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**CITY OF VIDALIA, LOUISIANA
GENERAL PURPOSE FINANCIAL STATEMENTS
YEARS ENDED
JUNE 30, 1988 AND 1987
WITH
INDEPENDENT AUDITOR'S REPORT**

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

Release Date: 11/24/1988

CITY OF VIDALIA, LOUISIANA

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The City did not adopt a budget for the Hydro Royalty Fund for the fiscal year ended June 30, 1998. Disclosure of the City's failure to adopt such legally required budgets is required by Generally Accepted Accounting Principles. No Hydro Royalty Fund budget numbers have been presented in the combined statement of revenues, expenditures and changes in fund balances for the Special Revenue Funds.

In our opinion, except for the lack of budget information mentioned in the preceding paragraph, the general purpose financial statements referred to above present fairly, in all material respects, the financial position of the City of Vidalia, Louisiana, as of June 30, 1998, and the results of its operations and the cash flows of its proprietary fund types for the year then ended, in conformity with generally accepted accounting principles.

In accordance with Government Auditing Standards, we have also issued a report dated December 11, 1998 on our consideration of the City of Vidalia's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts and grants.

Our audit was performed for the purpose of forming an opinion on the general purpose financial statements taken as a whole. The combining, individual fund, individual account group financial statements and schedules, as listed in the Table of Contents, as well as the accompanying Schedule of Expenditures of Federal Awards as required by U. S. Office of Management and Budget Circular A-133, "Audits of States, Local Governments and Non-Profit Organizations", are presented for purposes of additional analysis and are not a required part of the general purpose financial statements of the City of Vidalia, Louisiana. Such information has been subjected to the auditing procedures applied in the audit of the general purpose financial statements; and in our opinion, except the lack of budget information mentioned above, are fairly stated, in all material respects, in relation to the general purpose financial statements taken as a whole.

The financial information of the previous year, which is included for comparative purposes, was taken from the financial report for that year in which we expressed an unqualified opinion.

Attest: M. Susskind & Company, LLP

Natchez, Mississippi
December 11, 1998

GENERAL PURPOSE FINANCIAL STATEMENTS
(Combined Statements - Overview)

CITY OF VISALIA, CALIFORNIA
 COMBINED BALANCE SHEET - ALL FUND TYPES AND ACCOUNT CATEGORIES
 JUNE 30, 2019

LIABILITIES AND
 FUND EQUITY

	Governmental Fund Type		Special		Enterprise Fund Type		Special District		Total	
	Balance	Change	Balance	Change	Balance	Change	Balance	Change	Balance	Change
Liabilities										
Accounts payable	\$ 66,970	\$ 1,016,449	\$ 302,228	\$ 896,185	\$ 28,000	\$ -	\$ 1,021,261	\$ 1,054,929	\$ 181,344	\$ 198,129
Accrued liabilities	45,128	5,442	44,749	44,714	-	-	4,007	4,007	1,100	1,100
Bonds on hand	-	5,017	-	-	-	-	-	-	-	-
Payable from restricted assets	-	-	-	-	-	-	-	-	-	-
Contingent deposits	-	-	-	-	-	-	-	-	-	-
Due to other funds	1,499	1,128,260	-	214,799	10,000	10,000	214,799	214,799	175,147	175,147
Due to other agencies	-	-	-	182,281	-	-	1,206,115	1,206,115	1,711,549	1,711,549
Due payable - unapportioned	-	-	-	4,288	-	-	4,288	4,288	4,288	4,288
Total liabilities	\$ 112,607	\$ 2,150,166	\$ 347,005	\$ 2,123,287	\$ 38,000	\$ 10,000	\$ 2,236,443	\$ 2,280,682	\$ 3,903,136	\$ 3,903,136
Fund equity										
Contributed capital	-	-	-	-	-	-	-	-	-	-
Governmental fund	-	-	-	-	-	-	-	-	-	-
Fund equity	-	-	-	-	-	-	-	-	-	-
Special district	-	-	-	-	-	-	-	-	-	-
Special district	-	-	-	-	-	-	-	-	-	-
Special district	-	-	-	-	-	-	-	-	-	-
Due to other funds	-	-	-	-	-	-	-	-	-	-
Due to other agencies	-	-	-	-	-	-	-	-	-	-
Due payable - unapportioned	-	-	-	-	-	-	-	-	-	-
Total fund equity	\$ 112,607	\$ 2,150,166	\$ 347,005	\$ 2,123,287	\$ 38,000	\$ 10,000	\$ 2,236,443	\$ 2,280,682	\$ 3,903,136	\$ 3,903,136

This accompanying information is an integral part of these financial statements.

CITY OF THIBODAUX, LOUISIANA
**COMBINED STATEMENT OF REVENUES, EXPENDITURES
 AND CASHES IN FUND BALANCES**

ALL GOVERNMENTAL FUND TYPES

YEAR ENDED JUNE 30, 1998

WITH COMPARATIVE TOTALS FOR YEAR ENDED JUNE 30, 1997

	Comparison of Fiscal Years		Fiscal Year 1998	Totals	
	1998	1997		1998	1997
REVENUES					
Taxes	\$ 571,289	\$ 695,498	\$ 26,114	\$ 198,158	\$ 178,809
License and permits	21,287	21,287	-	21,287	22,994
Fees and charges	45,155	45,155	-	45,155	45,481
Intergovernmental	251,128	43,729	1,708,193	3,046,648	494,245
Charges for services	684,316	27,588	-	222,688	288,822
Grants	-	1,278,774	-	1,278,774	1,278,774
Other income	-	3,862,628	-	3,862,628	3,862,628
Other power revenues	-	28,224	129	28,224	28,224
Total revenues	<u>\$ 1,532,085</u>	<u>\$ 3,933,504</u>	<u>\$ 26,114</u>	<u>\$ 5,118,438</u>	<u>\$ 5,118,438</u>
EXPENDITURES					
Current	\$ 1,288,411	\$ 275,481	\$ -	\$ 1,882,023	\$ 1,778,809
Capital	243,895	1,189	-	243,895	243,895
Materials and supplies	413,879	4,217,448	1,798	4,817,426	4,820,711
Other power purchases	-	15,285	-	15,285	15,285
Other services and charges	-	18,285	-	18,285	18,285
Capital repaid	-	844,588	-	844,588	844,588
Debt	3,028	48,517	-	3,028	3,028
Interest and principal	48,319	52,878	-	110,884	21,818
Other improvements	-	-	-	1,818,878	283,882
Debt Service	-	-	49,698	-	-
Principal retirement	-	-	-	-	-
Interest and Bond Fee	-	-	-	-	-
Total expenditures	<u>\$ 1,993,522</u>	<u>\$ 871,312</u>	<u>\$ 1,798,193</u>	<u>\$ 2,738,816</u>	<u>\$ 2,936,812</u>
Excess of revenues (excess of costs)					
Transfers - in					
Transfers - out					
Excess of revenues and operating transfers - in (operating and operating transfers - out)	\$ 542,563	\$ 416,824	\$ 2,281	\$ 1,385,622	\$ 1,181,626
FUND BALANCE, BEGINNING	<u>\$ 3,488,218</u>	<u>\$ 2,482,318</u>	<u>\$ 1,485,129</u>	<u>\$ 1,485,129</u>	<u>\$ 1,485,129</u>
FUND BALANCE, ENDING	<u>\$ 3,930,801</u>	<u>\$ 2,899,142</u>	<u>\$ 1,486,258</u>	<u>\$ 2,870,751</u>	<u>\$ 2,666,755</u>

The accompanying statement is integral part of these financial statements.

CITY OF PEORIA, ILLINOIS
COMBINED STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
SUBJECT: ROAD BUDGET AND ACTUAL
GENERAL, SPECIAL REVENUE AND DEBT SERVICE FUND TYPES
YEAR ENDED JUNE 30, 1976

	General Fund		Special Revenue Fund		Debt Service Fund	
	Actual	Available	Actual	Available	Actual	Available
REVENUES						
Taxes	\$ 92,000	\$ 107,800	\$ 14,000	\$ 14,000	\$ 14,000	\$ 14,000
License & permits	100,000	111,500				
Fees and charges	47,000	51,700				
State governmentals	290,000	291,200				
Change for services	200,000	200,000				
State grant sales				3,000		
State grant income				1,070,000		
Other	3,000	3,000				
Total revenues	\$ 685,000	\$ 760,500	\$ 14,000	\$ 17,000	\$ 14,000	\$ 14,000
EXPENDITURES						
Current						
Personal services	\$ 1,407,400	\$ (211,000)	\$ 200,000	\$ (1,200)	\$	\$
Materials & supplies	(70,000)	(80,000)	4,000			
State grant payments				1,070,000		
Other services & charges	100,000	100,000	90,000			1,000
Interest						(1,000)
Capital outlay						
Land and rights						
Buildings	1,000	1,000				
Machinery & equipment	40,000	40,000	100,000			
Debt Service						
Principal payments						
Interest						
Total	\$ 1,447,400	\$ (200,000)	\$ 294,000	\$ (1,200)	\$ 100,000	\$ (1,000)
Excess of revenues	\$ 237,600	\$ (44,500)	\$ (180,000)	\$ (1,200)	\$ (86,000)	\$ (1,000)
Change in fund balance	\$ 237,600	\$ (44,500)	\$ (180,000)	\$ (1,200)	\$ (86,000)	\$ (1,000)
Beginning fund balance	\$ 1,000,000	\$ 1,000,000	\$ 1,000,000	\$ 1,000,000	\$ 1,000,000	\$ 1,000,000
Ending fund balance	\$ 1,237,600	\$ 955,500	\$ 820,000	\$ 998,800	\$ 914,000	\$ 999,000

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

CITY OF VIDALIA, LOUISIANA
COMBINED STATEMENT OF REVENUES, EXPENSES AND CHANGES IN
RETAINED EARNINGS
ALL PROPRIETARY FUND TYPES
YEARS ENDED JUNE 30, 1998 AND 1997

	<u>Proprietary Fund Types</u>		<u>Totals</u>	
	<u>Enterprise</u>	<u>Internal Service</u>	<u>(Ingram-Anderson only)</u>	
			<u>1998</u>	<u>1997</u>
OPERATING REVENUES				
Revenues	\$ 6,188,188	\$	\$ 6,188,188	\$ 6,600,048
Less purchases & sales tax	(8,778,882)		(8,778,882)	(8,800,684)
City & employee contributions		321,417	321,417	368,298
Stop loss recoveries		28,844	28,844	98,747
Gross profit	<u>\$ 2,438,366</u>	<u>\$ 359,261</u>	<u>\$ 2,797,627</u>	<u>\$ 2,753,613</u>
OPERATING EXPENSES				
Personal services	\$ 608,574	\$	\$ 608,574	\$ 700,594
Materials and supplies	351,184		351,184	382,828
Other services & charges	547,758	309,054	708,847	828,517
Depreciation	258,926		258,926	233,918
Total operating expenses	<u>\$ 1,766,442</u>	<u>\$ 309,054</u>	<u>\$ 2,100,551</u>	<u>\$ 2,154,857</u>
Operating income (loss)	<u>\$ 671,924</u>	<u>\$ 49,207</u>	<u>\$ 698,298</u>	<u>\$ 598,756</u>
NONOPERATING REVENUES (EXPENSES)				
Interest income	\$ 11,382	\$	\$ 11,382	\$ 12,621
Total nonoperating revenue (expense)	<u>\$ 11,382</u>	<u>\$</u>	<u>\$ 11,382</u>	<u>\$ 12,621</u>
Income (loss) before operating transfers	<u>\$ 683,306</u>	<u>\$ 49,207</u>	<u>\$ 683,588</u>	<u>\$ 608,453</u>
OPERATING TRANSFERS				
Transfers - in	288,894		288,894	385,547
Transfers - out	(1,389,772)		(1,389,772)	(1,332,830)
Net loss	<u>\$ (1,100,878)</u>	<u>\$ (790)</u>	<u>\$ (1,101,668)</u>	<u>\$ (947,283)</u>
RETAINED EARNINGS, BEGINNING	<u>4,937,678</u>	<u>433,214</u>	<u>4,937,338</u>	<u>4,938,488</u>
RETAINED EARNINGS, ENDING	<u>\$ 3,836,728</u>	<u>\$ 428,107</u>	<u>\$ 3,848,208</u>	<u>\$ 3,918,758</u>

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

CITY OF VIDALIA, LOUISIANA
 COMBINED STATEMENT OF CASH FLOWS
 INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS
 ALL PROPRIETARY FUND TYPES
 YEARS ENDED JUNE 30, 1998 AND 1997

	<u>Proprietary Fund Types</u>		<u>Totals</u>	
	<u>Electricity</u>	<u>Internal Service</u>	<u>(Memorandum only)</u>	
			<u>1998</u>	<u>1997</u>
CASH FLOWS FROM OPERATING ACTIVITIES:				
Cash received from customers	\$ 4,660,451	\$	\$ 4,660,451	\$ 6,158,036
Cash received from City employees & reserves		367,598	367,598	328,547
Cash payments to suppliers for goods and services	(4,460,958)	(360,175)	(4,821,133)	(4,842,113)
Cash payments to employees for services	(897,439)	_____	(897,439)	(897,412)
Not cash provided by operating activities	\$ 782,584	\$ 1,323	\$ 783,907	\$ 891,978
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:				
Operating transfers - out to other funds	\$ (238,320)	\$ _____	\$ (238,320)	\$ (3,284,771)
Not cash used for noncapital financing activities	\$ (238,320)	\$ _____	\$ (238,320)	\$ (3,284,771)
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:				
Purchase of fixed assets	\$ (33,603)	\$ _____	\$ (33,603)	\$ (111,710)
Not cash used for capital and related financing activities	\$ (33,603)	\$ _____	\$ (33,603)	\$ (111,710)
CASH FLOWS FROM INVESTING ACTIVITIES:				
Interest on temporary investments	\$ 11,192	\$ _____	\$ 11,192	\$ 12,021
Not cash provided by investing activities	\$ 11,192	\$ _____	\$ 11,192	\$ 12,021

-continued-

CITY OF VIDALIA, LOUISIANA
 COMBINED STATEMENT OF CASH FLOWS
 INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS
 ALL PROPRIETARY FUND TYPES
 YEARS ENDED JUNE 30, 1998 AND 1997

	Proprietary Fund Types		Totals	
	Enterprise	Internal Service	(In thousands only)	
	1998	1997	1998	1997
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	\$ (174,133)	\$ 1,331	\$ (172,782)	\$ (461,783)
CASH & CASH EQUIVALENTS, BEGINNING OF YEAR	325,355	3,335	400,694	863,349
CASH & CASH EQUIVALENTS, END OF YEAR	\$ 151,222	\$ 4,666	\$ 227,912	\$ 400,664
RECONCILIATION OF OPERATING INCOME TO NET CASH PROVIDED BY OPERATING ACTIVITIES:				
OPERATING INCOME (LOSS)	\$ 428,188	\$ (780)	\$ 428,288	\$ 648,884
ADJUSTMENTS TO RECONCILE OPERATING INCOME TO NET CASH PROVIDED BY OPERATING ACTIVITIES:				
Depreciation	\$ 218,938	\$	\$ 218,938	\$ 233,913
Change in assets & liabilities:				
(Increase) decrease in:				
Accounts receivable	(110,884)	(2,883)	(113,967)	108,756
Due from other governments		328	328	55,993
Due from other agencies	(19,761)		(19,761)	-
Prepaid expenses	(8,814)	(11,770)	(20,584)	(28,179)
Increase (decrease) in:				
Accounts payable	18,565	14,640	33,204	(167,187)
Accrued liabilities	2,475		2,475	(17,798)
Customer deposits	4,008		4,008	4,813
Total adjustments	\$ 143,405	\$ 2,133	\$ 145,538	\$ 188,244
NET CASH PROVIDED BY (USED FOR) OPERATING ACTIVITIES	\$ 188,693	\$ 1,331	\$ 188,924	\$ 837,078
SUPPLEMENTAL SCHEDULE OF SIGNIFICANT NON-CASH ACTIVITIES:				
Fixed assets contributed by other funds	\$ 369,218	\$	\$ 369,218	\$ 188,500

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

CITY OF VIDALIA, LOUISIANA
NOTES TO GENERAL PURPOSE FINANCIAL STATEMENTS
JUNE 30, 1998

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The City of Vidalia was incorporated April 1, 1901, under the provisions of the Louisiana Act. The City operates under the Mayor-Board of Aldermen form of government and provides the following services as authorized by the Louisiana Act: public safety (police, fire, and ambulance), streets, sanitation, health, culture-recreation, public improvements, planning and zoning, provision of gas, electric and water utilities, sewer services, and general administrative services.

The accounting and reporting policies of the City of Vidalia conform to generally accepted accounting principles as applicable to governments.

The following is a summary of certain significant accounting policies:

A. Financial Reporting Entity

This report includes all funds and account groups which are controlled by or dependent on the City executive and legislative branches (the Mayor and Board of Aldermen). The scope of the governmental entity included in this report was determined by applying the criteria established by the Governmental Accounting Standards Board's Statement Number 14.

The application of these criteria revealed no additional governmental reporting entities which would be properly included in these financial statements.

The City Marshall's balances and transactions are accounted for in the City Court Fund.

B. Fund Accounting

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

CITY OF VIDALIA, LOUISIANA
NOTES TO GENERAL PURPOSE FINANCIAL STATEMENTS
JUNE 30, 1998

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

B. Fund Accounting (continued)

Governmental Funds -

General Fund

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

Special Revenue Funds

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

Debt Service Funds

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

Capital Projects Funds

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

CITY OF VIDALIA, LOUISIANA
NOTES TO GENERAL PURPOSE FINANCIAL STATEMENTS
JUNE 30, 1998

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

B. Fund Accounting (continued)

Proprietary Funds -

Enterprise Fund

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

Internal Service Funds

These funds account for activities and services performed for other organizational units within the City. Charges to other City funds are made to support these activities.

Fiduciary Funds -

Agency Fund

This Fund is custodial in nature and does not present results of operations or have a measurement focus. Agency Funds are accounted for using the modified accrual basis of accounting. This Fund is used to account for assets that the Government holds for others in agency capacity.

CITY OF VIDALIA, LOUISIANA
NOTES TO GENERAL PURPOSE FINANCIAL STATEMENTS
JUNE 30, 1998

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

C. Fixed Assets and Long-Term Liabilities

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

Fixed assets used in governmental fund type operations (general fixed assets) are accounted for in the General Fixed Assets Account Group, rather than in governmental funds. Public domain ("infrastructure") general fixed assets consisting of certain improvements other than buildings, including roads, bridges, curbs and gutters, streets and sidewalks, drainage systems, and lighting system, are not capitalized along with other general fixed assets.

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

The 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.

CITY OF VIDALIA, LOUISIANA
NOTES TO GENERAL PURPOSE FINANCIAL STATEMENTS
JUNE 30, 1998

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

C. *Fixed Assets and Long-Term Liabilities (continued)*

Noncurrent portions of long-term receivables due to governmental funds are reported on their balance sheets, in spite of their spending measurement focus. Special reporting treatments are used to indicate, however, that they should not be considered "available spendable resources", since they do not represent net current assets. Recognition of governmental fund type revenues represented by noncurrent receivables is deferred until they become current receivables. Noncurrent portions of long-term loans receivable are offset by fund balance reserve accounts.

Because of their spending measurement focus, expenditure recognition for governmental fund types is limited to exclude amounts represented by noncurrent liabilities. Since they do not affect net current assets, such long-term amounts are not recognized as governmental fund type expenditures or fund liabilities. They are instead reported as liabilities in the General Long-Term Debt Account Group.

All proprietary funds are accounted for on a cost of services or "capital maintenance" measurement focus. This means that all assets and all liabilities (whether current or noncurrent) associated with their activity are included on their balance sheets. Their reported fund equity (not total assets) is segregated into contributed capital and retained earnings components. Proprietary fund type operating statements present increases (revenues) and decreases (expenses) in net total assets.

CITY OF VIDALIA, LOUISIANA
NOTES TO GENERAL PURPOSE FINANCIAL STATEMENTS
JUNE 30, 1998

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

C. Fixed Assets and Long-Term Liabilities (continued)

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

Buildings	30 Years
Vehicles and Equipment	3 - 10 Years
Gas System	40 Years
Electric System	40 Years
Water System	40 Years
Sewer System	40 Years

All fixed assets are stated at historical cost or estimated historical cost if actual historical cost is not available. Donated fixed assets are stated at their estimated fair market value on the date donated.

D. Basis of Accounting

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

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

CITY OF VIDALIA, LOUISIANA
NOTES TO GENERAL PURPOSE FINANCIAL STATEMENTS
JUNE 30, 1998

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

D. Basis of Accounting (continued)

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

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

E. Budgets and Budgetary Accounting

The City follows procedures established by Louisiana Revised Statute in the preparation and adoption of its annual operating budgets as follows:

1. The City 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.
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 prior to the commencement of the fiscal year for which the budget is being adopted.

CITY OF VIDALIA, LOUISIANA
 NOTES TO GENERAL PURPOSE FINANCIAL STATEMENTS
 JUNE 30, 1998

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

E. Budgets and Budgetary Accounting (continued)

5. Budgetary amendments involving the transfer of funds from one department, program or function to another or involving increases in expenditures resulting from revenues exceeding amounts estimated require the approval of the Board of Aldermen.
6. All budgetary appropriations lapse at the end of each fiscal year.
7. Budgets for the General, Special Revenue and Debt Service Funds are adopted on a basis consistent with generally accepted accounting principles (GAAP). Budget amounts are as originally adopted, or as amended from time to time by the Board of Aldermen.

At the end of the year, the city reclassified balances within the Utility Fund relating to the Hydroelectric revenues and expense into a separated special revenue fund. Because the decision to make this reclassification came at the end of the year, no budget was adopted.

F. Cash and Investments

Investments are stated at cost and consist of demand deposit accounts, savings accounts and certificates of deposit. For purposes of the statement of cash flows, the Proprietary Fund Types consider all highly liquid investments (including restricted assets) with a maturity of six months or less when purchased to be cash equivalents.

The following is a summary of cash and cash equivalents for the Proprietary Fund Types:

	1998	1997
Cash and cash in banks	\$ 12,927	\$ 188,717
Restricted cash		
Customers' deposits	214,752	218,747
Total cash and cash equivalents	\$ 227,679	\$ 407,464

CITY OF VIDALIA, LOUISIANA
NOTES TO GENERAL PURPOSE FINANCIAL STATEMENTS
JUNE 30, 1998

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

K. Cash and Investments (continued)

The carrying amount of the City's cash and investments with financial institutions was \$2,486,318, and the bank balance was \$2,708,382, at June 30, 1998. The city had \$1,482 in cash on hand at June 30, 1998. The bank balance is categorized as follows:

Amount insured by FDIC	\$ 200,000
Amount collateralized with securities held by an independent financial institution's trust department in the City's name	2,508,382
Uncollateralized	<u> </u>
Required collateral - 100% of bank balance exclusive of FDIC insurance plus FDIC insurance	\$2,708,382

Investments made by the City that are included on the balance sheet are summarized below. The investments that are represented by specific identifiable investment securities are classified as to credit risk by the categories described below:

- Category 1 - Insured or registered in the name of the City and held by the City.
 Category 2 - Uninsured but registered in the name of the City and held by the City.
 Category 3 - Uninsured and not registered in the name of the City or held by the City.

Security Type	Category			Carrying amount	Market value
	1	2	3		
Non-interest and interest-bearing demand accounts	\$ 1,178,341	\$-	\$-	\$ 1,178,341	\$ 1,178,341
Interest-bearing time certificates of deposit	13,376	-	-	13,376	13,376
Savings accounts	<u>1,297,601</u>	<u> </u>	<u> </u>	<u>1,297,601</u>	<u>1,297,601</u>
	\$2,486,318	\$-	\$-	\$2,486,318	\$2,486,318

CITY OF VIDALIA, LOUISIANA
NOTES TO GENERAL PURPOSE FINANCIAL STATEMENTS
JUNE 30, 1998

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

G. Inventories

Since inventories of the proprietary fund consist of items normally capitalized upon acquisition, amounts considered in the computation of operating expense are immaterial and, therefore, not reflected.

H. Amounts Due From Other Funds

Amounts reflected as due from other funds, in all other than the Debt Service Funds, represent short-term operating loans and are considered "available spendable resources".

I. Accumulated Unpaid Vacation Pay

The City has implemented GASB Statement Number 16 "Accounting for Compensated Absences". Under GASB Statement Number 16, a liability for unpaid vacation that is attributable to services already rendered and that is not contingent on a specific event that is outside the control of the employer and employee is accrued as employees earn the rights to benefits.

J. Comparative Data

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

CITY OF VIDALIA, LOUISIANA
NOTES TO GENERAL PURPOSE FINANCIAL STATEMENTS
JUNE 30, 1998

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

K. 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 since interfund eliminations have not been made in the aggregation of this data.

L. Bad Debts

Uncollectible amounts due for ad valorem taxes and customers' utility receivables are recognized through the establishment of an allowance account at the time information becomes available which would indicate the uncollectibility of the particular receivable.

NOTE 2 - AD VALOREM TAXES

The City annually levies ad valorem taxes in accordance with state statute for the fiscal year ended June 30. Tax bills are prepared and delivered in October with payment due from the date of receipt to the last day of February. Because of the due dates noted previously, ad valorem taxes are not considered to be available resources of the fiscal year to which they apply and are, therefore, not accrued as of the end of the fiscal year.

The City bills and collects its own property taxes using the assessed values determined by the Tax Assessor of Concordia Parish.

For the year ended June 30, 1998, taxes of 4.93 mills were levied on property with assessed valuations totaling \$22,818,989 and were dedicated as follows:

General corporate purposes	3.33
Debt service	1.30
Total taxes levied were	\$112,479

CITY OF VIDALIA, LOUISIANA
NOTES TO GENERAL PURPOSE FINANCIAL STATEMENTS
JUNE 30, 1958

NOTE 3 - INDIVIDUAL INTERFUND RECEIVABLES AND PAYABLES

A summary of individual receivables and payables reflected as "Due To or Due From" other funds follows:

Fund	Interfund	
	Receivable	Payable
General Fund	\$ 13,495	\$ 3,495
Special Revenue Funds		
Sales Tax Fund	121,732	
Ambulance Fund		83,145
City Court Fund		31,341
UDAG Special Revenue Fund		310,000
Hydro Royalty Fund		734,194
Capital Projects Fund		
Industrial Park Fund	107,000	
Proprietary Funds		
Utility Fund	1,058,926	108,030
Employee Insurance Fund	4,983	50,000
Totals	\$1,308,116	\$1,308,116

NOTE 4 - DUE FROM OTHER GOVERNMENTS

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

	1958	1957
Due from Louisiana Division of Administration (LCIDSO)	\$ 262,325	\$ -
Due from U. S. Treasury	13,472	13,946
Due from State of Louisiana	42,385	34,954
Due from Concordia Parish	8,264	8,245
Due from other state agencies	511	8,285
	\$ 327,857	\$ 55,330

CITY OF VIDALIA, LOUISIANA
NOTES TO GENERAL PURPOSE FINANCIAL STATEMENTS
JUNE 30, 1998

NOTE 6 - RESTRICTED ASSETS - PROPRIETARY FUND TYPES

Restricted assets were applicable to the following at June 30:

	<u>1998</u>	<u>1997</u>
Customers' deposits	\$ 214,354	\$ 219,747

NOTE 6 - CHANGES IN FIXED ASSETS

The following is a summary of general fixed assets at June 30, 1998:

	<u>Balance</u> <u>6/30/97</u>	<u>Additions</u>	<u>Dispositions</u>	<u>Balance</u> <u>6/30/98</u>
Land	\$ 5,428,788	\$ 388,088	\$	\$ 5,724,898
Buildings	892,759	2,400	-	895,159
Improvements other than buildings	812,882	-	-	812,882
Equipment	1,289,822	92,582	27,884	1,354,520
Totals	8,404,251	483,070	27,884	8,859,437

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

	<u>Balance</u> <u>6/30/97</u>	<u>Additions</u>	<u>Dispositions</u>	<u>Balance</u> <u>6/30/98</u>
Land	\$ 553,889	\$	\$	\$ 553,889
Plant buildings and other	178,179	-	-	178,179
Improvements	-	89,788	-	89,788
Office building and equipment	518,957	-	-	518,957
Vehicles	297,152	-	-	297,152
Gas system	724,114	-	-	724,114
Electric system	2,724,288	-	-	2,724,288
Water system	1,622,823	-	-	1,622,823
Sewer system	2,778,278	277,882	-	3,056,160
Total	\$ 18,710,511	\$ 367,670	\$	\$ 19,078,181
Less accumulated depreciation	2,155,624	258,220	-	2,413,844
Net	\$ 16,554,887	\$ 109,450	\$	\$ 16,664,335

CITY OF VIDALIA, LOUISIANA
 NOTES TO GENERAL PURPOSE FINANCIAL STATEMENTS
 JUNE 30, 1988

NOTE 7 - CITY OF VIDALIA - HYDROELECTRIC PROJECT

On March 22, 1984, the City of Vidalia, Louisiana entered into a conditional agreement with Catalyst Energy Development Corporation to enable Catalyst to successfully finance, develop, construct, operate and maintain the Vidalia Hydroelectric Project to be located in the State of Louisiana between the Mississippi River and the Atchafalaya River near the U. S. Corps of Engineers' Old River Control Project.

On June 28, 1988, the City of Vidalia, Louisiana and Catalyst Old River Hydroelectric Limited Partnership (successor to the rights and obligations of Catalyst Energy Development Corporation) entered into an agreement to amend and restate the March 22, 1984 agreement in its entirety. This agreement was again amended and restated on August 17, 1989 in its entirety. A general summary of the August 17, 1989 agreement is as follows:

A. Payment of Royalties to the City of Vidalia

In consideration for its participation in this hydroelectric project, the City of Vidalia will be entitled to royalty payments based on a percentage of gross revenues beginning with 3.75% in the first year of operations, graduated to 11.6% in the year 2021, and 20% thereafter. All such payments shall be paid quarterly by depositing or transferring funds into an escrow account. The purpose of the escrow account is explained below.

In the event that there is not sufficient cash available to make a scheduled quarterly royalty payment, then that payment will be deferred and will accrue interest from the date the royalty payment was due to be paid until such time as actual payment is made to the escrow account.

B. Escrow Account

The City of Vidalia, Louisiana has agreed to open and maintain, in its official depository, an escrow account. The Partnership has agreed to deposit \$2,500,000 or pledge an irrevocable letter of credit in that amount to the escrow account on or before the commercial operation date of the hydroelectric plant. Interest earned on these funds is to be paid quarterly to the Partnership.

Should the partnership have to defer royalties, the City can withdraw funds from this account to the extent that royalties have been deferred. In the case that the escrow account is completely withdrawn, the partnership has promised another \$5,000,000 to be available to pay these advance royalties.

CITY OF VIDALIA, LOUISIANA
NOTES TO GENERAL PURPOSE FINANCIAL STATEMENTS
JUNE 30, 1998

NOTE 7 - CITY OF VIDALIA - HYDROELECTRIC PROJECT (continued)

C. Royalty Account

The City of Vidalia, Louisiana has agreed to open and maintain in its official depository, a royalty account to receive all payments of royalties and to accrue interest on these funds. The City may withdraw from the royalty account solely for the purpose of paying its cost of electricity.

D. Power Purchase Agreement

The City of Vidalia has contracted to purchase 6% of the power generated by the Hydroelectric Project. The current cost of this electricity is 78 mills per kilowatt-hour and is scheduled to increase in future years. The City is currently reselling this electricity to Louisiana Electric Power Authority for approximately 28 mills per kilowatt-hour. The difference between the City of Vidalia's cost of electricity and the current selling price of this electricity is generally being offset by the royalties being received from the Hydroelectric Project.

E. Option to Purchase the Hydroelectric Project

The Partnership has granted to the City of Vidalia an option to purchase, at any time on or after January 1, 2028, but before January 1, 2032, all of the Partnership's right, title and interest in and to the hydroelectric project, as then constituted, subject to any permitted mortgages then outstanding at the price of (i) \$1,000 payable in cash at closing, and (ii) the balance payable on or before the 15th of each month following the month in which the sale of the project occurs through December 31, 2032, in an amount equal to two-thirds of the cash available for distribution during the preceding month.

This option shall be exercisable by the City of Vidalia only by twelve months prior written notice given by the City to the Partnership, provided, however, that the Partnership shall give written notice to the City of Vidalia during the year 2029 for the City's exercise of its option to purchase.

CITY OF VIDALIA, LOUISIANA
NOTES TO GENERAL PURPOSE FINANCIAL STATEMENTS
JUNE 30, 1998

NOTE 7 - CITY OF VIDALIA - HYDROELECTRIC PROJECT (continued)

F. Reclassification to Special Revenue Fund Type

In prior years, hydro power sales, purchases and royalties have been accounted for within the Utility Fund as non-operating revenues and expenses of that fund. At the end of the current fiscal year, the decision was made to reclassify these transactions and balances to a separate special revenue fund. All prior year balances have been restated to reflect this reclassification. No budget was adopted for this new special revenue fund as required because the reclassification took place so late in the year.

NOTE 8 - CHANGES IN LONG-TERM DEBT

The following is a summary of bond transactions for the City of Vidalia for the year ended June 30, 1998:

	<u>General obligation</u>
Bonds payable - beginning	\$ 10,000
Principal retirements	<u>10,000</u>
Bonds payable - ending	\$ _____

\$10,385 is available in the Debt Service Funds to service general obligation debt.

NOTE 9 - SALES AND USE TAX REVENUES

Proceeds of the 1% sales and use tax are dedicated to the following purposes:

- A. Constructing and purchasing fire department stations and equipment; constructing and purchasing police department stations and equipment; opening, constructing, paving, resurfacing and improving streets, sidewalks and bridges; constructing and improving ditches, drainage canals and subsurface drainage; constructing, acquiring or improving any work of public permanent improvement; and purchasing and acquiring all equipment and furnishings for public works, buildings, improvements and facilities of the City of Vidalia, title to which shall be in the public.
- B. Providing funds, not to exceed in any fiscal year 30% of the proceeds of such tax for such year, for the payment of salaries of municipal employees.

Proceeds of the .5% sales and use tax are dedicated to providing the community with ambulance service.

CITY OF VIDALIA, LOUISIANA
NOTES TO GENERAL PURPOSE FINANCIAL STATEMENTS
JUNE 30, 1995

NOTE 10 - SEGMENT INFORMATION FOR ENTERPRISE FUND

The Enterprise Fund operated by the City provides electric, gas, water and sewer utility services. The following is a summary of disclosures required by the National Council on Governmental Accounting in Interpretation 2, Segment Information for Enterprise Funds.

	<u>Electric Utility</u>	<u>Gas Utility</u>	<u>Water Utility</u>	<u>Sewer Service</u>	<u>Total</u>
Operating revenues	\$ 4,005,478	\$ 705,124	\$ 452,148	\$ 275,428	\$ 5,438,178
Provision of utility provided	(3,505,818)	(402,288)	(93,118)	-	(4,001,224)
Operating expenses	(609,389)	(247,823)	(429,734)	(233,163)	(1,519,999)
Depreciation	(120,582)	(29,253)	(21,288)	(12,263)	(183,386)
Operating income (loss)	\$ 350,287	\$ 24,758	\$ (19,974)	\$ 29,992	\$ 404,163
Operating transfers net					(1,199,018)
Interest income					31,158
Net income					\$ (163,697)

NOTE 11 - RETIREMENT COMMITMENTS

Law enforcement officers of the City are members of the Municipal Police Employees' Retirement System. Firemen are members of the Municipal Fire Employees' Retirement System. Contributions are made by both the City and employee as a percent of salaries.

All other employees of the City are members of the Municipal Employees' Retirement System of Louisiana. Contributions are made by both the City and employees.

The City contributed \$108,763 to these systems during the year.

Future deficits in the above systems will be financed by the state, and the City has no further liability to the systems. Data concerning the actuarial status of the systems is not available.

All employees are members of the Social Security System.

CITY OF VIDALIA, LOUISIANA
NOTES TO GENERAL PURPOSE FINANCIAL STATEMENTS
JUNE 30, 1998

NOTE 12 - EMPLOYEE INSURANCE FUND

During year ended June 30, 1981, the City of Vidalia established a self-insurance medical plan. To be eligible, an employee must be full-time and must have 90 days of service. Employee dependents are also covered.

The City and its employees make contributions to the fund with the City paying \$142.22 per month per employee with single coverage and \$302.50 per month per employee with family coverage. The City's contribution amounted to \$240,009 during the year ended June 30, 1998.

There are currently 29 employees with single coverage and 82 employees with family coverage. The City would be responsible for up to \$10,000 (\$20,000 - \$1,000 employee deductible) per individual per year. An insurance company would be responsible for medical costs in excess of \$20,000.

NOTE 13 - COMPENSATION OF THE GOVERNING BOARD

The Governing Board of the City of Vidalia, Louisiana consists of a Mayor and five Aldermen. For the fiscal year ended June 30, 1998, their compensation was as follows:

Hiram Copeland, Mayor	\$ 34,872
William Murray, Alderman	2,472
Maureen Sanders, Alderman	2,472
Carter Warner, Alderman	2,472
Vernon Stevens, Alderman	2,472
Richard Knapp, Alderman	2,472
	<u>\$ 47,360</u>

NOTE 14 - YEAR 2000

The City has not prepared a formal plan to assess its risks associated with the Year 2000. Management has performed tests of its own systems and has contacted outside vendors and believes that its risks are minimal.

**FINANCIAL STATEMENTS OF
INDIVIDUAL FUNDS AND ACCOUNT GROUPS**

GENERAL FUND

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

CITY OF VIDALIA, LOUISIANA
GENERAL FUND
COMPARATIVE BALANCE SHEET
JUNE 30, 1998 AND 1997

	1998	1997
ASSETS		
Cash	\$ 21,872	\$ 28,199
Accounts receivable, net of allowance for estimated uncollectibles (1998 \$1,398 and 1997 \$1,395)	21,075	28,817
Due from Ambulance Fund	4,084	-
Due from City Court	11,341	7,792
Due from other governments	63,552	64,036
Total assets	\$ 121,924	\$ 118,298
LIABILITIES AND FUND BALANCE		
Liabilities		
Accounts payable	\$ 38,651	\$ 63,047
Accrued liabilities	45,136	37,827
Due to Employee Insurance Fund	2,841	2,979
Due to Utility Fund	685	-
Total liabilities	\$ 86,853	\$ 103,853
Fund balance - (unreserved)	\$ 33,021	\$ 8,655
Total fund balance	\$ 33,021	\$ 8,655
Total liabilities and fund balance	\$ 121,924	\$ 118,298

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

**CITY OF VIDALIA, LOUISIANA
GENERAL FUND**

**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND
BALANCE - BUDGET (GAAP BASIS) AND ACTUAL**

**YEAR ENDED JUNE 30, 1998
WITH COMPARATIVE ACTUAL AMOUNTS
FOR YEAR ENDED JUNE 30, 1997**

	1998		Variance Favorable (Unfavorable)	1997
	Budget	Actual		Actual
REVENUES				
Taxes	\$ 83,000	\$ 101,008	\$ 14,988	\$ 81,371
Licenses and permits	123,000	119,597	(11,403)	121,888
Fines and forfeits	47,000	55,700	19,700	51,491
Intergovernmental revenue	300,000	301,108	1,108	310,590
Charges for services	354,000	358,374	(2,626)	350,422
Other	18,128	21,800	15,468	20,838
Total revenues	\$ 883,128	\$ 958,607	\$ 40,489	\$ 964,602
EXPENDITURES				
Current				
Personnel services	\$ 1,167,400	\$ 1,288,411	\$ (121,011)	\$ 1,014,874
Materials and supplies	172,000	228,928	(56,928)	199,473
Other services & charges	388,018	412,070	(23,458)	408,338
Capital outlay				
Buildings	1,500	5,925	1,571	5,394
Machinery & equipment	42,322	22,377	15,422	26,425
Total expenditures	\$ 2,063,228	\$ 2,077,113	\$ (109,289)	\$ 1,675,328
Excess of expenditures	\$ 11,100,830	\$ 11,361,810	\$ (151,813)	\$ 11,378,120
OPERATING TRANSFERS				
Transfers - in	\$ 1,358,000	\$ 1,028,772	\$ 369,772	\$ 1,404,808
Transfers - out	(108,000)	(158,170)	(168,120)	(51,710)
Total operating transfers	\$ 1,250,000	\$ 870,602	\$ 379,397	\$ 1,353,098
Excess of revenues and operating expenditures and transfers - out	\$ 59,128	\$ 24,965	\$ (38,290)	\$ (2,258)
FUND BALANCE, BEGINNING	8,000	8,000	-	10,312
FUND BALANCE, ENDING	\$ 59,128	\$ 32,965	\$ (26,290)	\$ 8,054

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

CITY OF VIDALIA, LOUISIANA
GENERAL FUND

STATEMENT OF EXPENDITURES COMPARED TO BUDGET (GAAP BASIS)
YEAR ENDED JUNE 30, 1998
WITH COMPARATIVE ACTUAL AMOUNTS
FOR YEAR ENDED JUNE 30, 1997

	1998		Variance favorable (Unfavorable)	1997	
	Budget	Actual		Actual	Actual
GENERAL AND ADMINISTRATIVE					
Personal services					
Salaries and wages	\$ 30,860	\$ 41,813	\$ (10,953)	\$ 37,626	
Employee benefits	7,197	53,988	(46,791)	7,678	
Total personal services	\$ 48,057	\$ 95,801	\$ (47,744)	\$ 45,304	
Materials and supplies					
Office supplies	\$ 7,500	\$ 10,933	\$ (3,433)	\$ 7,911	
Operating supplies	6,900	13,010	(6,110)	7,478	
Repair and maintenance supplies	1,500	3,882	(2,382)	6,182	
Total materials and supplies	\$ 15,900	\$ 27,825	\$ (11,925)	\$ 21,571	
Other services and charges					
Professional fees	\$ 45,000	\$ 68,570	\$ (23,570)	\$ 69,320	
Communications	10,500	9,605	895	11,885	
Travel and seminar	6,000	4,630	1,370	6,100	
Advertising	7,500	11,291	(3,791)	9,852	
Books and subscriptions	2,200	3,327	(1,127)	3,288	
Insurance	9,114	8,197	917	14,409	
Utility services	25,800	27,161	(1,361)	23,315	
Repair and maintenance	14,000	15,383	(1,383)	22,424	
Landfill fees & rentals	-	117	(117)	1,328	
Total other services and charges	\$ 110,814	\$ 148,591	\$ (37,777)	\$ 160,385	
Capital outlay					
Buildings	\$ 7,500	\$ -	\$ 7,500	\$ -	
Machinery and equipment	5,800	5,997	(997)	-	
Total capital outlay	\$ 13,300	\$ 5,997	\$ 7,303	\$ -	
Total General and Administrative expenditures	\$ 194,301	\$ 286,222	\$ (91,921)	\$ 226,306	

-continued-

CITY OF VIDALIA, LOUISIANA
GENERAL FUND
STATEMENT OF EXPENDITURES COMPARED TO BUDGET (GAAP BASIS)
YEAR ENDED JUNE 30, 1998
WITH COMPARATIVE ACTUAL AMOUNTS
FOR YEAR ENDED JUNE 30, 1997

	1998		Variance Favorable (Unfavorable)	1997
	Budget	Actual		Actual
STREET DEPARTMENT				
Personnel services				
Salaries and wages	\$ 208,000	\$ 261,137	\$ (24,537)	\$ 221,428
Employee benefits	78,078	82,038	(3,463)	86,078
Total personnel services	<u>\$ 286,078</u>	<u>\$ 333,175</u>	<u>\$ (30,803)</u>	<u>\$ 307,506</u>
Materials and supplies				
Office supplies	\$ 700	\$ 580	\$ 120	\$ 471
Operating supplies	33,080	31,088	11,901	41,176
Repair and maintenance supplies	47,000	94,368	(47,368)	50,843
Total materials and supplies	<u>\$ 80,780</u>	<u>\$ 116,036</u>	<u>\$ (35,576)</u>	<u>\$ 92,490</u>
Other services and charges				
Professional fees	\$ 300	\$ 371	\$ 529	\$ 855
Communications	500	563	(63)	458
Travel and seminar	-	181	(181)	-
Insurance	11,232	12,106	(874)	13,028
Utility services	12,408	13,194	(2,794)	13,323
Repair and maintenance	7,808	17,353	(10,559)	3,149
Landfill fees and rentals	3,808	13,828	(10,020)	5,545
Total other services and charges	<u>\$ 38,036</u>	<u>\$ 51,594</u>	<u>\$ (22,572)</u>	<u>\$ 38,328</u>
Capital outlay				
Buildings	\$ -	\$ -	\$ -	\$ 1,393
Machinery & equipment	34,000	28,574	13,426	8,388
Total capital outlay	<u>\$ 34,000</u>	<u>\$ 28,574</u>	<u>\$ 13,426</u>	<u>\$ 9,781</u>
Total Street Department expenditures	<u>\$ 452,882</u>	<u>\$ 527,312</u>	<u>\$ (74,427)</u>	<u>\$ 448,160</u>

-continued-

**CITY OF VIDALIA, LOUISIANA
GENERAL FUND**

**STATEMENT OF EXPENDITURES COMPARED TO BUDGET (GAAP BASIS)
YEAR ENDED JUNE 30, 1998
WITH COMPARATIVE ACTUAL AMOUNTS
FOR YEAR ENDED JUNE 30, 1997**

	1998		Variance Favorable (Unfavorable)	1997	
	Budget	Actual		Budget	Actual
SANITATION DEPARTMENT					
Personal services					
Salaries and wages	\$ 138,800	\$ 153,214	\$ 14,400	\$ 132,455	
Employee benefits	51,382	55,304	(3,907)	58,111	
Total personal services	\$ 189,412	\$ 208,518	\$ 19,898	\$ 187,566	
Materials and supplies					
Operating supplies	\$ 13,000	\$ 15,978	\$ (2,978)	\$ 15,410	
Repair and maintenance supplies	300	-	300	190	
Total materials and supplies	\$ 13,300	\$ 15,978	\$ (2,678)	\$ 15,600	
Other services and charges					
Professional fees	-	\$ 220	\$ (220)	\$ 300	
Insurance	7,888	5,980	1,702	18,401	
Repair and maintenance	9,000	-	9,000	-	
Landfill fees and rentals	120,000	139,546	19,454	118,808	
Total other services and charges	\$ 137,388	\$ 145,746	\$ 8,358	\$ 137,509	
Total Sanitation Department expenditures	\$ 329,800	\$ 310,248	\$ 19,552	\$ 326,091	

-continued-

CITY OF VIDALIA, LOUISIANA
GENERAL FUND

STATEMENT OF EXPENDITURES COMPARED TO BUDGET (GAAP BASIS)

YEAR ENDED JUNE 30, 1998
WITH COMPARATIVE ACTUAL AMOUNTS
FOR YEAR ENDED JUNE 30, 1997

	1998		Variance favorable (Unfavorable)	1997
	Budget	Actual		Actual
POLICE DEPARTMENT				
Personal services				
Salaries and wages	\$ 504,808	\$ 508,548	\$ (3,740)	\$ 521,881
Employee benefits	124,855	145,858	(21,003)	143,738
Total personal services	<u>\$ 629,663</u>	<u>\$ 654,406</u>	<u>\$ (24,743)</u>	<u>\$ 665,619</u>
Materials and supplies				
Office supplies	\$ 3,308	\$ 3,848	\$ (458)	\$ 5,186
Operating supplies	31,008	31,415	(413)	33,652
Repair and maintenance supplies	17,348	21,361	(4,013)	14,288
Total materials and supplies	<u>\$ 51,664</u>	<u>\$ 56,624</u>	<u>\$ (4,961)</u>	<u>\$ 53,126</u>
Other services and charges				
Professional fees	\$ 9,088	\$ 8,384	\$ 704	\$ 11,464
Communications	8,088	9,288	(700)	9,688
Travel and seminar	5,588	6,588	2,008	18,288
Advertising	588	38	478	688
Dues and subscriptions	1,488	4,321	(2,821)	1,488
Insurance	24,188	23,478	1,704	41,645
Utility service	18,688	9,344	1,148	18,728
Repair & maintenance	8,428	8,688	2,858	18,214
Total other services and charges	<u>\$ 78,888</u>	<u>\$ 85,811</u>	<u>\$ (7,129)</u>	<u>\$ 108,388</u>
Capital outlay				
Buildings	\$ -	\$ 4,728	\$ (4,728)	\$ 4,088
Machinery & equipment	8,088	8,751	(251)	48,687
Total capital outlay	<u>\$ 8,088</u>	<u>\$ 13,479</u>	<u>\$ (5,391)</u>	<u>\$ 52,775</u>
Total Police Department expenditures				
	<u>\$ 716,639</u>	<u>\$ 763,704</u>	<u>\$ (47,065)</u>	<u>\$ 820,822</u>

-continued-

CITY OF VIDALIA, LOUISIANA
GENERAL FUND

STATEMENT OF EXPENDITURES COMPARED TO BUDGET (GAAP BASIS)
YEAR ENDED JUNE 30, 1998
WITH COMPARATIVE ACTUAL AMOUNTS
FOR YEAR ENDED JUNE 30, 1997

	1998		Variance favorable (Unfavorable)	1997
	Budget	Actual		Actual
FIRE DEPARTMENT				
Personal services				
Salaries and wages	\$ 178,931	\$ 178,813	\$ 98	\$ 191,019
Employee benefits	48,782	55,122	(6,340)	55,333
Total personal services	\$ 227,713	\$ 233,935	\$ (6,222)	\$ 246,351
Materials and supplies				
Office supplies	\$ 800	\$ 1,042	\$ (242)	\$ 741
Operating supplies	9,900	7,434	1,566	11,339
Repair and maintenance supplies	1,580	7,430	(5,850)	4,886
Total materials and supplies	\$ 11,380	\$ 15,906	\$ (4,526)	\$ 16,966
Other services and charges				
Professional fees	\$ 560	\$ 345	\$ 115	\$ 373
Communications	4,500	4,713	(213)	4,486
Travel and seminar	2,500	3,636	(1,136)	2,534
Dues and subscriptions	100	136	12	144
Insurance	4,340	5,198	(858)	7,458
Utility service	4,700	4,490	214	5,225
Repair & maintenance	3,000	1,944	1,056	3,134
Total other services and charges	\$ 20,100	\$ 26,390	\$ (6,290)	\$ 23,354
Capital outlay				
Buildings	\$ -	\$ 1,340	\$ (1,340)	\$ -
Machinery and equipment	5,800	1,145	3,655	6,670
Total capital outlay	\$ 5,800	\$ 2,345	\$ 3,455	\$ 6,670
Total Fire Department expenditures	\$ 263,163	\$ 272,669	\$ (9,506)	\$ 293,241

-continued-

CITY OF VIDALIA, LOUISIANA
GENERAL FUND

STATEMENT OF EXPENDITURES COMPARED TO BUDGET (GAAP BASIS)
YEAR ENDED JUNE 30, 1998
WITH COMPARATIVE ACTUAL AMOUNTS
FOR YEAR ENDED JUNE 30, 1997

	1998		Variance favorable (Unfavorable)	1997
	Budget	Actual		Actual
CITY COURT				
Personal services				
Salaries and wages	\$ 37,060	\$ 37,147	\$ (87)	\$ 35,808
Employee benefits	31,948	13,591	(1,643)	11,591
Total personal services	<u>\$ 49,008</u>	<u>\$ 50,738</u>	<u>\$ (1,710)</u>	<u>\$ 47,399</u>
Materials and supplies				
Office supplies	\$ 100	\$ -	\$ 100	\$ -
Operating supplies	100	-	100	30
Repair and maintenance supplies	180	1,085	(905)	51
Total materials and supplies	<u>\$ 380</u>	<u>\$ 1,085</u>	<u>\$ (705)</u>	<u>\$ 81</u>
Other services and charges				
Professional fees	\$ 80	\$ 45	\$ 37	\$ 60
Communications	410	598	(188)	523
Insurance	434	780	(346)	727
Repair & maintenance	2,080	3,376	(1,296)	2,623
Total other services and charges	<u>\$ 3,004</u>	<u>\$ 4,800</u>	<u>\$ (1,796)</u>	<u>\$ 3,933</u>
Total City Court expenditures	<u>\$ 52,392</u>	<u>\$ 55,640</u>	<u>\$ (3,248)</u>	<u>\$ 51,433</u>

-continued-

**CITY OF VIDALIA, LOUISIANA
GENERAL FUND**

STATEMENT OF EXPENDITURES COMPARED TO BUDGET (GAAP BASIS)

**YEAR ENDED JUNE 30, 1998
WITH COMPARATIVE ACTUAL AMOUNTS
FOR YEAR ENDED JUNE 30, 1997**

	1998		Variance Favorable (Unfavorable)	1997
	Budget	Actual		Actual
PROTECTIVE INSPECTION				
Personal services				
Salaries and wages	\$ 11,370	\$ 12,079	\$ (709)	\$ 11,971
Employee benefits	3,390	4,428	(738)	3,851
Total personal services	\$ 15,070	\$ 16,507	\$ (1,437)	\$ 15,822
Materials and supplies				
Office supplies	\$ 25	-	\$ 25	-
Operating supplies	500	530	30	308
Repair and maintenance supplies	175	-	175	24
Total materials and supplies	\$ 700	\$ 530	\$ 170	\$ 332
Other services and charges				
Communications	\$ 325	\$ 328	\$ 37	\$ 496
Insurance	465	503	(128)	746
Utility services	29	-	29	25
Total other services and charges	\$ 819	\$ 831	\$ 12	\$ 1,317
Total Protective Inspection expenditures				
	\$ 16,710	\$ 17,306	\$ (1,196)	\$ 17,521
Total expenditures - all departments				
	\$2,050,308	\$2,277,314	\$ (193,296)	\$2,243,328

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

SPECIAL REVENUE FUNDS**Sales Tax Fund**

To account for the collection and expenditure of sales tax revenues as provided by bond ordinances.

Ambulance Fund

To account for the collection and expenditure of sales tax dedicated for the purpose of providing the community with ambulance service.

City Court Fund

To account for the operations of the Court as required by Louisiana Revised Statute and to facilitate control over receipts and payment of expenses connected with collection of revenue. City Marshall's balances and transactions are accounted for in this Fund. Excess revenue is available for transfer to general fund.

UDAG Special Fund

To account for the expenditure of revenues from Urban Development Action Grant Funds. These funds are to be used for additional community or economic development activities eligible for assistance under Title I of the Housing and Community Development Act of 1974.

Hydro Special Fund

To account for the collection and expenditures of revenues from the hydroelectric project.

CITY OF VIDALIA, LOUISIANA
SPECIAL REVENUE FUNDS
COMBINE BALANCE SHEET

JUNE 30, 1998

WITH COMPARATIVE TOTALS FOR YEAR ENDED JUNE 30, 1997

	Sales Tax Fund		Ambulance Fund		City Court Fund		U.S.A.S. Special Account		Hydro Facility Fund		Totals	
	1998	1997	1998	1997	1998	1997	1998	1997	1998	1997	1998	1997
ASSETS												
Cash	\$ 141,028	\$ 9,819	\$ 48,203	\$ -	\$ 708,077	\$ 664,214	\$ 798,481				\$ 2,154,802	\$ 1,476,914
Accounts receivable, net of allowances for uncollectible:												
(1998) \$12,374												
1997 \$7,320												
Investments	48,846	22,418	22,373	27,491	11,169	1,297,421	1,278,000		11,169	1,297,421	1,297,421	996,914
Due from other funds	181,732				1,278,000	1,278,000			1,278,000	1,278,000	1,278,000	1,278,000
Due from other agencies												
Total assets	\$ 310,231	\$ 22,137	\$ 230,352	\$ -	\$ 2,005,246	\$ 2,249,635	\$ 2,076,481	\$ -	\$ 2,005,246	\$ 2,576,421	\$ 2,451,221	\$ 2,773,824
LIABILITIES AND FUND BALANCE												
Liabilities												
Accounts payable	\$ 999	\$ 8,000	\$ 9,841	\$ -	\$ 208	\$ 1,102,358	\$ 1,128,000	\$ 1,190,000	\$ 1,190,000	\$ 1,190,000	\$ 1,190,000	\$ 1,190,000
Accrued liabilities												
Bond on hand									9,341	9,341	9,341	9,341
Due to other funds			4,015						4,015	4,015	4,015	4,015
Total liabilities	\$ 999	\$ 8,000	\$ 13,856	\$ -	\$ 208	\$ 1,102,358	\$ 1,128,000	\$ 1,190,000	\$ 1,194,356	\$ 1,194,356	\$ 1,194,356	\$ 1,194,356
Fund balance												
Unreserved	\$ 309,232	\$ 14,137	\$ 89,511	\$ -	\$ 1,738,988	\$ 1,652,285	\$ 1,738,988	\$ 1,652,285	\$ 1,652,285	\$ 1,652,285	\$ 1,652,285	\$ 1,652,285
Total fund balance	\$ 309,232	\$ 14,137	\$ 89,511	\$ -	\$ 1,738,988	\$ 1,652,285	\$ 1,738,988	\$ 1,652,285				
Total liabilities and fund balance	\$ 310,231	\$ 22,137	\$ 230,352	\$ -	\$ 2,005,246	\$ 2,249,635	\$ 2,076,481	\$ -	\$ 2,005,246	\$ 2,576,421	\$ 2,451,221	\$ 2,773,824

The accompanying notes are integral part of these financial statements.

CITY OF VIDALIA, LOUISIANA
SPECIAL REVENUE FUNDS

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE

WITH COMPARATIVE TOTALS FOR YEAR ENDED JUNE 30, 1997
YEAR ENDED JUNE 30, 1998

	Sales		City Court		V.O.A.O Special		Hydro Royalty		Totals	
	1997	1998	1997	1998	1997	1998	1997	1998	1997	1998
REVENUES										
Taxes	\$ 448,000	\$ 521,887	\$	\$	\$	\$	\$	\$	\$ 995,887	\$ 654,004
Intergovernmental revenues		80,870		28,000					68,870	13,117
Charges for services		31,865		25,000					57,865	43,918
Tuition power sales							1,574,378		1,574,378	1,618,004
Hydro power royalties							3,993,408		3,993,408	4,966,408
Other	3,100	283		1,403			11,323		14,706	100,000
Total revenues	1,454,200	1,373,823	1,373,823	1,373,823	11,323	1,373,823	5,579,509	5,579,509	11,323,823	16,181,344
EXPENDITURES										
Current										
Personal services	\$	\$ 370,800	\$	\$	\$	\$	\$	\$	\$ 370,800	\$ 350,148
Materials and supplies	38	4,000							4,038	4,978
Hydro power purchase							4,977,000		4,977,000	4,901,913
Other services & charges	21,500	28,789		18,300			2,400		34,489	32,628
Medical										22,818
Capital outlay										
Land and right of way										
Machinery and equipment	70,400			2,570					344,888	550,820
Other improvements	51,828								82,017	4,981
Total expenditures	1,353,826	1,399,823	1,399,823	1,399,823	1,399,823	1,399,823	5,579,509	5,579,509	11,323,823	16,181,344
Excess of revenues	\$ 100,374	\$ (25,970)	\$ (25,970)	\$ (25,970)	\$ (25,970)	\$ (25,970)	\$ (25,970)	\$ (25,970)	\$ 1,323,795	\$ 1,183,795
OPERATING TRANSFERS										
Transfers - in							893,789		893,789	180,887
Transfers - out	(827,120)						(820,820)		(667,610)	(683,142)
Excess of revenues and transfers - in transfers - in comparative	\$ (76,746)	\$ (25,970)	\$ (25,970)	\$ (25,970)	\$ (25,970)	\$ (25,970)	\$ (25,970)	\$ (25,970)	\$ 519,968	\$ 788,648
FUND BALANCE, BEGINNING	484,118	105,483	105,483	105,483	2,883	2,883	223,323	223,323	1,501,713	223,148
FUND BALANCE, ENDING	1,203,282	1,079,613	1,079,613	1,079,613	2,123,282	2,123,282	1,129,353	1,129,353	1,129,745	1,129,745

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

CITY OF VIDALIA, LOUISIANA
SPECIAL REVENUE FUND
SALES TAX FUND

**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND
BALANCE - BUDGET (GAAP BASIS) AND ACTUAL**

YEAR ENDED JUNE 30, 1998
WITH COMPARATIVE ACTUAL AMOUNTS
FOR YEAR ENDED JUNE 30, 1997

	1998		Variance favorable (Unfavorable)	1997
	Budget	Actual		Actual
REVENUES				
Taxes	\$ 428,000	\$ 443,302	\$ 15,302	\$ 422,682
Other	2,180	3,152	1,052	2,152
Total revenues	<u>\$ 430,180</u>	<u>\$ 446,454</u>	<u>\$ 16,274</u>	<u>\$ 424,834</u>
EXPENDITURES				
Current:				
Materials and supplies	\$ 200	\$ 28	\$ 172	\$ 97
Other services and charges	11,700	22,000	(10,300)	10,492
Capital outlay				
Machinery & equipment	-	79,442	(79,442)	-
Other improvements	319,080	81,878	238,182	76,482
Total expenditures	<u>\$ 321,980</u>	<u>\$ 183,858</u>	<u>\$ 138,124</u>	<u>\$ 87,389</u>
Excess of revenues	\$ 108,140	\$ 262,688	\$ 184,248	\$ 343,933
OPERATING TRANSFERS				
Transfers - out	(308,080)	(403,724)	(102,724)	(275,411)
Excess of revenues and transfers - in (expenditures and transfers - out)	\$ (191,940)	\$ (145,036)	\$ 76,824	\$ (31,478)
FUND BALANCE, BEGINNING	<u>424,318</u>	<u>424,318</u>	<u>-</u>	<u>458,796</u>
FUND BALANCE, ENDING	<u>\$ 232,458</u>	<u>\$ 279,282</u>	<u>\$ 76,824</u>	<u>\$ 424,318</u>

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

CITY OF VIDALIA, LOUISIANA
SPECIAL REVENUE FUND
AMBULANCE FUND

**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND
BALANCE - BUDGET (GAAP BASIS) AND ACTUAL**

YEAR ENDED JUNE 30, 1998
WITH COMPARATIVE ACTUAL AMOUNTS
FOR YEAR ENDED JUNE 30, 1997

	1998		Variance favorable (Unfavorable)	1997
	Budget	Actual		Actual
REVENUES				
Taxes	\$ 214,400	\$ 221,697	\$ 7,297	\$ 211,342
Intergovernmental	16,488	20,379	3,891	17,117
Charges for services	-	31,565	31,565	-
Other	-	250	250	250
Total revenues	<u>\$ 230,888</u>	<u>\$ 273,931</u>	<u>\$ 43,042</u>	<u>\$ 228,709</u>
EXPENDITURES				
Current				
Personal services	\$ 206,300	\$ 273,601	\$ (17,301)	\$ 256,146
Materials and supplies	4,500	4,523	(23)	3,651
Other services and charges	18,477	28,769	(10,292)	23,140
Capital outlay				
Machinery and equipment	-	-	-	481
Total expenditures	<u>\$ 229,277</u>	<u>\$ 306,893</u>	<u>\$ (27,616)</u>	<u>\$ 283,428</u>
Excess of revenues (expenditures)	<u>\$ (48,697)</u>	<u>\$ (32,962)</u>	<u>\$ 15,735</u>	<u>\$ (58,763)</u>
FUND BALANCE, BEGINNING	<u> (28,445)</u>	<u> (28,445)</u>	<u> -</u>	<u> 24,318</u>
FUND BALANCE, ENDING	<u>\$ (77,142)</u>	<u>\$ (61,413)</u>	<u>\$ 15,729</u>	<u>\$ (34,445)</u>

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

CITY OF VIDALIA, LOUISIANA
SPECIAL REVENUE FUND
CITY COURT FUND

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND
BALANCE - BUDGET (GAAP BASIS) AND ACTUAL

YEAR ENDED JUNE 30, 1998
WITH COMPARATIVE ACTUAL AMOUNTS
FOR YEAR ENDED JUNE 30, 1997

	1998		Variance favorable (Unfavorable)	1997
	Budget	Actual		Actual
REVENUES				
Charges for services	\$	\$ 25,987	\$ 25,987	\$ 43,510
Other		1,352	1,352	1,249
Total revenues	\$ -	\$ 27,339	\$ 27,339	\$ 44,759
EXPENDITURES				
Current				
Judicial	\$	\$ 13,309	\$ (13,309)	\$ 22,618
Capital outlay				
Machinery and equipment		2,575	(2,575)	
Total expenditures	\$ -	\$ 15,884	\$ (15,884)	\$ 22,618
Excess of revenues	\$ -	\$ 9,414	\$ 9,414	\$ 22,141
FUND BALANCE, BEGINNING	79,131	79,131	-	56,896
FUND BALANCE, ENDING	\$ 79,131	\$ 88,545	\$ 9,414	\$ 79,037

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

CITY OF VIDALIA, LOUISIANA
SPECIAL REVENUE FUND
U.D.A.G. SPECIAL REVENUE FUND

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND
BALANCE - BUDGET (GAAP BASIS) AND ACTUAL

YEAR ENDED JUNE 30, 1998
WITH COMPARATIVE ACTUAL AMOUNTS
FOR YEAR ENDED JUNE 30, 1997

	1998		Variance favorable (Unfavorable)	1997
	Budget	Actual		Actual
REVENUES				
Intergovernmental	\$ 25,000	\$ 25,000	\$ -	\$ -
Other	-	35	35	35
Total revenues	<u>\$ 25,000</u>	<u>\$ 25,035</u>	<u>\$ 35</u>	<u>\$ 35</u>
EXPENDITURES				
Other services and charges	\$ -	\$ 20,325	\$ (20,325)	\$ -
Capital outlay	-	-	-	-
Land and right-of-ways	20,000	164,198	(144,198)	152,655
Total expenditures	<u>\$ 20,000</u>	<u>\$ 164,198</u>	<u>\$ (144,198)</u>	<u>\$ 152,655</u>
Excess of expenditures	\$ (4,000)	\$ (139,163)	\$ (135,163)	\$ (152,400)
OPERATING TRANSFERS				
Operating transfers in	-	27,500	27,500	153,718
Excess of revenues and transfers - in (expenditures and transfers - out)	\$ (4,000)	\$ (111,663)	\$ (108,458)	\$ 1,262
FUND BALANCE, BEGINNING	2,200	2,200	-	248
FUND BALANCE, ENDING	<u>\$ 11,800</u>	<u>\$ (119,463)</u>	<u>\$ (108,458)</u>	<u>\$ 2,200</u>

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

CITY OF VIDALIA, LOUISIANA
SPECIAL REVENUE FUND
HYDRO ROYALTY FUND

STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE

YEAR ENDED JUNE 30, 1998
WITH COMPARATIVE ACTUAL AMOUNTS
FOR YEAR ENDED JUNE 30, 1997

	1998	1997
REVENUES		
Hydro power sales	\$ 1,276,276	\$ 1,512,904
Hydro power royalties	3,963,466	3,864,609
Other	<u>117,285</u>	<u>89,378</u>
Total revenues	<u>\$ 5,357,027</u>	<u>\$ 5,476,891</u>
EXPENDITURES		
Current		
Hydro power purchases	\$ 4,377,605	\$ 4,501,913
Other services and charges	<u>2,403</u>	<u> </u>
Total expenditures	<u>\$ 4,380,008</u>	<u>\$ 4,501,913</u>
Excess of revenues	\$ 977,019	\$ 974,978
OPERATING TRANSFERS		
Transfers - in	262,729	37,271
Transfers - out	<u>(269,694)</u>	<u>(289,716)</u>
Excess of revenues and transfers - in	\$ 970,054	\$ 881,414
FUND BALANCE, BEGINNING	<u>618,532</u>	<u>27,868</u>
FUND BALANCE, ENDING	<u>\$ 1,798,588</u>	<u>\$ 828,562</u>

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

DEBT SERVICE FUND**GENERAL OBLIGATION BOND AND INTEREST SINKING FUND****Public Improvement Bonds Dated April 1, 1978**

To accumulate monies for the payment of the 1978, \$200,000, 5% - 5.25% general obligation public improvement bonds, which are serial bonds due in annual installments of \$5,000 to \$20,000, with interest payable semi-annually until maturity on April 1, 1988.

Financing for all of the above is to be provided by an annual property tax levy. Property taxes levied in excess of actual requirements are legally restricted to servicing these debts.

CITY OF VIDALIA, LOUISIANA
 DEBT SERVICE FUNDS
 GENERAL OBLIGATION BOND & INTEREST SINKING FUND
 BALANCE SHEET
 JUNE 30, 1998
 WITH COMPARATIVE TOTALS FOR JUNE 30, 1997

	1998	1997
ASSETS		
Cash	\$ 10,367	\$ 5,685
Ad valorem taxes receivable (net of allowance for uncollectible taxes)	18	1,735
Total assets	\$ 10,385	\$ 7,420
LIABILITIES AND FUND BALANCE		
Liabilities	\$ _____	\$ _____
Total liabilities	\$ _____	\$ _____
Fund balance		
Available for Debt Service	\$ 10,385	\$ 7,420
Total liabilities and fund balance	\$ 10,385	\$ 7,420

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

CITY OF VIDALIA, LOUISIANA
 DEBT SERVICE FUND
 GENERAL OBLIGATION BOND AND INTEREST SINKING FUND
 STATEMENT OF REVENUES, EXPENDITURES AND
 CHANGES IN FUND BALANCE
 YEAR ENDED JUNE 30, 1998
 WITH COMPARATIVE TOTALS FOR JUNE 30, 1997

	1998	1997
REVENUES		
Taxes	\$ 21,724	\$ 21,856
Interest earned on investments	179	181
Total revenues	\$ 21,903	\$ 22,037
EXPENDITURES		
Debt Service		
Principal retirement	\$ 10,000	\$ 10,000
Interest and fiscal fees	1,210	2,032
Uncollectible taxes	1,793	-
Total expenditures	\$ 13,003	\$ 12,032
Excess of revenues (expenditures)	\$ 8,900	\$ 1,005
FUND BALANCE, BEGINNING	2,480	2,536
FUND BALANCE, ENDING	\$ 11,380	\$ 3,541

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

CITY OF VIDALIA, LOUISIANA
 DEBT SERVICE FUND
 GENERAL OBLIGATION BOND AND INTEREST SINKING FUND
 STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND
 BALANCE - BUDGET (GAAP BASIS) AND ACTUAL
 YEAR ENDED JUNE 30, 1998
 WITH COMPARATIVE ACTUAL AMOUNTS
 FOR YEAR ENDED JUNE 30, 1997

	1998		Variance Favorable (unfavorable)	1997	
	Budget	Actual		Actual	Actual
REVENUES					
Taxes	\$ 16,600	\$ 26,731	\$ 9,731	\$ 21,855	
Interest earned	-	179	179	131	
Total revenues	<u>\$ 16,600</u>	<u>\$ 26,910</u>	<u>\$ 9,910</u>	<u>\$ 21,986</u>	
EXPENDITURES					
Debt Service					
Principal retirement	\$ 20,000	\$ 20,000	-	\$ 16,000	
Interest and fiscal fees	1,300	1,210	90	3,033	
Uncollectible taxes	-	1,385	(1,385)	-	
Total expenditures	<u>\$ 21,300</u>	<u>\$ 22,595</u>	<u>\$ (1,295)</u>	<u>\$ 19,033</u>	
Excess of revenues (expenditures)	<u>\$ (5,200)</u>	<u>\$ 2,305</u>	<u>\$ 8,205</u>	<u>\$ 4,954</u>	
FUND BALANCE, BEGINNING	<u>7,488</u>	<u>7,480</u>	<u>-</u>	<u>3,026</u>	
FUND BALANCE, ENDING	<u>\$ 2,188</u>	<u>\$ 10,385</u>	<u>\$ 8,205</u>	<u>\$ 7,480</u>	

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

CAPITAL PROJECTS FUNDS**Industrial Park Fund**

To account for the financing and construction as well as continuing improvements to be made to the City's industrial park complex. General revenues and state grants provide financing.

Tacoma Restoration Fund

To account for the financing and restoration of the "Tacoma House" which is to be used as a museum upon completion. Financing is to be provided from public contributions, general revenues as well as state and federal grants.

1996 LCDBG FF Program - McCoy Lane Sewer Project

To account for the construction of sewer improvements financed by a Federal Grant. Total grant amount is \$649,213.

1998 LCDBG-DN - Asaiken Street Lift Station

To account for the construction of water and sewer improvements financed by a Federal Grant. Total grant amount is \$224,511.

CITY OF VIDALIA, LOUISIANA
 CAPITAL PROJECTS FUNDS
 COMBINING BALANCE SHEET

JUNE 30, 1995
 WITH COMPARATIVE TOTALS FOR YEAR ENDED JUNE 30, 1997

ASSETS

Cash	\$ 18,128	\$ 211	\$ 1	\$ 210	\$ 4,768	\$ 10,909	\$ 4,768
Investments		12,576			13,876	13,876	13,814
Due from other funds	107,000					107,000	108,000
Due from other governments	262,224					262,222	
Total assets	\$ 527,461	\$ 12,587	\$ 1	\$ 210	\$ 180,664	\$ 493,865	\$ 126,574

LIABILITIES AND
 FUND BALANCE

Liabilities							
Accounts payable	\$ 252,228	\$ 1	\$ 1	\$ 1	\$ 252,229	\$ 252,229	\$ 252,229
Accrued liabilities	29,726				29,726	29,726	29,726
Total liabilities	\$ 281,954	\$ 1	\$ 1	\$ 1	\$ 281,955	\$ 281,955	\$ 281,955
Fund balance	\$ 245,507	\$ 12,586	\$ 1	\$ 209	\$ 158,709	\$ 211,910	\$ 144,619
Total liabilities and Fund balance	\$ 527,461	\$ 12,587	\$ 1	\$ 210	\$ 440,664	\$ 493,865	\$ 426,574

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

CITY OF VIDALIA, LOUISIANA
CAPITAL PROJECTS FUNDS

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
YEAR ENDED JUNE 30, 1998
WITH COMPARATIVE TOTALS FOR YEAR ENDED JUNE 30, 1997

	1997		1998		Totals	
	Industrial Park	Tacoony Barite	McCar Less Power Plant	LCDBG LGDBG Analisa St. Lake Station	1997	1998
REVENUES						
Intergovernmental	\$ 493,743	\$	\$ 669,319	\$ 53,187	\$ 1,163,152	\$ 541,432
Other	4,433	342			10,023	11,122
Total revenues	\$ 498,176	\$ 342	\$ 669,319	\$ 53,187	\$ 1,173,175	\$ 552,554
EXPENDITURES						
Current						
Other services and charges	\$ 73,394	\$	\$	\$ 185	\$ 73,579	\$ 9,199
Capital outlay						2,979
Land and right-of-way						
Other improvements	542,316		669,432	53,187	1,211,935	147,509
Total expenditures	\$ 515,710	\$	\$ 669,432	\$ 53,372	\$ 1,189,092	\$ 159,698
Excess of revenues (expenditures)	\$ 1,664	\$ 342	\$ (100,114)	\$ (185)	\$ (18,917)	\$ 14,856
OPERATING TRANSFERS						
Transfers - in			100,114	500	100,734	87,716
Transfers - out			(811)		(811)	(28,124)
Excess of revenues and transfers - in (expenditures and transfers - out)	\$ 1,664	\$ 342	\$ (717)	\$ 315	\$ 2,482	\$ 18,000
FUND BALANCE, BEGINNING	\$ 23,822	\$ 13,503	\$ 311		\$ 37,636	\$ 17,524
FUND BALANCE, ENDING	\$ 25,486	\$ 13,845	\$	\$ 315	\$ 38,618	\$ 35,524

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

CITY OF VIDALIA, LOUISIANA
CAPITAL PROJECTS FUNDS
INDUSTRIAL PARK FUND

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND
BALANCE - BUDGET (GAAP BASIS) AND ACTUAL

YEAR ENDED JUNE 30, 1998

WITH COMPARATIVE ACTUAL AMOUNTS FOR YEAR ENDED JUNE 30, 1997

	1998		Variance favorable (unfavorable)	1997
	Budget	Actual		Actual
REVENUES				
Intergovernmental	\$ 1,748,474	\$ 807,341	\$ (940,133)	\$ 184,236
Other		2,663	2,663	12,312
Total revenues	<u>\$ 1,748,474</u>	<u>\$ 810,004</u>	<u>\$ (937,470)</u>	<u>\$ 196,548</u>
EXPENDITURES				
Current				
Other services and charges	\$ -	\$ 73,304	\$ (73,304)	\$ 8,801
Capital outlay				
Land and right-of-ways				2,377
Other improvements	1,748,474	732,316	1,016,158	104,235
Total expenditures	<u>\$ 1,748,474</u>	<u>\$ 805,620</u>	<u>\$ 942,854</u>	<u>\$ 115,504</u>
Excess of revenues (expenditures)	\$ -	\$ 1,384	\$ 1,384	\$ 1,444
OPERATING TRANSFERS				
Transfers - in	100,000	-	(100,000)	87,216
Transfers - out	(100,000)	-	100,000	(85,080)
Excess of revenues and transfers-in (expenditures and transfers-out)	\$ -	\$ 1,384	\$ 1,384	\$ 2,660
FUND BALANCE, BEGINNING	<u>22,588</u>	<u>22,588</u>		<u>18,828</u>
FUND BALANCE, ENDING	<u>\$ 22,588</u>	<u>\$ 23,972</u>	<u>\$ 1,384</u>	<u>\$ 21,488</u>

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

CITY OF VIDALIA, LOUISIANA
CAPITAL PROJECTS FUNDS
TACONET RESTORATION FUND

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND
BALANCE - BUDGET (GAAP BASIS) AND ACTUAL

YEAR ENDED JUNE 30, 1998

WITH COMPARATIVE ACTUAL AMOUNTS FOR YEAR ENDED JUNE 30, 1997

	1998		Variance favorable (unfavorable)	1997
	Budget	Actual		Actual
REVENUES				
Other	\$ 360	\$ 362	\$ 2	\$ 483
Total revenues	\$ 360	\$ 362	\$ 2	\$ 483
EXPENDITURES	\$ -	\$ -	\$ -	\$ -
Excess of revenues	\$ 360	\$ 362	\$ 2	\$ 483
FUND BALANCE, BEGINNING	13,225	13,225	-	13,794
FUND BALANCE, ENDING	\$ 13,585	\$ 13,582	\$ 2	\$ 13,225

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

CITY OF VIDALIA, LOUISIANA
 CAPITAL PROJECTS FUNDS
 1997 LEROY McCOT LANE SEWER PROJECT
 STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND
 BALANCE - BUDGET (GAAP BASIS) AND ACTUAL
 YEAR ENDED JUNE 30, 1998
 WITH COMPARATIVE ACTUAL AMOUNTS FOR YEAR ENDED JUNE 30, 1997

	1998		Variance Favorable (unfavorable)	1997
	Budget	Actual		Actual
REVENUES				
Intergovernmental	\$ 889,213	\$ 889,213	\$ -	\$ -
Total revenues	\$ 889,213	\$ 889,213	\$ -	\$ -
EXPENDITURES				
Current				
Other services and charges	\$ -	\$ -	\$ -	\$ 289
Capital outlay				
Other improvements	889,213	959,437	(139,224)	-
Total expenditures	\$ 889,213	\$ 959,437	\$ (139,224)	\$ 289
Excess of revenues (expenditures)	\$ -	\$ (139,224)	\$ (139,224)	\$ (289)
OPERATING TRANSFERS				
Transfers - in	-	139,224	139,224	509
Transfers - out	(202)	(213)	51	-
Excess of revenues and transfers-in (expenditures and transfer-out)	\$ (202)	\$ (213)	\$ 51	\$ 213
FUND BALANCE, BEGINNING	202	211	(51)	-
FUND BALANCE, ENDING	\$ -	\$ -	\$ -	\$ 211

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

CITY OF VIDALIA, LOUISIANA
CAPITAL PROJECTS FUNDS
1918 LEDING AZALEA STREET LIFT STATION

**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND
BALANCE - BUDGET (GAAP BASIS) AND ACTUAL**

YEAR ENDED JUNE 30, 1998

WITH COMPARATIVE ACTUAL AMOUNTS FOR YEAR ENDED JUNE 30, 1997

	1998		Variance favorable (unfavorable)	1997
	Budget	Actual		Actual
REVENUES				
Intergovernmental	\$ _____	\$ 23,187	\$ 23,187	\$ _____
Total revenues	\$ _____	\$ 23,187	\$ 23,187	\$ _____
EXPENDITURES				
Current				
Other services & charges	\$ _____	\$ 185	\$ (185)	\$ _____
Capital outlay				
Other improvements	_____	23,187	(23,187)	_____
Total expenditures	\$ _____	\$ 23,372	\$ (23,372)	\$ _____
Excess of revenues (expenditures)	\$ -	\$ (185)	\$ (185)	\$ -
OPERATING TRANSFERS				
Transfers - in	_____	500	500	_____
Excess of revenues and transfers - in (expenditures and transfers - out)	\$ -	\$ 315	\$ 315	\$ -
FUND BALANCE, BEGINNING				
	_____	_____	-	_____
FUND BALANCE, ENDING				
	\$ _____	\$ 315	\$ 315	\$ _____

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

ENTERPRISE FUND

Utility Fund

To account for the provision of gas, electric and water utilities as well as sewer services to residents of the City and some residents of the Parish. All activities necessary to provide such services are accounted for in this fund, including, but not limited to, administration, operations, maintenance, financing and related debt service, and billing and collection.

CITY OF VIDALIA,
ENTERPRISE
UTILITY
COMPARATIVE
JUNE 30, 1998

	<u>1998</u>	<u>1997</u>
ASSETS		
Current assets		
Cash	\$ 6,471	\$ 184,532
Accounts receivable, net of allowance for uncollectibles (1998 \$2,029; 1997 \$2,000)	761,388	650,324
Due from other funds	1,050,286	1,370,180
Due from other governments	1,480	1,600
Due from other agencies	43,882	28,041
Prepaid expenses	38,484	28,528
Total current assets	<u>\$ 1,939,981</u>	<u>\$ 2,263,185</u>
Restricted assets		
Consumer deposits - cash	\$ 214,355	\$ 210,343
Total restricted assets	<u>\$ 214,355</u>	<u>\$ 210,343</u>
Property, plant and equipment		
Property, plant and equipment	\$11,011,898	\$10,710,111
Less accumulated depreciation	<u>8,414,320</u>	<u>8,187,484</u>
Net property, plant and equipment	<u>\$ 2,597,578</u>	<u>\$ 2,522,627</u>
Total assets	<u>\$14,751,914</u>	<u>\$15,006,155</u>

LOUISIANA
FUNDS
FUND
BALANCE SHEET
AND 1997

	<u>1998</u>	<u>1997</u>
LIABILITIES AND FUND EQUITY		
Current liabilities (payable from current assets)		
Accounts payable	\$ 104,185	\$ 375,630
Accrued liabilities	44,174	41,639
Due to other funds	109,930	262,472
Due to other agencies	4,800	4,088
Total current liabilities (payable from current assets)	<u>\$ 363,089</u>	<u>\$ 683,741</u>
Current liabilities (payable from restricted assets)		
Consumer deposits	\$ 214,765	\$ 219,247
Total current liabilities (payable from restricted assets)	<u>\$ 214,765</u>	<u>\$ 219,247</u>
Total liabilities	<u>\$ 577,854</u>	<u>\$ 902,988</u>
Fund equity		
Contributed capital	\$ 3,945,914	\$ 3,998,761
Retained earnings - unreserved	<u>3,587,925</u>	<u>4,851,873</u>
Total fund equity	<u>\$ 7,533,839</u>	<u>\$ 8,850,634</u>
Total liabilities and fund equity	<u>\$10,312,673</u>	<u>\$10,028,981</u>

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

**CITY OF VIDALIA, LOUISIANA
ENTERPRISE FUNDS
UTILITY FUND**

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

YEARS ENDED JUNE 30, 1998 AND 1997

	<u>1998</u>	<u>1997</u>
OPERATING REVENUES:		
Revenues	\$ 6,184,160	\$ 6,004,940
Less purchases and sales tax	<u>48,278,200</u>	<u>48,692,484</u>
Gross profit	<u>\$ 2,485,960</u>	<u>\$ 2,404,456</u>
OPERATING EXPENSES:		
Personnel services	\$ 889,974	\$ 789,994
Materials and supplies	351,104	382,435
Other services and charges	347,700	418,334
Depreciation	<u>228,808</u>	<u>222,816</u>
Total operating expenses	<u>\$ 1,387,522</u>	<u>\$ 1,319,359</u>
Operating income	<u>\$ 1,098,438</u>	<u>\$ 1,085,097</u>
NON-OPERATING REVENUES (EXPENSES):		
Interest income	\$ 11,192	\$ 17,621
Total non-operating revenues	<u>\$ 11,192</u>	<u>\$ 17,621</u>
Net income before operating transfers	<u>\$ 1,109,630</u>	<u>\$ 1,102,718</u>
OPERATING TRANSFERS:		
Transfers from Hydro Royalty Fund	303,624	300,700
Transfers from Sales Tax Fund	.	50,411
Transfers from Industrial Park Fund	.	60,000
Transfers to General Fund	<u>(1,389,732)</u>	<u>(1,218,814)</u>
Transfers to UDAG Fund	.	<u>(118,718)</u>
Net loss	<u>\$ (98,078)</u>	<u>\$ (266,544)</u>
RETAINED EARNINGS, BEGINNING	<u>4,017,678</u>	<u>4,202,222</u>
RETAINED EARNINGS, ENDING	<u>\$ 3,987,576</u>	<u>\$ 4,057,212</u>

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

CITY OF VIDALIA, LOUISIANA
ENTERPRISE FUNDS
UTILITY FUND

COMPARATIVE STATEMENT OF CASH FLOWS
INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS
YEARS ENDED JUNE 30, 1998 AND 1997

	<u>1998</u>	<u>1997</u>
CASH FLOWS FROM OPERATING ACTIVITIES:		
Cash received from customers	\$6,059,451	\$6,159,016
Cash payments to suppliers for goods and services	(4,469,258)	(4,416,670)
Cash payments to employees for services	<u>697,480</u>	<u>697,372</u>
Net cash provided by operating activities	\$ <u>892,673</u>	\$ <u>933,934</u>
CASH FLOWS FROM NON-CAPITAL FINANCING ACTIVITIES:		
Operating transfers - net	\$ (935,336)	\$(1,204,771)
Net cash used for non-capital financing activities	\$ (935,336)	\$(1,204,771)
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:		
Purchases of fixed assets	\$ (32,553)	\$ (311,712)
Net cash used for capital and related financing activities	\$ (32,553)	\$ (311,712)
CASH FLOWS FROM INVESTING ACTIVITIES:		
Interest on temporary investments	\$ 13,192	\$ 17,621
Net cash provided by investing activities	\$ 13,192	\$ 17,621
NET DECREASE IN CASH AND CASH EQUIVALENTS	\$ (174,113)	\$ (364,869)
CASH AND CASH EQUIVALENTS - BEGINNING OF YEAR	<u>395,332</u>	<u>760,201</u>
CASH AND CASH EQUIVALENTS - END OF YEAR	\$ <u>221,219</u>	\$ <u>395,332</u>

-continued-

CITY OF VIDALIA, LOUISIANA
ENTERPRISE FUNDS
UTILITY FUND

COMPARATIVE STATEMENT OF CASH FLOWS
INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS
YEARS ENDED JUNE 30, 1998 AND 1997

	<u>1998</u>	<u>1997</u>
RECONCILIATION OF OPERATING INCOME TO NET CASH PROVIDED BY OPERATING ACTIVITIES:		
Operating income	\$ 688,188	\$ 688,198
ADJUSTMENTS TO RECONCILE OPERATING INCOME TO NET CASH PROVIDED BY OPERATING ACTIVITIES:		
Depreciation	\$ 258,916	\$ 233,915
Change in assets and liabilities:		
(Increase) decrease in:		
Accounts receivable	(118,584)	87,888
Due from other governments	-	(1,608)
Due from other agencies	(19,761)	-
Prepaid assets	(8,814)	(28,378)
Increase (decrease) in:		
Accounts payable	18,558	(29,267)
Accrued liabilities	2,435	(13,778)
Customer deposits	4,088	4,812
Total adjustments	<u>\$ 142,888</u>	<u>\$ 248,796</u>
NET CASH PROVIDED BY OPERATING ACTIVITIES	<u>\$ 831,076</u>	<u>\$ 936,994</u>
SUPPLEMENTAL SCHEDULE OF SIGNIFICANT NON-CASH ACTIVITIES:		
Fixed assets contributed by other funds	<u>\$ 888,213</u>	<u>\$ 128,608</u>

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

CITY OF VIDALIA, LOUISIANA
ENTERPRISE FUNDS
UTILITY FUND

COMPARATIVE STATEMENT OF OPERATING REVENUES AND EXPENSES
YEARS ENDED JUNE 30, 1998 AND 1997

	<u>1998</u>	<u>1997</u>
ELECTRIC DEPARTMENT		
Operating Revenues		
Revenues	\$ 4,605,478	\$ 4,093,094
Less purchases and sales tax	<u>(2,383,818)</u>	<u>(3,149,537)</u>
Gross profit	<u>\$ 2,221,660</u>	<u>\$ 943,557</u>
Operating Expenses		
Personal services		
Salaries and wages	\$ 283,919	\$ 268,778
Employee benefits	<u>67,158</u>	<u>70,060</u>
Total personal services	<u>\$ 351,077</u>	<u>\$ 338,838</u>
Materials and supplies		
Office supplies	\$ 1,372	\$ 1,047
Operating supplies	<u>16,719</u>	<u>18,582</u>
Repair and maintenance supplies	<u>122,102</u>	<u>16,211</u>
Total materials and supplies	<u>\$ 140,193</u>	<u>\$ 35,840</u>
Other services and charges		
Professional fees	\$ 34,273	\$ 37,940
Communications	<u>19,517</u>	<u>7,113</u>
Travel and seminar	<u>5,844</u>	<u>4,666</u>
Books and subscriptions	<u>2</u>	<u>599</u>
Insurance	<u>18,809</u>	<u>15,464</u>
Utility service	<u>9,139</u>	<u>7,115</u>
Repair and maintenance	<u>19,749</u>	<u>4,818</u>
Rentals	<u>3,219</u>	<u>5,689</u>
Bad debts	<u>2,146</u>	<u>10,372</u>
Total other services and charges	<u>\$ 103,888</u>	<u>\$ 93,726</u>
Depreciation	<u>\$ 138,082</u>	<u>\$ 112,332</u>
Total operating expenses	<u>\$ 738,221</u>	<u>\$ 641,266</u>
Operating income	<u>\$ 1,483,439</u>	<u>\$ 302,291</u>

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CITY OF VIDALIA, LOUISIANA
ENTERPRISE FUNDS
UTILITY FUND

COMPARATIVE STATEMENT OF OPERATING REVENUES AND EXPENSES
YEARS ENDED JUNE 30, 1998 AND 1997

	<u>1998</u>	<u>1997</u>
GAS DEPARTMENT		
Operating Revenues		
Revenues	\$ 795,114	\$ 781,948
Less purchases and sales tax	<u>142,295</u>	<u>(228,948)</u>
Gross profit	<u>\$ 652,819</u>	<u>\$ 552,999</u>
Operating expenses		
Personal services		
Salaries and wages	\$ 144,354	\$ 148,958
Employee benefits	<u>38,082</u>	<u>37,037</u>
Total personal services	<u>\$ 182,436</u>	<u>\$ 185,995</u>
Materials and supplies		
Office supplies	\$ 14,866	\$ 321
Operating supplies	8,300	8,918
Repair and maintenance supplies	<u>12,830</u>	<u>8,369</u>
Total materials and supplies	<u>\$ 35,996</u>	<u>\$ 14,608</u>
Other services and charges		
Professional fees	\$ 12,916	\$ 32,770
Communications	3,859	4,438
Travel and seminar	1,977	978
Dues and subscriptions	368	59
Insurance	3,283	4,305
Repair and maintenance	4,809	4,472
Rentals	1,447	1,577
Bad debts	<u> </u>	<u>634</u>
Total other services and charges	<u>\$ 38,165</u>	<u>\$ 48,014</u>
Depreciation	<u>\$ 28,358</u>	<u>\$ 28,468</u>
Total operating expenses	<u>\$ 268,922</u>	<u>\$ 268,922</u>
Operating income	<u>\$ 38,722</u>	<u>\$ 28,631</u>

-continued-

CITY OF VIDALIA, LOUISIANA
ENTERPRISE FUNDS
UTILITY FUND

COMPARATIVE STATEMENT OF OPERATING REVENUES AND EXPENSES
YEARS ENDED JUNE 30, 1998 AND 1997

	<u>1998</u>	<u>1997</u>
WATER DEPARTMENT		
Operating Revenues		
Revenues	\$ 452,146	\$ 363,320
Less sales tax	<u>(18,138)</u>	<u>(14,607)</u>
Gross profit	\$ 434,008	\$ 348,713
Operating expenses		
Personal services		
Salaries and wages	\$ 171,462	\$ 181,598
Employee benefits	<u>46,504</u>	<u>43,522</u>
Total personal services	\$ 217,966	\$ 225,120
Materials and supplies		
Office supplies	\$ 2,143	\$ 1,493
Operating supplies	79,376	78,061
Repair and maintenance supplies	<u>28,158</u>	<u>39,811</u>
Total materials and supplies	\$ 109,677	\$ 119,365
Other services and charges		
Professional fees	\$ 30,488	\$ 38,435
Communications	5,186	7,864
Travel and seminar	930	1,390
Dues and subscriptions	495	783
Insurance	6,849	8,871
Utility service	34,218	48,880
Repair and maintenance	6,261	19,366
Rentals	15,056	10,482
Bad debts	<u>2,882</u>	<u>2,861</u>
Total other services and charges	\$ 99,399	\$ 132,962
Depreciation	\$ 31,388	\$ 38,875
Total operating expenses	\$ 451,822	\$ 458,282
Operating loss	\$ (17,814)	\$ (109,569)

-continued-

CITY OF VIDALIA, LOUISIANA
ENTERPRISE FUNDS
UTILITY FUND

COMPARATIVE STATEMENT OF OPERATING REVENUES AND EXPENSES
YEARS ENDED JUNE 30, 1996 AND 1997

	<u>1996</u>	<u>1997</u>
SEWER DEPARTMENT		
Operating Revenues		
Revenues	\$ 223,450	\$ 267,978
Operating Expenses		
Personal services		
Salaries and wages	\$ 46,178	\$ 51,827
Employee benefits	28,242	18,122
Total personal services	\$ 74,420	\$ 69,949
Materials and supplies		
Office supplies	\$ 131	\$ 60
Operating supplies	24,195	31,997
Repair and maintenance supplies	31,860	51,088
Total materials and supplies	\$ 56,186	\$ 83,032
Other services and charges		
Professional fees	\$ 11,663	\$ 10,242
Communications	892	1,379
Travel and seminar	5,168	20
Dues and subscriptions	50	-
Insurance	2,160	10,467
Utility service	80,474	106,534
Repair and maintenance	1,534	3,776
Rentals	1,423	1,886
Bad debts	1,422	3,488
Total other services and charges	\$ 123,692	\$ 187,412
Depreciation	\$ 79,308	\$ 79,640
Total operating expenses	\$ 318,411	\$ 359,333
Operating loss	\$ (44,961)	\$ (91,355)

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

INTERNAL SERVICE FUND**Employee Insurance Fund**

To account for the cost of maintaining a self-insurance medical plan. Contributions are provided from various funds whose employees are covered under the plan.

CITY OF VIDALIA, LOUISIANA
INTERNAL SERVICE FUND
EMPLOYEE INSURANCE FUND
COMPARATIVE BALANCE SHEET
JUNE 30, 1998 AND 1997

	<u>1998</u>	<u>1997</u>
ASSETS		
Cash	\$ 6,458	\$ 8,128
Receivables	27,525	24,848
Due from other funds	4,583	5,211
Prepaid insurance	<u>11,728</u>	<u> </u>
Total assets	\$ <u>49,734</u>	\$ <u>38,218</u>
LIABILITIES AND FUND EQUITY		
Claims payable	\$ 38,441	\$ 34,782
Due to other funds	<u>58,080</u>	<u>48,080</u>
Total liabilities	\$ <u>96,521</u>	\$ <u>82,862</u>
Retained earnings	\$ (46,787)	\$ (44,644)
Total liabilities and fund equity	\$ <u>49,734</u>	\$ <u>38,218</u>

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

CITY OF VIDALIA, LOUISIANA
INTERNAL SERVICE FUND
EMPLOYEE INSURANCE FUND

COMPARATIVE STATEMENT OF REVENUES, EXPENSES AND CHANGES
IN RETAINED EARNINGS

YEARS ENDED JUNE 30, 1998 AND 1997

	<u>1998</u>	<u>1997</u>
OPERATING REVENUES		
City and employee contributions	\$ 331,417	\$ 288,209
Stop loss recoveries	<u>26,544</u>	<u>29,747</u>
Total operating revenues	<u>\$ 358,261</u>	<u>\$ 317,957</u>
OPERATING EXPENSES		
Premium payments	\$ 141,098	\$ 131,879
Claims paid	214,091	283,807
Administrative and general	<u>51</u>	<u>17</u>
Total operating expenses	<u>\$ 355,254</u>	<u>\$ 415,493</u>
Operating loss	\$ (793)	\$ (30,346)
RETAINED EARNINGS, BEGINNING	<u>(27,914)</u>	<u>(1,548)</u>
RETAINED EARNINGS, ENDING	<u>\$ (28,707)</u>	<u>\$ (31,914)</u>

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

CITY OF VIDALIA, LOUISIANA
INTERNAL SERVICE FUND
EMPLOYEE INSURANCE FUND

COMPARATIVE STATEMENT OF CASH FLOWS
INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS
YEARS ENDED JUNE 30, 1998 AND 1997

	1998	1997
CASH FLOWS FROM OPERATING ACTIVITIES:		
Cash received from City and employees	\$ 303,640	\$ 218,918
Cash received from recoveries	21,861	109,514
Cash payments for claims on employees	(189,363)	(293,547)
Cash payments to suppliers for goods and services	(223,832)	(121,806)
Net cash provided by (used for) operating activities	\$ 1,331	\$ (98,916)
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	\$ 1,331	\$ (98,916)
CASH AND CASH EQUIVALENTS - BEGINNING OF YEAR	5,125	102,841
CASH AND CASH EQUIVALENTS - END OF YEAR	\$ 6,456	\$ 3,925
RECONCILIATION OF OPERATING INCOME TO NET CASH PROVIDED BY (USED FOR) OPERATING ACTIVITIES:		
Operating loss	\$ (788)	\$ (36,368)
ADJUSTMENTS TO RECONCILE OPERATING INCOME TO NET CASH PROVIDED BY (USED FOR) OPERATING ACTIVITIES:		
Change in assets and liabilities:		
(Increase) decrease in:		
Receivables	\$ (2,963)	\$ 18,897
Due from other funds	224	57,983
Prepaid insurance	(11,779)	-
Increase (decrease) in:		
Claims payable	14,649	(10,940)
Due to other funds	2,808	(120,280)
Total adjustments	\$ 3,124	\$ (169,350)
NET CASH PROVIDED BY (USED FOR) OPERATING ACTIVITIES	\$ 1,331	\$ (98,916)

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

GENERAL FIXED ASSET ACCOUNT GROUP

To account for all fixed assets of the City, except those accounted for in the Utility Fund and elements of the City's infrastructure, which are not required to be capitalized under generally accepted accounting principles.

CITY OF VIDALIA, LOUISIANA
COMPARATIVE SCHEDULE OF GENERAL FIXED ASSETS - BY SOURCE
JUNE 30, 1998 AND 1997

	<u>1998</u>	<u>1997</u>
GENERAL FIXED ASSETS		
Land	\$ 5,734,868	\$ 5,438,768
Buildings	595,155	552,752
Improvements other than buildings	912,592	912,991
Equipment	<u>1,268,322</u>	<u>1,269,322</u>
Total general fixed assets	\$ 8,511,937	\$ 8,173,833
INVESTMENT IN GENERAL FIXED ASSETS FROM		
General obligation bonds	\$ 325,000	\$ 325,000
Federal grants	1,579,004	1,579,004
State grants	3,097,165	3,097,165
General Fund revenues	3,001,567	2,595,182
Special Revenue Fund revenues	208,522	232,747
Donations	<u>601,732</u>	<u>687,730</u>
Total investment in general fixed assets	\$ 6,813,990	\$ 6,526,828

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

CITY OF VIDALIA, LOUISIANA
SCHEDULE OF GENERAL FIXED ASSETS - BY FUNCTION AND ACTIVITY
JUNE 30, 1998 AND 1997

<u>Function and Activity</u>	<u>Total</u>	<u>Land</u>	<u>Buildings</u>	<u>Improvements other than buildings</u>	<u>Equipment</u>
GENERAL GOVERNMENT					
General Administration	\$ 18,490	\$	\$	\$	\$ 18,490
Judicial	82,150				82,150
Financial administration	28,400				28,400
General government buildings	681,185	88,000	593,185		
Total general government	\$ 790,215	\$ 88,000	\$ 593,185	\$	\$ 790,215
PUBLIC SAFETY					
Police protection	\$ 428,197	\$ 3,900	\$ 145,018	\$	\$ 279,279
Fire protection	404,214		128,722		275,492
Ambulance service	68,776				68,776
Protective inspection	1,001				1,001
Total public safety	\$ 899,988	\$ 3,900	\$ 273,740	\$	\$ 622,348
PUBLIC WORKS					
Street maintenance	\$ 324,115	\$	\$ 82,239	\$ 4,804	\$ 237,072
Sanitation and waste	381,998		32,000		349,998
Total public works	\$ 706,113	\$	\$ 114,239	\$ 4,804	\$ 687,070
ECONOMIC DEVELOPMENT					
Riverfront development	\$ 1,804,907	\$ 1,804,907	\$	\$	\$
Coast Guard facility	91,949			81,909	
Industrial Park and improvements	5,041,430	4,715,501		325,929	
Total economic development	\$ 6,947,286	\$ 6,520,408	\$	\$ 407,838	\$
Totals	\$ 8,511,398	\$ 6,724,808	\$ 696,120	\$ 412,642	\$ 1,688,228

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

CITY OF VIDALIA, LOUISIANA
SCHEDULE OF CHANGES IN GENERAL FIXED ASSETS
BY FUNCTION AND ACTIVITY
FOR THE FISCAL YEAR ENDED JUNE 30, 1998

<u>Function and Activity</u>	<u>General fixed assets 6/30/97</u>	<u>Additions</u>	<u>Dispositions</u>	<u>General fixed assets 6/30/98</u>
GENERAL GOVERNMENT				
General administration	\$ 16,499	\$	\$	\$ 16,499
Judicial	28,186			28,186
Financial administration	26,492	5,508		28,499
General government buildings	<u>691,885</u>			<u>691,885</u>
Total general government	<u>\$ 763,062</u>	<u>\$ 5,508</u>	<u>\$ -</u>	<u>\$ 768,570</u>
PUBLIC SAFETY				
Police protection	\$ 380,981	\$ 58,100	\$	\$ 439,081
Fire protection	483,014	1,200		484,214
Ambulance service	68,457	319		68,776
Protective inspection	<u>1,001</u>			<u>1,001</u>
Total public safety	<u>\$ 933,453</u>	<u>\$ 59,619</u>	<u>\$ -</u>	<u>\$ 993,072</u>
PUBLIC WORKS				
Street maintenance	\$ 303,383	\$ 32,798	\$ 10,073	\$ 326,108
Sanitation and waste removal	<u>308,836</u>		<u>17,822</u>	<u>326,658</u>
Total public works	<u>\$ 612,219</u>	<u>\$ 32,798</u>	<u>\$ 27,895</u>	<u>\$ 672,812</u>
ECONOMIC DEVELOPMENT				
Riverfront development	\$ 1,148,287	\$ 106,088	\$	\$ 1,254,375
Coast Guard facility	81,289			81,289
Industrial Park improvements	<u>5,081,520</u>			<u>5,081,520</u>
Total economic development	<u>\$ 6,311,096</u>	<u>\$ 106,088</u>	<u>\$ -</u>	<u>\$ 6,417,184</u>
Total general fixed assets	<u>\$ 8,003,881</u>	<u>\$ 401,333</u>	<u>\$ 27,895</u>	<u>\$ 8,433,009</u>

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

CITY OF VIDALLA, LOUISIANA
SCHEDULE OF FEDERAL FINANCIAL ASSISTANCE
FOR THE YEAR ENDED JUNE 30, 1998

Federal/Grantor Program Title	Federal CFDA Number	Pass-Through Grantor's Number	Program or Award Amount	Receipts	Expenditures
U. S. DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT					
Pass-Through Bois Department of Community Development					
FY 1998 LCD066 - Small Cities Program Watershed Collection System Improvements	14.519	907-290160	\$ 899,319	\$ 899,319	\$ 899,487
FY 1998 LCD065-Beaill Cities Program Watershed Collection System Improvements	14.519	907-990949	\$ 354,931	\$ 31,081	\$ 31,081
Total U. S. Department of Housing and Urban Development				\$ 930,400	\$ 930,568
U. S. DEPARTMENT OF JUSTICE					
Office of Community Oriented Policing Services					
COMP (Anti-Gang)	16.979	N/A	\$ 41,433	\$ 41,433	\$ 41,433
Total U. S. Department of Justice				\$ 41,433	\$ 41,433
OTHER FEDERAL ASSISTANCE					
Pass-Through the State of Louisiana Eed River Delta					
Street Sales Direction			\$ 17,199	\$ 17,199	\$ 17,199
Mobile Up Grant			\$ 482	\$ 482	\$ 482
Total Other Federal Assistance				\$ 17,681	\$ 17,681
Total Federal Financial Assistance				\$ 950,338	\$ 1,011,295

See Independent Auditor's Report.

ADDITIONAL REPORTS

Internal Control Over Financial Reporting

In planning and performing our audit, we considered City of Vidalia, Louisiana's internal control over financial reporting in order to determine our auditing procedures for the purpose of expressing our opinion on the general purpose financial statements and not to provide assurance on the internal control over financial reporting. Our consideration of the internal control over financial reporting would not necessarily disclose all matters in the internal control over financial reporting that might be material weaknesses. A material weakness is a condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that misstatements in amounts that would be material in relation to the 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. We noted no matters involving the internal control over financial reporting and its operation that we consider to be material weaknesses.

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

Arthur M. Swinson Company, LLP

Natchez, Mississippi
December 11, 1998

CITY OF VIDALIA, LOUISIANA
SCHEDULE OF FINDINGS
FOR THE YEAR ENDED JUNE 30, 1998

88-1 Finding

The City did not adopt a budget for its Hydro Royalty Fund for the fiscal year ended June 30, 1998. In prior years, hydro power sales, purchases and royalties have been accounted for within the Utility Fund where no budget was required. At the end of the current fiscal year, it was decided that these transactions and balances would be more appropriately accounted for in a separate special revenue fund. All year end balances and transactions were transferred to the Hydro Royalty Fund. Special revenue funds are required to have legally adopted budgets. Because this reclassification took place at the end of the fiscal year, no budget was adopted.

Recommendation

We believe that this was an unusual occurrence and was only a violation because the reclassification took place at the end of the fiscal year at a point where a budget could not be adopted. We recommend that management insure that a budget is adopted for the Hydro Royalty Fund for the next fiscal year.

SEAS M. SIMMONS & COMPANY, LLP
CENTRAL PUBLIC ACCOUNTANTS
 280 N. Commercial Street
 P.O. Box 1817
 Metairie, Louisiana 70001

REPORT PERIOD: 1998

ISSUANCE
 DATE AND AUTHORITY OF THE
 REPORT: 10/20/98
 REPORT NUMBER:
 1998-000001

ISSUANCE DATE OF THE
 COMPLIANCE REPORT: 10/20/98

WE ACCEPTED THE AUDIT FOR
 THIS PERIOD ON 10/20/98

STATE OF LOUISIANA - METairie
 METairie, LOUISIANA, 70001
 LAURENCE B. SIMMONS, CPA, ATTORNEY
 275 LAURENCE STREET, METairie
 LOUISIANA 70001, USA - METairie
 LAURENCE B. SIMMONS, CPA, ATTORNEY

NEW ORLEANS, LOUISIANA - NEW ORLEANS
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 LOUISIANA 70132, USA - MONROE
 CHARLES W. SIMMONS, CPA, ATTORNEY

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

The Honorable Hyman Copeland, Mayor
 and Members of the Board of Aldermen
 City of Vidalia
 Vidalia, Louisiana

Compliance

We have audited the compliance of City of Vidalia, 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 its major federal program for the year ended June 30, 1998. City of Vidalia, Louisiana's major federal program is identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs. Compliance with the requirements of laws, regulations, contracts and grants applicable to its major federal program is the responsibility of City of Vidalia, Louisiana's management. Our responsibility is to express an opinion on the City of Vidalia, Louisiana's compliance based on our audit.

We conducted our audit of compliance in accordance with generally accepted auditing standards; the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States; and OMB Circular A-133, Audits of States, Local Governments, and Non-Profit Organizations. Those standards and OMB Circular A-133 require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements

referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about City of Vidalia, Louisiana's compliance with these requirements and performing such other procedures as we considered necessary in the circumstances. We believe that our audit provides a reasonable basis for our opinion. Our audit does not provide a legal determination on City of Vidalia, Louisiana's compliance with these requirements.

In our opinion, City of Vidalia, Louisiana, complied, in all material respects, with the requirements referred to above that are applicable to its major federal program for the year ended June 30, 1998.

Internal Control Over Compliance

The management of City of Vidalia, 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 our audit, we considered City of Vidalia, Louisiana's internal control over compliance with requirements that could have a direct and material effect on a major federal program in order to determine our auditing procedures for the purpose of expressing our opinion on compliance and to test and report on internal control over compliance in accordance with GAO Circular A-133.

Our 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. We noted no matters involving the internal control over compliance and its operation that we consider to be material weaknesses.

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

Arthur Andersen & Company, LLP
 Natchez, Mississippi
 December 15, 1998

CITY OF VIDALIA, LOUISIANA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED JUNE 30, 1998

Section I: Summary of Auditor's Results

- 1) The auditor's report expresses a qualified opinion on the general purpose financial statements of the City of Vidalia, Louisiana.
- 2) No reportable conditions were disclosed during the audit of the general purpose financial statements in the "Report on Compliance and Internal Control Over Financial Reporting Based on an Audit of Financial Statements Performed in Accordance with Government Auditing Standards".
- 3) One instance of noncompliance material to the general purpose financial statements of the City of Vidalia, Louisiana was disclosed during the audit.
- 4) No reportable conditions relating to the audit of the major federal award programs are 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 programs for the city of Vidalia, Louisiana expresses an unqualified opinion.
- 6) The audit did not disclose any audit findings which are required to be reported under Section .510(a) of OMB Circular A-133.
- 7) The City's major program was 1997 LCDBG CFDA 14.219.
- 8) The dollar threshold used to distinguish between Type A and Type B programs was \$300,000.
- 9) We elected to waive use of the risk criteria.

Section II: Findings Relating to the Financial Statements

98-1 Finding

The City did not adopt a budget for its Hydro Royalty Fund for the fiscal year ended June 30, 1998. In prior years, hydro power sales, purchases and royalties have been accounted for within the Utility Fund where no budget was required. At the end of the current fiscal year, it was decided that these

transactions and balances would be more appropriately accounted for in a separate special revenue fund. All year end balances and transactions were transferred to the Hydro Royalty Fund. Special revenue funds are required to have legally adopted budgets. Because this reclassification took place at the end of the fiscal year, no budget was adopted.

Recommendation

We believe that this was an unusual occurrence and was only a violation because the reclassification took place at the end of the fiscal year at a point where a budget could not be adopted. We recommend that management insure that a budget is adopted for the Hydro Royalty Fund for the next fiscal year.

Section 3: Findings and Questioned Costs for Federal Awards

None

CITY OF VIDALIA

P.O. BOX 2010
VIDALIA, LOUISIANA 71373
(504) 338-6199

December 11, 1998

MANAGEMENT'S CORRECTIVE ACTION PLAN

Office of Legislative Auditor
State of Louisiana
Post Office Box 94397
Baton Rouge, Louisiana 70804-0397

The City of Vidalia, Louisiana has prepared and hereby submits the following corrective action plan for the findings included in the audit of its general purpose financial statements for the year ended June 30, 1998, as reported by Silas S. Simmons and Company, LLP, in its reports dated December 11, 1998.

REPORT ON COMPLIANCE AND INTERNAL CONTROL

Finding 88-1:

No budget was adapted for the Hydro Royalty Fund.

Corrective Action Plan:

No budget was adapted because hydro transactions were reclassified from within the Utility Fund to a Special Revenue Fund at year end. A budget has been adapted for the fiscal year ending June 30, 1999.

The management of the City of Vidalia, Louisiana believes that the above corrective action plan will help resolve the findings contained with its audited general purpose financial statements for the fiscal year ended June 30, 1998. Should you have any questions or require additional information, please contact us. Thank you for your consideration in these matters.

Sincerely,

CITY OF VIDALIA, LOUISIANA



Byron Copeland, Mayor