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# CITY OF CROWLEY, LOUISIANA

Financial Report

For the Year Ended August 31, 2008

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 Baton Rouge office of the Legislative Auditor and, where appropriate, at the office of the parish clerk of court.

Release Date 2/18/09

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The Honorable Greg A. Jones, Mayor  
and Members of the City Council  
City of Crowley, Louisiana

We have audited the accompanying financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component unit, each major fund, and the aggregate remaining fund information of the City of Crowley, Louisiana, as of and for the year ended August 31, 2008, which collectively comprise the City's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the City's management. Our responsibility is to express opinions on these financial statements based on our audit. The prior year comparative information has been derived from the City's 2007 financial statements and, our report dated December 14, 2007, we expressed unqualified opinions on the respective financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information.

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

The financial statements do not include financial data for some of the City's legally separate component units. Accounting principles generally accepted in the United States of America require the financial data for those component units to be reported with the financial data of the City's primary government unless the City also issues financial statements for the financial reporting entity that include the financial data for its component units. The City has not issued such reporting entity financial statements. The effects of the omission of these governmental agencies on assets, liabilities and fund equity at August 31, 2008 and the excess of revenues over expenditures for the year then ended on the financial statements cannot be determined.

In our opinion, because of the omission of the discretely presented component units, as discussed above, the financial statements referred to above do not present fairly, in conformity with accounting principles generally accepted in the United States of America, the financial position of the aggregate discretely presented component units of the City of Crowley, Louisiana, as of August 31, 2008, or the changes in financial position thereof for the year then ended.

In addition, in our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Crowley, Louisiana, as of August 31, 2008, and the respective changes in financial position and cash flows, where applicable, thereof 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 January 15, 2009 on our consideration of the City of Crowley, Louisiana's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with Government Auditing Standards and important for assessing the results of our audit.

The required supplementary information, on pages 51 through 54, is not a required part of the basic financial statements, but is supplementary information required by accounting principles generally accepted in the United States of America. We have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the required supplementary information. However, we did not audit the information and express no opinion on it.

The City has not presented management's discussion and analysis that the Governmental Accounting Standards Board has determined is necessary to supplement, although not required to be part of, the basic financial statements.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City of Crowley, Louisiana's basic financial statements. The other supplementary information on pages 57 through 78 is presented for purposes of additional analysis and is not a required part of the basic financial statements. The accompanying schedule of expenditures of federal awards on page 85 is presented for purposes of additional analysis as required by U.S. Office of Management and Budget Circular A-133, Audits of States, Local Governments, and Non-Profit Organizations, and is not a required part of the financial statements of the City of Crowley, Louisiana. Such information, except for the budgetary comparison schedules on pages 57 through 62 on which we express no opinion, has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated in all material respects in relation to the basic financial statements taken as a whole.

***Kolder, Champagne, Slaven & Company, LLC***  
Certified Public Accountants

Abbeville, Louisiana  
January 15, 2009

**BASIC FINANCIAL STATEMENTS**

**GOVERNMENT-WIDE  
FINANCIAL STATEMENTS (GWFS)**

CITY OF CROWLEY, LOUISIANA

Statement of Net Assets  
August 31, 2008

	Primary Government			Component Unit
	Governmental Activities	Business-Type Activities	Total	
<b>ASSETS</b>				
Current assets:				
Cash and interest-bearing deposits	\$ 8,468,246	\$ 443,407	\$ 8,911,653	\$ 143,800
Investments	977,384	958	978,342	-
Receivables, net	287,479	181,553	469,032	-
Due from other governmental units	1,871,953	-	1,871,953	-
Internal balances	485,000	(485,000)	-	-
Prepaid expense	469,890	-	469,890	-
Total current assets	<u>12,559,952</u>	<u>140,918</u>	<u>12,700,870</u>	<u>143,800</u>
Noncurrent assets:				
Restricted assets:				
Interest-bearing deposits	870,925	677,579	1,548,504	-
Capital assets, net	<u>12,555,691</u>	<u>15,714,789</u>	<u>28,270,480</u>	<u>-</u>
Total noncurrent assets	<u>13,426,616</u>	<u>16,392,368</u>	<u>29,818,984</u>	<u>-</u>
Total assets	<u>25,986,568</u>	<u>16,533,286</u>	<u>42,519,854</u>	<u>143,800</u>
<b>LIABILITIES</b>				
Current liabilities:				
Accounts and other payables	454,096	34,612	488,708	-
Contracts payable	485,441	16,600	502,041	-
Retainage payable	14,495	-	14,495	-
Claims payable	59,821	-	59,821	-
Deferred revenue	478,000	-	478,000	-
Bonds payable	956,425	370,000	1,326,425	-
Capital lease payable	110,592	-	110,592	-
Accrued interest payable	45,915	-	45,915	-
Total current liabilities	<u>2,604,785</u>	<u>421,212</u>	<u>3,025,997</u>	<u>-</u>
Noncurrent liabilities:				
Bonds payable	8,568,162	5,047,082	13,615,244	-
Capital lease payable	<u>493,338</u>	<u>-</u>	<u>493,338</u>	<u>-</u>
Total noncurrent liabilities	<u>9,061,500</u>	<u>5,047,082</u>	<u>14,108,582</u>	<u>-</u>
Total liabilities	<u>11,666,285</u>	<u>5,468,294</u>	<u>17,134,579</u>	<u>-</u>
<b>NET ASSETS</b>				
Invested in capital assets, net of related debt	1,927,238	10,651,107	12,578,345	-
Restricted for:				
Debt service	849,273	307,579	1,156,852	-
Sales tax dedications	6,403,325	-	6,403,325	-
Unrestricted	<u>5,140,447</u>	<u>106,306</u>	<u>5,246,753</u>	<u>143,800</u>
Total net assets	<u>\$ 14,320,283</u>	<u>\$ 11,064,992</u>	<u>\$ 25,385,275</u>	<u>\$ 143,800</u>

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

CITY OF CROWLEY, LOUISIANA

Statement of Activities  
For the Year Ended August 31, 2008

Activities	Program Revenues				Net (Expense) Revenues and Changes in Net Assets			Component Unit
	Expenses	Fees, Fines, and Charges for Services	Operating		Governmental Activities	Primary Government		
			Grants and Contributions	Capital Grants and Contributions		Business-Type Activities	Total	
<b>Governmental activities:</b>								
General government	\$ 1,684,693	\$ 656,602	\$ 3,089	\$ -	\$ (1,025,002)	\$ -	\$ (1,025,002)	\$ -
Public safety	4,727,487	108,901	109,187	57,090	(4,452,309)	-	(4,452,309)	-
Public works	2,067,913	-	-	718,017	(1,349,896)	-	(1,349,896)	-
Economic development	249,993	-	5,000	-	(244,993)	-	(244,993)	-
Culture and recreation	1,375,575	222,514	15,289	-	(1,137,772)	-	(1,137,772)	-
Cemetery	90,741	4,475	-	-	(86,266)	-	(86,266)	-
Interest on long-term debt	415,115	-	-	-	(415,115)	-	(415,115)	-
Total governmental activities	10,611,517	992,492	132,565	775,107	(8,711,353)	-	(8,711,353)	-
<b>Business-type activities:</b>								
Sewer	2,022,396	1,479,756	-	-	-	(542,640)	(542,640)	-
Component unit:								
Crowley City Marshal	142,892	144,535	-	-	-	-	-	1,643
Total	\$12,776,805	\$ 2,616,783	\$ 132,565	\$ 775,107	\$ (8,711,353)	\$ (542,640)	\$ (9,253,993)	\$ 1,643

General revenues:

Taxes -	
Property taxes, levied for general purposes	1,564,159
Sales and use taxes, levied for general purposes	6,991,999
Payment in lieu of taxes	10,000
Franchise and chain store taxes	994,064
2% Fire insurance proceeds	58,213
Grants and contributions not restricted to specific programs -	
State sources	418,972
Interest and investment earnings	391,445
Miscellaneous	261,506
Loss on disposal of capital assets	(15,008)
Transfers	(72,100)
Total general revenues and transfers	10,603,250
Change in net assets	1,891,897
Net assets - September 1, 2007	12,378,739
Prior period adjustment	49,647
Net assets - August 31, 2008	\$14,320,283

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

**FUND FINANCIAL STATEMENTS (FFS)**

## MAJOR FUND DESCRIPTIONS

### General Fund

The General Fund is used to account for resources traditionally associated with governments which are not required to be accounted for in another fund.

### Special Revenue Funds

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

#### Sales Tax Fund

To account for the receipt and use of proceeds of the City's one percent parishwide sales and use tax levied in 1963 and the one-half percent sales and use tax levied in 1978. The one percent sales and use tax is dedicated to the following purposes: (1) public safety, public health, public works, sanitation, general government; (2) maintaining and repairing streets, roads, highways, avenues, drain ditches and canals; and (3) providing for operating expenses of said departments including salaries of personnel and capital outlay. The one-half percent sales and use tax is dedicated to increasing the compensation of all employees of the City and for any other lawful corporate or public purpose.

#### One-Half Cent Sales Tax - Salary Fund

To account for the receipt and use of proceeds of the City's one-half percent sales and use tax levied in 1982, which are dedicated for the purpose of City employee salary increases to be divided as follows: (1) 33-1/3% to all employees not otherwise covered herein, (2) 33-1/3% to all fire personnel, and (3) 33-1/3% to all police personnel (to be paid across the board equally).

#### One-Half Cent Sales Tax - Street Improvement Fund

To account for the receipt and use of proceeds of the City's one-half percent sales and use tax levied in 1997, which is dedicated for the purposes of constructing, improving, and resurfacing City streets and to fund the proceeds of the tax into bonds to be issued in series from time to time for such purposes.

### Enterprise Fund

#### Utility Fund

To account for the provision of 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 CROWLEY, LOUISIANA

Balance Sheet  
Governmental Funds  
August 31, 2008

ASSETS	General Fund	Sales Tax Fund	One-Half Cent Sales Tax - Salary Fund
Cash and interest-bearing deposits	\$ 1,462,546	\$ 1,800,978	\$ 123,041
Investments	974,143	1,021	336
Receivables:			
Taxes receivable	153,930	-	-
Accrued interest receivable	9,249	10,985	355
Other	21,080	-	-
Due from other funds	485,100	-	-
Due from other governmental units	764,097	336,844	112,281
Prepaid expenses	469,890	-	-
Total assets	<u>\$ 4,340,035</u>	<u>\$ 2,149,828</u>	<u>\$ 236,013</u>
LIABILITIES AND FUND BALANCES			
Liabilities:			
Accounts payable	\$ 152,696	\$ -	\$ -
Accrued liabilities	206,536	-	-
Contract payable	485,441	-	-
Retainage payable	14,495	-	-
Claims payable	2,081	-	-
Due to other funds	-	-	-
Deferred revenue	220,000	-	-
Total liabilities	<u>1,081,249</u>	<u>-</u>	<u>-</u>
Fund balances:			
Reserved for debt service	-	-	-
Unreserved, designated for:			
Collision losses	205,577	-	-
Industrial inducement and development	34,369	-	-
Public street improvements	449,214	601,043	-
Unreserved, undesignated	2,569,626	-	-
Unreserved, undesignated, reported in:			
Special revenue funds	-	1,548,785	236,013
Total fund balances	<u>3,258,786</u>	<u>2,149,828</u>	<u>236,013</u>
Total liabilities and fund balances	<u>\$ 4,340,035</u>	<u>\$ 2,149,828</u>	<u>\$ 236,013</u>

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

One-Half Cent Sales Tax - Street Improvement Fund	Other Governmental Funds	Totals
\$ 3,344,880	\$ 1,863,528	\$ 8,594,973
450	1,434	977,384
-	-	153,930
16,132	25,566	62,287
-	-	21,080
-	-	485,100
112,281	2,709	1,328,212
-	-	469,890
<u>\$ 3,473,743</u>	<u>\$ 1,893,237</u>	<u>\$ 12,092,856</u>
\$ -	\$ 81,005	\$ 233,701
-	13,859	220,395
-	-	485,441
-	-	14,495
-	-	2,081
-	100	100
-	-	220,000
<u>-</u>	<u>94,964</u>	<u>1,176,213</u>
-	895,188	895,188
-	-	205,577
-	-	34,369
-	-	1,050,257
-	-	2,569,626
<u>3,473,743</u>	<u>903,085</u>	<u>6,161,626</u>
<u>3,473,743</u>	<u>1,798,273</u>	<u>10,916,643</u>
<u>\$ 3,473,743</u>	<u>\$ 1,893,237</u>	<u>\$ 12,092,856</u>

CITY OF CROWLEY, LOUISIANA

Reconciliation of the Governmental Funds Balance Sheet  
to the Statement of Net Assets  
August 31, 2008

Total fund balances for governmental funds at August 31, 2008		\$10,916,643
Total net assets reported for governmental activities in the statement of net assets is different because:		
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds. Those assets consist of:		
Land and construction in progress	\$ 1,678,665	
Land improvements, net of \$9,734 accumulated depreciation	87,604	
Buildings and improvements, net of \$1,344,852 accumulated depreciation	6,630,166	
Infrastructure, net of \$36,059 accumulated depreciation	1,934,541	
Machinery and equipment, net of \$1,061,179 accumulated depreciation	1,288,700	
Autos and trucks, net of \$1,947,719 accumulated depreciation	<u>936,015</u>	12,555,691
Elimination of interfund assets and liabilities:		
Due from other funds	100	
Due to other funds	<u>(100)</u>	-
Long-term liabilities at August 31, 2008:		
Bonds and capital lease payable	(10,174,965)	
Accrued interest payable	<u>(45,915)</u>	(10,220,880)
Bond issue costs which are reported as expenditures in the year incurred in the governmental funds are deferred and amortized in the statement of activities. Those costs consist of:		
Bond issue costs, net		46,448
Some revenues are not considered measurable at year end and therefore, not available soon enough to pay for current year expenditures.		
Sales taxes		543,741
Some revenues are received before the City has earned them; therefore, under the accrual basis of accounting they are deferred in the statement of net assets		
		(258,000)
Net assets of the Internal Service Funds		<u>736,640</u>
Total net assets of governmental activities at August 31, 2008		<u>\$14,320,283</u>

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

CITY OF CROWLEY, LOUISIANA

Statement of Revenues, Expenditures, and Changes in Fund Balances-  
Governmental Funds  
For the Year Ended August 31, 2008

	General Fund	Sales Tax Fund	One-Half Cent Sales Tax - Salary Fund
Revenues:			
Taxes	\$ 2,290,916	\$ 4,246,108	\$ 1,415,369
Licenses and permits	555,513	-	-
Intergovernmental	1,364,568	-	-
Charges for services	35,065	-	-
Fines and fees	108,901	-	-
Investment income	108,073	85,721	4,054
Miscellaneous	217,592	-	-
Total revenues	<u>4,680,628</u>	<u>4,331,829</u>	<u>1,419,423</u>
Expenditures:			
Current -			
General government	1,407,233	67,758	25,072
Public safety	4,352,694	-	-
Public works	1,881,716	-	-
Economic development	179,053	-	-
Culture and recreation	-	-	-
Cemetery	-	-	-
Capital outlay	2,596,890	-	-
Debt service -			
Principal retirement	468,387	-	-
Interest and fiscal charges	265,938	-	-
Total expenditures	<u>11,151,911</u>	<u>67,758</u>	<u>25,072</u>
Excess (deficiency) of revenues over expenditures	<u>(6,471,283)</u>	<u>4,264,071</u>	<u>1,394,351</u>
Other financing sources (uses):			
Proceeds from capital lease	603,930	-	-
Transfers in	5,884,215	-	-
Transfers out	-	(4,671,550)	(1,480,665)
Total other financing sources (uses)	<u>6,488,145</u>	<u>(4,671,550)</u>	<u>(1,480,665)</u>
Net changes in fund balances	16,862	(407,479)	(86,314)
Fund balances, beginning	<u>3,241,924</u>	<u>2,557,307</u>	<u>322,327</u>
Fund balances, ending	<u>\$ 3,258,786</u>	<u>\$ 2,149,828</u>	<u>\$ 236,013</u>

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

One-Half Cent Sales Tax - Street Improvement Fund	Other Governmental Funds	Totals
\$ 1,415,369	\$ 277,307	\$ 9,645,069
-	-	555,513
-	20,289	1,384,857
-	293,013	328,078
-	-	108,901
130,957	62,640	391,445
-	10,414	228,006
<u>1,546,326</u>	<u>663,663</u>	<u>12,641,869</u>
23,200	32,465	1,555,728
-	-	4,352,694
-	-	1,881,716
-	63,236	242,289
-	1,194,929	1,194,929
-	85,810	85,810
-	145,713	2,742,603
-	400,739	869,126
-	146,390	412,328
<u>23,200</u>	<u>2,069,282</u>	<u>13,337,223</u>
<u>1,523,126</u>	<u>(1,405,619)</u>	<u>(695,354)</u>
-	-	603,930
-	1,402,950	7,287,165
<u>(1,463,050)</u>	<u>(44,000)</u>	<u>(7,659,265)</u>
<u>(1,463,050)</u>	<u>1,358,950</u>	<u>231,830</u>
60,076	(46,669)	(463,524)
<u>3,413,667</u>	<u>1,844,942</u>	<u>11,380,167</u>
<u>\$ 3,473,743</u>	<u>\$ 1,798,273</u>	<u>\$ 10,916,643</u>

CITY OF CROWLEY, LOUISIANA

Reconciliation of the Statement of Revenues, Expenditures, and  
Changes in Fund Balances of Governmental Funds  
to the Statement of Activities  
For the Year Ended August 31, 2008

Total net changes in fund balances at August 31, 2008 per Statement of Revenues, Expenditures and Changes in Fund Balances	\$ (463,524)
The change in net assets reported for governmental activities in the statement of activities is different because:	
Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense.	
Capital outlay which is considered expenditures on Statement of Revenues, Expenditures and Changes in Fund Balances	\$2,742,603
Depreciation expense for the year ended August 31, 2008	<u>(794,140)</u> 1,948,463
The proceeds of debt issuances provide current financial resources to governmental funds, but issuing debt increases long-term liabilities in the statement of net assets. Repayment of debt principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net assets. This amount represents the net effect of these differences in the treatment of long-term debt and related items.	
	\$ 297,852
Governmental funds report the effect of issuance costs, premiums, discounts and similar items when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities.	
Amortization of bond issue costs	(12,386)
Internal service funds are used by management to charge the costs of certain activities to individual funds. The net revenue (expense) of the Internal service funds is reported with governmental activities.	
	186,563
The net effect of various miscellaneous transactions involving capital assets, such as sales, trade-ins, and donations, is to decrease net assets.	
	(15,008)
Difference between interest on long-term debt on modified accrual basis versus interest on long-term debt on accrual basis	
	9,599
Some revenues are received before the City has earned them; therefore, as the City earns the revenue, it should be recognized in the statement of activities	
	33,500
Because some revenues are not measurable at year end, they are not considered "available" revenues in the governmental funds.	
Sales taxes, net effect of adjustments	<u>(93,162)</u>
Total changes in net assets at August 31, 2008 per Statement of Activities	<u>\$1,891,897</u>

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

CITY OF CROWLEY, LOUISIANA

Proprietary Funds  
Statement of Net Assets  
August 31, 2008

	Business-Type Activities - Enterprise Funds			Governmental Activities
	Utility Fund	Other Enterprise Fund	Total Enterprise Funds	Internal Service Fund
ASSETS				
Current assets:				
Cash and interest-bearing deposits	\$ 443,403	\$ 4	\$ 443,407	\$ 744,198
Investments	958	-	958	-
Receivables:				
Accounts	159,252	-	159,252	47,262
Interest	22,301	-	22,301	2,920
Total current assets	<u>625,914</u>	<u>4</u>	<u>625,918</u>	<u>794,380</u>
Noncurrent assets:				
Restricted assets -				
Interest-bearing deposits	677,579	-	677,579	-
Capital assets, net of accumulated depreciation	<u>15,694,789</u>	<u>20,000</u>	<u>15,714,789</u>	<u>-</u>
Total noncurrent assets	<u>16,372,368</u>	<u>20,000</u>	<u>16,392,368</u>	<u>-</u>
Total assets	<u>16,998,282</u>	<u>20,004</u>	<u>17,018,286</u>	<u>794,380</u>
LIABILITIES				
Current liabilities:				
Accounts payable	23,672	-	23,672	-
Due to other funds	485,000	-	485,000	-
Contract payable	16,600	-	16,600	-
Claims payable	-	-	-	57,740
Accrued liabilities	10,940	-	10,940	-
Payable from restricted assets -				
Loans payable	<u>370,000</u>	<u>-</u>	<u>370,000</u>	<u>-</u>
Total current liabilities	<u>906,212</u>	<u>-</u>	<u>906,212</u>	<u>57,740</u>
Noncurrent liabilities:				
Loans payable	<u>5,047,082</u>	<u>-</u>	<u>5,047,082</u>	<u>-</u>
Total liabilities	<u>5,953,294</u>	<u>-</u>	<u>5,953,294</u>	<u>57,740</u>
NET ASSETS				
Invested in capital assets, net of related debt	10,631,107	20,000	10,651,107	-
Restricted for debt service	307,579	-	307,579	-
Unrestricted	<u>106,302</u>	<u>4</u>	<u>106,306</u>	<u>736,640</u>
Total net assets	<u>\$ 11,044,988</u>	<u>\$ 20,004</u>	<u>\$ 11,064,992</u>	<u>\$ 736,640</u>

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

CITY OF CROWLEY, LOUISIANA

Proprietary Funds  
Statement of Revenues, Expenses, and Changes in Fund Net Assets  
For the Year Ended August 31, 2008

	Business-Type Activities - Enterprise Funds			Governmental Activities
	Utility Fund	Other Enterprise Fund	Total Enterprise Funds	Internal Service Fund
Operating revenues:				
Charges for services	\$ 1,479,756	\$ -	\$ 1,479,756	\$ 837,968
Other	13,304	-	13,304	235,845
Total operating revenues	<u>1,493,060</u>	<u>-</u>	<u>1,493,060</u>	<u>1,073,813</u>
Operating expenses:				
Salaries and wages	247,298	-	247,298	-
Payroll taxes	3,982	-	3,982	-
Retirement	29,112	-	29,112	-
Group insurance	46,624	-	46,624	-
General insurance	32,747	-	32,747	230,133
Claims	-	-	-	876,060
Telephone and utilities	92,678	-	92,678	-
Professional services	28,883	-	28,883	93,189
Collection fees	37,092	-	37,092	-
Bad debts	10,206	-	10,206	-
Depreciation	904,757	2,386	907,143	-
Gas and oil	29,919	-	29,919	-
Repairs and supplies	214,198	-	214,198	-
Pretreatment and inspections	47,219	-	47,219	-
Miscellaneous	12,726	-	12,726	89
Total operating expenses	<u>1,737,441</u>	<u>2,386</u>	<u>1,739,827</u>	<u>1,199,471</u>
Operating loss	<u>(244,381)</u>	<u>(2,386)</u>	<u>(246,767)</u>	<u>(125,658)</u>
Nonoperating revenues (expenses):				
Tax revenue	203,784	-	203,784	-
Interest income	54,822	-	54,822	12,221
Interest expense and other fiscal charges	(282,569)	-	(282,569)	-
Total nonoperating revenues (expenses)	<u>(23,963)</u>	<u>-</u>	<u>(23,963)</u>	<u>12,221</u>
Loss before transfers	(268,344)	(2,386)	(270,730)	(113,437)
Other financing sources (uses):				
Transfers in	616,525	-	616,525	300,000
Transfers out	(544,425)	-	(544,425)	-
Total other financing sources (uses)	<u>72,100</u>	<u>-</u>	<u>72,100</u>	<u>300,000</u>
Change in net assets	(196,244)	(2,386)	(198,630)	186,563
Net assets, beginning	11,195,970	22,390	11,218,360	550,077
Prior period adjustment	45,262	-	45,262	-
Net assets, ending	<u>\$ 11,044,988</u>	<u>\$ 20,004</u>	<u>\$ 11,064,992</u>	<u>\$ 736,640</u>

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

CITY OF CROWLEY, LOUISIANA

Statement of Cash Flows  
 Proprietary Funds  
 For the Year Ended August 31, 2008

	Business-Type Activities Enterprise Funds		Governmental Activities
	Utility Fund	Other Enterprise Fund	Total Enterprise Funds
			Internal Service Fund
Cash flows from operating activities:			
Receipts from customers	\$ 1,420,224	\$ -	\$ 1,420,224
Receipts from insured	-	-	-
Receipts from interfund services provided	-	-	-
Payments to suppliers	(685,210)	-	(685,210)
Payments for claims and loss time	-	-	-
Payments to employees	(316,076)	-	(316,076)
Other receipts	13,304	-	13,304
Net cash provided (used) by operating activities	<u>432,242</u>	<u>-</u>	<u>432,242</u>
Cash flows from noncapital financing activities:			
Proceeds from taxes levied	203,784	-	203,784
Cash received from other funds	78,084	-	78,084
Cash paid to other funds	(125,000)	-	(125,000)
Transfers from other funds	616,525	-	616,525
Transfers to other funds	544,425	-	544,425
Net cash provided by noncapital financing activities	<u>1,317,818</u>	<u>-</u>	<u>1,317,818</u>
Cash flows from capital and related financing activities:			
Reduction of deposit from DEQ bond issue	(513,896)	-	(513,896)
Principal paid on revenue bonds payable	(355,000)	-	(355,000)
Interest and fiscal charges paid on revenue bonds payable	(273,287)	-	(273,287)
Acquisition of property, plant and equipment	(760,198)	-	(760,198)
Net cash used by capital and related financing activities	<u>(1,902,381)</u>	<u>-</u>	<u>(1,902,381)</u>
Cash flows from investing activities:			
Purchase of investments and interest-bearing deposits with maturity in excess of ninety days	(1,433,539)	-	(1,433,539)
Proceeds of investments and interest-bearing deposits with maturity in excess of ninety days	1,158,763	-	1,158,763
Interest on deposits	57,518	-	57,518
Net cash provided (used) by investing activities	<u>(217,258)</u>	<u>-</u>	<u>(217,258)</u>
Net increase (decrease) in cash and cash equivalents	(369,579)	-	(369,579)
Cash and cash equivalents, beginning of year	<u>570,918</u>	<u>4</u>	<u>570,922</u>
Cash and cash equivalents, end of year	<u>\$ 201,339</u>	<u>\$ 4</u>	<u>\$ 201,343</u>

(continued)

CITY OF CROWLEY, LOUISIANA

Comparative Statement of Cash Flows  
 Proprietary Funds (continued)  
 For the Year Ended August 31, 2008

	Business-Type Activities Enterprise Funds			Governmental Activities
	Utility Fund	Other Enterprise Fund	Total Enterprise Funds	Internal Service Fund
Reconciliation of operating loss to net cash provided (used) by operating activities:				
Operating loss	\$ (244,381)	\$ (2,386)	\$ (246,767)	\$(125,658)
Adjustments to reconcile operating loss to net cash provided by operating activities:				
Depreciation	904,757	2,386	907,143	-
Changes in current assets and liabilities:				
Increase in accounts receivable	(59,532)	-	(59,532)	(47,262)
Decrease in accounts payable	(16,125)	-	(16,125)	-
Decrease in contract payable	(40,054)	-	(40,054)	-
Decrease in retainage payable	(112,423)	-	(112,423)	-
Decrease in claims payable	-	-	-	(59,688)
Net cash provided (used) by operating activities	<u>\$ 432,242</u>	<u>\$ -</u>	<u>\$ 432,242</u>	<u>\$(232,608)</u>
Reconciliation of cash and cash equivalents per statement of cash flows to the balance sheet:				
Cash and cash equivalents, beginning of period -				
Cash and interest-bearing deposits - unrestricted	\$ 289,774	\$ 4	\$ 289,778	\$ 664,906
Cash and interest-bearing deposits - restricted	1,439,907	-	1,439,907	-
Less: Interest-bearing deposits with maturity in excess of 90 days	(1,158,763)	-	(1,158,763)	(213,578)
Total cash and cash equivalents	<u>570,918</u>	<u>4</u>	<u>570,922</u>	<u>451,328</u>
Cash and cash equivalents, end of period -				
Cash and interest-bearing deposits - unrestricted	443,403	4	443,407	744,198
Cash and interest-bearing deposits - restricted	677,579	-	677,579	-
Less: Interest-bearing deposits with maturity in excess of 90 days	(919,643)	-	(919,643)	(220,626)
Total cash and cash equivalents	<u>201,339</u>	<u>4</u>	<u>201,343</u>	<u>523,572</u>
Net increase (decrease)	<u>\$ (369,579)</u>	<u>\$ -</u>	<u>\$ (369,579)</u>	<u>\$ 72,244</u>

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

## CITY OF CROWLEY, LOUISIANA

### Notes to Basic Financial Statements

#### (1) Summary of Significant Accounting Policies

The accompanying financial statements of the City of Crowley (City) have been prepared in conformity with generally accepted accounting principles (GAAP) as applied to governmental units. GAAP includes all relevant Governmental Accounting Standards Board (GASB) pronouncements. In the government-wide financial statements, Financial Accounting Standards Board (FASB) pronouncements and Accounting Principles Board (APB) opinions on or before November 30, 1989 have been applied unless those pronouncements conflict with or contradict GASB pronouncements, in which case, GASB prevails. The accounting and reporting framework and the more significant accounting policies are discussed in subsequent subsections of this note.

##### A. Financial Reporting Entity

The City of Crowley was incorporated on 1886, under the provisions of the Lawrason Act. The City operates under a Mayor-City Council form of government. The City Council is comprised of nine members (one member is elected at large and two members are elected from each of the four wards of the City for terms of four years). The City provides the following services to the residents of the City as authorized by its charter: police and fire protection, street and drainage systems, sewer services, parks and recreation, planning and zoning, and economic development programs.

A financial reporting entity consists of (a) the primary government, (b) organizations for which the primary government is financially accountable, and (c) other organizations for which the primary government is not accountable, but for which the nature and significance of their relationship with the primary government are such that exclusion would cause the reporting entity's financial statements to be misleading or incomplete. GASB Statement No. 14, The Financial Reporting Entity, establishes criteria for determining which entities should be considered a component unit and, as such, part of the reporting entity for financial reporting purposes. The basic criteria are as follows:

1. A potential component unit must have separate corporate powers that distinguish it as being legally separate from the primary government. These include the right to incur its own debt, levy its own taxes and charges, expropriate property in its own name, sue and be sued in its own name without recourse to a State or local government, and the right to buy, sell, lease, and mortgage property in its own name.
2. The primary government must be financially accountable for a potential component unit. Financial accountability may exist as a result of the primary government appointing a voting majority of the potential component unit's governing body; their ability to impose their will on the potential component unit by significantly influencing the programs, projects, activities, or level of services performed or provided by the potential component unit; or the existence of a financial benefit or burden. In addition, financial accountability may also exist as a result of a potential component unit being fiscally dependent on the primary government.

## CITY OF CROWLEY, LOUISIANA

### Notes to Basic Financial Statements (Continued)

In some instances, the potential component unit should be included in the reporting entity (even when the criteria above are not met), if exclusion would render the reporting entity's financial statements incomplete or misleading.

Based on the above criteria, the City includes the component unit detailed below in the financial reporting entity. Other component units, which should be included in order to conform with generally accepted accounting principles, are omitted.

Discretely presented component unit:

Crowley City Marshal – The day-to-day operations of the Crowley City Marshal are funded through the City's General Fund as well as the Acadia Parish Police Jury.

#### B. Basis of Presentation

##### Government-Wide Financial Statements (GWFS)

The statement of net assets and statement of activities display information about the City of Crowley, the primary government, as a whole. They include all funds of the reporting entity, except fiduciary funds. The primary government is reported separately from certain legally separate component units for which the primary government is financially accountable. The statements distinguish between governmental and business-type activities. Governmental activities generally are financed through taxes, intergovernmental revenues, and other nonexchange revenues. Business-type activities are financed in whole or in part by fees charged to external parties for goods or services. The City's internal service funds are a governmental activity. Internal service fund activity is eliminated to avoid "doubling up" revenues and expenses.

The statement of activities presents a comparison between direct expenses and program revenues for the business-type activities of the City and for each function of the City's governmental activities. Direct expenses are those that are specifically associated with a program or function and, therefore, are clearly identifiable to a particular function. Program revenues include (a) fees, fines, and charges paid by the recipients of goods or services offered by the programs, and (b) grants and contributions that are restricted to meeting the operational or capital requirements of a particular program. Revenues that are not classified as program revenues, including all taxes, are presented as general revenues.

##### Fund Financial Statements

The accounts of the City are organized and operated on the basis of funds. A fund is an independent fiscal and accounting entity with a separate set of self-balancing accounts. Fund accounting segregates funds according to their intended purpose and is used to aid management in demonstrating compliance with finance-related legal and contractual provisions. The minimum number of funds is maintained consistent with legal and managerial requirements. Fund financial statements report detailed information about the City.

## CITY OF CROWLEY, LOUISIANA

### Notes to Basic Financial Statements (Continued)

The various funds of the City are classified into two categories: governmental and proprietary. The emphasis on fund financial statements is on major governmental and enterprise funds, each displayed in a separate column. A fund is considered major if it is the primary operating fund of the City or meets the following criteria:

- a. Total assets, liabilities, revenues, or expenditures/expenses of that individual governmental or enterprise fund are at least 10 percent of the corresponding total for all funds of that category or type; and
- b. Total assets, liabilities, revenues, or expenditures/expenses of the individual governmental or enterprise fund are at least 5 percent of the corresponding total for all governmental and enterprise funds combined

The major funds of the City are described below:

#### Governmental Funds -

*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.*

*The Sales Tax fund accounts for the proceeds of a one percent parishwide sales and use tax levied in 1963 and the one-half percent sales and use tax levied in 1978. These taxes are dedicated for the specific purposes described in Note 3.*

*The One-Half Cent Sales Tax – Salary Fund accounts for the proceeds of a one-half cent sales tax levied in 1982, which is dedicated as described in Note 3.*

*The One-Half Cent Sales Tax – Street Improvement Fund accounts for the proceeds of a one-half cent sales tax levied in 1997, which is dedicated as described in Note 3.*

#### Proprietary Funds –

The City reports the following major enterprise fund:

#### Utility Fund

The Utility fund is used to account for operations (a) that are financed and operated in a manner similar to private business enterprises - where the intent of the governing body is that the costs (expenses, including depreciation) of providing goods or services to the general public on a continuing basis be financed or recovered primarily through user charges; or (b) where the governing body has decided that periodic determination of revenues earned, expenses incurred, and/or net income is appropriate for capital maintenance, public policy, management control, accountability, or other purposes. The City applies all applicable FASB pronouncements issued after November 30, 1989 in accounting and reporting for its enterprise fund.

CITY OF CROWLEY, LOUISIANA

Notes to Basic Financial Statements (Continued)

Additionally, the City reports the following fund types:

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 to acquire, construct, or improve capital facilities not reported in other governmental funds.

Proprietary Funds -

Proprietary funds are used to account for ongoing organizations and activities that are similar to those often found in the private sector. The measurement focus is based upon determination of net income, financial position, and cash flows.

Internal Service Funds –

Internal service funds are used to account for the financing of goods or services provided by one department or agency to other departments or agencies of the governmental unit, or to other governmental units, on a cost-reimbursement basis. The City's internal service funds are the Workmen's Compensation Fund and the Employee Benefit Plan Fund.

C. Measurement Focus/Basis of Accounting

Measurement focus is a term used to describe "which" transactions are recorded within the various financial statements. Basis of accounting refers to "when" transactions are recorded regardless of the measurement focus applied.

Measurement Focus

On the government-wide statement of net assets and the statement of activities, both governmental and business-type activities are presented using the economic resources measurement focus as defined in item b. below.

## CITY OF CROWLEY, LOUISIANA

### Notes to Basic Financial Statements (Continued)

In the fund financial statements, the “current financial resources” measurement focus or the “economic resources” measurement focus is used as appropriate:

- a. All governmental funds utilize a “current financial resources” measurement focus. Only current financial assets and liabilities are generally included on their balance sheets. Their operating statements present sources and uses of available spendable financial resources during a given period. These funds use fund balance as their measure of available spendable financial resources at the end of the period.
- b. The proprietary fund utilizes an “economic resources” measurement focus. *The accounting objectives of this measurement focus are the determination of operating income, changes in net assets (or cost recovery), financial position, and cash flows. All assets and liabilities (whether current or noncurrent) associated with their activities are reported. Proprietary fund equity is classified as net assets.*

#### Basis of Accounting

In the government-wide statement of net assets and statement of activities, both governmental and business-type activities are presented using the accrual basis of accounting. Under the accrual basis of accounting, revenues are recognized when earned and expenses are recorded when the liability is incurred or economic asset used. Revenues, expenses, gains, losses, assets, and liabilities resulting from exchange and exchange-like transactions are recognized when the exchange takes place.

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the government considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Expenditures (including capital outlay) generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures are recorded only when payment is due.

The proprietary fund utilizes the accrual basis of accounting. Under the accrual basis of accounting, revenues are recognized when earned and expenses are recorded when the liability is incurred or economic asset used.

#### Program revenues

Program revenues included in the Statement of Activities are derived directly from the program itself or from parties outside the City’s taxpayers or citizenry, as a whole; program revenues reduce the cost of the function to be financed from the City’s general revenues.

## CITY OF CROWLEY, LOUISIANA

### Notes to Basic Financial Statements (Continued)

#### Allocation of indirect expenses

The City reports all direct expenses by function in the Statement of Activities. Direct expenses are those that are clearly identifiable with a function. Indirect expenses of other functions are not allocated to those functions, but are reported separately in the Statement of Activities. Depreciation expense is specifically identified by function and is included in the direct expense of each function. Interest on general long-term debt is considered an indirect expense and is reported separately on the Statement of Activities.

#### D. Assets, Liabilities and Equity

##### Cash, interest-bearing deposits, and investments

For purposes of the statement of net assets, cash and interest-bearing deposits include all demand accounts, savings accounts, and certificates of deposits of the City.

Under state law, the City may invest in United States bonds, treasury notes, or certificates. Investments are stated at amortized cost.

For the purpose of the proprietary fund statement of cash flows, "cash and cash equivalents" include all demand and savings accounts, and certificates of deposit or short-term investments with an original maturity of three months or less when purchased.

##### Interfund receivables and payables

During the course of operations, numerous transactions occur between individual funds that may result in amounts owed between funds. Those related to goods and services type transactions are classified as "due to and from other funds." Short-term interfund loans are reported as "interfund receivables and payables." Long-term interfund loans (noncurrent portion) are reported as "advances from and to other funds." Interfund receivables and payables between funds within governmental activities are eliminated in the statement of net assets.

##### Receivables

In the government-wide statements, receivables consist of all revenues earned at year-end and not yet received. Major receivable balances for the governmental activities include ad valorem and sales and use taxes. Business-type activities report customer's utility service receivables as their major receivables. Uncollectible utility service receivables are recognized as bad debts using the direct write-off method at the time information becomes available which would indicate the uncollectibility of the particular receivable. At August 31, 2008, an allowance for ad valorem taxes was considered unnecessary due to immateriality.

## CITY OF CROWLEY, LOUISIANA

### Notes to Basic Financial Statements (Continued)

#### Capital Assets

Capital assets, which include property, plant, equipment, and infrastructure assets, are reported in the applicable governmental or business-type activities columns in the government-wide or financial statements. Capital assets are capitalized at historical cost or estimated cost if historical is not available. Donated assets are recorded as capital assets at their estimated fair market value at the date of donation. The City maintains a threshold level of \$1,500 or more for capitalizing capital assets.

The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend assets lives are not capitalized. Prior to September 1, 2003, governmental funds' infrastructure assets were not capitalized. These assets have been valued at estimated historical cost.

Depreciation of all exhaustible capital assets is recorded as an allocated expense in the statement of activities, with accumulated depreciation reflected in the statement of net assets. Depreciation is provided over the assets' estimated useful lives using the straight-line method of depreciation. The range of estimated useful lives by type of asset is as follows:

Buildings and improvements	5-40 years
Machinery and equipment	5-15 years
Sewer plant	20-40 years
Autos and trucks	5 years

In the fund financial statements, capital assets used in governmental fund operations are accounted for as capital outlay expenditures of the governmental fund upon acquisition. Capital assets used in proprietary fund operations are accounted for the same as in the government-wide statements.

#### Restricted Assets

Restricted assets include cash and interest-bearing deposits of the proprietary fund that are legally restricted as to their use. The restricted assets are related to revenue bond accounts.

#### Deferred Revenues

Deferred revenues arise when resources are received before the City has a legal claim to them, as when grant monies are received prior to the incurrence of qualifying expenditures. In subsequent periods, when the City has a legal claim to the resources, the liability for deferred revenue is removed from the balance sheet and the revenue is recognized.

## CITY OF CROWLEY, LOUISIANA

### Notes to Basic Financial Statements (Continued)

#### Long-term debt

The accounting treatment of long-term debt depends on whether the assets are used in governmental fund operations or proprietary fund operations and whether they are reported in the government-wide or fund financial statements.

All long-term debt to be repaid from governmental and business-type resources are reported as liabilities in the government-wide statements. The long-term debt consists primarily of the revenue bonds payable.

All long-term debt to be repaid from governmental resources is reported as liabilities in the government-wide statements. For government-wide reporting, the costs associated with the bonds are recognized over the life of the bond. As permitted by GASB Statement No. 34, the amortization of the costs of bonds will be amortized prospectively from the date of adoption of GASB Statement No. 34.

Long-term debt for governmental funds is not reported as liabilities in the fund financial statements. The debt proceeds are reported as other financing sources and payment of principal and interest reported as expenditures. For fund financial reporting, issuance costs, even if withheld from the actual net proceeds received, are reported as debt service expenditures. The accounting for proprietary fund long-term debt is the same in the fund statements as it is in the government-wide statements.

#### Bond discounts/issuance costs

In governmental funds, bond discounts and issuance costs are recognized in the current period. In the government-wide statements, bond discounts and issuance costs are deferred and amortized over the terms of the bonds to which such discounts and costs apply.

#### Compensated Absences

After one year of employment with the City, each full-time employee is entitled to one week paid vacation, which is to be taken within the next year of employment. After two consecutive years of employment with the City, each full-time employee is entitled to two weeks paid vacation and for each year of employment thereafter. Annual vacation is not accumulated and compensation in lieu of vacation is not paid. Upon termination, any accumulated vacation time is paid together with any wages due as of the effective date of the employee's termination. No accrual is recorded for this as the amount at August 31, 2008 is determined immaterial.

All persons employed full-time by the city shall be entitled to a 15 day sick leave during each calendar year, which leave may be accumulated for a two-year period for a term of 30 full days if not used during the year which same accrues. Sick leave may not accumulate for more than two calendar years, and if not used during the year in which same accrues, may be used in subsequent years. Sick leave is not paid at termination.

## CITY OF CROWLEY, LOUISIANA

### Notes to Basic Financial Statements (Continued)

Compensatory leave shall be earned at time and one-half rate for overtime work and work required on an observed holiday. However, any employee who accrues 240 hours of compensatory leave shall, for any additional overtime hours or work, be paid overtime compensation at time and one-half rate. Upon separation, each employee shall be paid the value of his/her accrued compensatory leave in a lump sum at a rate not less than the average regular rate received during the last three years of employment or the final rate received, whichever is higher. At August 31, 2008, the City has no material accumulated leave benefits required to be reported in accordance with GASB Statement No. 16 "Accounting for Compensated Absences".

#### Equity Classifications

In the government-wide statements, equity is classified as net assets and displayed in three components:

- a. Invested in capital assets, net of related debt – Consists of capital assets including restricted capital assets, net of accumulated depreciation and reduced by the outstanding balances of any bonds, mortgages, notes, or other borrowing that are attributable to the acquisition, construction, or improvement of those assets.
- b. Restricted net assets – Consists of net assets with constraints placed on the use either by (1) external groups, such as creditors, grantors, contributors, or laws or regulations of other governments; or (2) law through constitutional provisions or enabling legislation. At August 31, 2008, the City reported \$7,560,177 of restricted net assets, which is restricted by debt covenants or enabling legislation.
- c. Unrestricted net assets – All other net assets that do not meet the definition of "restricted" or "invested in capital assets, net of related debt."

In the fund financial statements, governmental fund equity is classified as fund balance. Fund balance is further classified as reserved and unreserved, with unreserved further split between designated and undesignated. Proprietary fund equity is classified the same as in the government-wide statements.

#### E. Revenues, Expenditures, and Expenses

##### Operating Revenues and Expenses

Operating revenues and expenses for proprietary funds are those that result from providing services and producing and delivering goods and/or services. It also includes all revenue and expenses not related to capital and related financing, noncapital financing, or investing activities.

CITY OF CROWLEY, LOUISIANA

Notes to Basic Financial Statements (Continued)

Expenditures/Expenses

In the government-wide financial statements, expenses are classified by function for both governmental and business-type activities.

In the fund financial statements, expenditures are classified as follows:

- Governmental Funds - By Character
- Proprietary Fund - By Operating and Nonoperating

In the fund financial statements, governmental funds report expenditures of financial resources. Proprietary funds report expenses relating to use of economic resources.

Interfund Transfers

Permanent reallocations of resources between funds of the reporting entity are classified as interfund transfers. For the purposes of the statement of activities, all interfund transfers between individual governmental funds have been eliminated.

F. Revenue Restrictions

The City has various restrictions placed over certain revenue sources from state or local requirements. The primary restricted revenue sources include:

<u>Revenue Source</u>	<u>Legal Restrictions of Use</u>
Ad valorem tax (30.25 mills)	See Note 2
Sales tax	See Note 3
Sewer revenues	See Note 11

The City uses unrestricted resources only when restricted resources are fully depleted.

G. 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 operating budget for the fiscal year and submits it to the Mayor and City Council not later than fifteen days prior to the beginning of each fiscal year.
2. A summary of the proposed budget is published and the public notified that the proposed budget is available for public inspection. At the same time, a public hearing is called.

## CITY OF CROWLEY, LOUISIANA

### Notes to Basic Financial Statements (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 the holding of the public hearing and completion of all action necessary to finalize and implement the budget, the budget is adopted through passage of 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 Council.
6. All budgetary appropriations lapse at the end of each fiscal year.
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 finally amended by the Council.

#### H. Capitalization of Interest Expenses

It is the policy of the City of Crowley to capitalize material amounts of interest resulting from borrowings in the course of the construction of capital assets in the Proprietary Fund. At August 31, 2008, capitalized interest expense was not recorded on the books due to immateriality.

#### I. Use of Estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenditures during the reporting period. Actual results could differ from those estimates.

#### J. Report Classification

Certain previously reported amounts for the year ended August 31, 2007 have been reclassified to conform to the August 31, 2008 classifications.

CITY OF CROWLEY, LOUISIANA

Notes to Basic Financial Statements (Continued)

(2) 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 October and are actually billed to taxpayers in November. 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 Acadia Parish. Property tax revenues are recognized when levied to the extent that they result in current receivables.

For the year ended August 31, 2008, taxes of 30.25 mills were levied on property with assessed valuations totaling \$57,388,960 and were dedicated as follows:

General corporate purposes	7.00 mills
Street maintenance	5.00 mills
Public buildings and drainage	5.00 mills
Public recreation and parks	3.00 mills
Disposal plant maintenance	3.50 mills
Cemetery tax	0.75 mills
Youth recreation tax	1.00 mills
Fire and police	<u>5.00</u> mills
Total	<u>30.25</u> mills

Total taxes levied were \$1,736,055. Taxes not collected during the year are considered uncollectible.

(3) Dedication of Proceeds and Flow of Funds - Sales and Use Tax

The proceeds of the 1% sales and use tax and the .5% sales and use tax levied by the City of Crowley that became effective on May 1, 1963 and February 1, 1978, respectively, are accounted for in the Sales Tax Fund (2008 collections \$4,246,108) and are dedicated for the following purposes:

1% Sales and Use Tax -

1. Public safety, public health, public works, sanitation, general government,
2. Maintaining and repairing streets, roads, highways, avenues, drainage ditches and canals, and
3. Providing for operating expenses of said departments including salaries of personnel and capital outlay.

.5% Sales and Use Tax -

1. Increasing the compensation of all employees of the city, and
2. For any other lawful corporate or public purpose.

CITY OF CROWLEY, LOUISIANA

Notes to Basic Financial Statements (Continued)

The proceeds of a .5% sales and use tax levied by the City that became effective on April 1, 1982 are accounted for in the One-Half Cent Sales Tax – Salary Fund (2008 collections \$1,415,369) and are dedicated for the following purpose:

To be used for the purpose of City employee salary increases to be equally divided:

1. 33-1/3% to all employees not otherwise covered herein,
2. 33-1/3% to all fire personnel, and
3. 33-1/3% to all police personnel (increase to be paid across the board equally).

The proceeds of a .5% sales and use tax levied by the City that became effective on April 1, 1997 are accounted for in the One-Half Cent Sales Tax – Street Improvement Fund (2008 collections \$1,415,369) and are dedicated for the following purposes:

1. Constructing, improving, and resurfacing City streets, and
2. To fund the proceeds of the tax into bonds to be issued in series from time to time for such purposes.

(4) Cash, Interest-Bearing Deposits and Investments

A. Cash and Interest-Bearing Deposits

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 August 31, 2008, the City has cash and interest-bearing deposits (book balances) totaling \$10,460,157 as follows:

	<u>Governmental Activities</u>	<u>Business-type Activities</u>	<u>Total</u>
Demand deposits	\$ 1,132,314	\$ 12,977	\$ 1,145,291
Money market accounts	19,630	-	19,630
Savings	1,586,781	188,366	1,775,147
Time deposits	6,598,746	919,643	7,518,389
Petty cash	<u>1,700</u>	<u>-</u>	<u>1,700</u>
Total	<u>\$ 9,339,171</u>	<u>\$ 1,120,986</u>	<u>\$ 10,460,157</u>

CITY OF CROWLEY, LOUISIANA

Notes to Basic Financial Statements (Continued)

Custodial credit risk for deposits is the risk that in the event of the failure of a depository financial institution, the City's deposits may not be recovered or will not be able to recover the collateral securities that are in the possession of an outside party. These deposits are stated at cost, which approximates market. Under state law, these deposits (or 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 August 31, 2008, are secured as follows:

Bank balances	<u>\$ 11,191,527</u>
Federal deposit insurance	900,000
Pledged securities	<u>10,291,527</u>
Total	<u>\$ 11,191,527</u>

As of August 31, 2008, the City's total bank balances were fully insured and collateralized with securities held in the name of the City by the pledging financial institution's agent and, therefore, they were not exposed to custodial credit risk.

B. Investments

In accordance with GASB Codification Section 150.165, the investment in LAMP is not categorized in the three risk categories provided by GASB Codification Section 150.164 because the investment is in the pool of funds and thereby not evidenced by securities that exist in physical or book entry form. LAMP is administered by LAMP, Inc.; a non-profit corporation organized under the laws of the State of Louisiana, and is governed by a board of directors comprised of representatives from various local governments and statewide professional organizations. Only local governments having contracted to participate in LAMP have an investment interest in its pool of assets. While LAMP is not required to be a registered investment company under the Investment Company Act of 1940, its investment policies are similar to those established by Rule 2-a7, which governs registered money market funds. The primary objective of LAMP is to provide a safe environment for the placement of public funds in short-term, high quality investments.

CITY OF CROWLEY, LOUISIANA

Notes to Basic Financial Statements (Continued)

The LAMP portfolio includes only securities and other obligations in which local governments in Louisiana are authorized to invest. Accordingly, LAMP investments are restricted to securities issued, guaranteed, or backed by the U. S. Treasury, the U. S. Government, or one of its agencies, enterprises, or instrumentalities, as well as repurchase agreements collateralized by those securities. The dollar weighted average portfolio maturity of LAMP assets is restricted to not more than 90 days, and consists of no securities with a maturity in excess of 397 days. The fair market value of investments is determined on a weekly basis to monitor any variances between amortized cost and market value. The fair value of the School Board's investment in LAMP is the same as the value of the pool shares. Normally, investments are required to be reported at fair value. For purposes of determining participants' shares, investments are valued at amortized cost. Investments in an external investment pool can be reported at amortized cost if the external investment pool operates in a manner consistent with the Security Exchange Commission's (SEC's) Rule 2a7. LAMP is an external investment pool that operates in a manner consistent with SEC Rule 2a7. LAMP is designed to be highly liquid to give its participants immediate access to their account balances.

At August 31, 2008, the City's investments (book balance) totaled \$978,342. The carrying amounts and approximate market values of investments at August 31, 2008 are summarized as follows:

Fund	Description	Interest Rate	Cost	Unrealized Loss	Reported Amount/ Fair Value
Major governmental funds:					
General	U.S. Treasury Notes and Securities	5.5% - 7.00%	\$ 999,939	\$ (26,712)	\$ 973,227
	LAMP	Variable	916	-	916
Sales Tax	LAMP	Variable	1,021	-	1,021
1/2 Cent Sales Tax - Salary	LAMP	Variable	336	-	336
1/2 Cent Sales Tax - St. Imp.	LAMP	Variable	450	-	450
Other funds	LAMP	Variable	1,434	-	1,434
Major proprietary fund:					
Utility fund	LAMP	Variable	958	-	958
			<u>\$ 1,005,054</u>	<u>\$ (26,712)</u>	<u>\$ 978,342</u>

CITY OF CROWLEY, LOUISIANA

Notes to Basic Financial Statements (Continued)

(5) Receivables

Receivables at August 31, 2008 of \$469,032 consist of the following:

	Accounts	Franchise Fees	Interest	Other	Total
Governmental activities:					
General Fund	\$ -	\$153,930	\$ 9,249	\$21,080	\$184,259
Sales Tax Fund	-	-	10,985	-	10,985
1/2 Cent Sales Tax - Salary Fund	-	-	355	-	355
1/2 Cent Sales Tax - Street Improvement Fund	-	-	16,132	-	16,132
Internal Service Fund	-	-	2,920	47,262	50,182
Other governmental funds	-	-	25,566	-	25,566
Business-type activities:					
Utility Fund	<u>159,252</u>	<u>-</u>	<u>22,301</u>	<u>-</u>	<u>181,553</u>
Totals	<u>\$ 159,252</u>	<u>\$153,930</u>	<u>\$87,508</u>	<u>\$68,342</u>	<u>\$469,032</u>

(6) Due from Other Governmental Units

Amounts due from other governmental units consisted of the following at August 31, 2008:

Acadia Parish School Board for sales taxes collected but not remitted	\$1,105,147
State of Louisiana for state grant funds	368,092
State of Louisiana for federal pass-through grant funds	396,005
State of Louisiana for motor vehicle fees	<u>2,709</u>
Total	<u>\$1,871,953</u>

(7) Restricted Assets

Restricted assets consisted of the following at August 31, 2008:

Governmental activities:	
Sales Tax Bond Sinking Fund	\$ 147,389
Sales Tax Bond Reserve Fund	<u>723,536</u>
Total governmental activities	<u>870,925</u>
Business-type activities:	
Sewer Revenue Bond and Interest Sinking Fund	1,356
Sewer Revenue Bond Reserve Fund	526,223
Sewer Revenue Bond Renewal and Replacement Fund	<u>150,000</u>
Total business-type activities	<u>677,579</u>
Total restricted assets	<u>\$1,548,504</u>

CITY OF CROWLEY, LOUISIANA

Notes to Basic Financial Statements (Continued)

(8) Capital Assets

Capital asset activity for the year ended August 31, 2008 was as follows:

	Restated Balance 09/01/07	Additions	Deletions	Balance 08/31/08
Governmental activities:				
Capital assets not being depreciated:				
Land	\$ 642,989	\$ -	\$ -	\$ 642,989
Construction in progress	1,452,879	1,035,676	1,452,879	1,035,676
Other capital assets:				
Land improvements	97,338	-	-	97,338
Buildings and improvements	7,065,646	909,372	-	7,975,018
Infrastructure	708,248	1,262,352	-	1,970,600
Machinery and equipment	1,690,735	826,886	167,742	2,349,879
Autos and trucks	2,835,047	161,196	112,509	2,883,734
Totals	<u>14,492,882</u>	<u>4,195,482</u>	<u>1,733,130</u>	<u>16,955,234</u>
Less accumulated depreciation				
Land improvements	4,867	4,867	-	9,734
Buildings and improvements	991,094	353,758	-	1,344,852
Infrastructure	9,929	26,130	-	36,059
Machinery and equipment	1,024,147	203,005	165,973	1,061,179
Autos and trucks	1,840,609	206,380	99,270	1,947,719
Total accumulated depreciation	<u>3,870,646</u>	<u>794,140</u>	<u>265,243</u>	<u>4,399,543</u>
Governmental activities, capital assets, net	<u>\$ 10,622,236</u>	<u>\$ 3,401,342</u>	<u>\$ 1,467,887</u>	<u>\$ 12,555,691</u>
Business-type activities:				
Capital assets not being depreciated:				
Land	\$ 835,382	\$ -	\$ -	\$ 835,382
Construction in progress	2,727,510	-	2,727,510	-
Other capital assets:				
Buildings and improvements	180,848	-	-	180,848
Sewer plant	19,345,938	3,376,772	-	22,722,710
Machinery and equipment	422,143	53,979	8,387	467,735
Autos and trucks	244,117	8,500	2,355	250,262
Totals	<u>23,755,938</u>	<u>3,439,251</u>	<u>2,738,252</u>	<u>24,456,937</u>
Less accumulated depreciation				
Buildings and improvements	165,008	2,829	-	167,837
Sewer plant	7,163,458	855,251	-	8,018,709
Machinery and equipment	326,920	36,716	6,690	356,946
Autos and trucks	188,664	12,347	2,355	198,656
Total accumulated depreciation	<u>7,844,050</u>	<u>907,143</u>	<u>9,045</u>	<u>8,742,148</u>
Business-type activities, capital assets, net	<u>\$ 15,911,888</u>	<u>\$ 2,532,108</u>	<u>\$ 2,729,207</u>	<u>\$ 15,714,789</u>

CITY OF CROWLEY, LOUISIANA

Notes to Basic Financial Statements (Continued)

Depreciation expense was charged to governmental activities as follows:

General government	\$ 103,041
Public safety	340,034
Public works	165,155
Economic development	7,704
Culture and recreation	174,203
Cemetery	<u>4,003</u>
Total depreciation expense	<u>\$ 794,140</u>

Depreciation expense was charged to the business-type activities as follows.

Sewer	<u>\$ 907,143</u>
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(9) Accounts, Salaries, and Other Payables

The accounts, salaries, and other payables of \$488,708 consisted of the following at August 31, 2008:

	<u>Governmental Activities</u>	<u>Business-type Activities</u>	<u>Total</u>
Accounts	\$233,701	\$23,672	\$257,373
Payroll liabilities	204,836	10,940	215,776
Other liabilities	<u>15,559</u>	<u>-</u>	<u>15,559</u>
Totals	<u>\$454,096</u>	<u>\$34,612</u>	<u>\$488,708</u>

CITY OF CROWLEY, LOUISIANA

Notes to Basic Financial Statements (Continued)

(10) Long-Term Liabilities

Long-term liabilities at August 31, 2008 are comprised of the following individual issues:

Governmental activities –

Bonds payable:

\$4,830,000 Sales Tax Improvement Bonds, Series ST-1997A due in annual installments of \$190,000 to \$470,000 through June 1, 2012, at interest rates of 5.00% to 7.00%. The debt will be retired from proceeds of a special one-half percent sales tax.	\$1,740,000
\$4,040,000 General Obligation Street Improvement Bonds, Series ST-1997B due in annual installments of \$160,000 to \$390,000 through June 1, 2012, at interest rates of 4.80% to 7.00%. The Debt will be retired from proceeds of property taxes.	1,455,000
\$6,450,225 Louisiana Local Government Environmental Facilities and Community Development Authority Revenue Bonds, Series 2000A due in monthly installments of \$2,700 to \$38,925 through November 25, 2029, at a variable interest rate determined and reset weekly. The debt will be retired from excess annual revenue.	<u>5,990,225</u>
Total bonds payable	\$9,185,225
Less: unamortized bond issuance costs	<u>(46,448)</u>
Net bonds payable	9,138,777

Other long-term debt:

The Municipal Police Employee's Retirement System (MPERS) liability was incurred July 1, 1984. This liability resulted from the merger of the City's pension obligations for retired members and beneficiaries into the MPERS of the State of Louisiana. The MPERS liability is due in quarterly installments of \$21,644, including interest at 7.00% over a 30 year period, which commenced July 1, 1984. This debt will be retired from future revenues of the City.	<u>385,810</u>
Total governmental activities long-term liabilities	<u>\$ 9,524,587</u>

CITY OF CROWLEY, LOUISIANA

Notes to Basic Financial Statements (Continued)

Business-type activities –

Revenue bonds payable:

\$4,457,430 Sewer Revenue Bonds, Series 1995, due in annual installments of \$170,000 to \$280,000 through September, 2016; interest rate of 2.95%; to be retired from excess annual sewer revenues.	\$ 2,067,430
\$2,783,189 Sewer Revenue Bonds, Series 2000, due in annual installments of \$105,000 to \$190,000 through March, 2022; interest rate of 3.95%; to be retired from excess annual sewer revenues.	2,083,189
\$1,350,000 Sewer Revenue Bonds, Series 2006, due in annual installments of \$40,000 to \$95,000 through September, 2028; interest rate of 2.95%; to be retired from excess annual sewer revenues.	<u>1,350,000</u>
Total business-type activities long-term liabilities	5,500,619
Less: unamortized bond issuance costs	<u>(83,537)</u>
Net business-type activities long-term liabilities	<u>\$ 5,417,082</u>

The long-term liabilities are due as follows:

Year Ending August 31,	Governmental Activities		Business-type Activities		Total
	Principal Payments	Interest Payments	Principal Payments	Interest Payments	
2009	\$ 956,425	\$ 558,959	\$ 370,000	\$ 183,100	\$ 2,068,484
2010	1,015,058	510,465	420,000	170,885	2,116,408
2011	1,067,701	458,608	440,000	157,145	2,123,454
2012	1,121,576	403,367	450,000	142,765	2,117,708
2013	277,106	345,160	470,000	128,040	1,220,306
2014-2018	1,161,644	1,284,892	1,917,430	388,287	4,752,253
2019-2023	1,481,600	924,771	908,189	153,323	3,467,883
2024-2028	1,924,900	455,657	430,000	52,805	2,863,362
2029-2033	565,025	24,369	95,000	2,803	687,197
Totals	<u>\$ 9,571,035</u>	<u>\$4,966,248</u>	<u>\$5,500,619</u>	<u>\$1,379,153</u>	<u>\$21,417,055</u>

CITY OF CROWLEY, LOUISIANA

Notes to Basic Financial Statements (Continued)

Changes in General Long-Term Liabilities

During the year ended August 31, 2008, the following changes occurred in long-term liabilities transactions and balances:

	<u>Balance</u> 9/1/2007	<u>Additions</u>	<u>Reductions</u>	<u>Balance</u> 8/31/2008	<u>Due Within</u> <u>One Year</u>
Governmental activities:					
Bonds payable -					
Sales Tax Street					
Improvement Bonds					
Series ST-1997A	\$ 2,120,000	\$ -	\$ 380,000	\$ 1,740,000	\$400,000
General Obligation					
Street Improvement					
Bonds, Series ST-					
1997B	1,770,000	-	315,000	1,455,000	335,000
Revenue Bonds,					
Series 2000A	<u>6,137,825</u>	<u>-</u>	<u>147,600</u>	<u>5,990,225</u>	<u>158,100</u>
Total bonds					
payable	<u>10,027,825</u>	<u>-</u>	<u>842,600</u>	<u>9,185,225</u>	<u>893,100</u>
Other long-term liabilities					
MPERS liability	<u>444,992</u>	<u>-</u>	<u>59,182</u>	<u>385,810</u>	<u>63,325</u>
Total governmental					
activities	<u>\$ 10,472,817</u>	<u>\$ -</u>	<u>\$ 901,782</u>	9,571,035	<u>\$956,425</u>
Less: unamortized bond issuance costs				<u>(46,448)</u>	
				<u>\$ 9,524,587</u>	
Business-type activities:					
Sewer Revenue Bonds,					
Series 1995	\$ 2,297,430	\$ -	\$ 230,000	\$ 2,067,430	\$240,000
Sewer Revenue Bonds,					
Series 2000	2,208,189	-	125,000	2,083,189	130,000
Sewer Revenue Bonds,					
Series 2006	<u>1,350,000</u>	<u>-</u>	<u>-</u>	<u>1,350,000</u>	<u>-</u>
Total business-					
type activities	<u>\$ 5,855,619</u>	<u>\$ -</u>	<u>\$ 355,000</u>	5,500,619	<u>\$370,000</u>
Less: unamortized bond issuance costs				<u>(83,537)</u>	
				<u>\$ 5,417,082</u>	

CITY OF CROWLEY, LOUISIANA

Notes to Basic Financial Statements (Continued)

(11) Flow of Funds; Restrictions on Use - Sewer Revenues

Under the terms of the loan and pledge agreements with the Louisiana Department of Environmental Quality, all revenues derived from the operation of the utilities system are to be deposited into an account designated as the Sewer Revenue Fund and said account is to be maintained and administered in the following order of priority and for the following express purposes:

- (a) The payment of all reasonable and necessary expenses of operating and maintaining the utilities system.
- (b) Each month there shall be set aside into the Sewer Revenue Bond Sinking Fund on or before the 20<sup>th</sup> day of each month an amount equal to the principal, interest, and administrative fee accruing with respect to the bonds for such calendar month together with such additional proportionate sum as may be required to pay such principal, interest, and administrative fee as they become due.
- (c) Each month, there shall be set aside into the Revenue Bonds Debt Service Reserve Fund on or before the 20<sup>th</sup> day of each month a sum at least equal to 25% of the amount required to be paid into the Sewer Revenue Bond Sinking Fund until such time as there has been accumulated the lesser of (1) 10% of the proceeds of the bonds, or (2) the maximum scheduled principal and interest requirements for any succeeding year.
- (d) Funds shall be set aside into the Sewer System Renewal and Replacement Fund to provide for extensions, additions, improvements, renewals, and replacements necessary to properly operate the utilities system. Transfers shall be made on or before the 20<sup>th</sup> day each month until the Fund equals \$150,000.

All required transfers were made for the year ended August 31, 2008.

(12) Department of Environmental Quality Revolving Loans

During the 1996 fiscal year, the City Council approved a resolution to issue a maximum of \$12,000,000 of Sewer Revenue Bonds, Series 1995A to the Louisiana Department of Environmental Quality, to be issued in two or more series with the initial principal amount for the bonds being \$4,500,000. The City entered into a loan and pledge agreement with the Department of Environmental Quality that allows the City to make draws of the \$4,500,000 commitment as construction funds are expended for the construction and modification of wastewater treatment facilities. At August 31, 2008, amounts drawn to date totaled \$4,457,430.

## CITY OF CROWLEY, LOUISIANA

### Notes to Basic Financial Statements (Continued)

During the 2000 fiscal year, the City Council approved a resolution to issue an additional \$3,000,000 of Sewer Revenue Bonds to the Louisiana Department of Environmental Quality, issued as a parity obligation amount to the Series 1995A Bonds of \$4,500,000. The City entered into a loan and pledge agreement with the Department of Environmental Quality that allows the City to make draws of the \$3,000,000 commitment as construction funds are expended for the construction and modification of wastewater treatment facilities. At August 31, 2008, amounts drawn to date totaled \$2,783,189.

During the 2007 fiscal year, the City Council approved a resolution to issue an additional \$1,350,000 of Sewer Revenue Bonds to the Louisiana Department of Environmental Quality, issued as a parity obligation amount to the Series 1995A Bonds of \$4,500,000 and the Series 2000 Bonds of \$3,000,000. The City entered into a loan and pledge agreement with the Department of Environmental Quality that allows the City to make draws of the \$1,350,000 commitment as construction funds are expended for the construction and modification of wastewater treatment facilities. At August 31, 2008, amounts drawn to date totaled \$1,350,000.

#### (13) Employee Retirement

Substantially all employees of the City are members of the following statewide retirement systems: Municipal Employees' Retirement System of Louisiana, Municipal Police Employees' Retirement System of Louisiana, Firefighters Retirement System of Louisiana or Louisiana State Employees' Retirement System. Pertinent information relative to each plan follows:

##### A. Municipal Employees Retirement System of Louisiana (System)

Plan Description – The Municipal Police Employees' Retirement System (the System) is a cost-sharing multiple-employer public employee retirement system (PERS) as established and provided for by R.S. 11:1731 of the Louisiana Revised Statutes (LRS). The System is composed of two distinct plans, Plan A and Plan B, with separate assets and benefit provisions. All employees of the municipality are members of Plan A.

All permanent employees working at least 35 hours per week who are not covered by another pension plan and are paid wholly or in part from municipal funds and all elected municipal officials are eligible to participate in the System. Under Plan A, employees who retire at or after age 60 with at least 10 years of creditable service, at or after age 55 with at least 25 years of creditable service, or at any age with at least 30 years of creditable service are entitled to a retirement benefit, payable monthly for life, equal to 3% of their final-average salary for each year of creditable service. Final-average salary is the employee's average salary over the 36 consecutive or joined months that produce the highest average. Employees who terminate with at least the amount of creditable service stated above, and do not withdraw their employee contributions, may retire at the ages specified above and receive the benefit accrued to their date of termination. The System also provides death and disability benefits. Benefits are established or amended by state statute.

CITY OF CROWLEY, LOUISIANA

Notes to Basic Financial Statements (Continued)

The System issues an annual publicly available financial report that includes financial statements and required supplementary information for the System. That report may be obtained by writing to the Municipal Employees Retirement System of Louisiana, 7937 Office Park Boulevard, Baton Rouge, Louisiana 70809, or by calling (225) 925-4810.

Funding Policy - Under Plan A, members are required by state statute to contribute 9.25% of their annual covered salary and the City is required to contribute at an actuarially determined rate. The rate for 2008 was 13.5% of annual covered payroll. Contributions to the System also include one-fourth of 1% (except Orleans and East Baton Rouge parishes) of the taxes shown to be collectible by the tax rolls of each parish. These tax dollars are divided between Plan A and Plan B based proportionately on the salaries of the active members of each plan. The contribution requirements of plan members and the City are established and may be amended by state statute. As provided by R.S. 11:103, the employer contributions are determined by actuarial valuation and are subject to change each year based on the results of the valuation for the prior fiscal year. The City's contributions to the System for the years ending August 31, 2008, 2007, and 2006 were \$265,702, \$292,210, and \$284,012, respectively, equal to the required contributions for each year.

B. Municipal Police Employees Retirement System of Louisiana (System)

Plan Description - The Municipal Police Employees' Retirement System (the System) is a cost-sharing multiple-employer public employee retirement system (PERS).

All full-time police officers employed by a municipality of the State of Louisiana and engaged in law enforcement, empowered to make arrests, providing they do not have to pay social security and providing they meet the statutory criteria are required to participate in the System. Employees who retire at or after age 50 with at least 20 years of creditable service or at or after age 55 with at least 12 years of creditable service are entitled to a retirement benefit, payable monthly for life, equal to 3 1/3% of their final-average salary for each year of creditable service. Final average salary is the employee's average salary over the 36 consecutive or joined months that produce the highest average. Employees who terminate with at least the amount of creditable service stated above, and do not withdraw their employee contributions, may retire at the ages specified above and receive the benefit accrued to their date of termination. The System also provides death and disability benefits. Benefits are established by state statute.

The System issues an annual publicly available financial report that includes financial statements and required supplementary information for the System. That report may be obtained by calling the Municipal Police Employees Retirement System of Louisiana, (225) 929-7411.

## CITY OF CROWLEY, LOUISIANA

### Notes to Basic Financial Statements (Continued)

Funding Policy - Plan members are required by state statute to contribute 7.5% of their annual covered salary and the City is required to contribute at an actuarially determined rate. The rate for 2008 was 13.75% of annual covered payroll. The contribution requirements of plan members and the City are established and may be amended by state statute. As provided by R.S. 11:103, the employer contributions are determined by actuarial valuation and are subject to change each year based on the results of the valuation for the prior fiscal year. The City's contributions to the System for the years ending August 31, 2008, 2007, and 2006 were \$146,328, \$154,268, and \$149,764, respectively, equal to the required contributions for each year.

#### C. Firefighters' Retirement System of Louisiana

Plan Description - The Firefighters' Retirement System (the System) is a cost-sharing multiple-employer public retirement system (PERS), as established and provided for by R.S. 11:2251 through 2269 of the Louisiana Revised Statutes (LRS).

Membership in the Louisiana Firefighters' Retirement System is mandatory for a full-time firefighters employed by a municipality, parish, or fire protection district that did not enact an ordinance before January 1, 1980, exempting itself from participation in the System. Employees are eligible to retire at or after age 55 with at least 12 years of creditable service or at or after age 50 with at least 20 years of creditable service. Upon retirement, members are entitled to a retirement benefit, payable monthly for life, equal to 3 1/3% of their final-average salary for each year of creditable service, not to exceed 100% of their final-average salary. Final-average salary is the employee's average salary over the 36 consecutive or joined months that produce the highest average. Employees who terminate with at least 12 years of service and do not withdraw their employee contributions may retire at or after age 55 (or at or after age 50 with at least 20 years of creditable service at termination) and receive the benefit accrued to their date of termination. The System also provides death and disability benefits. Benefits are established or amended by state statute.

The System issues an annual publicly available financial report that includes financial statements and required supplementary information for the System. That report may be obtained by writing to the Firefighters' Retirement System, Post Office Box 94095, Baton Rouge, Louisiana 70804, or by calling (225) 925-4060.

Funding Policy - Plan members are required by state statute to contribute 8.0% of their annual covered salary and the City is required to contribute at an actuarially determined rate. The rate for 2008 was 13.75% of annual covered payroll. The contribution requirements of plan members and the City are established and may be amended by state statute. As provided by R.S. 11:103, the employer contributions are determined by actuarial valuation and are subject to change each year based on the results of the valuation for the prior fiscal year. The City's contributions to the System for the years ending August 31, 2008, 2007 and 2006 were \$153,206, \$163,710, and \$142,819, respectively, equal to the required contributions for each year.

## CITY OF CROWLEY, LOUISIANA

### Notes to Basic Financial Statements (Continued)

#### D. Louisiana State Employees' Retirement System

Plan description - The Louisiana State Employees' Retirement System (the System) is a single-employer public employee retirement system established under the provisions of Title II, Section 401, of the Louisiana Revised Statutes of 1991, controlled and administered by a separate board of trustees.

All State permanent employees are mandated by State Law to participate in the System and all elected or appointed officials are eligible to participate in the System. Employees who retire at or after age 60 with at least 10 years of creditable service, at or after age 55 with 25 years of creditable service, or at any age with at least 30 years of creditable service are entitled to a retirement benefit payable monthly for life, equal to 3.5% of their average annual compensation for every year of service plus \$300. Average compensation is the employee's monthly earnings during the 36 consecutive months that produce the highest average. Employees who terminate with at least the amount of creditable service stated previously and who do not withdraw their employee contributions, may retire at the ages specified previously and receive the benefit accrued to their date of termination. The System also provides death and disability benefits. Benefits are established by State statute.

The Louisiana State Employees' Retirement System issues a publicly available financial report that includes financial statements and required supplementary information. That report may be obtained by writing Louisiana State Employees' Retirement System, Post Office Box 44213, Baton Rouge, Louisiana 70804-4213.

Funding policy - Plan members (judges) are required to contribute 11.50% of their annual covered salary and the City is required to contribute at an actuarially determined rate. The current rate is 20.4% of annual covered payroll. The contribution requirements of Plan members and the City are established and may be amended by the System's Board of Trustees. The City's contributions to the System for the years ended August 31, 2008, 2007, and 2006 were \$5,652, \$5,501, and \$5,293, respectively, equal to the required contributions for each year.

#### (14) Commitments and Contingencies

##### Litigation

At August 31, 2008, the City of Crowley was a defendant in several lawsuits. Reserves for claims losses are established and recorded as liabilities of the Risk Management Fund when information available indicates that it is probable that an asset has been impaired or a liability has been incurred and the amount of the loss can be reasonably estimated. The City's legal counsel has reviewed the claims and lawsuits, in order to evaluate the likelihood of an unfavorable outcome to the City and to arrive at an estimate, if any, of the amount or range of potential loss to the City not covered by insurance. As a result of the review, there are no claims and lawsuits that an unfavorable outcome would materially affect the financial statements. Also, the City may be exposed to losses for which the amounts cannot be determined at this time.

CITY OF CROWLEY, LOUISIANA

Notes to Basic Financial Statements (Continued)

Grant Audits

The City receives federal and state grants for specific purposes that are subject to review and audit by federal and state agencies. Such audits could result in a request for reimbursement by these agencies for expenditures disallowed under the terms and conditions of the appropriate agency. In the opinion of City management, such disallowances, if any, will not be significant to the City's financial statements.

(15) Leases

A. Operating Lease

The City entered into a lease of premises with option to purchase agreement with La Pac Manufacturing, Inc. (La Pac) on September 23, 2006. These leases are for an initial term of five years. Under this lease the City is to receive from La Pac a monthly rental of \$2,792, due on the 1<sup>st</sup> day of each month for a term of 10 years, commencing on September 1, 2006. The agreement will automatically renew for an additional term of ten years unless lessee shall cancel this lease. As part of the agreement, La Pac elected in advance to pre-pay the City \$325,000 for which the lessee is relieved of the obligation of monthly rental payments equivalent to 116.4 months. The \$325,000 was received by the City in fiscal year 2006 and set up as deferred revenue and is being amortized over the 116.4 months. Income recognized for the year ended August 31, 2008 was \$33,500. The future minimum rentals for this agreement is as follows:

2009	\$ 33,500
2010	33,500
2011	33,500
2012	33,500
2013	33,500
2014-2016	<u>90,500</u>
Total	<u>\$258,000</u>

CITY OF CROWLEY, LOUISIANA

Notes to Basic Financial Statements (Continued)

B. Capital Lease

The City entered into a lease agreement as lessee financing the acquisition of two new fire pumper apparatus. The lease agreement qualifies as a capital lease for accounting purposes, and, therefore, has been recorded at the present value of their future minimum lease payments as of the inception date. The future minimum lease obligation and the net present value of the minimum lease payments as of August 31, 2008 were as follows:

2009	\$ 137,225
2010	137,225
2011	137,225
2012	137,225
2013	<u>137,226</u>
Total minimum lease payments	686,126
Less: amount representing interest	<u>(82,196)</u>
Present value of minimum lease payments	<u>\$ 603,930</u>

At August 31, 2008, the 2 fire pumper apparatus are included in capital assets with a cost of \$603,930 and accumulated depreciation of \$45,295. Depreciation expense of \$45,295 was recorded for these assets at August 31, 2008.

(16) Compensation of City Officials

A detail of compensation paid to the Mayor and Aldermen for the year ended August 31, 2008 follows:

Mayor:	
Greg Jones	\$ 63,266
Council Members:	
Steven C. Premeaux - Mayor pro-tem	7,996
Vernon Martin	6,811
Mary T. Melancon	6,811
Laurita D. Pete	6,811
Kathleen M. Valdetero	6,811
Lyle Fogleman	6,811
Todd Whiting	6,811
Jeffery Dore	6,811
Elliot J. Dore	<u>6,811</u>
	<u>\$ 125,750</u>

CITY OF CROWLEY, LOUISIANA

Notes to Basic Financial Statements (Continued)

(17) Risk Management

A. Workmen's Compensation and Commercial Insurance Coverage

Effective February 1, 1994, the City established a risk management program for its workman's compensation coverage and accounts for it in the Workmen's Compensation Fund. Interfund premiums are paid into this fund and are available to pay claims and administrative costs.

The City adopted the provisions of GASB Statement No. 10, Accounting and Financial Reporting for Risk Financing and Related Insurance Issues. As required by the standard, a reconciliation of claims liabilities is shown below. All funds of the City participate in the program and make payments to the Workmen's Compensation Fund based on premiums needed to pay prior and current year claims, administrative costs, and commercial insurance premiums and to establish a reserve for losses relating to catastrophes.

For the year ended August 31, 2008, the claims liability of \$38,508 was reported in the Group Insurance Fund. The claims liability is based on the requirements of GASB Statement No. 10, which are that a liability for claims be reported as of the financial statement date if information prior to the issuance of the financial statements indicates that it is probable that a liability has been incurred and the amount of the loss can be reasonably estimated.

Reconciliation of Claims Liabilities

	<u>2008</u>	<u>2007</u>
Unpaid claims, beginning	\$ 7,707	\$ 5,181
Claims incurred	140,703	89,399
Claims payments	<u>(109,902)</u>	<u>(86,873)</u>
Unpaid claims, ending	<u>\$ 38,508</u>	<u>\$ 7,707</u>

Claims payable of \$38,508 at August 31, 2008 consisted of claims incurred prior August 31, 2008 and paid in September, 2008 through October, 2008.

B. Group Self- Insurance

Effective May 1, 1990, the City established a risk management program for its group health and life insurance coverage and accounts for it in the Employee Benefit Plan Fund. Both the employer and employees' share of premiums are paid into this fund and are available to pay claims and administrative costs. Interfund premiums are based primarily upon the insured fund's number of participants.

The City adopted the provisions of GASB Statement No. 10, Accounting and Financial Reporting for Risk Financing and Related Insurance Issues. As required by the standard, a reconciliation of claims liabilities is shown below. For the year ended August 31, 2008, the claims liability of \$19,232 was reported in the Employee Benefit Plan Fund. The claims liability is based on the requirements of GASB Statement No. 10, which are that a liability for claims be reported as of the financial statement date if information prior to the issuance of the financial statements indicates that it is probable that a liability has been incurred and the amount of the loss can be reasonably estimated.

CITY OF CROWLEY, LOUISIANA

Notes to Basic Financial Statements (Continued)

Reconciliation of Claims Liabilities

	<u>2008</u>	<u>2007</u>
Unpaid claims, beginning	\$ 109,721	\$ 31,882
Claims incurred	675,669	683,462
Claims payments	<u>(766,158)</u>	<u>(605,623)</u>
Unpaid claims, ending	<u>\$ 19,232</u>	<u>\$ 109,721</u>

Claims payable of \$19,232 at August 31, 2008 consisted of claims incurred prior to August 31, 2008 and paid in September, 2008 through November, 2008.

(18) Interfund Receivables/Payables and Interfund Transfers

A. A summary of interfund receivables and payables at August 31, 2008 follows:

	<u>Interfund Receivables</u>	<u>Interfund Payables</u>
Major governmental funds:		
General Fund	\$ 485,100	\$ -
Other governmental funds	<u>-</u>	<u>100</u>
Total major governmental funds	485,100	100
Proprietary funds:		
Enterprise Fund	<u>-</u>	<u>485,000</u>
Total	<u>\$ 485,100</u>	<u>\$ 485,100</u>

The amounts due from the General Fund to various other funds are for reimbursements owed for expenditures paid for those funds.

CITY OF CROWLEY, LOUISIANA

Notes to Basic Financial Statements (Continued)

B. Interfund transfers consisted of the following at August 31, 2008:

	<u>Transfers In</u>	<u>Transfers Out</u>
Major governmental funds:		
General Fund	\$ 5,884,215	\$ -
Sales Tax Fund	-	4,671,550
1/2 Cent Sales Tax - Salary Fund	-	1,480,665
1/2 Cent Sales Tax - Street Improvement Fund	-	1,463,050
Other governmental funds	<u>1,402,950</u>	<u>44,000</u>
Total governmental funds	7,287,165	7,659,265
Internal service fund	300,000	-
Proprietary funds:		
Enterprise Fund	<u>616,525</u>	<u>544,425</u>
Total	<u>\$ 8,203,690</u>	<u>\$ 8,203,690</u>

Transfers are used to (a) move revenues from the fund that statute or budget requires to collect them to the fund that statute or budget requires to expend them and to (b) use unrestricted revenues collected to finance various programs accounted for in other funds in accordance with budgetary authorizations.

(19) Prior Period Adjustment

Net assets in the governmental-type and business-type financial statements at the beginning of the fiscal year August 31, 2008 has been adjusted to correct an error in a prior year. In 2007, net capital assets were understated; therefore prior period adjustments of \$49,647 and 45,262, respectively, is necessary to increase net assets. The reason for this increase is due to the capitalization of certain prior year assets not capitalized.

**REQUIRED  
SUPPLEMENTARY INFORMATION**

CITY OF CROWLEY, LOUISIANA  
General Fund

Budgetary Comparison Schedule  
For the Year Ended August 31, 2008

	Budget		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		(Negative)
<b>Revenues:</b>				
Taxes	\$ 2,162,300	\$2,162,300	\$2,290,916	\$ 128,616
Licenses and permits	500,150	555,100	555,513	413
Intergovernmental	472,610	1,250,610	1,364,568	113,958
Charges for services	26,350	26,350	35,065	8,715
Fines and fees	68,000	68,000	108,901	40,901
Investment income	132,000	106,500	108,073	1,573
Miscellaneous	166,910	244,080	217,592	(26,488)
Total revenues	<u>3,528,320</u>	<u>4,412,940</u>	<u>4,680,628</u>	<u>267,688</u>
<b>Expenditures:</b>				
Current -				
General government	1,222,815	1,327,715	1,407,233	(79,518)
Public safety	4,046,450	4,309,660	4,352,694	(43,034)
Public works	1,811,385	1,833,535	1,881,716	(48,181)
Economic development	150,000	163,000	179,053	(16,053)
Capital outlay	509,110	2,302,583	2,596,890	(294,307)
Debt service -				
Principal retirement	409,205	468,182	468,387	(205)
Interest and fiscal charges	<u>380,370</u>	<u>293,199</u>	<u>265,938</u>	<u>27,261</u>
Total expenditures	<u>8,529,335</u>	<u>10,697,874</u>	<u>11,151,911</u>	<u>(454,037)</u>
Deficiency of revenues over expenditures	(5,001,015)	(6,284,934)	(6,471,283)	(186,349)
<b>Other financing sources:</b>				
Proceeds from capital lease	-	-	603,930	603,930
Transfers in	<u>4,988,065</u>	<u>5,874,215</u>	<u>5,884,215</u>	<u>10,000</u>
Total other financing sources	<u>4,988,065</u>	<u>5,874,215</u>	<u>6,488,145</u>	<u>613,930</u>
Net change in fund balance	(12,950)	(410,719)	16,862	427,581
Fund balance, beginning	<u>3,241,924</u>	<u>3,241,924</u>	<u>3,241,924</u>	<u>142,361</u>
Fund balance, ending	<u>\$ 3,228,974</u>	<u>\$2,831,205</u>	<u>\$3,258,786</u>	<u>\$ 569,942</u>

CITY OF CROWLEY, LOUISIANA  
Sales Tax Fund

Budgetary Comparison Schedule  
For the Year Ended August 31, 2008

	Budget		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues:				
Taxes	\$ 3,990,000	\$ 4,332,044	\$ 4,246,108	\$ (85,936)
Investment income	87,000	87,000	85,721	(1,279)
Total revenues	<u>4,077,000</u>	<u>4,419,044</u>	<u>4,331,829</u>	<u>(87,215)</u>
Expenditures:				
Current -				
General government	<u>63,400</u>	<u>68,600</u>	<u>67,758</u>	<u>842</u>
Total expenditures	<u>63,400</u>	<u>68,600</u>	<u>67,758</u>	<u>842</u>
Excess of revenues over expenditures	4,013,600	4,350,444	4,264,071	(86,373)
Other financing uses:				
Transfers out	<u>(3,913,600)</u>	<u>(4,651,550)</u>	<u>(4,671,550)</u>	<u>(20,000)</u>
Excess (deficiency) of revenues over expenditures and other financing uses	100,000	(301,106)	(407,479)	(106,373)
Fund balance, beginning	<u>2,557,307</u>	<u>2,557,307</u>	<u>2,557,307</u>	<u>23,637</u>
Fund balance, ending	<u>\$ 2,657,307</u>	<u>\$ 2,256,201</u>	<u>\$ 2,149,828</u>	<u>\$ (82,736)</u>

CITY OF CROWLEY, LOUISIANA  
One-Half Cent Sales Tax - Salary Fund

Budgetary Comparison Schedule  
For the Year Ended August 31, 2008

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
Revenues:				
Taxes	\$1,330,000	\$1,440,015	\$1,415,369	\$(24,646)
Investment income	<u>10,750</u>	<u>10,750</u>	<u>4,054</u>	<u>(6,696)</u>
Total revenues	<u>1,340,750</u>	<u>1,450,765</u>	<u>1,419,423</u>	<u>(31,342)</u>
Expenditures:				
Current -				
General government	<u>23,450</u>	<u>25,150</u>	<u>25,072</u>	<u>78</u>
Total expenditures	<u>23,450</u>	<u>25,150</u>	<u>25,072</u>	<u>78</u>
Excess of revenues over expenditures	1,317,300	1,425,615	1,394,351	(31,264)
Other financing uses:				
Transfers out	<u>(1,480,665)</u>	<u>(1,480,665)</u>	<u>(1,480,665)</u>	<u>-</u>
Net change in fund balance	(163,365)	(55,050)	(86,314)	(31,264)
Fund balance, beginning	<u>322,327</u>	<u>322,327</u>	<u>322,327</u>	<u>-</u>
Fund balance, ending	<u>\$ 158,962</u>	<u>\$ 267,277</u>	<u>\$ 236,013</u>	<u>\$(31,264)</u>

CITY OF CROWLEY, LOUISIANA  
One-Half Cent Sales Tax - Street Improvement Fund

Budgetary Comparison Schedule  
For the Year Ended August 31, 2008

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:				
Taxes	\$1,330,000	\$1,444,015	\$1,415,369	\$ (28,646)
Investment income	<u>100,000</u>	<u>100,000</u>	<u>130,957</u>	<u>30,957</u>
Total revenues	<u>1,430,000</u>	<u>1,544,015</u>	<u>1,546,326</u>	<u>2,311</u>
Expenditures:				
Current -				
General government	<u>21,700</u>	<u>23,400</u>	<u>23,200</u>	<u>200</u>
Total expenditures	<u>21,700</u>	<u>23,400</u>	<u>23,200</u>	<u>200</u>
Excess of revenues over expenditures	1,408,300	1,520,615	1,523,126	2,511
Other financing uses:				
Transfers out	<u>(771,415)</u>	<u>(1,463,050)</u>	<u>(1,463,050)</u>	<u>-</u>
Net change in fund balance	636,885	57,565	60,076	2,511
Fund balance, beginning	<u>3,413,667</u>	<u>3,413,667</u>	<u>3,413,667</u>	<u>-</u>
Fund balance, ending	<u>\$4,050,552</u>	<u>\$3,471,232</u>	<u>\$3,473,743</u>	<u>\$ 2,511</u>

**OTHER SUPPLEMENTARY INFORMATION**

**OTHER FINANCIAL INFORMATION**

CITY OF CROWLEY, LOUISIANA  
General Fund

Budgetary Comparison Schedule - Revenues  
For the Year Ended August 31, 2008  
With Comparative Actual Amounts for the Year Ended August 31, 2007

	2008			Variance with Final Budget Positive (Negative)	2007 Actual
	Budget		Actual		
	Original	Final			
<b>Taxes:</b>					
Ad valorem	\$1,229,800	\$1,229,800	\$1,282,814	\$ 53,014	\$1,214,425
Electric franchise	571,000	571,000	623,663	52,663	589,629
Gas franchise	138,500	138,500	134,744	(3,756)	138,617
Telephone franchise	60,000	60,000	61,880	1,880	59,496
Cable TV franchise	95,000	95,000	100,477	5,477	96,888
Water franchise	54,000	54,000	73,300	19,300	53,917
In lieu of tax payments	10,000	10,000	10,000	-	10,000
Interest and penalties on taxes	4,000	4,000	4,038	38	4,347
Total taxes	<u>2,162,300</u>	<u>2,162,300</u>	<u>2,290,916</u>	<u>128,616</u>	<u>2,167,319</u>
<b>Licenses and permits:</b>					
Occupational licenses	215,750	227,750	227,624	(126)	222,668
Insurance licenses	215,000	235,000	234,418	(582)	242,809
Liquor licenses	30,000	29,600	30,118	518	29,266
Building permits	26,200	44,600	44,616	16	39,574
Chain store licenses	12,000	11,500	12,085	585	11,676
Other licenses and permits	1,200	6,650	6,652	2	1,200
Total licenses and permits	<u>500,150</u>	<u>555,100</u>	<u>555,513</u>	<u>413</u>	<u>547,193</u>
<b>Intergovernmental:</b>					
Beer tax revenue	32,000	32,000	27,758	(4,242)	47,690
Video poker tax revenue	350,000	350,000	391,214	41,214	401,585
2% fire insurance proceeds	50,000	50,000	58,213	8,213	57,444
Federal grants	30,610	723,150	793,726	70,576	107,013
State grants	10,000	95,460	93,657	(1,803)	388,250
Total intergovernmental	<u>472,610</u>	<u>1,250,610</u>	<u>1,364,568</u>	<u>113,958</u>	<u>1,001,982</u>
<b>Charges for services:</b>					
Lot cutting fees	3,000	3,000	4,757	1,757	6,546
Animal control fees	2,000	2,000	1,485	(515)	1,493
Frame and grate income	250	250	2,041	1,791	70
State highway clean-up fees	18,400	18,400	24,730	6,330	18,401
Miscellaneous fees	2,700	2,700	2,052	(648)	2,730
Total charges for services	<u>26,350</u>	<u>26,350</u>	<u>35,065</u>	<u>8,715</u>	<u>29,240</u>

(continued)

CITY OF CROWLEY, LOUISIANA  
General Fund

Budgetary Comparison Schedule - Revenues (Continued)  
For the Year Ended August 31, 2008  
With Comparative Actual Amounts for the Year Ended August 31, 2007

	2008		Actual	Variance with Final Budget Positive (Negative)	2007 Actual
	Budget				
	Original	Final			
Fines and fees:					
Court fines and fees	68,000	68,000	108,901	40,901	69,142
Investment income	132,000	106,500	108,073	1,573	146,350
Miscellaneous:					
Rental of property	107,610	102,820	98,783	(4,037)	105,135
July-fete fundraiser	6,500	6,500	3,528	(2,972)	6,590
Mardi Gras fundraiser	15,000	15,500	15,457	(43)	14,493
Gas and oil royalties	5,500	10,000	15,353	5,353	5,972
Miscellaneous police revenues	11,550	15,000	23,274	8,274	12,486
Retirees insurance reimbursements	9,500	9,500	13,715	4,215	8,052
Other	11,250	84,760	47,482	(37,278)	78,474
Total miscellaneous	166,910	244,080	217,592	(26,488)	231,202
 Total revenues	 <u>\$ 3,528,320</u>	 <u>\$4,412,940</u>	 <u>\$4,680,628</u>	 <u>\$ 267,688</u>	 <u>\$4,192,428</u>

CITY OF CROWLEY, LOUISIANA  
General Fund

Budgetary Comparison Schedule - Expenditures  
For the Year Ended August 31, 2008  
With Comparative Actual Amounts for the Year Ended August 31, 2007

	2008			Variance with Final Budget Positive (Negative)	2007 Actual
	Budget		Actual		
	Original	Final			
General government -					
Administrative:					
Salaries and wages	\$ 484,900	\$ 484,900	\$ 496,893	\$ (11,993)	\$ 435,909
Payroll taxes	9,275	9,275	14,755	(5,480)	7,316
Retirement	55,750	55,750	56,616	(866)	58,517
Group insurance	88,300	88,300	82,803	5,497	71,490
General insurance	25,000	25,000	40,157	(15,157)	31,388
Office expense	27,000	27,000	17,391	9,609	21,995
Telephone and utilities	12,500	12,500	11,962	538	10,806
Professional services	83,000	143,500	151,126	(7,626)	83,007
Computer expense	31,000	44,500	49,770	(5,270)	33,214
Convention and schools	18,500	18,500	16,966	1,534	19,360
Dues	5,000	5,000	2,506	2,494	2,186
Publication expense	32,600	32,600	40,026	(7,426)	35,600
Tax roll expense	11,600	11,600	9,916	1,684	11,594
Collision loss	86,500	116,500	129,771	(13,271)	129,066
Disaster expense	1,500	1,500	4,567	(3,067)	1,164
Miscellaneous	60,720	61,620	84,968	(23,348)	40,309
Total administrative	<u>1,033,145</u>	<u>1,138,045</u>	<u>1,210,193</u>	<u>(72,148)</u>	<u>992,921</u>
Courts:					
Salaries and wages	113,655	113,655	116,760	(3,105)	111,019
Payroll taxes	1,425	1,425	1,309	116	1,216
Retirement	23,310	23,310	23,840	(530)	24,751
Group insurance	18,415	18,415	16,716	1,699	18,073
General insurance	8,850	8,850	12,939	(4,089)	9,242
City court appropriation	20,500	20,500	20,500	-	20,500
Witness fees	-	-	-	-	650
Miscellaneous	3,515	3,515	4,976	(1,461)	2,277
Total courts	<u>189,670</u>	<u>189,670</u>	<u>197,040</u>	<u>(7,370)</u>	<u>187,728</u>
Total general government	<u>1,222,815</u>	<u>1,327,715</u>	<u>1,407,233</u>	<u>(79,518)</u>	<u>1,180,649</u>

(continued)

CITY OF CROWLEY, LOUISIANA  
General Fund

Budgetary Comparison Schedule - Expenditures (Continued)  
For the Year Ended August 31, 2008  
With Comparative Actual Amounts for the Year Ended August 31, 2007

	2008				2007 Actual
	Budget		Actual	Variance with Final Budget Positive (Negative)	
	Original	Final			
Public safety -					
Fire department:					
Salaries and wages	1,097,000	1,104,500	1,112,759	(8,259)	1,075,324
Payroll taxes	19,500	19,500	19,500	-	17,315
Retirement	150,100	150,100	160,847	(10,747)	166,217
Group insurance	179,600	179,600	188,714	(9,114)	133,711
General insurance	47,850	52,850	52,822	28	112,850
Telephone and utilities	39,535	39,535	45,438	(5,903)	40,728
Gas and oil	15,800	18,750	24,428	(5,678)	14,053
Repairs and supplies	76,000	69,400	129,896	(60,496)	103,481
Uniforms	13,000	13,000	11,240	1,760	11,988
External appropriations	12,000	12,000	12,000	-	12,000
Fire prevention	8,850	8,850	5,812	3,038	8,752
Miscellaneous	29,150	29,150	25,009	4,141	26,872
Total fire department	<u>1,688,385</u>	<u>1,697,235</u>	<u>1,788,465</u>	<u>(91,230)</u>	<u>1,723,291</u>
Police department:					
Salaries and wages	1,186,200	1,216,200	1,168,710	47,490	1,051,352
Payroll taxes	22,300	22,300	21,410	890	15,066
Retirement	175,500	175,500	168,781	6,719	173,564
Group insurance	208,000	208,000	164,017	43,983	145,268
General insurance	136,000	136,000	182,772	(46,772)	193,140
Office expense	12,500	12,500	10,212	2,288	8,078
Telephone and utilities	59,000	59,000	28,624	30,376	35,820
Computer expense	15,500	24,000	24,416	(416)	1,410
Gas and oil	75,000	102,000	127,208	(25,208)	84,571
Repairs and maintenace	71,050	71,050	128,422	(57,372)	63,059
Conventions and schools	15,000	15,000	15,706	(706)	11,865
Building rental	-	44,000	84,240	(40,240)	7,200
Uniforms	9,000	9,000	12,694	(3,694)	9,631
Miscellaneous	61,950	61,950	76,049	(14,099)	60,659
Total police department	<u>2,047,000</u>	<u>2,156,500</u>	<u>2,213,261</u>	<u>(56,761)</u>	<u>1,860,683</u>

(continued)

CITY OF CROWLEY, LOUISIANA  
General Fund

Budgetary Comparison Schedule - Expenditures (Continued)  
For the Year Ended August 31, 2008  
With Comparative Actual Amounts for the Year Ended August 31, 2007

	2008				2007 Actual
	Budget		Actual	Variance with Final Budget Positive (Negative)	
	Original	Final			
<i>Code enforcement:</i>					
Salaries and wages	172,100	188,575	192,672	(4,097)	151,507
Payroll taxes	2,815	2,750	3,002	(252)	2,411
Retirement	22,750	24,750	25,492	(742)	23,505
Group insurance	27,200	33,700	31,932	1,768	27,245
General insurance	18,000	14,535	18,535	(4,000)	19,278
Office expense	4,000	4,750	5,354	(604)	2,764
Telephone and utilities	7,200	6,900	6,173	727	5,645
Gas and oil	10,000	12,000	14,435	(2,435)	10,601
Repairs and supplies	11,000	91,375	16,184	75,191	7,148
Trash clean-up	12,000	11,000	11,250	(250)	8,300
Animal control	5,000	5,000	5,753	(753)	4,704
Miscellaneous	<u>19,000</u>	<u>60,590</u>	<u>20,186</u>	<u>40,404</u>	<u>14,644</u>
Total code enforcement	<u>311,065</u>	<u>455,925</u>	<u>350,968</u>	<u>104,957</u>	<u>277,752</u>
Total public safety	<u>4,046,450</u>	<u>4,309,660</u>	<u>4,352,694</u>	<u>(43,034)</u>	<u>3,861,726</u>
<i>Public works -</i>					
<i>Drainage and public buildings:</i>					
Salaries and wages	213,350	188,350	188,967	(617)	135,814
Payroll taxes	360	360	3,482	(3,122)	2,176
Retirement	28,200	28,200	23,769	4,431	20,443
Group insurance	32,000	32,000	28,564	3,436	16,587
General insurance	24,000	24,000	28,005	(4,005)	39,567
Telephone and utilities	49,200	96,225	108,691	(12,466)	104,732
Professional services	35,000	35,000	48,232	(13,232)	32,803
Gas and oil	20,750	24,500	27,202	(2,702)	12,336
Repairs and maintenance	50,000	79,500	87,749	(8,249)	104,500
Miscellaneous	<u>11,725</u>	<u>21,000</u>	<u>21,939</u>	<u>(939)</u>	<u>11,930</u>
Total drainage and public buildings	<u>464,585</u>	<u>529,135</u>	<u>566,600</u>	<u>(37,465)</u>	<u>480,888</u>

(continued)

CITY OF CROWLEY, LOUISIANA  
General Fund

Budgetary Comparison Schedule - Expenditures (Continued)  
For the Year Ended August 31, 2008  
With Comparative Actual Amounts for the Year Ended August 31, 2007

	2008		Actual	Variance with Final Budget Positive (Negative)	2007 Actual
	Budget				
	Original	Final			
Street department:					
Salaries and wages	588,250	548,250	560,299	(12,049)	516,622
Payroll taxes	8,825	8,825	8,125	700	7,511
Retirement	76,500	76,500	72,804	3,696	78,072
Group insurance	81,500	96,000	97,806	(1,806)	78,388
General insurance	73,450	58,950	60,630	(1,680)	98,936
Gas and oil	45,500	66,000	80,718	(14,718)	56,275
Repairs and supplies	89,000	89,000	74,408	14,592	84,476
Asphalt, gravel, shell, and sand	31,500	31,500	35,407	(3,907)	29,320
Street signs and signals	10,000	10,000	6,236	3,764	2,943
Street and traffic lights	200,750	200,750	209,975	(9,225)	184,269
Rice festival expense	15,000	27,100	13,154	13,946	10,620
Tree expense	26,000	26,000	39,543	(13,543)	23,696
Mosquito control	30,000	30,000	28,912	1,088	25,760
Contract labor	50,000	15,000	11,584	3,416	75,601
Miscellaneous	20,525	20,525	15,515	5,010	15,967
Total street department	<u>1,346,800</u>	<u>1,304,400</u>	<u>1,315,116</u>	<u>(10,716)</u>	<u>1,288,456</u>
Total public works	<u>1,811,385</u>	<u>1,833,535</u>	<u>1,881,716</u>	<u>(48,181)</u>	<u>1,769,344</u>
Economic development -					
July-Fete fundraiser	25,000	28,000	34,933	(6,933)	29,013
Mardi Gras Fundraiser	25,000	25,000	27,460	(2,460)	24,556
Tourism and promotion	100,000	110,000	116,660	(6,660)	109,581
Total economic development	<u>150,000</u>	<u>163,000</u>	<u>179,053</u>	<u>(16,053)</u>	<u>163,150</u>
Capital outlay	<u>509,110</u>	<u>2,302,583</u>	<u>2,596,890</u>	<u>(294,307)</u>	<u>2,025,279</u>
Debt service -					
Principal retirement	409,205	468,182	468,387	(205)	445,613
Interest and fiscal charges	380,370	293,199	265,938	27,261	329,076
Total debt service	<u>789,575</u>	<u>761,381</u>	<u>734,325</u>	<u>27,056</u>	<u>774,689</u>
Total expenditures	<u>\$ 8,529,335</u>	<u>\$ 10,697,874</u>	<u>\$ 11,151,911</u>	<u>\$ (454,037)</u>	<u>\$ 9,774,837</u>

CITY OF CROWLEY, LOUISIANA  
Nonmajor Governmental Funds

Combining Balance Sheet  
August 31, 2008

	Special Revenue	Debt Service	Capital Projects	Total
<b>ASSETS</b>				
Cash and interest-bearing deposits	\$ 992,503	\$870,925	\$ 100	\$1,863,528
Investments	1,434	-	-	1,434
Receivables:				
Accrued interest receivable	1,303	24,263	-	25,566
Due from other governmental agencies	2,709	-	-	2,709
Total assets	\$ 997,949	\$895,188	\$ 100	\$1,893,237
<b>LIABILITIES AND FUND BALANCES</b>				
Liabilities:				
Accounts payable	\$ 81,005	\$ -	\$ -	\$ 81,005
Accrued liabilities	13,859	-	-	13,859
Due to other funds	-	-	100	100
Total liabilities	94,864	-	100	94,964
Fund balances:				
Reserved for debt service	-	895,188	-	895,188
Unreserved, undesignated	903,085	-	-	903,085
Total fund balances	903,085	895,188	-	1,798,273
Total liabilities and fund balances	\$ 997,949	\$895,188	\$ 100	\$1,893,237

CITY OF CROWLEY, LOUISIANA  
Nonmajor Governmental Funds

Combining Statement of Revenues, Expenditures and Changes in Fund Balances  
For the Year Ended August 31, 2008

	Special Revenue	Debt Service	Total
Revenues:			
Taxes	\$ 277,307	\$ -	\$ 277,307
Intergovernmental	20,289	-	20,289
Charges for services	293,013	-	293,013
Investment income	29,514	33,126	62,640
Miscellaneous	10,414	-	10,414
Total revenues	630,537	33,126	663,663
Expenditures:			
Current -			
General government	31,384	1,081	32,465
Economic development	63,236	-	63,236
Culture and recreation	1,194,929	-	1,194,929
Cemetery	85,810	-	85,810
Capital outlay	145,713	-	145,713
Debt service -			
Principal retirement	20,739	380,000	400,739
Interest and fiscal charges	32,415	113,975	146,390
Total expenditures	1,574,226	495,056	2,069,282
Deficiency of revenues over expenditures	(943,689)	(461,930)	(1,405,619)
Other financing sources (uses):			
Transfers in	786,050	616,900	1,402,950
Transfers out	(44,000)	-	(44,000)
Total financing sources (uses)	742,050	616,900	1,358,950
Net changes in fund balances	(201,639)	154,970	(46,669)
Fund balance, beginning	1,104,724	740,218	1,844,942
Fund balance, ending	\$ 903,085	\$ 895,188	\$ 1,798,273

## NONMAJOR SPECIAL REVENUE FUNDS

### **Industrial Inducement Fund**

The Industrial Inducement fund is a restricted fund to be used for industrial development.

### **Rice City Civic Center Fund**

The Rice City Civic Center fund accounts for the receipt and disbursement of funds used in the maintenance and operation of the civic center.

### **Youth Recreation Operation Fund**

The Youth Recreation Operation fund accounts for the receipt and disbursement of funds to be used in the daily operations of the youth center.

### **Youth Recreation Building Maintenance Fund**

The Youth Recreation Building Maintenance fund accounts for the receipt and disbursement of funds received from the sales tax fund to be used for the maintenance of the youth center buildings.

### **Cemetery Maintenance Fund**

The Cemetery Maintenance fund accounts for the receipt and disbursement of funds used in the maintenance of the City cemetery.

### **Cemetery Development Fund**

The Cemetery Development fund accounts for the receipt and disbursement of the proceeds from the sale of cemetery plots. Proceeds are used for the development and maintenance of the new section of the South Crowley Cemetery.

### **Motor Vehicle Facility Fund**

The City owns the facility that is used by the State Motor Vehicle Department. The State reimburses a fee to the City and this fund is to account for the collection and disbursement of those fees. The fees changed from \$2.00 per eligible transaction to \$3.00 effective July 1, 2003.

### **Main Street Fund**

This fund is for operation and management expenses of main street projects.

CITY OF CROWLEY, LOUISIANA  
Nonmajor Special Revenue Funds

Combining Balance Sheet  
August 31, 2008

	<u>Industrial Inducement Fund</u>	<u>Rice City Civic Center Fund</u>	<u>Youth Recreation Operation Fund</u>	<u>Youth Recreation Building Maintenance Fund</u>
<b>ASSETS</b>				
Cash and interest-bearing deposits	\$ 514,092	\$ 8,049	\$ 72,710	\$ 161,807
Investments	-	-	454	381
Receivables:				
Accrued interest receivable	993	-	-	-
Due from other governmental agencies	-	-	-	-
Total assets	<u>\$ 515,085</u>	<u>\$ 8,049</u>	<u>\$ 73,164</u>	<u>\$ 162,188</u>
<b>LIABILITIES AND FUND BALANCES</b>				
Liabilities:				
Accounts payable	\$ -	\$ 3,428	\$ 72,092	\$ 4,792
Accrued liabilities	-	329	8,258	1,441
Total liabilities	-	3,757	80,350	6,233
Fund balances:				
Unreserved - undesignated	<u>515,085</u>	<u>4,292</u>	<u>(7,186)</u>	<u>155,955</u>
Total liabilities and fund balance	<u>\$ 515,085</u>	<u>\$ 8,049</u>	<u>\$ 73,164</u>	<u>\$ 162,188</u>

<u>Cemetery Maintenance Fund</u>	<u>Cemetery Development Fund</u>	<u>Motor Vehicle Facility Fund</u>	<u>Main Street Fund</u>	<u>Total</u>
\$ 175,352	\$ 4,619	\$ 28,188	\$ 27,686	\$ 992,503
264	-	335	-	1,434
310	-	-	-	1,303
-	-	2,709	-	2,709
<u>\$ 175,926</u>	<u>\$ 4,619</u>	<u>\$ 31,232</u>	<u>\$ 27,686</u>	<u>\$ 997,949</u>
\$ -	\$ -	\$ -	\$ 693	\$ 81,005
<u>2,217</u>	<u>-</u>	<u>-</u>	<u>1,614</u>	<u>13,859</u>
2,217	-	-	2,307	94,864
<u>173,709</u>	<u>4,619</u>	<u>31,232</u>	<u>25,379</u>	<u>903,085</u>
<u>\$ 175,926</u>	<u>\$ 4,619</u>	<u>\$ 31,232</u>	<u>\$ 27,686</u>	<u>\$ 997,949</u>

CITY OF CROWLEY, LOUISIANA  
Nonmajor Special Revenue Funds

Combining Statement of Revenues, Expenditures, and Changes in Fund Balances  
For the Year Ended August 31, 2008

	Industrial Inducement Fund	Rice City Civic Center Fund	Youth Recreation Operation Fund	Youth Recreation Building Maintenance Fund
<b>Revenues:</b>				
Taxes	\$ -	\$ -	\$ 174,670	\$ 58,536
Intergovernmental	-	-	15,289	-
Charges for services	-	22,647	199,867	-
Investment income	20,314	-	659	3,364
Miscellaneous	-	-	6,214	-
Total revenues	<u>20,314</u>	<u>22,647</u>	<u>396,699</u>	<u>61,900</u>
<b>Expenditures:</b>				
Current -				
General government	-	-	-	-
Economic development	397	-	-	-
Culture and recreation	-	101,119	876,717	217,000
Cemetery	-	-	-	-
Capital outlay	-	-	103,495	42,218
Debt Service -				
Principal retirement	-	2,896	13,299	4,544
Interest and other fiscal charges	-	4,526	20,786	7,103
Total expenditures	<u>397</u>	<u>108,541</u>	<u>1,014,297</u>	<u>270,865</u>
Excess (deficiency) of revenues over expenditures	<u>19,917</u>	<u>(85,894)</u>	<u>(617,598)</u>	<u>(208,965)</u>
<b>Other financing sources (uses):</b>				
Transfers in	-	85,000	523,450	124,700
Transfers out	-	-	-	-
Total financing sources (uses)	<u>-</u>	<u>85,000</u>	<u>523,450</u>	<u>124,700</u>
Net changes in fund balances	19,917	(894)	(94,148)	(84,265)
Fund balances, beginning	<u>495,168</u>	<u>5,186</u>	<u>86,962</u>	<u>240,220</u>
Fund balances, ending	<u>\$ 515,085</u>	<u>\$ 4,292</u>	<u>\$ (7,186)</u>	<u>\$ 155,955</u>

Cemetery Maintenance Fund	Cemetery Development Fund	Motor Vehicle Facility Fund	Main Street Fund	Total
\$ 44,101	\$ -	\$ -	\$ -	\$ 277,307
-	-	-	5,000	20,289
-	4,475	66,024	-	293,013
4,613	-	564	-	29,514
-	-	-	4,200	10,414
<u>48,714</u>	<u>4,475</u>	<u>66,588</u>	<u>9,200</u>	<u>630,537</u>
-	-	31,384	-	31,384
-	-	1,188	61,651	63,236
-	-	-	93	1,194,929
47,351	38,459	-	-	85,810
-	-	-	-	145,713
-	-	-	-	20,739
-	-	-	-	32,415
<u>47,351</u>	<u>38,459</u>	<u>32,572</u>	<u>61,744</u>	<u>1,574,226</u>
<u>1,363</u>	<u>(33,984)</u>	<u>34,016</u>	<u>(52,544)</u>	<u>(943,689)</u>
-	-	-	52,900	786,050
-	-	(44,000)	-	(44,000)
-	-	(44,000)	52,900	742,050
1,363	(33,984)	(9,984)	356	(201,639)
<u>172,346</u>	<u>38,603</u>	<u>41,216</u>	<u>25,023</u>	<u>1,104,724</u>
<u>\$ 173,709</u>	<u>\$ 4,619</u>	<u>\$ 31,232</u>	<u>\$ 25,379</u>	<u>\$ 903,085</u>

## NONMAJOR DEBT SERVICE FUND

### 1997 Street Improvement Sales Tax Bond Sinking Fund

To accumulate monies for payment of the \$4,830,000 Refunding Certificates of Indebtedness, Series 1997A.  
Debt service is financed by transfers from the Sales Tax Fund.

CITY OF CROWLEY, LOUISIANA  
Nonmajor Debt Service Fund  
1997 Street Improvement Sales Tax Bond Sinking Fund

Balance Sheet  
August 31, 2008

ASSETS

Cash and interest-bearing deposits	\$ 870,925
Accrued interest receivable	<u>24,263</u>
Total assets	<u>\$ 895,188</u>

LIABILITIES AND FUND BALANCE

Liabilities	\$ -
Fund balance:	
Reserved for debt service	<u>895,188</u>
Total liabilities and fund balance	<u>\$ 895,188</u>

CITY OF CROWLEY, LOUISIANA  
 Nonmajor Debt Service Fund  
 1997 Street Improvement Sales Tax Bond Sinking Fund

Statement of Revenues, Expenditures and Changes in Fund Balance  
 For the Year Ended August 31, 2008

Revenues:	
Interest on investments	<u>\$ 33,126</u>
Expenditures:	
Current -	
General government	1,081
Debt service -	
Principal retirement	380,000
Interest and fiscal charges	<u>113,975</u>
Total expenditures	<u>495,056</u>
Deficiency of revenues over expenditures	(461,930)
Other financing sources:	
Transfers in	<u>616,900</u>
Net change in fund balance	154,970
Fund balance, beginning	<u>740,218</u>
Fund balance, ending	<u><u>\$ 895,188</u></u>

## NONMAJOR CAPITAL PROJECTS FUND

### LCDBG Sewer Improvement Fund

To account for sewer improvements within the City. Improvements are funded by federal grants.

CITY OF CROWLEY, LOUISIANA  
Nonmajor Capital Projects Fund  
LCDBG Sewer Improvement Fund

Balance Sheet  
August 31, 2008

ASSETS

Cash and interest-bearing deposits \$ 100

LIABILITIES AND FUND BALANCE

Liabilities:

Due to other funds \$ 100

Fund balance:

Unreserved, undesignated -

Total liabilities and fund balance \$ 100

## INTERNAL SERVICE FUNDS

### Workman's Compensation Fund

To account for the accumulation of funds designated for payment of liability insurance premiums, costs of the risk management department, and satisfaction of claims made against the City.

### Employee Benefit Plan Fund

To account for the accumulation of funds from self-insurance sources and from employees. Funds are also dedicated to the payment of health insurance premiums, and the satisfaction of health care claims incurred by employees and their dependents.

CITY OF CROWLEY, LOUISIANA  
Internal Service Funds

Combining Statement of Net Assets  
August 31, 2008

	<u>Workman's Compensation Fund</u>	<u>Employee Benefit Plan Fund</u>	<u>Total</u>
<b>ASSETS</b>			
Current assets:			
Cash and interest-bearing deposits	\$ 477,202	\$ 266,996	\$ 744,198
Receivables	-	47,262	47,262
Accrued interest receivable	<u>2,920</u>	<u>-</u>	<u>2,920</u>
Total assets	480,122	314,258	794,380
<b>LIABILITIES</b>			
Current liabilities:			
Claims payable	<u>38,508</u>	<u>19,232</u>	<u>57,740</u>
<b>NET ASSETS</b>			
Unrestricted	<u>\$441,614</u>	<u>\$ 295,026</u>	<u>\$ 736,640</u>

CITY OF CROWLEY, LOUISIANA  
Internal Service Funds

Combining Statement of Revenues, Expenses and Changes in Fund Net Assets  
For the Year Ended August 31, 2008

	<u>Workman's Compensation Fund</u>	<u>Employee Health Insurance Fund</u>	<u>Total</u>
Operating revenues:			
Charges for services	\$ 148,500	\$ 689,468	\$ 837,968
Miscellaneous	<u>          -</u>	<u>235,845</u>	<u>235,845</u>
Total operating revenues	<u>148,500</u>	<u>925,313</u>	<u>1,073,813</u>
 Operating expenses:			
Insurance premiums	64,429	165,704	230,133
Claims	84,840	766,158	850,998
Loss time	25,062	-	25,062
Professional services	38,292	54,897	93,189
Miscellaneous	<u>          89</u>	<u>          -</u>	<u>          89</u>
Total operating expenses	<u>212,712</u>	<u>986,759</u>	<u>1,199,471</u>
 Operating loss	(64,212)	(61,446)	(125,658)
 Nonoperating revenues:			
Investment income	<u>11,774</u>	<u>447</u>	<u>12,221</u>
 Loss before transfers	<u>(52,438)</u>	<u>(60,999)</u>	<u>(113,437)</u>
 Other financing sources			
Transfers in	<u>          -</u>	<u>300,000</u>	<u>300,000</u>
 Change in net assets	(52,438)	239,001	186,563
 Net assets, beginning	<u>494,052</u>	<u>56,025</u>	<u>550,077</u>
 Net assets, ending	<u>\$ 441,614</u>	<u>\$ 295,026</u>	<u>\$ 736,640</u>

CITY OF CROWLEY, LOUISIANA  
Internal Service Funds

Combining Statement of Cash Flows  
For the Year Ended August 31, 2008

	Workman's Compensation Fund	Employee Benefit Plan Fund	Total
Cash flows from operating activities:			
Receipts from insured	\$ -	\$ 93,814	\$ 93,814
Receipts from interfund services provided	148,500	595,655	744,155
Payments to suppliers	(102,810)	(220,601)	(323,411)
Payments for claims and loss time	(79,101)	(856,648)	(935,749)
Other receipts	-	188,583	188,583
Net cash used by operating activities	(33,411)	(199,197)	(232,608)
Cash flows from noncapital financing activities:			
Transfers in from other funds	-	300,000	300,000
Cash flows from investing activities:			
Purchase of interest-bearing deposits with maturity in excess of ninety days	(220,626)	-	(220,626)
Proceeds of interest-bearing deposits with maturity in excess of ninety days	213,578	-	213,578
Investment income	11,453	447	11,900
Net cash provided by investing activities	4,405	447	4,852
Net increase (decrease) in cash and cash equivalents	(29,006)	101,250	72,244
Cash and cash equivalents, beginning	285,582	165,746	451,328
Cash and cash equivalents, ending	\$ 256,576	\$ 266,996	\$ 523,572
Reconciliation of operating loss to net cash used by operating activities:			
Operating loss	\$ (64,212)	\$ (61,446)	\$ (125,658)
Adjustments to reconcile operating loss to net cash used by operating activities -			
Changes in current assets and liabilities			
Increase in receivables	-	(47,262)	(47,262)
Increase (decrease) in claims payable	30,801	(90,489)	(59,688)
Net cash used by operating activities	\$ (33,411)	\$ (199,197)	\$ (232,608)
Reconciliation of cash and cash equivalents per statement of cash flows to the balance sheet:			
Cash and cash equivalents, beginning of period -			
Cash and interest-bearing deposits - unrestricted	\$ 499,160	\$ 165,746	\$ 664,906
Less: Interest-bearing deposits with maturity in excess of 90 days	(213,578)	-	(213,578)
Total cash and cash equivalents	285,582	165,746	451,328
Cash and cash equivalents, end of period -			
Cash and interest-bearing deposits - unrestricted	477,202	266,996	744,198
Less: Interest-bearing deposits with maturity in excess of 90 days	(220,626)	-	(220,626)
Total cash and cash equivalents	256,576	266,996	523,572
Net increase (decrease)	\$ (29,006)	\$ 101,250	\$ 72,244

**INTERNAL CONTROL,  
COMPLIANCE,  
AND  
OTHER MATTERS**

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

The Honorable Greg A. Jones, Mayor  
and Members of the City Council  
City of Crowley, Louisiana

We have audited the accompanying financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component unit, each major fund, and the aggregate remaining fund information of the City of Crowley, Louisiana, as of and for the year ended August 31, 2008, which collectively comprise the City's basic financial statements and have issued our report thereon dated January 15, 2009. 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.

### Internal Control Over Financial Reporting

In planning and performing our audit, we considered the City's internal control over financial reporting as a basis for designing our auditing procedures for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the City's internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the City's internal control over financial reporting.

Our consideration of internal control over financial reporting was for the limited purpose described in the preceding paragraph and would not necessarily identify all deficiencies in internal control over financial reporting that might be significant deficiencies or material weaknesses. However, as discussed below, we identified certain deficiencies in internal control over financial reporting that we consider to be significant deficiencies.

A control deficiency exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect misstatements on a timely basis. A significant deficiency is a control deficiency, or combination of control deficiencies, that adversely affects the City's ability to initiate, authorize, record, process, or report financial data reliably in accordance with generally accepted accounting principals such that there is more than a remote likelihood that a misstatement of the City's financial statements that is more than inconsequential will not be prevented or detected by the City's internal control. We consider the deficiencies described in the accompanying summary schedule of current and prior year audit findings and management's corrective action plan to be significant deficiencies in internal control over financial reporting. The deficiencies are described in the summary schedule of current and prior year audit findings and management's corrective action plan as items 08-1(IC), 08-2(IC), and 08-3(IC).

A material weakness is a significant deficiency, or combination of significant deficiencies, that results in more than a remote likelihood that a material misstatement of the financial statements will not be prevented or detected by the City's internal control.

Our consideration of internal control over financial reporting was for the limited purpose described in the first paragraph of this section and would not necessarily identify all deficiencies in internal control that might be significant deficiencies and, accordingly, would not necessarily disclose all significant deficiencies that are also considered to be material weaknesses. However, we consider the significant deficiency described in the summary schedule of current and prior year audit findings and management's corrective action plan as item 08-2(IC) to be a material weakness.

#### Compliance and Other Matters

As part of obtaining reasonable assurance about whether the City's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit and, accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under Government Auditing Standards.

We also noted a certain matter that we reported to management of the City of Crowley in a separate letter dated January 15, 2009.

The City of Crowley's response to the findings identified in our audit is described in the accompanying summary schedule of current and prior year audit findings and management's corrective action plan. We did not audit the City's response and, accordingly, we express no opinion on it.

This report is intended solely for the information and use of the Mayor, the City Council, the City's management, and federal awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties. However, under Louisiana Revised Statute 24:513, this report is distributed by the Legislative Auditor as a public document.

*Kolder, Champagne, Slaven & Company, LLC*  
Certified Public Accountants

Abbeville, Louisiana  
January 15, 2009

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

The Honorable Greg A. Jones, Mayor  
and Members of the City Council  
City of Crowley, Louisiana

### Compliance

We have audited the compliance of the City of Crowley, with the types of compliance requirements described in the U. S. Office of Management and Budget (OMB) Circular A-133 Compliance Supplement that are applicable to its major federal program for the year ended August 31, 2008. The City's major federal program is identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs. Compliance with the requirements of laws, regulations, contracts and grants applicable to each of its major federal programs is the responsibility of the City's management. Our responsibility is to express an opinion on the City's compliance based on our audit.

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

In our opinion, the City complied, in all material respects, with the requirements referred to above that are applicable to each of its major federal programs for the year ended August 31, 2008.

### Internal Control Over Compliance

The management of the City is responsible for establishing and maintaining effective internal control over compliance with requirements of laws, regulations, contracts and grants applicable to federal programs. In planning and performing our audit, we considered the City's internal control over compliance with requirements that could have a direct and material effect on a major federal program in order to determine our auditing procedures for the purpose of expressing our opinion on compliance, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the City's internal control over compliance.

A control deficiency in an entity's internal control over compliance exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect noncompliance with a type of compliance requirement of a federal program on a timely basis. A significant deficiency is a control deficiency, or combination of control deficiencies, that adversely affects the entity's ability to administer a federal program such that there is more than a remote likelihood that noncompliance with a type of compliance requirement of a federal program that is more than inconsequential will not be prevented or detected by the entity's internal control.

A material weakness is a significant deficiency, or combination of significant deficiencies, that results in more than a remote likelihood that material noncompliance with a type of compliance requirement of a federal program will not be prevented or detected by the entity's internal control.

Our consideration of the internal control over compliance was for the limited purpose described in the first paragraph of this section and would not necessarily identify all deficiencies in internal control that might be significant deficiencies or material weaknesses. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above.

This report is intended solely for the information and use of the Mayor, the City Council, the City's management, and federal awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties. However, under Louisiana Revised Statute 24:513, this report is distributed by the Legislative Auditor as a public document.

***Kolder, Champagne, Slaven & Company, LLC***  
Certified Public Accountants

Abbeville, Louisiana  
January 15, 2009

CITY OF CROWLEY, LOUISIANA

Schedule of Expenditures of Federal Awards  
For the Year Ended August 31, 2008

<i>Federal Grantor/Pass-Through Grantor/Program Name</i>	<i>CFDA Number</i>	<i>Pass - Through Identifying No.</i>	<i>Expenditures</i>
U.S. Department of Agriculture:			
Passed through the State Department of Education - Summer Food Service Program for Children	10.559	N/A	\$ 11,081
U.S. Department of Justice:			
Passed through the Louisiana Commission on Law Enforcement/Evangeline Law Enforcement Council - Edward Byrne Memorial Justice Assistance Grant/ Integrated Criminal Apprehension	16.738	B06-4-002S01 B07-4-002E01	7,400 <u>7,386</u>
Total Integrated Criminal Apprehension			<u>14,786</u>
U.S. Department of Transportation:			
Passed through the State Department of Transportation - Highway Planning and Construction (Federal Aid Highway Program) *	20.205	DEMO-TCSP-0102(508) ENH-0102(508)	639,031 <u>78,986</u>
Total Highway Planning and Construction			<u>718,017</u>
Environmental Protection Agency:			
Passed through the State Department of Environmental Quality - Capitalization Grants for Clean Water State Revolving Funds	66.458	CS-221045-04	513,896
U.S. Department of Health and Hospitals:			
Passed the State Department of Health and Hospitals Maternal & Child Health Program	93.994	654766	3,089
U.S. Department of Homeland Security:			
Passed through State of Louisiana, Military Department, Office of Homeland Security and Emergency Preparedness - Homeland Security Grant Program -Law Enforcement Terrorism Prevention Program	97.067	2006-GE-T6-0069	744
Assistance to Firefighters Grant	97.044	EMW-2006-FG-15945	<u>57,090</u>
Total			<u>\$ 1,318,703</u>

\* Denotes major program.

City of Crowley  
Crowley, Louisiana

Notes to Schedule of Expenditures of Federal Awards  
For the Year Ended August 31, 2008

(1) General

The accompanying Schedule of Expenditures of Federal Awards presents the activity of all federal financial assistance programs of the City of Crowley. The City reporting entity is defined in Note 1 to the basic financial statements for the year ended August 31, 2008. All federal financial assistance received directly from federal agencies is included on the schedule as well as federal financial assistance passed through other government agencies. The following program is considered a major federal program of the City: Highway Planning and Construction (Federal Aid Highway Program).

(2) Basis of Accounting

The accompanying Schedule of Expenditures of Federal Awards is presented using the modified accrual basis of accounting, which is described in Note 1 to the City's basic financial statements for the year ended August 31, 2008.

City of Crowley  
Crowley, Louisiana

Schedule of Findings and Questioned Costs  
For the Year Ended August 31, 2008

Part I. Summary of Auditor's Results:

1. An adverse report on aggregate discretely presented component units was issued and an unqualified report was issued on all other opinion units of the basic financial statements.
2. Three significant deficiencies in internal control were disclosed by the audit of the basic financial statements. One of the significant deficiencies noted is considered to be a material weakness.
3. There were no material instances of noncompliance.
4. No significant deficiencies in internal control over the major program was disclosed by the audit of the basic financial statements.
5. An unqualified opinion was issued on compliance for the major program.
6. *The audit disclosed no findings required to be reported under Section 510(a) of Circular A-133.*
7. The following program was considered to be a major program:  
  
U.S. Department of Transportation passed through the State Department of Transportation:  
Highway Planning and Construction (Federal Aid Highway Program), CFDA 20.205.
8. The dollar threshold used to distinguish between Type A and Type B programs, as described in Section 520(b) of Circular A-133 was \$300,000.
9. The auditee did not qualify as a low-risk auditee under Section 530 of Circular A-133.

Part II. Findings which are required to be reported in accordance with generally accepted Governmental Auditing Standards:

A. Internal Control Findings –

See internal control findings 08-1(IC), 08-2(IC), and 08-3(IC) on the schedule of current and prior year audit findings and management's corrective action plan.

City of Crowley  
Crowley, Louisiana

Schedule of Findings and Questioned Costs (Continued)  
For the Year Ended August 31, 2008

B. Compliance Findings –

There are no compliance findings required to be reported.

C. Other Matter –

See management letter item 08-4(ML) on the schedule of current and prior year audit findings and management's corrective action plan.

Part III. Findings and questioned costs for Federal awards which include audit findings as defined in Section 510(a) of Circular A-133:

There are no findings and questioned costs related to federal programs.

CITY OF CROWLEY, LOUISIANA

Summary Schedule of Current and Prior Year Audit Findings  
and Management's Corrective Action Plan  
For the Year Ended August 31, 2008

Ref. No.	Fiscal Year Audit Finding Initially Occurred	Description of finding	Corrective Action Taken	Corrective Action Planned	Name of Contact Person	Anticipated Completion Date
<b>CURRENT YEAR (8/31/08)</b>						
Findings which are required to be reported in accordance with generally accepted Governmental Auditing Standards:						
<u>Internal Control Over Financial Reporting:</u>						
08-1 (IC)	Unknown	<u>Fixed Asset Listing</u> The City is responsible for maintaining a current and accurate listing of fixed assets owned. During audit work, it was noted that some assets purchased and/or disposed of during the fiscal year were not properly reported on the City's fixed asset listing. Procedures should be established to reconcile the assets purchased and recorded in the general ledger to the amount included in the fixed asset listing. Some progress was noted compared to prior year; however, improvement is still needed.	No	The City will take an annual inventory of capital assets and compare it to the City's records to determine that the property and equipment listing represents actual items recorded on the City's books.	Greg A. Jones, Mayor	8/31/2009
08-2 (IC)	Unknown	<u>City Marshal's Accounting</u> We were unable to determine if the cash in the City Marshal's bank account is money earned by the City Marshal over the years or if it is owed to other agencies for collection of fines/costs on their behalf. It appears that no one is keeping track of this information. Steps should be taken to determine if the cash in the account belongs to the City Marshal or is owed to others. Also, there should be a separate accounting of the money collected by the Marshal on behalf of other agencies and remitted to those agencies and the money earned by the Marshal and used to pay Marshal expenditures.	No	The City Marshal's office is an elected position. This gives the City very little control over their operations. They are an entity of the City, but a separate audit will be performed on their department. A letter has been written to the City Marshal and Judge requesting that they determine ownership of the cash in the Marshal's bank account.	Greg A. Jones, Mayor	Unknown

CITY OF CROWLEY, LOUISIANA

Summary Schedule of Current and Prior Year Audit Findings  
and Management's Corrective Action Plan (Continued)  
For the Year Ended August 31, 2008

Ref. No.	Fiscal Year Audit Finding Initially Occurred	Description of finding	Corrective Action Taken	Corrective Action Planned	Name of Contact Person	Anticipated Completion Date
CURRENT YEAR (8/31/08)						
<u>Findings which are required to be reported in accordance with generally accepted Governmental Auditing Standards:</u>						
<u>Internal Control Over Financial Reporting:</u>						
08-3 (IC)	8/31/2007	<u>Qualifications and training</u> The City does not have a staff person who has the qualifications and training to apply generally accepted accounting principles (GAAP) in recording the entity's financial transactions or preparing its financial statements, including the related notes.	No	The City has evaluated the cost vs. benefit of establishing internal controls over the preparation of financial statements in accordance with GAAP, and determined that it is in the best interests of the government to outsource this task to its independent auditors, and to carefully review the draft financial statements and notes prior to approving them and accepting responsibility for their contents and presentation.	Greg A. Jones, Mayor	N/A
<u>Compliance</u>						
There are no compliance findings to be reported.						
<u>Management Letter</u>						
08-4 (ML)	8/31/2007	<u>Sewer user charges</u> The City's sewer utility department had an operating loss of \$244,381 (before transfers from the General Fund). In order to operate the system profitably, management needs to determine the exact requirements of the bond issues and should evaluate the current sewer rate structure to determine the adequacy of current sewer charges and should closely monitor expenses.	Yes	Prior to April 1, 2008, the City was underfunding its bond obligations and maintenance expenditures. On April 1, 2008, the user fee rate was increased in order to operate the system profitably. The City will continue to closely monitor expenses and the adequacy of sewer charges.	Greg A. Jones, Mayor	Complete

Findings and questioned costs for Federal awards which include audit findings as defined in Section 510(a) of Circular A-133:

There are no findings that are required to be reported.

(continued)

CITY OF CROWLEY, LOUISIANA

Summary Schedule of Current and Prior Year Audit Findings  
and Management's Corrective Action Plan (Continued)  
For the Year Ended August 31, 2008

Ref. No.	Fiscal Year Audit Finding Initially Occurred	Description of finding	Corrective Action Taken	Corrective Action Planned	Name of Contact Person	Anticipated Completion Date
PRIOR YEAR (8/31/07) --						
<u>Findings which are required to be reported in accordance with generally accepted Governmental Auditing Standards:</u>						
<u>Internal Control Over Financial Reporting:</u>						
07-1 (IC)	Unknown	<u>Fixed Asset Listing</u> The City is responsible for maintaining a current and accurate listing of fixed assets owned. During audit work, it was noted that some assets purchased and/or disposed of during the fiscal year were not properly reported on the City's fixed asset listing. Procedures should be established to reconcile the assets purchased and recorded in the general ledger to the amount included in the fixed asset listing.	No	The City will take an annual inventory of capital assets and compare it to the City's records to determine that the property and equipment listing represents actual items recorded on the City's books.	Greg A. Jones, Mayor	8/31/2008
07-2 (IC)	Unknown	<u>City Marshal's Accounting</u> We were unable to determine if the cash in the City Marshal's bank account is money earned by the City Marshal over the years or if it is owed to other agencies for collection of fines/costs on their behalf. It appears that no one is keeping track of this information. Steps should be taken to determine if the cash in the account belongs to the City Marshal or is owed to others. Also, there should be a separate accounting of the money collected by the Marshal on behalf of other agencies and remitted to those agencies and the money earned by the Marshal and used to pay Marshal expenditures.	No	The City Marshal's office is an elected position. This gives the City very little control over their operations. They are an entity of the City, but a separate audit will be performed on their department. A letter has been written to the City Marshal and Judge requesting that they determine ownership of the cash in the Marshal's bank account.	Greg A. Jones, Mayor	Unknown

CITY OF CROWLEY, LOUISIANA

Summary Schedule of Current and Prior Year Audit Findings  
and Management's Corrective Action Plan (Continued)  
For the Year Ended August 31, 2008

Ref. No.	Fiscal Year Audit Finding Initially Occurred	Description of finding	Corrective Action Taken	Corrective Action Planned	Name of Contact Person	Anticipated Completion Date
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PRIOR YEAR (8/31/07) --

Findings which are required to be reported in accordance with generally accepted Governmental Auditing Standards:

Internal Control Over Financial Reporting:

07-3 (IC) 8/31/2007 Qualifications and training

The City does not have a staff person who has the qualifications and training to apply generally accepted accounting principles (GAAP) in recording the entity's financial transactions or preparing its financial statements, including the related notes.

No

The City has evaluated the cost vs. benefit of establishing internal controls over the preparation of financial statements in accordance with GAAP, and determined that it is in the best interests of the government to outsource this task to its independent auditors, and to carefully review the draft financial statements and notes prior to approving them and accepting responsibility for their contents and presentation.

Greg A. Jones,  
Mayor N/A

Compliance

There are no compliance findings to be reported.

Management Letter

07-4 (ML) 8/31/2007 Sewer user charges

The City's sewer utility department had an operating loss of \$586,869 (before transfers from the General Fund). In order to operate the system profitably, management should evaluate the current sewer rate structure to determine the adequacy of current sewer charges and should closely monitor expenses.

No

The City has an adequate budget for normal expenditures. However, there are times when we have special projects or emergencies which require additional funding.

Greg A. Jones,  
Mayor Immediately

Findings and questioned costs for Federal awards which include audit findings as defined in Section 510(a) of Circular A-133:

There are no findings that are required to be reported.

# KOLDER, CHAMPAGNE, SLAVEN & COMPANY, LLC

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## MANAGEMENT LETTER

The Honorable Greg A. Jones, Mayor  
and Members of the City Council  
City of Crowley, Louisiana

We have completed our audit of the basic financial statements of the City of Crowley, Louisiana for the year ended August 31, 2008, and submit the following recommendation for your consideration.

*The Utility Fund sewerage department experienced an operating loss. The City should consider increasing the sewer rates and/or decreasing expenses in order for the department to operate on a profitable basis.*

In conclusion, we express our appreciation to you and your staff, particularly to your office staff, for the courtesies and assistance rendered to us during the performance of our audit. Should you have any questions or need assistance in implementing our recommendations, please feel free to contact us.

***Kolder, Champagne, Slaven & Company, LLC***  
Certified Public Accountants

Abbeville, Louisiana  
January 15, 2009