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Town of Glenora, Louisiana

Annual Financial Report

Year 2007

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Website: www.townofglenora.com

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TABLE OF CONTENTS

Independent Auditors' Report	1
General Purpose Financial Statements	
<i>(Combined Statements - Overview)</i>	
Combined Balance Sheet - All Fund Types and Account Groups	4
Combined Statement of Revenues, Expenditures, and Changes in Fund Balances - All Governmental Fund Types	5
Combined Statement of Revenues, Expenditures, and Changes in Fund Balances - Budget (GAAP Basis) and Actual - General Fund, Special Revenue Fund and Debt Service Funds	6
Comparative Statement of Revenues, Expenses, and Changes in Retained Earnings (Deficit) - Proprietary Fund Type	7
Comparative Statement of Cash Flows - Proprietary Fund Type	8
Notes to the Financial Statements	9
Financial Statements of Individual Funds and Account Groups	
General Fund	
Comparative Balance Sheets	5-3
Comparative Statements of Revenues, Expenditures, and Changes in Fund Balances - Budget (GAAP Basis) and Actual	5-4
Special Revenue Funds	
Balance Sheet	5-6
Statement of Revenues, Expenditures, and Changes in Fund Balances	5-7
Combined Statement of Revenues, Expenditures and Changes in Fund Balances - Budget (GAAP Basis) and Actual	5-8
Debt Service Funds	
Combining Balance Sheets	5-10
Combining Statements of Revenues, Expenditures, and Changes in Fund Balances	5-11
Comparative Statements of Revenues, Expenditures and Changes in Fund Balances - Budget (GAAP Basis) and Actual Terms of Elements	5-12
Sewerage District No. 1	5-13
Enterprise Funds	
Combining Balance Sheets	5-15
Combining Statements of Revenues, Expenses, and Changes in Retained Earnings (Deficit)	5-16
Combining Statements of Cash Flows	5-17
Schedules of Cash Receipts and Disbursements - Noncapital Assets Acquired by Revenue Bond Obligations	5-18
Agency Fund - Payroll Fund	
Comparative Balance Sheets and Statements of Changes in Assets and Liabilities	5-19
General Fixed Assets Account Group	
Comparative Schedules of General Fixed Assets - By Source	5-22

General Long-Term Debt Account Group	
Combining Statements of General Long-Term Debt	B-24
Supplementary Information	
Schedule of Compensation - Mayor and Aldermen	B-26
Report on Compliance and Internal Control Over Financial	
Reporting Based on an Audit of Basic Financial Statements	
Performed in Accordance with Government Auditing Standards	C-1

KNIGHT & MARDEN

Certified Public Accountants

A PROFESSIONAL ACCOUNTING CORPORATION

December 4, 1998

Coast I. Knight, Jr., CPA
K. Maria Marden, CPA

Independent Auditors' Report

Associates:
John E. Theiss II, CPA
Kathleen S. Holgard, CPA

The Honorable Tyrone L. Doyle, Mayor
and Members of the Board of Aldermen
Town of Glenmora, Louisiana

We have audited the accompanying general purpose financial statements and the combining and individual fund and account group financial statements of the Town of Glenmora, 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 of Glenmora's management. Our responsibility is to express an opinion on these financial statements based on our audit.

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

Governmental Accounting Standards Board Technical Bulletin 98-1, *Disclosures about Year 2000 Issues*, requires disclosure of certain matters regarding the year 2000 issue in order for financial statements to be prepared in conformity with generally accepted accounting principles. Such required disclosures include:

- any significant amount of resources committed to make computer systems and other electronic equipment year 2000-compliant;
- a general description of the year 2000 issue, including a description of the stages of work in process or completed as of the end of the reporting period to make computer systems and other electronic equipment critical to conducting operations year 2000-compliant; and
- the additional stages of work necessary for making the computer systems and other electronic equipment year 2000-compliant.

The Town of Glenmora, Louisiana has omitted such disclosures. We do not provide assurance that the Town of Glenmora, Louisiana is or will be year 2000 ready, that the Town of Glenmora, Louisiana's year 2000 remediation efforts will be successful in whole or in part, or that parties with which the Town of Glenmora, Louisiana does business will be year 2000 ready.

The Honorable Tyrone L. Doyle, Mayor
and Members of the Board of Aldermen
Town of Glenmora, Louisiana
December 4, 1998

In our opinion, except for the omission of the information discussed in the preceding paragraph, the general purpose financial statements referred to in the first paragraph present fairly, in all material respects, the financial position of the Town of Glenmora, Louisiana as of June 30, 1998, and 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 our opinion, the combining and 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 Glenmora, Louisiana as of June 30, 1998 and the results of operations of such funds and cash flows of individual proprietary funds for the year then ended in conformity with generally accepted accounting standards. In addition, in our opinion, the individual fund financial statements at June 30, 1997 and for the year then ended, shown for comparative purposes, present fairly, in all material respects, the financial position of the individual funds of the Town of Glenmora, Louisiana at June 30, 1997 and the results of operations of such funds for the year then ended, in conformity with generally accepted accounting principles.

In accordance with Government Auditing Standards, we have also issued our report dated December 4, 1998, on our consideration of the Town of Glenmora, Louisiana's internal control over financial reporting and our tests of compliance with certain provisions of laws, regulations, contracts and grants.

Our 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 financial information listed as supplementary information in the table of contents is presented for purposes of additional analysis and is not a required part of the financial statements of the Town of Glenmora, Louisiana. Such information has been subjected to the auditing procedures applied in the audit of the general purpose, combining and individual fund and account group financial statements and, in our 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.

KNIIGHT & MARDEN

**General Purpose Financial Statements
(Combined Statements - Overview)**

Town of Gramma, Louisiana
 Combined Balance Sheet - All Fund Types and Account Groups
 Year 10, 2011

General	Governmental Fund Types		Proprietary Fund Types	Fiduciary Fund Types	Account Groups		Total	Total	
	Special Revenue	Debt Service			Enterprise	Agency		General Fund	Long-Term Debt
\$ 43,061	\$ 46,212	\$ 24,082	\$ 21,020	\$ 1,124	\$ -	\$ -	\$ 164,931	\$ 224,179	
1,252	-	-	-	-	-	-	3,199	3,407	
-	412	-	41,308	-	-	-	42,740	42,740	
-	612	26	100	-	-	-	1,050	1,050	
81,258	49,236	24,108	3,422	2,409	-	-	90,252	98,487	
-	-	-	94,100	-	-	-	94,100	94,100	
-	-	-	2,217,508	-	420,249	-	2,637,757	2,637,757	
-	-	-	-	-	-	24,150	24,150	24,150	
-	-	-	-	-	-	78,018	78,018	78,018	
\$ 115,317	\$ 145,096	\$ 24,316	\$ 2,471,497	\$ 2,171	\$ 420,249	\$ 1,181,012	\$ 3,241,291	\$ 3,726,449	

Assets and Other Debits

Cash and cash equivalents
 Receivables (Net of allowances
 for doubtful accounts)

Inventory
 Accounts Receivable
 Notes

Due from other funds
 Restricted assets - cash
 and cash equivalents

Fixed assets (Net of accumulated
 depreciation)

Reserves available in 2010
 Term of funds
 amounts to be provided for
 retirement of general
 obligation debt

Total Assets

Town of Gretnova, Louisiana
Consolidated Balance Sheet - All Fund Types and Account Groups
 June 30, 2011

	Governmental Fund Types		Proprietary Fund Types		Political Fund Types		Account Groups		Totals	
	Social Services	Other Services	Enterprise	Regulatory	Agencies	General Fund	Special Funds	Other	Assets	(Liabilities/Equity)
Assets										
Current assets	\$ 2,867	\$ -	\$ -	\$ 1,079	\$ -	\$ -	\$ -	\$ -	\$ 14,217	\$ 23,178
Investments	-	-	-	-	1,201	-	-	-	7,011	4,816
Capital assets	1,869	5,314	-	19,781	-	-	-	-	136,781	137,179
Due to other funds	-	-	-	91,261	401	-	-	-	91,117	81,968
Intangible assets	-	-	-	1,410,234	-	-	-	-	1,229,338	1,249,152
Other assets	-	-	-	14,181	-	-	-	-	18,900	18,900
Other receivables	-	-	-	14,181	-	-	-	-	50,612	84,073
Total Assets	\$ 3,736	\$ 5,314	\$ -	\$ 1,614,275	\$ 1,601	\$ -	\$ -	\$ -	\$ 1,598,812	\$ 1,299,161
Liabilities and Other Credits										
Accounts payable	-	-	-	1,563,313	-	-	-	-	1,541,232	1,445,217
Other accrued expenses	-	-	-	-	-	-	-	-	621,269	614,181
Liabilities payable from non-fund assets	-	-	-	-	-	-	-	-	-	-
Due to other funds	-	-	-	15,439	-	-	-	-	15,439	15,439
Deferred for debt service	-	-	-	(845,715)	-	-	-	-	(411,701)	(411,701)
Unearned	-	-	-	-	-	-	-	-	-	-
Fund balances	-	179,142	-	-	-	-	-	-	179,142	179,142
Reserves for economic development	-	-	-	-	-	-	-	-	-	-
Reserves for debt service	-	16,538	-	-	-	-	-	-	16,538	16,538
Unreserved - unobligated	128,950	-	-	-	-	-	-	-	128,950	128,950
Total Liabilities and Other Credits	\$ 128,950	\$ 195,680	\$ 28,538	\$ 1,254,998	\$ -	\$ 611,269	\$ -	\$ -	\$ 3,150,842	\$ 3,150,128
Total Liabilities, Equity and Other Credits	\$ 128,950	\$ 1,651,196	\$ 28,538	\$ 2,070,499	\$ 1,101	\$ 611,269	\$ 100,012	\$ -	\$ 3,150,219	\$ 3,179,029

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

Town of Clements, Louisiana
Combined Statement of Revenues, Expenditures and Changes
in Fund Balances - All Governmental Fund Types
Year Ended June 30, 1998
With Comparative Totals for the Year Ended June 30, 1997

	Governmental Fund Types			Books (Information Only)	
	General	Special Revenues	Debt Service	1998	1997
Revenues					
Taxes	\$ 281,979	\$ -	\$ -	\$ 281,979	\$ 281,799
Licenses and permits	30,799	-	-	30,799	30,081
Intergovernmental	19,144	-	-	19,146	21,813
Fees	68,462	-	-	68,462	65,530
Franchise fees	38,898	-	-	38,898	-
Mineral lease	78,832	-	-	78,832	138,764
Miscellaneous	16,245	14,122	1,765	45,714	41,762
Total Revenues	<u>529,655</u>	<u>14,122</u>	<u>1,765</u>	<u>525,936</u>	<u>648,653</u>
Expenditures					
Current					
General Government	147,846	51,900	-	178,948	155,083
Public Safety	179,647	-	-	179,647	179,761
Water	184,815	-	-	184,815	200,248
Sanitation	17,702	-	-	17,702	41,830
Debt Service					
Principal	12,800	-	4,800	16,800	17,817
Interest	5,186	-	5,200	4,186	5,128
Total Expenditures	<u>527,002</u>	<u>51,900</u>	<u>5,200</u>	<u>688,308</u>	<u>707,137</u>
Excess (Deficiency) of Revenues					
Over (Under) Expenditures	(2,347)	(11,778)	(3,435)	(21,194)	(2,482)
Other Financing Sources					
Operating transfers in	21,000	-	-	21,000	25,000
Excess (Deficiency) of Revenues					
and/or Financing Sources	18,653	(11,778)	(3,435)	(6,194)	22,518
Fund balances, beginning of year	<u>118,836</u>	<u>176,912</u>	<u>32,418</u>	<u>328,166</u>	<u>396,146</u>
Fund balances, end of year	<u>\$ 137,489</u>	<u>\$ 165,134</u>	<u>\$ 28,983</u>	<u>\$ 321,972</u>	<u>\$ 328,664</u>

This accompanying notes are an integral part of the financial statements.

**Trusts of Collections, Levies and
Conditional Statements of Revenues, Expenditures and Changes
in Fund Balances - Budget (GAAP Basis) and Actual -
Current Fund, Special Revenue Fund and Debt Service Fund
For the Year Ended June 30, 1998**

	Special Fund			Special Revenue Fund			Debt Service Fund		
	Budget	Actual	Variance - Favorable/ Unfavorable	Budget	Actual	Variance - Favorable/ Unfavorable	Budget	Actual	Variance - Favorable/ Unfavorable
Revenues									
Taxes	\$ 297,800	\$ 281,978	\$ (15,821)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
License and permit	25,215	26,758	1,543	-	-	-	-	-	-
Intergovernmental	32,000	31,108	(892)	-	-	-	-	-	-
Fees	69,800	68,462	(1,338)	-	-	-	-	-	-
Franchise fees	14,800	14,800	0	-	-	-	-	-	-
Miscellaneous	86,000	74,558	(11,442)	-	-	-	-	-	-
Transfer-in	28,800	31,482	2,682	4,908	34,472	29,564	1,800	1,200	300
Total Revenues	680,415	697,636	17,221	4,908	34,472	29,564	1,800	1,200	300
Expenditures									
General Government	110,000	107,048	(2,952)	21,248	21,900	652	-	-	-
Public Safety	111,489	126,647	15,158	-	-	(15,158)	-	-	-
Streets	160,849	184,013	23,164	-	-	(23,164)	-	-	-
Sanitation	18,112	17,708	(404)	-	-	-	-	-	-
Debt Service	11,200	0	11,200	-	-	-	2,800	4,000	(1,200)
Unassigned	1,200	1,118	(82)	-	-	-	2,300	1,200	1,100
Interest	400,000	397,000	(3,000)	21,248	21,900	652	3,300	2,800	(500)
Total Expenditures	842,840	832,521	10,319	21,248	21,900	652	6,300	7,800	(1,500)
Revenues (Deficiency) of Revenues Over (Under) Expenditures	137,575	165,115	27,540	(16,340)	(7,428)	(988)	(4,500)	(1,600)	(1,000)
Other Financing Sources Operating transfers to	40,800	21,008	(19,792)	-	-	-	-	-	-
Revenues (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures	\$ 178,375	\$ 186,123	7,748	\$ (16,340)	\$ (7,428)	\$ (988)	\$ (4,500)	\$ (1,600)	\$ (1,000)
Fund balance, beginning of year	-	118,254	118,254	-	178,912	178,912	-	12,408	12,408
Fund balance, end of year	-	\$ 129,508	\$ 129,508	-	\$ 198,324	\$ 198,324	-	\$ 24,816	\$ 24,816

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

Town of Glenison
Enterprise Funds
Comparative Statement of Revenues, Expenses, and
Changes in Retained Earnings (Deficit) - Proprietary Fund Type
Years Ended June 30, 1998 and 1997

	Totals	
	1998	1997
Operating Revenues		
Change for services		
Gas charges	\$ 105,780	\$ 218,858
Water charges	142,342	130,957
Sewer charges	63,758	41,098
Other charges	33,157	16,858
Miscellaneous	3,128	3,240
Total Operating Revenues	\$418,065	\$410,911
Operating Expenses		
Salaries and benefits	183,428	181,280
Payroll taxes	2,241	7,484
Gas purchases	87,889	86,738
Legal and professional	3,594	18,473
Repairs and maintenance	25,437	37,152
Insurance	31,375	70,669
Travel expense	3,877	3,788
Depreciation	75,821	75,580
Water and power	11,887	8,411
Telephone	588	628
Bad debts	11,815	1,269
Supplies	14,779	8,975
Office Expenses	6,177	3,625
Miscellaneous	2,365	(2,581)
Total Operating Expenses	\$749,622	\$749,188
Operating Income	\$31,786	\$6,723
Nonoperating Revenues (Expenses)		
Interest income	14,573	11,631
Interest expense	(65,488)	(65,911)
Total Nonoperating Revenues (Expenses)	\$(50,915)	\$(54,280)
Income Before Operating Transfer	\$18,871	\$4,443
Operating Transfers Out	(21,885)	(29,888)
Net Income (Loss)	\$4,986	\$(25,445)
Retained Earnings (Deficit), Beginning of Year	(281,172)	(281,618)
Retained Earnings (Deficit), End of Year	\$ (276,186)	\$ (307,063)

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

Years of Operations
Enterprise Funds
Comparative Statement of Cash Flows - Proprietary Fund Type
Years Ended June 30, 1998 and 1997

	<u>1998</u>	<u>1997</u>
Cash flows from Operating Activities		
Operating Income	\$ 11,786	\$ 58,700
Adjustments to reconcile net operating income to net cash provided by operating activities:		
Depreciation	76,022	71,588
Increase in accounts receivable	3,376	7,617
Increase in accounts payable	(788)	(7,864)
Increase in accrued liabilities	(794)	(28)
Increase in due to other funds	29,138	51,972
Increase in customer deposits	744	(28)
Net cash provided by operating activities	<u>141,582</u>	<u>152,775</u>
Cash flow from nonoperating financing activities		
Operating transfers out	<u>(21,083)</u>	<u>(27,088)</u>
Cash flow from capital and related financing activities:		
Acquisition of capital assets	(78,582)	(18,454)
Principal paid on revenue bonds and notes	(61,572)	(28,124)
Interest paid on revenue bonds and notes	(24,488)	(25,372)
Net cash (used) by capital and related financing activities	<u>(164,642)</u>	<u>(71,950)</u>
Cash flow from investing activities:		
Interest on investments	<u>14,075</u>	<u>11,612</u>
Net increase in cash and equivalents	6,935	4,725
Cash and equivalents, beginning of year	<u>312,671</u>	<u>378,148</u>
Cash and equivalents, end of year	<u>\$ 319,606</u>	<u>\$ 382,873</u>

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

Town of Glenmora, Louisiana
Notes to the Financial Statements
June 30, 1998

Note 1 - Summary of Significant Accounting Policies

The Town of Glenmora (the "Town") was incorporated under the provisions of the Louisiana Act. The Town operates under a Mayor-Board of Aldermen form of government.

The financial statements of the Town of Glenmora, Louisiana have been prepared in conformity with generally accepted accounting principles (GAAP) as applied to governmental units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The more significant of the government's accounting policies are described below.

A. Financial Reporting Entity

The financial statements of the Town consist only of the funds and account groups of the Town. The Town has no oversight responsibility for any other governmental entity since no other entities are considered to be controlled by or dependent on the Town. Control or dependence is determined on the basis of budget adoption, taxing authority, funding, and appointment of the respective governing body.

B. Fund Accounting

The Town uses funds and account groups to report on its financial position and results of operations. Fund accounting is designed to demonstrate legal compliance and to aid financial management by segregating transactions related to certain government functions or activities.

A fund is a separate accounting entity with a self-balancing set of accounts. An account group, on the other hand, is a financial reporting device designed to provide accountability for certain assets and liabilities that are not recorded in the funds because they do not directly affect net reportable available financial resources.

Funds are classified into three categories: governmental, proprietary and fiduciary. Each category, in turn, is divided into separate "fund types".

Governmental funds are used to account for all or most of a government's general activities, including the collection and disbursement of non-fund revenues (special revenue funds), and the servicing of general long-term debt (debt service funds). The general fund is used to account for all activities of the general government not accounted for in some other fund.

Proprietary funds are used to account for activities similar to those found in the private sector, where the determination of net income is necessary or useful to sound financial administration. The Town provides goods or services from such activities to outside parties (enterprise funds).

Fiduciary funds are used to account for assets held on behalf of outside parties, including other governments, or on behalf of other funds within the government.

C. Basis of Accounting

All governmental funds and the agency fund are accounted for using the modified accrual basis of accounting. Their revenues are recognized when they become measurable and available as net current assets. Property taxes are recorded as revenues when levied. Penalties, fines and bonds, sales taxes, franchise taxes and miscellaneous revenues are recorded when received in cash because they are generally not measurable until actually received. Intergovernmental revenues and interest

Town of Orléansville, Louisiana
Notes to the Financial Statements
June 30, 2008

Note 1 - Summary of Significant Accounting Policies, Continued

revenue is earned when their receipt occurs soon enough after the end of the accounting period so as to be both reasonably and available. Expenditures are generally recognized under the modified accrual basis of accounting when the related fund liability is incurred. An exception to this general rule is principal and interest on general long-term debt, which is recognized when due.

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

D. Budgets and Budgetary Accounting

The Mayor and Board of Aldermen follow these procedures in establishing the budgetary data reflected in the financial statements:

1. The Town Clerk prepares a proposed budget and submits it 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, the date of a public hearing is published.
3. A public hearing is held on the proposed budget at least ten days after publication of the call for the hearing.
4. After 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 prior to the commencement of the fiscal year for which the budget is being adopted.
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 through an amended budget submitted by the Town Clerk. Monthly the Board of Aldermen compares actual year-to-date revenues and expenditures to the current year budget, and they make necessary amendments to the budget. The Town Clerk is responsible for advising the Board of Aldermen when total revenues exceed expenditures are projected to have a surplus in excess of what is allowed by Louisiana Revised Statutes.
6. All budgetary appropriations lapse at the end of each fiscal year.
7. Budgets for the General Fund, Special Revenue Fund and Debt Service Funds 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 Mayor and Board of Aldermen. Such amendments were not material in relation to the original appropriations.
8. Special Revenue Fund budgets for federal funds projects lasting more than one year are established as the time grant applications are submitted.

E. Cash and Cash Equivalents

All highly liquid investments with a maturity of three months or less when purchased are considered to be cash equivalents.

Town of Gretna, Louisiana
Notes to the Financial Statements
June 30, 1994

Notes 1 - Summary of Significant Accounting Policies, Continued

F. Due To/From Other Funds

Amounts in each fund listed as due to/from an offset by corresponding entries in other funds. Funds shown as such are considered available for expenditure unless specifically restricted within the statements.

G. Fixed Assets and Long-Term Liabilities

Fixed assets used in governmental fund type operations (general fund assets) are accounted for in the General Fixed Assets Account Group, and they are recorded as expenditures in the governmental funds 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. Fixed assets are valued at historical cost, unless they were donated in which case they are valued at fair market value at the date of donation. Donated fixed assets represent 3.7% of total general fixed assets.

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

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

Fixed assets used in the proprietary fund type operations are included on the balance sheet of the fund at historical cost. Depreciation of all depreciable fixed assets used by proprietary funds is charged as an expense against those operations. Accumulated depreciation is reported on the proprietary fund balance sheets. Depreciation has been provided over the estimated useful lives using the straight-line method. The estimated useful lives are as follows:

Utility Production and Distribution Systems	25-30 years
Equipment	5-18 years
Vehicles	3-5 years

H. Compensated Absences

An employee may earn up to 10 days vacation depending on type and length of service. Employees paid on an hourly basis may earn up to five days of sick leave per year. All other employees take sick leave on an as needed basis, however, they do not accrue any sick leave. All vacation and sick leave accrues on a calendar year basis with all unused sick leave being paid to the hourly basis employees in December. The Town's liability for accumulated unpaid vacation and sick leave, of fund types, was considered to be immaterial and, therefore, excluded from the financial statements.

I. Intergovernmental Transactions

Transactions that constitute reimbursements to a fund for expenditures/expenses initially made from it that are applicable to another fund are recorded as expenditures/expenses in the reimbursing fund and as reductions of expenditures/expenses in the fund that is reimbursed.

All other intergovernmental transactions are reported as transfers. Non-recurring or non-routine permanent transfers of equity are reported as residual equity transfers. All other transfers are reported as operating transfers.

Town of Okechere, Louisiana
Notes to the Financial Statements
June 30, 1998

Note I - Summary of Significant Accounting Policies, Continued

J. Total Columns on Combined Statements - Overview

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

K. 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 data have not been presented in each of the statements since their inclusion would make the statements unduly complex and difficult to read.

L. Bad Debt

Uncollectible amounts due for ad valorem taxes, customer utility receivables and economic development loans receivable are recognized as bad debts through the establishment of an allowance account based on historical information which would indicate the collectibility of a portion of the particular receivable.

M. Retained Earnings Reserved for Debt Service

Retained earnings reserved for debt service represents a legally segregated trust account required by the bond indenture that is equal to the amount principal and interest due for the next year.

N. Retained Earnings Reserved for Economic Development

Retained earnings reserved for economic development represents amounts restricted for use to stimulate economic development in the Town of Okechere area.

Note 2 - Deficit Retained Earnings

The Water and Sewer Fund (an enterprise fund) has a deficit retained earnings balance of \$404,043. However, contributions by the municipality and federal grants have created a total fund equity balance of \$3,084,326.

Note 3 - Cash and Cash Equivalents

Cash deposits are stated at cost, which approximates market. Under state law, federal deposit insurance or the pledge of securities owned by the fiscal agent bank must secure these deposits (or the resulting bank balances). The market value of the pledged securities plus the federal deposit insurance must at all times equal the amount on deposit with the fiscal agent. The securities are held in the name of the pledging fiscal agent bank in a lending or collateral bank. Cash and cash equivalents (bank balances) at June 30, 1998, are accounted as follows:

Town of Gramma, Louisiana
Notes to the Financial Statements
June 30, 1998

Note 3 - Cash and Cash Equivalents, Continued

Bank balances	\$ 531,526
Federal deposit insurance	\$ 281,917
Pledged securities (enclosed)	233,631
Total	\$ 1,047,074

Even though the pledged securities are considered encumbered under the provisions of GASB Statement 3, Louisiana Revised Statute 39:1229 imposes a statutory requirement on the controlling bank to advertise and sell the pledged securities within 10 days of being notified by the Town that the fiscal agent has failed to pay deposited funds upon demand.

Note 4 - Ad Valorem Taxes

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

For the year ended June 30, 1998, taxes of 3.21 mills were levied on properties with assessed valuations totaling \$1,709,887 and were dedicated to general corporate purposes.

Ad valorem tax receivable at June 30, 1998 was \$1,077.

Note 5 - Accounts Receivable - Utility Systems

Accounts receivable are composed of the following

	Natural Gas	Water and Sewer system	Total
Billed services	\$ 21,340	\$ 27,854	\$ 49,194
Unbilled services	4,008	9,528	13,536
	25,348	37,382	62,730
Less allowance for doubtful accounts	(7,503)	(9,143)	(16,646)
	\$ 17,845	\$ 28,239	\$ 46,084

Town of Gramora, Louisiana
Notes to the Financial Statements
June 30, 1998

Note 6 - Due to/from Other Funds

<u>Receivable Fund</u>	<u>Payable Fund</u>	<u>Amount</u>
General Fund	Gas Fund	\$ 41,675
General Fund	Water and Sewer Fund	46,250
General Fund	Economic Development	344
Payroll Fund	General Fund	1,000
Payroll Fund	Utility Fund	1,379
The Fund	Economic Development	5,000
The Fund	Payroll Fund	622
		<u>\$ 97,112</u>

Note 7 - Notes Receivable

Funds previously received from the Louisiana Department of Urban & Community Affairs under the Community Development Block Grant Program are being used by a Special Revenue Fund (Economic Development). Loans are made to businesses to enhance economic development in the Town. As the loans are repaid, the monies are deposited into the Special Revenue Fund (Economic Development) with future use being restricted to economic development.

Notes Receivable is as follows:

Gramora Tailor Shop Original amount \$75,000, 180 payments of \$427 per month including interest at 7%	\$ 46,675
Eagle Charter and Taxi Service Original amount \$33,000, 96 payments of \$488.68 per month including interest at 7%	31,827
The LightHouse Original amount \$20,000, 176 payments of \$488.33 per month including interest at 7%	23,217
	56,717
Less allowance for doubtful accounts	(23,729)
	<u>\$ 97,388</u>

Gramora Pharmacy ceased operations in April 1995 and declared Chapter 7 bankruptcy in August 1995. During 1998 the Town wrote off the remaining balance of \$28,073. This balance was charged against the allowance for doubtful

Town of Gramercy, Louisiana

Notes to the Financial Statements

June 30, 1998

accounts which was made in prior years, so it has no impact on the current year statement of revenues, expenditures and changes in fund balances.

Note 8 - Restricted Assets

Certain enterprise fund resources are classified as restricted assets on the balance sheet because their use is restricted by applicable bond covenants. The "Utilities Reserve Bond and Interest Sinking Fund" account and the "Gas Utility Revenue Bond Fund" account are used to accumulate monies to be used for debt service payments within the next twelve months. The "Debt Service Reserve" account and the "Gas Utility Revenue Bond Reserve Fund" account are used to accumulate monies to make up potential future deficiencies in the sinking fund payments identified above. The "Depreciation and Contingency Fund" accounts are used for the purpose of paying the cost of normal or extraordinary maintenance, repairs, replacements and additions for the Water and Sewer System and the Natural Gas System, respectively. In the presentation of restricted assets, the Town's account titles vary slightly from the legal account titles described above.

	1998		1997	
	Natural Gas System	Water and Sewer	Natural Gas System	Water and Sewer
	Reserve bond sinking fund account	\$ 70,273	\$ 41,173	\$ 69,671
Reserve bond reserve fund account	79,508	78,636	91,258	71,119
Depreciation and contingency fund account	68,792	7,991	81,054	12,517
Contractor deposits	<u>11,573</u>	<u>36,711</u>	<u>20,884</u>	<u>688</u>
	<u>\$ 229,792</u>	<u>\$ 164,911</u>	<u>\$ 262,727</u>	<u>\$ 123,832</u>

Note 9 - Fixed Assets

General Fixed Assets

A summary of changes in general fixed assets is as follows:

	Balance July 1, 1997		Additions	Deductions	Balance June 30, 1998	
	1997	1998			1998	1998
Land	\$ 119,975	\$ -	\$ -	\$ -	\$ 119,975	
Buildings	144,998	-	-	-	144,998	
Equipment	98,503	11,079	-	-	109,582	
Automobiles, trucks and trailers	<u>214,867</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>214,867</u>	
	<u>\$ 578,343</u>	<u>\$ 11,079</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 589,422</u>	

Town of Gramercy, Louisiana
Notes to the Financial Statements
June 30, 1998

Note 9 - Fixed Assets, Continued

Proprietary Fund Type - Utilities

A summary of proprietary fund type plant and equipment at June 30, 1998, is as follows:

	Balance July 1, 1997		Balance June 30, 1998	
		Additions	Deductions	Total
Gas Utility				
Distribution system	\$ 1,081,916	\$ -	\$ -	\$ 1,081,916
Gas lines	156,408	-	-	156,408
Meters and regulators	4,717	-	-	4,717
Equipment	11,552	6,099	-	17,651
Total Gas Utility	<u>1,254,693</u>	<u>6,099</u>	<u>-</u>	<u>1,260,792</u>
Less: Accumulated depreciation	<u>(111,758)</u>	<u>(28,238)</u>	<u>-</u>	<u>(140,000)</u>
Net Gas Utility	<u>\$1,142,935</u>	<u>(22,139)</u>	<u>-</u>	<u>1,120,796</u>
Water Utility				
Distribution system	297,427	17,474	-	314,901
Water wells	162,766	-	-	162,766
Water tank	156,698	-	-	156,698
Fire hydrants	3,449	-	-	3,449
Meters	3,895	-	-	3,895
Total Water Utility	<u>733,235</u>	<u>17,474</u>	<u>-</u>	<u>750,709</u>
Storm System				
Storm	1,798,079	-	-	1,798,079
Underdrain pond	6,418	-	-	6,418
Equipment	67,886	6,779	-	74,665
Total Storm System	<u>1,872,383</u>	<u>6,779</u>	<u>-</u>	<u>1,879,162</u>
Total Water and Storm Systems	<u>2,951,694</u>	<u>24,253</u>	<u>-</u>	<u>2,975,947</u>
Less: Accumulated depreciation	<u>(388,760)</u>	<u>(197,611)</u>	<u>-</u>	<u>(586,371)</u>
Net Water and Storm Systems	<u>\$1,462,934</u>	<u>(173,358)</u>	<u>-</u>	<u>1,289,576</u>
Total Proprietary Fund Type	<u>\$ 2,282,797</u>	<u>\$ (195,658)</u>	<u>\$ -</u>	<u>\$ 2,087,139</u>

Town of Glenmora, Louisiana
Notes to the Financial Statements
June 30, 1998

Note 10 - Pension Plans

The Town contributes to the Municipal Employees Retirement System (the system), a cost sharing multiple-employer, public retirement system (PERS), controlled and administered by a separate board of trustees. The system is composed of two distinct plans (Plan A and Plan B). Town employees are members of Plan B.

The System also provides retirement, death and disability benefits to plan members and beneficiaries. Benefits are established by state statute. The Municipal Employees Retirement System issues a publicly available financial report that includes financial statements and required supplementary information. That report may be obtained by writing to Municipal Employees Retirement System, 7937 Oldlace Park Blvd., Baton Rouge, LA 70809 or by calling (504) 315-4810.

Covered employees are required by state statute to contribute 3 percent of their salary to the plan. The Town is required by the same statute to contribute 2.75 percent. In addition, contributions to the System include 1% of net percent of the taxes shown to be collected by the district of each respective parish, except Orleans Parish. The Town's contributions to the system for the years ended June 30, 1996, 1997 and 1998 were \$1,717, \$4,316 and \$5,388, respectively, equal to the required contributions for each year.

Note 11 - Changes in Long-Term Debt

The following is a summary of debt transactions of the Town for the year ended June 30, 1998:

	General Obligation Debt	Capitalized Lease Obligation	Revenue Bonds	Notes Payable
Debt payable, beginning of year	\$ 64,000	\$ 22,900	\$ 1,282,283	\$ 62,700
New debt issued	-	-	-	-
Debt retired	<u>4,000</u>	<u>11,000</u>	<u>61,373</u>	<u>4,474</u>
Debt payable, end of year	<u>\$ 60,000</u>	<u>\$ 11,900</u>	<u>\$ 1,311,252</u>	<u>\$ 58,226</u>

Out of the total revenue bonds payable at June 30, 1998, \$61,387 is classified as liabilities payable from restricted assets in the combined balance sheet.

Debt as of June 30, 1998, is comprised of the following individual items:

General Obligation Bonds:

\$102,000 issued January 1, 1975, Public Improvement Bonds due in annual installments of \$4,000 from 1998 through 2013, plus interest at 5%.
 (This issue secured by levy and collection of ad valorem taxes.)

\$ 60,000

Town of Gramercy, Louisiana
Notes to the Financial Statements
June 30, 1998

Note 11 - Changes in Long-Term Debt, Continued

Capitalized Loans Obligations:

\$26,512 issued September 1996 - Due in monthly installments of \$615.67, including interest at 8.75% (Secured by 1996 Crown Victoria) \$ 11,890

Revenue Bonds:

\$28,000, 1975 Water and Sewer Bonds - Due in various installments, including interest at 7% (This issue is secured by revenues from the system.) \$ 527,800

\$1,110,000 New Gas System Bonds - due in annual installments of \$4,514 through 2000, including interest at 7% (This issue is secured by revenues from the system.) 1,686,450

Notes Payable:

\$26,512 dated April 01, 1985, restructured delinquent interest and principal payments to \$114 on Water & Sewer Bonds, due in annual installments of \$2,630, including interest at 7% \$ 10,060

\$48,830 issued June 1995 - Due in semi-annual installments of \$2,580, including interest at 5.1% (Secured by 94.59 acres of land) \$ 30,180
\$ 58,270

The annual requirements to amortize all debt outstanding as of June 30, 1998, including approximate interest payments of \$546,733 are as follows:

Year Ending June 30	General Obligation	Capitalized Loans Obligations	Revenue Bonds	Notes Payable	Total
1999	1,000	10,808	125,154	7,790	144,752
2000	6,800	1,687	134,959	7,790	141,336
2001	6,000	-	134,664	7,790	148,454
2002	6,800	-	134,629	7,790	149,849
2003	6,200	-	134,689	7,790	148,679
2004-2006	26,000	-	621,865	27,654	655,519
2007-2011	21,000	-	478,175	8,225	507,400
2012-2048	-	-	6,886	-	6,886
2049	-	-	1,365	-	1,365
	<u>\$ 64,000</u>	<u>\$ 12,495</u>	<u>\$ 1,377,815</u>	<u>\$ 74,229</u>	<u>\$ 1,828,539</u>

Town of Glenmora, Louisiana
Notes to the Financial Statements
June 30, 1998

Note 11 - Changes in Long-Term Debt, Continued

There are a number of limitations and restrictions contained in the various bond indentures. The Town is in compliance with all significant limitations and restrictions except as follows:

The Town is required to maintain liability insurance covering the Natural Gas System and Water and Sewer Systems. Due to the high cost of insurance premiums, the Town does not maintain this coverage for the utility systems.

Note 12 - Segment Information for Enterprise Fund

	Natural Gas System	Water and Sewer	Total
Operating Revenues	\$ 211,901	\$ 111,750	\$ 323,651
Depreciation	26,111	49,911	76,022
Operating income	185,790	61,839	247,629
Non-operating revenues and expenses:			
Interest income	1,438	1,117	2,555
Interest expense	26,739	28,750	55,489
Operating transfers out	1,000	11,000	12,000
Net income (loss)	1,109	(15,587)	(14,478)
Accounts receivable (net of allowances)	17,806	27,750	45,556
Allowance for doubtful accounts	1,241	9,101	10,342
Inventory (decrease) in stock and cash equivalents	8,801	8,000	16,801
Total assets	1,040,541	1,051,580	2,092,121
Debt and other long-term liabilities payable from operating revenues	111,111	50,000	1,261,941
Total equity	228,111	1,001,580	1,229,691

Town of Glenora, Louisiana
Notes to the Financial Statements
June 30, 2008

Note 13 - Garbage Disposal Contract

On July 23, 1996, the Town contracted for garbage disposal for a period of three years with monthly payments of \$3,798.

Note 14 - Concentrations of Credit Risk

The accounts receivable from utility customers and the economic development loans receivable are due from businesses and residents of the Town of Glenora. The collectibility of these financial instruments are dependent upon the general economic conditions in the Town of Glenora's geographical area.

Note 15 - Pending Litigation

The Town of Glenora is a defendant in various lawsuits. The Town's legal counsel is of the opinion the amount, if any, of damages for which the Town of Glenora is responsible would be less than the policy limits of insurance carried by the Town of Glenora.

Note 16 - Risk Management

The Town of Glenora is exposed to various risks of loss related to theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. It is the policy of the Town to purchase commercial insurance for the risks of losses to which it is exposed. The Town does not maintain casualty coverage for the natural gas, and water and sewer systems. The financial impact, if any, resulting from inadequate insurance cannot be reasonably estimated.

Note 17 - Capital Lease

On August 1, 1996, the Town entered a lease agreement for a 1996 police car for a period of three years with monthly payments of \$834.

Note 18 - Mineral Lease

On October 8, 1996, Chesapeake Operating, Inc. entered into a lease agreement with the Town for mineral rights on approximately 100.33 acres of land for a period of three years. The payment for these rights is \$118,254.40 for the first year of the lease and annual rental of not less than 5% of the total cash payment, or \$68,127.20 whichever is greater. Royalties will be paid in the amount of 25% of all oil, gas, and other liquid or gaseous liquids produced, saved, or utilized, but not less than 10%. Amounts received under this lease agreement are reported as revenue in the general fund.

**Financial Statements of
Individual Funds and Account Groups**

GENERAL FUND

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

Town of Glenora, Louisiana
 General Fund
 Comparative Balance Sheet
 June 30, 1998

	1998	1997
Assets		
Cash and cash equivalents	45,841	76,138
Receivables (Net of allowance for doubtful accounts)	1,799	1,600
Taxes	25,855	28,853
Due from other funds	159,312	156,602
Total Assets	232,807	263,293
Liabilities and Equity		
Liabilities		
Accounts payable	1,640	16,817
Due to other funds	1,022	1,261
Total Liabilities	2,662	18,078
Fund Equity—Fund Balances (Unrestricted-undesignated)	230,145	245,215
Total Liabilities and Equity	232,807	263,293

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

Town of Glenora, Louisiana
Comparative Statements of Revenues, Expenditures and Changes
in Fund Balances - Budget (21A-RP Basis) and Actual - General Fund
For the Year Ended June 30, 1998
With Comparative Actual Amounts for the Year Ended June 30, 1997

	1998		Variance - Favorable (Unfavorable)	1997
	Budget	Actual		Actual
Revenues				
Taxes	\$ 287,800	\$ 286,979	\$ (821)	\$ 282,188
Licenses and permits	25,115	26,329	1,214	28,387
Intergovernmental	32,000	19,146	(12,854)	51,913
Fees	68,000	68,862	862	69,558
Franchise fees	26,800	26,898	98	-
Interest fees	86,000	78,932	(7,068)	128,708
Miscellaneous	20,000	21,841	1,841	20,000
Total Revenues	<u>665,815</u>	<u>649,887</u>	<u>(15,928)</u>	<u>780,754</u>
Expenditures				
Current				
General Government	330,680	347,986	17,306	188,138
Public Safety	131,889	179,647	47,758	179,761
Sewer	183,849	184,803	954	209,248
Sanitation	38,111	37,768	(343)	40,810
Water Service				
Principal	11,380	11,983	603	13,817
Interest	1,380	1,186	(194)	-
Total Expenditures	<u>695,279</u>	<u>861,603</u>	<u>(165,324)</u>	<u>770,764</u>
Excess (Deficiency) of Revenues	<u>188,275</u>	<u>(111,644)</u>	<u>(299,919)</u>	<u>1,990</u>
Over (Under) Expenditures				
Other Financing Sources				
Operating Transfers in	<u>48,000</u>	<u>21,000</u>	<u>(27,000)</u>	<u>15,800</u>
Actual Deficiency of Revenues				
and other Financing sources	<u>\$ 148,275</u>	<u>7,004</u>	<u>\$ (151,271)</u>	<u>\$ 16,790</u>
Fund balances, beginning of year		<u>118,154</u>		<u>88,975</u>
Fund balances, end of year		<u>\$ 125,158</u>		<u>\$ 115,765</u>

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

SPECIAL REVENUE FUNDS

Economic Development - To account for monies levied to enhance local economic development.

Town of Gretna, Louisiana
Special Revenue Fund
Comparative Balance Sheet
June 30, 1998 and 1997

	1998	1997
Assets		
Cash and cash equivalents	63,112	68,740
Receivables (Net of allowance for doubtful accounts)	-	-
Accrued interest	412	412
Notes	89,150	108,600
Due from other funds	-	-
Total Assets	152,674	177,752
Liabilities and Equity		
Liabilities		
Accounts payable	-	100
Due to other funds	3,314	291
Total Liabilities	3,314	391
Fund Equity—Fund Balance		
Reserved for economic development	159,360	176,361
Total Liabilities and Fund Equity	162,674	177,752

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

Town of Clifton, Louisiana
Special Revenue Fund - Economic Development
Comparative Statements of Revenues, Expenditures
and Changes in Fund Balances
For the Years Ended June 30, 1998 and 1997

	<u>1998</u>	<u>1997</u>
Revenues		
Miscellaneous	\$ 14,531	\$ 30,434
Total Revenues	<u>14,531</u>	<u>30,434</u>
Expenditures		
General Government	<u>30,952</u>	<u>19,843</u>
Total Expenditures	<u>30,952</u>	<u>19,843</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(16,421)	(4,409)
Fund Balances, beginning of year	<u>176,912</u>	<u>181,321</u>
Fund Balances, end of year	<u>\$ 160,491</u>	<u>\$ 176,912</u>

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

Town of Glenmore, Louisiana
Special Revenue Fund - Economic Development
Comparative Statement of Revenues, Expenditures and Changes
in Fund Balances - Budget (FASB Basis) and Actual -
For the Year Ended June 30, 1997

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

	1996		Variance - Favorable (Unfavorable)	1997
	<u>Budget</u>	<u>Actual</u>		<u>Actual</u>
Revenues				
Miscellaneous	\$ 5,900	\$ 14,172	\$ 8,672	\$ 18,454
Expenditures				
General Government	22,280	10,902	(11,378)	15,645
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>\$ (16,380)</u>	(3,130)	<u>\$ 19,294</u>	(4,191)
Fund balances, beginning of year		176,912		181,500
Fund balances, end of year		<u>\$ 159,182</u>		<u>\$ 176,112</u>

DEBT SERVICE FUNDS

To accumulate monies for payment of the Public Improvement General Obligation Bonds which are due in annual installments of \$4,000 from 1990 through 2003, plus interest at 5%.

Town of Glenora, Louisiana
Debt Service Fund
Combining Balance Sheet
June 30, 1998

With Comparative Totals for the Year Ended June 30, 1997

	Town of Glenora	Sovereign District No. 1	Totals	
			1998	1997
Assets				
Cash and cash equivalents	\$ 11,186	\$11,916	\$ 23,102	\$ 22,400
Receivables				
Accrued interest	18	18	36	36
Total Assets	<u>\$ 11,204</u>	<u>\$11,934</u>	<u>\$ 23,138</u>	<u>\$ 22,436</u>
Fund Equity				
Fund Equity—Fund Balance				
Reserved for debt service	\$ 11,204	\$11,934	\$ 23,138	\$ 22,436

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

Town of Glenmora, Louisiana
Debt Service Fund
Comparing Statements of Revenues, Expenditures
and Changes in Fund Balances
Year Ended June 30, 1998
With Comparative Totals for the Year Ended June 30, 1997

	Town of Glenmora	Sovereign District No. 1	Totals	
			1998	1997
Revenues				
Miscellaneous	<u>\$ 568</u>	<u>\$ 640</u>	<u>\$ 1,208</u>	<u>\$ 1,647</u>
Expenditures				
Principal retirement	1,088	2,800	4,000	2,888
Interest	1,688	1,688	3,358	3,388
Total Expenditures	<u>2,776</u>	<u>4,488</u>	<u>7,158</u>	<u>6,276</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(2,208)</u>	<u>(3,848)</u>	<u>(6,056)</u>	<u>(4,629)</u>
Fund balances, beginning of year	<u>36,544</u>	<u>15,894</u>	<u>52,438</u>	<u>56,291</u>
Fund balances, end of year	<u>\$14,336</u>	<u>\$12,046</u>	<u>\$ 26,382</u>	<u>\$ 51,662</u>

Town of Glassboro, Louisiana
Debt Service Fund - Town of Glassboro
Comparative Statements of Revenues, Expenditures and Changes
in Fund Balances - Budget (GAAP Basis) and Actual -
For the Year Ended June 30, 1998
With Comparative Actual Amounts for the Year Ended June 30, 1997

	<u>1998</u>		<u>Change - Favorable (Unfavorable)</u>	<u>1997</u>
	<u>Budget</u>	<u>Actual</u>		<u>Actual</u>
Revenues				
Miscellaneous	\$ 300	\$ 640	\$ 340	\$ 710
Expenditures				
Principal retirement	1,000	1,000	(1,000)	1,000
Interest	1,250	1,480	230	1,250
Total Expenditures	<u>2,250</u>	<u>2,480</u>	<u>(230)</u>	<u>2,250</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>\$ (2,150)</u>	<u>(1,840)</u>	<u>\$ 310</u>	<u>(1,540)</u>
Fund balances, beginning of year		<u>10,544</u>		<u>10,451</u>
Fund balance, end of year		<u>\$ 8,394</u>		<u>\$ 8,911</u>

Town of Glenora, Louisiana
(Self Service Fund - Sewerage District No 1)
Comparative Statements of Revenue, Expenditures and Changes
in Fund Balances - Budget (S.M.A.P. Basis) and Actual -
For the Year Ended June 30, 1998
With Comparative Actual Amounts for the Year Ended June 30, 1997

	1998		Variance - Favorable (Unfavorable)	1997
	Budget	Actual		Actual
Revenue				
Miscellaneous	\$ 300	\$ 648	\$ 348	\$ 714
Expenditures				
Principal retirement	1,000	2,000	(1,000)	1,000
Interest	1,450	1,000	450	1,450
Total Expenditures	<u>2,450</u>	<u>3,000</u>	<u>(550)</u>	<u>2,450</u>
Excess (Deficiency) of Revenue Over (Under) Expenditures	<u>\$ (2,150)</u>	<u>(2,352)</u>	<u>\$ (202)</u>	<u>(1,736)</u>
Fund Balance, beginning of year		<u>15,834</u>		<u>17,570</u>
Fund Balance, end of year		<u>\$ 13,684</u>		<u>\$ 15,834</u>

ENTERPRISE FUNDS

Natural Gas Fund - To account for the provision of natural gas services to the 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, billing and collection.

Water and Sewer Fund - To account for the provision of water and sewer services to the 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, billing and collection.

Town of Glensora, Louisiana

Enterprise Funds

Combining Balance Sheet

June 30, 2009

With Comparative Totals for the Year Ended June 30, 2007

	Natural Gas Systems	Water and Sewer	Totals	
			2008	2007
Assets				
Current Assets				
Cash and cash equivalents	\$ 11,800	\$ 15,811	\$ 27,604	\$ 60,983
Receivables (Net of allowance for doubtful accounts)				
Accounts	17,866	27,714	45,580	18,916
Accrued interest	310	438	588	388
Due from other funds	5,412	-	5,412	432
Total Current Assets	<u>35,388</u>	<u>44,063</u>	<u>80,584</u>	<u>80,709</u>
Restricted Assets				
Cash and cash equivalents				
Contingency, Reserve & Sinking Funds	309,028	328,819	317,809	348,502
Customer deposits	11,775	18,711	27,944	11,816
Total Restricted Assets	<u>320,803</u>	<u>347,530</u>	<u>345,753</u>	<u>360,318</u>
Plant and Equipment				
Water and sewer fixed assets, at cost, net of accumulated depreciation		1,403,300	1,403,300	1,404,948
Natural gas systems fixed assets, at cost, net of accumulated depreciation	784,008	-	784,008	811,649
Total Plant and Equipment	<u>784,008</u>	<u>1,403,300</u>	<u>1,207,308</u>	<u>2,216,597</u>
Total Assets	<u>1,088,912</u>	<u>1,455,383</u>	<u>1,428,495</u>	<u>2,387,794</u>

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

Town of Chatham, Louisiana

Enterprise Funds

Continuing Balance Sheet

June 30, 1999

With Comparative Totals for the Year Ended June 30, 1997

Liabilities and Fund Equity	Natural Gas System	Water and Sewer	Total	
			1998	1997
Current Liabilities				
Accounts payable	\$ 3,479	\$ 3,583	\$ 7,062	\$ 7,044
Due to other funds	47,479	44,898	92,377	88,382
Notes payable	-	1,000	1,000	1,000
Total Current Liabilities	<u>50,958</u>	<u>49,481</u>	<u>100,435</u>	<u>96,426</u>
Liabilities Payable from Restricted Assets				
Customers' deposits payable	28,428	15,829	44,257	35,305
Revenue bonds payable	57,653	21,734	79,387	58,118
Accrued interest	28,882	15,761	44,643	42,147
Total Liabilities Payable from Restricted Assets	<u>114,963</u>	<u>53,324</u>	<u>168,287</u>	<u>135,570</u>
Long-Term Liabilities				
Revenue bonds payable	688,417	499,411	1,187,828	1,223,157
Notes payable	-	75,382	75,382	24,498
Total Long-Term Liabilities	<u>688,417</u>	<u>574,793</u>	<u>1,263,210</u>	<u>1,247,655</u>
Total Liabilities	<u>764,388</u>	<u>624,182</u>	<u>1,427,147</u>	<u>1,491,761</u>
Fund Equity				
Contributions				
Municipality	4,321	152,688	157,009	116,321
Federal grants	361,348	1,227,770	1,589,118	1,414,889
Total Contributions	<u>365,669</u>	<u>1,380,466</u>	<u>1,746,127</u>	<u>1,531,210</u>
Retained Earnings (Deficit)				
Reserved for debt service	71,914	90,913	162,827	178,970
Unreserved	79,327	(214,847)	(135,520)	(129,247)
Total Retained Earnings (Deficit)	<u>151,241</u>	<u>(123,934)</u>	<u>27,307</u>	<u>(50,277)</u>
Total Fund Equity	<u>516,910</u>	<u>1,256,532</u>	<u>1,773,434</u>	<u>1,480,933</u>
Total Liabilities and Fund Equity	<u>\$ 1,281,298</u>	<u>\$ 1,880,714</u>	<u>\$ 2,200,581</u>	<u>\$ 2,972,694</u>

Town of Glenmont
Enterprise Fund
Condensed Statements of Revenues, Expenses, and
Changes in Retained Earnings (Deficit)
Year Ended June 30, 1997
With Comparative Totals for Year Ended June 30, 1996

	Normal City System	Water and Sewer	Totals	
			1996	1997
Operating Revenues				
Charges for services			\$ 225,783	\$ 218,850
Gas charges	\$ 105,180	\$ -	\$ 105,180	\$ 100,977
Water charges	-	142,182	142,182	141,896
Sewer charges	-	62,258	62,258	61,996
Other charges	7,214	7,900	15,114	14,880
Miscellaneous	844	1,555	2,399	2,241
Total Operating Revenues	113,838	213,905	417,641	403,780
Operating Expenses				
Salaries and benefits	68,811	26,583	95,394	101,795
Payroll taxes	3,112	4,209	7,321	7,484
Gas purchases	82,449	-	82,449	86,758
Legal and professional	1,490	1,043	2,534	18,472
Repairs and maintenance	2,779	26,654	29,433	32,732
Insurance	9,298	32,881	42,179	28,642
Travel expense	1,559	1,482	3,041	3,798
Depreciation	26,211	49,811	76,022	72,549
Water well pump	-	11,087	11,087	8,411
Telephone	294	299	593	624
Rent-fee	4,047	6,648	10,695	1,593
Supplies	7,486	6,744	14,230	6,933
Office Supplies	3,530	2,672	6,202	3,603
Miscellaneous	585	7,199	7,784	11,281
Total Operating Expenses	193,811	187,922	381,733	379,688
Operating Income	41,820	26,786	71,796	66,783
Nonoperating Revenues (Expenses)				
Interest income	5,418	7,121	14,715	11,482
Interest expense	(26,124)	(28,789)	(54,913)	(58,711)
Total Nonoperating Revenues (Expenses)	(20,706)	(21,668)	(70,198)	(47,229)
Income Before Operating Transfer	13,798	8,121	24,813	(1,666)
Operating Transfer Out	(6,000)	(18,880)	(21,000)	(21,000)
Net Income (Loss)	7,798	(6,877)	873	(21,567)
Retained Earnings (Deficit), Beginning of Year	(26,241)	(278,116)	(291,177)	(218,600)
Retained Earnings (Deficit), End of Year	\$ 14,551	\$ (284,993)	\$ (290,304)	\$ (240,167)

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

Town of Chatham
Governmental Funds
Combining Statements of Cash Flows
Year Ended June 30, 1998
With Comparative Totals for Year Ended June 30, 1997

	Normal Gas System	Water and Sewer	Totals	
			1998	1997
Cash Flows from Operating Activities				
Operating Income	\$ 41,800	\$ 29,766	\$ 71,566	\$ 36,793
Adjustments to reconcile net operating income to net cash provided by operating activities:				
Depreciation	26,791	49,414	76,205	71,586
Decrease in accounts receivable	1,173	3,345	4,518	7,617
Increase (decrease) in accounts payable	506	(896)	(390)	(7,864)
Decrease in accrued liabilities	-	(214)	(214)	(283)
Increase in due to other funds	13,846	15,297	29,143	31,973
Increase in customers' deposits payable	211	211	422	790
Net Cash Provided by Operating Activities	83,227	95,609	178,836	106,779
Cash Flows from Non-capital Financing Activities				
Operating transfers out	(9,098)	(15,000)	(24,098)	(25,000)
Cash Flows from Capital and Related Financing Activities				
acquisition of capital assets	(6,190)	(24,160)	(30,350)	(30,000)
Principal paid on revenue bonds and notes payable	(21,736)	(24,816)	(46,552)	(24,500)
Interest paid on revenue bonds and notes payable	(26,750)	(28,750)	(55,500)	(69,000)
Net Cash Used by Capital and Related Financing Activities	(54,676)	(77,726)	(132,402)	(123,500)
Cash Flows from Investing Activities				
Interest on investments	7,608	7,171	14,779	11,633
Net Increase (Decrease) in cash and cash equivalents	8,553	8,054	16,607	4,912
Cash and cash equivalents, beginning of year	231,894	157,079	388,973	370,944
Cash and cash equivalents, end of year	\$ 240,447	\$ 165,133	\$ 405,580	\$ 375,856

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

Town of Ellsworth
Revenue Fund

Schedule of Cash Receipts and Disbursements -
Revenue Fund Required by Previous Budget Ordinance
Year Ended June 30, 1998

	Revenue Fund		Revenue Fund		Depreciation and		Total	
	Salaries	Water and Sewer	Water and Sewer	Electricity	Gas and Sewer	Water and Sewer	Salaries	Utilities
Cash and Cash Equivalents								
Beginning of Year	\$ 49,378	\$ 39,671	\$ 79,381	\$ 71,281	\$ 25,864	\$ 10,112	\$ 204,891	\$ 120,118
Cash Receipts								
Transfer from operating account	71,811	50,155	3,726	2,414	4,522	1,402	81,975	34,884
Interest earned on investments	1,416	1,000	2,144	4,941	1,575	200	7,476	6,480
Total Cash Receipts	73,227	51,155	5,870	7,355	6,097	1,602	89,451	41,364
Cash Disbursements								
Principal payments	37,410	20,000	-	-	-	-	57,410	15,000
Interest payments and other	5,186	28,488	-	-	-	5,000	34,674	12,488
Total Cash Disbursements	42,596	48,488	-	-	-	5,000	91,084	27,488
Cash and Cash Equivalents								
End of Year	\$ 71,277	\$ 41,273	\$ 79,456	\$ 70,631	\$ 25,864	\$ 7,996	\$ 209,870	\$ 128,028

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

AGENCY FUND

Payroll Fund - To account for disbursement of the Town's payroll. The general, economic development and enterprise funds transfer a pro rata amount of the payroll to this fund.

Town of Glenora, Louisiana
Agency Fund - Payroll Fund
Comparative Balance Sheets
June 30, 1998 and 1997

	1998	1997
Assets		
Cash	\$ 3,134	\$ 3,419
Inter-Government Receivable	1,839	1,839
Total Assets	\$ 4,973	\$ 5,258
Liabilities		
Accrued and withheld payroll taxes and retirement	\$ 3,381	\$ 4,636
Inter-Government Payable	492	492
Total Liabilities	\$ 3,873	\$ 5,128

Statements of Changes in Assets and Liabilities
Year Ended June 30, 1998

	Balance July 1, 1997	Additions	Deductions	Balance June 30, 1998
Assets				
Cash	\$ 3,419	\$ 161,779	\$ 318,458	\$ 5,144
Inter-Government Receivable	1,839	-	-	1,839
Total Assets	\$ 5,258	\$ 161,779	\$ 318,458	\$ 7,111
Liabilities				
Accrued and withheld payroll taxes, retirement and insurance	\$ 4,636	\$ 68,971	\$ 66,153	\$ 7,114
Inter-Government Payable	492	-	-	492
Total Liabilities	\$ 5,128	\$ 68,971	\$ 66,153	\$ 7,112

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

**GENERAL FIXED ASSETS
ACCOUNT GROUP**

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

Town of Edmonson, Louisiana
Comparative Schedule of General Fixed Assets - By Source
June 30, 1998 and 1997

	<u>1998</u>	<u>1997</u>
General Fixed Assets		
Land	\$ 179,879	\$ 179,879
Buildings	144,896	144,896
Equipment	183,493	94,793
Automobiles, trucks and tractors	<u>234,867</u>	<u>234,867</u>
Total General Fixed Assets	<u>\$ 633,135</u>	<u>\$ 614,191</u>
Investment in General Fixed Assets From		
Property acquired prior to 7/61/77*	\$ 98,204	\$ 98,204
Property acquired after 7/61/77		
General fund revenues	283,086	191,086
Economic Development Fund revenues	153,589	153,589
Federal Revenue Sharing revenues	198,005	198,000
Intergovernmental	<u>31,521</u>	<u>11,521</u>
Total Investment in General Fixed Assets	<u>\$ 633,135</u>	<u>\$ 614,191</u>

* Records reflecting source from which assets were acquired were not maintained prior to 7/61/77.

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

**GENERAL LONG-TERM
DEBT ACCOUNT GROUP**

To account for unamortized principal amounts on general long-term debt reported in the financial statements of governmental type funds. Payments of maturing obligations, including interest, are accounted for in Debt Service Funds.

Town of Glenmora, Louisiana
Condensed Statements of General Long-Term Debt
Year Ended June 30, 1998
With Comparative Totals for Year Ended June 30, 1997

	General Fund	Economic Development	Town of Glenmora	Sewerage District No. 1	Totals	
					1998	1997
Amount Available and to be Provided for the Retirement of General Long-Term Debt						
Amount available to debt service fund for debt retirement	\$ -	\$ -	\$ 13,986	\$ 12,816	\$ 26,802	\$ 32,754
Amount to be provided:						
General fund revenues	11,883	-	-	-	11,883	22,208
Ad valorem taxes	-	-	36,414	17,884	54,298	51,136
Economic Development fund revenues	-	30,307	-	-	30,307	38,348
Total Available and to be Provided	\$ 11,883	\$ 30,307	\$ 50,400	\$ 30,680	\$ 133,072	\$ 152,672
General Long-Term Debt Payable						
Bank notes	\$ -	\$ 30,307	\$ -	\$ -	\$ 30,307	\$ 38,348
Bonds payable	-	-	30,000	30,000	60,000	64,000
Capitalized lease obligations	11,883	-	-	-	11,883	22,208
Total Payable	\$ 11,883	\$ 30,307	\$ 30,000	\$ 30,000	\$ 133,072	\$ 152,672

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

Supplemental Information

Town of Clamora, Louisiana
 Schedule of Compensation - Mayor and Aldermen
 June 30, 1998

<u>Name</u>	<u>Title</u>	<u>Compensation</u>	<u>Expense Allowance</u>
Tyrone L. Doyle	Mayor	\$ 6,000	\$ 1,000
C.J. Myers	Alderman	5,000	-
Gregory Dalton	Alderman	5,000	-
James Jurell	Alderman	5,000	-
Charles Kuhn	Alderman	5,000	-
Edward McCreary	Alderman	5,000	-
		<u>\$ 31,000</u>	<u>\$ 1,000</u>

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

KNIGHT & MASNEN
Certified Public Accountants

A PROFESSIONAL ACCOUNTING CORPORATION

December 4, 1998

Crain I. Knight, Jr., CPA
K. Marvin Masden, CPA

**Report on Compliance and on Internal Control
Over Financial Reporting Based on an Audit of Basic Financial
Statements Performed in Accordance With
Government Auditing Standards**

Associates
John E. Theriot II, CPA
Kathleen S. Holgaard, CPA

The Honorable Tyson L. Doyle, Mayor
and Members of the Board of Aldermen
Town of Grammont, Louisiana

We have audited the general purpose financial statements and the combining, individual fund and account group financial statements of the Town of Grammont, Louisiana, as of and for the year ended June 30, 1998, and have issued our report thereon dated December 4, 1998, which was qualified due to the omission of the year 2000 disclosure that are required by Governmental Accounting Standards Board Technical Bulletin 98-1, Disclosures about Year 2000 Issues. We conducted our audit in accordance with generally accepted auditing standards, and the standards applicable to financial audits contained in Government Auditing Standards issued by the Comptroller General of the United States.

Compliance

As part of obtaining reasonable assurance about whether the Town of Grammont, Louisiana's general purpose financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grants, noncompliance with which could have a direct and material effect on the determination of financial amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit and, accordingly, we do not express such an opinion. The results of our tests disclosed instances of noncompliance that are required to be reported under Government Auditing Standards.

The following was reported on in our prior year's report:

Budget

Louisiana Revised Statutes require that budgets should be amended if actual expenditures plus projected expenditures for the remainder of the year within a fund are exceeding estimated budgeted expenditures by five percent or more.

Budget amendments did not bring the Town into compliance with the Louisiana Revised Statutes for budgets when anticipated expenditures will exceed budgeted expenditures by five percent or more.

We recommend that budgets be prepared and reviewed for all funds and expenditures projected to exceed estimated budgeted amounts by five percent be brought to the attention of the Aldermen so that they have the opportunity to discuss appropriate action.

Town's Reply - We will alert the Aldermen when expenditures are increasing so that proper budget amendments might be enacted.

The Honorable Tyrone Davis, Jr. Mayor
and Members of the Board of Aldermen
Town of Gramercy, Louisiana
December 4, 1998

Internal Control Over Financial Reporting

In planning and performing our audit, we considered the Town of Gramercy, Louisiana's, internal control over financial reporting in order to determine our 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. However, we noted certain matters involving the internal control over financial reporting and its operations that we consider to be reportable conditions. Reportable conditions involve matters coming to our attention relating to significant deficiencies in the design or operation of the internal control over financial reporting that, in our judgment, could adversely affect the Town of Gramercy, Louisiana's ability to record, process, summarize and report financial data consistent with the assertions of management in the general purpose financial statements.

Utility Subsidized Ledger

The Town maintains a separate utility billing system to bill and receipt customers for utility services. The accounts receivable transactions are summarized and entered in the Town's general ledger. We observed that the general ledger and subsidiary utility billing system were not reconciled and differences existed in the ending balances.

We recommended balancing the billing system and general ledger on at least a monthly basis, and more often if a large number of transactions occurred.

Town's reply - We will reconcile the utility billing system and general ledger monthly or more often if necessary.

Traffic Tickets

The Town's police officers issue tickets to persons violating traffic laws within the Town's limits. The Town does not maintain an organized, well-documented system for tracking the disposition of these traffic tickets. While noting these weaknesses, it took an excessive amount of time and effort to locate tickets and determine its final outcome.

We recommended the Town develop and maintain an organized, orderly process for tracking traffic tickets.

Town's reply - We are in the process of locating a software program to track traffic tickets and will develop a well defined set of procedures for the process.

Utility Deposits

The Town collects a deposit for consuming utilities. Currently the records for customer deposits are maintained on a manual card system and journal entries are made manually in the general ledger. The total of the cards should match the liability account in the general ledger, however, we observed that the card system was not maintained adequately and kept up to date.

We recommended reconciling the cards and general ledger monthly to continuously identify customer deposit balances.

Town's reply - We are currently implementing a new utility software system that will allow us to track customer deposits.

The Honorable Tyrone Goetz, Jr. Mayor
and Members of the Board of Aldermen
Town of Gramercy, Louisiana
December 4, 1998

A material weakness is a condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that misstatements in amounts that would be material in relation to the general purpose financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. Our consideration of the internal control over financial reporting would not necessarily disclose all matters in the internal control that might be reportable conditions and, accordingly, would not necessarily disclose all reportable conditions that are considered to be material weaknesses. However, we believe none of the reportable conditions described above is a material weakness.

This report is intended for the information of the Mayor and Aldermen. However, this report is a matter of public record and its distribution is not limited.

ENIGHT & MADDEN