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CITY OF MANDEVILLE, LOUISIANA

August 31, 1998

Audit of Financial Statements

August 31, 1998

Under provisions of state law, this report is to be filed, recorded. A copy of this report has been submitted to the clerk of court, the auditor, and the public officials. This report is available for public inspection at the office of the auditor, the clerk of court, the clerk of the parish clerk of court.

Release Date **DEC 16 1998**

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

Independent Auditor's Report

We have audited the accompanying general purpose financial statements of **CITY OF MANDEVILLE, LOUISIANA**, and the combining, individual fund and account group financial statements of the **CITY OF MANDEVILLE, LOUISIANA** as of and for the year ended August 31, 1998, as listed in the table of contents. These general purpose financial statements are the responsibility of **CITY OF MANDEVILLE, LOUISIANA's** management. Our responsibility is to express an opinion on these general purpose financial statements based on our audit.

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

Detailed records of inventories of fixed assets were not maintained for the General Fixed Assets Account Group and the Enterprise Fund prior to September 1, 1978. Because such records are not available for all of the City's fixed assets, we were unable to verify ownership as to the propriety of the recorded amounts of the General Fixed Assets Account Group and the Enterprise Fund.

In our opinion, except for the effects of such adjustments, if any, as might have been determined to be necessary had we been able to satisfy ourselves as to the propriety of the recorded amount of the General Fixed Assets Account Group and the Enterprise Fund as referred to in the preceding paragraph, the general purpose financial statements referred to above present fairly, in all material respects, the financial position of **CITY OF MANDEVILLE, LOUISIANA** as of August 31, 1998, and the results of its operations and the cash flows of its proprietary fund types for the year ended in conformity with generally accepted accounting principles. Also, in our opinion, except for the effects of such adjustments mentioned above, the combining, individual fund and account group financial statements referred to above present fairly, in all material respects, the financial position of the individual funds and account groups of the **CITY OF MANDEVILLE, LOUISIANA**, and the results of operations of such funds and cash flows of its proprietary fund for the year then ended, in conformity with generally accepted accounting principles.

A Professional Accounting Corporation

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Member of the IIA (Institution for Professional Accountants) - Practice Section and Member of the IIA
International Affiliation with Accounting Firm, International, Inc.

In accordance with Government Auditing Standards, we have also issued our report dated October 9, 1998, on our consideration of CITY OF BIANTEVILLE, LOUISIANA's internal control over financial reporting, and our test of its compliance with certain provisions of laws, regulations, contracts and grants.

Our audit was performed for the purpose of forming an opinion on the general purpose financial statements taken as a whole and on the accounting, individual fund and account group financial statements. The accompanying financial information, listed as schedules in the table of contents, are presented for purposes of additional information. Such information has been subjected to the auditing procedures applied in the audit of the general purpose financial statements and, in our opinion, is fairly stated, in all material respects, in relation to the general purpose financial statements taken as a whole.


A Professional Accounting Corporation

October 9, 1998

**CITY OF HOUSTON, TEXAS
COMPREHENSIVE FINANCIAL STATEMENTS
FOUNDED BY PROGRESS - ALL OPERATIONAL POSITIVES**
For The Year Ending August 31, 2014
in the Comparative Period for 2014

	Total	Capital	Debt	Total	Total	
					Assets	Liabilities
REVENUES						
Taxes	\$ 1,000,000	\$ 1,000,000	\$ -	\$ 1,000,000	\$ 1,000,000	\$ -
Licensing and Permits	70,000	-	-	70,000	70,000	-
Intergovernmental	50,000	-	-	50,000	50,000	-
Grants for Services	20,000	-	-	20,000	20,000	-
Financial Incentives	70,000	-	-	70,000	70,000	-
Interest Income	10,000	10,000	-	20,000	10,000	10,000
Debt Issuance Premiums	20,000	-	-	20,000	20,000	-
Miscellaneous	10,000	10,000	-	20,000	10,000	10,000
Total Revenues	1,450,000	1,020,000	10,000	1,480,000	1,260,000	220,000
EXPENDITURES						
General	500,000	500,000	-	500,000	500,000	-
Public Safety - Police	200,000	-	-	200,000	200,000	-
Public Safety - Fire	100,000	-	-	100,000	100,000	-
Public Safety - EMS	100,000	-	-	100,000	100,000	-
Public Works	100,000	-	-	100,000	100,000	-
Debt Issuance Premiums	10,000	-	-	10,000	10,000	-
Capital	10,000	-	-	10,000	10,000	-
Debt Service	-	-	10,000	10,000	-	10,000
Interest	-	-	10,000	10,000	-	10,000
Non-Interest	-	-	10,000	10,000	-	10,000
Capital Projects	-	-	10,000	10,000	-	10,000
Total Expenditures	1,020,000	1,020,000	30,000	1,050,000	1,050,000	30,000
OTHER SOURCES OF REVENUES OTHER THAN REVENUES	430,000	430,000	10,000	440,000	440,000	10,000
OTHER REVENUES OTHER THAN REVENUES	100,000	100,000	10,000	110,000	110,000	10,000
Grants - Federal & State	100,000	100,000	10,000	110,000	110,000	10,000
Grants - Non-Federal	-	-	-	-	-	-
Total Other Sources of Revenues Other Than Revenues	100,000	100,000	10,000	110,000	110,000	10,000
OTHER REVENUES OTHER THAN REVENUES OTHER THAN REVENUES	430,000	430,000	10,000	440,000	440,000	10,000
FINANCIAL STATEMENTS FOR FISCAL YEAR	1,450,000	1,020,000	10,000	1,480,000	1,260,000	220,000
FINANCIAL STATEMENTS FOR FISCAL YEAR	1,450,000	1,020,000	10,000	1,480,000	1,260,000	220,000

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

**CITY OF MARIETTA, GEORGIA
COMBINED STATEMENT OF FINANCIAL POSITION AS OF DECEMBER 31, 2016
POLAR BALANCE SHEET - GENERAL - OFFICIAL - REVENUE AND CAPITAL PROJECT FUND TYPES**
for the Year Ended August 31, 2016

	General Fund		SPECIAL -		Special Revenue Fund Types		Totals - Revenues (Charges)
	Budget	Actual	Available - Proceeds	Available - Proceeds	Budget	Actual	
REVENUES							
Taxes	\$ 1,280,000	\$ 1,280,000	\$ 1,100	\$ 1,100	\$ 9,000,000	\$ 9,000,000	\$ 10,000
License and Permits	780,000	780,000	0	0	-	-	-
Intergovernmental	1,000,000	820,000	0	0	-	-	-
Charges for Sale Inv	100,000	80,000	0	0	-	-	-
Fees - misc/other	300,000	290,000	0	0	-	-	-
Service Income	0	14,000	0	0	41,000	40,000	10,000
Sea-Grant Program	0	100,000	0	0	-	-	-
Miscellaneous	0	80,000	0	0	1,000	1,000	0
Total Revenues	3,360,000	3,574,000	1,100,000	1,100,000	9,042,000	9,042,000	10,000
EXPENDITURES							
General Government	4,000,000	3,000,000	0	0	0	0	0
Public Safety - Police	1,400,000	1,300,000	0	0	-	-	-
Public Works	-	-	-	-	-	-	-
Street and Sanitation	1,100,000	1,000,000	0	0	-	-	-
Sea-Grant Program	0	100,000	0	0	-	-	-
Contingency	200,000	100,000	0	0	-	-	-
Total Expenditures	6,700,000	5,400,000	0	0	0	0	0
	(3,340,000)	(826,000)	(1,100,000)	(1,100,000)	(3,700,000)	(3,700,000)	(10,000)
OTHER REVENUES - CAPITAL PROJECTS							
Operating Proceeds to	1,000,000	1,000,000	-	-	0	0	-
Operating Proceeds for	0	0	-	-	0	0	-
Debt Service	0	0	-	-	0	0	-
Total Other Revenues - Capital	1,000,000	1,000,000	0	0	0	0	0
NET POSITION AS OF DECEMBER 31	(3,340,000)	(826,000)	(1,100,000)	(1,100,000)	(3,700,000)	(3,700,000)	(10,000)
OTHER BALANCE - DEPOSITING							
ASSETS IN DEPOSIT FOR OTHER	1,000,000	1,000,000	-	-	0	0	-
OTHER BALANCE - DEPOSITING	0	0	-	-	0	0	-
ASSETS IN DEPOSIT FOR OTHER	1,000,000	1,000,000	0	0	0	0	0
OTHER BALANCE - DEPOSITING							
ASSETS IN DEPOSIT FOR OTHER	0	0	-	-	0	0	-
OTHER BALANCE - DEPOSITING	0	0	-	-	0	0	-
Total	\$ 3,020,000	\$ 3,020,000	\$ 1,000,000	\$ 1,000,000	\$ 3,042,000	\$ 3,042,000	\$ 2,000

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

CITY OF HOUSTONVILLE, LOUISIANA
COMMODITY PROGRAM OF BUDGETARY APPROPRIATION AND ACCOUNTS FROM BUDGET, MARKET
DEVELOPMENT AND UTILIZATION - GENERAL, SPECIAL, BONDS AND CAPITAL PROJECT FROM FUND COUNCIL
For The Year Ended August 31, 2014

	Commodity Program				Total
	Budget	Actual	Commodity Programs Subsidiary	Budget	
BONDS					
Interest Expense	\$ 0.00	\$ 0.00	\$ 0.00	\$ 0.00	\$ 0.00
Marketplace	-	-	-	0.00	0.00
Federal Cost	-	-	-	0.00	0.00
Total Bonds	0.00	0.00	0.00	0.00	0.00
EXPENDITURES					
Public Works	1,277,700	1,280,000	1,280,000	1,280,000	1,280,000
Construction Contract	19,000	19,000	19,000	19,000	19,000
Engineering Fees	1,000	1,000	1,000	1,000	1,000
Other Costs	200	200	200	200	200
Total Expenditures	1,497,700	1,499,200	1,499,200	1,499,200	1,499,200
EXCESS (DEFICIENCY) OF BUDGET OVER	0.00	0.00	0.00	0.00	0.00
EXPENDITURES					
COMMITTEE/STAFF SERVICES					
Opening/Training	-	-	-	1,000.00	1,000.00
Salaries	0.00	0.00	0.00	0.00	0.00
Special Rate-Tax Fund	0.00	0.00	0.00	0.00	0.00
Total Staff Training Services	0.00	0.00	0.00	1,000.00	1,000.00
EXCESS (DEFICIENCY) OF BUDGET OVER	0.00	0.00	0.00	0.00	0.00
SOURCES OVER EXPENDITURES AND OTHER USES					
FUND BALANCE - RESERVE					
	0.00	0.00	0.00	0.00	0.00
FUND BALANCE - OTHER					
	0.00	0.00	0.00	0.00	0.00

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

CITY OF MONROEVILLE, LOUISIANA
COMPARATIVE STATEMENT OF REVENUES, EXPENSES
AND CHANGES IN RETAINED EARNINGS -
PROPRIETARY FUND TYPE - ENTERPRISE FUNDS

	For the Year Ended August 31,	
	2008	2007
OPERATING REVENUES		
Charges for Services:		
Water	\$ 374,587	\$ 493,355
Sewerage	357,434	481,008
Tapping Fees - Water Department	48,731	31,375
Tapping Fees - Sewer Department	32,888	36,268
Development Charges	58,233	49,258
Service Charge	25,824	26,636
Sewer Impact Fees	2,728	1,975
Sewer Impact Fees	92,525	34,990
Water Impact Fees	89,825	81,375
Water Impact Fees	2,825	3,000
Miscellaneous	825,896	1,378
Total Operating Revenues	<u>3,785,378</u>	<u>3,484,730</u>
OPERATING EXPENSES		
Water Department	312,143	359,319
Sewer Department	3,355,826	3,486,831
Total Operating Expenses	<u>3,667,969</u>	<u>3,846,150</u>
Operating Loss	<u>(114,898)</u>	<u>(361,420)</u>
NON-OPERATING REVENUES (EXPENSES)		
Grant Income	30,000	-
Interest Income	29,896	23,000
Interest and Fiscal Charges	(182,560)	(213,000)
Total Non-Operating Revenues	<u>(122,664)</u>	<u>(169,999)</u>
(Loss) Before Operating Transfers In	<u>(237,562)</u>	<u>(531,419)</u>
OPERATING TRANSFERS IN		
Special Revenue Fund	267,000	83,000
Total Net Operating Transfers In	<u>267,000</u>	<u>83,000</u>
NET INCREASE (DECREASE)	<u>29,438</u>	<u>(178,419)</u>
AND DEPRECIATION ON FIXED ASSETS ACCRUED WITH SALES TAX BONDS THAT REQUIRES CONTRIBUTED CAPITAL FROM GOVERNMENT	<u>341,000</u>	<u>319,000</u>
NET INCREASE IN RETAINED EARNINGS	<u>470,438</u>	<u>(159,419)</u>
RETAINED EARNINGS - BEGINNING	<u>2,852,380</u>	<u>3,011,899</u>
RETAINED EARNINGS - ENDING	<u>\$ 3,322,818</u>	<u>\$ 2,852,480</u>

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

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

	For The Years Ended August 31,	
	1998	1997
CASH FLOWS FROM OPERATING ACTIVITIES		
Net Income (Loss)	\$ 256,841	\$ (211,781)
Adjustments to Reconcile Net Income (Loss) to Net Cash Provided by Operating Activities:		
Depreciation	497,487	499,221
Change in Assets and Liabilities:		
(Increase) in Accounts Receivable	(21,851)	(21,862)
(Increase) in Other Receivables	(714)	(279)
(Increase) Decrease in Due from Other Funds	29,540	(29,540)
(Increase) in Inventory	(71,702)	-
Increase in Accounts Payable and Accrued Expenses	14,686	503
Increase in Payroll Taxes and Retirement Payable	1,128	1,021
Increase (Decrease) in Due to Other Funds	(4,797)	66,717
Increase in Customer Deposits	86,242	8,576
Increase in Accrued Loss Contingency	83,088	-
(Increase) in Accrued Interest Payable	1782	1789
Net Cash Provided by Operating Activities	<u>805,280</u>	<u>208,212</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
(Increase) in Investments	<u>(6,680)</u>	<u>(22,100)</u>
Net Cash (Used in) Investing Activities	<u>(6,680)</u>	<u>(22,100)</u>
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES		
Acquisition and Construction of Capital Assets	(1,871,876)	(1,699,285)
Principal Paid on Reverse Bond Maturities	(21,088)	(26,088)
Capital Contributed from Other Funds	<u>1,624,494</u>	<u>1,694,808</u>
Net Cash (Used in) Capital and Related Financing Activities	<u>(268,470)</u>	<u>(430,565)</u>
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	530,130	(244,453)
CASH AND CASH EQUIVALENTS - BEGINNING OF YEAR	<u>603,261</u>	<u>847,714</u>
CASH AND CASH EQUIVALENTS - END OF YEAR	\$ 1,133,391	\$ 603,261
SUPPLEMENTAL DISCLOSURES OF CASH FLOW INFORMATION		
Interest Paid	\$ 12,128	\$ 12,128

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

CITY OF MANDEVILLE, LOUISIANA
NOTES TO FINANCIAL STATEMENTS

NOTE A

SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The **CITY OF MANDEVILLE, LOUISIANA**, adopted the Home Rule Charter on November 18, 1983 under the provisions of Article VI, Section 5, of the Louisiana Constitution of 1874. The City operates under a Mayor-Council form of government and provides the following services as authorized by its charter: public safety, highways and streets, sanitation and utilities, health and social services, culture and recreation, public improvements, planning and zoning, and general administrative services.

The accounting and reporting policies of the **CITY OF MANDEVILLE, LOUISIANA**, conform to generally accepted accounting principles as applicable to governments except for the valuation of fixed assets as further discussed in this note. Such accounting and reporting procedures also conform to the requirements of Louisiana Revised Statutes 24:517 and to the guides set forth in the Louisiana Municipal Audit and Accounting Guide, and to the industry audit guide, *Audit of State and Local Governmental Units*.

Implementation of a new accounting and reporting standard changing the valuation basis for investments and related income is included in this report. Additionally, implementation of a new accounting and reporting standard for the measurement, recognition, and display of pension expenditures and related liabilities or assets are included in this report. The adoption of these standards did not have a material effect on the financial statements.

The following is a summary of certain significant accounting policies:

1. REPORTING ENTITY

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

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

1. Appointing a voting majority of an organization's governing body, and
 - a. The ability of the City to impose its will on that organization and/or
 - b. The potential for the organization to provide specific financial benefits to or impose specific financial burdens on the City.
2. Organizations for which the City does not appoint a voting majority but are financially dependent on the City.

CITY OF MONROEVILLE, LOUISIANA
NOTES TO FINANCIAL STATEMENTS

NOTE A

SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

1. REPORTING ENTITY (Continued)

1. Organizations for which the reporting entity financial statements would be misleading if data of the organization is not included because of the nature or significance of the relationship.

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

2. FUND ACCOUNTING

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

GOVERNMENTAL FUNDS

GENERAL FUND

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

SPECIAL REVENUE FUNDS

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

DEBT SERVICE FUND

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

CAPITAL PROJECTS FUND

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

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

NOTE A

SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

2. FUND ACCOUNTING (Continued)

FIDUCIARY FUND

AGENCY FUND

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

PROPRIETARY FUND

ENTERPRISE FUND

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

3. FIXED ASSETS AND LONG-TERM LIABILITIES

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

Fixed assets used in governmental fund type operations are accounted for in a General Fixed Assets Account Group rather than in governmental funds. Fixed assets consisting of certain improvements other than building, including roads, bridges, curbs and gutters, streets and sidewalks, and lighting systems, have not been capitalized. Such assets normally are immovable and of value only to the City. Therefore, the purpose of stewardship for capital expenditures is satisfied without recording these assets. The City did not maintain a detailed property ledger for either the Enterprise Fund or the General Fixed Assets Group of Accounts prior to September 1, 1979.

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

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

NOTE A

SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

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

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

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

Year Ending	Fixed Asset Additions	
	General Fixed Assets	Enterprise Fund
August 31, 1980	\$ 171,556	\$ 32,727
August 31, 1981	30,329	2,888
August 31, 1982	123,175	115,818
August 31, 1983	289,184	468,969
August 31, 1984	225,276	1,208,888
August 31, 1985	245,493	816,147
August 31, 1986	284,606	303,257
August 31, 1987	170,276	32,184
August 31, 1988	174,278	1,797,863
August 31, 1989	285,625	4,748,389
August 31, 1990	48,956	798,211
August 31, 1991	183,233	271,377
August 31, 1992	138,787	364,381
August 31, 1993	196,614	665,643
August 31, 1994	232,944	388,915
August 31, 1995	613,638	112,069
August 31, 1996	985,463	97,540
August 31, 1997	984,318	2,363,277
August 31, 1998	381,156	1,838,780
Total	\$ 3,383,857	\$ 18,248,293

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

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

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

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

NOTE 4

SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

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

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

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

Sewerage System	10 - 20 Years
Equipment	5 - 5 Years

4. BASIS OF ACCOUNTING

All governmental funds are accounted for using the modified accrual basis of accounting. These revenues are recognized when they become measurable and available as net current assets. Expenditures are generally recognized under the modified accrual basis of accounting when the related fund liability is incurred except that principal and interest on general long-term debt is recognized when due. Purchase of various operating supplies are regarded as expenditures at the time purchased.

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

In accordance with GASB Statement No. 20, "Accounting and Financial Reporting for Proprietary Funds and Other Governmental Entities that use Proprietary Fund Accounting," it is the City's policy to apply all applicable GASB pronouncements as well as all FASB Statements and Interpretations, Accounting Principles Board Opinions and Accounting Research Bulletins of the Committee on Accounting Procedures issued on or before November 30, 1989, unless those pronouncements conflict with or contradict GASB pronouncements. The City has not adopted any FASB Statements or Interpretations, Accounting Principles Board Opinions and Accounting Research Bulletins of the Committee on Accounting Procedures issued after November 30, 1989.

5. BUDGETS AND BUDGETARY ACCOUNTING

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

CITY OF MANHEVILLE, LOUISIANA
NOTES TO FINANCIAL STATEMENTS

PART A

SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

5. BUDGETS AND BUDGETARY ACCOUNTING (Continued)

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

According to line item budgeting, actual expenditures for each line item may not exceed its corresponding budgeted amount. The budget may be amended under the same procedure as was followed under its adoption. The budgets presented have been amended.

Every appropriation, except an appropriation for a capital expenditure, shall lapse at the close of the fiscal year to the extent that it has not been expended or encumbered. An appropriation for a capital expenditure shall continue in force until the purpose for which it was made has been accomplished or abandoned; the purpose of any such appropriation shall be deemed abandoned if one (1) year passes without any disbursement from or encumbrance of the appropriation.

6. CASH AND INVESTMENTS

Cash includes amounts in demand deposits as well as time certificates of deposit.

Statutes authorize the City to invest in the following types of securities:

- (1) Direct U.S. Treasury obligations, the principal and interest of which are fully guaranteed by the U.S. Government.
- (2) Fully-collateralized certificates of deposit issued by qualified commercial banks and savings and loan institutions located within the State of Louisiana. In addition, local governments in Louisiana are authorized to invest in the Louisiana Asset Management Pool, Inc. (LAMP), a non-profit corporation formed by an initiative of the State Treasurer and organized under the laws of the State of Louisiana, which operates a local government investment pool.
- (3) Bonds, debentures, notes or other evidence of indebtedness issued or guaranteed by federal agencies, or by U.S. government instrumentalities which are federally assured, and provided such obligations are backed by the full faith and credit of the U.S.
- (4) Direct purchase agreements of any federal bank entry only securities mentioned in paragraphs (1) and (3) above. "Direct security repurchase agreements" means an agreement under which the political subdivision buys, holds for a specified time, and then sells back those securities and obligations mentioned in paragraphs (1) and (3) above.

CITY OF MANHEVILLE, LOUISIANA
NOTES TO FINANCIAL STATEMENTS

NOTE A

SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

6. CASH AND INVESTMENTS (Continued)

- (3) Mutual or trust fund institutions which are registered with the Securities and Exchange Commission under the Securities Act of 1933 and the Investment Act of 1940, and which have underlying investments consisting solely of and limited to securities of the U.S. government or its agencies.

Short-term investments are stated at amortized cost, which approximates market. Certain investments, as required by Government Auditing Standards Board Provisions No. 21 are reported at fair value which is determined using selected bases.

Cash and Cash Equivalents consists of cash, as defined above, including restricted cash.

7. INVENTORIES

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

It was not practicable to determine the amount of governmental fund type inventories at August 31, 1998, and therefore, such inventories are not reported in the accompanying governmental fund type financial statements as required by generally accepted accounting principles. In the opinion of management, such inventories would be immaterial to the financial statements.

There exists inventories of cemetery plots of \$14,732 and mausoleum crypts of \$2,714 at August 31, 1998. These inventories are valued at cost.

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

8. COMPARATIVE DATA

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

9. TOTAL COLUMNS ON COMBINED STATEMENTS - OVERVIEW

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

CITY OF MONROEVILLE, LOUISIANA
NOTES TO FINANCIAL STATEMENTS

NOTE A

SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

10. PROPERTY TAXES

Property taxes are due on January 1 and delinquent if not paid by March 31. Property taxes are recorded as revenues upon receipt of payments. Property on which the taxes have not been paid is adjudicated to the City after being offered for sale to the public. Revenues - Tax Fees is indicated in the financial statements. Total property tax revenue for the year ended August 31, 1998 was \$975,703 and is recorded in the funds as follows:

General Fund	\$	811,681
Debt Service Fund		<u>164,022</u>
		<u>\$ 975,703</u>

11. SALES TAXES

Sales tax collections for the year ended August 31, 1998 was \$5,918,862 and was collected from the following sources:

1% Special Sales and Use Tax	\$	2,097,216
1% Sales and Use Tax		2,097,216
State Parish & Municipal Motor Vehicle Sales Tax		807,588
3% Sales and Use Tax		<u>1,898,842</u>
		<u>\$ 5,918,862</u>

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

12. ACCUMULATED UNPAID VACATION LEAVE AND SICK PAY

An employee may accrue annual leave up to a maximum of 30 days. At termination, employees are paid for any accumulated annual leave. No payment is made to terminated employees for accrued sick leave. The amount of accumulated annual leave payable in the financial statements at August 31, 1998 is \$151,843.

13. ACCOUNTS RECEIVABLE

Uncollectible amounts due for customers' utility receivables are recognized as bad debts through the establishment of an allowance account at the time information becomes available which would indicate the uncollectibility of the particular receivable. The allowance is \$34,794 at August 31, 1998.

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

NOTE B

CHANGES IN FIXED ASSETS

A summary of changes in general fixed assets follows:

	Balance September 1, 1991	Additions	Deletions	Balance August 31, 1992
Land	\$ 642,323	\$ 783	\$ -	\$ 643,106
Buildings	1,564,792	2,540	-	1,567,332
Improvements Other Than Buildings	1,067,145	-	-	1,067,145
Equipment	2,712,796	389,433	-	3,102,229
Total	\$ 6,987,056	\$ 783	\$ -	\$ 7,050,264

A summary of proprietary fund type property, plant and equipment at August 31, 1992 follows:

Water and Sewer System and Equipment	\$ 18,858,887
Construction in Progress	1,376,242
	20,235,129
Less: Accumulated Depreciation	(4,623,943)
Net	\$ 15,611,186

Depreciation expense for the year ended August 31, 1992 was \$493,807. Of this amount \$141,653 was depreciation on assets purchased with bond money.

NOTE C

CHANGES IN LONG-TERM DEBT

The following is a summary of bond transactions of the City for the year ended August 31, 1992:

	Contract of Indebtedness	General Obligation	Water Revenue	Total
Bonds and Certificates Payable at September 1, 1991	\$ 3,250,000	\$ 3,850,000	\$ 217,000	\$ 7,317,000
Bonds Retired	(275,000)	(495,000)	(21,000)	(791,000)
Bonds and Certificates Payable at August 31, 1992	\$ 2,975,000	\$ 3,355,000	\$ 196,000	\$ 6,526,000

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

NOTE B

COMBINED SCHEDULE OF BONDS PAYABLE - AUGUST 31, 1998

Sales Tax Bonds	Interest			Years	Annual Period Payments	
	Payment Dates	Year or Certificate Number	% Rate		Amount	Balance
Bonds 1988, Issued						
12 1/2% for \$6,200,000 (Refunding Series 1987 Sales Tax Bonds)	1/1 and 5/1	1988	6.70	1999	\$ 295,000	\$ 295,000
		2000	6.80	2000	315,000	315,000
Payable from Special 1 1/4% Sales Tax		2001	6.85	2001	325,000	325,000
		2002	6.90	2002	360,000	360,000
		2003	6.95	2003	385,000	385,000
		2004	7.00	2004	410,000	410,000
		2005	7.05	2005	440,000	440,000
		2006	7.10	2006	470,000	470,000
		2007	7.20	2007	505,000	505,000
		2008	7.30	2008	540,000	540,000
		2009	7.30	2009	575,000	575,000
						\$ 6,200,000
Bonds 1991, Issued						
12 1/2% for \$1,800,000 (Street Improvements)	1/1 and 5/1	1991	6.20	1999	\$ 90,000	\$ 90,000
		2000	6.30	2000	95,000	95,000
Payable from Special 1 1/4% Sales Tax		2001	6.40	2001	100,000	100,000
		2002	6.50	2002	110,000	110,000
		2003	6.60	2003	120,000	120,000
		2004	6.60	2004	130,000	130,000
		2005	6.60	2005	135,000	135,000
		2006	6.60	2006	140,000	140,000
		2007	6.60	2007	145,000	145,000
		2008	6.60	2008	150,000	150,000
		2009	6.60	2009	155,000	155,000
						\$ 1,800,000

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

NOTE B

COMBINED SCHEDULE OF BONDS PAYABLE - AUGUST 31, 1998 (Continued)

Water Improvement Bonds	Payment Dates	Interest			Annual Serial Payments	
		Year or Certificate Number	% Rate	Years	Amount	Balance
Bonds Issued 2/1/94 for \$1,500,000, Payable from Ad Valorem Taxes	8/1	1998	5.0	1999	\$ 50,000	\$ 50,000
		2000	4.0	2000	50,000	50,000
		2001	4.1	2001	55,000	55,000
		2002	4.2	2002	60,000	60,000
		2003	4.3	2003	65,000	65,000
		2004	4.4	2004	65,000	65,000
		2005	4.5	2005	70,000	70,000
		2006	4.7	2006	75,000	75,000
		2007	4.9	2007	80,000	80,000
		2008	5.05	2008	90,000	90,000
		2009	5.1	2009	95,000	95,000
		2010	5.25	2010	100,000	100,000
		2011	5.2	2011	100,000	110,000
		2012	5.25	2012	105,000	115,000
2013	5.25	2013	125,000	125,000		
2014	5.25	2014	135,000	135,000		
					1,460,000	
Total General Obligation Bonds						\$ 1,460,000

Revenue Bonds	Payment Dates	Interest			Annual Serial Payments	
		Year or Certificate Number	% Rate	Years	Amount	Balance
Bonds Issued 12/8/80 for \$450,000 (Water and Sewer) Payable from Water and Sewer Revenues	12/8	1998-2005	5.00%	1998	\$ 32,800	\$ 32,800
				1999	35,800	35,800
				2000	38,800	38,800
				2001	41,800	41,800
				2002	45,000	45,000
				Thereafter		80,000
Total Revenue Bonds						\$ 208,000

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

NOTE D:

COMBINED SCHEDULE OF BONDS PAYABLE - AUGUST 31, 1998 (Continued)

Certificate of Indebtedness	Interest				Annual Serial Payments	
	Payment Date	Year or Certificate Number	% Rate	Year	Amount	Balance
Certificates dated 3/1/98 for \$1,000,000, Payable from General Fund Revenue	3/1	1999	4.82	1999	\$ 290,000	\$ 290,000
		2000	4.82	2000	285,000	575,000
		2001	4.82	2001	280,000	855,000
		2002	4.82	2002	275,000	1,130,000
		2003	4.82	2003	270,000	1,400,000
		2004	4.82	2004	265,000	1,665,000
Total Certificates of Indebtedness						\$ 1,665,000

NOTE E:

ANNUAL REQUIREMENTS TO AMORTIZE LONG-TERM DEBT

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

Year Ending August 31,	Certificate of Indebtedness	General Obligation	Water Revenue Bonds	Total
1999	\$ 378,206	\$ 986,458	\$ 32,280	\$ 1,396,944
2000	378,206	982,829	32,280	1,393,315
2001	378,204	967,161	32,000	1,377,365
2002	378,219	968,949	31,800	1,378,968
2003	381,798	912,953	31,680	1,326,431
2004-2114	<u>338,816</u>	<u>8,135,322</u>	<u>98,200</u>	<u>8,572,338</u>
	\$ 2,338,669	\$ 18,675,711	\$ 254,780	\$ 21,269,160

\$1,876,890 is available in the Debt Service Fund to service the General Obligation Bonds.

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

NOTE E

ANNUAL REQUIREMENTS TO AMORTIZE LONG-TERM DEBT (Continued)

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

	August 31, 1998		
	Required Balance	Actual Balance	Variance- Favorable (Unfavorable)
sinking Fund	\$ 24,000	\$ 20,100	\$ -
Reserve Fund	21,800	23,001	-
Depreciation and Contingency Fund	21,132	22,132	-
Totals	\$ 66,932	\$ 65,233	\$ -

The City performed a defeasance of its Series 1987 Sales Tax Bonds in accordance with Chapter 14 of Title 19 of the Louisiana Revised Statutes of 1952, as amended. An advance refunding was performed whereby new debt (Series 1990 Sales Tax Bonds) was issued to provide money to pay interest on old, outstanding debt as it becomes due and to pay principal on the old debt as it matures. The proceeds from the sale of the advance refunding bonds was placed in an irrevocable trust with Whitney National Bank (Escrow Agent) to be used solely for satisfying scheduled payments of both interest and principal of the defeasible debt. The total amount of defeasible debt outstanding as of August 31, 1998 is \$2,780,000.

NOTE F

MANHATTAN ENDOWED CARE TRUST FUND

The City entered into an agreement with the Citicorp Bank and Trust Company on June 24, 1980 creating "Lake Louis Park, Inc., Endowed Care Trust, Town of Mandeville". This trust fund was created to provide for the maintenance and care of the manorhouse. On July 19, 1991, the account was transferred to the Whitney National Bank Trust Division upon the closing of the Trust Department at Citicorp Bank. The trust can make disbursements to the city "upon presentation to the company of an itemized and itemized statement of maintenance expenses and costs approved and signed by the mayor". This account is not reflected on the financial statements because the Trust Fund is not considered a part of the reporting entity. The balance of this account as of August 31, 1998 is:

Fed GMMB Trust	\$ 43,781
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**CITY OF MANDEVILLE, LOUISIANA
NOTES TO FINANCIAL STATEMENTS**

NOTE G

OTHER REQUIRED INDIVIDUAL FUND DISCLOSURES

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

Individual fund interfund receivable and payable balances. Such balances at August 31, 1998 were:

Fund	Interfund Receivable	Interfund Payable
General Fund	\$ 202,758	\$ 5,090
Special Revenue Fund	920	2,762
Debt Service Fund	-	119,113
Capital Projects	1,840	-
Enterprise Fund	-	87,390
	<u>\$ 205,518</u>	<u>\$ 215,355</u>

NOTE H

LITIGATION

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

NOTE I

RESERVE FOR CAPITAL EXPENDITURE

The reserve for capital expenditures is \$85,216. The reserve for capital expenditures is restricted for certain police acquisitions.

NOTE J

SELF-INSURANCE PROGRAM

As of March 1, 1993, the City became self-insured for up to \$20,000 per employee with respect to its medical insurance. The plan is serviced by an independent service company. The City is also partially self-insured for up to \$25,000 per occurrence/\$50,000 aggregate for the year with respect to its property and casualty insurance.

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

NOTE K

PENSION PLANS

MUNICIPAL EMPLOYEES' RETIREMENT SYSTEM (MERS)

Plan Description and Provisions:

All of the City's full-time employees, other than police employees, participate in the MERS, a multiple-employer, non-sharing pension plan. The payroll for employees covered by the MERS for the year ended August 31, 1998 was \$1,342,903. The City's total payroll, including police department, was \$1,318,872.

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

1. Age 55 with thirty (30) years of creditable service.
2. Age 60 with a minimum of ten (10) years of creditable service.
3. Under age 60 with ten (10) years of creditable service eligible for disability benefits.
4. Survivor's benefits require twenty (20) years creditable service at death of member.

Generally, the monthly amount of the retirement allowance for any member shall consist of an amount equal to 2% of the member's final compensation multiplied by his years of creditable service. However, under certain conditions as outlined in the statute, the benefit is not limited to specified amounts.

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

Description of Funding Policy:

The System's contribution requirements are not actuarially determined. Instead, the contribution requirements are currently established by statute. As of July 1, 1997, the statutory rates were 3% member contribution and 2.35% employee contribution of the total covered payroll. The City has elected to pay the member contribution as an additional benefit to City employees. The City's contribution requirement for the years ended August 31, 1996, 1997 and 1998 was \$185,548, \$185,548 and \$173,877 which represents 7.79%, 7.58% and 8.31% of covered payroll, respectively.

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

NOTE K

PENSION PLANS (Continued)

MUNICIPAL EMPLOYEES' RETIREMENT SYSTEM (MERS) (Continued)

Description of Funding Policy (Continued)

The amount reported below as "pension benefit obligation" is a standardized disclosure measure of the present value of pension benefits, adjusted for the effects of projected salary increases, estimated to be payable in the future as a result of employee service to date. The measure is the actuarial present value of credited projected benefits and is intended to assist users in assessing the plan's funding status on a going-concern basis. Actuarial projections made in accumulating sufficient assets to pay benefits when due, and make comparisons among governmental pension plans and employers. The MERS does not conduct separate measurements of assets and pension benefit obligations for individual employers. The pension benefit obligations at June 30, 1993 for the MERS as a whole, determined through an actuarial valuation performed as of that date, was \$76,546,138. The MERS net assets available for benefits on that date (valued at market) were \$26,245,768, resulting in an unfunded pension benefit obligation of \$50,300,370. The City's contribution represented 5.0% of total contributions received of all participating employers.

Trend Information:

Five-year historical trend information governing the MERS program is accumulating sufficient assets to pay benefits when due is presented in the MERS June 30, 1993 annual financial report. The MERS June 30, 1998 annual financial report was not available as of the date of this audit report.

MUNICIPAL POLICE EMPLOYEES' RETIREMENT SYSTEM (MPERS)

Plan Description and Provision:

All of the City's full-time police officers participate in the MPERS, a multiple-employer, cost sharing pension plan. The payroll for employees covered by the MPERS was \$398,090 including \$109,330 of state supplemental pay. The City's total police department payroll was \$1,325,834.

Any member is eligible for normal retirement after he has been a member of the System for one year, if he has 35 years of creditable service at any age or has 28 years creditable service and is age 50 or has 12 years creditable service and is age 55.

Benefit's rates are three and one-third percent of average final compensation (average monthly earnings during the highest 36 consecutive months or joined months if service was interrupted) per number of years creditable service not to exceed 50% of final salary.

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

NOTE K

PENSION PLANS (Continued)

MUNICIPAL POLICE EMPLOYEES' RETIREMENT SYSTEM (MPERS) (Continued)

Plan Description and Provisions (Continued)

A member is eligible to receive disability benefits if he was an active contributing member of the Retirement System or, if he is no longer a member but has 30 years creditable service established in the System and suffers disability which has been certified by examination by a member of the State-wide Medical Disability Board. A service related disability requires a certain number of years of creditable service, however, a non-service connected disability requires five years of creditable service.

The disability benefits are calculated at three percent of average final compensation multiplied by years of creditable service, but shall not be less than 40% nor more than 60% of average final compensation. Upon reaching the age required for regular retirement, the disability pensioner receives the greater of disability based or accrued based if earned to date of disability.

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

Description of Funding Policy:

Effective July 1, 1994, contributions for all member employees are established by statute at 7.5% percent of employee's taxable compensation excluding overtime, but including state supplemental pay and nine percent employer contribution. The City has elected to pay the member contribution as an additional benefit to City police employees. The City's contribution requirement for the years ended August 31, 1998, 1997 and 1996 were \$652,485, \$126,814 and \$146,850 which represents 10.61%, 15.6% and 15.15% of covered payroll, respecttively.

The amount reported below as "pension benefit obligation" is a standardized disclosure measure of the present value of pension benefits, adjusted for the effects of projected salary increases, estimated to be payable in the future as a result of employee service to date. The measure is the actuarial present value of credited projected benefits and is included to help users assess the plan's funding status on a going-concern basis, assess progress made in accumulating sufficient assets to pay benefits when due, and make comparisons among government pension plans and employers. The MPERS does not conduct separate measurements of assets and pension benefit obligations for individual employees. The pension benefit obligation as June 30, 1997 for the MPERS as a whole, determined through an actuarial valuation performed as of that date, was \$918,383,209. The MPERS net assets available for benefits on that date (valued at market) were \$929,944,223. The City's contribution represented 1.18% of total actuarial contributions required.

CITY OF MANDEVILLE, LOUISIANA
NOTES TO FINANCIAL STATEMENTS

NOTE K

PENSION PLANS (Continued)

MUNICIPAL POLICE EMPLOYEES' RETIREMENT SYSTEM (MPERS) (Continued)

Trend Information:

Five-year historical trend information presenting the MPERS' progress in accumulating sufficient assets to pay benefits when due is presented in the MPERS June 30, 1997 annual financial statements.

NOTE L

CASH AND TIME CERTIFICATES OF DEPOSIT

At August 31, 1998, the carrying amount of the City's deposits was \$1,258,362 (including \$104,519 of restricted funds), and the bank balance was \$6,098,448. Of the bank balance, \$1,613,248 was covered by Federal Depository Insurance and \$4,475,699 was covered by collateral pledged to the CITY OF MANDEVILLE, LOUISIANA, by the institution.

NOTE M

INVESTMENTS

The City's investments (which include \$814,116 reserved for debt service) are categorized below to give an indication of the level of risk assumed by the City at year end. Category 1 includes investments that are insured or registered or for which the securities are held by the City or its agent in the City's name. Category 2 includes uninsured and unregistered investments for which the securities are held by the broker's or dealer's trust department or agent in the City's name. Category 3 includes uninsured and unregistered investments for which the securities are held by the broker or dealer, or by its trust department or agent, but not in the City's name.

	Category			Carrying Amount	Fair Value
	1	2	3		
U.S. Government Securities and Instruments	\$ 1,219,176	\$ -	\$ -	\$ 1,219,176	\$ 1,218,271
Investment in a Pool Managed by the Louisiana Asset Management Pool				1,167,545	1,167,545
Total Investment				\$ 2,386,721	\$ 2,385,816

CITY OF MONROVILLE, LOUISIANA
NOTES TO FINANCIAL STATEMENTS

NOTE N

LEASE

The City entered into a lease agreement with a local government entity commencing on the 1st day of January, 1997 and terminating on the last day of December, 2007. The City (Lessor) will receive \$25 annually, payable in advance on or before the first day of January of each calendar year during the term of the lease. In addition, Lessee shall pay to the City a sum of money equal to the amount of the lessee responsive bid submitted by a responsible contractor for the construction on City owned property of a maintenance facility to be used by the Lessee during the term of the lease. In accordance with the lease agreement, the Lessee is responsible for paying for all necessary insurance on the property, applicable taxes, utilities and proper maintenance. The Lessee may not assign any rights under the lease nor may grant any subleases. At the termination of the lease, Lessee shall retain ownership of all improvements constructed on the property.

At August 31, 1998, the City has received \$85,897 of construction deposits from the Lessee for infrastructure improvements, including an access road, to the property. This amount has been included as a liability in the general fund of the financial statements.

NOTE O

CONTINGENT LIABILITY

Included in the utility and plant equipment account of the City's Enterprise Fund is a sewer and water treatment facility. The City was notified of a proposed civil penalty from the Environmental Protection Agency with a maximum amount of \$177,500 for non-compliance with its wastewater treatment permit. A liability of \$85,000 has been accrued as of August 31, 1998, and a provision for loss in a corresponding amount has been charged to operations for the year end August 31, 1998. The City is currently upgrading its facility to improve the wastewater treatment process under the guidance of the EPA. For the year end August 31, 1999, an amount of \$675,000 has been included in its operating budget to meet all applicable environmental standards.

NOTE P

CONTRIBUTAL PAYMENTS

In accordance with GASB No. 26, "Accounting and Financial Reporting For Certain Grants and Other Financial Assistance", the amount of state supplemental wages paid directly to police officers, has been recognized by the City as revenues and expenditures. The amount recognized for the year ended August 31, 1998 was \$108,100.

GENERAL FUND

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

**CITY OF MONROE, LOUISIANA
GENERAL FUND**

COMPARATIVE BALANCE SHEET

ASSETS	August 31,	
	1998	1997
	CURRENT ASSETS	
Cash	\$ 791,160	\$ 1,265,214
Investments - at Amortized Cost	1,252,297	835,642
Receivables		
Gains	219,517	866,028
Other	86,293	2,979
Due from Other Funds		
Enterprise Fund	81,340	96,003
Debt Service Fund	129,679	263,606
Motor Deposits	3,290	2,389
Insurance Deposit	-	5,362
Inventory		
Unsold Cemetery Plots and Mausoleum Crypts	18,498	18,978
Other Assets	-----	-----
Total Current Assets	2,528,874	3,581,358
RESTRICTED ASSETS		
Cash	-----	1,119
Total Restricted Assets	-----	1,119
Total Assets	<u>\$ 2,603,781</u>	<u>\$ 3,582,477</u>
LIABILITIES AND FUND BALANCE		
LIABILITIES		
Accounts Payable and Accrued Expenses	\$ 561,151	\$ 575,156
Payroll Taxes and Retirement Payable	9,962	11,419
Construction Deposit	65,897	125,200
Due to Other Funds		
Debt Service Fund	-----	5,866
Total Liabilities	647,967	717,631
FUND BALANCE		
Reserved for Inventory of Unsold Cemetery and Mausoleum Crypts	18,498	18,978
Reserved for Capital Expenditures	49,106	1,719
Unreserved and Undesignated	-----	2,817,798
Total Fund Balance	1,548,871	2,838,435
Total Liabilities and Fund Balance	<u>\$ 2,603,781</u>	<u>\$ 3,582,477</u>

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

**CITY OF MONROE, LOUISIANA
GENERAL FUND**

**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE (BUDGET) YEAR (BASED ON ACTION)
For The Year Ended August 31, 1998
With Comparative Actual Amounts For The Year Ended August 31, 1997**

	1998		Variance - Favorable (Unfavorable)	1997 Actual
	Budget	Actual		
REVENUES				
Taxes				
Ad Valorem	\$ 888,000	\$ 873,482	\$ 14,518	\$ 748,471
Transfer	438,000	433,626	4,374	481,833
Total Taxes	<u>1,326,000</u>	<u>1,307,108</u>	<u>18,892</u>	<u>1,230,304</u>
License and Permits				
Building Permits	80,000	109,804	29,804	89,838
Insurance Licenses	297,000	296,265	735	283,744
Permits and Incorporated Licenses	360,000	363,471	3,471	348,734
Temporary Licenses	15,000	13,748	1,252	14,949
Beer and Liquor Licenses	44,000	36,755	7,245	43,814
Reg. Licenses	80	28	52	88
Total License and Permits	<u>796,000</u>	<u>796,871</u>	<u>871</u>	<u>698,717</u>
Intergovernmental				
Tobacco Taxes	30,000	31,964	1,964	31,964
Federal Grants	1,846,000	201,786	(1,644,214)	856,173
State Grants	-	33,438	33,438	33,311
Video Poker Revenues	15,000	87,881	72,881	83,881
Total Intergovernmental	<u>1,891,000</u>	<u>453,869</u>	<u>(1,437,131)</u>	<u>485,339</u>
Charges for Services				
Garbage Fees	240,000	241,025	1,025	441,311
Tax Payments	1,000	3,738	2,738	1,800
Printing Fees	10,000	13,134	3,134	10,044
Contract Fees	1,000	3,892	2,892	1,411
Total Charges for Services	<u>252,000</u>	<u>261,789</u>	<u>9,889</u>	<u>556,566</u>
Recurrent Income:				
Police Fees	135,000	133,808	1,192	148,252
Interest Income	45,000	31,881	13,119	47,882
Miscellaneous				
Sale of Cemetery Plots	20,000	19,649	351	42,728
Refundations	35,000	57,134	22,134	84,962
Donations	4,000	4,500	500	3,800
Sale of Property/Equipment	4,000	5,888	1,888	388
Total Miscellaneous	<u>63,000</u>	<u>87,171</u>	<u>24,171</u>	<u>128,222</u>
On-Behalf Payments				
	-	189,708	189,708	33,738
Total Revenues	<u>3,793,000</u>	<u>3,528,782</u>	<u>(2,644,212)</u>	<u>3,548,762</u>

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

CITY OF DANBURYVILLE, LOUISIANA
GENERAL FUND

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

	1997		Variance - Favorable (Unfavorable)	1997 Actual
	Budget	Actual		
EXPENDITURES				
Current				
General Governmental	4,048,500	3,876,600	1,721,900	3,241,900
Public Safety - Police	2,410,000	2,746,500	73,400	2,869,700
Public Works - Streets and Sanitation	2,140,000	1,886,800	2,633,300	1,111,100
Capital Payments	-	89,700	(89,700)	73,100
Debt Serv	30,000	18,200	1,700	23,800
Total Expenditures	<u>9,628,500</u>	<u>6,807,800</u>	<u>2,818,600</u>	<u>4,319,700</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	<u>(6,094,500)</u>	<u>(3,841,700)</u>	<u>2,252,700</u>	<u>(3,263,100)</u>
OTHER FINANCING SOURCES (USES)				
Operating Transfers:				
Sales Tax Fund	1,190,000	1,190,000	-	1,190,000
Special State Tax Fund	820,000	820,000	-	820,000
Fair Share	(270,000)	(170,000)	1,000	(210,000)
Total Other Financing Sources	<u>2,740,000</u>	<u>2,840,000</u>	<u>1,000</u>	<u>1,799,999</u>
EXCESS (DEFICIENCY) OF REVENUES AND OTHER SOURCES OVER EXPENDITURES	<u>(3,294,500)</u>	<u>(961,700)</u>	<u>1,252,700</u>	<u>(1,463,100)</u>
FUND BALANCE - BEGINNING	<u>2,838,076</u>	<u>2,094,076</u>	<u>-</u>	<u>1,896,000</u>
ADDITION (DEDUCTION) FROM (TO) FUND BALANCE	<u>-</u>	<u>(470)</u>	<u>(470)</u>	<u>(32,070)</u>
FUND BALANCE - ENDING	<u>\$ 2,838,076</u>	<u>\$ 1,623,376</u>	<u>\$ 1,190,000</u>	<u>\$ 1,863,930</u>

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

**CITY OF MONROEVILLE, LOUISIANA
GENERAL FUND**

**STATEMENT OF EXPENDITURES - COMPARED TO BUDGET (DAAIF BASIS)
For The Year Ended August 31, 1998
With Comparative Actual Amounts For The Year Ended August 31, 1997**

	1998		Variance - Favorable - (Unfavorable)	1997 Actual
	Budget	Actual		
GENERAL GOVERNMENT				
Salaries	\$ 600,000	\$ 571,321	\$ 28,679	\$ 537,079
Council Meeting Fees	40,000	45,765	(761)	45,800
City Attorney Retainer	5,000	4,800	200	4,400
Advertising	5,000	9,691	(4,691)	7,484
Audit and Accounting	28,500	28,130	370	28,150
Council on Aging	2,500	2,500	-	2,500
Funeral Home	18,500	14,530	1,970	1,844
Animal Service and Supplies	23,500	22,444	1,056	21,350
Maintenance of Equipment	3,000	3,680	(680)	3,314
Membership, Dues and Subscriptions	90,500	8,928	1,972	9,620
Miscellaneous	1,800	588	1,212	164
Office Supplies	11,500	11,091	409	10,180
Payroll Taxes	40,000	41,034	(1,034)	39,647
Postage	7,000	6,871	129	6,721
Retirements	41,000	41,691	(1,691)	47,282
Stationery and Printing	18,000	1,944	2,204	16,321
Telephone	25,000	19,815	1,185	18,841
Animal Control	24,000	20,940	3,060	800
Youth Service	18,000	18,000	-	7,800
Travel, Meetings and Conferences	8,000	8,886	(886)	4,350
Utilities	22,000	29,640	(2,730)	28,911
City Engineer Retainer	4,000	4,000	-	4,000
License(s) (Development Council)	4,000	3,075	925	3,000
City Hall Maintenance	21,000	9,000	12,000	16,340
General Insurance	23,000	8,410	14,590	17,154
Employee Medical Insurance	120,000	120,503	(1,003)	101,628
Workers' Compensation	4,000	3,523	478	3,333
Computer Programs and Supplies	11,000	11,288	(288)	9,933
Retention - Equipment Maintenance	5,000	3,374	1,626	3,549
Mayor Allowance	3,000	2,843	157	2,970
Per diem	2,500	2,495	5	2,429
Incentives and Identification	4,000	4,000	-	3,970
Insurance - Property	3,000	1,800	1,200	3,000
General Liability Claims	40,000	22,389	17,611	40,432
Planning and Zoning Meeting Fees	8,500	1,000	7,500	8,000
Official Expense	-	-	-	2,300
Insurance - Vehicle	2,500	1,000	1,500	425

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

**CITY OF MONROVILLE, LOUISIANA
GENERAL FUND**

**STATEMENT OF EXPENDITURES - COMPARED TO BUDGET (GAAP BASIS) (Continued)
For The Year Ended August 31, 1999
With Comparative Actual Amounts For The Year Ended August 31, 1997**

	1999		Variance - Favorable (Unfavorable)	1997 Actual
	Budget	Actual		
GENERAL GOVERNMENT (Continued)				
Car Allowance	800	487	313	429
Enclosure (Halter)	88,000	-	88,000	4,848
Recreation	50,000	7,000	43,000	32,890
Capital Outlay	1,758,500	118,710	1,639,790	471,848
Employee Paid - Special Projects	218,000	74,319	143,681	88,120
Garbage Collection Fees	102,000	115,434	13,434	460,871
Social Service Programs	500	-	500	-
Fuel, Oil and Lube	4,000	3,946	54	3,870
Contract Labor	174,000	74,324	99,676	76,817
Vehicle Maintenance	1,000	2,428	1,428	3,320
Garage Fees	4,000	3,008	992	2,977
Recording Fees	2,000	653	1,347	2,073
Civil Service	1,000	997	3	681
Training	10,500	10,204	296	4,100
Community Center	6,000	1,014	4,986	5,884
Equipment Rental	4,000	3,893	1,107	7,320
Parks and Pathways	83,000	18,066	64,934	28,545
Total General Government	2,408,700	2,208,672	2,000,028	2,242,899

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

**CITY OF MONROEVILLE, LOUISIANA
GENERAL FUND**

**STATEMENT OF EXPENDITURES COMPARED TO BUDGET (GAAP BASIS) (Continued)
For The Year Ended August 31, 1998
With Comparative Actual Amounts For The Year Ended August 31, 1997**

	1998		Variance - Favorable (Unfavorable)	1997 Actual
	Budget	Actual		
PUBLIC SAFETY - POLICE				
Salaries	\$ 1,200,000	\$ 1,208,188	\$ 8,188	\$ 1,804,203
Commissions and Overtime	7,000	5,955	1,045	4,286
Insurance - Police Professional	34,000	14,520	19,480	20,100
Insurance - Employee Medical	190,000	194,340	(4,340)	142,896
Insurance - Building	3,000	3,000	0	3,281
Maintenance and Repairs of Vehicles	20,000	28,113	(8,113)	20,281
Tools and Accessories	2,000	1,768	232	1,836
Workman's Compensation	40,000	44,968	(4,968)	42,024
Payroll Taxes	100,000	101,664	1,664	83,961
Retirement	104,000	107,440	(3,440)	175,814
Telephone	20,000	20,004	(4)	18,286
Maintenance of Radio and Radio	15,000	14,800	200	22,571
Uniforms	10,000	10,000	0	10,860
Armedial	2,000	2,000	0	2,000
Schools and Training Courses	10,000	10,000	0	10,000
Office Supplies	10,000	10,563	(563)	11,152
Capital Outlay	300,000	309,171	(9,171)	244,443
Utilities	12,000	10,900	1,100	10,432
Prisoner Expenses	1,000	110	890	1,984
Vehicles and Equipment Insurance	14,000	12,000	2,000	2,894
Civil Service	3,000	3,000	0	3,000
Computer Supplies	2,000	4,000	(2,000)	4,822
Printing	2,000	2,000	0	4,414
Police Supplies	10,000	10,000	0	11,618
Postage	2,000	3,833	(1,833)	2,926
Fuel, Oil and Lube	40,000	71,024	(31,024)	20,522
Crime Prevention	20,000	15,500	4,500	12,800
Crime Investigation	3,000	2,571	429	4,222
Equipment Maintenance and Repair	2,000	0	2,000	1,854
Building Maintenance and Repair	2,000	2,000	0	5,140
Equipment Rental	4,500	4,811	(311)	4,128
Total Public Safety - Police	\$ 2,410,000	\$ 2,345,500	\$ 64,500	\$ 2,088,228

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

**CITY OF MONROEVILLE, LOUISIANA
GENERAL FUND**

**STATEMENT OF EXPENDITURES COMPARED TO BUDGET (PLANT BASIS) (Continued)
For The Year Ended August 31, 1998**

With Comparative Actual Amounts For The Year Ended August 31, 1997

	1998		Variance - (Favorable / Unfavorable)	1997 Actual
	Budget	Actual		
PUBLIC WORKS -				
STREETS AND SANITATION				
Salaries	\$ 441,000	\$ 410,000	\$ 31,000	\$ 405,502
Workman's Compensation	21,000	20,000	1,000	20,000
Fuel, Oil and Lube	14,000	13,400	500	13,300
Insurance - Employee Medical	40,000	35,000	5,000	34,770
Refuse/rent	50,000	51,000	(1,000)	50,000
Maintenance of Vehicles	15,000	15,100	(100)	15,000
Payroll Taxes	35,000	33,000	2,000	33,400
Street, Asphalt and Gravel	70,000	71,700	(1,700)	71,700
Supplies	10,000	23,400	(13,400)	10,000
Contract Labor	40,000	40,000	0	39,000
Uniforms	3,000	3,000	0	3,000
Food and Beverage Allowance	2,000	2,000	0	2,000
Utilities	50,000	47,000	3,000	47,000
Rubber Maintenance	1,000	2,000	(1,000)	2,000
Capital Outlay	2,200,000	1,000,000	1,200,000	2,150,000
Signs and Lights	20,000	20,000	0	18,500
Vehicle and Equipment Insurance	1,000	1,000	0	1,000
Abseaso and Pest Control	1,000	0	1,000	2,100
Insurance - General	8,000	7,000	1,000	6,000
Equipment Maintenance	20,000	21,000	(1,000)	20,000
Office Supplies	3,000	3,000	0	3,000
Insurance - Property	1,000	1,000	0	1,000
Telephone	4,000	3,000	1,000	3,000
Depreciation Bond	1,000	100	900	200
Building Maintenance	4,000	3,100	900	4,000
Total Public Works				
Grants and Donations	\$ 3,040,000	\$ 3,000,000	\$ 40,000	\$ 3,011,000

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

SPECIAL REVENUE FUNDS

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

SPECIAL SALES TAX FUND - To account for 10% of the sales and use tax and the state Parish & Municipal Motor Vehicle sales tax. One percent became effective January 1, 1987 and is to be used for the retirement of the 1993 Advance Refunding Bonds for \$4,785,800 and 1994 Public Improvements Bonds for \$1,865,000. The additional 9% became effective August 1, 1991 and is to be used for street improvements.

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

**CITY OF MANDEVILLE, LOUISIANA
SPECIAL REVENUE FUNDS**

COMBINING BALANCE SHEET

August 30, 1998

With Comparative Totals For August 31, 1997

	Sales Tax	Special Sales Tax	Totals	
			1998	1997
ASSETS				
Cash	\$ 59,814	\$ 713,828	\$ 773,642	\$ 444,934
Investments - at Amortized Cost	38,884	233,268	272,152	563,989
Interest Receivable	-	991	991	-
Due - From Other Funds - Special Sales Tax	521	-	521	-
Total Assets	\$ 99,219	\$ 948,117	\$ 1,047,316	\$ 1,012,923
LIABILITIES AND FUND BALANCES				
LIABILITIES				
Due to Other Funds - Capital Projects - Streets Sales Tax	\$ 1,841	\$ -	\$ 1,841	\$ -
	-	921	921	-
Total Liabilities	1,841	921	2,762	-
FUND BALANCES				
Unreserved and Undesignated	93,778	-	93,778	78,135
Designated For Future Expenditures	-	948,639	948,639	934,788
Total Fund Balances	93,778	948,639	1,042,417	1,012,923
Total Liabilities and Fund Balances	\$ 99,629	\$ 949,561	\$ 1,045,184	\$ 1,012,923

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

**CITY OF MANASSAS, VIRGINIA
SPECIAL REVENUE FUNDS**

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

	Sales Tax	Special Sales Tax	Totals	
			1996	1997
REVENUES				
Sales				
Sales and Use	\$ 3,691,648	\$ 3,089,914	\$ 6,781,562	\$ 6,668,753
Interest Income	7,242	81,711	88,953	28,800
Miscellaneous Income	-	1,897	1,897	-
Total Revenues	<u>3,698,890</u>	<u>3,263,522</u>	<u>6,962,412</u>	<u>6,697,553</u>
EXPENDITURES				
General Government				
Salaries	43	-	43	-
Collection Expense	62,883	-	62,883	62,883
Total Expenditures	<u>62,926</u>	<u>-</u>	<u>62,926</u>	<u>62,883</u>
EXCESS OF REVENUES OVER EXPENDITURES	<u>3,635,964</u>	<u>3,263,522</u>	<u>6,899,488</u>	<u>6,634,670</u>
OTHER USES				
Operating Transfers				
General Fund	(1,704,000)	(838,000)	(2,542,000)	(2,118,000)
Capital Projects - Water	-	(288,000)	(288,000)	-
State Services Fund	-	(284,100)	(284,100)	(882,000)
Enterprise Fund	-	(113,000)	(113,000)	(158,000)
Capital Projects - Streets	(1,224,000)	-	(1,224,000)	(1,525,000)
Total Other Uses	<u>(3,928,000)</u>	<u>(1,443,100)</u>	<u>(5,371,100)</u>	<u>(5,083,000)</u>
OTHER SOURCES				
Operating Transfers				
Enterprise Fund	-	80,000	80,000	80,000
State Services Fund	-	41,000	41,000	88,000
Total Other Sources	<u>-</u>	<u>121,000</u>	<u>121,000</u>	<u>168,000</u>
EXCESS OF REVENUES AND OTHER SOURCES OVER EXPENDITURES AND OTHER USES	<u>1,707,964</u>	<u>1,941,422</u>	<u>3,649,388</u>	<u>1,551,670</u>
FUND BALANCES - BEGINNING	<u>79,125</u>	<u>311,778</u>	<u>3,911,513</u>	<u>838,000</u>
FUND BALANCES - ENDING	<u>\$ 1,787,089</u>	<u>\$ 1,941,422</u>	<u>\$ 3,649,388</u>	<u>\$ 1,551,670</u>

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

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

**STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE BUDGET (GAAP BASIS) AND ACTUAL
For The Year Ended August 31, 1999
With Comparative Actual Amounts For The Year Ended August 30, 1998**

	1998		Variance - Favorable (Unfavorable)	1997 Actual
	Budget	Actual		
REVENUES				
Taxes:				
Sales and Use	\$ 3,587,000	\$ 3,604,348	\$ 17,348	\$ 3,328,440
Interest Income	6,500	2,392	(4,108)	8,698
Total Revenues	<u>3,593,500</u>	<u>3,606,740</u>	<u>13,232</u>	<u>3,337,138</u>
EXPENDITURES				
General Government:				
Interest Income	-	45	(45)	-
Collection Expense	68,500	68,833	333	67,833
Total Expenditures	<u>68,500</u>	<u>68,878</u>	<u>378</u>	<u>67,833</u>
EXCESS OF REVENUES OVER EXPENDITURES	<u>3,445,000</u>	<u>3,540,752</u>	<u>86,854</u>	<u>3,271,605</u>
OTHER USES				
Operating Transfers:				
General Fund	(2,298,000)	(2,298,000)	-	(2,179,500)
Capital Projects - Streets	(1,187,000)	(1,224,877)	(37,877)	(1,125,747)
Total Other Uses	<u>(3,485,000)</u>	<u>(3,522,877)</u>	<u>(37,877)</u>	<u>(3,305,247)</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES AND OTHER USES	<u>-</u>	<u>88,875</u>	<u>88,875</u>	<u>(31,642)</u>
FUND BALANCE - BEGINNING	<u>79,000</u>	<u>79,025</u>	<u>25</u>	<u>180,362</u>
FUND BALANCE - ENDING	<u>\$ 79,000</u>	<u>\$ 87,778</u>	<u>\$ 8,778</u>	<u>\$ 148,720</u>

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

**CITY OF BIENEVILLE, LOUISIANA
SPECIAL REVENUE FUNDS
SPECIAL - SALES TAX FUND**

**STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE SUBJECT TO GAAP BASIS AND ACTING,
For The Year Ended August 31, 1998
With Comparative Budget Amounts For The Year Ended August 31, 1997**

	1998		Variance - Favorable - (Unfavorable)	1997 Actual
	Budget	Actual		
REVENUES				
State:				
Sales and Use	\$ 2,080,000	\$ 2,080,204	\$ 204	\$ 2,079,811
Miscellaneous	1,500	1,000	(500)	-
Interest Income	20,000	14,700	(5,300)	44,987
Total Revenues	<u>2,101,500</u>	<u>2,095,904</u>	<u>(5,596)</u>	<u>2,094,798</u>
EXPENDITURES				
General Government:				
Administrative	500	-	(500)	-
Total Expenditures	<u>500</u>	<u>-</u>	<u>(500)</u>	<u>-</u>
EXCESS OF REVENUES OVER EXPENDITURES	<u>2,096,000</u>	<u>2,095,904</u>	<u>(996)</u>	<u>2,094,798</u>
OTHER FUNDS				
Operating Facilities:				
General Fund	(328,000)	(328,000)	-	(328,000)
Capital Projects - Water	(280,000)	(280,000)	-	-
State Service Fund	(384,000)	(384,000)	(0)	(384,000)
Enterprise Fund	(770,000)	(810,000)	(40,000)	(1,000,000)
Capital Projects - Streets	-	-	-	(200,000)
Total Other Uses	<u>(1,762,000)</u>	<u>(1,802,000)</u>	<u>(40,000)</u>	<u>(1,612,000)</u>
OTHER SOURCES				
Operating Facilities:				
Enterprise Fund	20,000	20,000	-	20,000
State Service Fund	45,000	45,000	-	30,000
Total Other Sources	<u>65,000</u>	<u>65,000</u>	<u>-</u>	<u>50,000</u>
EXCESS (DEFICIENCY) OF REVENUES AND OTHER SOURCES OVER EXPENDITURES AND OTHER FUNDS	<u>(66,000)</u>	<u>(10,000)</u>	<u>46,000</u>	<u>(11,200)</u>
FUND BALANCE - BEGINNING	<u>50,000</u>	<u>40,000</u>	<u>(10,000)</u>	<u>50,000</u>
FUND BALANCE - ENDING	<u><u>\$ 43,000</u></u>	<u><u>\$ 30,000</u></u>	<u><u>\$ (13,000)</u></u>	<u><u>\$ 38,800</u></u>

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

DEBT SERVICE FUNDS

DEBT SERVICE FUND

The Debt Service Fund is used to account for the accumulation of resources and the payment of principal and interest on the 1982 Police Complex Bonds, and 1991 Water Improvements Bonds. Financing is being provided by Ad Valorem taxes.

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

The Sales Tax Bond Sinking Fund is used to accumulate monies for the payment of principal and interest of the 1990 Advance Refunding Bonds and 1991 Public Improvement Sales Tax Bonds. These are serial bonds due in varying annual installments, plus interest, until maturity in 2009. Proceeds of sales and use tax of \$65,900 monthly for the period of January 1, 1997 through December 31, 1997 and \$57,012 for the succeeding twelve months are required to be deposited monthly into this fund according to the bond agreement. The required monthly payments vary from year to year.

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

The Reserve Fund is required to be maintained for the purpose of paying the principal of and the interest on the Bonds payable from the Sinking Fund as to which there would otherwise be default. Upon the delivery of the Bonds, the sum of \$521,640 and \$186,580, respectively, was required to be transferred, from the proceeds of the Bonds, to the Reserve Fund, and such amount is required to be maintained in the Reserve Fund. Any amounts on deposit in the Reserve Fund with respect to the bonds in excess of the Reserve Fund Requirement are to be transferred to the Sales Tax Fund and then spent within a one year period.

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

COMPARING BALANCE SHEET

August 31, 1998

With Comparative Totals for August 31, 1997

ASSETS	Data To Be Audited 1998 and 1997 Issues			August 31,	
	1998	1997	1998	1997	
	Debt Sinking Fund	Debt Reserve Fund	1998 Debt Service Fund	1997	
Cash	\$ 21,441	\$ 47,100	\$ 286,371	\$ 346,715	\$ 494,257
Investments - at Amortized Cost	345,000	84,618	461,705	1,034,449	1,511,342
Accounts Receivable					
Tax Liens			31,392	31,392	32,980
Total Assets	\$ 366,441	\$ 131,718	\$ 748,076	\$ 1,412,556	\$ 2,038,579
LIABILITIES AND FUND BALANCES					
LIABILITIES					
Municipal Bonds and Interest Payable	\$ -	\$ -	\$ 68	\$ 68	\$ 68
Due to Other Funds					
General Fund			116,311	116,311	262,799
Total Liabilities			116,379	116,379	262,799
FUND BALANCES					
Reserved for Debt Service	170,021	115,281	631,697	1,296,177	1,775,780
Total Liabilities and Fund Balances	\$ 170,021	\$ 115,281	\$ 731,777	\$ 1,412,556	\$ 2,038,579

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

**CITY OF MARIETTA, GEORGIA
WATER SERVICE FUND**

**COMBINED STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
August 31, 1997**

With Comparative Totals For The Prior Year August 31, 1997

	Sales Tax Used 1997 and 1997 (2006)			August 31,	
	Local Sinking Fund	Local Reserve Fund	Local Service Fund	1997	1997
REVENUES					
Taxes:					
No Balance	\$ -	\$ -	\$ 84,028	\$ 84,028	\$ 186,289
Emergency Income	13,628	44,424	24,504	82,556	79,702
Miscellaneous	-	-	688	688	14,798
Total Revenues	<u>13,628</u>	<u>44,424</u>	<u>109,220</u>	<u>267,272</u>	<u>280,789</u>
EXPENDITURES					
Planted Revenues	288,888	-	51,888	431,888	483,888
Water Service - Interest and Other Charges	414,713	-	68,782	583,495	579,698
Miscellaneous	38.8	-	18,422	18,542	15,222
Total Expenditures	<u>703,639</u>	<u>-</u>	<u>138,692</u>	<u>1,030,925</u>	<u>1,078,808</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	<u>(690,011)</u>	<u>44,424</u>	<u>(31,150)</u>	<u>(763,653)</u>	<u>(798,019)</u>
OTHER FINANCING SOURCE (USE) (\$000)					
Operating Transfers:					
Special Refunded Use Tax Fund	<u>394,218</u>	<u>(60,000)</u>	<u>-</u>	<u>334,218</u>	<u>344,000</u>
Total Other Financing Source (Uses)	<u>394,218</u>	<u>(60,000)</u>	<u>-</u>	<u>334,218</u>	<u>344,000</u>
EXCESS (DEFICIENCY) OF REVENUES OVER OTHER SOURCE (USE) OR USES EXCEEDING AND OTHER USES	<u>31,407</u>	<u>(15,576)</u>	<u>31,172</u>	<u>26,565</u>	<u>31,267</u>
FUND BALANCE - BEGINNING	<u>31,604</u>	<u>84,857</u>	<u>697,963</u>	<u>1,480,886</u>	<u>1,366,635</u>
FUND BALANCE - ENDING	<u>\$ 63,011</u>	<u>\$ 69,281</u>	<u>\$ 729,135</u>	<u>\$ 1,507,451</u>	<u>\$ 1,400,902</u>

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

CAPITAL PROJECTS FUNDS

WATER FUND - To account for the cost of constructing, and acquiring, extensions and improvements to the waterworks system of the City, including, specifically, the funding of a portion of the cost of (i) the installation of new watermain lines, water distribution lines and interior water lines, and (ii) the construction of improvements to existing water wells and to the control systems, title to which shall be in the public. Financing was provided by the issuance of \$1,000,000 of Certificates of Indebtedness, Series 1994 and \$1,500,000 1994 General Obligation Bonds. The Certificates of Indebtedness are secured by and payable solely from a pledge and dedication of the excess of annual revenues of the City above statutory, necessary and usual charges in each of the Fiscal Years during which the Certificates are outstanding. The Bonds are secured solely from a pledge of revenues to be derived from unlimited Ad Valorem taxation.

STREETS FUND - To account for the costs of constructing, acquiring, extending and improving (i) streets and/or (ii) roadside drains and roadside drainage facilities. Financing was provided by issuance of \$6,200,000 1990 Advance Refund Bonds and 1990 Public Improvement Bonds for \$1,885,000. These Bonds are secured solely from a pledge of revenues to be derived from the collection of a 1% special sales tax and a 10% sales tax. Also includes Lakewood Drive Improvements partially funded through the Federal Highway Department.

**CITY OF MONROEVILLE, LOUISIANA
CAPITAL PROJECTS FUNDS**

**COMPARING BALANCE SHEET
August 31, 1998
With Comparative Totals For August 31, 1997**

ASSETS	Water	Sewer	Totals	
			1998	1997
Cash	\$ 1,410,080	\$ 908,864	\$ 2,318,944	\$ 908,736
Investments - at Amortized Cost	118,818	379,838	598,656	2,400,441
Claims Receivable	-	-	-	808,880
Interest Receivable	2,000	1,277	3,277	-
Due from Other Fund	-	1,811	1,811	-
Total Assets	\$ 1,628,898	\$ 1,393,892	\$ 3,022,790	\$ 3,418,057
LIABILITIES AND FUND BALANCES				
LIABILITIES				
Accounts Payable and Accrued Expenses	\$ 240,961	\$ 81,386	\$ 322,347	\$ 400,609
Due to Other Fund	-	-	-	88,843
Total Liabilities	240,961	81,386	322,347	489,452
FUND BALANCES				
Designated for Future Expenditures	1,408,148	1,228,611	2,636,759	3,120,806
Total Fund Balances	1,408,148	1,228,611	2,636,759	3,120,806
Total Liabilities and Fund Balances	\$ 1,649,109	\$ 1,310,002	\$ 2,963,108	\$ 3,410,262

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

**CITY OF MONROEVILLE, LOUISIANA
CAPITAL PROJECTS FUNDS**

**COMPARING STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES
For The Year Ended August 31, 1998
With Comparative Totals For The Year Ended August 31, 1997**

	Water	Sewer	Totals	
			1998	1997
REVENUES				
Federal Grant	\$ -	\$ 3,142	\$ 3,142	\$ 945,390
Interest	82,642	47,335	129,977	179,026
Miscellaneous	-	-	-	49,820
Total Revenues	<u>82,642</u>	<u>50,477</u>	<u>133,119</u>	<u>1,174,236</u>
EXPENDITURES				
Construction-Contracts	1,277,700	451,408	2,079,508	3,415,760
Engineers' Fees	162,884	66,496	239,798	172,713
Other Costs	260	165	425	987
Total Expenditures	<u>1,440,844</u>	<u>518,069</u>	<u>2,038,573</u>	<u>3,690,460</u>
(DEFICIENCY) OF REVENUES OVER EXPENDITURES	<u>(1,358,202)</u>	<u>(467,592)</u>	<u>(1,251,500)</u>	<u>(2,486,224)</u>
OTHER FINANCING SOURCES				
Operating Transfers				
Special Sales Tax Fund	500,000	-	500,000	500,000
Sales Tax Fund	-	1,234,692	1,234,692	3,125,747
Total Other Financing Sources	<u>500,000</u>	<u>1,234,692</u>	<u>1,734,692</u>	<u>3,625,747</u>
EXCESS (DEFICIENCY) OF REVENUES AND OTHER SOURCES OVER EXPENDITURES	<u>(858,202)</u>	<u>767,100</u>	<u>(91,100)</u>	<u>(1,115,477)</u>
FUND BALANCES - BEGINNING	<u>1,253,418</u>	<u>80,178</u>	<u>1,333,596</u>	<u>4,382,770</u>
FUND BALANCES - ENDING	<u>\$ 1,405,216</u>	<u>\$ 1,234,692</u>	<u>\$ 2,639,908</u>	<u>\$ 3,125,023</u>

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

CITY OF MONROVILLE, LOUISIANA
CAPITAL PROJECTS FUND
WATER FUND

STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET (PLA) BASIS AND ACTUAL
For The Year Ended August 31, 2008
With Comparative Actual Amounts For The Year Ended August 31, 2007

	2008		Variance - Favorable (Unfavorable)	2007 Actual
	Budget	Actual		
REVENUES				
Interest	\$ 63,000	\$ 62,642	\$ 358	\$ 146,426
Miscellaneous	-	-	-	49,828
Total Revenues	63,000	62,642	358	196,254
EXPENDITURES				
Construction Contracts	2,221,000	1,222,768	1,218,232	1,026,892
Engineering Fees	288,000	142,884	145,116	97,963
Other Costs	3,000	282	2,718	122
Total Expenditures	2,512,000	1,408,934	1,203,066	1,125,977
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(2,449,000)	(1,346,292)	1,209,738	270,277
OTHER FINANCING SOURCES				
Operating Transfer:				
Special Sales Tax	388,000	388,888	-	-
Total Other Financing Sources	388,000	388,888	-	-
EXCESS (DEFICIENCY) OF REVENUES AND OTHER SOURCES OVER EXPENDITURES	(2,061,000)	(957,404)	1,209,738	270,277
FUND BALANCE - BEGINNING	2,221,000	2,222,418	118	2,126,258
FUND BALANCE - ENDING	\$ 160,000	\$ 1,265,014	\$ 1,105,014	\$ 1,396,535

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

**CITY OF MONROVILLE, LOUISIANA
CAPITAL PROJECTS FUND
STREET CONSTRUCTION FUND**

**STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET (GAAP BASIS) AND ACTUAL
For The Year Ended August 31, 1998
With Comparative Actual Amounts For The Year Ended August 31, 1997**

	1998		Variance - Favorable (Unfavorable)	1997 Actual
	Budget	Actual		
REVENUES				
Federal Grant	\$ 33,500	\$ 3,142	\$ (30,358)	\$ 945,349
Miscellaneous	33,500	-	(33,500)	-
Interest	34,000	47,202	13,202	32,698
Total Revenues	<u>101,000</u>	<u>50,344</u>	<u>(50,656)</u>	<u>978,047</u>
EXPENDITURES				
Construction Contracts	3,471,000	444,698	3,026,302	3,409,668
Engineer's Fees	344,500	66,676	277,824	34,798
Other Costs	2,888	655	2,233	762
Total Expenditures	<u>6,703,500</u>	<u>511,989</u>	<u>(6,191,511)</u>	<u>3,445,228</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	<u>(6,602,500)</u>	<u>(461,645)</u>	<u>(6,140,855)</u>	<u>(3,467,181)</u>
OTHER FINANCING SOURCES				
Operating Transfers	-	-	-	300,000
Special Sales Tax	1,345,000	1,338,000	7,000	1,335,292
Sales Tax	-	-	-	-
Total Other Financing Sources	<u>1,345,000</u>	<u>1,338,000</u>	<u>7,000</u>	<u>1,335,292</u>
EXCESS (DEFICIENCY) OF REVENUES AND OTHER SOURCES OVER EXPENDITURES	<u>(5,257,500)</u>	<u>(123,645)</u>	<u>(5,133,855)</u>	<u>(2,131,889)</u>
FUND BALANCE - BEGINNING	<u>863,982</u>	<u>863,982</u>	<u>0</u>	<u>3,616,332</u>
FUND BALANCE - ENDING	<u>\$ -</u>	<u>\$ 740,337</u>	<u>\$ 740,337</u>	<u>\$ 2,484,443</u>

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

ENTERPRISE FUND

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

**CITY OF MONROEVILLE, LOUISIANA
ENTERPRISE FUND**

COMPARATIVE BALANCE SHEET

ASSETS

	August 31,	
	1998	1997
CURRENT ASSETS		
Cash	\$ 658,896	\$ 217,241
Investments - at Amortized Cost	667,128	660,530
Contributions:		
Accounts - Net of Allowance for Estimated Uncollectibles	303,888	300,837
Other	3,993	3,317
Due from Other Funds	-	29,243
Inventory - at Cost	78,699	88,386
Total Current Assets	<u>1,728,504</u>	<u>1,447,854</u>
RESTRICTED ASSETS		
Cash	78,124	76,830
Total Restricted Assets	<u>78,124</u>	<u>76,830</u>
PROPERTY, PLANT AND EQUIPMENT		
Plant and Equipment	18,763,128	17,897,800
Less: Accumulated Depreciation	<u>4,003,243</u>	<u>3,720,729</u>
Net Property, Plant and Equipment	<u>14,759,885</u>	<u>14,177,071</u>
Total Assets	<u>\$ 17,285,214</u>	<u>\$ 15,628,529</u>

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

LIABILITIES AND FUND EQUITY

	August 31,	
	1992	1991
CURRENT LIABILITIES		
(PAYABLE FROM CURRENT ASSETS)		
Accounts Payable and Accrued Expenses	\$ 48,322	\$ 34,492
Payroll Taxes and Retirement Payable	5,257	4,899
Due to Other Funds	87,348	90,897
Accrued Loss Contingency	65,800	-
Customer Deposits	<u>228,673</u>	<u>202,811</u>
Total Current Liabilities (Payable from Current Assets)	<u>435,100</u>	<u>333,099</u>
CURRENT LIABILITIES		
(PAYABLE FROM RESTRICTED ASSETS)		
Revenue Bonds	37,800	71,880
Accrued Interest	<u>7,337</u>	<u>8,514</u>
Total Current Liabilities (Payable from Restricted Assets)	<u>45,137</u>	<u>80,394</u>
LONG-TERM LIABILITIES		
Revenue Bonds	<u>284,800</u>	<u>284,800</u>
Total Long-Term Liabilities	<u>284,800</u>	<u>284,800</u>
Total Liabilities	<u>719,937</u>	<u>698,293</u>
FUND EQUITY		
Contributed Capital:		
Commonwealth	11,621,911	11,638,599
Intergovernmental	464,651	464,651
Customers	<u>261,944</u>	<u>261,948</u>
Total Contributed Capital	<u>12,348,506</u>	<u>12,365,198</u>
Retained Earnings:		
Reserved for Debt Service	46,467	46,516
Unreserved	<u>2,677,816</u>	<u>2,602,889</u>
Total Retained Earnings	<u>2,724,283</u>	<u>2,649,405</u>
Total Fund Equity	<u>15,072,789</u>	<u>15,014,603</u>
Total Liabilities and Fund Equity	<u>\$ 17,592,726</u>	<u>\$ 17,458,896</u>

**CITY OF BIENVILLE, LOUISIANA
ENTERPRISE FUND**

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

	For The Year Ended	
	August 31,	
	1998	1997
OPERATING REVENUES		
Charges for Services:		
Water	1,094,587	848,155
Sewerage	757,414	645,098
Billing Fees - Water Department	46,311	55,727
Billing Fees - Sewer Department	23,800	26,789
Falloutment Charges	28,212	49,278
Service Charge	33,058	19,636
Sewer Inspection Fees	1,750	1,833
Sewer Impact Fees	91,500	74,951
Water Impact Fees	89,800	85,115
Water Inspection Fees	2,800	3,000
Miscellaneous	195,886	3,758
Total Operating Revenues	<u>1,786,072</u>	<u>1,464,759</u>
OPERATING EXPENSES		
Water Department	702,961	719,778
Sewer Department	1,193,838	1,006,820
Total Operating Expenses	<u>1,896,799</u>	<u>1,726,598</u>
Operating (Loss)	<u>(110,727)</u>	<u>(261,839)</u>
NON-OPERATING REVENUES (EXPENSES)		
Grant Income	50,000	-
Interest Income	59,346	57,866
Interest and Fiscal Charges	(119,563)	(116,601)
Total Non-Operating Revenues	<u>(9,217)</u>	<u>41,131</u>
(Loss) Before Operating Transfers	<u>(120,544)</u>	<u>(220,708)</u>
OPERATING TRANSFERS IN		
Special Revenue Fund	267,000	85,000
Total Net Operating Transfers In	<u>267,000</u>	<u>85,000</u>
NET INCOME (LOSS)	<u>146,456</u>	<u>(175,708)</u>
ADD DEPRECIATION ON FIXED ASSETS ACQUIRED WITH SALES TAX BONDS THAT WERE CONTRIBUTED CAPITAL FROM GOVERNMENT	<u>311,652</u>	<u>208,628</u>
NET INCREASE IN RETAINED EARNINGS	<u>468,108</u>	<u>43,114</u>
RETAINED EARNINGS - BEGINNING	<u>1,008,386</u>	<u>1,008,386</u>
RETAINED EARNINGS - ENDING	<u>1,476,494</u>	<u>1,051,500</u>

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

**CITY OF MONROEVILLE, LOUISIANA
ENTERPRISE FUND**

COMPARATIVE STATEMENTS OF CASH FLOWS

	For The Years Ended August 31,	
	1998	1997
CASH FLOWS FROM OPERATING ACTIVITIES		
Net Income (Loss)	\$ 218,448	\$ (175,104)
Adjustments to Reconcile Net Income (Loss) to Net Cash Provided by Operating Activities:		
Depreciation	497,467	458,320
Change in Assets and Liabilities:		
(Increase) in Accounts Payable	(18,811)	(24,563)
(Increase) in Other Receivables	(714)	(118)
(Increase) (Decrease) in Due from Other Funds	59,241	(28,242)
(Increase) in Inventory	(212,703)	-
(Increase) in Accounts Payable and Accrued Expenses	14,008	913
(Increase) in Payroll Taxes and Retirement Payable	1,198	1,817
(Increase) (Decrease) in Due to Other Funds	(8,227)	40,317
(Increase) in Customer Deposits	(6,292)	8,370
(Increase) in Accrued Loss Contingency	61,580	-
(Decrease) in Accrued Interest Payable	(182)	(289)
Net Cash Provided by Operating Activities	<u>618,900</u>	<u>288,871</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
(Increase) in Investments	(8,000)	(22,500)
Net Cash (Used in) Investing Activities	<u>(8,000)</u>	<u>(22,500)</u>
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES		
Acquisition and Construction of Capital Assets	(1,811,278)	(1,499,348)
Principal Paid on Revenue Bond Maturities	(21,800)	(28,000)
Capital Contributed from Other Funds	1,428,884	1,054,818
Net Cash (Used in) Capital and Related Financing Activities	<u>(382,494)</u>	<u>(412,411)</u>
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	<u>228,406</u>	<u>(217,817)</u>
CASH AND CASH EQUIVALENTS - BEGINNING OF YEAR	<u>62,261</u>	<u>64,888</u>
CASH AND CASH EQUIVALENTS - END OF YEAR	<u>\$ 290,667</u>	<u>\$ 147,071</u>
SUPPLEMENTAL DISCLOSURE OF CASH FLOW INFORMATION		
Interest Paid	\$ 81,328	\$ 11,730

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

FIDUCIARY FUND

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

**CITY OF MONROEVILLE, LOUISIANA
FUNDARY FUNDS
AGENCY FUND**

COMPARATIVE BALANCE SHEET

ASSETS

	August 31,	
	1991	1992
Cash	\$ 286,971	\$ 81,401
Total Assets	<u>\$ 286,971</u>	<u>\$ 81,401</u>

LIABILITIES AND FUND BALANCES

LIABILITIES

Accounts Payable and Accrued Expenses	\$ 286,971	\$ 81,401
Total Liabilities	<u>286,971</u>	<u>81,401</u>

FUND BALANCES

Total Fund Balances	<u>—</u>	<u>—</u>
Total Liabilities and Fund Balances	<u>\$ 286,971</u>	<u>\$ 81,401</u>

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

GENERAL FIXED ASSETS ACCOUNT GROUP

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

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

	August 31,	
	1988	1987
GENERAL FIXED ASSETS		
Land	\$ 843,804	\$ 842,223
Buildings	1,947,792	1,964,792
Improvements Other Than Buildings	1,667,345	1,867,345
Equipment	3,162,138	2,772,766
Total General Fixed Assets	\$ 6,418,232	\$ 6,447,086
INVESTMENT IN GENERAL FIXED ASSETS		
General Fund	\$ 3,844,268	\$ 4,246,520
Enterprise Fund	17,284	17,284
Sales Tax Fund	138,269	138,269
Federal Revenue Sharing	307,061	307,061
Capital Projects	302,881	302,881
Contributions	153,808	153,808
Federal Grant	298,659	203,321
Total Investment in General Fixed Assets	\$ 5,418,232	\$ 5,362,086

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

SUPPLEMENTARY SCHEDULES

**CITY OF MADEIRVILLE, LOUISIANA
ENTERPRISE FUND**

**STATEMENT OF REVENUES AND EXPENSES
- BUDGET (GAAP BASIS) AND ACTUAL
For The Year Ended August 31, 1998**

	1998		Variance - Favorable (Unfavorable)
	Budget	Actual	
OPERATING REVENUES			
Charges for Services:			
Water Fees	\$ 258,080	\$ 274,583	\$ 16,503
Sewerage Fees	315,080	757,474	442,394
Tapping Fees:			
Water Department	35,080	46,320	11,240
Sewer Department	28,080	32,808	4,728
Service Charge	23,080	23,854	774
Delinquent Charges	16,080	58,312	42,232
Sewer Imposition Fees	2,580	1,358	(1,222)
Miscellaneous	178,080	183,806	(54,274)
Sewer Impact Fees	82,080	83,525	1,445
Water Imposition Fees	2,580	2,825	245
Water Impact Fees	38,080	89,825	51,745
Total Operating Revenues	\$ 1,385,080	\$ 1,786,178	\$ 401,098

See independent auditor's report for supplementary information.

**CITY OF MONROEVILLE, LOUISIANA
ENTERPRISE FUND**

**STATEMENT OF REVENUES AND EXPENSES
- BUDGET (LAST YEAR) AND ACTUAL (Continued)
For The Year Ended August 31, 1998**

	1998		Variance - Favorable (Unfavorable)
	Budget	Actual	
WATER DEPARTMENT EXPENSES			
Salaries	\$ 294,500	\$ 286,000	\$ 7,832
Payroll Taxes	23,500	22,213	1,285
Retirement	28,500	26,324	2,175
Employee Medical Insurance	42,000	31,584	10,416
Workmen's Compensation	13,000	11,824	1,175
Insurance - General	18,000	6,286	11,714
Insurance - Vehicle	4,500	2,800	1,700
Insurance - Property	3,000	2,800	-
Engineers' Fees	9,000	2,681	6,319
Water Collection Supplies Top	34,000	31,281	2,719
Purification Chemicals	23,000	36,677	(13,677)
Utilities	42,000	41,576	424
Contract Labor	8,000	4,842	3,158
Plumbing Maintenance	28,000	24,283	3,715
Electric Maintenance	2,000	1,759	241
Uniforms	3,000	2,783	215
Small Tools and Supplies	9,500	9,283	215
Vehicle Repair and Maintenance	8,000	7,823	175
Fuel, Oil and Lube	8,000	6,878	1,122
Tire and Concession and Consumables	2,000	1,889	111
Computer Programs and Supplies	4,500	4,228	272
Printing	3,000	2,786	214
Depreciation	71,500	68,276	3,224
Telephone	9,000	8,815	185
Bad Debt Expense	3,000	4,020	(1,020)
Office Supplies	2,000	1,283	717
Postage	7,500	5,289	2,211
Training	3,000	3,180	(180)
Membership, Dues and Subscriptions	1,500	1,899	(399)
Service Charges	500	-	500
Building Maintenance	8,000	7,321	679
Equipment Maintenance	3,000	(843)	3,843
Water Testing	500	-	500
Water Plant Maintenance	3,000	2,895	105
Emergency Repairs	3,000	-	3,000
Total Water Department Expenses	662,000	717,361	(55,361)

See independent auditor's report on supplementary information.

**CITY OF MONROEVILLE, LOUISIANA
ENTERPRISE FUND**

**STATEMENT OF REVENUES AND EXPENSES
- BUDGET (GAAP BASIS) AND ACTUAL (Continued)
For The Year Ended August 31, 1998**

	1998		Variance - Favorable (Unfavorable)
	Budget	Actual	
SEWER DEPARTMENT EXPENSES			
Salaries	204,000	204,000	11,970
Payroll Taxes	38,500	37,840	660
Retirement	38,500	35,229	3,271
Employee Medical Insurance	21,000	48,721	(27,721)
Workers' Compensation	12,000	11,988	12
Insurance - General	9,800	9,900	(1,100)
Insurance - Vehicle	4,800	2,800	2,000
Insurance - Building	1,800	1,800	-
Purification Chemical	23,800	23,425	375
Plant Maintenance and Repairs	15,800	33,300	(17,500)
Sewer Commission Supplies	18,800	3,000	15,800
Sewer Testing	26,200	22,258	3,942
Utilities	147,800	148,189	(389)
Contract Labor	3,000	4,111	(1,111)
Plant Maintenance	52,000	51,500	500
Office Maintenance and Repair	2,000	1,884	116
Uniforms	2,000	2,899	(899)
Small Tools and Supplies	38,000	9,740	28,260
Vehicle Repair and Maintenance	6,800	5,800	1,000
Fuel, Oil and Lube	3,800	6,764	(2,964)
Travel Conventions and Conferences	3,800	2,887	913
Road, Asphalt and Gravel	3,800	740	3,060
Computer Programs and Supplies	3,800	2,800	1,000
Printing	2,800	1,870	930
Depreciation	1,364,800	136,150	1,228,650
Telephone	4,800	4,657	143
Office Supplies	1,800	1,156	644
Postage	4,800	2,497	2,303
Training	4,000	2,912	1,088
Membership, Dues and Subscriptions	1,000	518	482
Building Maintenance	1,000	288	712
Equipment Maintenance	4,000	6,280	(2,280)
Equipment Rental	1,000	718	282
Licenses and Permits	1,800	4,877	(3,077)
Engineers' Fees	75,800	11,800	64,000
Litigation Settlement	-	65,800	(65,800)
Emergency Repairs	2,800	54,842	(52,042)
Total Sewer Department Expenses	2,368,800	1,775,826	592,974
Total Operating Expenses	\$ 3,052,800	\$ 3,952,542	\$ (899,742)

See independent auditor's report on supplementary information.

GOVERNMENTAL AUDIT SECTION

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

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

We have audited the general purpose financial statements of **CITY OF MANDEVILLE, LOUISIANA** as of and for the year ended August 31, 1998, and have issued our report thereon dated October 9, 1998. Except as discussed in the following paragraph, we conducted our audit in accordance with generally accepted auditing standards and the standards applicable to financial statements contained in Government Auditing Standards, issued by the Comptroller General of the United States.

Detail records of inventories of fixed assets were not maintained for the General Fixed Assets Account Group and the Enterprise Fund prior to September 1, 1979. Because such records are not available for all of the City's fixed assets, we were unable to satisfy ourselves as to the propriety of the recorded amounts of the General Fixed Assets Account Group and the Enterprise Fund.

Compliance

As part of obtaining reasonable assurance about whether **CITY OF MANDEVILLE, LOUISIANA's** financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grants, noncompliance with which could have a direct and material effect on the determination of financial statements amounts. However, providing an opinion on compliance with these 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.

a Professional Accounting Corporation

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Internal Control Over Financial Reporting

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

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

Aditya Patel, Sr., CPA

A Professional Accounting Corporation

October 5, 1998

October 9, 1998

The Honorable Edward Price, III, Mayor
Members of the City Council and Finance Director
City of Mandeville, Louisiana
3101 East Community Approach
Mandeville, LA 70448

Ladies and Gentlemen:

As part of our audit of the financial statements of City of Mandeville, Louisiana for the year ended August 31, 1998, we are required to include in our reporting package a summary of prior year findings. Based on the City's response to the Legislative Audit Advisory Council on January 15, 1998 regarding the August 31, 1997 audit management letter comments, and the results of our current year audit procedures, the following summary has been prepared for your review:

Prior Year Finding

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

Current Year Result

This prior year finding has been resolved.

Prior Year Finding

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

Current Year Result

This prior year finding has been resolved.

Prior Year Finding

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

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The Honorable Edward Price, III, Mayor
Members of the City Council and Finance Director
City of Mandeville, Louisiana
October 9, 1998
Page 2

Current Year Result

This prior year finding has been resolved.

Prior Year Finding

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

Current Year Result

This prior year finding has been resolved.

Finding

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

Current Year Result

This prior year finding has been resolved.

Finding

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

Current Year Result

This prior year finding has been resolved.

Please provide any additional explanations or clarifications in replies to the above mentioned current year results in the additional space below. We would like to thank you and your employees for their cooperation and their assistance.

Sincerely,

LAPORTE, SEHRT, ROOING, & HAND
A Professional Accounting Corporation



James J. Hand, III
Certified Public Accountant

The Honorable Edward Pilon, III, Mayor
Members of the City Council and Finance Director
City of Mandeville, Louisiana
October 9, 1998
Page 2

We agree with the status of the prior year findings as summarized above.

We disagree with the status of the prior year findings as summarized above and have included an additional explanation below.

Signed: 
Edward Pilon, III

Signed: 
Milton Stalling

Title: 11/2/98
Mayor

Title: Finance Director
Finance Director

Date: _____

Date: 10-30-98