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TOWN OF BOYCE, LOUISIANA
ANNUAL FINANCIAL REPORT
FOR THE YEAR ENDED MAY 31, 1997
With Comparative Totals for May 31, 1996

Under provisions of state law, this report is a public document. A copy of the report has been submitted to the auditor, or reviewed, on file and after 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 JUN 07 1997

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July 18, 1997

Independent Auditors' Report

The Honorable Julius Patrick, Jr., Mayor
and Members of the Board of Aldermen
Town of Boyce, Louisiana

We have audited the accompanying general purpose financial statements of the Town of Boyce, Louisiana as of May 31, 1997, and for the year then ended. These general purpose financial statements are the responsibility of the Town's management. Our responsibility is to express an opinion on these general purpose financial statements based on our audit.

We conducted our audit in accordance with generally accepted auditing standards and Governmental 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 general purpose financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the general purpose financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall general purpose financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

In our opinion, the general purpose financial statements referred to above present fairly, in all material respects, the financial position of the Town of Boyce, Louisiana, as of May 31, 1997, and the results of its operations and cash flows of its proprietary fund types for the year then ended in conformity with generally accepted accounting principles.

In accordance with Government Auditing Standards, we have also issued a report dated July 18, 1997, on our consideration of the Town of Boyce, Louisiana's internal control structure and a report dated July 18, 1997 on its compliance with laws and regulations.

-Members-

American Institute of Certified Public Accountants - Society of Louisiana CPAs

Independent Auditor's Report

Town of Boyce, Louisiana

July 18, 1997

Page 2

Our audit was made for the purpose of forming an opinion on the general purpose financial statements taken as a whole. The combining and individual fund financial statements and schedules listed in the table of contents are presented for purposes of additional analysis and are not a required part of the general purpose financial statements of the Town of Boyce, Louisiana. Such information has been subjected to the auditing procedures applied in the audit of the general purpose financial statements and, in our opinion, is fairly presented in all material respects in relation to the general purpose financial statements taken as a whole.


ROGER HARRINGTON & MCKAY
Certified Public Accountants

TOWN OF BOYCE, LOUISIANA
COMBINED STATEMENT OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE

All Governmental Fund Types
 For the year ended May 31, 1991

With Comparative Totals for the Year Ended May 31, 1990

	1991	Capital Projects	Money orders, Total	
			1990	1991
Revenues				
Taxes				
Ad valorem	\$ 9,063	\$ -	\$ 9,063	\$ 8,677
Police fee	183,828	-	183,828	208,129
Transfer	3,470	-	3,470	3,470
License and permits				
Occupational license	41,290	-	41,290	48,477
Fees and services				
Garbage	38,720	-	38,720	39,770
Lottery	1,809	-	1,809	1,809
Intergovernmental				
Grants	-	221,000	221,000	148,000
Volunteer fee	1,000	-	1,000	1,000
Rent fee	1,643	-	1,643	2,000
Fees	6,720	-	6,720	6,720
Miscellaneous				
Interest	1,300	-	1,300	1,300
Land lease	10,000	-	10,000	10,000
Other	1,000	-	1,000	10,000
Total revenues	311,473	221,000	541,473	520,177
Expenditures				
Federal government	61,942	-	61,942	74,077
Public safety	141,100	-	141,100	162,070
Health and sanitation	41,700	-	41,700	57,643
Capital projects	-	241,000	241,000	180,000
Other	66,177	-	66,177	75,447
Total expenditures	310,919	241,000	551,919	490,237
Excess (deficiency) of revenues over expenditures	55,554	80,000	89,554	29,940
CHANGES IN FUND BALANCE				
Forward from predecessor	-	-	-	-
Transfers from predecessor	10,000	11,000	21,000	11,000
Transfers from other	-	-	-	-
Total other financing sources (uses)	10,000	11,000	21,000	11,000
Excess (deficiency) of revenues and other financing sources over expenditures and other uses	65,554	91,000	110,554	40,940
Fund balance - beginning of year	186,880	(137,800)	224,080	141,000
Fund balance - end of year	\$ 252,434	\$ 53,200	\$ 334,634	\$ 181,940

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

TOWN OF BOYCE, LOUISIANA
STATEMENT OF REVENUES, EXPENDITURES AND
FINANCIAL POSITION - BUDGET (GAAP BASIS) AND ACTUAL
General Fund
For the year ended May 31, 1997

	<u>Budget</u>	<u>Actual</u>	<u>Variance</u> <u>Favorable</u> <u>Unfavorable</u>
Revenues			
Taxes	\$ 208,800	\$ 193,600	\$ (15,200)
Licenses and permits	43,000	45,300	2,300
Charges for services	43,300	39,900	(3,400)
Intergovernmental	18,000	18,717	717
Fines	3,000	6,700	3,700
Miscellaneous	14,800	17,500	2,700
Total revenues	<u>329,800</u>	<u>329,427</u>	<u>(373)</u>
Expenditures			
General government	69,976	66,841	(3,135)
Public safety	117,383	118,188	805
Street and sanitation	64,880	63,726	(1,154)
Water service	18,861	16,141	(2,720)
Total expenditures	<u>309,700</u>	<u>304,906</u>	<u>(4,794)</u>
Excess (deficiency) of revenues over expenditures	<u>14,100</u>	<u>14,521</u>	<u>421</u>
OTHER FINANCIAL SOURCES (USES)			
Operating transfers in	45,000	32,000	(13,000)
Total other financing sources (uses)	<u>45,000</u>	<u>32,000</u>	<u>(13,000)</u>
Excess (deficiency) of revenues and other financing sources over expenditures and other uses	<u>59,100</u>	<u>46,521</u>	<u>(12,579)</u>
Fund balance - beginning of year	<u>140,000</u>	<u>140,000</u>	
Fund balance - end of year	<u>\$ 199,100</u>	<u>\$ 186,521</u>	<u>\$ (12,579)</u>

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

TOWN OF BOYCE, LOUISIANA

COMBINED STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN RETAINED EARNINGS

Proprietary Fund Type

For the year ended May 31, 2007

With Comparative Totals for the Year Ended May 31, 2006

	Revenues (Costs)	
	2007	2006
Operating revenues		
Charges for services	\$ 887,130	\$ 728,294
Intergovernmental	21,208	21,279
Other operating income	3,710	89,283
Total operating revenues	912,048	838,856
Operating expenses		
Salaries - operating	602,412	580,050
Salaries - clerical	88,088	86,587
Maintenance supplies	26,888	23,450
Fuels and oil purchased	579,875	588,079
Water gas purchased	179,500	186,879
Travel expense	5,258	12,087
Water testing	289	1,289
Repairs	11,894	14,587
Legal and professional	15,688	15,677
Telephone bills	10,283	14,892
Insurance	47,548	58,327
Depreciation	89,283	79,264
Other	17,841	14,827
Total operating expenses	989,367	887,827
Operating income	322,681	251,029
Nonoperating revenues (expenses)		
Interest income	34,371	23,653
Interest expense	(11,851)	(62,792)
Total nonoperating revenues	22,520	(39,139)
Income (loss) before operating transfers	345,201	211,890
Operating transfers to fund	(37,880)	(14,892)
Net income (loss)	307,321	196,998
Retained earnings - beginning of year	82,848	718,491
Retained earnings - end of year	\$ 390,169	\$ 895,489

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

TOWN OF BOYCE, LOUISIANA
COMBINED STATEMENT OF CASH FLOWS
Proprietary Fund Type
For the year ended May 31, 1997
With Comparative Totals for the Year Ended May 31, 1996

	Proprietary Funds	
	1997	1996
Cash flow from operating activities:		
Operating revenues (loss)	\$ 5,660	\$ 18,519
Adjustments to reconcile operating revenues (loss) and provided for operating activities:		
Depreciation	89,204	79,544
(Decrease) increase in accounts receivable	21,155	(28,088)
(Decrease) increase in accounts payable	(55,872)	15,315
(Decrease) increase in other liabilities	3,155	5,549
(Decrease) increase in liabilities payable from restricted assets	(5,283)	348
Net cash provided (used) by operating activities	37,119	86,738
Cash flow from non-capital financing activities:		
Operating revenues (cost)	(51,733)	(51,092)
Net cash provided (used) by non-capital financing activities	(51,733)	(51,092)
Cash flow from capital and related financing activities:		
Acquisition of capital assets	(86,844)	(141,113)
Grant proceeds	70,844	-
Debt service	(21,471)	(26,792)
Net cash provided (used) by capital and related financing activities	(37,471)	(168,915)
Cash flow from investing activities:		
Interest	26,311	13,673
Net cash provided (used) by investing activities	26,311	13,673
Net increase (decrease) in cash	(34,883)	64,404
Beginning cash balance	976,485	912,081
Ending cash balance	\$ 941,602	\$ 976,485

Supplemental disclosures of cash flow information:

For the year-ended May 31, 1997 and 1996 there were no investing, capital, and financing activities that did not result in cash receipts or payments.

TOWN OF BOYCE, LOUISIANA
NOTES TO FINANCIAL STATEMENTS
May 31, 1997

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Organization and Basis of Presentation

The Town of Boyce (the Town) was incorporated under the provisions of the Louisiana Act and operates under a Mayor-Council of Aldermen form of government. The Town provides various services including public safety (police and fire protection), streets and drainage, sanitation, public improvements, utility (gas, water, electricity and sewerage) and general administrative services.

The accounting and reporting practices of the Town of Boyce, Louisiana, conform to generally accepted accounting principles as applicable to governmental units on a consistent basis between periods.

The following is a summary of the more significant accounting policies.

Financial Reporting Entity

As the municipal governing authority, for reporting purposes, the Town of Boyce, Louisiana, is considered a separate financial reporting entity. The 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 nature and significance of their relationship with the primary government is such that exclusion would cause the reporting entity's financial statements to be misleading or incomplete.

Governmental Accounting Standards Board (GASB) Statement No. 14 established criteria for determining which component units should be considered part of the Town of Boyce, Louisiana, for financial reporting purposes. The basic criterion for including a potential component unit within the reporting entity is financial accountability. The GASB has set forth criteria to be considered in determining financial accountability. This criteria includes:

1. Appointing a voting majority of an organization's governing body, and
 - a. The ability of the municipality to impose its will on the organization and/or
 - b. The potential for the organization to provide specific financial benefits to or impose specific financial burdens on the municipality.
2. Organizations for which the municipality does not appoint a voting majority but are financially dependent on the municipality.
3. Organizations for which the reporting entity financial statements would be misleading if data of the organization is not included because of the nature or significance of the relationship.

Based upon the above criteria, the Town of Boyce has no component units for the year ended May 31, 1997.

Fund Accounting

The accounts of the Town are organized on the basis of funds or account groups, each of which is considered a separate accounting entity. The operations of each fund are accounted for with a separate set of self-balancing accounts that comprise its assets, liabilities, fund equity, revenues, and expenditures or expenses as appropriate. Government resources are allocated to and accounted for in individual funds based upon the purposes for which they are to be spent and the manner by which spending activities are controlled. The following fund types and account groups are used by the Town:

TOWN OF BOYCE, LOUISIANA
NOTES TO FINANCIAL STATEMENTS
May 31, 1987

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

GOVERNMENTAL FUNDS

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

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

EDUCARY FUND

Agency Fund - The Agency Fund accounts for assets held by the Town as an agent for individuals, private organizations, other governments, and/or other funds. This fund is custodial in nature (assets equal liabilities) and does not involve measurement of results or operations. The agency fund accounts for disbursement of the Town's payroll and related liabilities.

PROPRIETARY FUND

Enterprise Fund - The Enterprise Fund is used to account for operations (a) that are financed and operated in a manner similar to private business enterprises - where the intent of the governing body is that the costs (expenses, including depreciation) of providing goods or services to the general public on a continuing basis be financed or recovered primarily through user charges or (b) where the governing body has decided 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 enterprise funds of the Town consist for operations of a natural gas, electricity, water, and sewerage system.

ACCOUNT GROUPS

General Fund Assets Account Group - This group of accounts is used to account for fixed assets of the Town other than those accounted for in the Proprietary Funds.

General Long-Term Debt Account Group - This group of accounts is used to account for long-term debt of the Town other than the debt accounted for in the Proprietary Funds.

Basis of Accounting

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

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

TOWN OF BOYCE, LOUISIANA
NOTES TO FINANCIAL STATEMENTS
May 31, 1997

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

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

In both governmental and proprietary funds, inventories of supplies are considered immaterial and are not recorded.

The proprietary (enterprise) fund is accounted for using the accrual basis of accounting. Revenues are recognized when they are earned, and expenses are recognized when they are incurred. Utility revenues are billed on a cycle basis and are recognized in the month billed. Unbilled service receivables resulting from utility services rendered between cycle billing and the end of the month have been recognized in the accompanying financial statements.

The basis of accounting followed by proprietary funds is similar to accounting practices utilized by business enterprises. Due to these similarities, proprietary funds are allowed to follow certain provisions that are developed by the Financial Accounting Standards Board (FASB) for business enterprises. However, the Town only applies those FASB provisions that were issued on or before November 30, 1989.

Budgets and Budgetary Practices

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

1. The Town Clerk prepares a proposed budget for the general fund for the upcoming year and submits it to the Mayor and Board of Aldermen no later than fifteen days prior to the beginning of that year. This budget includes proposed expenditures and the means of financing them.
2. A summary of the proposed budget is published, and the public is notified that the proposed budget is available for public inspection. At the same time, the date of a public hearing is published.
3. A public hearing is held on the proposed budget at least ten days after publication of the call for the hearing.
4. After holding the public hearing and prior to the commencement of the new year, the budget is legally enacted through passage of an ordinance.
5. All budgetary appropriations lapse at the end of each fiscal year.
6. Budgets for the General Fund are adopted on a basis consistent with generally accepted accounting principles (GAAP). Budgeted amounts are as originally adopted, or as amended from time to time by the Mayor and Board of Aldermen. Such amendments were not material in relation to the original appropriations.

Due To/From Other Funds

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

Fixed Assets and Long-Term Liabilities

Fixed assets used in governmental fund type operations (general fund assets) are accounted for in the

TOWN OF BOYCE, LOUISIANA
NOTES TO FINANCIAL STATEMENTS
May 31, 1987

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

General Fixed Assets Account Groups, and they are recorded as expenditures in the governmental fund type when purchased. The Town has elected to capitalize public domain ("infrastructure") fixed assets consisting of certain improvements including roads, bridges, sidewalks and drainage improvements. No depreciation has been provided on general fixed assets. Fixed assets are valued at historical cost, including interest incurred during construction, unless they were donated in which case they are valued at fair market value at the date of donation. At May 31, 1987 there were no material amounts of donated assets.

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

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

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

Water Utility and Sewerage System	
Water Distribution System	25 years
Water Mains	25 years
Water Lines	50 years
Fire Hydrants	50 years
Pump, House and Pressure Meters	25 years
Light Utility	
Electric Distribution System	25 years
Towers	4 years
Equipment	8 years
Transformers	25 years
Gas Utility	
Distribution System	50 years
Meters	50 years
Building	55 years
Equipment	8 years
Towers	5 years
Meter Regulators Line Taps	55 years

Effective June 1, 1980, the Light and Sewer Fund was separated into two funds. In conjunction with this separation, the water system assets and their related accumulated depreciation and contributed capital have been transferred to the Water Fund.

Also effective June 1, 1980, the sewerage activities of the Town were separated from the General Fund. Accordingly, there existed some sewer system assets in the General Fund Assets Account Group at this separation date. Since these assets would be fully depreciated if they had been accounted for in an enterprise fund through June 1, 1982, they have not been transferred to the Sewer Fund. Improvements to the sewer system in the future will be recorded in the Sewer Fund.

TOWN OF BOYCE, LOUISIANA
NOTES TO FINANCIAL STATEMENTS
May 31, 1997

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Contributed Capital

In the Enterprise Funds, amounts contributed to the Town for acquisition or construction of fixed assets are recorded as contributed capital. Depreciation of these contributed capital assets is computed using the straight-line method over the estimated useful lives of the assets and is charged as a current period expense.

STATEMENT OF CASH FLOW

The Town has adopted Government Auditing Standards Board Statement No. 9 "Reporting Cash Flow of Proprietary and Non-Expendable Trust Funds and Governmental Entities That Use Proprietary Fund Accounting." This statement requires entities to report a statement of cash flow as part of a full set of financial statements instead of reporting a statement of changes in financial position. For the purposes of reporting cash flows, cash and cash equivalents includes all cash on hand, cash in bank, and certificates of deposit.

For the year ended May 31, 1997 there were no material non-cash investing activities or capital and related financing activities.

Compensated Absences

Accumulated annual vacation and compensatory pay are accrued when incurred in Proprietary Funds (using the annual basis of accounting). These amounts relating to the Governmental Funds have been presented in the General Long-term Debt Group of accounts. At May 31, 1997 compensated absences for all funds and account groups combined totaled \$25,300.

Encumbrances Accrued

Purchase orders, contracts, and other commitments to engage in future expenditures are referred to as encumbrances. Since encumbrances do not represent liabilities or current expenditures, encumbrances are not reported in the accompanying financial statements.

Use of Estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

Interfund Transactions

quasi-external transactions are accounted for as revenues, expenditures or expenses. Transactions that constitute reimbursements to a fund for expenditures/expenses initially made from it that are properly applicable to another fund, are recorded as expenditures/expenses in the reimbursing fund and as reductions of expenditures/expenses in the fund that is reimbursed.

All other interfund transactions, except quasi-external transactions and reimbursements, are reported as transfers. Non-recurring or non-recurring transfers of equity are reported as residual equity transfers. All other interfund transfers are reported as operating transfers.

Total Columns on Combined Statements - Overview

Total columns on the combined statements are captioned "Memorandum total" to indicate that they are

TOWN OF BOYCE, LOUISIANA
NOTES TO FINANCIAL STATEMENTS
 May 31, 1997

presented only to facilitate financial analysis. Data in these columns do not present financial position, results of operations, or changes in cash flows in conformity with generally accepted accounting principles. Neither is each SBA comparable to a consolidated financial statement. Intended eliminations have not been made in the aggregation of this data.

Comparative Data

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

RESERVE

Uncollectible amounts due for ad valorem taxes and customers' utility receivables are recognized as bad debts through the establishment of an allowance account based on Federal information which would indicate the uncollectibility of a percentage of the particular receivables.

NOTE 2 - CASH AND CASH EQUIVALENTS

As May 31, 1997 cash and cash equivalents totaled \$794,540 (Book Balance) and \$812,362 (Bank Balance). The composition of these accounts is as follows:

	Book Balance	Bank Balance
Demand Deposits - Non-Interest Bearing	\$ 9,313	\$ 12,479
Interest Bearing Checking and Certificates of Deposit	785,000	799,943
Petty Cash	____ 128	_____
Total Cash	\$794,440	\$812,362

Under state law, these deposits must be secured by Federal Deposit Insurance or the pledge of securities owned by the bank. The securities pledged are held in the name of the pledging bank in a holding or custodial bank that is mutually acceptable to both parties. As May 31, 1997 all deposits with financial institutions were fully covered by Federal deposit insurance and pledged securities. A detailed analysis of this coverage is as follows:

Total Cash at May 31, 1997 (Bank Balance)	\$ 812,362
Less FDIC Coverage	____ 115,419
Subtotal	____ 696,943
Less Securities Pledged to Town But held in the Name of the Financial Institution (Uncollateralized - GAAP Category 3)	____ 185,621
Excess of FDIC Insurance and Pledged Securities	\$ 511,322

Even though the pledged securities are considered uncollateralized (Category 3) under the provisions of GAAP Statement 3, Louisiana law imposes a statutory requirement on the custodial bank to advertise and sell the pledged securities within 10 days of being notified by the Town that the pledging bank has failed to pay deposited funds upon demand.

TOWN OF BOYCE, LOUISIANA
 NOTES TO FINANCIAL STATEMENTS
 May 31, 1997

NOTE 3 - REVENUE RECOGNITION - AD VALOREM TAXES

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

For the year ended May 31, 1997, taxes of 5.85 mills were levied on property and were dedicated to general corporate purposes.

Total taxes levied were \$8,898. There were no material amounts of taxes receivable at May 31, 1997.

NOTE 4 - RECEIVABLES

The receivables at May 31, 1997 are as follows:

	General Fund	WFO	Street	Water	Natural Gas	Memorandum Total
Charges for Services	\$ 8,288	\$ 18,848	\$ 8,091	\$ 18,744	\$ 18,000	\$ 68,971
Other	10,348					10,348
Allowance for Uncollectibles	(1,064)	(8,000)	—	—	(807)	(9,871)
Total	\$ 17,572	\$ 10,848	\$ 8,091	\$ 18,744	\$ 17,193	\$ 72,653

NOTE 5 - INTERFUND RECEIVABLES, PAYABLES

During the course of normal operations, the Town has numerous transactions between funds including expenditures and transfers of resources primarily to provide services. Individual fund interfund receivables and payable balances at May 31, 1997 arising from these transactions were as follows:

Receivable Fund	Payable Fund	Amount
General	Payroll	\$ 588
Lights	Payroll	484
Lights	Water	2,000
Natural Gas	General	1,082
Payroll	Natural Gas	36
Lights	Natural Gas	15
Sewer	Capital Projects	1,800
Total		\$8,803

TOWN OF BOYCE, LOUISIANA
NOTES TO FINANCIAL STATEMENTS
May 31, 1997

NOTE 6 - GENERAL FIXED ASSETS

A summary of changes in general fixed assets, at cost, follows:

	Balance May 31, 1996	Additions	Deletions	Balance May 31, 1997
Land	\$ 178,807	\$	\$	\$ 178,807
Buildings	898,847	20,232		919,079
Improvements Other				
Tie-in Buildings	1,368,398	11,239		1,379,637
Equipment	181,771	8,814		190,585
Vehicles	88,338			88,338
Fire truck under capital lease	88,802			88,802
	\$2,804,965	\$41,285	\$	\$2,846,250

NOTE 7 - PROPERTY AND EQUIPMENT

A summary of the property and equipment in the Enterprise Funds at May 31, 1997 consists of the following:

	Natural Gas Systems	Lights	Water	Sewer	Containing Tanks
Land	\$ 3,137	\$	\$ 9,240	\$	\$ 12,337
Building	3,180	5,580			8,760
Distribution Systems	303,364	205,980	1,789,897	540,900	2,839,141
Equipment	49,812	41,420	22,743	4,076	117,051
Vehicles	8,508	58,842			67,350
Water Works			182,817		182,817
	<u>368,001</u>	<u>311,812</u>	<u>1,975,457</u>	<u>545,076</u>	<u>3,143,357</u>
Less Accumulated Depreciation	(223,320)	(229,321)	(113,476)	(71,458)	(633,575)
Net Property and Equipment	\$144,681	\$82,491	\$1,861,981	\$473,618	\$2,509,782

Depreciation expense for the year totaled \$85,291 with \$8,570 relating to the Natural Gas Systems Fund, \$8,814 relating to the Lights Fund, and \$68,512 relating to the Water Fund and \$17,395 relating to the Sewer Fund.

TOWN OF BOYCE, LOUISIANA
NOTES TO FINANCIAL STATEMENTS
May 31, 1997

NOTE 5 - CHANGES IN LONG-TERM DEBT

The following changes occurred in liabilities reported in the General Long-Term Debt Account Group during the year ended May 31, 1997:

	Payable At May 31, 1995	Additions	Deductions	Payable At May 31, 1997
Notes Payable	\$ 248,800	\$	\$ 20,800	\$ 269,600
Capitalized Lease Obligations	18,275		8,797	9,478
Compensated Absences	7,652	2,675	_____	10,327
	<u>\$ 274,727</u>	<u>\$ 2,675</u>	<u>\$ 29,597</u>	<u>\$ 257,805</u>

Capitalized lease obligations payable and compensated absences payable as of May 31, 1997, are comprised of the following:

Capitalized Lease Obligations

Five trucks, due in 120 monthly installments by August, 1998; the first 60 payments will be \$800 at 8.88% interest. The remaining payments will be adjusted to the 1995 Treasury Bill Index of 6%.

Total Capitalized Lease Obligation **\$ 18,275**

Title to the five trucks will vest permanently with the Town upon completion of all rental payments.

Compensated absences for annual leave and compensatory
leave payable at an undetermined time

\$ 10,327

The following is a schedule by years of future general fund minimum lease payments under capital leases together with the present value of the minimum lease payments as of May 31, 1997:

Year Ending May 31	General Obligation
1998	18,275
1999	18,275
2000	985
	<u>32,535</u>
Less amount representing interest	<u>3,574</u>
Present Value of Minimum Lease Payments	\$ 28,961

TOWN OF BOUCE, LOUISIANA
NOTES TO FINANCIAL STATEMENTS
 May 31, 1997

Notes payable consist of a \$295,808 Certificate of Indebtedness payable to a local bank. The certificates bear an interest rate of 8.5% with principal payable on November 1 of each year starting 1995 and ending in 2005. Interest is payable on May 1 and November 1 beginning in 1995. The following is a schedule by years of the principal payments owed on these Certificates of Indebtedness:

Fiscal Year Ended	Principal Installment
1998	20,000
1999	20,000
2000	20,000
2001	20,000
2002	26,000
2003	26,000
2004	26,000
2005	26,000
TOTAL	\$226,000

Notes payable in the Enterprise Fund represent money borrowed from the Farmers Home Administration for certain water system improvements. The original principal was \$428,120. The notes bear an interest rate of 8.125%. Principal and interest payments are due and payable in monthly installments of \$2,118.10 beginning April 1988 and ending March 2004. A summary by years of the amounts owed on this note are as follows:

Years Ended	Total Payment	Principal	Interest
1988	25,429	5,891	21,438
1989	25,429	4,350	21,259
2000	25,429	4,420	21,809
2004	25,429	4,850	20,719
2002	25,429	4,897	20,532
Thereafter	,809,600	,387,888	,427,819
	1,822,945	5,420,348	2,812,808

NOTE 8 - GAS CONTRACT

The Town has a long-term contract for the purchase of natural gas. The contract is with Union Gas Company and renews each year. There are no minimum payments required under the contract except for amounts of actual delivery, with the rates being adjusted periodically.

NOTE 10 - ELECTRICITY CONTRACT

The Town has a contract with Central Louisiana Electric Company for the purchase of electricity. The contract automatically renews each year. There are no minimum payments required under the contract except amounts for actual delivery, and the rates are adjusted periodically.

NOTE 11 - RISK MANAGEMENT

Town of Bouce is exposed to various risks of loss related to fire; theft of; damage to, and destruction of assets; events and omissions; injuries to employees; and natural disasters. These risks of loss are covered by a comprehensive commercial insurance policy and participation in a public entity risk pool that operates as a common insurance program. Claims resulting from these risks have historically not exceeded insurance coverage.

TOWN OF BOYDE, LOUISIANA
 NOTES TO FINANCIAL STATEMENTS
 May 31, 1987

NOTE 12 - BOARD MEMBER SALARIES

For the year ended May 31, 1987, the amounts of salaries and wages paid to the Mayor and Board of Aldermen were as follows:

Name	Position	Salary
Julius Patrick, Jr.	Mayor	\$ 2,400
Thomas Bellis	Alderman	1,000
Haywood Joiner	Alderman	1,200
Donald Walsh	Alderman	1,100
Kaylah McCoy	Alderman	1,000
Cally Bryant	Alderman	1,200
Totals		\$8,100

NOTE 13 - FUND EQUITY

Contributed Capital

The following is a summary of changes in contributed capital:

	Natural Gas System	Water	Street	Total
Balance at May 31, 1986	\$ -0-	\$ 77,858	\$ 140,819	\$ 218,677
Additions	-----	-----	241,200	241,200
Balance at May 31, 1987	\$ -0-	\$ 77,858	\$ 140,819	\$ 218,677

Reserves

Reserves represent those portions of fund equity not appropriate for expenditure or legally segregated for a specific future use.

NOTE 14 - RESTRICTED ASSETS

Certain portions of enterprise fund revenue bonds, as well as certain resources set aside for their repayment, are classified as restricted assets on the balance sheet because their use is limited by applicable bond covenants. In addition, deposits collected from utility customers have been reported as restricted.

TOWN OF BOYCE, LOUISIANA
SUPPLEMENTAL DATA
FOR THE YEAR ENDED MAY 31, 1997

TOWN OF DUFRE, LOUISIANA

GENERAL FUND

A Schedule of Expenditures - Budget (2014) by Month and Account

For the Year Ended May 31, 2014

(With comparative actual amounts for the year ended May 31, 2013)

	2014			2013
	Budget	Actual	Unencumbered	
General Government				
Salary - contract	\$ 1,000	\$ 1,000	\$ -	\$ 1,000
Salary - advisory	5,000	5,750	45	5,750
Salary - office	4,275	4,444	45	4,569
Payroll taxes	1,000	1,000	(80)	1,000
Telephone	4,000	3,500	(1,200)	3,500
Office supplies	2,000	2,000	(975)	2,000
Advertising and printing	1,000	1,000	175	1,400
Fuel	1,000	1,150	(800)	200
Accounting	1,000	2,500	54	1,000
Legal	5,000	5,000	100	5,000
Insurance	10,000	10,000	(2,000)	10,000
Miscellaneous	10,000	10,000	1,000	11,000
Board maintenance	1,000	1,000	45	1,000
Capital outlay	5,000	11,000	(10,000)	6,000
Total general government	60,000	66,300	(10,000)	67,000
Public Safety				
Police				
Salaries	10,000	10,000	(5,000)	10,000
Payroll taxes	5,000	5,000	(800)	5,200
Police car expenditures	1,000	1,000	(500)	1,000
Uniforms and supplies	1,000	1,000	(200)	1,000
Department equipment	1,000	1,000	(50)	1,000
Telephone	1,000	1,000	(500)	1,000
Capital outlay	1,000	100	100	1,000
Miscellaneous	1,000	1,000	(500)	1,000
Fire protection				
Truck, gas, oil and maintenance	1,000	1,000	100	1,000
Telephone	100	100	40	1,000
Supplies & other	2,000	2,000	1,000	4,000
Insurance	1,000	1,000	0	1,000
Capital outlay	1,000	1,000	(500)	1,000
Total public safety	12,000	12,100	(5,000)	13,000
Street and Sanitation				
Salaries	1,000	1,000	0	1,000
Payroll taxes	1,000	1,000	(500)	700
Truck and motor maintenance	2,000	1,000	(1,000)	1,000
Street maintenance	1,000	1,000	(500)	1,000
Truck expenditures	10,000	10,000	0	10,000
Supplies	1,000	1,000	100	1,000
Utilities	100	1,100	(200)	1,000
Capital outlay	2,000	1,000	(1,000)	2,000
Total street and sanitation	18,000	18,100	(2,000)	18,000
Public works	10,000	10,100	(1,000)	10,000
Total expenditures	\$ 88,000	\$ 94,500	\$ (10,000)	\$ 98,000

ENTERPRISE FUNDS

Natural Gas Fund - To account for the natural gas services provided to the residents of the Town and certain adjacent areas. All activities necessary to provide such services are accounted for in this fund, including but not limited to, administration, operations, maintenance, billing and collection.

Lights Fund - To account for electricity services provided to the residents of the Town and certain adjacent areas. All activities necessary to provide such services are accounted for in this fund, including but not limited to, administration, operations, maintenance, billing and collection.

Water Fund - To account for water services provided to the residents of the Town and certain adjacent areas. All activities necessary to provide such services are accounted for in this fund, including but not limited to, administration, operations, maintenance, billing and collection.

Sewer Fund - To account for sewerage services provided to the residents of the Town and certain adjacent areas. All activities necessary to provide such services are accounted for in this fund, including but not limited to, administration, operations, maintenance, billing and collection.

TOWN OF BOYCE, LOUISIANA

GENERAL FUND

Statement of Expenditures - Budget (Actual) Data and Actual

for the Year Ended May 31, 2017

With comparison actual amounts for the year ended May 31, 2016

	2017			2016
	Budget	Actual	Variance Favorable (Unfavorable)	Actual
Personnel Expenditures				
Salary - wages	\$ 2,400	\$ 2,400	\$ -	\$ 2,400
Retiree - retirement	1,800	1,756	44	1,756
Medical - other	4,076	4,064	12	4,064
Benefit - taxes	1,400	1,400	0	1,400
Telephone	4,000	3,700	3,000	3,700
Office supplies	2,400	2,000	400	2,000
Printing and copying	1,400	1,400	0	1,400
Rent	1,400	1,377	23	1,377
Accounting	2,000	2,000	0	2,000
Legal	2,400	1,600	800	1,600
Insurance	10,000	10,000	0	10,000
Miscellaneous	17,400	15,600	1,800	15,600
Specialized services	2,400	2,000	400	2,000
Contingency	1,400	21,000	(19,600)	21,000
Total personnal expenditures	<u>49,776</u>	<u>49,947</u>	<u>(171)</u>	<u>49,947</u>
Public utility				
Water	10,000	10,000	0	10,000
Power - sewer	4,000	4,000	0	4,000
Power - other expenditures	11,000	10,800	200	10,800
Utilities - heating	1,000	1,000	0	1,000
Telephone and employees	2,000	2,000	0	2,000
Telephone	4,000	3,700	300	3,700
Capital utility	1,400	1,400	0	1,400
Miscellaneous	4,000	4,000	0	4,000
Fire protection				
Travel pay, air maintenance	1,000	1,000	0	1,000
Telephone	400	300	100	300
Expenses - other	4,700	4,600	100	4,600
Insurance	2,000	2,000	0	2,000
Capital utility	1,400	1,700	(300)	1,700
Total public utility	<u>17,500</u>	<u>16,300</u>	<u>1,200</u>	<u>16,300</u>
Debt and operations				
Salaries	17,000	17,000	0	17,000
Power - sewer	1,700	1,700	0	1,700
Travel and fuel (for maintenance)	2,000	1,700	300	1,700
Travel maintenance	1,700	1,600	100	1,600
Carriage collection	10,000	10,000	0	10,000
Supplies	1,000	1,000	0	1,000
Utilities	400	3,100	(2,700)	3,100
Capital utility	1,000	1,600	(600)	1,600
Total debt and operations	<u>46,800</u>	<u>46,700</u>	<u>100</u>	<u>46,700</u>
Other services	<u>10,000</u>	<u>10,000</u>	<u>0</u>	<u>10,000</u>
Total expenditures	<u>\$ 66,576</u>	<u>\$ 66,947</u>	<u>\$ (371)</u>	<u>\$ 66,947</u>

TOWN OF BOYCE, LOUISIANA

EXTENDING PERIOD

Continuing Balance Sheet

For the Year Ended May 31, 1997

9887 Cooperative Circle for May 11, 1996

Assets	Current Year	Prior Year	1996	1995	Miscellaneous Funds		
					1997	1995	
Current Assets:							
Cash and cash equivalents	\$ 204.89	\$ 261.49	\$ 1,897.00	\$ 1,496.00	\$ 20,000.00	\$ 563,874.00	
Receivables, net of allowance for doubtful accounts	63.80	44.75	64,794.00	1,200.00	60,000.00	600,000.00	
Due from other funds	1,000.00	2,175.00	-	800.00	1,580.00	2,880.00	
Total current assets	<u>268.69</u>	<u>296,419.00</u>	<u>1,961,794.00</u>	<u>3,496.00</u>	<u>61,580.00</u>	<u>666,754.00</u>	
Restricted Assets:							
Cash and cash equivalents	60.00	40.00	-	64,000.00	60,000.00	600,000.00	
Monies transfer to other governmental funds	-	-	1,600.00	-	1,600.00	2,000.00	
Total restricted assets	<u>60.00</u>	<u>40.00</u>	<u>1,600.00</u>	<u>64,000.00</u>	<u>61,600.00</u>	<u>602,000.00</u>	
Investment and Endowment:							
Fixed assets net of accumulated depreciation	1,600,000.00	65,000.00	1,000,000.00	100,000.00	1,000,000.00	1,400,000.00	
Total assets	<u>\$ 268,69</u>	<u>\$ 296,419.00</u>	<u>\$ 1,963,394.00</u>	<u>\$ 419,000.00</u>	<u>\$ 1,083,000.00</u>	<u>\$ 1,268,754.00</u>	
Liabilities and Fund Equity:							
Current Liabilities:							
Accounts payable	\$ 1,074.00	\$ 17,004.00	\$ 1,000.00	\$ 1,000.00	\$ 6,000.00	\$ 10,000.00	
Due from other funds	50.00	-	2,000.00	-	2,000.00	2,000.00	
Other	1,000.00	1,000.00	1,000.00	1,000.00	6,000.00	11,000.00	
Total current liabilities	<u>2,124.00</u>	<u>18,004.00</u>	<u>4,000.00</u>	<u>2,000.00</u>	<u>14,000.00</u>	<u>23,000.00</u>	
Liabilities payable to other governmental entities:							
Money deposits	60,000.00	60,000.00	-	-	60,000.00	70,000.00	
Monies transfer payable	-	-	170,000.00	-	170,000.00	50,000.00	
Total liabilities	<u>66,000.00</u>	<u>120,000.00</u>	<u>170,000.00</u>	<u>0.00</u>	<u>170,000.00</u>	<u>120,000.00</u>	
Fund Equity:							
Cash fund (30,000.00)	-	70,000.00	140,000.00	68,000.00	1,000,000.00	1,600,000.00	
Investment fund (100,000.00)	100,000.00	100,000.00	68,000.00	60,000.00	60,000.00	70,000.00	
Investment fund improvement	-	-	1,000.00	60,000.00	60,000.00	60,000.00	
Total fund equity	<u>100,000.00</u>	<u>170,000.00</u>	<u>208,000.00</u>	<u>128,000.00</u>	<u>1,120,000.00</u>	<u>1,670,000.00</u>	
Total liabilities and fund equity	<u>\$ 268,69</u>	<u>\$ 296,419.00</u>	<u>\$ 1,963,394.00</u>	<u>\$ 419,000.00</u>	<u>\$ 1,083,000.00</u>	<u>\$ 1,268,754.00</u>	

TOWN OF BOYCE, LOUISIANA

GOVERNMENT FINANCE

Comparative Statement of Revenues, Expenditures, and Changes in Financial Position
For the Year Ended May 31, 2021
With Comparative Data for May 31, 2020

	2021				2020	
	Actual	Budget	Variance	%	Actual	%
Operating revenues						
Tax on the volume	\$ 34,187	\$ 347,000	\$ 312,813	91.61%	\$ 347,000	91.61%
Folio-based fees	1,700	12,750	11,050	86.67%	12,750	86.67%
Other operating revenues	7,440	7,440	0.00	100.00%	7,440	100.00%
Total operating revenues	<u>43,327</u>	<u>467,190</u>	<u>423,863</u>	<u>90.72%</u>	<u>467,190</u>	<u>90.72%</u>
Operating expenses						
Interest - operating	13,440	13,440	0.00	100.00%	13,440	100.00%
Interest - bonded	1,600	10,000	8,400	52.50%	10,000	52.50%
Maintenance supplies	4,000	7,140	3,140	44.12%	7,140	44.12%
Electricity purchased	12	104,000	91,988	88.45%	104,000	88.45%
Miscellaneous purchased	14,000	-	-	-	14,000	100.00%
Trash expense	1,000	10,000	9,000	90.00%	10,000	90.00%
Water usage	-	-	0.00	-	0.00	0.00%
Repairs	1,000	5,000	4,000	80.00%	5,000	80.00%
Legal and professional	5,000	5,000	0.00	100.00%	5,000	100.00%
Payroll taxes	10,000	10,000	0.00	100.00%	10,000	100.00%
Insurance	10,000	10,000	0.00	100.00%	10,000	100.00%
Employee salaries	10,000	10,000	0.00	100.00%	10,000	100.00%
Other	1,000	5,000	4,000	80.00%	5,000	80.00%
Total operating expenses	<u>49,080</u>	<u>407,640</u>	<u>358,560</u>	<u>88.00%</u>	<u>407,640</u>	<u>88.00%</u>
Operating income (loss)	<u>4,247</u>	<u>59,550</u>	<u>55,303</u>	<u>92.85%</u>	<u>59,550</u>	<u>92.85%</u>
Non operating revenues/expenses						
Income tax	10,000	10,000	0.00	100.00%	10,000	100.00%
Miscellaneous	(10,000)	-	10,000	-	(10,000)	-
Total non operating revenues/expenses	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00%</u>	<u>0.00</u>	<u>0.00%</u>
Income (loss) before operating transfers	<u>4,247</u>	<u>59,550</u>	<u>55,303</u>	<u>92.85%</u>	<u>59,550</u>	<u>92.85%</u>
Operating transfers (to) from						
General	10,000	10,000	-	-	10,000	100.00%
Capital projects	10,000	10,000	-	-	10,000	100.00%
Grants	10,000	10,000	-	-	10,000	100.00%
Gifts	-	-	10,000	100.00%	10,000	100.00%
Other	-	-	10,000	100.00%	10,000	100.00%
Total transfers (to) from	<u>30,000</u>	<u>40,000</u>	<u>30,000</u>	<u>75.00%</u>	<u>40,000</u>	<u>75.00%</u>
Net income (loss)	<u>34,247</u>	<u>99,550</u>	<u>65,303</u>	<u>65.67%</u>	<u>99,550</u>	<u>65.67%</u>
Revenues received from other	<u>10,000</u>	<u>10,000</u>	<u>0.00</u>	<u>0.00%</u>	<u>10,000</u>	<u>100.00%</u>
Revenues received from other	<u>44,247</u>	<u>109,550</u>	<u>65,303</u>	<u>59.63%</u>	<u>109,550</u>	<u>59.63%</u>

ROZIER, HARRINGTON & MCKAY

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July 16, 1997

INDEPENDENT AUDITORS' REPORT ON SCHEDULE OF FEDERAL ASSISTANCE

The Honorable Julius Patrick, Jr.
and the Board of Aldermen
Town of Boyce, Louisiana

We have audited the general purpose financial statements of the Town of Boyce, Louisiana for the year ended May 31, 1997, and have issued our report thereon dated July 16, 1997. These general purpose financial statements are the responsibility of the Town's management. Our responsibility is to express an opinion on these general purpose financial statements based on our audit.

We conducted our audit in accordance with generally accepted auditing standards and 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 general purpose financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the general purpose financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

Our audit was made for the purpose of forming an opinion on the general purpose financial statements of the Town of Boyce, Louisiana taken as a whole. The accompanying schedule of federal financial assistance is presented for purposes of additional analysis and is not a required part of the general purpose financial statements. The information in that schedule has been subjected to the auditing procedures applied in the audit of the general purpose financial statements and, in our opinion, is fairly presented in all material respects in relation to the general purpose financial statements taken as a whole.


ROZIER, HARRINGTON & MCKAY
Certified Public Accountants

Members:
American Institute of Certified Public Accountants - Society of Louisiana, CPA's

TOWN OF BOYCE, LOUISIANA
SCHEDULE OF FEDERAL FINANCIAL ASSISTANCE
YEAR ENDED MAY 31, 1997

<u>Grant Title</u>	<u>Federal CFDA Number</u>	<u>Grant Revenues (Cash Basis)</u>	<u>Grant Revenues (Accrual)</u>	<u>Expenditures</u>
Louisiana Community Development Block Grant Program	14.229	360,992	226,966	226,966

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July 18, 1987

**INDEPENDENT AUDITORS' REPORT ON COMPLIANCE WITH
LAW AND REGULATIONS BASED ON AN AUDIT
OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH
GOVERNMENT AUDITING STANDARDS ISSUED BY THE GAO**

The Honorable Julius Patrick, Jr., Mayor
and Members of the Board of Aldermen
Town of Bogys, Louisiana

We have audited the general purpose financial statements of the Town of Bogys, Louisiana as of and for the year ended May 31, 1987, and have issued our report thereon dated July 18, 1987.

We conducted our audit in accordance with generally accepted auditing standards and Government Auditing Standards, issued by the Comptroller General of the United States. These standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement.

Compliance with laws, regulations, contracts, and grants applicable to the Town is the responsibility of the Town's management. As part of obtaining reasonable assurance about whether the general purpose financial statements are free of material misstatement, we performed tests of the Town's compliance with certain provisions of laws, regulations, contracts, and grants. However, our objective was not to provide an opinion on overall compliance with such provisions. Accordingly, we do not express such an opinion.

The results of our tests disclosed the following instances of noncompliance that are required to be reported under Government Auditing Standards for which the ultimate resolution cannot presently be determined. Accordingly, no provision for any liability that may result has been recognized in the Town of Bogys, Louisiana's 1987 financial statements.

Instance of Non-Compliance

The Town of Bogys, Louisiana, failed to comply with certain statutory requirements regarding the budget by over-expending total budgeted expenditures by greater than five percent (5%). The general purpose financial statements do not include an adjustment for any liability that may result from the actions of the entity in relation to violation of the budget.

We considered these instances of noncompliance in forming our opinion of whether the Town of Bogys, Louisiana's 1987 general purpose financial statements are presented fairly, in all material respects, in conformity with generally accepted accounting principles, and this report does not affect our report dated July 18, 1987, on these general purpose financial statements.

This report is intended for the information of management. This opinion is not intended to limit the distribution of this report, which is a matter of public record.

Robin Harrington & McKay
ROZIER, HARRINGTON & McKAY
Certified Public Accountants

ROZIER, HARRINGTON & MCKAY
CERTIFIED PUBLIC ACCOUNTANTS

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July 18, 1997

**INDEPENDENT AUDITORS' REPORT ON INTERNAL CONTROL
STRUCTURE-RELATED MATTERS NOTED IN A FINANCIAL STATEMENT AUDIT
CONDUCTED IN ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS**

The Honorable Julius Patrick, Jr., Mayor
and Members of the Board of Aldermen
Town of Boyce, Louisiana

We have audited the general purpose financial statements of the Town of Boyce, Louisiana, for the year ended May 31, 1997, and have issued our report thereon dated July 18, 1997.

We conducted our audit in accordance with generally accepted auditing standards and 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.

The management of the Town is responsible for establishing and maintaining an internal control structure. In fulfilling this responsibility, estimates and judgments by management are required to assess the expected benefits and related costs of internal control structure policies and procedures. The objectives of an internal control structure are to provide management with reasonable, but not absolute, assurance that assets are safeguarded against loss from unauthorized use or disposition, and that transactions are recorded in accordance with management's authorization and recorded properly to permit the preparation of financial statements in accordance with generally accepted accounting principles.

Because of inherent limitations in any internal control structure, errors or irregularities may nevertheless occur and not be detected. Also, projection of any evaluation of the structure to future periods is subject to the risk that procedures may become inadequate because of changes in conditions or that the effectiveness of the design and operation of policies and procedures may deteriorate.

The Honorable Julius Patrick, Jr., Mayor

July 18, 1997

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In planning and performing our audit of the financial statements of the Town of Boyce, Louisiana, for the year ended May 31, 1997, we obtained an understanding of the internal control structure. With respect to the internal control structure, we obtained an understanding of the design of relevant policies and procedures and whether they have been placed in operation, and we assessed control risk in order to determine our auditing procedures for the purpose of expressing our opinion on the financial statements and not to provide an opinion on the internal control structure. Accordingly, we do not express such an opinion.

Our consideration of the internal control structure would not necessarily disclose all matters in the internal control structure that might be material weaknesses under standards established by the American Institute of Certified Public Accountants. A material weakness is a reportable condition in which the design or operation of one or more of the specific internal control structure elements does not reduce to a relatively low level the risk that errors or irregularities in amounts that would be material in relation to the financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. We noted no matters involving internal control structure and its operation that we consider to be material weaknesses as defined above.

This report is intended for the information of the management, and the Board of Aldermen. This restriction is not intended to limit the distribution of this report, which is a matter of public record.


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July 18, 1987

**INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE WITH
SPECIFIC REQUIREMENTS APPLICABLE TO NONMAJOR
FEDERAL FINANCIAL ASSISTANCE PROGRAM TRANSACTIONS**

The Honorable Julius Parris, Jr., Mayor
and the Board of Aldermen
Town of Boyce, Louisiana

We have audited the general purpose financial statements of the Town of Boyce, Louisiana, as of and for the year ended May 31, 1987 and have issued our report thereon dated July 18, 1987.

In connection with our audit of the general purpose financial statements of the Town of Boyce, Louisiana, and with our consideration of the Town of Boyce's control structure used to administer federal financial assistance programs, as required by Office of Management and Budget Circular A-128, *Audit of State and Local Governments*, we selected certain transactions applicable to certain nonmajor federal financial assistance programs for the year ended May 31, 1987. As required by OMB Circular A-128, we have performed auditing procedures to test compliance with the requirements, special tests and provisions that are applicable to these transactions. Our procedures were substantially less in scope than an audit, the objective of which is the expression of an opinion on the Town of Boyce's compliance with these requirements. Accordingly, we do not express such an opinion.

With respect to the items tested, the results of those procedures disclosed no material instances of noncompliance with the requirements listed in the preceding paragraph. With respect to items not tested, nothing came to our attention that caused us to believe that the Town of Boyce had not complied, in all material respects, with those requirements.

This report is intended for the information of management. This restriction is not intended to limit the distribution of this report, which is a matter of public record.

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July 18, 1997

**INDEPENDENT AUDITORS' REPORT ON THE INTERNAL
CONTROL STRUCTURE USED IN
ADMINISTERING FEDERAL FINANCIAL ASSISTANCE PROGRAMS**

The Honorable Julia Patrick, Jr., Mayor
and the Board of Aldermen
Town of Boyce, Louisiana

We have audited the general purpose financial statements of the Town of Boyce, Louisiana, as of and for the year ended May 31, 1997, and have issued our report thereon dated July 18, 1997. We have also audited the compliance of the Town of Boyce, Louisiana, with requirements applicable to major federal financial assistance programs and have issued our report thereon dated July 18, 1997.

We conducted our audits in accordance with generally accepted auditing standards, Government Auditing Standards, issued by the Comptroller General of the United States, and Office of Management and Budget (OMB) Circular A-128, Audits of State and Local Governments. Those standards and OMB Circular A-128 require that we plan and perform the audit to obtain reasonable assurance about whether the general purpose financial statements are free of material misstatement and about whether the Town complied with laws and regulations, noncompliance with which would be material to a major federal financial assistance program.

In planning and performing our audits for the year ended May 31, 1997, we considered the Town's internal control structure in order to determine our auditing procedures for the purpose of expressing our opinions on the Town's general purpose financial statements and on its compliance with requirements applicable to major programs and to report on the internal control structure in accordance with OMB Circular A-128. This report addresses our consideration of internal control structure policies and procedures relevant to compliance with requirements applicable to federal financial assistance programs. We have addressed policies and procedures relevant to our audit of the general purpose financial statements in a separate report dated July 18, 1997.

The management of the Town of Boyce, Louisiana is responsible for establishing and maintaining an internal control structure. In fulfilling this responsibility, estimates and judgments by management are required to assess the expected benefits and related costs of internal control structure policies and procedures. The objectives of an internal control structure are to provide management with reasonable, but not absolute, assurance that assets are safeguarded against loss from unauthorized use or disposition, that transactions are executed in accordance with management's authorization and recorded properly to permit the preparation of general purpose financial statements in accordance with generally accepted accounting principles, and that federal financial assistance programs are managed in compliance with applicable laws and regulations. Because of inherent limitations in any internal control structure, errors, irregularities, or instances of non-compliance may nevertheless occur and not be detected. Also, projection of any evaluation of the structure to future periods is subject to the risk that procedures may become inadequate because of changes in conditions or that the effectiveness of the design and operation of policies and procedures may deteriorate.

For the purpose of this report, we have classified the significant internal control structure policies and procedures used in administering federal financial assistance programs in the following categories:

- Cash Disbursements
- General Requirements
- Types of Services
- Special Requirements

For all of the internal control structure categories listed above, we obtained an understanding of the design of relevant policies and procedures and determined whether they have been placed in operation, and we assessed control risk.

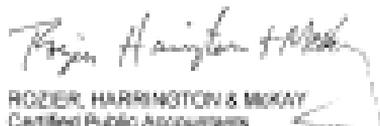
During the year ended May 31, 1997, the Town of Boyce, Louisiana, had no major federal financial assistance programs and expended 100 percent of its federal financial assistance under the Department of Housing and Urban Development, State's Program for Community Development Block Grants.

We performed tests of controls, as required by OMB Circular A-120, to evaluate the effectiveness of the design and operation of internal control structure policies and procedures that we have considered relevant to preventing or detecting material non-compliance with specific requirements, general requirements, and requirements governing claims for advances and reimbursements and amounts claimed or used for matching that are applicable to the aforementioned nonmajor program. Our procedures were less in scope than would be necessary to render an opinion on these internal control structure policies and procedures. Accordingly, we do not express such an opinion.

The Honorable Julius Patrick, Jr., Mayor
and the Board of Aldermen
July 18, 1987
Page 3

Our consideration of the internal control structure policies and procedures used in administering federal financial assistance would not necessarily disclose all matters in the internal control structure that might constitute material weaknesses under standards established by the American Institute of Certified Public Accountants. A material weakness is a condition in which the design or operation of one or more of the internal control structure elements does not reduce to a relatively low level the risk that noncompliance with laws and regulations that would be material to a federal financial assistance program may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. We noted no matters involving the internal control structure and its operations that we consider to be material weaknesses as defined above.

This report is intended for the information of the management. This restriction is not intended to limit the distribution of this report, which is a matter of public record.



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July 10, 1997

INDEPENDENT AUDITORS' REPORT ON COMPLIANCE
WITH THE GENERAL REQUIREMENTS
APPLICABLE TO FEDERAL FINANCIAL ASSISTANCE PROGRAMS

The Honorable Julius Patrick, Jr., Mayor
and the Board of Aldermen
Town of Boyce, Louisiana

We have audited the general purpose financial statements of the Town of Boyce, Louisiana as of and for the year ended May 31, 1997, and have issued our report thereon dated July 10, 1997.

We have applied procedures to test the Town of Boyce, Louisiana's compliance with the following requirements applicable to the Department of Housing and Urban Development, State's Program for Community Development Block Grants for the year ended May 31, 1997.

Political Activity
Davis-Bacon Act
Civil Rights
Administrative Requirements
Allowable Cost/Cost Principles

Our procedures were limited to the applicable procedures described in the Office of Management and Budget's Compliance Supplement for Single Audits of State and Local Governments. Our procedures were substantially less in scope than an audit, the objective of which is the expression of an opinion on the Town of Boyce, Louisiana's compliance with the requirements listed in the preceding paragraph. Accordingly, we do not express such an opinion.

With respect to the items tested, the results of those procedures disclosed no material instances of noncompliance with the requirements listed in the first paragraph of this report.

With respect to items not tested, nothing came to our attention that caused us to believe that the Town of Boyce, Louisiana had not complied, in all material respects, with those requirements.

The Honorable Julius Patrick, Jr., Mayor
and the Board of Aldermen
July 18, 1967
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This report is intended for the information of management. This restriction is not intended to limit the distribution of this report, which is a matter of public record.


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