

RECEIVED
LEGISLATIVE AUDITOR
2004 JAN -5 PM 12:10

CITY OF PATTERSON, LOUISIANA

Financial Report

Year Ended June 30, 2003

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

Release Date: 1-21-04

TABLE OF CONTENTS

	Page
Independent Auditor's Report	1-2
GENERAL PURPOSE FINANCIAL STATEMENTS	
(COMBINED STATEMENTS - OVERVIEW)	
Combined balance sheet - all fund types and account groups	4-7
Combined statement of revenues, expenditures, and changes in fund balances - all governmental fund types	6-9
Combined statement of revenues, expenditures, and changes in fund balances - budget (GAAP basis) and actual - all governmental fund types	10-13
Comparative statement of revenues, expenses, and changes in related earnings - proprietary fund types	33
Comparative statement of cash flows - proprietary fund types	34-35
Notes to financial statements	36-72
SUPPLEMENTAL INFORMATION	
SCHEDULES OF INDIVIDUAL FUNDS AND ACCOUNT GROUPS	
General Fund:	
Comparative balance sheet	35
Statement of revenues, expenditures, and changes in fund balance - budget (GAAP basis) and actual	36-37
Statement of revenues compared to budget (GAAP basis)	38
Statement of expenditures compared to budget (GAAP basis)	38-42
Statement of other financing resources (uses) compared to budget (GAAP basis)	43
Special Revenue Funds:	
Contributing balance sheet	45-46
Contributing statement of revenues, expenditures, and changes in fund balances	47-48
Sewerage and Solid Waste (State Tax Fund) -	
Statement of revenues, expenditures, and changes in fund balance - budget (GAAP basis) and actual	49
Ad Valorem Tax Collection Fund -	
Statement of revenues, expenditures, and changes in fund balance - budget (GAAP basis) and actual	50
Fire Department Equipment Fund -	
Statement of revenues, expenditures, and changes in fund balance - budget (GAAP basis) and actual	51
Emergency Management Fund -	
Statement of revenues, expenditures, and changes in fund balance - budget (GAAP basis) and actual	52
Louisiana Community Development Block Grant Fund -	
Statement of revenues, expenditures, and changes in fund balance - budget (GAAP basis) and actual	53

	Page
Debt Service Funds:	
Combining balance sheet	55-56
Combining statement of revenues, expenditures, and changes in fund balances	57-58
Capital Projects Funds:	
Combining balance sheet	60-61
Combining statement of revenues, expenditures, and changes in fund balances	62-63
Enterprise Fund:	
Comparative balance sheet	65-66
Comparative statement of revenues, expenses, and changes in retained earnings	67
Comparative statement of operating expenses by department	68-69
Comparative statement of cash flows	70-71
Schedule of changes in assets restricted for revenue bond debt service	72
Fiduciary Funds:	
Combining balance sheet	74
Combining statement of changes in assets and liabilities	75
General Fixed Assets Account Group:	
Comparative statement of general fixed assets	77
Statement of changes in general fixed assets	78
General Long-Term Debt Account Group:	
Statement of general long-term debt	80-81
OTHER SUPPLEMENTARY INFORMATION	
Schedule of number of utility customers (unaudited)	83
Comparative department analysis of revenues and expenses - utility fund	84-85
Schedule of insurance in force (unaudited)	86
Schedule of interest-bearing deposits - all funds	87-89
INTERNAL CONTROL AND COMPLIANCE	
Independent Auditor's Report on Compliance and on Internal Control over Financial Reporting (Based on an Audit of General Purpose Financial Statements Performed in Accordance with Government Auditing Standards)	91-92
Summary schedule of prior year findings	93
Schedule of findings and questioned costs	94-95
Management's corrective action plan for current year findings	96

GLADY, CHALVIN & TAYLOR

CERTIFIED PUBLIC ACCOUNTANTS
A PROFESSIONAL CORPORATION
P. O. BOX 1000 - 5000 MOBILE STREET
MOBILE, LOUISIANA 70003

202 - 828-6173
Fax: 202 - 828-6260

Independent Auditor's Report

The Honorable James L. Starnes, Mayor
and Members of the City Council
City of Patterson, Louisiana

We have audited the accompanying general purpose financial statements of the City of Patterson, Louisiana, as of and for the years ended June 30, 2000 and 2001, as listed in the table of contents. These general purpose financial statements are the responsibility of the City's management. Our responsibility is to express an opinion on these general purpose financial statements based on our audit.

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

In our opinion, the general purpose financial statements referred to in the first paragraph present fairly, in all material respects, the financial position of the City of Patterson, Louisiana, as of June 30, 2001 and 2002, and the results of its operations and the cash flows of its proprietary fund type for the year then ended, in conformity with accounting principles generally accepted in the United States of America.

In accordance with Government Auditing Standards, we have also issued a report dated November 13, 2003, on our consideration of the City of Patterson's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts and grants. That report is an integral part of an audit performed in accordance with Government Auditing Standards and should be read in conjunction with this report in considering the results of our audit.

Our audit was conducted for the purpose of forming an opinion on the general purpose financial statements taken as a whole. The accompanying financial information listed as "Supplemental Information" in the table of contents is presented for purposes of additional analysis and it is not a required part of the general purpose financial statements of the City of Patterson, Louisiana. Such information has been subjected to the auditing procedures applied in the audit of the general purpose financial statements and, in our opinion, is fairly presented in all material respects in relation to the general purpose financial statements taken as a whole, except that:

- (1) Information as to the number of utility customers presents on page E1 is based on unaudited data obtained from the City's records, on which we express no opinion, and

(ii) the insurance coverage data presented on page 88 has not been audited by us and we express no opinion on it.

Quintley, Charbonier & Taylor
A Corporation of Certified Public Accountants

Franklin, Louisiana
November 13, 2003

**GENERAL PURPOSE FINANCIAL STATEMENTS
(COMBINED STATEMENTS-OVERVIEW)**

CITY OF PATTERSON, LOUISIANA

Continued Balance Sheet - All Fund Types and Account Groups

June 30, 2005

With Comparative Totals for Year Ended June 30, 2005

	Governmental Fund Types			
	General	Special Revenue	Debt Service	Capital Projects
ASSETS AND OTHER DEBITS				
Cash	\$ 106,579	\$ 682,650	\$ 57,269	\$ 723,744
Interest-bearing deposits	1,138,281	1,246,379	972,290	288,138
Investments, at fair value	-	819,535	-	-
Receivables				
Taxes	121,980	45,871	-	-
Accounts	-	-	-	-
Property assessments	-	-	793,551	-
Accrued interest	81	842	623	33
Other	1,425	-	-	-
Due from other funds	613,624	472	197,136	26,388
Due from other governmental units	43,182	36,877	-	-
Prepaid insurance	-	-	-	-
Advances to other funds	-	-	-	-
Restricted assets				
Cash	-	-	-	-
Interest-bearing deposits	-	-	-	-
Accrued interest receivable	-	-	-	-
Land	-	-	-	-
Buildings	-	-	-	-
Equipment	-	-	-	-
Construction in progress	-	-	-	-
Utility property, plant and equipment	-	-	-	-
Accumulated depreciation	-	-	-	-
Amount available to debt service funds	-	-	-	-
Amount to be provided for retirement of general long-term debt	-	-	-	-
Total assets and other debits	\$ 2,836,514	\$ 2,833,478	\$ 2,020,249	\$ 1,058,769

Proprietary Fund Types	Fiduciary Fund Types	Account Groups		Totals	
		General	General	(Memorandum Only)	
		Fund	Long-Term	2005	2006
Enterprise	Agency	Assets	Liabilities		
\$ 493,594	\$ 233,787	\$ -	\$ -	\$ 2,295,783	\$ 948,978
282,862	-	-	-	2,241,420	2,214,055
288,684	-	-	-	1,899,229	1,899,383
-	-	-	-	188,003	179,828
327,253	-	-	-	327,253	311,268
-	-	-	-	793,931	36,883
78	-	-	-	1,629	3,227
-	-	-	-	3,428	-
55,018	18,586	-	-	798,118	566,126
-	-	-	-	73,118	180,873
13,158	-	-	-	13,158	3,623
129,000	-	-	-	129,000	121,000
213,071	-	-	-	213,071	287,833
3,214,912	-	-	-	3,214,912	1,831,681
187	-	-	-	287	3,887
-	-	230,244	-	230,244	228,244
-	-	3,944,633	-	2,944,833	658,199
-	-	1,881,323	-	1,881,323	962,462
-	-	-	-	-	3,983,838
18,446,845	-	-	-	18,446,845	18,417,688
(3,812,949)	-	-	-	(3,812,949)	(3,179,189)
-	-	-	894,966	894,966	894,322
-	-	-	2,421,876	2,421,876	1,025,817
\$ 8,043,446	\$ 233,771	\$ 3,956,152	\$ 3,316,846	\$ 24,377,247	\$ 21,122,876

(continued)

CITY OF PATTERSON, LOUISIANA

Continental Balance Sheet - All Fund Types and Account Groups
 June 30, 2003
 With Comparative Totals for Year Ended June 30, 2002

	Governmental Fund Types			
	General	Special Revenue	Debt Service	Capital Projects
LIABILITIES AND FUND EQUITY				
Liabilities:				
Accounts payable	\$ 100,814	\$ 17,001	\$ -	\$ 317,870
Accrued liabilities	-	-	-	50,713
Due to other funds	301,842	86,497	183,934	2,983
Payable from restricted assets -				
Revenue bonds	-	-	-	-
Accrued interest	-	-	-	-
Customers' deposits	-	-	-	-
Advances from other funds	125,000	-	-	-
Deferred revenues	-	-	793,931	-
General obligation bonds and notes payable	-	-	-	-
Revenue bonds payable	-	-	-	-
Faring assessments payable	-	-	-	-
Total liabilities	<u>410,115</u>	<u>91,518</u>	<u>978,865</u>	<u>379,886</u>
Fund equity:				
Contributed capital (net of accumulated amortizations)	-	-	-	-
Investment in general fund assets	-	-	-	-
Retained earnings (deficit) -				
Reserved for revenue bond retirement	-	-	-	-
Unreserved	-	-	-	-
Total retained earnings	-	-	-	-
Fund balances -				
Reserved for debt service	-	-	894,966	-
Unreserved:				
Designated for subsequent year's expenditures	-	48,002	-	690,813
Undesignated	2,431,494	2,787,968	189,138	-
Total fund balances	<u>2,431,494</u>	<u>2,835,970</u>	<u>1,084,104</u>	<u>690,813</u>
Total fund equity	<u>2,431,494</u>	<u>2,835,970</u>	<u>1,084,104</u>	<u>690,813</u>
Total liabilities and fund equity	<u>\$ 2,841,614</u>	<u>\$ 2,927,488</u>	<u>\$ 2,062,969</u>	<u>\$ 1,070,700</u>

Proprietary Fund Types	Fiduciary Fund Types	Account Groups		Totals	
		General	General	(Minimums Only)	
		Fixed	Long Term	2002	2001
Enterprise	Agency	Assets	Liabilities		
\$ 86,221	\$ -	\$ -	\$ -	\$ 521,987	\$ 210,817
18,421	24,799	-	-	181,987	128,815
17,028	211,614	-	-	788,218	368,116
61,251	-	-	-	61,181	61,271
682	-	-	-	682	5,873
228,413	-	-	-	228,413	234,181
-	-	-	-	123,008	123,008
-	-	-	-	793,951	16,883
-	-	-	2,140,000	2,140,000	1,920,000
531,604	-	-	-	531,614	681,982
-	-	-	718,816	778,816	-
<u>651,427</u>	<u>236,413</u>	<u>-</u>	<u>2,118,816</u>	<u>4,488,102</u>	<u>3,921,081</u>
4,530,611	-	-	-	4,530,611	4,628,028
-	-	3,896,292	-	3,916,211	3,189,710
894,441	-	-	-	894,441	889,608
(482,441)	-	-	-	(482,441)	(111,714)
<u>412,000</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>412,000</u>	<u>777,894</u>
-	-	-	-	884,980	898,892
-	-	-	-	681,781	686,816
-	-	-	-	3,521,804	3,115,121
-	-	-	-	6,898,473	6,411,924
7,655,811	-	3,896,292	-	17,978,718	17,080,889
<u>\$ 8,411,446</u>	<u>\$ 236,413</u>	<u>\$ 3,896,292</u>	<u>\$ 2,118,816</u>	<u>\$ 24,977,487</u>	<u>\$ 21,121,921</u>

The accompanying notes are an integral part of this statement.

CITY OF FORTYBON, LOUISIANA

**Continued Statement of Revenues, Expenditures, and Changes in Fund Balances -
All Governmental Fund Types**

Year Ended June 30, 2013

With Comparative Totals for Year Ended June 30, 2012

	General	Special Revenue	Debt Service
Revenues:			
Taxes	\$ 1,009,791	\$ 824,340	\$ -
Licenses and permits	124,760	-	-
Intergovernmental	165,486	13,348	-
Charges for services	316,613	-	-
Fees and forfeits	206,435	-	-
Miscellaneous	80,949	29,111	11,718
Total revenues	<u>1,804,035</u>	<u>867,799</u>	<u>11,718</u>
Expenditures:			
Current -			
General government			
Administrative	423,123	5,248	-
Mechanic shop	32,684	-	-
Public safety			
Police	782,800	-	-
Fire	48,662	-	-
Streets and drainage	189,696	-	-
Culture and recreation	29,118	-	-
Sanitation and sewer	188,896	-	-
Housing rehabilitation	-	13,248	-
Debt service -			
Principal retirement	-	-	230,800
Interest and fiscal charges	-	-	184,833
Capital outlay	215,860	-	8,048
Total expenditures	<u>2,111,991</u>	<u>28,496</u>	<u>323,681</u>
Excess (deficiency) of revenues over expenditures	<u>(307,956)</u>	<u>(80,707)</u>	<u>(211,963)</u>
Other financing sources (uses):			
Operating transfers in	167,143	300	103,764
Proceeds from sale of bonds	-	-	-
Proceeds from sale of certificates	-	-	-
Operating transfers out	(115,287)	(443,933)	-
Total other financing sources (uses)	<u>51,856</u>	<u>(443,633)</u>	<u>103,764</u>
Excess (deficiency) of revenues and other sources over expenditures and other uses	<u>(256,100)</u>	<u>(484,336)</u>	<u>(108,199)</u>
Fund balances, beginning	<u>2,869,935</u>	<u>2,479,416</u>	<u>1,811,805</u>
Fund balances, ending	<u>\$ 2,613,835</u>	<u>\$ 2,107,980</u>	<u>\$ 1,703,606</u>

Capital Programs	Totals (Interconnected Costs)	
	2001	2002
\$ -	\$ 1,838,182	\$ 1,782,602
-	114,760	187,602
8,114	208,840	1,000,298
-	316,613	319,218
-	200,458	188,438
<u>85,182</u>	<u>261,878</u>	<u>316,412</u>
<u>94,276</u>	<u>2,885,812</u>	<u>3,662,372</u>
-	428,373	354,299
-	21,684	60,880
-	782,285	744,041
-	40,683	18,308
-	286,686	318,784
-	29,330	17,241
-	280,886	284,876
-	11,240	41,780
-	200,080	194,278
-	184,803	64,183
<u>1,488,424</u>	<u>3,753,782</u>	<u>4,480,261</u>
<u>1,488,424</u>	<u>3,251,561</u>	<u>3,711,487</u>
<u>(1,484,448)</u>	<u>(1,084,382)</u>	<u>(1,31,086)</u>
68,100	359,307	788,065
830,987	831,987	-
776,916	776,916	-
-	(189,307)	(878,811)
<u>1,686,003</u>	<u>1,819,893</u>	<u>(18,441)</u>
392,445	544,151	(179,938)
<u>338,168</u>	<u>6,413,238</u>	<u>6,895,238</u>
<u>\$ 459,611</u>	<u>\$ 6,895,475</u>	<u>\$ 6,413,234</u>

The accompany notes are an integral part of this statement.

CITY OF PATTERSON, LOUISIANA

**Combined Statement of Revenues, Expenditures, and Changes in Fund Balances -
Budget (GAAP Basis) and Actual -
All Governmental Fund Types
Year Ended June 30, 2003**

	<u>Current Fund</u>		Variance - Favorable (Unfavorable)
	<u>Budget</u>	<u>Actual</u>	
Revenues:			
Taxes	\$ 998,107	\$ 1,005,791	\$ 7,684
License and permits	91,000	108,789	17,789
Intergovernmental	86,139	105,485	19,346
Charges for services	309,188	313,610	4,422
Fees and forfeits	176,000	208,688	32,688
Miscellaneous	70,454	80,989	10,535
Total revenues	<u>1,707,000</u>	<u>1,953,072</u>	<u>246,072</u>
Expenditures:			
Current -			
General government			
Administrative	660,083	623,128	36,955
Electronic stop	96,900	81,888	15,012
Public safety			
Police	784,388	782,805	1,583
Fire	46,724	45,662	1,062
Streets and drainage	263,280	284,696	(21,416)
Culture and recreation	21,384	29,140	(7,756)
Sanitation and sewer	279,638	360,854	(81,216)
Housing rehabilitation	-	-	-
Debt service			
Principal retirement	3,179	-	3,179
Interest and fiscal charges	68	-	68
Capital outlay	122,328	113,690	8,638
Other uses	-	-	-
Total expenditures	<u>2,601,348</u>	<u>2,111,346</u>	<u>490,002</u>
Excess (deficiency) of revenues over expenditures	<u>(894,348)</u>	<u>(158,274)</u>	<u>736,074</u>
Other financing sources (uses)			
Operating transfers in	168,118	167,143	975
Proceeds from sale of bonds	-	-	-
Proceeds from sale of certificates	-	-	-
Operating transfers out	(116,980)	(119,287)	22,307
Total other financing sources (uses)	<u>51,138</u>	<u>(52,144)</u>	<u>103,282</u>
Excess (deficiency) of revenues and other sources over expenditures and other uses	<u>(843,210)</u>	<u>(210,417)</u>	<u>632,792</u>
Fund balances, beginning	<u>1,565,805</u>	<u>1,565,805</u>	<u>-</u>
Fund balances, ending	<u>\$ 722,595</u>	<u>\$ 1,355,388</u>	<u>\$ 632,793</u>

Special Revenue Funds			State Service Funds		
Budget	Actual	Variance - Favorable (Unfavorable)	Budget	Actual	Variance - Favorable (Unfavorable)
\$ 811,314	\$ 824,361	\$ 13,047	\$ -	\$ -	\$ -
"	"	"	"	"	"
11,340	11,340	-	"	"	"
"	"	"	"	"	"
"	"	"	"	"	"
11,917	23,111	11,194	8,941	11,716	2,775
<u>844,711</u>	<u>862,752</u>	<u>18,041</u>	<u>8,941</u>	<u>11,716</u>	<u>2,775</u>
2,715	3,340	(625)	"	"	"
"	"	"	"	"	"
"	"	"	"	"	"
"	"	"	"	"	"
"	"	"	"	"	"
"	"	"	"	"	"
"	"	"	"	"	"
11,340	11,340	-	"	"	"
"	"	"	250,000	250,000	-
"	"	"	112,940	109,870	3,070
"	"	"	"	8,640	(8,640)
"	"	"	"	"	"
<u>17,803</u>	<u>29,488</u>	<u>(11,685)</u>	<u>342,940</u>	<u>342,870</u>	<u>70</u>
826,776	862,264	(35,488)	(334,670)	(331,143)	3,527
"	200	200	391,345	333,364	(57,981)
"	"	"	"	"	"
"	"	"	"	"	"
<u>(680,822)</u>	<u>(441,822)</u>	<u>239,000</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>(680,822)</u>	<u>(441,722)</u>	<u>239,100</u>	<u>391,345</u>	<u>333,364</u>	<u>(57,981)</u>
340,704	340,544	160	55,940	(7,400)	(63,340)
<u>2,426,416</u>	<u>2,426,414</u>	<u>2</u>	<u>1,801,883</u>	<u>1,801,883</u>	<u>-</u>
<u>\$ 1,786,170</u>	<u>\$ 1,811,060</u>	<u>\$ 24,890</u>	<u>\$ 1,187,751</u>	<u>\$ 1,044,484</u>	<u>\$ (143,267)</u>

(continued)

CITY OF PATTERSON, LOUISIANA

**Combined Statement of Revenues, Expenditures, and Changes in Fund Balances -
Budget (GAAP Basis) and Actual -
All Governmental Fund Types (Continued)
Year Ended June 30, 2003**

	Capital Projects Fund		Values - Receivable (Unallowable)
	Budget	Actual	
Revenues:			
Taxes	\$ -	\$ -	\$ -
License and permits	-	-	-
Intergovernmental	8,134	8,134	-
Charges for services	-	-	-
Fees and forfeits	-	-	-
Miscellaneous	75,844	86,381	11,118
Total revenues	<u>83,978</u>	<u>94,515</u>	<u>11,118</u>
Expenditures			
Current -			
General government			
Administrative	-	-	-
Mechanic shop	-	-	-
Public safety	-	-	-
Police	-	-	-
Fire	-	-	-
Streets and drainage	-	-	-
Culture and recreation	-	-	-
Sanitation and sewer	-	-	-
Housing rehabilitation	-	-	-
DPOO services -			
Principal retirement	-	-	-
Interest and bond charges	-	-	-
Capital outlay	1,828,771	1,828,828	8,801
Other costs	-	-	-
Total expenditures	<u>1,828,771</u>	<u>1,828,828</u>	<u>8,801</u>
Excess (deficiency) of revenues over expenditures	<u>(1,744,793)</u>	<u>(1,804,343)</u>	<u>21,289</u>
Other financing sources (uses)			
Operating transfers in	85,300	85,300	1,000
Proceeds from sale of bonds	831,831	831,831	-
Proceeds from sale of certificates	778,838	778,838	-
Operating transfers out	-	-	-
Total other financing sources (uses)	<u>1,695,969</u>	<u>1,695,969</u>	<u>1,000</u>
Excess (deficiency) of revenues and other sources over expenditures and other uses	<u>268,774</u>	<u>293,443</u>	<u>24,089</u>
Fund balances, beginning	<u>358,388</u>	<u>358,388</u>	<u>-</u>
Fund balances, ending	<u>\$ 627,162</u>	<u>\$ 651,831</u>	<u>\$ 24,089</u>

The accompanying notes are an integral part of this statement.

CITY OF PATTERSON, LOUISIANA

**Comparative Statement of Revenues, Expenses, and Changes in Retained Earnings -
Proprietary Fund Type
Year Ended June 30, 2002
With Comparative Totals for Year Ended June 30, 2001**

	<u>Enterprise</u>	
	<u>2001</u>	<u>2002</u>
Operating revenues		
Charges for services -		
Gas sales and services	\$ 1,280,256	\$ 934,963
Water sales and services	401,998	489,828
Sewerage service	101,788	226,773
Delinquency charges	43,248	57,288
Commissions, transfers and connections	6,448	9,348
Miscellaneous	<u>18,508</u>	<u>17,488</u>
Total operating revenues	<u>2,051,948</u>	<u>1,755,712</u>
Operating expenses		
Administrative	214,864	249,218
Gas department	1,023,031	679,338
Water department	307,738	246,342
Sewerage department	153,149	178,779
Depreciation	<u>209,833</u>	<u>287,890</u>
Total operating expenses	<u>2,095,617</u>	<u>1,652,677</u>
Operating income (loss)	<u>(43,670)</u>	<u>103,035</u>
Nonoperating revenues (expenses)		
Interest income	16,465	37,683
Interest and bond charges	<u>(18,262)</u>	<u>(19,432)</u>
Total nonoperating revenues (expenses)	<u>(1,797)</u>	<u>(1,749)</u>
Income (loss) before operating transfers	(45,467)	101,286
Operating transfers in (out)	-	<u>41,996</u>
Net income (loss)	<u>(45,467)</u>	<u>143,282</u>
Add: Depreciation on fixed assets acquired by federal grant revenues externally restricted for capital acquisitions and construction that reduces contributed capital	<u>66,943</u>	<u>66,943</u>
Increase (decrease) in retained earnings	<u>(78,410)</u>	<u>180,245</u>
Retained earnings, beginning	<u>337,574</u>	<u>338,338</u>
Retained earnings, ending	<u>\$ 259,164</u>	<u>\$ 518,583</u>

The accompanying notes are an integral part of this statement.

CITY OF HATTISBERG, LOUISIANA

**Comparative Statement of Cash Flow
Proprietary Fund Type
Year Ended June 30, 2002**

With Comparative Totals for Year Ended June 30, 2001

	<u>Reconciliation</u>	
	<u>2002</u>	<u>2001</u>
Cash flows from operating activities:		
Operating income	<u>\$ 183,070</u>	<u>\$ 181,042</u>
Adjustments to reconcile operating income to net cash provided by operating activities:		
Depreciation	264,823	261,193
Changes in current assets and liabilities:		
(Increase)/decrease in accounts receivable	(12,665)	(12,665)
(Increase)/decrease in prepaid insurance	(5,942)	(2,891)
Increase/(decrease) in accounts payable	24,861	(12,999)
Increase/(decrease) in accrued liabilities	18,472	(412)
Total adjustments	<u>289,119</u>	<u>232,329</u>
Net cash provided by operating activities	<u>472,189</u>	<u>413,371</u>
Cash flows from noncapital financing activities:		
Operating transfers out to other funds	(60,245)	(117,615)
Cash received from other funds	180,167	27,862
Net cash provided/(used) by noncapital financing activities	<u>119,922</u>	<u>(89,753)</u>
Cash flows from capital and related financing activities:		
Acquisition of plant and equipment	(98,188)	(799)
Principal paid on revenue bond maturities	(78,000)	(61,000)
Interest paid on revenue bonds	(52,116)	(51,680)
Cash paid in bond refunding agent	(73,890)	-
Increase in customers' money deposits	2,218	11,724
Net cash used by capital and related financing activities	<u>(199,976)</u>	<u>(101,765)</u>

(continued)

CITY OF FERRISSON, LOUISIANA

Comparative Statement of Cash Flows (Continued)

Proprietary Fund Type

Year Ended June 30, 2003

With Comparative Totals for Year Ended June 30, 2002

	<u>Encumbrance</u>	
	<u>2003</u>	<u>2002</u>
Cash flows from investing activities:		
Purchase of interest-bearing deposits	(41,817)	(45,856)
Purchase of investments	-	-
Proceeds from the sale and maturity of interest-bearing deposits	45,816	38,968
Proceeds from maturity of investments	-	-
Interest on interest-bearing deposits	<u>28,482</u>	<u>33,987</u>
Net cash provided by investing activities	<u>32,471</u>	<u>27,099</u>
Net increase in cash and cash equivalents	16,400	194,416
Cash and cash equivalents, beginning of period	<u>2,659,212</u>	<u>2,464,796</u>
Cash and cash equivalents, end of period	<u>\$ 2,875,612</u>	<u>\$ 2,659,212</u>
Reconciliation of cash and cash equivalents per statement of cash flows to the balance sheet -		
Cash and cash equivalents beginning of period -		
Cash - unrestricted	\$ 253,193	\$ 270,644
Interest-bearing deposits - unrestricted	796,136	771,604
Cash - restricted	287,653	186,133
Interest-bearing deposits - restricted	1,611,681	1,487,508
Less: Interest-bearing deposits with a maturity over three months	<u>(180,650)</u>	<u>(186,383)</u>
Total cash and cash equivalents	<u>2,659,212</u>	<u>2,464,796</u>
Cash and cash equivalents, end of period:		
Cash - unrestricted	419,386	253,193
Interest-bearing deposits - unrestricted	679,547	796,136
Cash - restricted	215,871	287,653
Interest-bearing deposits - restricted	1,314,813	1,611,681
Less: Interest-bearing deposits with a maturity over three months	<u>(180,212)</u>	<u>(180,611)</u>
Total cash and cash equivalents	<u>2,875,612</u>	<u>2,659,212</u>
Net increase	<u>\$ 16,400</u>	<u>\$ 194,416</u>

CITY OF PATTERSON, LOUISIANA

Notes to Financial Statements

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The City of Patterson was incorporated March 11, 1977, under the provisions of the Louisiana Act. The City operated under a Mayor-Board of Aldermen form of government until December 31, 1982 at which time the City adopted a Home Rule Charter and now operates under an elected Mayor-Council, administrative-legislative form of government. The City's operations include police and fire protection, streets and drainage, parks and recreation, residential waste collection services, certain social services and general administration services. The City owns and operates an enterprise fund which provides gas, water, and sewer services.

The accounting and reporting policies of the City of Patterson conform to generally accepted accounting principles as applicable to governments. Such accounting and reporting procedures also conform to the requirements of Louisiana Revised Statute 24:117, the Louisiana Governmental Audit Guide and to the industry audit guide, *Audit of State and Local Governmental Units*.

The following is a summary of certain significant accounting policies:

Financial Reporting Entity

The City's combined financial statements include the accounts of all City operations. The criteria for including organizations as component units within the City's reporting entity, as set forth in Section 2100 of GASB's codification of Governmental Accounting and Financial Reporting Standards, include whether:

- the organization is legally separate (can sue and be sued in their own name)
- the City holds the composite powers of the organization
- the City appoints a voting majority of the organization's board
- the City is able to impose its will on the organization
- the organization has the potential to impose a financial benefit/liability on the City
- there is fiscal dependency by the organization on the City

Based on the aforementioned criteria, the City of Patterson has no component units.

Related Organizations

The City's officials are responsible for appointing the members of the board of the Patterson Housing Authority, but the City's accountability for the public housing authority does not extend beyond making the appointments. Also, the City provides facilities and some financing to the Patterson Volunteer Department but the City does not appoint the governing board nor does it have any additional financial accountability to the volunteer fire department.

CITY OF PATTERSON, LOUISIANA

Notes to Financial Statements

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Basis of Presentation

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

Governmental Funds -

General Fund

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

Special revenue funds

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.

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).

Proprietary Fund -

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 cost (expenses, including depreciation) of providing goods or services to the general public on a continuing basis be financed or recovered primarily through user charges; or (b) where the governing body has decided that periodic determination of revenues earned, expenses incurred, and net income is appropriate for capital maintenance, public policy, management control, accountability, or other purposes. The City of Patterson's enterprise fund is the Utility Fund.

CITY OF PATTERSON, LOUISIANA

Notes to Financial Statements

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Fiduciary Funds -

Agency Funds

Agency funds are maintained in custody (assets equal liabilities) and do not involve measurement of results of operations, but are used to account for assets held for other funds.

Fixed Assets and Long-Term Liabilities

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

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

Fixed assets used in governmental fund type operations (general fixed assets) are accounted for in the General Fixed Assets Account Group and are recorded as expenditures in the governmental fund types when purchased. The City has elected not to capitalize public domain ("infrastructure") fixed assets consisting of certain improvements other than buildings, including roads, bridges, curbs and gutters, streets and sidewalks, drainage systems, and lighting systems. No depreciation has been provided on general fixed assets.

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. Estimated amounts are immaterial in relation to total fixed assets.

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

The proprietary fund is accounted for on a cost of services or "capital maintenance" measurement focus, and all assets and all liabilities (whether current or noncurrent) associated with its activity are included on its balance sheet. Proprietary fund types follow generally accepted accounting principles (GAAP) prescribed by the Governmental Accounting Standards Board and all applicable FASB pronouncements.

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

Buildings	20 - 30 years
Improvements	10 - 20 years
Equipment	4 - 20 years

CITY OF PATTERSON, LOUISIANA

Notes to Financial Statements

NOTE 1

SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Measurement Focus/Basis of Accounting

Measurement focus refers to what is being measured; basis of accounting refers to when revenues and expenditures are recognized in the accounts and reported in the financial statements. Basis of accounting relates to the timing of the measurement made, regardless of the measurement focus applied.

The Governmental Fund Types (General, Special Revenue, Debt Service and Capital Project Funds), and Expendable Trust Funds use a current financial resources measurement focus and are accounted for using the modified accrual basis of accounting. Agency Funds also use the modified accrual basis of accounting. Under the modified accrual basis of accounting, revenues are recognized when susceptible to accrual; i.e., when they become both measurable and available. "Measurable" means the amount of the transaction can be determined and "available" means collectible within the current period or soon enough thereafter to be used in pay liabilities of the current period. Sales taxes are considered measurable when in the hands of intermediary collecting governments and are recognized as revenue at that time. The City considers property taxes as available if they are collected within 60 days after year-end. A one-year availability period is used for recognition of all other Governmental fund revenues. Expenditures are recorded when the related fund liability is incurred. Exceptions to this general rule include principal and interest on general long-term debt which are recorded as fund liabilities when due or when amounts have been accumulated in the Debt Service Fund for payments to be made early in the following year, and accrued vacation and sick leave which is recorded when payable from current available financial resources.

The revenues susceptible to accrual are property taxes, charges for service, interest income and intergovernmental revenues. All other Governmental Fund Type revenues are recognized when received.

The Proprietary Fund Types are accounted for on an economic resources measurement focus using the accrual basis of accounting. Revenues are recorded when they are earned, including unbilled gas, water and sewer services which are accrued. Expenses are recorded at the time liabilities are incurred.

Budgets and Budgetary Accounting

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

- (1) The City Clerk prepares a proposed budget and submits it to the Mayor and City Council for the fiscal year no later than thirty-five 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.

CITY OF BATTERSON, LOUISIANA

Notes to Financial Statements

NOTE 1

SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

- (3) A public hearing is held on the proposed budget at least ten days after publication of the call for the hearing.
- (4) After holding of the public hearing and completion of all action necessary to finalize and implement the budget, the budget is adopted through passage of a resolution prior to the commencement of the fiscal year for which the budget is being adopted.
- (5) Budgetary amendments involving the transfer of funds from one department, program, or function to another or involving increases in expenditures resulting from revenues exceeding amounts estimated require the approval of the City Council.
- (6) All budgetary appropriations lapse at the end of each year, except for capital expenditures.
- (7) Budgets for all funds are adopted on a basis consistent with generally accepted accounting principles (GAAP). Budgeted amounts are as originally adopted or as amended by the City Council. Such amendments were not material in relation to the original appropriations.

Encumbrances

Encumbrance accounting, under which purchase orders, contracts, and other commitments for the expenditures of monies are recorded in order to insure that portions of the applicable appropriation, if not employed by the City in an extension of formal budgetary integration in the fund.

Interest-Bearing Deposits

Interest-bearing deposits are stated at cost, which approximates market.

Statement of Cash Flows

For purposes of the statement of cash flows, the Enterprise Fund considers all highly liquid investments with a maturity of three months or less when purchased to be cash equivalents.

Advances to/from Other Funds

Monetary portions of long-term interfund loans receivable and payable are reported as "Advances to other funds" and "Advances from other funds". Advances to other funds in governmental funds are offset equally by a fund balance reserve account which indicates that they do not constitute expendable available financial resources and therefore are not available for appropriation.

CITY OF PATTERSON, CALIFORNIA

Notes to Financial Statements

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Bad Debt

Uncollectible amounts due for ad valorem taxes are recognized as bad debts at the time information becomes available which would indicate the uncollectibility of the particular receivable. Although the specific charge-off method is not in conformity with generally accepted accounting principles (GAAP), an allowance for uncollectible taxes receivable was made due to immateriality at June 30, 2002.

Accounts receivable in the Utility Fund is presented net of an allowance for doubtful accounts of \$16,584 and \$18,016 at June 30, 2003 and 2002, respectively.

Vacation and Sick Leave

Vacation and sick leave are recorded as expenditures of the period in which paid. Sick leave does not accumulate and is not payable at termination of employment. Vacation must be taken in the year accrued and cannot be carried over. Any liability the City might have in this regard at June 30, 2003 is considered immaterial; therefore, no liability has been recorded in the accounts.

Capitalization of Interest Expense

It is the City of Patterson's policy to capitalize material amounts of interest resulting from borrowings in the course of the construction of fixed assets. For the years ended June 30, 2003 and 2002, capitalized interest in the amounts of \$8,068 and \$44,778, respectively was recorded.

Capital Lease

A capital lease is generally defined by Statement of Financial Accounting Standards No. 13 "Accounting for Leases" as one which transfers benefits and risks of ownership to the lessee. Leases meeting the criteria of a capital lease as defined are recorded at inception as expenditures and other financial resources in governmental fund types and as assets and liabilities in the General Fund Assets and General Long-Term Debt account groups, respectively, at the present value of the future minimum lease payments, using the interest rates stated in the leases.

Comparative Data

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

Total Columns on Combined Statements – Overview

Total columns on the 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 cash flows in conformity with generally accepted accounting principles. Neither is such data comparable to a consolidation. Interfund eliminations have not been made in the aggregation of this data.

CITY OF PATTERSON, LOUISIANA

Notes to Financial Statements

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Use of Estimates

The City's management uses estimates and assumptions in preparing financial statements. These estimates and assumptions affect the reported amounts of assets and liabilities, the disclosure of contingent assets and liabilities, and the reported revenues and expenditures or expenses, as appropriate. Actual results may differ from these estimates.

NOTE 2 Cash

Under state law, the City may deposit funds within a fiscal agent bank organized under the laws of the State of Louisiana, the laws of any other state in the Union, or the laws of the United States. The City may invest in certificates and time deposits of state banks organized under Louisiana law and national banks having principal offices in Louisiana. At June 30, 2005, the City has cash and interest-bearing deposits (bank balances) totaling \$9,158,189, as follows:

Demand deposits	\$ 2,905,816
Money market accounts and time deposits	<u>6,252,373</u>
Total	<u>\$ 9,158,189</u>

The deposits are stated at cost, which approximates market. Under state law, these deposits, (in the resulting bank balances) must be secured by federal deposit insurance or the pledge of securities owned by the fiscal agent bank. The market value of the pledged securities plus the federal deposit insurance must at all times equal the amount on deposit with the fiscal agent bank. These securities are held in the name of the pledging fiscal agent bank in a holding or custodial bank that is mutually acceptable to both parties. Deposit balances (bank balances) at June 30, 2005, are secured as follows:

Bank balances	<u>\$ 9,171,488</u>
Federal deposit insurance	\$ 486,000
Pledged securities (Category 3)	<u>(8,503,322)</u>
Total federal deposit insurance and pledged securities	<u>11,154,166</u>
Excess	<u>\$ 1,658,112</u>

Pledged securities in Category 3 includes unsecured or unregistered investments for which the securities are held by the broker or dealer, or by its trust department or agent, but not in the City's name. Even though the pledged securities are considered uncollateralized (Category 3), Louisiana Revised Statute 39:1229 imposes a statutory requirement on the unsecured bank to advertise and sell the pledged securities within 18 days of being notified by the City that the fiscal agent has failed to pay deposited funds upon demand.

CITY OF FORTIERSON, LOUISIANA

Notes to Financial Statements

NOTE 3 AD VALOREM TAXES

Ad valorem taxes attach as an enforceable lien on property as of January 1 of each year. Taxes are levied by the City in September or October and are actually billed to taxpayers in November or December. Billed taxes become delinquent on January 1 of the following year. The City bills and collects its own property taxes using the assessed values determined by the tax assessor of St. Mary Parish. City property tax revenues are budgeted in the year billed.

For the year ended June 30, 2003, taxes of 22.27 mills were levied on property with assessed valuations totaling 219,322,211 and were dedicated as follows:

General corporate purposes	9.86 mills
Debt service	12.41 mills

Total taxes levied were \$306,281. The amount of taxes receivable at June 30, 2003 was \$2,468.

NOTE 4 INTERFUND RECEIVABLES/PAYABLES

	Identified Receivables	Identified Payables
Due within other funds:		
General Fund	\$ 413,624	\$ 281,642
Special revenue funds -		
Ad Valorem Tax Collection Fund	472	16,158
Sewerage and Solid Waste Sales Tax Fund	-	24,139
Debt service funds -		
Public Improvement Bonds Fund	125,827	24,697
Sales Tax Refunding Bonds	26,224	6,426
1998 Parking Assessment Fund	15,535	122,290
Public Improvement Sales Tax Bonds	-	201
Capital projects funds -		
City Hall at 2nd Complex Project Fund	768	-
Drainage and Retention Fund	21,643	1,781
Regional Sewerage Facility Project Fund	579	-
Mimpy St. Paving Fund	-	192
2002 Paving Construction Fund	1,608	-
Utility Fund	55,616	17,658
Agency Funds -		
Disbursement Fund	18,156	25,024
Payroll Fund	-	209,360
Total due within other funds	<u>\$ 700,216</u>	<u>\$ 700,216</u>
Advances within other funds:		
General Fund	\$ -	\$ 121,800
Utility Fund	121,800	-
Total advances within other funds	<u>\$ 121,800</u>	<u>\$ 121,800</u>

CITY OF PATTERSON, LOUISIANA

Notes to Financial Statements

NOTE 5 DUE FROM OTHER GOVERNMENTAL UNITS

Accounts due from other governmental units at June 30, 2003 consisted of the following:

Payment in lieu of taxes due from the Patterson Housing Authority	\$	1,890
Fire insurance rebate due from the St. Ibere Parish Council		14,797
Reimbursement on communication upgrade for Police Department from State of Louisiana		21,614
Reimbursement of expenses incurred as a result of Hurricane Lili from State of Louisiana		1,190
Beer and tobacco taxes due from the State of Louisiana		3,443
Video-poker receipts due from the State of Louisiana		1,600
LCDDP housing rehabilitation grant due from State of Louisiana		13,248
Indian gaming revenue due from the State of Louisiana		8,428
	\$	73,110

NOTE 6 RESTRICTED ASSETS - PROPRIETARY FUND TYPE

Restricted assets consisted of the following at June 30:

	2003	2002
Revenue bond and interest sinking fund	\$ 94,718	\$ 91,199
Revenue bond reserve fund	63,000	128,348
Revenue bond capital additions and contingencies fund	1,198,198	1,126,314
Revenue bond construction fund	113,421	202,929
Customers' deposits	<u>258,412</u>	<u>258,195</u>
	\$ <u>1,728,149</u>	\$ <u>1,816,985</u>

NOTE 7 CHANGES IN FIXED ASSETS

	Balance June 30, 2002	Additions	Deletions	Balance June 30, 2003
Land	\$ 230,244	\$ -	\$ -	\$ 230,244
Buildings	408,198	1,086,463	-	1,494,661
Equipment	763,483	203,890	-	967,373
Construction in progress	<u>1,041,528</u>	<u>142,621</u>	<u>2,086,463</u>	<u>-</u>
Total general fixed assets	\$ <u>1,443,453</u>	\$ <u>1,432,974</u>	\$ <u>2,086,463</u>	\$ <u>3,952,880</u>

CITY OF PATTERSON, LOUISIANA

Notes to Financial Statements

NOTE 7 CHANGES IN FIXED ASSETS (CONTINUED)

A summary of proprietary fixed type property, plant and equipment at June 30, 2003 follows:

Land	\$	107,200
Administrative equipment		89,163
Gas utility:		
System		1,871,430
Equipment		294,079
Water utility:		
System		2,069,832
Tank		305,842
Equipment		178,323
Sewerage utility:		
System		5,380,365
Equipment		78,213
		<u>10,886,365</u>
Less: Accumulated depreciation		<u>1,012,588</u>
Net proprietary fixed type property, plant and equipment	\$	<u>4,873,729</u>

NOTE 8 LONG-TERM DEBT

The following is a summary of bonds and certificates of indebtedness transactions of the City of Patterson for the year ended June 30, 2003:

	<u>General Obligation</u>	<u>Revenue</u>	<u>Total</u>
Bonds and certificates payable July 1, 2002	\$ 1,528,000	\$ 158,000	\$ 1,678,000
Bonds and certificates issued	1,678,916	628,000	2,306,916
Bonds and certificates called	-	(680,000)	(680,000)
Bonds and certificates retired	<u>(178,000)</u>	<u>(78,000)</u>	<u>(256,000)</u>
Bonds and certificates payable June 30, 2003	<u>\$ 1,518,916</u>	<u>\$ 628,000</u>	<u>\$ 2,146,916</u>

CITY OF PATTERSON, LOUISIANA

Notes to Financial Statements

NOTE 3 LONG-TERM DEBT (CONTINUED)

Bonds and certificates payable at June 30, 2003 are comprised of the following individual issues:

General obligation bonds and certificates:

\$100,000 1997 Public Improvement Street Refunding Bonds , due in annual installments of \$110,000 to \$123,000 through December 1, 2009, interest at 7 percent, secured by levy and collection of 3/4 percent sales tax revenue	379,000
\$100,000 1998 General Obligation Refunding Bonds , due in annual installments of \$63,000 to \$95,000 through March 1, 2010, interest at 4.75 to 5.25 percent, secured by levy and collection of ad valorem taxes	500,000
\$250,000 Public Improvement Sales Tax Bonds, Series 2000 , due in annual installments of \$15,000 to \$78,000 through January 1, 2009, interest at 5.75 percent, secured by levy and collection of 1 percent sales tax revenue	770,000
\$776,835 Floating Certificates, Series 2000 , due in annual installments of \$77,694 plus interest at 5.6 percent on the outstanding balance through February 1, 2013, secured by levy and collection of special assessments	776,835
\$250,000 Public Improvement Sales Tax Bonds, Series 2002 , due in annual installments of \$10,000 to \$60,000 through March 1, 2007, interest at 4.0 to 6.0 percent, secured by levy and collection of 1 percent sales tax revenue	<u>821,000</u>
Total general obligation bonds and certificates payable	<u>\$ 2,346,835</u>
Revenue bonds:	
\$620,000 Utilities Revenue Refunding Bonds, Series 2002 , due in annual installments of \$60,000 to \$180,000 through May 1, 2010, interest at 5.75 percent	620,000
Less: Deferred amount on refunding	<u>28,115</u>
Net utility revenue bonds	<u>\$ 591,885</u>

CITY OF PATTERSON, LOUISIANA

Notes to Financial Statements

NOTE 4 LONG-TERM DEBT (CONTINUED)

The annual requirements to amortize all debt outstanding as of June 30, 2003, including interest payments of \$1,209,644 are as follows:

<u>Year Ending</u> <u>June 30,</u>	<u>General</u> <u>Obligation</u>	<u>Revenue</u>	<u>Total</u>
2004	\$ 481,453	\$ 64,837	\$ 546,290
2005	490,446	100,812	591,258
2006	472,640	107,625	580,265
2007	538,113	104,289	642,402
2008	504,537	105,875	610,412
2009-2011	1,371,883	204,640	1,576,523
2014-2016	794,497	-	794,497
2019-2023	428,133	-	428,133
	<u>\$ 4,580,929</u>	<u>\$ 716,411</u>	<u>\$ 5,297,340</u>

Covenants/Restrictions:

Property assessment bonds:

The City of Patterson entered the assessment certificates recorded in the general long-term debt group. Assets remaining in these funds after the retirement of the outstanding obligations may be used only for the repair and maintenance of the streets impaired from the proceeds of the original certificate issue.

Utility revenue bonds:

The various bond indentures contain significant limitations and restrictions as to the annual debt service requirements, maintenance of and flow of assets through various restricted accounts, minimum amounts to be maintained in various sinking funds, and minimum revenue bond coverage (see Note 3). The City is in compliance with all such significant limitations and restrictions.

Sales tax street public improvement bonds:

The resolution concerning the dedication of the proceeds of the 1% of 1% coverage and solid waste sales tax specifies restrictions as to how the funds must be expended (see Note 10). The City is in compliance with all such significant limitations.

NOTE 5 FLOW OF FUNDS, RESTRICTIONS-ON-USE - UTILITIES REVENUE BONDS

Under the terms of the bond indentures on outstanding Utilities Revenue Bonds dated May 1, 1990, all income and revenues (hereinafter referred to as revenue) of every nature, source or derived from operations of the Utilities System are pledged and dedicated to the retirement of said bonds and are to be set aside into the following special funds:

CITY OF PATTERSON, LOUISIANA

Notes to Financial Statements

NOTE 9 FLOW OF FUNDS, RESTRICTIONS ON USE -- UTILITIES REVENUES--(CONTINUED)

Each month, there will be set aside into a fund called the Revenue Bond Sinking Fund an amount constituting of 1/12 of the next maturing installment of principal and 1/6 of the next maturing installment of interest on the outstanding bonds. Such monies shall be fully sufficient to assure the prompt payment of principal and interest installments as they become due and may be used only for such payments.

There shall also be set aside into a Revenue Bond Reserve Fund an initial deposit of \$129,000, plus accumulating in the reserve account an amount equal to the lesser of the highest combined principal and interest requirements in any succeeding fiscal year or 10 percent of bond proceeds. Such amounts may be used only for the payment of maturing bonds and interest on the alternate bonds for which sufficient funds are not on deposit in the Revenue Bond Sinking Fund and as to which there would otherwise be default.

Funds will also be set aside into a Capital Addition and Contingencies Fund monthly in the amount of five percent (5%) of the gross revenue of the System for the preceding month, provided that such sum is available after provision is made for all reasonable expenses of administration, operation and maintenance of the System as well as payments into the above required funds. In addition to paying for extensions, additions, improvements, renewals and replacements necessary to properly operate the System, money in this fund shall be used to pay the principal of and the interest on those bonds for the payment of which there is not sufficient money in the Revenue Bond Sinking Fund or the Revenue Bond Reserve Fund. This money, however, shall never be used for the making of improvements and extensions in the System or for payment of principal and interest on bonds if such use of said money will leave in the Capital Addition and Contingencies Fund for the making of emergency repairs or replacements less than the sum of \$50,000.

NOTE 10 DEDICATION OF PROCEEDS AND FLOW OF FUNDS -- SALES AND USE TAXES

The City of Patterson collects sales taxes under five sales tax levies as follows:

Proceeds of a 1% parish wide sales and use tax levied in 1948 (2003 collection \$40,298,100) (\$71,504). Tax is collected by the St. Mary Parish Sales and Use Tax Department and is remitted to such participating municipality on a monthly basis. The City of Patterson's allocation is 4.7818% of the first \$1,500,000 of net taxes collected. Fifty percent of any collection in excess of \$1,500,000 is divided proportionately among the participating municipalities according to their respective populations as reflected by the most recent Federal census or most recent special census. Proceeds of this tax shall be used for the following purposes: construction, acquisition, improvement, maintenance and repairs of streets, capital improvements, public works and buildings (including the acquisition of sites and necessary fixtures, equipment, furnishings and appurtenances, and the payment of obligations and existing obligations which have been or may be issued for the purpose of acquiring and improving public works and buildings); the payment or supplementing salaries of all municipal employees; for the operation of recreational facilities; for the acquisition, maintenance, repair and payment of operating expenses of equipment, vehicles, and other machinery owned by the municipality; and for any other public purposes authorized by state law.

CITY OF PATTERSON, LOUISIANA

Notes to Financial Statements

NOTE 10 DEDICATION OF PROCEEDS AND FLOW OF FUNDS - SALES AND USE TAXES
(CONTINUED)

Proceeds of a 5/8% sales and use tax levied in 1974 (2003 collections \$490,845; 2002 \$476,303). Tax is collected by the St. Mary Parish Sales and Use Tax Department and is allocated and distributed monthly among the participating municipalities according to their respective populations as reflected by the most recent federal census or the most recent special census. Proceeds are to be used for the construction, acquisition, extension, improvement, operation and maintenance of solid waste collection and disposal facilities, sewers and sewerage disposal works, and other facilities for pollution control and abatement; and to pay debt service requirements on bonds issued for any of the above-mentioned purposes. This tax is to be collected until all bonds payable shall have been paid in full in principal and interest or 1/1/99, whichever is later.

Proceeds of a 3/18% sales and use tax levied in 1982 (2003 collections \$192,195; 2002 \$190,249). Tax is collected by the St. Mary Parish Sales and Use Tax Department and is allocated and distributed monthly among the participating municipalities according to their respective populations as reflected by the most recent federal census or the most recent special census. Proceeds are dedicated to the following purposes: operating and maintaining the police department, including the acquisition and maintenance of equipment and supplies; paying or supplementing the salaries of municipal employees; and purchasing, constructing, acquiring, extending and/or improving all or any portion of public works or capital improvements, including but not limited to the construction, improvement and maintenance of drainage, water, and flood control extensions and improvements and the acquisition, construction, improvement, maintenance and repair of streets, roads, and bridges.

Proceeds of a 5% parish wide sales and use tax levied in 1980 (2003 collections \$160,793; 2002 \$157,923). Tax is collected by the St. Mary Parish Sales and Use Tax Department and is remitted to the St. Mary Parish Board, the Parish of St. Mary and each participating municipality on a monthly basis. Proceeds of this tax may be used by the municipalities for any lawful law enforcement purpose.

NOTE 11 PENSION PLAN

Eligible employees of the City participate in one of two multiple-employer public employee retirement systems (PERS), which are controlled and administered by a separate board of trustees. These retirement systems provide retirement, disability and death benefits to plan members and their beneficiaries. Pertinent information relative to each plan follows:

Municipal Employees' Retirement System

Plan members are required to contribute 5.0 percent of their annual covered salary to the system while the City is required to contribute the statutory rate of 6.25 percent of the total annual covered salary. The City's contributions to the system for the years ended June 30, 2003, 2002 and 2001 were \$11,815, \$21,285, and \$11,315, respectively, equal to the required contribution for each year.

A publicly available financial report that includes financial statements and required supplemental financial information may be obtained by writing to the Municipal Employees' Retirement System, 7907 Office Park Blvd., Baton Rouge, Louisiana 70809.

CITY OF PATTERSON, LOUISIANA

Notes to Financial Statements

NOTE 11 PENSION PLAN (CONTINUED)

Municipal and State Police Retirement System of Louisiana

Plan members are required to contribute 1.5 percent of their annual covered salary to the system while the City is required to contribute the statutory rate of 9.0 percent of the total annual covered salary. The City's contributions to the system for the years ended June 30, 2003, 2002, and 2001 were \$16,783, \$13,684 and \$10,736, respectively, equal to the required contribution for each year.

A publicly available financial report that includes financial statements and required supplemental financial information may be obtained by writing to the Municipal Police Employees' Retirement System, P. O. Box 94093 - Capital Station, Baton Rouge, Louisiana 70804-0993.

NOTE 12 SOCIAL SECURITY SYSTEM

All employees of the City of Patterson participate in the Social Security System. The City and its employees contribute a percentage of each employee's salary to the System (7.65% contributed by the City and 7.65% by the employee). The City's contributions during the year ended June 30, 2003 amounted to \$19,011.

NOTE 13 RISK MANAGEMENT

The City is exposed to various risks of loss related to acts, theft of, damage to, and destruction of assets, errors and omissions, injuries to employees, and natural disasters. The City has elected to purchase insurance coverage through the commercial insurance market to cover its exposure to loss. The City is insured up to policy limits for each of the above risks. There were no significant changes in coverages, retentions, or limits during the year ended June 30, 2003. Settled claims have not exceeded the commercial coverages in any of the previous three fiscal years.

NOTE 14 PENDING LITIGATION

The City is not presently involved in any lawsuits which could materially affect the financial condition of the City.

CITY OF FORTSON, LOUISIANA

Notes to Financial Statements

NOTE 17 COMPENSATION OF CITY OFFICIALS

A detail of compensation paid to the Mayor and City Council for the year ended June 30, 2003 follows:

Mayor:	
James L. Bernier	\$ 26,281
 Council:	
Michael Acosta	1,628
David Boudier	1,700
Larry Johnson	1,700
Larry Monahan	3,420
C.A. "Oscar" Lipari	3,420
Fog Rostrop	1,700
Joseph C. Kanan, III	<u>1,700</u>
	<u>\$ 47,551</u>

NOTE 18 COMMITMENTS

The City entered into a contract with a contractor for the purpose of reconstructing street paving improvements for certain areas of the City. The total cost of the contract, including any change orders, as of June 30, 2003 was \$1,313,461. Through June 30, 2003, the City had incurred costs totaling \$1,194,445. The remaining amount due under the contract will be paid as construction progresses totals \$119,016.

In October 2001, voters in the City passed a resolution allowing the City to issue \$71,286 of twenty-year general obligation bonds for the purpose of constructing and acquiring waterworks extensions and improvements to be repaid with ad valorem taxes. The bonds interest rate cannot exceed nine percent per annum. The bonds were sold and the related proceeds were delivered to the City in December 2001. As of June 30, 2003, the proceeds had not yet been expended.

SUPPLEMENTAL INFORMATION

GENERAL FUND

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

CITY OF PATTERSON, LOUISIANA
General Fund

Comparative Balance Sheet
June 30, 2003 and 2002

	2003	2002
ASSETS		
Cash	\$ 133,079	\$ 159,932
Interest-bearing deposits	2,134,544	2,159,613
Receivables:		
Sales tax receivable	74,818	76,882
Utility franchise taxes receivable	47,843	40,811
Accrued interest receivable	81	1,346
Other receivables	1,436	-
Due from other funds	411,624	349,361
Due from other governmental units	43,382	73,138
Total assets	\$ 2,836,316	\$ 2,959,243
LIABILITIES AND FUND BALANCES		
Liabilities:		
Accounts payable	\$ 101,874	\$ 69,851
Due to other funds	201,842	204,489
Advances from other funds	121,880	115,880
Total liabilities	425,596	390,220
Fund balances - reserved, undesignated	2,410,720	2,569,023
Total liabilities and fund balances	\$ 2,836,316	\$ 2,969,243

CITY OF PATTERSON, LOUISIANA
General Fund

**Statement of Revenues, Expenditures, and Changes in Fund Balance-
 Budget (GAAP Basis) and Actual**
Year Ended June 30, 2000
With Comparative Actual Accounts for Year Ended June 30, 1999

	2000		Variance Favorable (Unfavorable)	1999 Actual
	Budget	Actual		
Revenues:				
Taxes	\$ 998,107	\$ 1,000,791	\$ 2,684	\$ 983,169
Licenses and permits	83,000	124,780	41,780	187,600
Intergovernmental	80,750	185,480	104,730	187,994
Charges for services	309,740	316,410	6,670	309,218
Fees and forfeits	176,000	208,458	32,458	188,458
Miscellaneous	70,400	89,549	19,149	158,182
Total revenues	1,728,027	1,935,075	207,048	1,868,619
Expenditures:				
Current -				
General government				
Administrative	488,080	433,123	54,957	319,297
Mechanics shop	58,990	52,484	6,506	60,896
Public safety				
Police	785,390	781,301	4,089	784,541
Fire	88,711	40,861	47,850	28,268
Streets and drainage	283,330	286,890	(3,560)	316,784
Culture and recreation	23,380	29,330	(5,950)	17,541
Sanitation	179,833	280,894	(101,061)	334,876
Capital outlay	122,328	211,880	(89,552)	38,131
Debt service	3,387	-	3,387	5,436
Total expenditures	2,055,349	2,131,369	(76,020)	1,918,835
Excess of revenues over expenditures	(327,322)	(196,293)	131,029	95,784

(continued)

CITY OF FORTBERRON, LOUISIANA
General Fund

Statement of Revenues, Expenditures, and Changes in Fund Balance—
Budget (GAAP Basis) and Actual (Continued)
Year Ended June 30, 2002
With Comparative Actual Amounts for Year Ended June 30, 2001

	2002		Variance Favorable (Unfavorable)	2001 Actual
	Budget	Actual		
Other financing sources (uses):				
Operating transfers out	\$ (173,540)	\$ (114,287)	\$ 59,253	\$ (114,607)
Operating transfers in	185,118	187,143	7,025	183,902
Total other financing sources (uses)	<u>11,578</u>	<u>72,856</u>	<u>61,278</u>	<u>(30,705)</u>
Excess (deficiency) of revenues and other financing sources over expenditures and other financing sources	(294,742)	(175,677)	119,065	(116,251)
Fund balance, beginning	<u>2,582,525</u>	<u>2,582,525</u>	<u>—</u>	<u>2,692,128</u>
Fund balance, ending	<u>\$ 2,287,783</u>	<u>\$ 2,406,848</u>	<u>\$ 119,065</u>	<u>\$ 2,575,877</u>

CITY OF PATTERSON, LOUISIANA
General Fund

Statement of Revenue Compared to Budget (GAAP Basis)
Year Ended June 30, 2003
With Comparative Actual Amounts for Year Ended June 30, 2002

	2003		Variance - Favorable (Unfavorable)	2002 Actual
	Budget	Actual		
Taxes -				
Sales	\$ 504,057	\$ 836,384	\$ 332,327	\$ 819,678
Utility franchise	182,000	187,485	5,485	157,316
Housing authority payment in lieu of taxes	-	-	-	8,128
	<u>686,157</u>	<u>1,023,769</u>	<u>337,812</u>	<u>985,122</u>
Licenses and permits -				
Occupational licenses	81,000	114,780	33,780	187,600
Intergovernmental -				
Federal government -				
FEMA	-	10,940	10,940	-
State of Louisiana -				
Beer taxes	7,200	2,699	(4,501)	7,600
Video Poker	29,235	28,915	(320)	25,250
Indian gaming revenue	21,000	25,000	4,000	21,000
Hurricane (dis) expense reimbursement	-	1,399	1,399	-
Communication upgrade grant	-	80,940	80,940	-
Patterson Housing Authority	9,791	15,700	5,909	20,500
St. Mary Parish Council	11,800	15,000	3,200	11,000
	<u>80,726</u>	<u>180,494</u>	<u>99,768</u>	<u>187,350</u>
Charges for services				
Garbage fees	211,048	263,688	52,640	271,870
Summer recreation fees	440	440	-	252
Mechanics shop fees	36,880	52,484	15,604	80,000
	<u>248,368</u>	<u>316,612</u>	<u>68,244</u>	<u>352,122</u>
Fees and forfeits	<u>175,800</u>	<u>208,458</u>	<u>32,658</u>	<u>180,450</u>
Miscellaneous				
Interest	25,212	28,312	3,100	25,791
Oil and gas royalties	478	718	240	494
Other sources	46,756	58,913	12,157	120,112
	<u>72,446</u>	<u>88,043</u>	<u>15,597</u>	<u>146,397</u>
Total revenues	<u>\$ 1,754,623</u>	<u>\$ 1,928,073</u>	<u>\$ 173,450</u>	<u>\$ 1,841,622</u>

CITY OF PATTERSON, LOUISIANA
General Fund

Statement of Expenditures Compared to Budget (GAAP Basis)
Year Ended June 30, 2003
With Comparative Actual Amounts for Year Ended June 30, 2002

	2003		Variance - Favorable (Unfavorable)	2002 Actual
	Budget	Actual		
General government:				
Administration -				
Salaries:				
Office	\$ 66,407	\$ 57,630	\$ 8,777	\$ 88,591
Mayor	26,280	30,264	-	26,261
Council	17,180	17,100	-	17,180
Payroll taxes	7,479	6,317	1,162	6,884
Retirement contributions	3,913	3,325	588	3,781
Group insurance	18,591	12,832	5,759	21,458
Magistrate fees	4,200	4,200	-	4,200
Travel and employee expense	3,508	3,477	(311)	3,623
Telephone	8,966	8,216	750	3,584
Utilities	2,938	6,999	(1,060)	424
Office supplies	8,066	7,425	641	3,657
Operating supplies	3,873	3,444	429	328
Office equipment maintenance	-	-	-	76
City Hall maintenance	408	291	116	168
Building improvements	49,664	39,804	9,860	31,287
Training and seminars	2,508	1,234	1,264	853
Professional fees	14,625	15,625	(1,000)	8,563
Legal fees	3,000	4,889	811	-
Litigation expenses	11,000	5,094	5,906	-
Research and surveys	14,523	16,607	(1,084)	6,178
Employee physicians	158	134	24	148
Planning Commission	408	274	134	399
Small animal control	2,784	2,747	37	2,721
Office equipment rentals	3,680	3,460	220	-
Deeds and subscriptions	3,608	1,282	(2,326)	2,653
Council on Aging grants	3,500	3,500	-	-
Indigent Detention Board	43,343	39,660	3,683	46,606
Donations and grants	912	1,299	(387)	750
Advertising and publishing	16,183	14,931	1,252	9,339
General insurance	183,752	181,617	2,135	72,790
Public activities and events	12,500	7,629	4,871	9,283
Miscellaneous	8,178	11,680	(3,502)	8,271
Total administration	486,683	431,125	55,558	319,357

(continued)

CITY OF PATTERSON, LOUISIANA
General Fund

Statement of Expenditures Compared to Budget (GAAP Basis) (Continued)
Year Ended June 30, 2003
With Comparative Actual Amounts for Year Ended June 30, 2002

	2003		Variances - Favorable - (Unfavorable)	2002 Actual
	Budget	Actual		
Mechanics shop -				
Salaries	\$ 30,700	\$ 30,850	\$ (150)	\$ 31,540
Payroll taxes	2,404	2,604	410	2,204
Retirement contributions	1,827	1,521	306	1,610
Group insurance	10,280	8,158	2,128	6,683
Operating supplies	8,183	6,670	1,513	14,683
Fuels purchased	2,098	2,054	404	2,764
Vehicle maintenance	188	407	(219)	1,120
Miscellaneous	288	311	(23)	892
Total mechanics	56,968	52,485	4,483	65,296
Total general government	217,043	415,602	41,414	288,192
Public safety:				
Police -				
Salaries	481,501	412,493	(169,008)	408,458
Payroll taxes	36,858	33,856	3,718	34,354
Retirement contributions	18,668	15,596	3,112	18,410
Group insurance	144,318	179,629	34,889	98,607
Uniform allowances	2,668	2,664	(4)	2,900
Printer expense	18,448	21,688	(3,299)	9,607
Telephone	8,157	8,304	803	4,862
Utilities	7,842	10,576	(2,734)	5,834
Office supplies	11,825	11,860	(77)	11,243
Operating supplies	8,237	18,129	(9,892)	9,942
Police vehicle maintenance & improvements	4,488	14,318	(9,830)	30,488
Equipment maintenance	7,083	7,866	(783)	8,384
Equipment rental	10,857	9,649	1,608	2,996
Vehicle oil and gas	38,846	38,241	(605)	21,684
Vehicle maintenance	31,622	37,825	(6,203)	22,977
Crime lab	18,703	18,967	(264)	22,500
Training seminar	820	1,250	(430)	2,237
Travel and employee expense	1,521	2,987	(1,466)	2,234
Narcotics expense	188	2,288	(1,810)	2,800
Miscellaneous	4,122	9,431	(5,289)	7,688
Total police	782,588	782,582	3,892	784,241

(continued)

CITY OF PATTERSON, LOUISIANA
General Fund

Statement of Expenditures Compared to Budget (GAAP Basis) (Continued)
 Year Ended June 30, 2003
 With Comparative Actual Amounts for Year Ended June 30, 2002

Item	2003		Variance - Favorable (Unfavorable)	2002 Actual
	Budget	Actual		
Fire				
Salaries	\$ 1,995	\$ 2,186	\$ (191)	\$ 1,601
Payroll taxes	153	153	0	138
Telephone	1,795	2,294	511	2,863
Utilities	5,799	4,688	1,110	5,331
Operating supplies	4,788	7,134	(2,346)	5,613
Equipment maintenance	1,588	4,569	(2,981)	2,683
Fire station maintenance	3,038	3,183	145	2,811
Fire truck maintenance	6,008	6,088	800	4,888
Taxes and employee expense	308	1,043	(735)	-
Training and seminars	308	3,758	(3,450)	-
Vehicle maintenance	4,473	3,088	(1,385)	1,383
Miscellaneous	2,392	2,781	(389)	383
Total fire	48,731	48,661	70	38,388
Total public safety	428,118	422,982	5,136	372,849
Storms and drainage:				
Salaries	89,323	93,283	(3,960)	111,734
Payroll taxes	3,615	4,481	866	8,276
Retirement contributions	5,752	4,893	859	4,874
Group insurance	16,888	16,555	3,333	12,966
Casual labor	1,871	1,814	57	4,817
Uniform allowance	419	643	224	1,048
Utilities	32,118	28,864	3,254	31,688
Chemicals and agents	1,142	872	270	-
Operating supplies	16,645	12,543	4,102	13,043
Jobbing materials	42,897	44,833	(1,936)	39,848
Equipment maintenance	18,317	18,848	(531)	23,388
Vehicle oil and gas	12,519	18,713	6,194	16,873
Vehicle maintenance	32,110	27,135	4,975	23,176
Railroad maintenance	300	3,000	(2,700)	317
Employee physicals	937	629	308	686
Drainage maintenance	348	3,329	(2,981)	7,886
Miscellaneous	2,668	8,623	(5,955)	13,383
Total storms and drainage	382,330	386,695	(4,365)	318,718

(continued)

CITY OF FORTIERSON, LOUISIANA
General Fund

Statement of Expenditures Compared to Budget (GAAP Basis) (Continued)
Year Ended June 30, 2002
With Comparative Actual Amounts for Year Ended June 30, 2001

	2002		Variance - Favorable (Unfavorable)	2001 Actual
	Budget	Actual		
Culture and recreation:				
Refunds and supplier fees	\$ 4,812	\$ 10,551	\$ (5,739)	\$ 2,530
Insurance	1,000	1,187	(187)	740
Utilities	158	1,713	(1,555)	580
Activities and awards	1,152	1,281	-	894
Operating supplies	1,000	331	2,669	2,541
Facilities maintenance	-	-	-	(2,879)
Rental fee	-	-	-	150
Civic Center Complex: Appropriation	11,500	11,800	-	-
Appropriation to Civic Center	-	-	-	12,500
Miscellaneous	280	-	280	-
Total culture and recreation	<u>21,802</u>	<u>28,113</u>	<u>(6,311)</u>	<u>13,141</u>
Sanitation:				
Salaries	5,404	7,414	(2,010)	15,478
Payroll taxes	628	500	128	1,078
Retirement contributions	341	340	1	688
Group insurance	1,896	1,597	299	4,558
Garbage services rendered	150,117	148,174	2,043	207,727
Regional facility fee	21,512	21,488	24	21,363
Miscellaneous	-	58	(58)	-
Total sanitation	<u>179,898</u>	<u>180,421</u>	<u>(1,523)</u>	<u>284,876</u>
Capital outlay:				
Police equipment	58,418	107,140	(48,722)	7,888
Street equipment	80,500	88,740	(8,240)	-
Administrative equipment	-	-	-	28,338
Culture and recreation	-	-	-	1,896
Total capital outlay	<u>138,918</u>	<u>195,880</u>	<u>(56,962)</u>	<u>38,022</u>
Debt service:				
Principal paid	3,119	-	3,119	8,274
Interest and fiscal charges	58	-	58	128
Total debt service	<u>3,177</u>	<u>-</u>	<u>3,177</u>	<u>8,402</u>
Total expenditures	<u>\$ 2,051,148</u>	<u>\$ 2,111,205</u>	<u>\$ (60,057)</u>	<u>\$ 1,818,830</u>

CITY OF PATERSON, LOUISIANA
General Fund

Statement of Other Financing Sources (Uses) -
Compared to Budget (GAAP Basis)
Year Ended June 30, 2003

With Comparative Actual Amounts for Year Ended June 30, 2002

	2003		Variance - Favorable (Unfavorable)	2002 Actual
	Budget	Actual		
Other financing sources:				
Operating transfers-out:				
Construction Fund	\$ (61,000)	\$ (60,000)	\$ -	\$ (210,000)
2002 Paving Project Fund	(100)	(100)	-	-
LCSBDC Fund	-	(100)	(100)	-
Public Improvement 2000 Bond	(70,481)	(69,587)	28,894	(64,681)
Total transfers to other funds	(131,581)	(119,787)	28,294	(214,681)
Transfers from other funds -				
Ad Valorem Tax Collection Fund	138,196	140,317	4,361	177,119
Coverage and Solid Waste Fund	21,922	26,306	2,784	30,193
Total transfers from other funds	160,118	166,623	7,625	187,312
Total other financing sources	\$ 28,537	\$ 46,840	\$ 17,319	\$ (147,100)

SPECIAL REVENUE FUNDS

Sewerage and Solid Waste Sales Tax Fund – To account for the receipt and use of proceeds of the City's 3/8% sales and use tax. These taxes are dedicated to the construction, acquisition, extension, improvement, operation and maintenance of solid waste collection and disposal facilities.

Ad Valorem Tax Collection Fund – To account for the collection and distribution of the City's 21.17 mill ad valorem tax. Of the total tax, 9.58 mills is transferred to the General Fund and 12.41 mills is transferred to the Public Improvement Bond Fund.

Fire Department Equipment Fund – To account for the receipt of funds and the acquisition of equipment for the fire department.

Emergency Management Fund – To account for the federal and state monies as well as insurance proceeds received and expended for damages sustained as a result of Hurricane Andrew.

LCDBG Grant Fund – To account for the receipt of federal monies to be expended for housing, rehabilitation in target areas.

CITY OF PATTERSON, LOUISIANA
Special Revenue Funds

Comparing Balance Sheet
 June 30, 2003
 With Comparative Total For June 30, 2002

	Sewerage and Solid Waste Sales Tax	Ad Valorem Tax Collection	Fire Department Equipment	Emergency Management
ASSETS				
Cash	\$ 650,867	\$ 6,258	\$ -	\$ 34,592
Interest-bearing deposits, at cost	1,807,313	43,799	189,838	23,580
Investments, at fair value	810,536	-	-	-
Accrued interest receivable	77	-	823	-
Ad valorem taxes receivable	-	3,868	-	-
Sales taxes receivable	41,000	-	-	-
Due from other funds	-	493	-	-
Due from other governmental units	-	-	34,793	-
Total assets	\$ 3,600,813	\$ 58,158	\$ 295,580	\$ 48,092
LIABILITIES AND FUND BALANCES				
Liabilities:				
Accounts payable	\$ 1,761	\$ -	\$ -	\$ -
Due to other funds	34,129	36,128	-	-
Total liabilities	35,890	36,128	-	-
Fund balances - unreserved:				
Designated for subsequent years' expenditures	-	-	-	48,092
Undesignated	3,564,923	-	295,580	-
Total fund balances	3,564,923	-	295,580	48,092
Total liabilities and fund balances	\$ 3,600,813	\$ 58,158	\$ 295,580	\$ 48,092

LC2000 Fund	Totals	
	2001	2002
\$ 200	\$ 681,050	\$ 300,890
-	1,084,870	1,128,380
-	800,530	806,815
-	843	1,468
-	3,869	8,890
-	41,183	45,811
-	493	431
13,348	78,007	13,388
<u>\$ 13,403</u>	<u>\$ 1,905,458</u>	<u>\$ 2,112,864</u>

\$ 15,348	\$ 17,020	\$ 1,583
	88,487	70,883
<u>15,348</u>	<u>95,418</u>	<u>73,348</u>

-	48,000	47,348
330	2,789,868	2,891,348
330	2,837,868	2,938,616
<u>\$ 18,410</u>	<u>\$ 2,935,478</u>	<u>\$ 3,012,804</u>

CITY OF PATTERSON, LOUISIANA
Special Revenue Funds

Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
 Year Ended June 30, 2000
 With Comparative Totals for Year Ended June 30, 1999

	Sewerage and Solid Waste Rate Tax	Ad Valorem Tax Collection	Fire Department Equipment	Emergency Management
Revenues:				
Taxes	\$ 400,046	\$ 319,518	\$ 14,797	\$ -
Intergovernmental	-	-	-	-
Interest on deposits	14,312	1,748	2,648	244
Miscellaneous	-	3,125	-	-
Total revenues	<u>414,358</u>	<u>324,391</u>	<u>17,445</u>	<u>244</u>
Expenditures:				
Current -				
General government	-	781	4,467	-
Supporting services - housing rehabilitation	-	-	-	-
Capital outlay				
Fire department equipment	-	-	-	-
Total expenditures	<u>-</u>	<u>781</u>	<u>4,467</u>	<u>-</u>
Excess of revenues over expenditures and other uses	<u>414,358</u>	<u>323,610</u>	<u>12,978</u>	<u>244</u>
Other uses:				
Operating transfers in	-	-	-	-
Operating transfers out	<u>(121,380)</u>	<u>(122,414)</u>	<u>-</u>	<u>-</u>
Total operating transfers in/(out)	<u>(121,380)</u>	<u>(122,414)</u>	<u>-</u>	<u>-</u>
Excess of revenues over expenditures and other uses	<u>292,978</u>	<u>-</u>	<u>12,978</u>	<u>244</u>
Fund balances, beginning	<u>2,128,320</u>	<u>-</u>	<u>352,602</u>	<u>47,344</u>
Fund balances, ending	<u>\$ 2,421,306</u>	<u>\$ -</u>	<u>\$ 365,580</u>	<u>\$ 47,588</u>

LCRBO Fund	Total	
	2001	2002
\$ -	\$ 814,261	\$ 799,110
15,240	15,240	68,329
-	31,033	-
-	2,129	10,329
<u>15,240</u>	<u>862,703</u>	<u>877,868</u>
-	1,248	13,854
15,240	15,240	43,788
-	-	918
<u>15,240</u>	<u>30,488</u>	<u>57,718</u>
-	841,261	844,259
100	100	-
-	(841,261)	(844,259)
<u>100</u>	<u>(841,261)</u>	<u>(844,259)</u>
100	100,000	111,000
<u>11</u>	<u>1,679,418</u>	<u>1,611,518</u>
<u>\$ 101</u>	<u>\$ 1,677,942</u>	<u>\$ 1,609,418</u>

CITY OF PATTERSON, LOUISIANA
Special Revenue Fund
Beverage and Solid Waste Sales Tax Fund

Statement of Revenues, Expenditures, and Changes in Fund Balance -
Budget (GAAP Basis) and Actual
Year Ended June 30, 2003
With Comparative Actual Amounts for Year Ended June 30, 2002

	2003		Variance - Favorable (Unfavorable)	2002 Actual
	Budget	Actual		
Revenues				
Taxes - sales taxes	\$ 445,413	\$ 490,846	\$ 45,433	\$ 479,365
Miscellaneous:				
Interest on deposits	12,615	36,383	23,768	33,215
Total revenues	458,028	527,229	69,201	512,580
Expenditures	-	-	-	22
Excess of revenues over expenditures	458,028	527,229	69,201	512,558
Other financing uses:				
Transfers to other funds -				
General Fund	(31,512)	(24,700)	(6,812)	(30,593)
Utility Fund	-	-	-	(48,846)
ISO Public Improvement Bonds Fund	(11,093)	(37,020)	-25,927	(133,122)
Total other financing uses	(42,605)	(61,720)	(19,115)	(212,661)
Excess of revenues over expenditures and other uses	415,423	465,509	50,086	299,897
Fund balance, beginning	1,198,833	1,198,833	-	1,911,824
Fund balance, ending	<u>\$ 1,613,846</u>	<u>\$ 1,664,342</u>	<u>\$ 50,496</u>	<u>\$ 1,911,824</u>

CITY OF PATTERSON, LOUISIANA
Special Revenue Fund
Ad Valorem Tax Collection Fund

Statement of Revenues, Expenditures, and Changes in Fund Balance -
Budget (GAAP Basis) and Actual
Year ended June 30, 2005
With Comparative Actual Amounts for Year Ended June 30, 2004

	2005		Variance - Favorable (Unfavorable)	2004 Actual
	Budget	Actual		
Revenues:				
Taxes	\$ 312,490	\$ 308,508	\$ 4,982	\$ 308,182
Miscellaneous	308	1,871	1,563	308
Total revenues	312,800	310,380	2,420	308,490
Expenditures	-	781	(781)	-
Excess of revenues over expenditures	312,800	309,604	876	308,490
Other uses:				
Transfers to General Fund	(118,998)	(142,807)	(23,809)	(117,118)
Transfers to Public Improvement Bonds Fund	(178,802)	(178,775)	(27)	(178,818)
Total other financing uses	(312,800)	(322,614)	(9,814)	(300,490)
Excess of revenues over expenditures and other uses	-	-	-	-
Fund balance, beginning	-	-	-	-
Fund balance, ending	\$ -	\$ -	\$ -	\$ -

CITY OF PATTERSON, LOUISIANA
 Special Revenue Fund
 Fire Department Equipment Fund

Statement of Revenues, Expenditures, and Changes in Fund Balance --
 Budget (GAAP Basis) and Actual
 Year Ended June 30, 2013
 With Comparative Actual Amounts for Year Ended June 30, 2012

	2013		Variance - Favorable (Unfavorable)	2012 Actual
	Budget	Actual		
Revenues:				
Taxes	\$ 11,400	\$ 14,707	\$ 3,307	\$ 13,588
Intergovernmental	-	-	-	21,504
Miscellaneous	4,741	2,648	(2,093)	13,489
Total revenues	<u>16,141</u>	<u>17,355</u>	<u>(1,130)</u>	<u>48,581</u>
Expenditures:				
General government	1,711	4,467	(1,756)	13,009
Capital outlay - equipment	-	-	-	298
Total expenditures	<u>1,711</u>	<u>4,467</u>	<u>(1,756)</u>	<u>13,307</u>
Excess of revenues over expenditures	14,430	12,888	(2,542)	35,274
Fund balance, beginning	<u>151,602</u>	<u>151,602</u>	<u>-</u>	<u>158,618</u>
Fund balance, ending	<u>\$ 166,032</u>	<u>\$ 164,490</u>	<u>\$ (1,542)</u>	<u>\$ 193,892</u>

CITY OF PATTERSON, LOUISIANA
 Special Revenue Fund
 Emergency Management Fund

Statement of Revenues, Expenditures, and Changes in Fund Balance --
 Budget (GAAP Basis) and Actual
 Year Ended June 30, 2002
 With Comparative Actual Amounts for Year Ended June 30, 2001

	2002		Variance - Personnel (Unfavorable)	2001 Actual
	Budget	Actual		
Revenues				
Miscellaneous -				
Interest	\$ 280	\$ 280	\$ 15	\$ 317
Excess of revenues over expenditures	360	344	16	357
Fund balance, beginning	47,848	47,848	-	47,851
Fund balance, ending	\$ 48,208	\$ 48,092	\$ 116	\$ 47,848

CITY OF PATTERSON, LOUISIANA
Special Revenue Fund
LCB80

Statement of Revenues, Expenditures, and Changes in Fund Balance --
Budget (OMAF Basis) and Actual
Year Ended June 30, 2003
With Comparative Actual Amounts for Year Ended June 30, 2002

	2003		Variance - Favorable (Unfavorable)	2002 Actual
	Budget	Actual		
Revenues:				
Intergovernmental	\$ 11,240	\$ 15,240	\$ -	\$ 20,601
Expenditures:				
Supporting services - housing				
establishment	11,240	11,240	-	20,611
Excess of revenues	-	-	-	-
over expenditures				
Other sources:				
Transfer from General Fund	-	200	200	-
Excess of revenues and other	-	200	200	-
sources over expenditures				
Fund balance, beginning	11	11	-	11
Fund balance, ending	<u>\$ 11</u>	<u>\$ 111</u>	<u>\$ 200</u>	<u>\$ 11</u>

DEBT SERVICE FUNDS

Public Improvement Bonds (Series G - J) - To accumulate monies for payment of the Public Improvement Serial Bonds and the 1990 General Obligation Bonds. Debt service is financed by the levy of a specific ad valorem tax.

Sales Tax Revenue Refunding Bonds, Series 1999 - To accumulate monies for payment of the \$1,241,000 Public Improvement Bonds which are due in annual installments ranging from \$50,000 to \$100,000 through December 1, 2003. Debt service is financed by the levy of a specific ½ percent sewerage and solid waste sales tax.

1973 Paving Assessment Certificates of Indebtedness - To accumulate monies for payment of the 1973 \$46,200 paving assessment certificates of indebtedness. Debt service is financed by payments on the assessments and related interest.

1966, 1967, 1968, 1980 and 1982 Paving Assessment Funds - To account for excess funds on completed paving assessments.

1990 Paving Assessment Fund - To accumulate monies for payment of the 1990 Paving Certificates. Debt service is financed by payments on the assessments and related interest.

Public Improvement Sales Tax Bonds - To accumulate monies for payment of the Public Improvement Sales Tax Bonds Series 2008 and the Public Improvement Sales Tax Bonds Series 2003. Debt service is financed by the pledge of a portion of the 1% Sales Tax.

2002 Paving Assessment Fund - To accumulate monies for payment of the 2002 Paving Certificates. Debt service is financed by payments on the assessments and related interest.

CITY OF PATTERSON, LOUISIANA
Debt Service Funds

Combining Balance Sheet
 June 30, 2003
 With Comparative Total for June 30, 2002

	Public Improvement Funds	Sales Tax Refunding Bonds	1977 Paving Assessments Certificates of Indebtedness	1990, 1987, 1985, 1983 and 1982 Paving Assessment Funds
ASSETS				
Cash	\$ -	\$ -	\$ 4,277	\$ 23,587
Interest-bearing deposits	334,276	354,349	-	128,893
Receivables:				
Assessments receivable	-	-	6	11,627
Accrued interest	-	152	-	270
Due from other funds	<u>115,827</u>	<u>28,158</u>	<u>-</u>	<u>-</u>
Total assets	<u>\$ 450,103</u>	<u>\$ 382,759</u>	<u>\$ 4,283</u>	<u>\$ 164,377</u>
LIABILITIES AND FUND BALANCES				
Liabilities:				
Deferred property assessments	\$ -	\$ -	\$ 6	\$ 11,627
Due to other funds	<u>34,627</u>	<u>4,426</u>	<u>-</u>	<u>-</u>
Total liabilities	<u>\$ 34,627</u>	<u>\$ 4,426</u>	<u>\$ 6</u>	<u>\$ 11,627</u>
Fund balances:				
Reserved for debt service	408,586	356,865	-	-
Unreserved, undesignated	<u>-</u>	<u>-</u>	<u>4,277</u>	<u>131,631</u>
Total fund balances	<u>\$ 408,586</u>	<u>\$ 356,865</u>	<u>\$ 4,277</u>	<u>\$ 131,631</u>
Total liabilities and fund balances	<u>\$ 443,213</u>	<u>\$ 361,291</u>	<u>\$ 4,283</u>	<u>\$ 143,258</u>

1999 Paving Assessment Fund	Public Improvement Sales Tax Revol	2001 Paving Assessment Fund	Totals	
			2001	2002
\$ 29,465	\$ -	\$ -	\$ 29,465	\$ 29,465
81,340	89,699	-	170,739	170,739
5,362	-	776,936	781,971	16,991
-	-	-	623	623
15,915	-	-	151,126	151,762
<u>\$ 131,062</u>	<u>\$ 89,699</u>	<u>\$ 776,936</u>	<u>\$ 2,021,229</u>	<u>\$ 1,201,224</u>
\$ 5,362	\$ -	\$ 776,936	\$ 781,971	\$ 16,991
<u>131,062</u>	<u>89,699</u>	<u>776,936</u>	<u>1,821,204</u>	<u>1,821,204</u>
<u>136,424</u>	<u>89,699</u>	<u>776,936</u>	<u>2,021,229</u>	<u>1,838,195</u>
-	89,699	-	89,699	89,699
<u>2,710</u>	<u>89,699</u>	<u>-</u>	<u>104,408</u>	<u>104,408</u>
<u>2,710</u>	<u>89,699</u>	<u>-</u>	<u>1,044,409</u>	<u>1,044,409</u>
<u>\$ 131,062</u>	<u>\$ 89,699</u>	<u>\$ 776,936</u>	<u>\$ 2,021,229</u>	<u>\$ 1,201,224</u>

CITY OF PATTERSON, LOUISIANA
Debt Service Fund

Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
 Year Ended June 30, 2003
 With Comparative Totals for Year Ended June 30, 2002

	Public Improvement Funds	Sales Tax Refunding Bonds	1975 Paving Assessments Certificates of Indebtedness	1965, 1967, 1968, 1980 and 1981 Paving Assessment Funds
Revenues:				
Miscellaneous -				
Property assessments earned	\$ -	\$ -	\$ -	\$ -
Interest on assessments	-	-	-	-
Interest on deposits	3,261	3,179	-	973
Fines/fees on assessments	-	-	-	-
Other	-	-	-	-
Total revenues	<u>3,261</u>	<u>3,179</u>	<u>-</u>	<u>973</u>
Expenditures:				
Capital Outlay	-	-	-	-
Debt service -				
Principal retirement	90,800	115,000	-	-
Interest	44,649	31,613	-	-
Paying agents' fees and fiscal charges	1,121	-	-	-
Total expenditures	<u>136,570</u>	<u>146,613</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of revenues over expenditures	<u>- (133,309)</u>	<u>(133,434)</u>	<u>-</u>	<u>973</u>
Other financing sources (uses):				
Operating transfers in	176,777	97,886	-	-
Operating transfers out	-	-	-	-
Total other financing sources (uses)	<u>176,777</u>	<u>97,886</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of revenues and other sources over expenditures and other uses	<u>43,468</u>	<u>(34,297)</u>	<u>-</u>	<u>973</u>
Fund balances, beginning	<u>261,192</u>	<u>261,126</u>	<u>6,272</u>	<u>151,629</u>
Fund balances, ending	<u>\$ 304,660</u>	<u>\$ 326,829</u>	<u>\$ 6,272</u>	<u>\$ 152,602</u>

1990 Paving Assessment Fund	Public Improvement Sales Tax Books	2001 Paving Assessment Fund	Totals	
			2001	2001
\$ -	\$ -	\$ -	\$ -	\$ 578
-	-	-	-	52
840	1,228	-	11,716	16,688
-	-	-	-	-
-	-	-	-	-
<u>840</u>	<u>1,228</u>	<u>-</u>	<u>11,716</u>	<u>17,210</u>
-	8,048	-	8,048	46,719
-	25,000	-	250,000	190,000
-	37,150	-	388,987	44,219
-	480	-	1,530	2,818
<u>-</u>	<u>78,668</u>	<u>-</u>	<u>342,881</u>	<u>300,716</u>
<u>840</u>	<u>80,416</u>	<u>-</u>	<u>(211,163)</u>	<u>(210,443)</u>
-	48,987	-	321,794	370,338
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>-</u>	<u>48,987</u>	<u>-</u>	<u>321,794</u>	<u>370,338</u>
840	(22,460)	-	(7,400)	87,112
<u>1,680</u>	<u>(11,960)</u>	<u>-</u>	<u>1,021,805</u>	<u>964,682</u>
<u>\$ 2,730</u>	<u>\$ 59,881</u>	<u>\$ -</u>	<u>\$ 1,094,428</u>	<u>\$ 1,094,820</u>

CAPITAL PROJECTS FUNDS

- Drainage and Relocation Project** - To account for construction of drainage improvements and utility relocation. \$145,800 of drainage was financed by general obligation bonds and relocation costs were funded by a grant from the State Department of Transportation and Development.
- Regional Sewerage Facility Project** - To account for the City's portion of the financing and construction of a regional sewerage facility. The facility was jointly built by the City of Ferriss, Town of Newark and Wards Five and Eight of St. Mary Parish. The cost of the project was financed by proceeds from the sale of sewerage sales tax bonds, sewerage and solid waste sales tax bonds, and a grant from the state.
- Third Street Paving Project** - To account for the construction of paving improvements. The cost of the project was financed by property assessments and a grant from the parish.
- Maugley Street Paving Project** - To account for the construction of paving improvements. The cost of the project was financed by property assessments and a grant from the parish.
- City Hall and Jail Complex Project** - To account for the construction of a new city hall/jail complex for the City of Ferriss. The cost of the project is being financed by proceeds from the sale of public improvement sales tax bonds and a capital grant from the State of Louisiana.
- 2000 Paving Project** - To account for the construction of paving improvements. The cost of the project is financed by public improvement bonds, property assessments and a grant from the parish.

CITY OF EXTERMIN, LOUISIANA
Capital Project Funds

Comparing Balance Sheet
 June 30, 2003
 With Comparative Totals For June 30, 2002

	<u>Drainage and Recreation Project</u>	<u>Regional Sewerage Facility Project</u>	<u>Third Street Paving Project</u>	<u>Maple Street Paving Project</u>
ASSETS				
Cash	\$ 1,473	\$ -	\$ -	\$ -
Interest-bearing deposits	189,342	114,291	22,178	10,562
Receivables:				
Accrued interest receivable	-	33	-	-
Due from other funds	21,443	573	-	-
Due from other governmental units	-	-	-	-
	<u>\$ 131,628</u>	<u>\$ 114,863</u>	<u>\$ 22,178</u>	<u>\$ 10,562</u>
Total assets				
LIABILITIES AND FUNDS BALANCES				
Liabilities:				
Accounts payable	\$ -	\$ -	\$ -	\$ -
Accrued liabilities	-	-	-	-
Due to other funds	1,731	-	-	352
Total liabilities	<u>1,731</u>	<u>-</u>	<u>-</u>	<u>352</u>
Fund balances - unreserved:				
Designated for subsequent years' expenditures	129,897	114,863	22,178	10,210
	<u>\$ 131,628</u>	<u>\$ 114,863</u>	<u>\$ 22,178</u>	<u>\$ 10,562</u>
Total liabilities and fund balances				

City Hall & Jail Complex Project	2001 Fiscal Commission	Totals	
		2001	2002
\$ 900	\$ 722,170	\$ 723,794	\$ 14,711
999	-	280,116	305,216
-	-	35	35
100	3,600	26,384	22,784
<u>-</u>	<u>-</u>	<u>-</u>	<u>312,531</u>
<u>\$ 1,999</u>	<u>\$ 725,770</u>	<u>\$ 1,008,209</u>	<u>\$ 346,237</u>
\$ -	\$ 317,879	\$ 317,879	\$ 97,280
-	58,722	58,722	88,818
<u>-</u>	<u>-</u>	<u>2,692</u>	<u>3,981</u>
<u>-</u>	<u>376,601</u>	<u>379,293</u>	<u>190,111</u>
<u>1,999</u>	<u>348,172</u>	<u>658,612</u>	<u>281,169</u>
<u>\$ 1,999</u>	<u>\$ 725,770</u>	<u>\$ 1,008,209</u>	<u>\$ 346,237</u>

CITY OF PATTERSON, LOUISIANA
Capital Projects Funds

Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
 Year Ended June 30, 2005
 With Comparative Totals for Year Ended June 30, 2003

	Debiage and Relocation Project	Regional Sewerage Facility Project	Third Street Paving Project	Murphy Street Paving Project
Revenues:				
Intergovernmental				
State of Louisiana - grant	\$ -	\$ -	\$ -	\$ -
St. Mary Parish Council appropriation	-	-	-	-
Miscellaneous				
Property assessments earned	-	-	-	-
Interest on interest-bearing deposits	1,118	239	238	348
Total revenues	<u>1,118</u>	<u>239</u>	<u>238</u>	<u>348</u>
Expenditures				
General government	-	-	-	-
Capital outlay	-	-	-	-
Total expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of revenues over expenditures	<u>1,118</u>	<u>239</u>	<u>238</u>	<u>348</u>
Other financing sources:				
Operating transfers in	-	-	-	-
Proceeds from sale of bonds	-	-	-	-
Proceeds from sale of certificates	-	-	-	-
Total other financing sources	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess of revenues and other sources over expenditures and other uses	<u>1,118</u>	<u>239</u>	<u>238</u>	<u>348</u>
Fund balances, beginning	<u>129,819</u>	<u>114,696</u>	<u>31,845</u>	<u>12,832</u>
Fund balances, ending	<u>\$ 130,937</u>	<u>\$ 114,935</u>	<u>\$ 32,083</u>	<u>\$ 13,180</u>

City Hall & Jail Complex Project	2002 Parking Construction	Totals	
		2001	2002
\$ 8,114	\$ -	\$ 8,114	\$ 751,983
-	-	-	180,088
-	83,430	83,430	-
797	-	2,733	11,188
<u>8,871</u>	<u>83,430</u>	<u>96,216</u>	<u>888,162</u>
-	-	-	1,692
<u>134,579</u>	<u>1,364,245</u>	<u>1,498,824</u>	<u>1,584,272</u>
<u>134,579</u>	<u>1,364,245</u>	<u>1,498,824</u>	<u>1,585,964</u>
<u>(115,700)</u>	<u>(1,280,815)</u>	<u>(1,406,544)</u>	<u>(726,752)</u>
68,088	180	68,180	-
-	831,927	831,927	-
-	736,836	736,836	258,000
<u>68,088</u>	<u>1,628,983</u>	<u>1,696,993</u>	<u>258,000</u>
(57,780)	548,178	291,699	(476,312)
<u>38,373</u>	<u>-</u>	<u>338,188</u>	<u>818,688</u>
<u>\$ 1,287</u>	<u>\$ 548,178</u>	<u>\$ 830,617</u>	<u>\$ 318,388</u>

ENTREPRENEUR FUND

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

CITY OF PATTERSON, LOUISIANA
Enterprise Fund
Utility Fund

Comparative Balance Sheet
June 30, 2001 and 2000

ASSETS	2001	2000
Current assets:		
Cash	\$ 493,556	\$ 293,185
Interest-bearing deposits	345,863	483,537
Investments, at fair value	288,684	287,077
Receivables:		
Accounts receivable	327,293	311,588
Accrued interest receivable	78	78
Due from other funds	53,016	84,607
Prepaid insurance	13,188	1,623
Total current assets	1,523,615	1,603,715
Advances to other funds	129,000	129,000
Restricted assets:		
Bond and interest sinking fund -		
Interest-bearing deposits	86,112	85,712
Accrued interest receivable	117	117
Bond reserve fund -		
Interest-bearing deposits	62,600	128,318
Capital additions and contingencies fund -		
Cash	75,818	75,818
Interest-bearing deposits	1,318,739	1,659,286
Bond construction fund -		
Cash	48,864	48,864
Interest-bearing deposits	81,716	181,926
Customers' deposits -		
Cash	85,128	81,928
Interest-bearing deposits	180,271	180,271
Total restricted assets	1,728,127	1,819,721
Property, plant and equipment:		
Property, plant and equipment, at cost, net of accumulated depreciation (2000 \$1,578,118; 2001 \$5,115,814)	4,633,156	4,108,499
Total assets	\$ 3,854,848	\$ 3,428,935

	<u>2002</u>	<u>2001</u>
LIABILITIES AND FUND EQUITY		
Liabilities		
Current liabilities (payable from current assets) -		
Accounts payable	\$ 86,110	\$ 61,361
Due to other funds	17,058	16,671
Accrued liabilities	<u>18,415</u>	<u>1,150</u>
Total current liabilities (payable from current assets)	<u>121,583</u>	<u>81,182</u>
Current liabilities (payable from restricted assets) -		
Revenue bond payable, net of deferred amount on refunding and unamortized bond discount (2002: 10,119; 2001: 10,119)	60,361	63,373
Accrued interest payable	440	8,850
Customer deposits	<u>239,412</u>	<u>234,120</u>
Total current liabilities (payable from restricted assets)	<u>300,213</u>	<u>306,343</u>
Long-term liabilities -		
Revenue bonds payable, net of current portion, deferred amount on refunding, and unamortized bond discount (2002: 126,123; 2001: 103,000)	<u>311,618</u>	<u>603,502</u>
Total liabilities	<u>625,413</u>	<u>1,000,908</u>
Fund equity:		
Contributed capital -		
Customers	87,241	87,241
Municipality	3,440,367	3,440,367
Federal grants (net of accumulated amortization)	716,713	716,293
State grants (net of accumulated amortization)	<u>729,821</u>	<u>768,812</u>
Total contributed capital	<u>4,974,142</u>	<u>4,912,713</u>
Retained earnings -		
Reserved for revenue bond retirement	194,641	149,648
Unreserved	<u>103,680</u>	<u>(11,714)</u>
Total retained earnings	<u>298,321</u>	<u>137,934</u>
Total fund equity	<u>1,005,911</u>	<u>1,087,580</u>
Total liabilities and fund equity	<u>\$ 1,631,324</u>	<u>\$ 1,630,488</u>

CITY OF PATTERSON, LOUISIANA
Enterprise Fund
Utility Fund

Comparative Statement of Revenue, Expenses, and Changes in Retained Earnings
Years Ended June 30, 2003 and 2002

	<u>2003</u>	<u>2002</u>
Operating revenues		
Charges for services -		
Gas sales and services	\$ 1,280,276	\$ 914,983
Water sales and services	401,906	400,820
Sewerage services	373,780	330,773
Delinquency charges	41,269	37,280
Commissions, transfers and reconstructions	4,440	9,349
Miscellaneous	<u>18,560</u>	<u>17,085</u>
Total operating revenues	<u>2,099,531</u>	<u>1,729,712</u>
Operating expenses		
Administrative	308,074	230,528
Gas department	1,077,673	734,570
Water department	348,114	335,829
Sewerage department	<u>209,377</u>	<u>263,143</u>
Total operating expenses	<u>2,003,237</u>	<u>1,624,070</u>
Operating income (loss)	<u>96,293</u>	<u>105,642</u>
Nonoperating revenues (expenses):		
Interest income	34,444	37,043
Interest and fiscal charges	<u>(24,808)</u>	<u>(28,628)</u>
Total nonoperating revenues (expenses)	<u>9,636</u>	<u>8,415</u>
Income (loss) before operating transfers	(112,849)	83,075
Operating transfer out		
Operating transfers out	<u> </u>	<u>48,816</u>
Net income (loss)	(112,849)	34,259
Add: Depreciation on fixed assets acquired by federal grant revenues externally restricted for capital acquisitions and construction that reduce contributed capital	<u>66,945</u>	<u>66,945</u>
Increase in retained earnings	(45,904)	101,204
Retained earnings (deficit), beginning	<u>337,894</u>	<u>236,100</u>
Retained earnings, ending	<u>\$ 291,990</u>	<u>\$ 337,304</u>

CITY OF HATTISBORN, LOUISIANA
Enterprise Fund
Utility Fund

Comparative Statement of Operating Expenses by Department
Years Ended June 30, 2003 and 2002

	<u>2003</u>	<u>2002</u>
Administrative:		
Salaries	\$ 118,111	\$ 182,572
Payroll taxes	7,257	7,666
Retirement contributions	6,185	4,798
Group insurance	18,200	13,894
Billing and notice processing	16,348	14,003
Telephone	3,738	3,048
Office supplies	4,683	6,883
Office equipment maintenance and rentals	3,488	958
Building repairs and maintenance	3,019	873
Utilities	8,588	-
Vehicle repairs and maintenance	608	14
Depreciation	4,218	3,318
Training and seminars	968	1,218
Professional fees	18,628	8,328
General insurance	181,808	47,204
Operating Supplies	13,683	-
Miscellaneous	<u>16,128</u>	<u>22,872</u>
Total administrative	<u>338,878</u>	<u>378,128</u>
Gas department:		
Salaries	158,303	178,443
Payroll taxes	9,813	10,097
Retirement contributions	5,639	4,642
Group insurance	10,815	18,888
Uncollectible billings	5,200	880
Telephone	2,680	1,837
Utilities	5,072	3,513
Gas purchased	743,917	683,306
Operating supplies	3,942	2,339
Equipment repairs, maintenance and rentals	12,896	9,238
Distribution system repairs and maintenance	3,586	9,215
Vehicle oil and gas	4,649	5,481
Vehicle repairs and maintenance	15,298	14,748
Meters, hardware and lines	13,044	5,835
Depreciation	34,891	25,233
Training and seminars	12,371	-
Miscellaneous	<u>3,828</u>	<u>9,668</u>
Total gas department	<u>1,877,652</u>	<u>1,817,578</u>

CITY OF PATTERSON, LOUISIANA
Waterworks Fund
Utility Fund

Comparative Statement of Operating Expenses by Department (Continued)
Years Ended June 30, 2003 and 2002

	<u>2003</u>	<u>2002</u>
Water department:		
Salaries	\$ 152,890	\$ 111,423
Payroll taxes	8,787	8,772
Retirement contributions	4,851	2,318
Group insurance	22,338	13,762
Unallocable billings	1,689	248
Telephone	1,548	1,347
Depreciation	72,833	78,487
Utilities	21,804	17,326
Chemicals and agents	38,445	37,838
Operating supplies	3,584	1,126
Equipment repair and maintenance	12,387	18,342
Building repairs and maintenance	12,836	1,241
Distribution system repair and maintenance	1,036	3,277
Vehicle oil and gas	4,620	3,260
Vehicle repair and maintenance	1,478	2,883
Motors, hardware and maintenance	17,751	22,477
Tarrel and employee expense	8,338	-
Engineering cost	3,854	-
Miscellaneous	18,268	22,798
Total water department	<u>680,316</u>	<u>515,829</u>
Sewerage department:		
Depreciation	123,427	122,264
Unallocable billings	1,287	284
Utilities	9,771	32,686
Sewerage treatment	127,661	149,492
Operating supplies	798	500
Equipment repair, maintenance and rentals	3,223	2,994
Distribution system repair and maintenance	3,574	3,579
Engineering cost	2,246	-
Miscellaneous	428	1,422
Total sewerage department	<u>326,522</u>	<u>381,132</u>
Total operating expense	<u>\$ 1,006,838</u>	<u>\$ 896,961</u>

CITY OF PATTERSON, LOUISIANA
Enterprise Fund
Utility Fund

Comparative Statement of Cash Flows
Years Ended June 30, 2003 and 2002

	<u>2003</u>	<u>2002</u>
Cash flows from operating activities:		
Operating income (loss)	\$ (81,876)	\$ 305,642
Adjustments to reconcile operating income (loss) to net cash provided by operating activities-		
Depreciation	264,833	267,393
Changes in current assets and liabilities:		
(Increase) decrease in accounts receivable	(11,681)	(11,681)
(Increase) decrease in insurance	(1,542)	(2,191)
Increase (decrease) in accounts payable	24,881	(11,889)
Increase (decrease) in accrued liabilities	(4,671)	(922)
Total adjustments	<u>281,120</u>	<u>239,226</u>
Net cash provided by operating activities	<u>199,244</u>	<u>341,466</u>
Cash flows from noncapital financing activities:		
Cash paid to other funds	(58,148)	(121,654)
Cash received from other funds	<u>138,267</u>	<u>21,862</u>
Net cash provided by noncapital financing activities	<u>80,119</u>	<u>(99,792)</u>
Cash flows from capital and related financing activities:		
Acquisition of plant and equipment	(68,188)	-
Principal paid on revenue bond maturities	(79,000)	(82,000)
Interest paid on revenue bonds	(10,188)	(37,689)
Cash paid to bond refunding agent	(75,898)	-
Increase in customers' meter deposits	<u>5,218</u>	<u>11,732</u>
Net cash used by capital and related financing activities	<u>(218,056)</u>	<u>(118,957)</u>

CITY OF HATTISBERG, LOUISIANA
Enterprise Fund
Utility Fund

Comparative Statement of Cash Flows (Continued)
Years Ended June 30, 2003 and 2002

	<u>2003</u>	<u>2002</u>
Cash flows from investing activities:		
Purchase of interest-bearing deposits	\$ (41,937)	\$ (45,016)
Purchases in investments	-	-
Proceeds from the sale and maturities and interest-bearing deposits	41,826	39,968
Proceeds from maturities of investments	-	-
Interest on interest-bearing deposits	<u>34,661</u>	<u>37,987</u>
Net cash provided by investing activities	<u>34,549</u>	<u>32,939</u>
Net increase in cash and cash equivalents	34,549	184,016
Cash and cash equivalents, beginning of period	<u>1,629,212</u>	<u>1,629,212</u>
Cash and cash equivalents, end of period	<u>\$ 1,663,761</u>	<u>\$ 1,629,212</u>
Reconciliation of cash and cash equivalents per statements of cash flows to the balance sheet:		
Cash and cash equivalents, beginning of period -		
Cash - unrestricted	\$ 155,195	\$ 215,644
Interest-bearing deposits - unrestricted	796,116	771,604
Cash - restricted	307,850	196,150
Interest-bearing deposits - restricted	1,411,689	1,487,608
Less: Interest-bearing deposits with a maturity over three months	<u>(118,652)</u>	<u>(118,200)</u>
Total cash and cash equivalents	<u>1,629,212</u>	<u>1,629,212</u>
Cash and cash equivalents, end of period -		
Cash - unrestricted	455,156	155,195
Interest-bearing deposits - unrestricted	876,947	796,116
Cash - restricted	313,071	307,850
Interest-bearing deposits - restricted	1,118,913	1,411,689
Less: Interest-bearing deposits with a maturity over three months	<u>(118,213)</u>	<u>(118,652)</u>
Total cash and cash equivalents	<u>1,663,974</u>	<u>1,629,212</u>
Net increase	<u>\$ 34,661</u>	<u>\$ 184,016</u>

CITY OF PATTERSON, LOUISIANA
Enterprise Fund
Utility Fund

Schedule of Changes in Assets Restricted for Revenue Bond Debt Service
Years Ended June 30, 2003

	<u>Good and Interest Sinking</u>	<u>Good Revenue</u>	<u>Capital Addition and Contingencies</u>	<u>Total</u>
Cash, interest-bearing deposits and investments, July 1, 2002	\$ 97,899	\$ 128,148	\$ 1,026,234	\$ 1,252,281
Cash receipts:				
Transfers from operating cash	92,347	-	68,849	161,196
Interest on deposits	1,658	1,682	11,035	14,375
Total cash receipts	<u>94,005</u>	<u>1,682</u>	<u>79,884</u>	<u>175,571</u>
Total cash, interest-bearing deposits and investments	<u>191,904</u>	<u>129,830</u>	<u>1,106,118</u>	<u>1,427,652</u>
Cash disbursements:				
Principal payments	79,889	-	-	79,889
Interest payments	28,365	-	-	28,365
Transfer to operating	-	67,660	-	67,660
Total cash disbursements	<u>108,254</u>	<u>67,660</u>	<u>-</u>	<u>175,914</u>
Cash, interest-bearing deposits and investments, June 30, 2003	<u>\$ 83,650</u>	<u>\$ 62,170</u>	<u>\$ 1,106,118</u>	<u>\$ 1,251,938</u>

FIDUCIARY FUNDS

AGENCY FUNDS

Payroll and Disbursements Funds - To account for the contribution of two-clearing accounts which are used for the disbursements (except for transfers between funds) of all City funds, including those for purchases, payroll and payroll related costs.

CITY OF PATTERSON, LOUISIANA
Fiduciary Funds

Combining Balance Sheet
 June 30, 2003

With Comparative Totals for June 30, 2002

	<u>Payroll</u>	<u>Disbursement</u>	<u>Total</u>	
	<u>Fund</u>	<u>Fund</u>	<u>2003</u>	<u>2002</u>
ASSETS				
Cash	\$ 225,319	\$ 8,468	\$ 233,787	\$ 181,161
Due from other funds	-	16,595	16,595	16,128
Total assets	\$ 225,319	\$ 25,063	\$ 250,382	\$ 197,289
LIABILITIES				
Accrued liabilities	\$ 24,739	\$ -	\$ 24,739	\$ 26,254
Due to other funds	200,580	25,063	225,643	89,189
Total liabilities	\$ 225,319	\$ 25,063	\$ 250,382	\$ 197,289

CITY OF EASTBRIDGE, LOUISIANA
Fundatory Funds

Combining Statement of Changes in Assets and Liabilities
Year Ended June 30, 2005

	<u>Balance</u> <u>7/1/2004</u>	<u>Additions</u>	<u>Deductions</u>	<u>Balance</u> <u>6/30/2005</u>
PAYROLL FUND				
ASSETS				
Cash	\$ 85,784	\$ 1,360,114	\$ 1,192,368	\$ 1,053,530
LIABILITIES				
Accrued Liabilities	\$ 24,124	\$ 1,088,873	\$ 1,192,368	\$ 24,124
Due to-other funds	81,628	1,269,324	1,136,219	294,733
Total Liabilities	\$ 105,752	\$ 2,358,197	\$ 2,328,687	\$ 318,857
DISBURSEMENT FUND				
ASSETS				
Cash	\$ 11,457	\$ 1,965,295	\$ 1,968,284	\$ 8,468
Due from-other funds	18,129	1,890,261	1,890,124	16,266
Total assets	\$ 29,586	\$ 3,855,556	\$ 3,858,408	\$ 24,734
LIABILITIES				
Accrued Liabilities	\$ -	\$ -	\$ -	\$ -
Due to-other funds	27,628	893,121	817,231	25,624
Total Liabilities	\$ 27,628	\$ 893,121	\$ 817,231	\$ 25,624
TOTALS - ALL FUNDARY FUNDS				
ASSETS				
Cash	\$ 100,141	\$ 3,225,619	\$ 3,090,692	\$ 103,297
Due from-other funds	18,129	1,890,261	1,890,124	36,286
Total assets	\$ 118,270	\$ 5,115,880	\$ 4,980,816	\$ 139,583
LIABILITIES				
Accrued Liabilities	\$ 24,124	\$ 1,108,873	\$ 1,192,368	\$ 24,728
Due to-other funds	89,956	2,128,442	1,980,857	270,614
Total Liabilities	\$ 114,080	\$ 3,237,315	\$ 3,173,225	\$ 295,342

GENERAL FIXED ASSETS ACCOUNT GROUP

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

CITY OF RAITERSON, LOUISIANA

**Comparative Statement of General Fixed Assets
June 30, 2003 and 2002**

	<u>2003</u>	<u>2002</u>
General fixed assets, at cost:		
Land	\$ 230,244	\$ 230,244
Buildings	2,944,873	818,180
Equipment	1,081,355	965,465
Construction in progress	<u> </u>	<u>1,943,826</u>
Total general fixed assets	<u>\$ 3,956,292</u>	<u>\$ 3,957,715</u>
Investment in general fixed assets:		
Property acquired from -		
General Fund revenues	\$ 1,256,877	\$ 1,840,987
Federal revenue sharing funds	26,180	26,180
Federal and local grants	1,895,998	1,897,794
Special revenue fund revenues	379,825	379,825
Capital projects funds - sales tax bonds	<u>1,198,282</u>	<u>1,862,769</u>
Total investment in general fixed assets	<u>\$ 3,956,292</u>	<u>\$ 3,957,715</u>

CITY OF PATTERSON, LOUISIANA

**Statement of Changes in General Fixed Assets
Year Ended June 30, 2003**

	<u>Land</u>	<u>Buildings</u>	<u>Equipment</u>	<u>Construction in progress</u>	<u>Total</u>
General fixed assets, beginning	\$ 236,244	\$ 458,130	\$ 862,462	\$ 1,063,026	\$ 2,599,722
Additions:					
General Fund revenues	-	-	215,890	-	215,890
Capital Projects	-	-	-	126,440	126,440
Debt Service	-	-	-	8,648	8,648
State grant	-	-	-	8,114	8,114
Completion of construction in progress	-	2,086,462	-	-	2,086,462
Total additions	-	2,086,462	215,890	142,602	2,444,954
Deletions	-	-	-	2,086,462	2,086,462
General fixed assets, ending	\$ 236,244	\$ 1,544,652	\$ 1,078,352	\$ -	\$ 3,859,248

GENERAL LONG-TERM DEBT ACCOUNT GROUP

To account for unmatured principal amounts on general long-term debt expected to be financed from governmental type funds. Payment of maturing obligations, including interest, are accounted for in the debt service funds.

CITY OF PATTERSON, LOUISIANA

Statement of General Long-Term Debt

June 30, 2005

With Comparative totals for June 30, 2002

	Faving Certificates of Indebtedness	Public Improvement Bonds	General Obligation Sales Tax Bonds
AMOUNT AVAILABLE AND TO BE PROVIDED FOR THE RETIREMENT OF GENERAL LONG-TERM DEBT			
Amount available to debt service Bonds for debt retirement	\$ -	\$ 408,000	\$ 446,160
Amount to be provided from:			
Faving assessments revenues	776,834	-	-
Ad valorem taxes	-	651,194	-
Sales and use taxes	-	-	781,688
Total available and to be provided	<u>\$ 776,834</u>	<u>\$ 1,059,894</u>	<u>\$ 1,158,000</u>
GENERAL LONG-TERM DEBT PAYABLE			
Faving certificates payable	\$ 776,834	\$ -	\$ -
Bonds payable	-	1,059,894	1,158,000
Total general long-term debt payable	<u>\$ 776,834</u>	<u>\$ 1,059,894</u>	<u>\$ 1,158,000</u>

Total	
2000	2001

\$	854,900	\$	854,983
----	---------	----	---------

	719,836		-
	811,264		231,899
	<u>761,640</u>		<u>784,919</u>

\$	<u>1,316,536</u>	\$	<u>1,639,882</u>
-----------	-------------------------	-----------	-------------------------

\$	751,926	\$	-
	<u>1,940,000</u>		<u>1,920,000</u>

\$	<u>1,301,926</u>	\$	<u>1,920,000</u>
-----------	-------------------------	-----------	-------------------------

OTHER SUPPLEMENTARY INFORMATION

CITY OF PATTERSON, LOUISIANA
Receipts Fund

Schedule of Number of Utility Customers
(Continued)
June 30, 2003

Records maintained by the City indicated the following number of customers were being served during the months of June 2002 and 2003:

<u>Department</u>	<u>2002</u>	<u>2003</u>
Gas (metered)	1,810	1,890
Water (metered)	2,774	2,824
Sewerage	2,650	2,685
Sanitation ¹	2,247	2,133

CITY OF PATTERSON, LOUISIANA
Electric Fund
Utility Fund

Comparative Departmental Analysis of Revenues and Expenses
Years Ended June 30, 2001 and 2002

	Total		Chg	
	2001	2002	2001	2002
Operating revenues				
Charges for services -				
Customers	\$ 1,043,892	\$ 1,043,277	\$ 1,000,000	\$ 94,888
Delinquency charges	41,000	37,000	21,400	20,700
Commissions, rentals, and miscellaneous	4,840	5,249	3,899	3,840
Miscellaneous	18,200	17,000	1,820	1,710
Total operating revenue	<u>1,086,892</u>	<u>1,102,526</u>	<u>1,033,119</u>	<u>99,148</u>
Operating expenses				
Salaries	281,809	322,440	190,000	190,440
Payroll taxes	25,897	25,713	9,800	20,897
Retirement contributions	14,230	13,700	3,800	4,440
Group insurance	14,974	16,684	11,000	20,890
Gas purchase	761,317	443,000	181,017	443,000
Chemicals and supplies	29,440	27,488	-	-
Equipment repairs and maintenance	22,864	27,488	11,876	1,754
Distribution system repairs and maintenance	160,76	162,211	1,560	9,211
Vehicle oil and gas	3,399	3,241	4,640	3,484
Vehicle repairs and maintenance	21,479	16,880	11,700	14,740
Miscellaneous hardware and linen	30,890	26,211	13,040	3,890
Professional fees	14,970	9,334	-	-
Depreciation	204,833	207,291	54,670	61,040
Insurance	141,639	67,244	-	-
Office expense	26,570	18,289	3,040	5,479
Overhead treatment	171,000	169,691	-	-
Other	144,410	100,740	11,700	10,241
Allocation of administrative expense	-	-	99,080	76,111
Total operating expenses	<u>2,081,627</u>	<u>1,826,230</u>	<u>1,172,020</u>	<u>1,026,540</u>
Operating income (loss)	<u>(1,014,735)</u>	<u>(723,704)</u>	<u>(148,901)</u>	<u>(107,392)</u>
Nonoperating revenues (expenses)				
Interest income	54,800	70,241	-	-
Revenues from sale of assets	-	-	-	-
Interest and fiscal charges	<u>(24,300)</u>	<u>(24,600)</u>	-	-
Total nonoperating revenues (expenses)	<u>(29,500)</u>	<u>(54,359)</u>	<u>(29,500)</u>	<u>(54,359)</u>
Income (loss) before operating transfer	<u>(1,044,235)</u>	<u>(778,063)</u>	<u>(178,401)</u>	<u>(161,751)</u>
Operating transfer to (from)	-	(6,640)	-	-
Net income (loss)	<u>(1,044,235)</u>	<u>(784,703)</u>	<u>(178,401)</u>	<u>(161,751)</u>
ADD: Depreciation on fixed assets acquired				
Internal goods received externally recorded				
for capital acquisitions and maintenance	<u>64,900</u>	<u>64,900</u>	-	-
that reduces contributed capital	<u>(41,900)</u>	<u>(26,800)</u>	-	-
Increase (decrease) in restricted earnings	<u>23,000</u>	<u>38,100</u>	-	-
Netted earnings (deficit), beginning	<u>273,000</u>	<u>208,000</u>	-	-
Netted earnings, ending	<u>\$ 492,800</u>	<u>\$ 301,400</u>	-	-

Wage		Benefit		Administrative	
2007	2008	2007	2008	2007	2008
\$ 11,876	\$ 10,628	\$ 11,790	\$ 12,771	\$ -	\$ -
1,540	1,175	7,981	7,881	-	-
1,493	1,496	3,183	3,681	-	-
<u>1,826</u>	<u>4,442</u>	<u>6,662</u>	<u>3,628</u>		
<u>\$ 15,231</u>	<u>\$ 16,666</u>	<u>\$ 27,233</u>	<u>\$ 28,480</u>		
111,380	111,621	-	-	101,111	102,170
1,787	1,171	-	-	7,157	7,446
4,188	3,888	-	-	4,188	4,788
11,024	11,781	-	-	10,116	11,894
-	-	-	-	-	-
10,440	11,028	-	-	-	-
11,187	10,242	1,111	1,396	7,186	428
1,126	1,027	1,174	1,179	-	-
4,480	3,780	-	-	-	-
1,471	1,480	-	-	604	14
17,711	11,477	-	-	-	-
1,899	-	1,798	-	10,617	1,021
71,021	74,487	101,427	102,144	42,121	1,212
-	-	-	-	88,189	41,214
1,188	1,128	-	-	26,007	4,884
-	-	107,180	108,490	-	-
41,768	41,624	11,024	11,719	48,484	31,244
<u>181,287</u>	<u>181,671</u>	<u>111,188</u>	<u>112,188</u>	<u>100,026</u>	<u>108,222</u>
<u>404,181</u>	<u>424,020</u>	<u>491,710</u>	<u>511,887</u>		
<u>\$ 1,015,555</u>	<u>\$ 1,015,362</u>	<u>\$ 1,015,621</u>	<u>\$ 1,015,361</u>		

CITY OF FORTBERRON, LOUISIANA

**Schedule of Insurance in Force
(Unaudited)
June 30, 2003**

<u>Description of Coverage</u>	<u>Coverage Amount</u>
Workers's Compensation - Employer's liability	Statutory 1,000,000
Surety Bonds -	
Mrs. Pamela Washington	25,000
Ms. Angela Shilling	5,000
Public employees	5,000
Public right-of-way	1,125
Policeman's Professional Liability	1,000,000
Comprehensive General Liability, Bodily Injury, and Property Damage	500,000
Comprehensive Automobile Liability	500,000
Fire, Lightning, and Extended Coverage - Buildings and contents, all risks except flood and earthquakes	1,010,500
Business Reversion Program -	
Death and Dismemberment	1,000
Medical expense	20,000
Public officials errors and omissions	500,000

CITY OF PATTERSON, LOUISIANA

**Schedule of Interest-Bearing Deposits - All Funds
June 30, 2003**

	<u>Term</u>	<u>Maturity Date</u>	<u>Interest Rate</u>	<u>Total Amount</u>
General Fund:				
Insured Money Market	N/A	N/A	0.650%	\$ 188,350
Insured Money Market	N/A	N/A	0.650%	878,993
Insured Money Market	N/A	N/A	0.650%	48,558
Insured Money Market	N/A	N/A	0.650%	298,773
Insured Money Market	N/A	N/A	0.650%	44,791
Savings	N/A	N/A	0.300%	283,698
Savings	N/A	N/A	0.300%	3,585
Savings	N/A	N/A	0.300%	2,218
Certificate of Deposit	31 days	7/23/03	1.000%	45,000
Certificate of Deposit - Patterson State Bank	91 days	7/28/03	1.100%	30,000
Certificate of Deposit - Patterson State Bank	91 days	9/18/03	0.750%	30,000
Certificate of Deposit - Patterson State Bank	182 days	9/21/03	1.200%	799
Certificate of Deposit - Patterson State Bank	181 days	11/21/03	0.900%	301,487
Certificate of Deposit - Patterson State Bank	182 days	9/21/03	1.200%	<u>86,452</u>
				<u>2,038,363</u>
Special Revenue Fund:				
Sewerage and Solid Waste Sales Tax Fund -				
Insured Money Market	N/A	N/A	0.650%	832,333
Certificate of Deposit - Patterson State Bank	181 days	9/28/03	1.200%	115,800
Treasury Fund	N/A	N/A	Various	<u>836,538</u>
				<u>1,984,671</u>
All Voters Tax Collection Fund:				
Savings	N/A	N/A	0.600%	<u>41,729</u>
Fire Department Equipment Fund -				
Insured Money Market	N/A	N/A	0.650%	183,648
Certificate of Deposit - Patterson State Bank	90 days	7/24/03	1.100%	25,000
Certificate of Deposit - Patterson State Bank	1 year	8/24/03	1.700%	<u>60,318</u>
				<u>268,966</u>
Emergency Management Fund:				
Insured Money Market	N/A	N/A	0.650%	<u>23,328</u>
				<u>2,115,326</u>

CITY OF BATTERSON, LOUISIANA

Schedule of Interest-Bearing Deposits - All Funds (Continued)
June 30, 2008

	<u>Term</u>	<u>Maturity Date</u>	<u>Interest Rate</u>	<u>Total Amount</u>
Debt Service Funds				
Public Improvement Bonds Fund -				
Insured Money Market	N/A	N/A	0.650%	<u>1,118,218</u>
Sales Tax Revenue Refunding Bonds Series -				
Insured Money Market	N/A	N/A	0.550%	99,569
Certificate of Deposit - Patterson State Bank	182 days	11/17/2008	1.180%	<u>258,817</u>
				<u>358,386</u>
Sales Tax Sinking Fund -				
Insured Money Market	N/A	N/A	0.550%	8,148
Insured Money Market - Reserve	N/A	N/A	0.650%	<u>81,245</u>
				<u>89,393</u>
1996, 1997, 1999, 1998 AND 1982 Parking Assessment Funds -				
Savings	N/A	N/A	0.380%	183
Certificate of Deposit - Patterson State Bank	182 days	8/31/2008	1.380%	84,917
Certificate of Deposit - Patterson State Bank	182 days	8/18/2008	1.380%	20,973
Certificate of Deposit - Patterson State Bank	182 days	8/18/2008	1.380%	<u>21,688</u>
				<u>127,561</u>
1990 Street Paving Project -				
Insured Money Market	N/A	N/A	0.650%	<u>81,148</u>
				<u>81,148</u>
Total debt service funds				
				<u>971,298</u>
Capital Projects Funds:				
1980 Drainage Project Fund -				
Insured Money Market	N/A	N/A	0.450%	<u>128,192</u>
Regional Sewerage Facility Project Fund -				
Insured Money Market	N/A	N/A	0.650%	13,789
Certificate of Deposit - Patterson State Bank	182 days	8/28/2008	1.280%	20,800
Certificate of Deposit - Patterson State Bank	182 days	8/18/2008	1.280%	<u>80,833</u>
				<u>115,422</u>
Third Street Paving Project Fund -				
Insured Money Market	N/A	N/A	0.650%	<u>21,176</u>
Murphy Street Paving Project Fund -				
Insured Money Market	N/A	N/A	0.650%	<u>21,562</u>

CITY OF PATTERSON, LOUISIANA

Schedule of Interest-Bearing Deposits -- All Funds (Continued)
June 30, 2003

	<u>Term</u>	<u>Maturity Date</u>	<u>Interest Rate</u>	<u>Total Amount</u>
Sales Tax Bond Construction Fund :				
Interest Money Market	NA	NA	0.650%	<u>\$ 500</u>
Total capital/project funds				<u>500.00</u>
Utility Funds:				
Interest Money Market	NA	NA	0.650%	487,860
Interest Money Market	NA	NA	0.650%	1,090,228
Interest Money Market	NA	NA	0.650%	92,714
Savings	NA	NA	0.500%	23,146
Savings	NA	NA	0.500%	52,611
Certificate of Deposit - Patterson State Bank	92 days	11/14/2003	1.500%	140,271
Certificate of Deposit - Patterson State Bank	92 days	8/25/2003	1.500%	41,937
Treasury Fund	NA	NA	Various	<u>283,688</u>
				<u>3,182,480</u>
Total - all funds				<u>3,784,441</u>

**INTERNAL CONTROL
AND
COMPLIANCE**

**Independent Auditor's Report on Compliance and on
Internal Control over Financial Reporting Based on an
Audit of General Purpose Financial Statements Performed in
Accordance with Government Auditing Standards**

The Honorable James L. Eustace, Mayor
and Members of the City Council
City of Patterson, Louisiana

We have audited the general purpose financial statements of the City of Patterson, Louisiana, as of and for the year ended June 30, 2003, and have issued our report thereon dated November 13, 2003. We conducted our audit in accordance with auditing standards generally accepted in the United States of America, and the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States.

Compliance

As part of obtaining reasonable assurance about whether the City of Patterson, Louisiana's general purpose financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grants, noncompliance with which could have a direct and material effect on the determination of general purpose financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit and, accordingly, we do not express such an opinion. The results of our tests disclosed two instances of noncompliance that are required to be reported under Government Auditing Standards. These instances of noncompliance are reported as items 2003-01 through 2003-02 on Part 2 of the Schedule of Findings and Questioned Costs.

Internal Control over Financial Reporting

In planning and performing our audit, we considered the City of Patterson, Louisiana's internal control over financial reporting in order to determine our auditing procedures for the purpose of expressing our opinion on the general purpose financial statements and not to provide assurance on the internal control over financial reporting. However, we noted one matter involving the internal control over reporting and its operations that we consider to be a reportable condition. Reportable conditions involve matters coming to our attention relating to significant deficiencies in the design or operation of the internal control over financial reporting that, in our judgment, could adversely affect the City of Patterson, Louisiana's ability to record, process, summarize and report financial data consistent with assertions of management in the general purpose financial statements. The reportable condition is described in the accompanying schedule of findings and questioned costs as item 2003-03.

A material weakness is a condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that misstatements in amounts that would be material in relation to the general purpose financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. Our consideration of the internal control structure over financial reporting, would not necessarily disclose all matters in the internal control that might

be reportable conditions and accordingly, would not necessarily disclose all reportable conditions that are also considered to be material weaknesses. We believe that the reportable condition described at 2003-03 in the accompanying schedule of findings and questioned costs is a material weakness.

This report is intended for the information and use of the City Council, management and others within the organization and is not intended to be and should not be used by anyone other than those specified parties. However, under Louisiana Revised Statute 24:113, this report is distributed by the Legislative Auditor as a public document.

Guidry, Charviret & Taylor
A Corporation of Certified Public Accountants

Franklin, Louisiana
November 23, 2003

CITY OF PATTERSON, LOUISIANA

**Summary Schedule of Prior Year Findings
Year Ended June 30, 2000**

2000-01	Finding:	Operating budget not submitted to Council timely
	Status:	This finding has been resolved. The operating budget was submitted to the Council within the required time frame.
2000-02	Finding:	Amendments to Operating Budget not approved prior to year-end
	Status:	This finding only applied to 2000.
2000-03	Finding:	Monthly financial statements compared to budget not submitted to Council
	Status:	This finding was not resolved and will be re-rated in 2000 as finding 2000-01.
2000-04	Finding:	Annual finance report not submitted to Council
	Status:	This finding was not resolved and will be re-rated in 2000 as finding 2000-02.
2000-05	Finding:	Computerized accounting system
	Status:	This finding has been partially resolved. However, it will be re-rated in 2000 as finding 2000-03 to emphasize the importance of obtaining reliable accounting data.

CITY OF PATTERSON, LOUISIANA
Schedule of Findings and Questioned Costs
Year Ended June 30, 2005

Part 1: Summary of Auditor's Results

FINANCIAL STATEMENTS

Auditor's Report – Financial Statements

An unqualified opinion has been issued on the City of Patterson, Louisiana's general purpose financial statements as of and for the year ended June 30, 2005.

Reportable Conditions – Financial Statements

There was one reportable condition in internal control over financial reporting disclosed during the audit of the financial statements.

Material Noncompliance – Financial Reporting

There were two material instances of noncompliance noted during the audit of the financial statements.

FEDERAL AWARDS

This section is not applicable for the fiscal year ended June 30, 2005.

Part 2: Findings Relating to an Audit in Accordance with Government Auditing Standards

2005-01 Monthly financial statement compared to budget

Finding:

Monthly financial statements with budget comparisons are not being submitted to the council as required by the Home Rule Charter no later than fifteen days after the end of the month.

Recommendation:

Timely financial statements should be given to the council.

2005-02 Financial report to the Council

Finding:

The City of Patterson's Home Rule Charter requires that sixty-five days after the end of the fiscal year a complete report on the finances and administrative activities of the City be submitted to the council. The City has not complied with this requirement.

Recommendation:

Timely reports should be given to the council.

CITY OF PATTERSON, LOUISIANA

**Schedule of Findings and Questioned Costs (Continued)
Year Ended June 30, 2005**

2001-02 Computerized Accounting System

Finding:

The City has been having problems generating reliable accounting data to provide to the council and for use of management for at least two years. The accounting package is generating unreliable budget to actual comparisons since the system was implemented. In addition, several other conditions within the program make obtaining reliable accounting information difficult and cumbersome to obtain.

Recommendation:

The City should consult with its software provider to seek its assistance in resolving these problems. Should the software provider be unable or unwilling to correct these problems and limitations, the City should seriously explore the costs versus the benefits of changing accounting software to a system that can more readily generate and supply usable data.

Part 3: Findings and Questioned Costs Relating to Federal Programs

At June 30, 2005, the City of Patterson, Louisiana did not meet the requirements to have a single audit in accordance with OMB Circular A-133, therefore this section is not applicable.

CITY OF PATTERSON, LOUISIANA

**Management's Corrective Action Plan For Current Year Findings
Year Ended June 30, 2003**

Response to Finding 2001-01:

The City continues to experience some difficulty with its computer system. These difficulties have caused delays in producing timely financial information. Due to these delays, the City was unable to generate reliable financial information in order to prepare reasonable budget projections and comparisons of the budget with actual results. The City is working on resolving these problems through contact with its software provider. The City also continues to explore the benefits and costs of upgrading the current accounting package or its converting to a new accounting package.

Response to Finding 2001-02:

See response to 2000-01.

Response to Finding 2000-03:

See response to 2000-01.