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**Town of Many, Louisiana**  
**FINANCIAL REPORT**  
**YEAR ENDED JUNE 30, 1998**



The CPA. Never Underestimate The Value.<sup>SM</sup>

**Eugene W. Fremaux II**  

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**Certified Public Accountant**

TABLE OF CONTENTS

	<u>EXHIBIT</u>	<u>SCHEDULE</u>	<u>PAGE</u>
INDEPENDENT AUDITOR'S REPORT ON THE FINANCIAL STATEMENTS	-	-	1
GENERAL PURPOSE FINANCIAL STATEMENTS			
Combined Balance Sheet - All Fund Types and Account Groups	A	-	4
Combined Statement of Revenues, Expenditures, and Changes in Fund Balances - All Governmental Fund Types	B	-	6
Combined Statement of Revenues, Expenditures, and Changes in Fund Balances - Budget (GAAP Basis) and Actual - General, Special Revenue and Debt Service Fund Types	C	-	7
Comparative Statement of Revenues, Expenses, and Changes in Retained Earnings - Proprietary Fund Type	D	-	8
Comparative Statement of Cash Flows - Proprietary Fund Type	E	-	9
Notes to Financial Statements	-	-	10
COMBINING, INDIVIDUAL FUND, AND ACCOUNT GROUP FINANCIAL STATEMENTS			
General Fund:			
Comparative balance sheets	F-1	-	23
Comparative statements of revenues, expenditures and changes in fund balances	F-2	-	24
Comparative statements of revenues, expenditures and changes in fund balances - budget (GAAP basis) and actual	F-3	-	25
Special Revenue Funds:			
Combining balance sheet	G-1	-	33
Combining statement of revenues, expenditures and changes in fund balances	G-2	-	34
Sales Tax Fund:			
Comparative balance sheets	G-3	-	35
Comparative statements of revenues, expenditures and changes in fund balance	G-4	-	36
Comparative statements of revenues, expenditures and changes in fund balances - budget (GAAP basis) and actual	G-5	-	37
Streets and sidewalks funds:			
Comparative balance sheets	G-6	-	38
Comparative statements of revenues, expenditures and changes in fund balances	G-7	-	39
Comparative statements of revenues, expenditures and changes in fund balances - budget (GAAP basis) and actual	G-8	-	40

TABLE OF CONTENTS

	<u>EXHIBIT</u>	<u>SCHEDULE</u>	<u>PAGE</u>
<b>Debt Service Fund:</b>			
Combining balance sheet	H-1	-	43
Combining statement of revenues, expenditures and changes in fund balances	H-2	-	44
Statements of revenues, expenditures and changes in fund balances - budget (GAAP basis) and actual	H-3	-	45
Comparative statements of revenues, expenditures and changes in fund balances - budget (GAAP basis) actual	H-4	-	46
<b>Enterprise Fund:</b>			
Comparative balance sheets	I-1	-	48
Comparative statement of revenues, expenses and changes in retained earnings - budget (GAAP basis) and actual	I-2	-	50
<b>General Fixed Assets Account Group:</b>			
Comparative statements of general fixed assets by source (June 30, 1997 unaudited)	J-1	-	52
Statement of changes in general fixed assets (June 30, 1997 unaudited)	J-2	-	53
<b>General Long-Term Debt Account Group:</b>			
Statement of general long-term debt	K	-	55
<b>Capital Projects Funds:</b>			
Comparative balance sheets	L-1	-	57
Comparative statement of revenues, expenditures and changes in fund balances	L-2	-	58
<b>OTHER SUPPLEMENTARY INFORMATION:</b>			
Combined schedule of bond payable - General Obligation Bonds	-	1	60
<b>Schedules of General Obligation Bonds Outstanding:</b>			
Public improvement bonds - Series A - July 1, 1975	-	2	61
Public improvement bonds - Series B - July 1, 1975	-	3	62
<b>Bond Maturity Schedules - Utility Fund:</b>			
Utility revenue bonds - December 30, 1977	-	4	63
Schedule of expenditures of federal awards		5	64
Report on compliance and on internal control over financial reporting based on an audit of financial statements performed in accordance with <u>Government Auditing Standards</u>	-	-	65
Report on compliance with requirements applicable to each major program and internal control over compliance in accordance with OMB Circular A-133	-	-	66
Schedule of findings and questioned costs and summary schedule of prior audit findings	-	-	68

**INDEPENDENT AUDITOR'S REPORT**

The Honorable Kenneth Freeman, Mayor  
and Board of Aldermen  
Town of Many, Louisiana

I have audited the accompanying general purpose financial statements of the Town of Many, Louisiana, and the combining, individual fund and account group financial statements of the Town of Many, Louisiana, as of June 30, 1998, and for the year then ended, as listed in the table of contents. These financial statements are the responsibility of the Town's management. My responsibility is to express an opinion on these financial statements based on my audit.

I conducted my 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 I plan and perform the audit to obtain reasonable assurance about whether the general purpose financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the general purpose financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall general purpose financial statement presentation. I believe that my audit provides a reasonable basis for my opinion.

In my opinion, the general purpose financial statements referred to in the first paragraph present fairly, in all material respects, the financial position of the Town of Many, Louisiana, as of June 30, 1998, the results of its operations and the cash flows of its proprietary fund type for the year then ended in conformity with generally accepted accounting principles. Also, in my opinion, the combining, individual fund, and account group financial statements referred to in the first paragraph present fairly, in all material respects, the financial position of each of the individual funds and account groups of the Town of Many at June 30, 1998, and the results of operations of such funds and the cash flows of the individual proprietary fund for the year then ended, in conformity with generally accepted accounting principles.

My audit was conducted for the purpose of forming an opinion on the general purpose financial statements taken as a whole and on the combining, individual fund and account group financial statements. The accompanying financial information listed as "Other Supplementary Information" in the table of contents is presented for purposes of additional analysis and is not a required part of the general purpose financial statements of the Town of Many, Louisiana. Such information has been subjected to the auditing procedures applied in the audit of the general purpose, combining, individual fund and account group financial statements and in my opinion, is fairly presented in all material respects in relation to the financial statements of each of the respective individual funds and account groups, taken as a whole.

In accordance with Government Auditing Standards, I have also issued my report dated December 17, 1998 on my consideration of the Town of Many, Louisiana's internal control over financial reporting and my tests of its compliance with certain provisions of laws, regulations, contracts and grants.

The financial statements for the year ended June 30, 1997, which are included for comparative purposes, were taken from the financial report for that year in which I expressed a qualified opinion dated December 19, 1997, with regard to general fixed assets, on the general purpose, combining, individual fund, and account group financial statements of the Town of Many, Louisiana.

A handwritten signature in black ink, appearing to read 'E. W. Fremaux II', with a stylized flourish at the end.

EUGENE W. FREMAUX II, CPA

December 17, 1998

GENERAL PURPOSE FINANCIAL STATEMENTS  
(COMBINED STATEMENTS - OVERVIEW)



TOWN OF MANY, LOUISIANA  
COMBINED BALANCE SHEET - ALL FUND TYPES AND ACCOUNT GROUPS  
JUNE 30, 1998  
WITH COMPARATIVE TOTALS FOR JUNE 30, 1997

	GOVERNMENTAL FUND TYPES				PROPRIETARY FUND TYPE		ACCOUNT GROUPS		TOTALS	
	GENERAL	SPECIAL REVENUE	CAPITAL PROJECTS	DEBT SERVICE	ENTERPRISE FUND	FIXED ASSETS	LONG-TERM DEBT	1998	1997	(MEMORANDUM ONLY) JUNE 30,
<b>ASSETS</b>										
Cash and cash equivalents (Note 13)	\$84,216	\$189,456		\$18,650	\$48,021			\$340,343	\$245,795	
Investments, at cost (Note 13)	203,273	100,000			0			303,273	375,000	
Receivables:										
Utility bills	416				122,746			122,746	79,026	
Ad valorem taxes (Note 2)	29,400			120				536	64	
Franchise taxes	829							29,400	26,788	
Employees	14,059							829	383	
State of Louisiana (Note 10)		2,809						16,868	13,450	
Sales taxes		68,895						68,895	65,384	
Other receivables (Note 10)	390	885	\$60,391		942			62,608	4,166	
Due from utility fund	86,067	22,161						108,228	75,003	
Due from sales tax fund	64,916	66,865						131,781	128,459	
Due from street fund	0							0	0	
Due from general fund		1,495		2,890				4,385	7,248	
Prepaid insurance					6,524			6,524	7,073	
Prepaid expenses								0	0	
Utility deposits								125	125	
Restricted assets: (Note 3)										
Cash					40,991			40,991	41,585	
Investments, at cost					314,953			314,953	300,784	
General fixed assets, at cost (Note 4)						\$0		0	1,954,052	
Plant and equipment (Note 8)					5,673,559			5,673,559	5,260,109	
Accumulated depreciation (Note 8)					(2,030,605)			(2,030,605)	(1,904,494)	
Amount available to debt service fund								22,660	8,662	
Amount to be provided for retirement of										
of general long-term debt								(2,660)	28,050	
Amount to be provided for accumulated										
unpaid vacation								20,636	19,340	
Total assets	\$483,691	\$452,566	\$60,391	\$21,660	\$4,177,131	\$0	\$40,636	\$5,236,075	\$6,736,052	

The notes to the financial statements are an integral part of this statement.

TOWN OF MANY, LOUISIANA  
COMBINED BALANCE SHEET - ALL FUND TYPES AND ACCOUNT GROUPS  
JUNE 30, 1998  
WITH COMPARATIVE TOTALS FOR JUNE 30, 1997

	GOVERNMENTAL FUND TYPES				PROPRIETARY FUND TYPE	ACCOUNT GROUPS		TOTALS		
	GENERAL	SPECIAL REVENUE	CAPITAL PROJECTS	DEBT SERVICE		ENTERPRISE FUND	GENERAL ASSETS (Unaudited)	GENERAL DEBT	(MEMORANDUM ONLY) JUNE 30,	1998
<b>LIABILITIES AND FUND EQUITY</b>										
Liabilities:										
Sales taxes payable					\$1,101				\$1,101	\$816
Payroll and payroll taxes payable	\$22,159	\$3,338			11,334				36,831	25,443
Accounts payable - trade	33,203	3,463	\$60,391		32,513				129,570	46,029
Payable from restricted assets:										
Accrued interest coupons payable					16,875				16,875	17,375
Customers' meter deposits					78,080				78,080	73,140
Revenue bonds payable					20,000				20,000	20,000
Due to debt service fund	2,890				86,067				2,890	2,831
Due to general fund	1,495	64,916			22,161				150,983	125,356
Due to streets and sidewalks fund		66,865							90,521	82,523
Due to utility fund									0	0
General obligation bonds payable (Note 5)							\$20,000		20,000	30,000
Note payable (Note 5)							0		0	6,712
Revenue bonds payable (Note 5)					655,000				655,000	675,000
Due to State of Louisiana									0	0
Due to Federal government									0	0
Accumulated unpaid vacation					13,318			20,636	33,954	29,095
<b>Total liabilities</b>	<b>59,747</b>	<b>138,582</b>	<b>60,391</b>	<b>0</b>	<b>936,449</b>	<b>0</b>	<b>40,636</b>	<b>1,235,805</b>	<b>1,134,320</b>	<b>1,134,320</b>
Fund Equity:										
Contributed capital					3,372,177				3,372,177	3,013,580
Investments in general fixed assets						0			0	1,954,052
Retained earnings:										
Reserved					277,864				277,864	269,229
Unreserved (deficit)-(Note 15)					(409,359)				(409,359)	(308,374)
Fund balances:										
Unreserved:										
Designated for debt service							21,660		21,660	8,662
Undesignated	423,944	313,984							737,928	664,583
<b>Total fund equity</b>	<b>423,944</b>	<b>313,984</b>	<b>0</b>	<b>21,660</b>	<b>3,240,682</b>	<b>0</b>	<b>0</b>	<b>4,000,270</b>	<b>5,601,732</b>	<b>5,601,732</b>
<b>Total liabilities and fund equity</b>	<b>\$483,691</b>	<b>\$452,566</b>	<b>\$60,391</b>	<b>\$21,660</b>	<b>\$4,177,131</b>	<b>\$0</b>	<b>\$40,636</b>	<b>\$5,236,075</b>	<b>\$6,736,052</b>	<b>\$6,736,052</b>

The notes to the financial statements are an integral part of this statement.



TOWN OF MANY, LOUISIANA  
 COMBINED STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES -  
 ALL GOVERNMENTAL FUND TYPES  
 YEAR ENDED JUNE 30, 1998  
 WITH COMPARATIVE TOTALS FOR YEAR ENDED JUNE 30, 1997

	GENERAL	SPECIAL REVENUE	CAPITAL PROJECTS	DEBT SERVICE	TOTALS (MEMORANDUM ONLY) YEAR ENDED JUNE 30,	
					1998	1997
Revenues:						
Taxes	\$216,394	\$752,628		\$24,794	\$993,816	\$942,232
Licenses and permits	172,129	0		0	172,129	176,564
Intergovernmental	87,203	5,618	\$347,544	0	440,365	85,132
Charges for services	106,069	0		0	106,069	137,047
Fines	35,162	0		0	35,162	29,777
Interest	9,003	5,693		304	15,000	16,491
Miscellaneous	46,961	26,053	14,830	0	87,844	57,880
<b>Total revenues</b>	<b>672,921</b>	<b>789,992</b>	<b>362,374</b>	<b>25,098</b>	<b>1,850,385</b>	<b>1,445,123</b>
Expenditures:						
Current:						
General government	204,501	177,381		0	381,882	383,045
Public safety:						
Police	390,327	0		0	390,327	385,969
Highways and streets	54,183	149,304		0	203,487	226,109
Sanitation	223,120	0		0	223,120	237,112
Hart airport	36,084	0		0	36,084	30,529
Recreation	80,544	0		0	80,544	84,533
Maintenance	9,695	0		0	9,695	12,155
Public relations	57,530	0		0	57,530	44,595
Capital construction	0	0	362,374	0	362,374	0
Debt service:						
Principal retirement	6,701	0		10,000	16,701	55,335
Interest and fiscal charges	198	0		2,100	2,298	4,871
<b>Total expenditures</b>	<b>1,062,883</b>	<b>326,685</b>	<b>362,374</b>	<b>12,100</b>	<b>1,764,042</b>	<b>1,464,253</b>
Excess (deficiency) of revenue over expenditures	(389,962)	463,307	0	12,998	86,343	(19,130)
Other financing sources (uses):					0	0
Operating transfers in	369,067	369,067		0	738,134	700,384
Operating transfers out	0	(738,134)		0	(738,134)	(700,384)
<b>Total other financing sources (uses)</b>	<b>369,067</b>	<b>(369,067)</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
Excess (deficiency) of revenues and other financing sources over (under) expenditures and other financing uses	(20,895)	94,240		12,998	86,343	(19,130)
Fund balances, beginning of year	444,839	219,744	0	8,662	673,245	692,375
Fund balances, end of year	\$423,944	\$313,984	\$0	\$21,660	\$759,588	\$673,245

The notes to the financial statements are an integral part of this statement.

TOWN OF MANY, LOUISIANA  
 COMBINED STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES -  
 BUDGET (GAAP BASIS) AND ACTUAL - GENERAL, SPECIAL REVENUE AND DEBT SERVICE FUND TYPES  
 YEAR ENDED JUNE 30, 1998

	GENERAL FUND			SPECIAL REVENUE FUND TYPES			DEBT SERVICE FUND TYPES		
	BUDGET	ACTUAL	VARIANCE FAVORABLE UNFAVORABLE)	BUDGET	ACTUAL	VARIANCE FAVORABLE UNFAVORABLE)	BUDGET	ACTUAL	VARIANCE FAVORABLE UNFAVORABLE)
Revenues:									
Taxes	\$221,000	\$215,394	(\$4,606)	\$724,723	\$752,628	\$27,905	\$24,200	\$24,794	\$594
Licenses and permits	174,400	172,129	(2,271)		5,618	0			
Intergovernmental	60,500	87,203	26,703						
Charges for services	108,163	106,069	(2,094)						
Fines	30,000	35,162	5,162						
Interest	8,000	9,003	1,003	500	5,693	5,193	250	304	54
Miscellaneous	59,500	46,961	(12,539)	0	26,053	26,053			
Total revenues	661,563	672,921	11,358	730,841	789,992	59,151	24,450	25,098	648
Expenditures:									
Current:									
General government	188,338	204,501	(16,163)	224,713	177,381	47,332			
Public safety:									
Police	402,541	390,327	12,214						
Highways and streets	52,500	54,183	(1,683)	165,000	149,304	15,696			
Sanitation	190,260	223,120	(32,860)						
Hart airport	33,433	36,084	(2,651)						
Recreation	54,248	80,544	(26,296)						
Maintenance	25,230	9,695	15,535						
Public relations	57,071	57,530	(459)						
Airport construction	0	0	0						
Debt service:									
Principal	8,458	6,701	1,757				10,000	10,000	0
Interest	316	198	118				2,100	2,100	0
Total expenditures	1,012,395	1,062,883	(50,488)	389,713	326,685	63,028	12,100	12,100	0
Excess (deficiency) of revenue over expenditures	(350,832)	(389,962)	(39,130)	341,128	463,307	122,179	12,350	12,998	648
Other financing sources (uses):									
Operating transfers in	356,020	369,067	13,047	356,020	369,067	13,047			
Operating transfers out				(712,040)	(738,134)	(26,094)			
Total other financing sources (uses)	356,020	369,067	13,047	(356,020)	(369,067)	(13,047)	0	0	0
Excess (deficiency) of revenues and other financing sources over (under) expenditures and other financing uses	5,188	(20,895)	(26,083)	(14,892)	94,240	109,132	12,350	12,998	648
Fund balances, beginning of year	444,839	444,839	0	219,744	219,744	0	8,662	8,662	0
Fund balances, end of year	\$450,027	\$423,944	(\$26,083)	\$204,852	\$313,984	\$109,132	\$21,012	\$21,660	\$648

The notes to the financial statements are an integral part of this statement.

TOWN OF MANY, LOUISIANA  
 COMPARATIVE STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN RETAINED EARNINGS (DEFICIT)  
 UTILITY FUND  
 PROPRIETARY FUND TYPE  
 YEARS ENDED JUNE 30, 1998 AND 1997

	1998	1997
Operating revenues:		
Water charges	\$472,167	\$428,111
Sewer charges	154,439	145,488
Connection charges	15,610	10,570
Delinquent charges	8,715	9,004
Miscellaneous	2,119	3,570
Total operating revenues	<u>653,050</u>	<u>596,743</u>
Operating expenses:		
Salaries	188,822	156,633
Insurance	38,893	27,709
Supplies	30,579	38,413
Contract labor	11,154	100
Bad debt expense	1,252	3,104
Legal and accounting	9,860	4,983
Repairs and maintenance	15,551	39,408
Truck expense	13,467	5,854
Telephone	5,048	5,578
Rent	1,540	407
Office supplies and postage	5,729	6,357
Retirement	3,883	4,054
Payroll taxes	20,828	11,772
Utilities	107,163	97,931
Freight	944	889
Miscellaneous	8,388	8,473
Testing fees	2,640	3,107
Water treatment plant supplies	82,161	85,262
Sewer plant supplies	9,652	12,735
Water purchased	41,343	46,502
Depreciation	126,331	125,326
Professional fees	725	22,875
Travel and seminars	3,866	4,201
Total operating expenses	<u>729,819</u>	<u>711,673</u>
Operating income (loss)	<u>(76,769)</u>	<u>(114,930)</u>
Nonoperating revenues (expenses):		
Interest income	18,669	19,235
Interest expense	(34,250)	(35,125)
Total nonoperating revenues (expenses)	<u>(15,581)</u>	<u>(15,890)</u>
Net income (loss)	<u>(92,350)</u>	<u>(130,820)</u>
Retained earnings (deficit), beginning of year	<u>(39,145)</u>	91,675
Retained earnings (deficit), end of year	<u>(\$131,495)</u>	<u>(\$39,145)</u>

The accompanying notes are an integral part of these statements.

TOWN OF MANY, LOUISIANA  
COMPARATIVE STATEMENT OF CASH FLOWS - PROPRIETARY FUND TYPE  
UTILITY FUND  
YEARS ENDED JUNE 30, 1998 AND 1997

	YEAR ENDED JUNE 30,	
	1998	1997
Cash flows from operating activities:		
Cash received from customers	\$609,330	\$619,415
Cash paid to suppliers and employees	(541,326)	(566,568)
Customers' deposits received	22,050	21,205
Customers' deposits refunded	(17,110)	(16,230)
Net cash provided by operating activities	<u>72,944</u>	<u>57,822</u>
Cash flows from capital and related financing activities:		
Grants received for acquisition of fixed assets	358,597	0
Capital expenditures paid in cash	(409,822)	(51,806)
Cash paid on principal amount of bonds payable	(20,000)	(15,000)
Interest on bonds payable paid	(34,750)	(35,500)
Cash flows from capital and related financing activities	<u>(105,975)</u>	<u>(102,306)</u>
Cash flows from investing activities:		
Interest received	16,745	17,248
Net cash provided (used) by investing activities	<u>16,745</u>	<u>17,248</u>
Net increase (decrease) in cash and cash equivalents	(16,286)	(27,236)
Cash and cash equivalents, beginning of year	<u>420,251</u>	<u>447,487</u>
Cash and cash equivalents, end of year	<u>\$403,965</u>	<u>\$420,251</u>
Reconciliation of operating income to net cash provided by operations:		
Operating income (loss)	(\$76,769)	(\$114,930)
Adjustments to reconcile operating income to net cash provided by operating activities:		
Depreciation	126,331	125,326
(Increase) decrease in prepaid insurance	549	(2,355)
(Increase) decrease in prepaid expenses	0	0
(Increase) decrease in accounts receivable	(43,720)	22,672
(Decrease) increase in payroll and payroll taxes payable	4,168	1,295
(Decrease) increase in accounts payable	20,372	(12,182)
(Decrease) increase in customers' deposits	4,940	4,975
(Decrease) increase in payable to other funds	33,225	29,462
(Decrease) increase in accumulated unpaid vacation	3,563	2,743
(Decrease) increase in sales taxes payable	285	816
Total adjustments to operating income	<u>149,713</u>	<u>172,752</u>
Net cash provided by operating activities	<u>\$72,944</u>	<u>\$57,822</u>

The accompanying notes are an integral part of these statements.



TOWN OF MANY, LOUISIANA  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 1998

(1) Summary of Significant Accounting Policies -

The Town of Many was incorporated November 1, 1878, under the provisions of a special home rule charter. The Town began operating under the provisions of the Lawrason Act in January 1996 as a result of an election that was held in the Fall of 1995. The Town operates under a Mayor - Board of Aldermen form of government.

The accounting and reporting policies of the Town of Many conform to generally accepted accounting principles (GAAP) as applicable to government units. The Governmental Accounting Standards Board (GASB) is the accepted standard - setting body for establishing governmental accounting and financial reporting principles. 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 Governmental Audit Guide, and to the industry audit guide, Audits of State and Local Governmental Units.

The following is a summary of certain significant accounting policies.

Financial reporting entity

In evaluating how to define the Town of Many, for financial reporting purposes, management has considered all potential component units. The decision to include a potential component unit in the reporting entity was made by applying the criteria set forth in GAAP. The basic, but not the only, criterion for including a potential component unit within the reporting entity is the governing body's ability to exercise oversight responsibility. The most significant manifestation of this ability to exercise oversight responsibility include, but are not limited to, the selection of governing authority, the designation of management, the ability to significantly influence operations, and accountability for fiscal matters. A second criterion used in evaluating potential component units is the scope of public service. Application of this criterion involves considering whether the activity benefits the government and/or its citizens, or whether the activity is conducted within the geographic boundaries of the government and is generally available to its citizens. A third criterion used to evaluate potential component units for inclusion or exclusion from the reporting entity is the existence of special financing relationships, regardless of whether the government is able to exercise oversight responsibilities. Based upon the application of these criteria, the financial statements of the Town of Many consist of only the funds and account groups of the Town since the Town has no oversight responsibility for any other governmental entity.

Fund accounting

The accounts of the Town of Many are organized on the basis of funds and account groups, each of which is considered a separate accounting entity. The operations of each fund are accounted for with a separate set of self-balancing accounts that comprise its assets, liabilities, fund equity, revenues, and expenditures, or expenses, as appropriate. Government resources are all 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 four generic fund types and two broad fund categories as follows:

Governmental Funds -

General Fund

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

TOWN OF MANY, LOUISIANA  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 1998

Special Revenue Funds

Special revenue funds are used to account for the proceeds of specific revenue sources that are legally restricted to expenditures for specific purposes. The special revenue funds consist of the Sales Tax, Streets and Sidewalks, and Section Eight Existing Housing Voucher Funds.

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

The Capital Projects Fund is used to account for financial resources to be used for the construction of major capital facilities.

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 the periodic determination of revenue earned, expenses incurred, and/or net income is appropriate for capital maintenance, public policy, management control, accountability, or other purposes.

Fixed assets and long-term liabilities

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

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

Fixed assets used in governmental fund type operations (general fixed assets) are accounted for in the General Fixed Assets Account Group, and are recorded as expenditures in the governmental fund types when purchased. The Town has elected not to capitalize public domain ("infrastructure") fixed assets consisting of certain improvements other than buildings, including roads, bridges, sidewalks, and drainage improvements. No depreciation has been provided on general fixed assets. Approximately 75 percent of fixed assets are valued at historical cost, while the remaining 25 percent of fixed assets are valued at estimated historical cost based on the cost of like items. Detail fixed assets records were completed in 1998 and appropriate adjustments were made to the fixed asset account group financial records.

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

The proprietary fund is accounted for on a cost of services or "capital maintenance" measurement focus, and all assets and all liabilities (whether current or non-current) associated with its activity are included on its balance sheet.



TOWN OF MANY, LOUISIANA  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 1998

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

Water system	10-60 years
Sewer system	5-60 years
Fixtures and equipment	5-60 years
Trucks and machinery	3-5 years

All fixed assets are stated at historical cost.

Basis of accounting

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

All governmental funds are accounted for using the modified accrual basis of accounting. Under the modified accrual basis of accounting, revenues are recognized when susceptible to accrual (i.e., when they become measurable and available). "Measurable" means the amount of the transaction can be determined and "available" means collectible within the current period or soon enough thereafter to be used to pay liabilities of the current period. The Town considers ad valorem taxes as available if they are collected within 60 days after year end. Ad valorem taxes are recorded as revenue when levied because they are considered to be both measurable and available. Those revenues susceptible to accrual are ad valorem taxes, franchise taxes, sales taxes, interest revenue, licenses, intergovernmental revenues, and charges for services. Fines, permits, penalties and interest, and miscellaneous revenues are not susceptible to accrual because generally they are not measurable until received in cash. Anticipated refunds of taxes are recorded as liabilities and reductions of revenue when they are measurable and their validity seems certain.

Expenditures are generally recognized under the modified accrual basis of accounting when the related fund liability is incurred 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 by using the accrual basis of accounting. Their revenues are recognized when they are earned, and their expenses are recognized when they are incurred.

Budgets and budgetary accounting

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

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

TOWN OF MANY, LOUISIANA  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 1998

5. Budgetary amendments involving the transfer of funds from one department, program or function to another or involving increases in expenditures resulting from revenues exceeding amounts estimated require the approval of the Board of Aldermen. All expenditures in excess of budgeted amounts are approved by the Board of Aldermen.

6. All budgetary appropriations lapse at the end of each fiscal year.

7. Budgets are adopted on a basis consistent with generally accepted accounting principles (GAAP). Budgeted amounts are as originally adopted, or as amended from time to time by the Board of Aldermen.

Cash and cash equivalents

Consistent with GASB Statement 9, Reporting Cash Flows of Proprietary and Nonexpendable Trust Funds and Governmental Entities That Use Proprietary Fund Accounting, the Town of Many defines cash and cash equivalents as follows:

Cash - includes not only currency on hand but also demand deposits with banks or other financial institutions and other kinds of accounts that have the general characteristics of demand deposits in that the customer may deposit additional funds at any time and also effectively may withdraw funds at any time without prior notice or penalty.

Cash equivalents - short term, highly liquid investments that are readily convertible to known amounts of cash and are so near their maturity that they present insignificant risk of changes in value because of interest rates. Generally, only investments with original maturities of three months or less qualify under this definition.

Investments

Investments are stated at cost. Discounts and premiums on the purchase of investments are amortized over the life of the investment remaining from the date of purchase to the date of maturity.

Bad debts

Uncollectible amounts due for ad valorem taxes and 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. No ad valorem taxes or customers' utility receivables were considered uncollectible at June 30, 1998.

Prepaid items

Payments made to vendors for services that will benefit periods beyond June 30, 1998, are recorded as prepaid items.

Compensated absences

Accumulated vacation leave that is expected to be liquidated with expendable available financial resources is reported as an expenditure and a fund liability of the governmental fund that will pay it. Amounts of accumulated vacation leave that are not expected to be liquidated with expendable available financial resources are reported in the general long-term debt account group. No expenditure is reported for these amounts. Accumulated vacation leave of the proprietary fund is recorded as an expense and liability of that fund as the benefits accrue to employees. In accordance with the provisions of Statement of Financial Accounting Standards No. 43,

TOWN OF MANY, LOUISIANA  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 1998

Accounting for Compensated Absences, no liability is recorded for nonvesting accumulating rights to receive sick pay benefits.

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 Town's financial position and operations. However, comparative (i.e., presentation of prior year totals by fund type) data have not been presented in each of the statements since their inclusion would make the statements unduly complex and difficult to read.

Total columns on combined statements - overview

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

(2) Ad Valorem Taxes

Ad valorem taxes attach as an enforceable lien on property as of January 1 of each year. Taxes are levied in September and are payable upon receipt of notice. All ad valorem tax revenues are recognized in compliance with NCGA Interpretation - 3 and GASB Codification Section P70 (Revenue Recognition - Property Taxes) which states that such revenue is recorded when it becomes measurable and available. Available means due, or past due and receivable within the current period and collected no longer than 60 days after the close of the current period. Revenues from ad valorem taxes are budgeted in the year billed.

For the year ended June 30, 1998, taxes of 8.91 mills were levied on property with assessed valuations totaling \$12,427,770 and were dedicated as follows:

General corporate purposes	6.91 mills
Debt service	2.00 mills

Total taxes levied were \$110,731.

(3) Restricted Assets - Proprietary Fund Type

Restricted assets were applicable to the following at June 30, 1998:

Bond reserve account	\$ 58,000
Depreciation and contingency account	182,495
Customers' meter deposits	78,080
Revenue bond and interest sinking account	<u>37,369</u>
Total	\$355,944 =====

(4) Changes in General Fixed Assets

A summary of changes in general fixed assets for 1998 follows:

	BEGINNING BALANCE	ADDITIONS	DELETIONS	ENDING BALANCE
Land	\$116,366	\$ 0	0	\$116,366
Buildings and improvements	596,560	23,877	477,246	145,191



TOWN OF MANY, LOUISIANA  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 1998

Streets and traffic control equip.	686,067	0	686,067	0
Machinery and equipment	397,267	71,417	234,658	234,025
Automobiles and trucks	<u>157,792</u>	<u>20,208</u>	<u>22,592</u>	<u>155,409</u>
Total general fixed assets	<u>\$1,954,052</u>	<u>\$117,502</u>	<u>\$1,420,563</u>	<u>\$ 650,991</u>

(5) Long-term Debt

General obligation bonds

The Town of Many issues general obligation bonds to provide for the acquisition and construction of major capital facilities. General obligation bonds have been issued for both general government and proprietary activities. Bonds expected to be repaid from proprietary revenues are reported in the proprietary fund. General obligation bonds are direct obligations and pledge the full faith and credit of the Town of Many. General obligation bonds outstanding at June 30, 1998, are comprised of the following individual issues:

\$240,000 Public Improvement Bonds - Series A dated 7/1/75; due in annual installments of \$5,000 - \$20,000 through March 1, 2000; interest at 6% - 7% (this issue secured by levy and collection of ad valorem taxes)

\$ 10,000

\$300,000 Public Improvement Bonds - Series B dated 7/1/75; due in annual installments of \$5,000 - \$30,000 through March 1, 2000; interest at 6% - 7% (this issue secured by levy and collection of ad valorem taxes)

10,000  
-----  
\$ 20,000  
=====

Revenue bonds

The Town of Many also issues bonds where the Town pledges income derived from the acquired or constructed assets to pay the debt service. Revenue bonds outstanding at June 30, 1998 are comprised of the following:

\$903,000 Utility Revenue Bonds dated 12/30/77; due in annual installments of \$15,000 - \$55,000 through December 30, 2018; interest at 5%

\$675,000  
=====

The annual requirements to amortize all debt outstanding as of June 30, 1998, including interest payments of \$415,850 are as follows:

<u>YEAR ENDING</u> <u>JUNE 30</u>	<u>GENERAL</u> <u>OBLIGATION</u>	<u>REVENUE</u>	<u>TOTAL</u>
1998		\$16,875	\$16,875
1999	\$11,400	53,250	64,650
2000	10,700	52,250	62,950
2001		51,250	51,250
2002		50,250	50,250
2003		54,125	54,125
2004		52,875	52,875
2005		51,625	51,625
2006		55,250	55,250

TOWN OF MANY, LOUISIANA  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 1998

2007	53,750	53,750
2008	57,125	57,125
2009	55,375	55,375
2010	53,625	53,625
2011	51,875	51,875
2012	55,000	55,000
2013	53,000	53,000
2014	55,875	55,875
2015	53,625	53,625
2016	51,375	51,375
2017	54,000	54,000
2018	56,375	56,375
	\$ 22,100	\$1,088,750
	=====	=====

Changes in long-term debt

During the year ended June 30, 1998, the following changes occurred in liabilities reported in the general long-term debt account group:

	BEGINNING BALANCE	ADDITIONS	REDUCTIONS	ENDING BALANCE
<i>General obligation debt:</i>				
<i>Public improvement bonds:</i>				
Series A - 1975	\$ 15,000	-	\$( 5,000)	\$ 10,000
Series B - 1975	15,000	-	( 5,000)	10,000
Note payable	6,712	-	(6,712)	-
Accumulated unpaid vacation	19,340	1,296	-	20,636
	\$ 56,052	\$1,296	\$(16,712)	\$ 40,636

During the year ended June 30, 1998 the following changes occurred in long-term debt reported as liabilities in the proprietary fund:

	BEGINNING BALANCE	ADDITIONS	REDUCTIONS	ENDING BALANCE
<i>Revenue bonds:</i>				
1977 Utility revenue bonds	\$695,000	-	\$(20,000)	\$655,000
	=====	=====	=====	=====

(6) Dedication of proceeds and flow of funds - 1% sales and use tax

Proceeds of a 1% sales and use tax levied by the Town of Many are dedicated to the following purposes:

1. 50% of the sales tax collections is transferred to the streets and sidewalks fund for maintenance and construction of streets and sidewalks.
2. 50% of the sales tax collections is transferred to the general fund for general operating or any other use as designated by the Board.

(7) Flow of funds; restrictions on use - utilities revenues

Under the terms of the bond indenture on outstanding Utility Revenue Bonds dated December 30, 1977, all income and revenues of every nature, earned or derived from operations of the utility fund are pledged and dedicated to the retirement of said bonds, and are to be used for the following expressed purposes:

TOWN OF MANY, LOUISIANA  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 1998

(a) Payment of all reasonable expenses of administration, operation and maintenance of the system.

(b) Each month there will be set aside into a fund called the "Revenue Bond and Interest Sinking Fund" an amount constituting 1/12 of the next maturing installment of principal and 1/6 of the next maturing installment of interest on the outstanding bonds. The required balance is the sum of six monthly deposits (\$26,625). The present balance in the account is \$37,369.

(c) There will be set aside monthly into a "Revenue Bond Reserve Fund" a sum equal to at least 5% of the amount required to be deposited into the Revenue Bond and Interest Sinking Fund until the balance reaches \$58,000. These funds are to be used only for payment of principal and interest on bonds that would otherwise be in default. There is presently \$58,000 in this fund.

(d) There will be set aside into a "Depreciation and Contingency Fund" \$520 each month. Expenditures for extensions, additions, improvements and replacements necessary to properly operate the utility may be made from this fund. The required balance at June 30, 1998 is \$121,680. There is presently \$182,495 in this fund.

(8) Plant and equipment - proprietary fund type

A summary of plant and equipment for the utility fund at June 30, 1998 is as follows:

	STRAIGHT LINE RATE	COST	ACCUMULATED DEPRECIATION	NET	1998 DEPRECIATION
Water system	10-60 yrs.	\$2,080,904	\$ 859,518	\$1,221,386	\$ 46,460
Sewer system	5-60 yrs.	3,063,513	1,064,518	1,998,995	67,347
Fixtures and equipment	5-60 yrs.	71,226	57,500	13,726	3,430
Trucks and machinery	3-5 yrs.	84,017	49,069	34,948	9,094
Construction in progress		334,900		334,900	
Land	-	38,999	-	38,999	-
		<u>\$5,673,559</u>	<u>\$2,030,605</u>	<u>\$3,643,954</u>	<u>\$126,331</u>
		=====	=====	=====	=====

	COST	ACCUMULATED DEPRECIATION	NET
Changes during the year:			
Balance, beginning of year	\$5,260,109	\$1,904,494	\$3,355,615
Additions:			
Water system	20,925	-	20,925
Land	28,000	-	28,000
Fixtures & equipment	1,688	-	1,688
Trucks & equipment	29,173	-	29,173
Construction in progress	333,664	-	333,664
Deletions:			
Sewer system	-	(220)	220
Depreciation	-	126,331	(126,331)
Total	<u>\$5,673,559</u>	<u>\$2,030,605</u>	<u>\$3,642,954</u>
	=====	=====	=====

(9) Employee retirement systems

All employees of the Town of Many are protected by the Social Security System. All employees contributed 7.65% of their total salary to the System, while the Town contributed a like amount. For the year ended June 30, 1998 total contributions to the System were \$106,250, of which the Town contributed \$53,125 and employees contributed \$53,125. Total payroll covered by this System for the year ended June 30, 1998 was



TOWN OF MANY, LOUISIANA  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 1998

\$694,440. Any future deficit in this System will be financed by the United States Government. The Town has no further liability to the System for the year ended June 30, 1998.

The police are also members of the Municipal Police Employees' Retirement System of Louisiana. The following is a brief description of this retirement system.

Municipal Police Employees' Retirement System

The Municipal Police Employees' Retirement System provides retirement benefits to employees of any municipality in the state which employs a full-time police officer, empowered to make arrests, or which has an elected Chief of Police whose salary is at least \$100 per month.

Eligible employees include any full-time police officer, empowered to make arrests, employed by a municipality of the State and engaged in law enforcement, earning at least \$375 per month excluding state supplemental pay, or an elected Chief of Police whose salary is at least \$100 per month. Elected Councilmen and Mayors are excluded from membership.

Persons who were members on September 7, 1977 must remain members of the System and persons hired on or after that date must become members of the System as a condition of employment if they are under age 50 and are not covered by the Social Security System.

Employees attaining the age of 50 completing 20 or more years of service, or the age of 55 and completing 12 years of service, are entitled to a yearly benefit of 3 1/3% of their average final compensation, as defined in the plan, times years of creditable service. Active employees who become disabled after 1985 due to total and permanent disability, with at least 5 years of creditable service, receive a benefit of 3% of average final compensation multiplied by the years of creditable service, but not less than 40% nor more than 60% of average final compensation. Upon reaching retirement age, disability pensioners receive the greater of disability benefits or accrued benefits earned to the date of disability. Prior to the enactment of Act 81 of 1985, other disability rules may be applicable as described in the plan. The system also provides for death benefits as described in the plan.

Covered employees are required by state statute to contribute 7.5% of their salary to the System. The Town is required to contribute 9% of covered employees' salaries to the System. The contribution requirement for the year ended June 30, 1998 was \$27,315 which consisted of \$14,899 from the Town and \$12,416 from covered employees.

The amount of the total pension benefit obligation is based on a standardized measurement established by GASB 5 that, with some exceptions must be used by a PERS. The standardized measurement is the actuarial present value of credited projected benefits. This pension valuation method reflects the present value of estimated pension benefits that will be paid in future years as a result of employee services performed to date, and is adjusted for the effects of projected salary increases. A standardized measure of the pension benefit obligation was adopted by the GASB to enable readers of PERS financial statements to (a) assess the PERS funding status on a going concern basis, (b) assess progress made in accumulating sufficient assets to pay benefits when due, and (c) make comparisons among other PERS and among other employers.

Total unfunded pension benefit obligation of the Municipal Police Employees' Retirement System as of June 30, 1997 was as follows:

Total pension benefit obligations	\$911,661,730
Net assets available for benefits	<u>929,844,233</u>
Unfunded (assets in excess of) pension benefit obligation	\$ (18,182,503) =====

TOWN OF MANY, LOUISIANA  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 1998

The measurement of the total pension benefit obligation is based on an actuarial valuation as of June 30, 1997. Net assets available to pay pension benefits were valued as of the same date.

Ten-year historical trend information is presented in the System's June 30, 1997 comprehensive annual financial report. This information is useful in assessing the pension plan's accumulation of sufficient assets to pay pension benefits as they become due.

Municipal Employees' Retirement System

Other full time employees participate in the Municipal Employees' Retirement System of Louisiana (the System), a multiple-employer public employee retirement system. Employees who retire at or after age 65 with 10 years of credited service are entitled to a retirement benefit, payable monthly for life, equal to 2 percent of their final-average salary for each year of credited service. Final-average salary is the employee's average salary over the last three years of credited service. Employees may retire at or after age 60 and receive reduced retirement benefits. The System also provides death and disability benefits. Benefits are established by State statute. Participating employees contribute 5% of their total salary into the System, and the Town contributes an amount equal to 2.75% of the total salaries of participating employees. For the year ended June 30, 1998, the total contributions to this System were \$21,551, of which the Town contributed \$7,794 and the employees contributed \$13,757. Total payroll covered by this System was \$283,402. Total unfunded pension benefit obligation of the Municipal Employees' Retirement System as of June 30, 1997 was as follows:

Total pension benefit obligations	\$81,392,511
Net assets available for benefits	<u>76,245,710</u>
 Unfunded pension benefit obligation	 \$ 5,146,801 =====

The Town of Many does not guarantee the benefits granted by any of the systems in which it participates.

(10) Amounts due from State of Louisiana and other receivables

Amounts due from State of Louisiana at June 30, 1998 consisted of the following:

Due from State of Louisiana

Mowing	\$ 2,809
Video poker tax	3,098
Beer taxes	3,779
Tobacco taxes	<u>7,182</u>
 Total due from Louisiana	 \$16,868 =====

Other receivables at June 30, 1998 are as follows:

Other receivables

Interest	\$ 2,217
LCDBG grant revenue receivable	<u>60,391</u>
 Total	 \$62,608 =====

(11) Obligations under leases

The Town was not obligated under any capital lease commitments at June 30, 1998.



TOWN OF MANY, LOUISIANA  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 1998

(12) Litigation

The Town is a party to legal proceedings involving suits filed against the Town for various reasons, however Town management does not believe the Town is exposed to any material losses in these proceedings. Accordingly, no provision for losses is included in the financial statements.

(13) Cash and Investments

Louisiana revised Statutes authorize the Town to invest in United States bonds, treasury notes or certificates, or to deposit funds in demand deposits, interest bearing demand deposits, money market accounts, or time deposits with state banks organized under Louisiana law and national banks having their principal offices in Louisiana.

As described in Note 1, cash equivalents include all short term highly liquid investments that are readily convertible to known amounts of cash and are so near their maturity that they present insignificant risk of changes in value because of interest rates. Generally, only investments which, at the date of purchase, have a maturity date no longer than three months qualify under this definition.

At June 30, 1998, the Town of Many has cash and investments as follows:

	Unrestricted	Restricted	Total
Cash	\$340,343	\$ 40,991	\$ 381,334
Investments	303,273	314,953	618,226
	-----	-----	-----
	\$643,616	\$355,944	\$ 999,560
	=====	=====	=====

Investments consist of certificates of deposit.

Of the total of \$999,010 deposited in demand and time deposits as of June 30, 1998, \$202,622 was secured through federal depository insurance and \$790,925 was secured by the pledge of securities (\$1,449,000 par value) owned by the depository bank. These securities are held in the name of the pledging bank in a custodial bank that is mutually acceptable to both parties. These secured deposits are considered uncollateralized under the provisions of GASB Statement 3; however, Louisiana Revised Statutes require the custodial bank to advertise and sell the pledged securities within ten (10) days of being notified by the Town that the pledging bank has failed to pay deposited funds upon demand. The Town's deposits were fully insured or collateralized at June 30, 1998.

(14) Report classifications

Certain previously reported amounts have been reclassified to conform to 1998 report classifications.

(15) Retained earnings (deficit)

Effective May 15, 1998 the Town increased water rates by approximately 23% to allow the Utility Fund to eliminate the deficit in retained earnings caused by the continuing loss being incurred in operations of water services. In addition, the Town has a water project underway to increase the capacity of the water supply. Construction bids amounting to \$458,296 for this project were awarded in December 1997. The project is primarily funded by a CDBG grant in the amount of \$393,600, of which \$347,544 had been received, or was receivable, as of June 30, 1998. The Town also has a project underway to replace the majority of the water lines in the Town, which is to be funded through the issuance of an estimated \$3,800,000 in bonds under the Drinking Water Revolving Loan program. The bonds are to be repaid through a water rate increase of 28% effective October 1998, a 1/4% sales tax effective October 1, 1998, and an estimated ad valorem

TOWN OF MANY, LOUISIANA  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 1998

tax of 11 mills effective in 1999. The project is presently in the engineering stage and no funds have been expended.

A portion of retained earnings is reserved to cover certain restricted assets pledged for future debt service on the revenue bonds issued by the Utility Fund.

(16) Compensation paid to Mayor and Aldermen

In accordance with the requirements of the Office of the Legislative Auditor, State of Louisiana, the following reflects compensation paid to the Mayor and member of the Town Council for the year ended June 30, 1998:

Mayor Kenneth Freeman	\$12,000
Aldermen:	
I. D. Bostian	3,910
John Hoagland	3,910
Micheal J. Luster	3,910
Janet Spears	3,910
Faye Kennedy	3,910

(17) Interfund receivables and payables

A summary of interfund receivables and payables at June 30, 1998 follows:

	<u>Receivable</u>	<u>Payable</u>
General fund - due from utility fund	\$ 86,067	
- due from sales tax fund	64,916	
Special revenue - due from utility fund	22,161	
- due from general fund	1,495	
- due from sales tax fund	66,865	
Debt service - due from general fund	2,890	
General fund - due to debt service fund		\$ 2,890
- due to street fund		1,495
Special revenue - due to general fund		64,916
- due to street fund		66,865
Utility fund - due to general fund		86,067
- due to street fund		22,161
	<u>\$244,394</u>	<u>\$244,394</u>
	=====	=====

(18) Garbage and trash contract

In March 1997 the Town entered into a contract with TransAmerican Waste Industries, Inc. to handle all the garbage and trash collection for the Town for the next eight years at a basic rate of \$5.75 per residential collection for the first four years, increasing to \$6.75 for the second four years. Upon execution, the Town received a \$35,000 payment in settlement of disputed hauling costs the Town had incurred in prior years. The \$35,000 was used to reduce billings to citizens for garbage and trash collection.

(19) Year 2000

The Town has estimated that approximately \$8,000 will have to be expended to come year 2000 compliant. The Town does not expect any interruption of critical services.

TOWN OF MANY, LOUISIANA  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 1998

(20) Subsequent events

Under EPA regulations, the Town will have to replace the fueling facilities at the airport prior to December 31, 1998, at an estimated cost of approximately \$70,000, in order to continue to provide fuel at the airport. The Town currently plans to have this work done during the early part of calendar year 1999.

Beginning July 1, 1998, the Town will begin to receive funds of \$115,902 from a three year U. S. Department of Justice grant to hire two additional police officers. The Town is committed to fund a portion of the cost (amounting to \$38,635) of these two additional police officers during the term of the grant.

TOWN OF MANY, LOUISIANA  
GENERAL FUND  
COMPARATIVE BALANCE SHEET  
JUNE 30, 1998 AND 1997

ASSETS	1998	1997
Cash and cash equivalents	\$84,216	\$54,519
Investments, at cost	203,273	275,000
Receivables:		
Ad valorem taxes	416	443
Franchise taxes	29,400	26,788
Employees	829	383
State of Louisiana	14,059	10,641
Other	390	641
Due from sales tax fund	64,916	63,255
Due from street fund	0	0
Due from utility fund	86,067	62,101
Utility deposits	125	125
	<u>          </u>	<u>          </u>
Total assets	<u>\$483,691</u>	<u>\$493,896</u>
 LIABILITIES AND FUND BALANCE		
Liabilities:		
Accounts payable	\$33,203	\$27,142
Payroll and payroll taxes payable	22,159	14,667
Due to debt service fund	2,890	2,831
Due to street and sidewalks fund	1,495	4,417
	<u>          </u>	<u>          </u>
Total liabilities	59,747	49,057
Fund balance - unreserved	<u>423,944</u>	<u>444,839</u>
Total liabilities and fund balance	<u>\$483,691</u>	<u>\$493,896</u>

The accompanying notes are an integral part of these statements.



TOWN OF MANY, LOUISIANA  
GENERAL FUND  
COMPARATIVE STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE  
YEARS ENDED JUNE 30, 1998 AND 1997

	1998	1997
Revenues:		
Taxes:		
Ad valorem	\$85,563	\$86,874
Franchise	130,831	127,929
Licenses and permits	172,129	176,564
Intergovernmental	87,203	79,514
Charges for services	106,069	137,047
Fines	35,162	29,777
Interest	9,003	11,089
Miscellaneous revenues	46,961	57,855
	<u>672,921</u>	<u>706,649</u>
Expenditures:		
Current:		
General government	204,501	190,308
Highways and streets	54,183	51,729
Public safety:		
Police	390,327	385,969
Sanitation	223,120	237,112
Hart airport	36,084	30,529
Recreation	80,544	84,533
Maintenance	9,695	12,155
Public relations	57,530	44,595
Debt service:		
Principal	6,701	45,335
Interest	198	2,071
	<u>1,062,883</u>	<u>1,084,336</u>
Excess (deficiency) of revenues over expenditures	<u>(389,962)</u>	<u>(377,687)</u>
Other financing sources (uses):		
Operating transfers from (to):		
Sales tax fund	369,067	350,192
	<u>369,067</u>	<u>350,192</u>
Excess (deficiency) of revenues and other financing sources over (under) expenditures and other financing uses	<u>(20,895)</u>	<u>(27,495)</u>
Fund balance, beginning of year	<u>444,839</u>	<u>472,334</u>
Fund balance, end of year	<u>\$423,944</u>	<u>\$444,839</u>

The accompanying notes are an integral part of these statements

TOWN OF MANY, LOUISIANA  
GENERAL FUND  
COMPARATIVE STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE  
BUDGET (GAAP BASIS) AND ACTUAL  
YEARS ENDED JUNE 30, 1998 AND 1997

	1998		VARIANCE FAVORABLE (UNFAVORABLE)	1997	
	BUDGET	ACTUAL		ACTUAL	ACTUAL
Revenues:					
Taxes:					
Ad valorem	\$90,000	\$85,563	(\$4,437)		\$86,874
Franchise:					
Cleco	77,000	78,852	1,852		74,442
Transla Gas Company	19,000	14,328	(4,672)		18,396
Bell South	20,000	23,668	3,668		21,407
Valley Electric	5,500	4,955	(545)		5,057
Illini Cablevision, Inc.	9,500	9,028	(472)		8,627
Total taxes	221,000	216,394	(4,606)		214,803
Licenses and permits:					
Occupational licenses	170,000	165,808	(4,192)		171,804
Electrical, building and other permits	4,100	5,475	1,375		4,400
Zoning compliance fees	300	846	546		360
Total licenses and permits	174,400	172,129	(2,271)		176,564
Intergovernmental:					
Federal grants	0	23,073	23,073		19,349
Sabine Parish Housing Authority	7,500	7,863	363		7,398
State of Louisiana:					
Other	0	2,300	2,300		5,640
Video poker tax	20,000	24,096	4,096		18,768
Tobacco tax	20,000	15,900	(4,100)		15,899
Alcoholic beverage tax	13,000	13,971	971		12,460
Total intergovernmental	60,500	87,203	26,703		79,514
Charges for services:					
Grass cutting	0	3,064	3,064		250
Garbage fees	108,163	103,005	(5,158)		136,797
Total charges for services	108,163	106,069	(2,094)		137,047

The accompanying notes are an integral part of these statements.

TOWN OF MANY, LOUISIANA  
GENERAL FUND  
COMPARATIVE STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE  
BUDGET (GAAP BASIS) AND ACTUAL  
YEARS ENDED JUNE 30, 1998 AND 1997

	1998		1997	
	BUDGET	ACTUAL	VARIANCE FAVORABLE (UNFAVORABLE)	ACTUAL
Revenues: (continued)				
Fines	\$30,000	\$35,162	\$5,162	\$29,777
Interest	8,000	9,003	1,003	11,089
Miscellaneous revenues:				
Airport revenue	9,000	13,966	4,966	7,123
Miscellaneous	500	32,995	32,495	7,840
Sale of assets	50,000	0	(50,000)	42,892
Sale of material	0	0	0	0
Total miscellaneous revenues	59,500	46,961	(12,539)	57,855
Total revenues	661,563	672,921	11,358	706,649
Expenditures:				
Current:				
General government:				
Advertising	2,500	3,442	(942)	2,545
Audit fee	4,800	5,000	(200)	4,600
Annexation	5,000	113	4,887	0
City attorney	3,000	460	2,540	2,461
Election expense	0	348	(348)	2,838
Dues and subscriptions	4,000	3,795	205	3,899
Insurance	18,800	13,524	5,276	13,208
Legal and accounting	3,500	8,285	(4,785)	4,314
Miscellaneous	2,000	12,863	(10,863)	5,201

The accompanying notes are an integral part of these statements.

TOWN OF MANY, LOUISIANA  
GENERAL FUND  
COMPARATIVE STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE  
BUDGET (GAAP BASIS) AND ACTUAL  
YEARS ENDED JUNE 30, 1998 AND 1997

	1998		VARIANCE FAVORABLE (UNFAVORABLE)	1997
	BUDGET	ACTUAL		ACTUAL
Expenditures: (continued)				
Current:				
General government:				
Office supplies and postage	\$5,000	\$6,491	(\$1,491)	\$5,556
Reapportionment	0	0	0	1,963
Rent of equipment	2,000	1,762	238	1,836
Repairs and maintenance	3,500	3,218	282	2,295
Mayor & aldermen's salaries	27,000	31,550	(4,550)	27,000
Other salaries	59,500	65,267	(5,767)	59,245
Supplies	2,000	1,749	251	2,236
Payroll taxes	6,617	6,693	(76)	6,598
Retirement	1,691	1,667	24	1,537
Tax roll preparation cost	2,200	2,125	75	2,113
Telephone	8,000	5,708	2,292	8,199
Travel and seminars	8,500	11,852	(3,352)	5,743
Utilities	2,500	2,522	(22)	2,666
Ordinance expenses	650	2,172	(1,522)	594
Workmen's compensation	580	727	(147)	656
Capital outlay	15,000	13,168	1,832	23,005
Total general government	188,338	204,501	(16,163)	190,308
Highways and streets:				
Street lights	52,000	54,126	(2,126)	51,729
Miscellaneous	500	57	443	0
Total highways and streets	52,500	54,183	(1,683)	51,729
Public safety:				
Police:				
Dues and subscriptions	2,000	260	1,740	1,395
Miscellaneous	5,872	4,021	1,851	5,381
Office supplies & postage	1,700	1,550	150	1,716
Equipment costs	500	760	(260)	75
Legal costs	5,000	0	5,000	13
Prisoner expense	1,000	1,361	(361)	467

The accompanying notes are an integral part of these statements.

TOWN OF MANY, LOUISIANA  
GENERAL FUND  
COMPARATIVE STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE  
BUDGET (GAAP BASIS) AND ACTUAL  
YEARS ENDED JUNE 30, 1998 AND 1997

	1998		1997	
	BUDGET	ACTUAL	VARIANCE FAVORABLE (UNFAVORABLE)	ACTUAL
Expenditures: (continued)				
Current:				
Public safety:				
Police:				
Car expense	\$12,500	\$6,513	\$5,987	\$12,114
Workmen's compensation insurance	17,591	14,456	3,135	15,459
Repairs & maintenance	10,000	14,997	(4,997)	8,433
Salaries	235,000	224,288	10,712	226,415
Supplies	3,500	3,063	437	2,941
Payroll taxes	17,978	19,145	(1,167)	18,171
Retirement	18,000	14,313	3,687	16,115
Informant fees	300	200	100	0
Insurance	27,600	22,357	5,243	23,685
Insurance - group	33,000	25,110	7,890	31,170
Telephone	1,500	1,808	(308)	1,607
Travel and training	4,000	2,608	1,392	9,299
Uniforms and laundry	3,000	4,229	(1,229)	3,713
Utilities	2,500	2,522	(22)	1,696
Capital outlay	0	26,766	(26,766)	6,104
Total police	<u>402,541</u>	<u>390,327</u>	<u>12,214</u>	<u>385,969</u>
Garbage and trash:				
Miscellaneous	0	0	0	2,741
Salaries	0	0	0	61,310
Payroll taxes	0	0	0	4,690
Retirement	0	0	0	1,634
Repairs and maintenance	0	0	0	8,152
Insurance	0	0	0	7,515
Truck expenses	0	0	0	7,135
Legal	0	0	0	6,136
Subcontract	0	0	0	32,754
Supplies	117,996	106,503	11,493	3,616
Unemployment expense	0	11	(11)	66
Workmen's compensation insurance	0	0	0	11,654
Total garbage and trash	<u>117,996</u>	<u>106,514</u>	<u>11,482</u>	<u>147,403</u>

The accompanying notes are an integral part of these statements.



TOWN OF MANY, LOUISIANA  
GENERAL FUND  
COMPARATIVE STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE  
BUDGET (GAAP BASIS) AND ACTUAL  
YEARS ENDED JUNE 30, 1998 AND 1997

	1998		VARIANCE FAVORABLE (UNFAVORABLE)	1997
	BUDGET	ACTUAL		ACTUAL
Expenditures: (continued)				
Current:				
Clean up:				
Chemicals	\$3,000	\$4,729	(\$1,729)	\$9,833
Fogging expense	3,000	3,088	(88)	4,590
Miscellaneous	150	2,513	(2,363)	1,347
Salaries	40,000	69,099	(29,099)	41,961
Payroll taxes	3,060	5,292	(2,232)	3,210
Retirement	1,100	657	443	531
Repairs and maintenance	5,000	5,525	(525)	8,101
Insurance	2,400	6,957	(4,557)	1,235
Truck expenses	2,000	2,795	(795)	2,224
Supplies	4,000	4,743	(743)	7,610
Unemployment expense	500	100	400	111
Workmen's compensation insurance	6,504	9,337	(2,833)	6,961
Capital outlay	1,550	1,771	(221)	1,995
Total clean up	72,264	116,606	(44,342)	89,709
Total sanitation	190,260	223,120	(32,860)	237,112
Hart airport:				
Insurance	5,000	3,840	1,160	3,913
Salaries	8,600	9,214	(614)	9,277
Utilities	5,500	5,423	77	5,380
Supplies	7,500	12,957	(5,457)	7,144
Miscellaneous	100	735	(635)	1,670
Payroll taxes	658	705	(47)	710
Repairs and maintenance	5,000	2,097	2,903	1,413
Workmen's compensation insurance	325	320	5	346
Telephone	750	743	7	676
Capital outlay	0	50	(50)	0
Total airport	33,433	36,084	(2,651)	30,529

The accompanying notes are an integral part of these statements.



TOWN OF MANY, LOUISIANA  
GENERAL FUND  
COMPARATIVE STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE  
BUDGET (GAAP BASIS) AND ACTUAL  
YEARS ENDED JUNE 30, 1998 AND 1997

	1998		VARIANCE FAVORABLE (UNFAVORABLE)	1997	
	BUDGET	ACTUAL		ACTUAL	ACTUAL
Expenditures: (continued)					
Current:					
Recreation and other:					
Insurance	\$1,000	\$1,088	(\$88)	\$1,225	
Utilities	2,500	4,162	(1,662)	2,574	
Repairs	15,000	1,105	13,895	21,163	
Salaries	5,320	8,336	(3,016)	9,168	
Payroll taxes	407	638	(231)	701	
Miscellaneous	3,521	17,591	(14,070)	4,592	
Supplies	500	5,558	(5,058)	2,965	
Taylor House grants	0	9,093	(9,093)	19,349	
Capital outlay	26,000	32,973	(6,973)	22,796	
Total recreation	54,248	80,544	(26,296)	84,533	
Maintenance:					
Miscellaneous	2,328	96	2,232	238	
Repairs	0	16	(16)	179	
Supplies	3,600	1,288	2,312	2,525	
Capital outlay	0	290	(290)	3,917	
Personnel expense	18,302	7,890	10,412	4,096	
Utilities	1,000	115	885	1,200	
Total maintenance	25,230	9,695	15,535	12,155	
Public relations:					
Festival	10,000	12,841	(2,841)	10,263	
Christmas parade	1,000	489	511	544	
Office supplies & postage	1,200	904	296	585	
Promotion	20,000	10,255	9,745	17,376	
Salaries	14,560	17,652	(3,092)	9,301	
Payroll taxes	1,114	1,350	(236)	711	
Supplies	5,000	8,346	(3,346)	3,078	
Retirement	0	429	(429)	499	
Telephone	500	577	(77)	188	
Travel & seminars	1,200	1,579	(379)	1,992	
Miscellaneous	2,497	3,108	(611)	58	
Total public relations	57,071	57,530	(459)	44,595	
Total current expenditures	1,003,621	1,055,984	(52,363)	1,036,930	

The accompanying notes are an integral part of these statements.

TOWN OF MANY, LOUISIANA  
GENERAL FUND  
COMPARATIVE STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE  
BUDGET (GAAP BASIS) AND ACTUAL  
YEARS ENDED JUNE 30, 1998 AND 1997

	1998		VARIANCE FAVORABLE (UNFAVORABLE)	1997
	BUDGET	ACTUAL		ACTUAL
Airport construction costs:				
Construction costs	\$0	\$0	\$0	\$0
Total airport construction costs	0	0	0	0
Debt service:				
Certificates of indebtedness-				
Principal	0	0	0	36,881
Interest	0	0	0	1,330
Total debt service-certificates	0	0	0	38,211
Theatre debt-				
Principal	8,458	6,701	1,757	8,454
Interest	316	198	118	741
Total debt service-theatre debt	8,774	6,899	1,875	9,195
Total debt service	8,774	6,899	1,875	47,406
Total expenditures	1,012,395	1,062,883	(50,488)	1,084,336
Excess (deficiency) of revenues over expenditures	(350,832)	(389,962)	(39,130)	(377,687)
Other financing sources (uses):				
Operating transfers from (to):				
Sales tax fund	356,020	369,067	13,047	350,192
Total other financing sources (uses)	356,020	369,067	13,047	350,192
Excess (deficiency) of revenues and other financing sources over (under) expenditures and other financing uses	5,188	(20,895)	(26,083)	(27,495)
Fund balance, beginning of year	444,839	444,839	0	472,334
Fund balance, end of year	\$450,027	\$423,944	(\$26,083)	\$444,839

The accompanying notes are an integral part of these statements.

## SPECIAL REVENUE FUNDS

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Special revenue funds are used to account for specific revenues that are legally restricted to expenditure for particular purposes.

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Sales Tax Fund - To account for the receipt and use of proceeds of the Town's 1% sales and use tax. These taxes are allocated 50% to the Streets and Sidewalks Fund for maintenance and construction of streets and sidewalks and 50% to the General Fund for general operating or any other use as designated by the Board.

Streets and Sidewalks Fund - To account for the receipt and expenditure of funds provided for the proper maintenance and construction of streets and sidewalks.

EXHIBIT G-1

TOWN OF MANY, LOUISIANA  
SPECIAL REVENUE FUNDS  
COMBINING BALANCE SHEET

JUNE 30, 1998

WITH COMPARATIVE TOTALS FOR JUNE 30, 1997

	SALES TAX	STREETS AND SIDEWALKS	TOTALS
	1998	1997	
<b>ASSETS</b>			
Cash and cash equivalents	\$189,456	\$126,570	\$157,627
Investments, at cost	100,000	100,000	50,000
Interest receivable	885	885	216
Due from State of Louisiana	2,809	2,809	2,809
Sales taxes receivable	68,895	0	65,384
Due from general fund	1,495	1,495	4,417
Due from sales tax fund	66,865	66,865	65,204
Due from utility fund	22,161	22,161	12,902
Total assets	<u>\$452,566</u>	<u>\$320,785</u>	<u>\$358,559</u>
<b>LIABILITIES AND FUND BALANCES</b>			
Liabilities:			
Accounts payable	\$3,463	\$3,463	\$6,746
Payroll and payroll taxes payable	3,338	3,338	3,610
Due to federal government	0	0	0
Due to general fund	64,916	0	63,255
Due to streets & sidewalks fund	66,865		65,204
Due to utility fund	0		0
Total liabilities	138,582	6,801	138,815
Fund balances - unreserved	313,984	313,984	219,744
Total liabilities and fund balances	<u>\$452,566</u>	<u>\$320,785</u>	<u>\$358,559</u>

The accompanying notes are an integral part of these statements.



TOWN OF MANY, LOUISIANA  
SPECIAL REVENUE FUNDS  
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES  
YEAR ENDED JUNE 30, 1998  
WITH COMPARATIVE TOTALS FOR YEAR ENDED JUNE 30, 1997

	SALES TAX	STREETS AND SIDEWALKS	TOTALS
	1998	1997	
Revenues:			
Taxes	\$752,628		\$752,628
Intergovernmental		\$5,618	\$714,817
Interest		5,693	5,618
Miscellaneous		26,053	5,212
		25	25
Total revenues	<u>752,628</u>	<u>37,364</u>	<u>789,992</u>
Expenditures:			
General government	14,494	162,887	177,381
Highways and streets		149,304	149,304
Total expenditures	<u>14,494</u>	<u>312,191</u>	<u>326,685</u>
Excess (deficiency) of revenues over expenditures	738,134	(274,827)	463,307
Other financing sources (uses):			
Operating transfers in (out)	<u>(738,134)</u>	<u>369,067</u>	<u>(369,067)</u>
Excess (deficiency) of revenues and other financing sources over (under) expenditures and other financing uses	0	94,240	94,240
Fund balances, beginning of year	<u>0</u>	<u>219,744</u>	<u>219,744</u>
Fund balances, end of year	<u>\$0</u>	<u>\$313,984</u>	<u>\$219,744</u>

The accompanying notes are an integral part of these

TOWN OF MANY, LOUISIANA  
SPECIAL REVENUE FUNDS  
SALES TAX FUND  
COMPARATIVE BALANCE SHEET  
JUNE 30, 1998 AND 1997

ASSETS	1998	1997
Cash	\$62,886	\$63,075
Sales taxes receivable	68,895	65,384
 Total assets	 <u>\$131,781</u>	 <u>\$128,459</u>
 <b>LIABILITIES AND FUND BALANCE</b>		
Liabilities:		
Due to general fund	\$64,916	\$63,255
Due to streets and sidewalks fund	66,865	65,204
 Total liabilities	 131,781	 128,459
 Fund balance - unreserved	 <u>0</u>	 <u>0</u>
 Total liabilities and fund balance	 <u>\$131,781</u>	 <u>\$128,459</u>

The accompanying notes are an integral part of these statements.

TOWN OF MANY, LOUISIANA  
SPECIAL REVENUE FUNDS  
SALES TAX FUND  
COMPARATIVE STATEMENT OF REVENUES, EXPENDITURES,  
AND CHANGES IN FUND BALANCES  
YEARS ENDED JUNE 30, 1998 AND 1997

	1998	1997
Revenues:		
Taxes:		
Sales tax	<u>\$752,628</u>	<u>\$714,817</u>
Total revenues	<u>752,628</u>	<u>714,817</u>
Expenditures:		
General government-		
Accounting	0	0
Collection fee	14,494	14,433
Miscellaneous	<u>0</u>	<u>0</u>
Total expenditures	<u>14,494</u>	<u>14,433</u>
Excess of revenues over expenditures	<u>738,134</u>	<u>700,384</u>
Other financing uses:		
Operating transfers to:		
General fund	(369,067)	(350,192)
Streets and sidewalks fund	<u>(369,067)</u>	<u>(350,192)</u>
Total other financing uses	<u>(738,134)</u>	<u>(700,384)</u>
Excess of revenues over expenditures and other financing uses	0	0
Fund balance, beginning of year	<u>0</u>	<u>0</u>
Fund balance, end of year	<u>\$0</u>	<u>\$0</u>

The accompanying notes are an integral part of these statements.

TOWN OF MANY, LOUISIANA  
SPECIAL REVENUE FUNDS  
SALES TAX FUND  
COMPARATIVE STATEMENT OF REVENUES, EXPENDITURES,  
AND CHANGES IN FUND BALANCE - BUDGET (GAAP BASIS) AND ACTUAL  
YEARS ENDED JUNE 30, 1998 AND 1997

	1998		VARIANCE FAVORABLE (UNFAVORABLE)	1997
	BUDGET	ACTUAL		ACTUAL
Revenues:				
Taxes:				
Sales tax	\$724,723	\$752,628	\$27,905	\$714,817
Total revenues	<u>724,723</u>	<u>752,628</u>	<u>27,905</u>	<u>714,817</u>
Expenditures:				
General government-				
Accounting	0	0	0	0
Collection fee	12,683	14,494	(1,811)	14,433
Miscellaneous	0	0	0	0
Total expenditures	<u>12,683</u>	<u>14,494</u>	<u>(1,811)</u>	<u>14,433</u>
Excess of revenues over expenditures	<u>712,040</u>	<u>738,134</u>	<u>26,094</u>	<u>700,384</u>
Other financing uses:				
Operating transfers to:				
General fund	(356,020)	(369,067)	(13,047)	(350,192)
Streets and sidewalks fund	(356,020)	(369,067)	(13,047)	(350,192)
Total other financing uses	<u>(712,040)</u>	<u>(738,134)</u>	<u>(26,094)</u>	<u>(700,384)</u>
Excess of revenues over expenditures and other financing uses	0	0	0	0
Fund balance, beginning of year	0	0	0	0
Fund balance, end of year	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>

The accompanying notes are an integral part of these statements.



TOWN OF MANY, LOUISIANA  
SPECIAL REVENUE FUNDS  
STREETS AND SIDEWALKS FUND  
COMPARATIVE BALANCE SHEET  
JUNE 30, 1998 AND 1997

ASSETS	1998	1997
Cash and cash equivalents	\$126,570	\$94,552
Investments, at cost	100,000	50,000
Interest receivable	885	216
Due from State of Louisiana	2,809	2,809
Due from general fund	1,495	4,417
Due from sales tax fund	66,865	65,204
Due from utility fund	22,161	12,902
<b>Total assets</b>	<b>\$320,785</b>	<b>\$230,100</b>
<b>LIABILITIES AND FUND BALANCE</b>		
Liabilities:		
Accounts payable	\$3,463	\$6,746
Due to general fund	0	0
Payroll & payroll taxes payable	3,338	3,610
<b>Total liabilities</b>	<b>6,801</b>	<b>10,356</b>
Fund balance - unreserved	313,984	219,744
<b>Total liabilities and fund balance</b>	<b>\$320,785</b>	<b>\$230,100</b>

The accompanying notes are an integral part of these statements.

TOWN OF MANY, LOUISIANA  
SPECIAL REVENUE FUNDS  
STREETS AND SIDEWALKS FUND  
COMPARATIVE STATEMENT OF REVENUES, EXPENDITURES,  
AND CHANGES IN FUND BALANCE  
YEARS ENDED JUNE 30, 1998 AND 1997

	1998	1997
Revenues:		
Intergovernmental revenues:		
Louisiana Department of Transportation and Development	\$5,618	\$5,618
Interest	5,693	5,212
Grants and other miscellaneous revenue	26,053	25
	<u>37,364</u>	<u>10,855</u>
Total revenues		
Expenditures:		
General government-		
Accounting	2,820	3,000
Equipment repair & maintenance	7,133	14,709
Engineering fees	0	860
Insurance	16,814	14,636
Miscellaneous	1,441	1,960
Salaries	71,122	86,014
Supplies & materials	22,041	19,807
Payroll taxes	6,823	6,596
Truck expense	16,034	10,609
Retirement	1,295	1,787
Contract labor and hauling	2,796	544
Workmen's compensation	14,247	17,760
Legal	0	0
Travel and seminars	321	22
	<u>162,887</u>	<u>178,304</u>
Total general government		
Highways and streets-		
Street signs	492	2,002
Equipment	42,486	0
Street construction	0	29,840
Street repair	106,326	142,538
	<u>149,304</u>	<u>174,380</u>
Total highways and streets		
Total expenditures	<u>312,191</u>	<u>352,684</u>
Excess (deficiency) of revenues over expenditures	<u>(274,827)</u>	<u>(341,829)</u>
Other financing sources:		
Operating transfers from:		
Sales tax fund	369,067	350,192
	<u>369,067</u>	<u>350,192</u>
Total other financing sources		
Excess (deficiency) of revenues over expenditures and other financing sources	94,240	8,363
Fund balance, beginning of year	<u>219,744</u>	<u>211,381</u>
Fund balance, end of year	<u>\$313,984</u>	<u>\$219,744</u>

The accompanying notes are an integral part of these statements.

TOWN OF MANY, LOUISIANA  
SPECIAL REVENUE FUNDS  
STREETS AND SIDEWALKS FUND  
COMPARATIVE STATEMENT OF REVENUES, EXPENDITURES,  
AND CHANGES IN FUND BALANCE - BUDGET (GAAP BASIS) AND ACTUAL  
YEARS ENDED JUNE 30, 1998 AND 1997

	1998		1997	
	BUDGET	ACTUAL	VARIANCE FAVORABLE (UNFAVORABLE)	ACTUAL
Revenues:				
Intergovernmental revenues:				
Louisiana Department of Transportation and Development	\$5,618	\$5,618	\$0	\$5,618
Interest	500	5,693	5,193	5,212
Grants and other miscellaneous revenue	0	26,053	26,053	25
<b>Total revenues</b>	<b>6,118</b>	<b>37,364</b>	<b>31,246</b>	<b>10,855</b>
Expenditures:				
General government-				
Accounting	3,040	2,820	220	3,000
Equipment repair & maintenance	15,000	7,133	7,867	14,709
Engineering fees	0	0	0	860
Insurance	35,400	16,814	18,586	14,636
Miscellaneous	2,300	1,441	859	1,960
Salaries	94,200	71,122	23,078	86,014
Supplies & materials	25,500	22,041	3,459	19,807
Payroll taxes	7,206	6,823	383	6,596
Truck expense	8,500	16,034	(7,534)	10,609
Retirement	2,559	1,295	1,264	1,787
Contract labor and hauling	750	2,796	(2,046)	544
Workmen's compensation	17,275	14,247	3,028	17,760
Legal	150	0	150	0
Travel and seminars	150	321	(171)	22
<b>Total general government</b>	<b>212,030</b>	<b>162,887</b>	<b>49,143</b>	<b>178,304</b>

The accompanying notes are an integral part of these statements.

TOWN OF MANY, LOUISIANA  
SPECIAL REVENUE FUNDS  
STREETS AND SIDEWALKS FUND  
COMPARATIVE STATEMENT OF REVENUES, EXPENDITURES,  
AND CHANGES IN FUND BALANCE - BUDGET (GAAP BASIS) AND ACTUAL  
YEARS ENDED JUNE 30, 1998 AND 1997

	1998		1997	
	BUDGET	ACTUAL	VARIANCE FAVORABLE (UNFAVORABLE)	ACTUAL
Expenditures: (continued)				
Highways and streets:				
Street signs	\$2,500	\$492	\$2,008	\$2,002
Equipment	62,500	42,486	20,014	0
Street construction	0	0	0	29,840
Street repair	100,000	106,326	(6,326)	142,538
Total highways and streets	165,000	149,304	15,696	174,380
Total expenditures	377,030	312,191	64,839	352,684
Excess (deficiency) of revenues over expenditures	(370,912)	(274,827)	96,085	(341,829)
Other financing sources:				
Operating transfers (to) from:				
Sales tax fund	356,020	369,067	13,047	350,192
Total other financing sources	356,020	369,067	13,047	350,192
Excess (deficiency) of revenues and other financing sources over (under) expenditures and other financing sources	(14,892)	94,240	109,132	8,363
Fund balance, beginning of year	219,744	219,744	0	211,381
Fund balance, end of year	\$204,852	\$313,984	\$109,132	\$219,744

The accompanying notes are an integral part of these statements.



## DEBT SERVICE FUND

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The debt service fund is used to account for the accumulation of resources and payment of general obligation bond principal and interest from governmental resources and special assessment bond principal and interest from special assessment levies when the government is obligated in some manner for the payment.

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1975 Public Improvement Bonds - To accumulate monies for payment of the 1975 \$540,000 Public Improvement Bonds, Series A and B. Of the bonds, \$180,000 remain outstanding. Debt service is financed by the levy of a specific ad valorem tax.

1987 Certificates of Indebtedness - To accumulate monies for payment of the 1987 \$270,000 Certificates of Indebtedness. Of the certificates, \$183,000 remain outstanding. Debt service is financed from the general revenues of the Town of Many.

TOWN OF MANY, LOUISIANA  
 DEBT SERVICE FUND  
 COMBINING BALANCE SHEET  
 JUNE 30, 1998  
 WITH COMPARATIVE TOTALS FOR JUNE 30, 1997

	PUBLIC IMPROVEMENT BONDS SERIES A 1975	PUBLIC IMPROVEMENT BONDS SERIES B 1975	CERTIFICATES OF INDEBTEDNESS SERIES 1987	NOTE PAYABLE	TOTALS
					1998      1997
<b>ASSETS</b>					
Cash	\$9,954	\$8,696	\$0	\$0	\$18,650      \$5,767
Due from (to) other cash accounts	8,258	(8,258)	0	0	0      0
Ad valorem taxes receivable	60	60	0	0	120      64
Due from general fund	615	2,275	0	0	2,890      2,831
Total assets	<u>\$18,887</u>	<u>\$2,773</u>	<u>\$0</u>	<u>\$0</u>	<u>\$21,660</u> <u>\$8,662</u>
<b>LIABILITIES AND FUND BALANCES</b>					
Fund balances - designated for debt service	<u>\$18,887</u>	<u>\$2,773</u>	<u>\$0</u>	<u>\$0</u>	<u>\$21,660</u> <u>\$8,662</u>
Total liabilities and fund balances	<u>\$18,887</u>	<u>\$2,773</u>	<u>\$0</u>	<u>\$0</u>	<u>\$21,660</u> <u>\$8,662</u>

The accompanying notes are an integral part of these statements.

TOWN OF MANY, LOUISIANA  
DEBT SERVICE FUND  
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES  
YEAR ENDED JUNE 30, 1998  
WITH COMPARATIVE TOTALS FOR YEAR ENDED JUNE 30, 1997

	PUBLIC IMPROVEMENT BONDS SERIES A 1975	PUBLIC IMPROVEMENT BONDS SERIES B 1975	CERTIFICATES OF INDEBTEDNESS SERIES 1987	NOTE PAYABLE	TOTALS	
					1998	1997
Revenues:						
Taxes - ad valorem	\$12,397	\$12,397	\$0	\$0	\$24,794	\$12,612
Interest	167	137	0	0	304	190
Total revenues	<u>12,564</u>	<u>12,534</u>	<u>0</u>	<u>0</u>	<u>25,098</u>	<u>12,802</u>
Expenditures:						
Principal retirement	5,000	5,000	0	0	10,000	10,000
Interest coupons paid	1,050	1,050	0	0	2,100	2,800
Total expenditures	<u>6,050</u>	<u>6,050</u>	<u>0</u>	<u>0</u>	<u>12,100</u>	<u>12,800</u>
Excess of revenues over expenditures	6,514	6,484	0	0	12,998	2
Fund balances, beginning of year	12,373	(3,711)	0	0	8,662	8,660
Fund balances, end of year	<u>\$18,887</u>	<u>\$2,773</u>	<u>\$0</u>	<u>\$0</u>	<u>\$21,660</u>	<u>\$8,662</u>

The accompanying notes are an integral part of these statements.

TOWN OF MANY, LOUISIANA  
DEBT SERVICE FUND  
STATEMENTS OF REVENUES, EXPENDITURES,  
AND CHANGES IN FUND BALANCE - BUDGET (GAAP BASIS) AND ACTUAL  
YEAR ENDED JUNE 30, 1998

	1975 PUBLIC IMPROVEMENT BONDS-SERIES A		1975 PUBLIC IMPROVEMENT BONDS-SERIES B			
	BUDGET	ACTUAL	VARIANCE FAVORABLE (UNFAVORABLE)	BUDGET	ACTUAL	VARIANCE FAVORABLE (UNFAVORABLE)
Revenues:						
Taxes - ad valorem	\$12,100	\$12,397	\$297	\$12,100	\$12,397	\$297
Interest	125	167	42	125	137	12
Total revenues	<u>12,225</u>	<u>12,564</u>	<u>339</u>	<u>12,225</u>	<u>12,534</u>	<u>309</u>
Expenditures:						
Principal retirement	5,000	5,000	0	5,000	5,000	0
Interest coupons paid	1,050	1,050	0	1,050	1,050	0
Total expenditures	<u>6,050</u>	<u>6,050</u>	<u>0</u>	<u>6,050</u>	<u>6,050</u>	<u>0</u>
Excess of revenues over expenditures	6,175	6,514	339	6,175	6,484	309
Fund balance, beginning of year	<u>12,373</u>	<u>12,373</u>	<u>0</u>	<u>(3,711)</u>	<u>(3,711)</u>	<u>0</u>
Fund balance, end of year	<u>\$18,548</u>	<u>\$18,887</u>	<u>\$339</u>	<u>\$2,464</u>	<u>\$2,773</u>	<u>\$309</u>

The accompanying notes are an integral part of these statements.



TOWN OF MANY, LOUISIANA  
DEBT SERVICE FUND  
COMPARATIVE STATEMENTS OF REVENUES, EXPENDITURES,  
AND CHANGES IN FUND BALANCE - BUDGET (GAAP BASIS) AND ACTUAL  
YEARS ENDED JUNE 30, 1998 AND 1997

	1998		1997
	BUDGET	ACTUAL	ACTUAL
			VARIANCE FAVORABLE (UNFAVORABLE)
Revenues:			
Taxes - ad valorem	\$24,200	\$24,794	\$594
Interest	250	304	54
Total revenues	<u>24,450</u>	<u>25,098</u>	<u>648</u>
Expenditures:			
Principal retirement	10,000	10,000	0
Interest coupons paid	2,100	2,100	0
Total expenditures	<u>12,100</u>	<u>12,100</u>	<u>0</u>
Excess of revenues over expenditures	12,350	12,998	648
Fund balance, beginning of year	<u>8,662</u>	<u>8,662</u>	<u>0</u>
Fund balance, end of year	<u>\$21,012</u>	<u>\$21,660</u>	<u>\$648</u>
			<u>12,800</u>
			<u>2</u>
			<u>8,660</u>
			<u>\$8,662</u>

The accompanying notes are an integral part of these statements.

## ENTERPRISE FUND

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Enterprise funds are used to account for operations that are financed and operated in a manner similar to private business enterprises where the intent of the government's council is that the costs of providing goods or services to the general public on a continuing basis be financed or recovered primarily through user charges; or where the government's council has decided that periodic determination of net income is appropriate for accountability purposes.

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Utility Fund - To account for the provision of water and sewer services to residents of the Town. 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.

TOWN OF MANY, LOUISIANA  
ENTERPRISE FUND  
UTILITY FUND  
COMPARATIVE BALANCE SHEET  
JUNE 30, 1998 AND 1997

ASSETS	1998	1997
Current assets:		
Cash and cash equivalents	\$48,021	\$27,882
Investments, at cost	0	50,000
Receivables:		
Accrued interest and other	942	2,866
Utility bills	122,746	79,026
Prepaid insurance	6,524	7,073
Total current assets	<u>178,233</u>	<u>166,847</u>
Restricted assets:		
Cash and cash equivalents:		
Customers' meter deposits:		
Cash	3,622	2,263
Time certificates of deposit, at cost	74,458	70,877
Revenue bond & interest sinking fund:		
Money market account	37,369	39,322
Depreciation & contingency fund:		
Time certificate of deposit, at cost	182,495	171,907
Revenue bond reserve fund:		
Time certificate of deposit, at cost	58,000	58,000
Total restricted assets	<u>355,944</u>	<u>342,369</u>
Plant and equipment, at cost, net of accumulated depreciation (1998 - \$2,030,605; 1997 - \$1,904,494)	<u>3,642,954</u>	<u>3,355,615</u>
Total assets	<u>\$4,177,131</u>	<u>\$3,864,831</u>

The accompanying notes are an integral part of these statements.

TOWN OF MANY, LOUISIANA  
ENTERPRISE FUND  
UTILITY FUND  
COMPARATIVE BALANCE SHEET  
JUNE 30, 1998 AND 1997

LIABILITIES AND FUND EQUITY	1998	1997
Liabilities:		
Current liabilities (payable from current assets):		
Accounts payable	\$32,513	\$12,141
Payroll and payroll taxes payable	11,334	7,166
Sales tax payable	1,101	816
Due to general fund	86,067	62,101
Due to street & sidewalks fund	22,161	12,902
Total current liabilities (payable from current assets)	<u>153,176</u>	<u>95,126</u>
Current liabilities (payable from restricted assets):		
Revenue bonds payable	20,000	20,000
Interest coupons payable	16,875	17,375
Customers' meter deposits	78,080	73,140
Total current liabilities (payable from restricted assets)	<u>114,955</u>	<u>110,515</u>
Long-term liabilities:		
1977 Revenue bonds payable	655,000	675,000
Accumulated unpaid vacation	13,318	9,755
Total long-term liabilities	<u>668,318</u>	<u>684,755</u>
Total liabilities	<u>936,449</u>	<u>890,396</u>
Fund equity:		
Contributed capital-		
FHA grants	467,000	467,000
Municipality	540,000	540,000
HUD grants	100,000	100,000
EPA grants	1,037,682	1,037,682
LDUCA - CDB grant	1,208,421	860,877
State of Louisiana	11,053	0
Sabine Parish Police Jury	8,021	8,021
Total contributed capital	<u>3,372,177</u>	<u>3,013,580</u>
Retained earnings:		
Reserved-		
Reserved for revenue bond & interest sinking fund	37,369	39,322
Reserved for revenue bond reserve fund	58,000	58,000
Reserved for depreciation & contingency fund	182,495	171,907
Unreserved (deficit)	<u>(409,359)</u>	<u>(308,374)</u>
Total retained earnings (deficit)	<u>(131,495)</u>	<u>(39,145)</u>
Total fund equity	<u>3,240,682</u>	<u>2,974,435</u>
Total liabilities and fund equity	<u>\$4,177,131</u>	<u>\$3,864,831</u>

The accompanying notes are an integral part of these statements.

TOWN OF MANY, LOUISIANA  
 COMPARATIVE STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN RETAINED EARNINGS (DEFICIT)-  
 UTILITY FUND  
 BUDGET (GAAP BASIS) AND ACTUAL  
 YEARS ENDED JUNE 30, 1998 AND 1997

	1998		VARIANCE FAVORABLE (UNFAVORABLE)	1997
	BUDGET	ACTUAL		ACTUAL
Operating revenues:				
Charges for services:				
Water charges	\$465,000	\$472,167	\$7,167	\$428,111
Sewer charges	156,825	154,439	(2,386)	145,488
Water connection charges	10,000	15,610	5,610	10,570
Delinquent charges	9,000	8,715	(285)	9,004
Miscellaneous	1,600	2,119	519	3,570
Total operating revenues	<u>642,425</u>	<u>653,050</u>	<u>10,625</u>	<u>596,743</u>
Operating expenses:				
Salaries	167,512	188,822	(21,310)	156,633
Insurance	64,974	38,893	26,081	27,709
Supplies	46,100	30,579	15,521	38,413
Contract labor	0	11,154	(11,154)	100
Bad debt expense	3,500	1,252	2,248	3,104
Legal and accounting	5,150	9,860	(4,710)	4,983
Repairs and maintenance	55,000	15,551	39,449	39,408
Truck expense	6,250	13,467	(7,217)	5,854
Telephone	5,600	5,048	552	5,578
Rent	200	1,540	(1,340)	407
Office supplies and postage	5,200	5,729	(529)	6,357
Retirement	4,607	3,883	724	4,054
Payroll taxes	13,315	20,828	(7,513)	11,772
Utilities	104,000	107,163	(3,163)	97,931
Freight	1,200	944	256	889
Miscellaneous	4,449	8,388	(3,939)	8,473
Testing fees	3,000	2,640	360	3,107
Water treatment plant supplies	88,000	82,161	5,839	85,262
Sewer plant supplies	12,000	9,652	2,348	12,735
Water purchased	48,158	41,343	6,815	46,502
Depreciation	125,000	126,331	(1,331)	125,326
Professional fees	0	725	(725)	22,875
Travel and seminars	3,000	3,866	(866)	4,201
Total operating expenses	<u>766,215</u>	<u>729,819</u>	<u>36,396</u>	<u>711,673</u>
Operating income (loss)	<u>(123,790)</u>	<u>(76,769)</u>	<u>47,021</u>	<u>(114,930)</u>
Nonoperating revenues (expenses):				
Interest income	20,000	18,669	(1,331)	19,235
Interest expense	(34,250)	(34,250)	0	(35,125)
Total nonoperating revenues (expenses)	<u>(14,250)</u>	<u>(15,581)</u>	<u>(1,331)</u>	<u>(15,890)</u>
Net income (loss)	<u>(138,040)</u>	<u>(92,350)</u>	<u>45,690</u>	<u>(130,820)</u>
Retained earnings, beginning of year	<u>(39,145)</u>	<u>(39,145)</u>	<u>0</u>	<u>91,675</u>
Retained earnings (deficit), end of year	<u>(\$177,185)</u>	<u>(\$131,495)</u>	<u>\$45,690</u>	<u>(\$39,145)</u>

The accompanying notes are an integral part of these statements.



GENERAL FIXED ASSETS ACCOUNT GROUP

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The general fixed assets account group is used to account for fixed assets not used in proprietary fund operations.

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TOWN OF MANY, LOUISIANA  
 COMPARATIVE STATEMENT OF GENERAL FIXED ASSETS  
 JUNE 30, 1998 AND 1997

	1998	1997 (unaudited)
General fixed assets, at cost		
Land	\$116,366	\$116,366
Buildings and improvements	145,191	596,560
Streets and traffic equipment	0	686,067
Equipment	234,025	397,266
Automobiles and trucks	<u>155,409</u>	<u>157,793</u>
 Total general fixed assets	 <u>\$650,991</u>	 <u>\$1,954,052</u>
  Total investment in general fixed assets	  <u>\$650,991</u>	  <u>\$1,954,052</u>

The accompanying notes are an integral part of these statements.

TOWN OF MANY, LOUISIANA  
STATEMENT OF CHANGES IN GENERAL FIXED ASSETS  
YEAR ENDED JUNE 30, 1998

	BEGINNING BALANCE (unaudited)	ADDITIONS	DELETIONS	ENDING BALANCE
Land	\$116,366	\$0	\$0	\$116,366
Buildings and improvements	596,560	25,877	477,246	145,191
Streets and traffic control equip.	686,067	0	686,067	0
Machinery and equipment	397,266	71,417	234,658	234,025
Automobiles and trucks	157,793	20,208	22,592	155,409
Total general fixed assets	<u>\$1,954,052</u>	<u>\$117,502</u>	<u>\$1,420,563</u>	<u>\$650,991</u>

The accompanying notes are an integral part of these statements.

GENERAL LONG-TERM DEBT  
ACCOUNT GROUP

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The general long-term debt account group is used to account for unmatured principal amounts on general long-term debt expected to be financed from governmental type funds (except special assessment funds). Payment of maturing obligations, including interest, are accounted for in the debt service fund.

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EXHIBIT K

TOWN OF MANY, LOUISIANA  
 STATEMENT OF GENERAL LONG-TERM DEBT  
 JUNE 30, 1998  
 WITH COMPARATIVE TOTALS FOR JUNE 30, 1997

	PUBLIC IMPROVEMENT BONDS SERIES A 1975	PUBLIC BOND SERIES B 1975	CERTIFICATES OF INDEBTEDNESS SERIES 1987	NOTE PAYABLE	ACCUMULATED UNPAID VACATION	TOTALS
					1998	1997
AMOUNT AVAILABLE AND TO BE PROVIDED FOR THE RETIREMENT OF GENERAL LONG-TERM DEBT						
Amount available in Debt Service Fund for debt retirement	\$18,887	\$3,773			\$22,660	\$8,662
Amount to be provided from ad valorem taxes	(8,887)	6,227			(2,660)	21,338
Amount to be provided from general revenues			\$0	\$0	0	6,712
AMOUNT TO BE PROVIDED FOR ACCUMULATED UNPAID VACATION						
Amount to be provided from general revenues					\$16,177	15,602
Amount to be provided from sales tax revenues for Street Fund					4,459	3,738
Total available and to be provided	<u>\$10,000</u>	<u>\$10,000</u>	<u>\$0</u>	<u>\$0</u>	<u>\$40,636</u>	<u>\$56,052</u>
GENERAL LONG-TERM DEBT PAYABLE						
Bonds payable	\$10,000	\$10,000	\$0		\$20,000	\$30,000
Note payable				\$0	0	6712
Accumulated unpaid vacation					20,636	19,340
Total general long-term debt payable	<u>\$10,000</u>	<u>\$10,000</u>	<u>\$0</u>	<u>\$0</u>	<u>\$40,636</u>	<u>\$56,052</u>

The accompanying notes are an integral part of these statements.



CAPITAL PROJECTS FUND

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The Capital Projects Fund is used to account for financial resources to be used for the construction of major capital facilities.

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TOWN OF MANY, LOUISIANA  
 CAPITAL PROJECTS FUNDS  
 LCDBG FUND  
 COMPARATIVE BALANCE SHEET  
 JUNE 30, 1998 AND 1997

ASSETS	1998	1997
Cash	\$0	\$0
LCDBG grant revenue receivable	60,391	0
<b>Total assets</b>	<b>60,391</b>	<b>0</b>
<b>LIABILITIES AND FUND BALANCE</b>		
Liabilities:		
LCDBG grant contracts payable	60,391	0
<b>Total liabilities</b>	<b>60,391</b>	<b>0</b>
Fund balance - unreserved	0	0
<b>Total liabilities and fund balance</b>	<b>60,391</b>	<b>0</b>

The accompanying notes are an integral part of these statements.

TOWN OF MANY, LOUISIANA  
 CAPITAL PROJECTS FUNDS  
 LCDBG FUND  
 COMPARATIVE STATEMENT OF REVENUES, EXPENDITURES,  
 AND CHANGES IN FUND BALANCES  
 YEARS ENDED JUNE 30, 1998 AND 1997

	1998	1997
Revenues:		
LCDBG grant	\$347,544	\$0
Local contributions	14,830	0
Total revenues	<u>362,374</u>	<u>0</u>
Expenditures:		
Administration	8,830	0
Acquisition	31,500	0
Engineering	60,682	0
Construction	261,362	0
Total expenditures	<u>362,374</u>	<u>0</u>
Excess of revenues over expenditures	0	0
Fund balance, beginning of year	<u>0</u>	<u>0</u>
Fund balance, end of year	<u>\$0</u>	<u>\$0</u>

The accompanying notes are an integral part of these statements.

OTHER SUPPLEMENTARY INFORMATION

SCHEDULE 1

TOWN OF MANY, LOUISIANA  
 COMBINED SCHEDULE OF BONDS PAYABLE -  
 GENERAL OBLIGATION BONDS  
 JUNE 30, 1998

	INTEREST RATE	PAYMENT DATE	ISSUE DATE	MATURITY DATE	ANNUAL SERIAL PAYMENT AMOUNT	YEAR	BONDS			
							AUTHORIZE	ISSUED	RETIRED	OUTSTANDING
Public improvement bonds - Series A	6 - 7%	3/1;9/1	7/01/75	3/01/2000	\$5,000	(1999-2000)	\$240,000	\$240,000	\$230,000	\$10,000
Public improvement bonds - Series B	6 - 7%	3/1;9/1	7/01/75	3/01/2000	5,000	(1999-2000)	300,000	300,000	290,000	10,000
<b>Total general obligation bonds</b>							<u>\$540,000</u>	<u>\$540,000</u>	<u>\$520,000</u>	<u>\$20,000</u>

Supplementary schedule. Presented as additional analytical data.



TOWN OF MANY, LOUISIANA  
 SCHEDULE OF GENERAL OBLIGATION BONDS OUTSTANDING  
 JUNE 30, 1998

PUBLIC IMPROVEMENT BONDS - SERIES A - JULY 1, 1975

FISCAL YEAR ENDING JUNE 30,	BOND NUMBERS	INTEREST PAYMENTS		TOTAL INTEREST	PRINCIPAL DUE MARCH 1	TOTAL PAYMENTS
		SEPT. 1	MARCH 1			
1999	47	\$350	\$350	\$700	\$5,000	\$5,700
2000	48	175	175	350	5,000	5,350
Totals		\$525	\$525	\$1,050	\$10,000	\$11,050

Supplementary schedule. Presented as additional analytical data.

TOWN OF MANY, LOUISIANA  
 SCHEDULE OF GENERAL OBLIGATION BONDS OUTSTANDING  
 JUNE 30, 1998

PUBLIC IMPROVEMENT BONDS - SERIES B - JULY 1, 1975

FISCAL YEAR ENDING JUNE 30,	BOND NUMBERS	INTEREST PAYMENTS		TOTAL INTEREST	PRINCIPAL DUE MARCH 1	TOTAL PAYMENTS
		SEPT. 1	MARCH 1			
1999	59	\$350	\$350	\$700	\$5,000	\$5,700
2000	60	175	175	350	5,000	5,350
Totals		\$525	\$525	\$1,050	\$10,000	\$11,050

Supplementary schedule. Presented as additional analytical data.

TOWN OF MANY, LOUISIANA  
BOND MATURITY SCHEDULE - UTILITY FUND  
JUNE 30, 1998

UTILITY REVENUE BONDS - DECEMBER 30, 1977

FISCAL YEAR ENDING JUNE 30,	BOND NUMBERS	INTEREST PAYMENTS		TOTAL INTEREST	PRINCIPAL DUE DECEMBER 30	TOTAL PAYMENTS
		ECEMBER 30	JUNE 30			
1998	209-228		\$16,875	\$16,875		\$16,875
1999	229-248	\$16,875	16,375	33,250	\$20,000	53,250
2000	249-268	16,375	15,875	32,250	20,000	52,250
2001	269-288	15,875	15,375	31,250	20,000	51,250
2002	289-308	15,375	14,875	30,250	20,000	50,250
2003	309-333	14,875	14,250	29,125	25,000	54,125
2004	334-358	14,250	13,625	27,875	25,000	52,875
2005	359-383	13,625	13,000	26,625	25,000	51,625
2006	384-413	13,000	12,250	25,250	30,000	55,250
2007	414-443	12,250	11,500	23,750	30,000	53,750
2008	444-478	11,500	10,625	22,125	35,000	57,125
2009	479-513	10,625	9,750	20,375	35,000	55,375
2010	514-548	9,750	8,875	18,625	35,000	53,625
2011	549-583	8,875	8,000	16,875	35,000	51,875
2012	584-623	8,000	7,000	15,000	40,000	55,000
2013	624-663	7,000	6,000	13,000	40,000	53,000
2014	664-708	6,000	4,875	10,875	45,000	55,875
2015	709-753	4,875	3,750	8,625	45,000	53,625
2016	754-798	3,750	2,625	6,375	45,000	51,375
2017	799-848	2,625	1,375	4,000	50,000	54,000
2018	849-903	1,375		1,375	55,000	56,375
Totals		\$206,875	\$206,875	\$413,750	\$675,000	\$1,088,750

Supplementary schedule. Presented as additional analytical data.

TOWN OF MANY, LOUISIANA  
 SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
 FOR THE YEAR ENDED JUNE 30, 1998

FEDERAL GRANTOR/ PASS-THROUGH GRANTOR PROGRAM TITLE	FEDERAL CFDA NUMBER	PASS-THROUGH GRANTOR'S NUMBER	EXPENDITURES
U.S. DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT			
Passed through Louisiana Office of Community Development Community Development Block Grant	14.228	107-700124	\$347,544
Passed through Louisiana Office of Community Services Emergency Shelter Grants Program	14.231	511533	3,651
Emergency Shelter Grants Program (note-these grants passed through to Project Celebration, Inc.)	14.231	523920	7,572
U. S. DEPARTMENT OF JUSTICE			
Local Law Enforcement Block Grant Program	16.592	97LBVX4647	13,980
			<u>\$372,747</u>

NOTE - The above schedule of expenditures of federal awards is prepared on the accrual basis of accounting.

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

The Honorable Kenneth Freeman, Mayor  
and Board of Aldermen  
Town of Many, Louisiana

I have audited the general purpose financial statements of the Town of Many, Louisiana, and the combining, individual fund, and account group financial statements of the Town of Many, Louisiana, for the year ended June 30, 1998, and have issued my report thereon dated December 17, 1998. I conducted my audit in accordance with generally accepted auditing standards and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

Compliance

As part of obtaining reasonable assurance about whether the Town of Many, Louisianas general purpose financial statements are free of material misstatement, I performed tests of its compliance with certain provisions of laws, regulations, contracts, and grants, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provision was not an objective of my audit and, accordingly, I do not express such an opinion. The results of my tests disclosed no instances of noncompliance that are required to be reported under *Government Auditing Standards*.

Internal Control Over Financial Reporting

In planning and performing my audit, I considered the Town of Many, Louisianas internal control over financial reporting in order to determine my auditing procedures for the purpose of expressing an opinion on the general purpose financial statements and not to provide assurance on the internal control over financial reporting. My 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 general purpose financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. I noted no matters involving the internal control over financial reporting and its operation that I consider to be material weaknesses.

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



EUGENE W. FREMAUX II, CPA

December 17, 1998



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

The Honorable Kenneth Freeman, Mayor  
and Board of Aldermen  
Town of Many, Louisiana

Compliance

I have audited the compliance of the Town of Many, Louisiana, with the types of compliance requirements described in the *U. S. Office of Management and Budget (OMB) Circular A-133 Compliance Supplement* that are applicable to each of its major federal programs for the year ended June 30, 1998. The Town of Many, Louisianas major federal programs are identified in the summary of auditors results section of the accompanying schedule of findings and questioned costs. Compliance with the requirements of laws, regulations, contracts and grants applicable to each of its major federal programs is the responsibility of the Town of Many, Louisianas management. My responsibility is to express an opinion on the Town of Many, Louisianas compliance based on my audit.

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

In my opinion, the Town of Many, Louisiana, complied, in all material respects, with the requirements referred to above that are applicable to each of its major federal programs for the year ended June 30, 1998.

Internal Control Over Compliance

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

My consideration of the internal control over compliance would not necessarily disclose all matters in the internal control that might be material weaknesses. A material weakness is a condition in which the design or operation of one or

more of the internal control components does not reduce to a relatively low level the risk that noncompliance with applicable requirements of laws, regulations, contracts and grants that would be material in relation to a major federal program being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. I noted no matters involving the internal control over compliance and its operation that I consider to be material weaknesses.

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

A handwritten signature in black ink, appearing to read 'Eugene W. Fremaux II', with a stylized flourish at the end.

EUGENE W. FREMAUX II, CPA

December 17, 1998

Town of Many, Louisiana  
**Schedule of Findings and Questioned Costs  
and  
Summary Schedule of Prior Audit Findings**  
June 30, 1998

**SCHEDULE OF FINDINGS AND QUESTIONED COSTS:**

**A. Summary of Audit Results**

1. The auditor's report expresses an unqualified opinion on the general purpose financial statements of the Town of Many, Louisiana.
2. No reportable conditions relating to the audit of the general purpose financial statements are reported in the Report on Compliance and on Internal Control over Financial Reporting based on an audit of financial statements performed in accordance with *Government Auditing Standards*.
3. No instances of noncompliance material to the general purpose financial statements of the Town of Many, Louisiana were disclosed during the audit.
4. No reportable conditions relating to the audit of the major federal award program is reported in the report on Compliance With Requirements Applicable to Each Major Program and Internal Control Over Compliance in Accordance with OMB Circular A-133.
5. The auditor's report on compliance for the major federal award program for the Town of Many, Louisiana expresses an unqualified opinion.
6. There were no audit findings relative to the major federal award program for the Town of Many, Louisiana.
7. The program tested as a major program was a Community Development Block Grant from the U.S. Department of Housing and Urban Development, passed through the State of Louisiana.
8. The threshold for distinguishing Type A and B programs was \$300,000.
9. The Town of Many, Louisiana was not determined to be a low-risk auditee.

**B. Findings - Financial Statements Audit**

None

**C. Findings and Questioned Costs - Major Federal Award Program Audit**

None

**SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS:**

There were no findings or questioned costs for the year ended June 30, 1997.