>

NOTE G - OTHER REQUIRED INDIVIDUAL FUND DISCLOSURES

The Town does not accrue unpaid vacation pay or sick pay in its financial statements. The Town's policy concerning compensation for unpaid vacation pay is that upon termination of an employee, vacation days not previously used by the employee are not reimbursed. The policy concerning sick pay is that each case is considered on a case by case basis.

NOTE H - OTHER INVESTMENTS - ENTERPRISE FUND

The Town of St. Joseph, Louisiana owns jointly with the Town of Newellton, Louisiana, a gas pipe line, which transports natural gas to the Towns. The jointly owned line is operated independently of the Towns. The carrying value of the investment is recorded at the equity value of the investment. The annual net income is added to the investment and cash withdrawals and net losses are deducted from the investment value.

TOWNS OF ST. JOSEPH AND NEWELLTON, LOUISIANA
Jointly Owned Gas Pipe Line
Balance Sheet
June 30, 1998

ASSETS

Cash	\$ 128,880
Accounts receivable	<u>38,543</u>
Total assets	<u>\$ 167,423</u>

LIABILITIES AND TOWNS' EQUITY

Accounts payable	<u>\$ 38,147</u>
Towns equity	
Town of Newellton, Louisiana	58,179
Town of St. Joseph, Louisiana	<u>32,177</u>
Total towns' equity	<u>90,356</u>
Total liabilities and towns equity	<u>\$ 167,503</u>

TOWN OF ST. JOSEPH, LOUISIANA
 NOTES TO FINANCIAL STATEMENTS
 JUNE 30, 1988

NOTE A - OTHER INVESTMENTS - ENTERPRISE FUND - CONTINUED

Audited financial statements of this joint venture are available at the Town of St. Joseph, Louisiana's City Hall.

NOTE I - CHANGES IN LONG-TERM DEBT

The following is a summary of note transactions of the Town of St. Joseph for the year ended June 30, 1988:

Note payable at June 30, 1987	\$ 22,815
Principal retired	<u>(2,815)</u>
Note payable at June 30, 1988	<u>\$ 20,000</u>

Note payable consisted of a note to a commercial bank for the payment of a loan on a medical office. Liability is a \$100,000 note at 8% payable in quarterly installments of \$3,333.

The annual requirements to amortize the debt outstanding as of June 30, 1988 is as follows:

Year Ended	Principal	Interest	Total
June 30, 1989	\$ 6,187	\$ 6,813	\$ 13,000
June 30, 1990	6,683	6,317	13,000
June 30, 1991	7,228	5,772	13,000
June 30, 1992	7,827	5,173	13,000
June 30, 1993	8,486	4,514	13,000
Thereafter	50,847	9,153	60,000
Total	<u>\$ 87,188</u>	<u>\$ 38,032</u>	<u>\$ 125,220</u>

SECTION II - SUPPLEMENTAL INFORMATION SCHEDULES

GENERAL FUND

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

TOWN OF ST. JOSEPH, LOUISIANA
GENERAL FUND

BALANCE SHEET
YEAR ENDED JUNE 30, 2008

ASSETS	2008	<i>(Parentheses</i>
		2007
Cash	\$ 228,075	\$ 187,803
Receivables - Garbage Fees	2,888	2,148
Total assets	<u>\$ 230,963</u>	<u>\$ 190,000</u>
<u>LIABILITIES AND FUND BALANCE</u>		
Liabilities:		
Accounts payable	8,822	3,088
Accrued payroll	2,826	3,338
Total liabilities	<u>\$ 11,648</u>	<u>\$ 6,426</u>
Fund Balance-unreserved	<u>\$ 219,315</u>	<u>\$ 183,574</u>
Total liabilities and fund balance	<u>\$ 230,963</u>	<u>\$ 190,000</u>

The accompanying notes are an integral part of these statements.

TOWN OF ST. JOSEPH, LOUISIANA
GENERAL FUND

STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN
FUND BALANCE - BUDGET (PLAN BASIS) AND ACTUAL
YEAR ENDED JUNE 30, 1968

	1968		Variance- Favorable (Unfavorable)	Memorandum Only 1967 Actual
	Budget	Actual		
Revenues:				
Taxes				
Ad valorem	\$ 21,800	\$ 22,473	\$ 673	\$ 21,600
Sales	82,000	78,889	(3,111)	82,350
Intergovernmental	12,500	10,398	(2,102)	13,273
Franchise	23,400	23,115	(285)	23,782
TOTAL TAXES	<u>140,700</u>	<u>134,875</u>	<u>(5,825)</u>	<u>141,005</u>
Licenses and permits	42,000	45,995	3,995	42,200
Fees	2,400	3,100	660	700
Garbage fees	28,000	28,750	750	28,200
Miscellaneous	22,400	44,565	22,165	22,872
Total revenues	<u>255,500</u>	<u>257,285</u>	<u>1,785</u>	<u>254,177</u>
Expenditures:				
General government	88,400	88,422	22	74,500
Street and sanitation	97,500	94,600	(2,900)	81,740
Public safety-				
Police	22,200	28,230	6,030	15,350
Fire	8,600	21,340	12,740	20,250
Total expenditures	<u>216,700</u>	<u>232,632</u>	<u>15,932</u>	<u>212,840</u>
Excess of revenues over (under) expenditures	(16,200)	\$1,650	17,850	20,200
Other financing sources:				
Operating transfers in (out)	71,800	(2,362)	(74,162)	71,300
Excess of revenues and other sources over expenditures	<u>54,600</u>	<u>\$1,288</u>	<u>53,312</u>	<u>\$1,500</u>
Fund balance, beginning	165,212	265,212	-	84,200
Fund balance, ending	<u>\$ 219,812</u>	<u>\$ 266,500</u>	<u>\$ 46,688</u>	<u>\$ 165,700</u>

The accompanying notes are an integral part of these statements.

TOWN OF ST. JOSEPH, LOUISIANA
GENERAL FUND
STATEMENT OF EXPENDITURES COMPARED TO BUDGET LAST YEAR
 (YEAR ENDED JUNE 30, 1950)

	<u>1950</u>		Variations- Favorable (If favorable)	(Enclosed Only) 1949
	Budget	Actual		Actual
General government				
Administration	\$ 7,500	\$ 7,375	\$ 125	\$ 7,375
Community health	5,400	3,744	1,656	3,334
Inspection	18,000	29,518	(11,518)	27,262
Office supplies	900	3,375	(2,475)	782
Payroll taxes and retirement	8,400	8,309	91	8,398
Miscellaneous	13,000	18,308	(5,308)	18,818
Total general government	<u>64,000</u>	<u>80,637</u>	<u>(16,637)</u>	<u>74,307</u>
Streets and Sanitation				
Salaries	25,000	28,034	3,034	28,772
Supplies	2,500	2,704	204	1,400
Truck expenses	5,000	-	5,000	-
Repairs	23,000	3,494	19,506	22,788
Utilities	28,000	18,366	9,634	18,307
Other	18,000	3,838	14,162	21,294
Total streets and sanitation	<u>97,500</u>	<u>56,436</u>	<u>(41,064)</u>	<u>81,761</u>
Public safety - police				
Salaries	55,000	68,822	13,822	81,417
Gas, and oil	2,000	3,848	(1,848)	3,588
Repairs	4,000	2,028	1,972	4,174
Miscellaneous	14,000	8,248	5,752	18,178
Total public safety - police	<u>75,000</u>	<u>82,946</u>	<u>(7,946)</u>	<u>77,357</u>
Public safety - fire				
Truck expenses	2,000	4,488	(2,488)	1,000
Telephone	2,750	3,228	(478)	3,028
Utilities	1,500	2,376	876	987
Supplies	2,000	8,257	(6,257)	7,122
Total public safety - fire	<u>8,250</u>	<u>18,349</u>	<u>(10,099)</u>	<u>12,137</u>
Total expenditures	<u>\$ 263,500</u>	<u>\$ 287,928</u>	<u>\$ 24,428</u>	<u>\$ 281,832</u>

The accompanying notes are an integral part of these statements.

ENTERPRISE FUND

Utility Fund - To account for the provision of water, gas, sewer and sanitation services to residents of the Town and some residents of the Parish. All activities necessary to provide such services are accounted for in this fund, including, but not limited to, administration, maintenance, financing and related debt service, and billings and collections.

THE W. T. AMES, LIMITED
 INCORPORATED
 19115 100th

CONDENSED BALANCE SHEET
 JAN 31, 1952

	1952	1951	1950
ASSETS			
Current assets:			
Cash	\$ 20,749	\$ 28,499	\$ 28,499
Accounts receivable	(5,448)	(7,482)	(7,482)
Prepayments of expenses for advertising	1,776	1,779	1,779
Total current assets	<u>17,077</u>	<u>22,806</u>	<u>22,806</u>
Invested assets:			
Structure deposits	—	—	—
Total invested assets	<u>—</u>	<u>—</u>	<u>—</u>
Total assets	<u>\$ 17,077</u>	<u>\$ 22,806</u>	<u>\$ 22,806</u>
Liabilities:			
Accounts payable	\$ 1,000	\$ 1,000	\$ 1,000
Notes payable	—	—	—
Total liabilities	<u>\$ 1,000</u>	<u>\$ 1,000</u>	<u>\$ 1,000</u>
Equity:			
Capital stock	\$ 100,000	\$ 100,000	\$ 100,000
Reserves	—	—	—
Total equity	<u>\$ 100,000</u>	<u>\$ 100,000</u>	<u>\$ 100,000</u>
Total liabilities and equity	<u>\$ 101,000</u>	<u>\$ 101,000</u>	<u>\$ 101,000</u>

Liabilities: 1951-1952 and 1950-1951
 Current (1951-52)
 Accounts payable
 Notes payable
 Total current liabilities
 Deposits from structure
 (Current)

Invested liabilities: Deposits from structure
 (Invested assets)
 Structure deposits

Total liabilities
 Total equity:
 Capital stock
 Reserves
 Total equity

Total liabilities and equity

Current assets:
 Cash
 Accounts receivable
 Prepayments of expenses for advertising
 Total current assets

Invested assets:
 Structure deposits
 Total invested assets

Total \$ 17,077, at end, net of non-current deposits for 1950: \$ 1,000, 1951: \$ 1,000, 1952: \$ 1,000

Total assets:
 Deposits from equity
 Total \$ 101,000, at end, net of non-current deposits for 1950: \$ 1,000, 1951: \$ 1,000, 1952: \$ 1,000

TOWN OF ST. JOSEPH, LOUISIANA
ENTERPRISE FUND
UTILITY FUND

COMPARATIVE STATEMENT OF REVENUES, EXPENSES
 AND CHANGES IN RETAINED EARNINGS PROPRIETARY FUND TYPE
 FOR THE YEAR ENDED JUNE 30, 1998

	1998	(Memorandum Only) 1997
Operating revenues:		
CHARGES FOR SERVICES:		
Gas sales	\$ 208,774	\$ 191,588
Water sales	108,187	108,873
Sewer sales	18,334	18,734
Billingquet charges	6,000	11,000
Miscellaneous revenues	13,844	16,063
Total operating revenues	<u>355,139</u>	<u>356,258</u>
Operating expenses:		
Gas department expenses	216,244	210,212
Water department expenses	100,670	94,704
Sewer department expenses	13,843	21,232
General and administrative expenses	69,249	57,732
Total operating expenses	<u>399,976</u>	<u>403,880</u>
Operating (loss)	<u>(144,786)</u>	<u>(137,622)</u>
Nonoperating revenues:		
Income (loss) from jointly owned gas line	31,848	(47,138)
Interest earned	25,370	21,250
Total nonoperating revenues	<u>57,218</u>	<u>(25,888)</u>
(loss) before operating transfer	<u>(87,568)</u>	<u>(163,510)</u>
Operating transfers:		
Transfer (to) from general fund	<u>2,342</u>	<u>(21,000)</u>
Net (loss)	<u>(85,226)</u>	<u>(184,510)</u>
Retained earnings, beginning (deficit)	<u>146,383</u>	<u>141,643</u>
Retained earnings, ending (deficit)	<u>61,157</u>	<u>(42,867)</u>

The accompanying notes are an integral part of these statements.

HOME OF ST. JOSEPH, LOUISIANA
ENTERPRISE FUND
UTILITY FUND

COMPARATIVE STATEMENT OF OPERATING EXPENSES

FOR THE YEAR ENDED JUNE 30, 1968

	1968	(Revised) 1967
Gas Department expenses:		
Salaries and wages	\$ 85,405	\$ 44,775
Materials and supplies	9,454	4,725
Utilities	3,789	4,506
Insurance	859	848
Repairs	8,021	8,075
Gas purchased	124,847	79,834
Crack gas and oil	2,687	3,214
Bad debts	-	2,890
Employee drug testing	1,282	1,801
Total gas department	<u>246,344</u>	<u>189,312</u>
Water department expenses:		
Salaries	31,858	38,989
Supplies	88,267	41,621
Repairs	10,775	15,480
Utilities	14,349	11,889
Telephone	804	544
Insurance	852	793
Total water department expenses	<u>167,405</u>	<u>125,296</u>
Sewer department expenses:		
Materials and supplies	3,221	963
Utilities	3,022	2,878
Repairs	4,589	16,383
LABORATORY tests	645	810
Total sewer department expenses	<u>11,477</u>	<u>20,034</u>
General and administrative expenses:		
Group insurance	16,248	26,829
Retirement	2,852	2,314
Telephone	2,965	1,889
Insurance	17,382	23,475
Rent	3,000	3,000
Computer service	1,804	2,828
Meter readings	6,800	6,800
Advertising	827	652
Office expense	3,657	3,281
Post	438	488
Auditing and legal	7,323	5,203
Travel	5,389	5,028
Payroll taxes	8,628	7,808
Depreciation	58,134	60,224
Other expenses	3,122	52,826
Total general and administrative expenses	<u>187,348</u>	<u>177,331</u>

The accompanying notes are an integral part of these statements.

TOWNS OF ST. JOSEPH, LOUISIANA
SCHEDULE OF CONTRIBUTION PAID ALIENISM
FOR THE YEAR ENDED JUNE 30, 1958

Jack Grace, Jr.	\$ 1,500
Craig Hearath	1,000
Bonnie Stansell	375
Jimmy Clark	1,500
Thelma Bradford	1,500
Buddy Tindall	1,500
Total	<u>\$ 7,375</u>

SECTION III - COMPLIANCE/INTERNAL CONTROL

SWITZER, HOPKINS & MANGE

Certified Public Accountants

SWITZER & HOPKINS, CPAs
801 WEST BROADWAY, SUITE 100
MONROE, LOUISIANA 70130
SWITZER, HOPKINS & MANGE, CPAs
MONROE, LA 70130

PHONE (504) 281-1100 FAX (504) 281-1101

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

Honorable Whitfield Jones, Mayor
and Members of the Board of Aldermen
Town of St. Joseph, Louisiana

We have audited the general purpose financial statements of the Town of St. Joseph, Louisiana for the year ended June 30, 1998 and have issued our report thereon dated September 23, 1998. We conducted our audit in accordance with generally accepted auditing standards, and the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States.

Compliance

As part of obtaining reasonable assurance about whether the Town of St. Joseph, Louisiana'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 statements amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit and, accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance that are required to be reported under Government Auditing Standards.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered the Town of St. Joseph, Louisiana's internal control over financial reporting in order to determine our auditing procedures for the purpose of expressing our opinion on the general purpose 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

Honorable Whitfield Jones, Mayor
and Member of the Board of Aldermen
Page Two

to our attention relating to significant deficiencies in the design or operation of the internal control over financial reporting that, in our judgement, could adversely affect the Town of St. Joseph, Louisiana's ability to record, process, summarize and report financial data consistent with the assertions of management in the general purpose financial statements.

1. We noted that the Town does not have adequate segregations of duties in accounting in the office. We recommend that an attempt be made to strengthen internal control problems created by having few employees.
2. We noted that deposits are not being made on a daily basis. We recommend that deposits be made timely and daily when practical.

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. Our consideration 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 believe none of the reportable conditions described above is a material weakness.

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

Farriday, Louisiana
September 23, 1988

Sutty, Hopkins & Krump

TOWN OF SAINT JOSEPH

Post Office Box 217
Saint Joseph, Louisiana 71266
Phone 338-766-1713
Fax 318-356-3660

September 28, 1998

Switzer, Hopkins & Margo
P. O. Box 1818
Fosberry, LA 71104

Dear Mr. Hopkins:

In regard to the two deficiencies noted in the internal control reporting of the audit of the Town of St. Joseph, Louisiana, we have the following comments:

1. We will begin depositing receipts on a daily basis.
2. In regard to the segregation of duties, we only have one full time employee in our accounting department. With few employees, there is no way that we can segregate duties so that our internal controls are strengthened. We plan to do the best we can with the number of employees available.

Please let us know if you have any questions.

Sincerely,


MAYOR