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**TOWN OF DUBACH,  
LOUISIANA**  
  
**FINANCIAL STATEMENTS  
JUNE 30, 1987**

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Under provisions of state law, this report is a public document. A copy of the report has been submitted to the auditor, or controller, 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 June 30, 1987

**TOWN OF DUBACH, LOUISIANA  
FINANCIAL STATEMENTS  
JUNE 30, 1997**

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**DON M. McGEHEE**

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Bossier, Louisiana 71273-1344

**INDEPENDENT AUDITOR'S REPORT**

Honorable Stephen Hammons, Mayor  
and Town Council  
Town of Dubach  
Dubach, Louisiana 71225

I have audited the accompanying general purpose financial statements and the combining and account group financial statements of the Town of Dubach, Louisiana, as of and for the year ended June 30, 1997, and the individual fund financial statements of the Town of Dubach as of and for the years ended June 30, 1997 and 1996, as listed in the table of contents. These financial statements are the responsibility of the Town's management. My responsibility is to express an opinion on these financial statements based on my audit.

I conducted my 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 I 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 statements presentation. I believe that my audit provides a reasonable basis for my opinion.

In my opinion, the general purpose financial statements referred to above present fairly, in all material respects, the financial position of the Town of Dubach, as of June 30, 1997, and the results of its operations and the cash flows of its proprietary fund for the year then ended in conformity with generally accepted accounting principles. Also, in my opinion, the combining and individual fund and account group financial statements as of June 30, 1997, and for the year then ended and the individual fund financial statements as of June 30, 1996, and for the year then ended present fairly, in all material respects, the financial position of each of the individual funds and account group of the Town of Dubach, Louisiana, as of June 30, 1997, and the financial position of each of the individual funds as of June 30, 1996, and the results of operations of such funds and the cash flows of its proprietary fund for the years then ended in conformity with generally accepted accounting principles.

In accordance with Government Auditing Standards, I have also issued a report dated October 5, 1996 on my consideration of the Town of Dubach's internal control structure and a report dated October 17, 1997 on its compliance with laws and regulations.



Don M. McGehee  
Certified Public Accountant  
October 17, 1997

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

**TOWN OF DUBACH, LOUISIANA**  
**COMBINED BALANCE SHEET - ALL FUND TYPES AND ACCOUNT GROUPS**  
**JUNE 30, 1997**

	GOVERNMENTAL FUND TYPES		PROPRIETARY FUND TYPE		POLICEMAN FUND TYPE		ACCOUNT GROUPS		TOTALS	
	GENERAL FUND	SPECIAL REVENUE FUNDS	ENTERPRISE FUND	FUND TYPE	TRUST FUND	FUND	FIXED ASSETS	MEMORANDUM DUAL	1997	1996
<b>ASSETS</b>	\$ 37,201.4	3,228.8	26,448.8		710.6		\$ 5	\$ 5	\$ 37,206.8	\$ 55,358
Cash	281,438	68,888	128,814		0		0	0	488,860	477,087
Investments	0	0	0		12,888		0	0	12,888	12,888
Investments - Non-expendable	0	0	0		0		0	0	0	0
Accounts Receivable	0	0	18,218		0		0	0	18,218	14,688
Accrued Interest Receivable	0	0	747		0		0	0	747	1,088
All Vendors' Claims Receivable - Net	0,879	0	0		0		0	0	2,879	878
Due from Other Governments/Units	10,351	3,888	0		0		0	0	14,239	8,231
Due from Other Funds	6,891	3,870	0		0		0	0	9,761	5,484
Prepaid Taxes Receivable	4,800	0	0		0		0	0	4,800	0
Prepaid Insurance	2,773	682	568		0		0	0	4,023	3,114
Insurance Deposit	1,874	0	0		0		0	0	1,874	1,924
Restricted Assets -										
Cash	0	0	2,724		0		0	0	2,724	6,078
Investments	0	0	18,800		0		0	0	18,800	13,650
Land and Buildings	0	0	0		0		140,774	140,774	141,450	141,450
Equipment	0	0	0		0		171,887	171,887	170,988	170,988
Other Improvements	0	0	0		0		782	782	781	781
Utility Plant and Equipment	0	0	1,878,888		0		0	1,878,888	1,878,888	1,878,888
Accumulated Depreciation	0	0	(278,327)		0		0	(278,327)	(278,327)	(713,227)
<b>TOTAL ASSETS</b>	\$ 348,862.8	77,026.8	1,558,152.8		13,689.6		\$ 13,689.6	\$ 13,689.6	\$ 3,033,019.8	\$ 3,280,388

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

**TOWN OF DUBACH, LOUISIANA**  
**COMBINED BALANCE SHEET -- ALL FUND TYPES AND ACCOUNT GROUPS (CONTINUED)**  
**JUNE 30, 2022**

	GOVERNMENTAL FUND TYPES		PROPRIETARY FUND TYPES		FOUNDRY FUND TYPES		TOTALS
	SPECIAL						
	GENERAL FUND	RESERVE FUNDS	BONDPROBE FUND	TRUST FUND	FIXED ASSETS	MEMORANDUM ONLY	
<b>LIABILITIES AND FUND EQUITY</b>							
<b>LIABILITIES:</b>							
Accounts Payable	\$ 3,868	\$ 777	\$ 3,870	\$ 0	\$ 0	\$ 1,180	\$ 12,201
Accrued Expenses	4,229	384	485	0	0	7,109	6,036
Due to Other Governmental Units	0	0	0	0	0	0	0
Due to Other Funds	0	5,285	4,986	0	0	9,261	6,484
Deferred Revenue	2,950	0	0	0	0	2,850	874
Payable from Restricted Assets	0	0	22,571	0	0	22,571	26,871
Customer Deposits	13,422	6,026	31,282	0	0	50,827	64,628
<b>TOTAL LIABILITIES</b>							
	0	0	1,285,022	0	0	1,428,253	1,828,253
	0	0	0	0	0	270,422	270,422
	0	0	0	0	0	0	0
	0	0	0	0	0	0	0
	0	0	0	0	0	0	0
	0	0	0	0	0	0	0
	0	0	0	0	0	0	0
	202,474	21,478	0	213	0	428,680	428,680
	202,474	21,478	1,285,022	213	0	2,735,023	2,735,023
<b>TOTAL EQUITY</b>							
	\$ 245,992	\$ 27,956	\$ 1,285,022	\$ 213	\$ 0	\$ 2,735,023	\$ 2,735,023

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

**TOWN OF DUBACH, LOUISIANA**  
**COMBINED STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN**  
**FUND BALANCES -- ALL GOVERNMENTAL, AND FIDUCIARY FUND TYPES**  
**FOR THE YEAR ENDED JUNE 30, 1997**

	GOVERNMENTAL FUND TYPES		FIDUCIARY FUND TYPE	TOTALS	
	GENERAL FUND	SPECIAL REVENUE FUNDS	TRUST FUND	MEMORANDUM ONLY	
				1997	1996
<b>REVENUES</b>					
Taxes	\$ 82,284	\$ 17,329	\$ 0	\$ 99,613	\$ 84,629
Interest	18,877	4,848	867	24,592	27,720
Licenses	27,058	0	0	27,058	23,721
Intergovernmental	7,287	0	0	7,287	19,498
On Behalf Revenue	4,189	0	0	4,189	4,404
Charges for Services	0	24,028	0	24,028	20,460
Fines	49,518	0	0	49,518	42,232
Miscellaneous	5,222	0	220	5,442	5,222
<b>TOTAL REVENUES</b>	<b>181,571</b>	<b>46,407</b>	<b>867</b>	<b>228,845</b>	<b>226,829</b>
<b>EXPENDITURES</b>					
General Government	55,819	0	820	56,639	58,720
Fire	228	0	0	228	562
Police	108,200	0	0	108,200	98,110
Highways and Streets	18,214	0	0	18,214	28,271
Sanitation	0	62,021	0	62,021	41,230
Capital Outlay	809	0	0	809	52,281
<b>TOTAL EXPENDITURES</b>	<b>183,260</b>	<b>62,021</b>	<b>820</b>	<b>246,101</b>	<b>264,534</b>
<b>EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES</b>	<b>7,311</b>	<b>(15,614)</b>	<b>(0)</b>	<b>1,697</b>	<b>(47,705)</b>
<b>OTHER FINANCING SOURCES (USES)</b>					
Operating Transfers In	(4,458)	0	0	(4,458)	81,024
Operating Transfers Out	0	1,093	0	1,093	(26,972)
Sale of General Fixed Assets	4,093	0	0	4,093	3,012
<b>TOTAL OTHER FINANCING SOURCES (USES)</b>	<b>(365)</b>	<b>1,093</b>	<b>0</b>	<b>628</b>	<b>57,064</b>
<b>EXCESS (DEFICIENCY) OF REVENUES AND OTHER FINANCING SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES</b>	<b>7,946</b>	<b>(14,521)</b>	<b>(0)</b>	<b>2,325</b>	<b>(10,641)</b>
<b>FUND BALANCE - BEGINNING</b>	<b>327,282</b>	<b>76,988</b>	<b>13,818</b>	<b>418,088</b>	<b>441,567</b>
<b>FUND BALANCE - ENDING</b>	<b>\$ 334,228</b>	<b>\$ 71,467</b>	<b>\$ 13,818</b>	<b>\$ 419,513</b>	<b>\$ 410,926</b>

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

FIDUCIARY FUNDS

BUDGET	ACTUAL	VARIANCE --	
		FAVORABLE	(UNFAVORABLE)
\$	0 \$	0 \$	0
	690	697	(20)
	0	0	0
	0	0	0
	0	0	0
	0	0	0
	0	0	0
	0	200	200
	<u>690</u>	<u>697</u>	<u>(7)</u>

	1,500	876	624
	0	0	0
	0	0	0
	0	0	0
	0	0	0
	0	0	0
	<u>1,500</u>	<u>876</u>	<u>624</u>

	(910)	(9)	901
	0	0	0
	0	0	0
	<u>0</u>	<u>0</u>	<u>0</u>
	<u>0</u>	<u>0</u>	<u>0</u>

\$ (810)      (9)      801

13,818  
\$ 13,800

TOWN OF DUBACH, LOUISIANA  
ENTERPRISE FUND  
UTILITY FUND

COMPARATIVE STATEMENTS OF REVENUES, EXPENSES, AND  
CHANGES IN RETAINED EARNINGS -- PROPRIETARY FUND TYPE  
FOR THE YEARS ENDED JUNE 30, 1997 AND 1996

	<u>1997</u>	<u>1996</u>
<b>OPERATING REVENUES:</b>		
Water Sales	\$ 79,942	\$ 74,048
Sewer Sales	34,208	25,082
Delinquent charges	3,495	3,399
Miscellaneous	0	80
<b>TOTAL OPERATING REVENUES</b>	<u>117,645</u>	<u>102,609</u>
<b>OPERATING EXPENSES:</b>		
Accounting and Audit Fees	3,000	3,800
Depreciation	43,195	54,868
Insurance	8,752	4,425
Miscellaneous	0	505
Operations and Maintenance of System	30,682	48,395
Office Supplies, Postage, and Printing	2,074	2,040
Salaries - Office	12,621	13,172
Salaries - Other	15,282	20,079
Salaries - Superintendent	12,899	9,641
Sewer Pond Inspection Fees	900	900
Taxes - Payroll	3,113	2,274
Truck Operating Expenses	350	0
Utilities	11,970	53,917
<b>TOTAL OPERATING EXPENSES</b>	<u>142,840</u>	<u>173,328</u>
<b>OPERATING LOSS</b>	<u>(25,195)</u>	<u>(70,719)</u>
<b>NON - OPERATING REVENUES:</b>		
Interest Income	7,827	8,121
<b>TOTAL NON - OPERATING REVENUES</b>	<u>7,827</u>	<u>8,121</u>
<b>LOSS BEFORE OPERATING TRANSFERS</b>	<u>(17,368)</u>	<u>(62,598)</u>
<b>TRANSFERS FROM (TO) OTHER FUNDS:</b>		
General Fund	3,278	(18,894)
<b>TOTAL TRANSFERS</b>	<u>3,278</u>	<u>(18,894)</u>
<b>NET LOSS</b>	<u>(14,090)</u>	<u>(81,492)</u>
<b>ACCUMULATED DEFICIT - BEGINNING</b>	<u>(273,113)</u>	<u>(193,898)</u>
<b>ACCUMULATED DEFICIT - ENDING</b>	<u>\$ (287,203)</u>	<u>(275,390)</u>

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

**TOWN OF DUBACH, LOUISIANA**  
**ENTERPRISE FUND – UTILITY FUND**  
**COMPARATIVE STATEMENTS OF CASH FLOWS – –**  
**PROPRIETARY FUND TYPE**  
**FOR THE YEARS ENDED JUNE 30, 1997 AND 1996**

	1997	1996
<b>CASH FLOWS FROM OPERATING ACTIVITIES:</b>		
Cash Received from Customers and Users	\$ 118,833	\$ 98,787
Cash Payments for Goods and Services	(99,087)	(94,897)
Cash Payments to Employees	(40,888)	(42,792)
Net Cash Provided (Used) by Operating Activities	<u>19,858</u>	<u>(27,902)</u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES:</b>		
Purchase of Investments	(126,614)	(28,284)
Purchase of Restricted Assets	(2,708)	0
Proceeds from Sale of Investments	132,668	81,281
Proceeds from Sale of Restricted Assets	0	453
Interest from Investments	8,402	11,692
Purchase of Plant Equipment	(4,318)	(582)
Construction of Assets	0	(681,648)
Net Cash Provided (Used) by Investing Activities	<u>(5,870)</u>	<u>(227,448)</u>
<b>CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:</b>		
Operating Transfers from (to) Other Funds	4,710	(22,691)
Net Cash Provided (Used) by Noncapital Financing Activities	<u>4,710</u>	<u>(22,691)</u>
<b>CASH FLOWS FROM CAPITAL FINANCING ACTIVITIES:</b>		
Grant for Construction Received	0	538,737
Net Cash Provided by Financing Activities	<u>0</u>	<u>538,737</u>
<b>NET INCREASE (DECREASE) IN CASH AND RESTRICTED CASH</b>	<b>19,888</b>	<b>(41,817)</b>
<b>CASH AND RESTRICTED CASH AT BEGINNING OF YEAR</b>	<b>7,663</b>	<b>48,170</b>
<b>CASH AND RESTRICTED CASH AT END OF YEAR</b>	<b>\$ 28,551</b>	<b>\$ 7,353</b>
<b>RECONCILIATION OF OPERATING INCOME TO NET CASH PROVIDED BY OPERATING ACTIVITIES:</b>		
Operating Income (Loss)	\$ (24,983)	(68,882)
Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided by Operating Activities –		
Depreciation	43,108	54,543
Changes in Assets and Liabilities Which Required or Provided Cash:		
(Increase) Decrease in Accounts Receivable	(1,522)	(5,912)
(Increase) Decrease in Prepaid Insurance	(499)	(7)
Increase (Decrease) in Accrued Liabilities	76	27
Increase (Decrease) in Accounts Payable	199	(10,288)
Increase (Decrease) in Sales Tax Payable	(22)	58
Increase in Customers' Meter Deposits	2,730	57
Total Adjustments	<u>44,041</u>	<u>40,777</u>
Net Cash Provided (Used) by Operating Activities	<u>\$ 19,888</u>	<u>\$ (27,904)</u>

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

TOWN OF DUBACH, LOUISIANA  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 1997

**NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

The Town of Dubach was incorporated under the Lawton Act in 1898. The Town operates under a Mayor – Board of Aldermen form of government. The Town is located in Lincoln Parish, Louisiana.

The accounting and reporting policies of the Town of Dubach conform to generally accepted accounting principles as applied to governmental units. The accounting and reporting procedures conform to the requirements of Louisiana Revised Statutes 24:517 and to the guides set forth in the Louisiana Municipal Audit and Accounting Guide and to the industry audit guide, *Audits of State and Local Governmental Units*, published by the American Institute of Certified Public Accountants.

**A. Reporting Entity**

There were no component units of the Town of Dubach that were not included in the financial reporting entity based on financial accountability to report in conformity with generally accepted accounting principles for the year ended June 30, 1997.

**B. Fund Accounting**

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

**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.

**Special Revenue Funds**

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

**TOWN OF DUBACH, LOUISIANA**  
**NOTES TO FINANCIAL STATEMENTS (continued)**  
**JUNE 30, 1997**

**NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)**

**Proprietary Funds – –**

**Enterprise Funds**

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

**Fiduciary Funds – –**

**Trust and Agency Funds**

Trust and agency funds are used to account for assets held by the Town in a trustee capacity or as an agent for individuals, private organizations, other governments, and/or other funds. Agency funds are custodial in nature (assets equal liabilities) and do not involve measurement of results of operations.

**G. Basis of Accounting**

The accounting and financial reporting treatment applied to a fund is determined by its measurement focus. All governmental funds and trust funds are accounted for using a current financial resources measurement focus. With this measurement focus, only current assets and current liabilities generally are included on the balance sheet. Operating statements of these funds present increases (i.e., revenues and other financing sources) and decreases (i.e., expenditures and other financing uses) in net current assets.

All proprietary funds are accounted for on a flow of economic resources measurement focus. With this measurement focus, all assets and all liabilities associated with the operation of these funds are included on the balance sheet. Fund equity (i.e., net total assets) is segregated into contributed capital and retained earnings components. Proprietary fund – type operating statements present increases (e.g., expenses) in net total assets.

The modified accrual basis of accounting is used by all governmental fund types, trust funds. Under the modified accrual basis of accounting, revenues are recognized when susceptible to accrual (i.e., when they become both measurable and available). "Measurable" means the amount of the transaction can be determined and "available" means collectible within the current period or soon enough thereafter to be used to pay liabilities of the current period. The Town considers all governmental revenues as available if they are collected within 60 days after year end. Expenditures are recorded when the related fund liability is incurred. Purchases of various operating supplies are regarded as expenditures at the time purchased.

**TOWN OF DUBACH, LOUISIANA**  
**NOTES TO FINANCIAL STATEMENTS (continued)**  
**JUNE 30, 1997**

**NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)**

**G. Short-term Interfund Receivables/Payables**

During the course of operations, numerous transactions occur between individual funds for goods provided or services rendered. These receivables and payables are classified as "due from other funds" or "due to other funds" on the balance sheet.

**H. Prepaid Insurance**

Payments made to insurance companies for insurance coverage that will benefit periods beyond June 30, 1997, are recorded as prepaid items in the asset section of the balance sheet.

**I. Restricted Assets**

The "customer deposit" account is used to report proceeds from customers' meter deposits. A corresponding liability is presented to record these funds held by the enterprise fund.

**J. Fixed Assets**

The accounting and reporting treatment applied to the fixed assets associated with a fund are determined by its measurement focus. Fixed assets used in governmental fund type operations (general fixed assets) are accounted for in the General Fixed Assets Account Group, and are recorded as expenditures in the governmental fund types when purchased.

The Town has elected to capitalize public domain ("infrastructure") fixed assets consisting of certain improvements other than buildings, including roads, bridges, sidewalks, and drainage improvements. No depreciation has been provided on general fixed assets.

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

Water Utility--	
Wells	10 years
Lines and Tanks	20-50 years
Sewerage Utility--	
Pump Stations	10 years
Lines	20-50 years
Lift Stations	15 years

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

**TOWN OF DUBACH, LOUISIANA**  
**NOTES TO FINANCIAL STATEMENTS (continued)**  
**JUNE 30, 1997**

**NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)**

**K. Cash and Cash Equivalents**

Cash and cash equivalents consist of demand deposits and certificates of deposit with maturities of less than 90 days from the date of purchase. Deposits are carried at cost which approximates market value. cash.

**L. Memorandum Only – Total Columns**

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

**M. Comparative Data**

Comparative total data for the prior year has been presented in the accompanying financial statements in order to provide an understanding of changes in the Town's financial position and operations. However, comparative (i.e., presentation of prior year totals by fund type) data has not been presented in each of the statements since their inclusion would make the statements unduly complex and difficult to read. Certain amounts for 1996 have been reclassified/revised to conform to the 1997 presentation.

**N. Vacation and Sick Leave**

Employees earn either one or two weeks of vacation time each year, depending upon years of service. Employees earn 12 days of sick leave each year. Vacation and sick leave can be accumulated. As of June 30, 1997, there was no accumulated vacation or sick leave.

**O. 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 expenses during the reporting period. Actual results could differ from those estimates.

**TOWN OF CUBACH, LOUISIANA**  
**NOTES TO FINANCIAL STATEMENTS (continued)**  
**JUNE 30, 1997**

**NOTE 2 – CASH AND INVESTMENTS**

The Town maintains its cash and investment accounts in various banks, which are insured by the Federal Deposit Insurance Corporation (FDIC). FDIC coverage is \$100,000 for all demand deposits and \$100,000 for all time deposits (time deposits are defined as any interest-bearing account.) At June 30, 1997, the bank balance was \$9,958 and the carrying amount was \$9,496 on non-interest bearing accounts, which was all covered by FDIC insurance.

Interest bearing accounts at June 30, 1997, had a bank balance of \$583,108 and carrying amount of \$580,858, which was covered by a \$208,998 FDIC insurance with \$383,104 of the remainder to be covered by collateral other than FDIC insurance which is held by third party institutions in the name of the Town of Cubach and \$19,323 of the remainder uncollateralized.

Besides savings accounts and certificates of deposit, the only other cash the Town has is \$200 of petty cash. Deposits (cash and certificates of deposit) are carried at cost which approximates market value.

**NOTE 3 – AD VALOREM TAXES**

Taxes are levied on a calendar year basis and are due on December 31. The Town bills and collects its own Ad Valorem taxes. For the 1996 Ad Valorem Taxes, one rate of tax was levied on property within the corporate limits, as follows:

1.25 mills for the general maintenance of the Town. This millage was approved by the Town Council August 12, 1995, and is the maximum millage that can be assessed without the approval of voters.

For the year ended June 30, 1997, taxes of \$15,960 were levied on property. Taxes receivable at June 30, 1997 consisted of the following:

Taxes Receivable	\$2,456
Allowance for Uncollectible Taxes	<u>      (92)</u>
 Net Ad Valorem Taxes Receivable	 <u>\$2,373</u>

**NOTE 4 – INTERFUND RECEIVABLE, PAYABLES**

	<u>Interfund Receivable</u>	<u>Interfund Payable</u>
General Fund	\$ 6,091	\$ —
Special Revenue Funds—		
Garbage Fund	3,670	5,309
Utility Fund	—	4,369
Totals	<u>\$ 9,761</u>	<u>\$ 9,761</u>

**TOWN OF DUBOCH, LOUISIANA**  
**NOTES TO FINANCIAL STATEMENTS (continued)**  
**JUNE 30, 1997**

**NOTE 6 - DUE FROM OTHER GOVERNMENTAL UNITS**

Amounts due from other governmental units consisted of the following:

	1997	1996
Sales Tax from the Lincoln Parish- Ruston Sales and Use Tax Collection Agency	\$ 7,807	\$ 6,587
Tobacco Taxes Due from the State of Louisiana	1,128	1,140
Sales Tax Dedicated to Garbage Collection from the Lincoln Parish Police Jury	2,069	1,694
Reimbursement from the State of Louisiana for Right-of-way Maintenance	1,405	0
<b>Totals</b>	<b>\$ 14,309</b>	<b>\$ 9,321</b>

**NOTE 6 - RESTRICTED ASSETS - PROPRIETARY FUND TYPE**

Restricted assets were applicable to the following at June 30:

	1997	1996
Customers' Deposits	\$ 20,577	\$ 20,871

**NOTE 7 - CHANGES IN GENERAL FIXED ASSETS**

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

	Balance @ 7/1/95	Additions	Deletions	Balance @ 6/30/97
Land and Buildings	\$141,455	\$0	\$579	\$140,876
Equipment	170,049	820		171,869
Improvements Other than Buildings	781	0	0	781
<b>Total General Fixed Assets</b>	<b>\$312,285</b>	<b>\$820</b>	<b>\$579</b>	<b>\$312,526</b>

**TOWN OF DUBACH, LOUISIANA**  
**NOTES TO FINANCIAL STATEMENTS (continued)**  
**JUNE 30, 1997**

**NOTE 7 - CHANGES IN GENERAL FIXED ASSETS (continued)**

A summary of proprietary fund type property, plant, and equipment at June 30, 1997, is as follows:

Land	\$ 7,207
Water Plant	727,447
Sewer Plant	469,600
Sewer Treatment Plant	660,317
Furniture and Equipment	5,597
Total	<u>1,870,168</u>
Less Accumulated Depreciation	<u>(735,337)</u>
Net	<u>\$ 1,134,831</u>

**NOTE 8 - DEDICATION OF PROCEEDS AND FLOW OF FUNDS - 1.0% SALES AND USE TAX**

The parish of Lincoln, in a special election held on November 5, 1974, voted a 1.0% sales and use tax for the purpose of solid waste disposal. The proceeds of the sales tax, after paying reasonable and necessary cost and expenses of collecting and administering the tax and cost of operating and maintaining parishwide solid waste disposal facilities and necessary equipment in connection therewith, is allocated and divided between the Lincoln Parish Police Jury and the incorporated municipalities of the parish according to a formula based upon the ratio that the population of each municipality or entity bears to the total population of the parish, as shown by the most recent federal decennial census. The proceeds are restricted for use in the operation and maintenance of solid waste collection facilities, including equipment, furnishings, and other property in connection therewith.

Under the formula for allocation of proceeds, the Town of Dubach received 2.02% of the funds available for allocation during the year ended June 30, 1997.

**NOTE 9 - FUND DEFICIT**

The total retained earnings deficit in the proprietary fund of \$267,103 arose due to the Town's continued water and sewer service revenue not covering operating costs and depreciation expense. The deficit is expected to continue. There are no plans for rate increases to alleviate this deficit.

**TOWN OF DUBACH, LOUISIANA**  
**NOTES TO FINANCIAL STATEMENTS (continued)**  
**JUNE 30, 1997**

**NOTE 10 - OPERATING LEASE**

The Town is committed under a 10 year building lease ending in December, 1998. The lease is considered to be an operating lease. Future minimum lease payments would be as follows:

YEAR ENDING	
1998	1,300
1999	600
TOTAL	\$ <u>1,900</u>

The Town sub-leases the building for \$150 per month under an oral contract.

The Town is negotiating an additional lease from the School with a corresponding sub-lease.

**NOTE 11 - COMPENSATION PAID THE BOARD OF ALDERMAN**

The amount of compensation paid each board member for the year ended June 30, 1996, is as follows:

Hershel Cooper	\$ 600
Harold Graham	600
Suzanne Harris	600
Darrell McAdams	600
Seth Tatum	600
TOTAL	\$ <u>3,000</u>

**NOTE 12 - ON BEHALF PAYMENTS**

Employees of the Town of Dubach's Police Department received salary supplements from the State of Louisiana.

COMBINING AND INDIVIDUAL FUND  
AND ACCOUNT GROUP  
STATEMENTS AND SCHEDULES

#### GENERAL FUND

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

TOWN OF DUBACH, LOUISIANA  
GENERAL FUND  
COMPARATIVE BALANCE SHEETS  
JUNE 30, 1997 AND 1996

	1997	1996
<b>ASSETS</b>		
Cash on Hand	\$ 688	\$ 500
Cash in Bank	38,825	45,052
Investments	201,439	280,309
Ad Valorem Taxes Receivable (Net of Allowance for Uncollectible Taxes of \$83 and \$21, respectively)	2,372	674
Franchise Taxes Receivable	4,000	0
Tobacco Taxes Receivable	1,159	1,140
State Dept. of Transportation Receivable	1,405	0
Sales Tax Receivable	7,887	6,887
Accrued Interest	657	0
Due from Garbage Fund	6,286	471
Due from Utility Fund	656	1,953
Prepaid Insurance	2,773	2,885
Insurance Deposit	1,374	1,874
<b>TOTAL ASSETS</b>	<b>\$ 345,902</b>	<b>\$ 342,735</b>
<b>LIABILITIES AND FUND BALANCE:</b>		
<b>LIABILITIES:</b>		
Accounts Payable	\$ 2,860	\$ 6,615
Accrued Payroll	809	504
Deferred Revenue	2,333	874
Payroll Taxes Payable	6,383	5,375
<b>TOTAL LIABILITIES</b>	<b>12,425</b>	<b>13,368</b>
<b>FUND BALANCE:</b>		
Unreserved -- Undesignated	334,474	327,287
<b>TOTAL FUND BALANCE</b>	<b>334,474</b>	<b>327,287</b>
<b>TOTAL LIABILITIES AND FUND BALANCE</b>	<b>\$ 348,900</b>	<b>\$ 340,735</b>

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

**TOWN OF DUBACH, LOUISIANA**  
**GENERAL FUND**  
**STATEMENT OF REVENUES, EXPENDITURES, AND**  
**CHANGES IN FUND BALANCE—BUDGET AND ACTUAL**  
**FOR THE YEAR ENDED JUNE 30, 1987**  
**WITH COMPARATIVE ACTUAL AMOUNTS**  
**FOR THE YEAR ENDED JUNE 30, 1986**

	1987		VARIANCE—	1986
	BUDGET	ACTUAL	FAVORABLE (UNFAVORABLE)	
<b>REVENUES:</b>				
Ad Valorem Tax	\$ 14,991	\$ 16,989	\$ 608	\$ 13,350
Fines	48,000	49,518	1,518	48,232
Franchise Tax	18,000	21,521	3,521	16,689
Interest Income	14,000	15,877	1,877	20,283
Law Enforcement Grant	0	0	0	1,129
Miscellaneous	7,200	3,492	(3,708)	3,237
Occupational Licenses	20,537	27,998	8,461	29,758
On Behalf Revenue	0	4,199	4,199	4,404
Rent	1,600	1,800	0	1,800
Right-of-Way Maintenance	2,600	2,800	0	2,800
Sales Tax	30,000	44,824	14,824	43,318
Tobacco Tax	2,279	4,688	2,409	4,958
<b>TOTAL REVENUES</b>	<u>183,907</u>	<u>191,871</u>	<u>38,064</u>	<u>179,023</u>
<b>EXPENDITURES:</b>				
General and Administrative	59,170	55,019	3,551	58,278
Fire Department	325	325	(1)	843
Police Department	112,803	108,288	4,515	58,510
Street Department	21,100	19,214	1,886	28,571
Capital Outlay	1,100	639	461	47,425
<b>TOTAL EXPENDITURES</b>	<u>194,598</u>	<u>184,085</u>	<u>10,493</u>	<u>231,647</u>
<b>EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES</b>	<u>(30,691)</u>	<u>7,986</u>	<u>38,058</u>	<u>(52,624)</u>
<b>OTHER FINANCING SOURCES:</b>				
Operating Transfer from Other Funds	0	(4,498)	(4,498)	16,028
Sale of General Fixed Assets	0	4,600	4,600	3,010
<b>TOTAL OTHER FINANCING SOURCES</b>	<u>0</u>	<u>(288)</u>	<u>(288)</u>	<u>59,038</u>
<b>EXCESS (DEFICIENCY) OF REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER SOURCES</b>	<u>(30,971)</u>	<u>7,182</u>	<u>38,183</u>	<u>4,310</u>
<b>FUND BALANCE—BEGINNING</b>	<u>329,848</u>	<u>327,282</u>	<u>97,433</u>	<u>329,772</u>
<b>FUND BALANCE—ENDING</b>	<u>\$ 198,877</u>	<u>\$ 234,474</u>	<u>\$ 135,598</u>	<u>\$ 327,282</u>

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

**TOWN OF DUBACH, LOUISIANA**  
**GENERAL FUND**  
**SUPPORTING SCHEDULE OF EXPENDITURES COMPARED TO BUDGET**  
**FOR THE YEAR ENDED JUNE 30, 1997**  
**WITH COMPARATIVE ACTUAL AMOUNTS**  
**FOR THE YEAR ENDED JUNE 30, 1996**

	1997		VARIANCE	
	BUDGET	ACTUAL	FAVORABLE (UNFAVORABLE)	1996 ACTUAL
<b>GENERAL GOVERNMENT</b>				
Alderman's Fees	\$ 3,000	\$ 3,000	\$ 0	\$ 3,000
Election Expense	0	0	0	0
Insurance	6,500	4,823	1,677	5,526
Lease	1,200	1,200	0	1,200
Legal and Accounting Fees	6,700	8,301	(1,601)	4,744
Maintenance	4,200	4,207	(7)	6,427
Mayor's Salary	7,175	7,222	(47)	4,753
Municipal Debt	283	316	(33)	315
Office Supplies	3,000	2,345	655	2,435
Miscellaneous	1,000	1,870	(870)	2,208
Salaries - Office	77,150	17,820	(59,330)	77,210
Salaries - Other	844	789	55	810
Taxes - Payroll	3,200	3,178	22	3,228
Telephone	1,750	1,820	(70)	2,415
Travel	400	423	(23)	1,378
Utility Expense	2,300	2,316	(16)	1,920
<b>TOTAL GENERAL GOVERNMENT</b>	<b>98,175</b>	<b>58,802</b>	<b>3,931</b>	<b>68,276</b>
<b>FIRE DEPARTMENT</b>				
Insurance	325	325	(1)	625
Truck Maintenance	0	0	0	30
<b>TOTAL FIRE DEPARTMENT</b>	<b>325</b>	<b>325</b>	<b>(1)</b>	<b>655</b>
<b>POLICE DEPARTMENT</b>				
Auto Maintenance	2,500	2,523	(23)	3,440
Auto Operating Expense	8,000	6,293	(1,707)	8,810
Court Management Information System	0	443	(443)	485
Insurance	15,300	6,527	(8,773)	8,097
LA Law Enforcement Commission	1,200	808	392	870
Miscellaneous	100	68	32	120
Salaries	73,000	73,364	(364)	67,448
On Behalf Payments	2,400	4,108	(1,708)	4,480
Supplies	1,200	1,828	(628)	1,534
Taxes - Payroll	5,850	5,854	(4)	5,470
Telephone	813	844	(31)	0
Unemployment Compensation	4,280	4,288	(8)	727
<b>TOTAL POLICE DEPARTMENT</b>	<b>\$ 712,883</b>	<b>\$ 108,895</b>	<b>\$ 4,578</b>	<b>\$ 99,210</b>

TOWN OF DUBACH, LOUISIANA  
 GENERAL FUND  
 SUPPORTING SCHEDULE OF EXPENDITURES COMPARED TO BUDGET (CONTINUED)  
 FOR THE YEAR ENDED JUNE 30, 1997  
 WITH COMPARATIVE ACTUAL AMOUNTS  
 FOR THE YEAR ENDED JUNE 30, 1996

	1997		VARIANCE -- FAVORABLE (UNFAVORABLE)	1996 ACTUAL
	BUDGET	ACTUAL		
<b>STREET DEPARTMENT</b>				
Insurance	\$ 000\$	876 \$	(876)\$	411
Maintenance Supplies and Expense	4,860	5,771	(911)	2,488
Miscellaneous	150	0	150	40
Police Jury	5,000	0	5,000	5,435
Salaries	0	0	0	4,889
Taxes - Payrol	0	0	0	389
Utilities	11,700	12,587	(887)	12,276
<b>TOTAL STREET DEPARTMENT</b>	<u>21,110</u>	<u>19,214</u>	<u>1,896</u>	<u>28,571</u>
<b>CAPITAL OUTLAY</b>	<u>\$ 1,122 \$</u>	<u>622 \$</u>	<u>481 \$</u>	<u>47,428</u>

### SPECIAL REVENUE FUNDS

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

#### GARBAGE FUND—

To account for the receipt and use of the Town's portion of a 1/2% sales and use tax levied by the Lincoln Parish Police Jury and for a related charge for garbage service levied by the Town. The tax proceeds are dedicated to operation and maintenance of solid waste collection and disposal facilities.

TOWN OF DUBACH, LOUISIANA  
GARBAGE FUND  
COMPARATIVE BALANCE SHEETS  
JUNE 30, 1997 AND 1996

	<u>1997</u>	<u>1996</u>
<b>ASSETS</b>		
Cash in Bank	\$ 3,055	\$ 7,840
Investments	65,500	64,840
Accounts Receivable -- Lincoln Parish Police Jury	3,860	1,434
Prepaid Insurance	682	689
Due from Utility Fund	<u>3,670</u>	<u>1,680</u>
<b>TOTAL ASSETS</b>	<b>\$ 77,827</b>	<b>\$ 76,843</b>
 <b>LIABILITIES AND FUND BALANCE</b>		
<b>LIABILITIES:</b>		
Accrued Payroll	\$ 354	\$ 98
Accounts Payable	777	312
Due to General Fund	<u>5,306</u>	<u>471</u>
<b>TOTAL LIABILITIES</b>	<b><u>6,337</u></b>	<b><u>571</u></b>
 <b>FUND BALANCE:</b>		
Unreserved -- Undesignated	<u>71,419</u>	<u>75,960</u>
<b>TOTAL FUND BALANCE</b>	<b><u>71,419</u></b>	<b><u>75,960</u></b>
<b>TOTAL LIABILITIES AND FUND BALANCE</b>	<b>\$ 77,827</b>	<b>\$ 76,843</b>

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

TOWN OF DUBACH, LOUISIANA  
GARBAGE FUND  
STATEMENT OF REVENUES, EXPENDITURES, AND  
CHANGES IN FUND BALANCE -- BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 1997  
WITH COMPARATIVE ACTUAL AMOUNTS  
FOR THE YEAR ENDED JUNE 30, 1996

	1997		VARIANCE -- FAVORABLE (UNFAVORABLE)	1996 ACTUAL
	BUDGET	ACTUAL		
<b>REVENUES:</b>				
Garbage Fees	\$ 20,000	\$ 24,896	\$ 4,896	\$ 20,490
Town's Portion of 1.2% Sales Tax	10,000	17,520	4,520	20,859
Interest on Investments	261	4,844	3,583	4,739
<b>TOTAL REVENUES</b>	<u>30,261</u>	<u>47,260</u>	<u>16,405</u>	<u>46,078</u>
<b>EXPENDITURES:</b>				
Capital Outlay	600	600	400	0
Insurance	600	4,595	(3,495)	4,729
Legal & Accounting	600	600	0	420
Other Expenses	350	609	(259)	285
Salaries	36,389	36,099	(1,460)	39,085
Taxes--Payroll	2,750	2,769	(49)	2,228
Travel Expenses	5,847	5,069	478	4,000
Utilities	1,490	1,344	86	1,259
<b>TOTAL EXPENDITURES</b>	<u>47,626</u>	<u>52,025</u>	<u>(5,403)</u>	<u>41,536</u>
<b>EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES</b>	<u>(17,365)</u>	<u>(5,500)</u>	<u>6,007</u>	<u>4,542</u>
<b>OTHER FINANCING USES</b>				
Operating Transfers to General Fund	0	1,680	1,680	(1,460)
<b>TOTAL OTHER FINANCING USES</b>	<u>0</u>	<u>1,680</u>	<u>1,680</u>	<u>(1,460)</u>
<b>EXCESS (DEFICIENCY) OF REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER SOURCES</b>	<u>(17,365)</u>	<u>(4,847)</u>	<u>7,129</u>	<u>3,082</u>
<b>FUND BALANCE -- BEGINNING</b>	<u>41,265</u>	<u>35,966</u>	<u>54,765</u>	<u>73,117</u>
<b>FUND BALANCE -- ENDING</b>	<u>\$ 23,899</u>	<u>\$ 31,119</u>	<u>\$ 21,634</u>	<u>\$ 76,199</u>

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

## ENTERPRISE FUND

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

### UTILITY FUND--

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

**TOWN OF DUBACH, LOUISIANA**  
**ENTERPRISE FUND**  
**UTILITY FUND**  
**COMPARATIVE BALANCE SHEETS**  
**JUNE 30, 1997 AND 1996**

	1997	1996
<b>ASSETS</b>		
<b>CURRENT ASSETS:</b>		
Cash	\$ 26,699	\$ 7,893
Investments	158,814	152,896
Accounts Receivable	18,219	14,899
Accrued Interest	747	1,585
Prepaid Insurance	589	80
<b>TOTAL CURRENT ASSETS</b>	<b>195,048</b>	<b>197,343</b>
<b>RESTRICTED ASSETS:</b>		
Cash—La. Community Development Block Grant	1	1
Cash—Customers' Deposits	7,729	8,017
Investments—Customers' Deposits	15,850	15,850
<b>TOTAL RESTRICTED ASSETS</b>	<b>23,580</b>	<b>23,868</b>
<b>PLANT AND EQUIPMENT:</b>		
Plant and Equipment at Cost, Net of Accumulated Depreciation of \$756,337 and \$713,231, Respectively	1,129,531	1,160,302
<b>TOTAL PLANT AND EQUIPMENT</b>	<b>1,129,531</b>	<b>1,160,302</b>
<b>TOTAL ASSETS</b>	<b>\$ 1,320,159</b>	<b>\$ 1,320,603</b>
<b>LIABILITIES AND FUND EQUITY</b>		
<b>LIABILITIES:</b>		
<b>CURRENT LIABILITIES:</b>		
Accrued Payroll & Other Expenses	\$ 279	\$ 158
Accounts Payable	3,915	3,329
Sales Tax Payable	302	258
Due to Garbage Fund	3,876	1,860
Due to General Fund	698	1,163
<b>TOTAL CURRENT LIABILITIES</b>	<b>6,070</b>	<b>6,768</b>
<b>CURRENT LIABILITIES (Payable from Restricted Assets)</b>		
Customers' Meter Deposits	23,577	23,871
<b>TOTAL CURRENT LIABILITIES (from Restricted Assets)</b>	<b>23,577</b>	<b>23,871</b>
<b>TOTAL LIABILITIES</b>	<b>31,647</b>	<b>30,639</b>
<b>FUND EQUITY:</b>		
<b>CONTRIBUTED CAPITAL:</b>		
Municipality	85,930	85,930
Federal Grant	184,148	184,148
Federal Grant—Community Development Block Grant	914,370	914,370
State Grant	701,736	701,736
<b>TOTAL CONTRIBUTED CAPITAL</b>	<b>1,886,252</b>	<b>1,886,252</b>
<b>ACCUMULATED DEFICIT—UNRESERVED</b>	<b>(287,733)</b>	<b>(273,113)</b>
<b>TOTAL FUND EQUITY</b>	<b>1,288,149</b>	<b>1,271,100</b>
<b>TOTAL LIABILITIES AND FUND EQUITY</b>	<b>\$ 1,320,197</b>	<b>\$ 1,320,606</b>

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

### FIDUCIARY FUNDS

Trust and agency funds are used to account for assets held by the Town in a trustee capacity or as an agent for individuals, private organizations, other governments, and/or other funds. Agency funds are custodial in nature (assets equal liabilities) and do not involve measurement of results of operations.

#### NON-EXPENDABLE TRUST FUNDS--

Hamilton Memorial Cemetery Trust Fund-- To account for monies contributed by private donors for investment such that the earnings can provide for the maintenance and care of the Hamilton Memorial Cemetery. The principal amounts of these gifts are to remain intact.

#### EXPENDABLE TRUST FUNDS--

Hamilton Memorial Cemetery Trust Fund-- To account for receipt and disbursement of monies from the investment earnings from the non-expendable trust fund described above, expendable contributions, and sales of cemetery lots.

TOWN OF DUBACH, LOUISIANA  
 FIDUCIARY FUND  
 HAMILTON MEMORIAL CEMETERY TRUST FUNDS  
 COMBINING BALANCE SHEET  
 JUNE 30, 1997  
 WITH COMPARATIVE TOTALS AS OF  
 JUNE 30, 1996

	NON EXPENDABLE		TOTALS	
	TRUST FUND	EXPENDABLE TRUST FUND	1997	1996
<b>ASSETS</b>				
Cash in Bank	\$ 0.00	713.00	713.00	281
Investments	12,896.00	0	12,896.00	12,896
<b>TOTAL ASSETS</b>	<b>\$ 12,896.00</b>	<b>713.00</b>	<b>13,609.00</b>	<b>13,177</b>
<b>LIABILITIES AND FUND BALANCE</b>				
<b>LIABILITIES:</b>				
Accounts Payable	\$ 0.00	0.00	0.00	58
<b>TOTAL LIABILITIES</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>58</b>
<b>FUND BALANCE:</b>				
Reserved for Perpetual Care	12,896.00	0	12,896.00	12,896
Unreserved and Undesignated	0	713	713	727
<b>TOTAL FUND BALANCE</b>	<b>12,896.00</b>	<b>713</b>	<b>13,609.00</b>	<b>13,616</b>
<b>TOTAL LIABILITIES AND FUND BALANCE</b>	<b>\$ 12,896.00</b>	<b>713.00</b>	<b>13,609.00</b>	<b>13,177</b>

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

TOWN OF DUBACH, LOUISIANA  
 FIDUCIARY FUND  
 HAMILTON MEMORIAL CEMETERY TRUST FUNDS  
 COMBINING STATEMENT OF REVENUES, EXPENDITURES,  
 AND CHANGES IN FUND BALANCE  
 FOR THE YEAR ENDED JUNE 30, 1997  
 WITH COMPARATIVE TOTALS  
 FOR THE YEAR ENDED JUNE 30, 1996

	NON EXPENDABLE TRUST FUNDS		EXPENDABLE TRUST FUNDS		TOTALS	
					1997	1996
<b>REVENUES</b>						
Sale of Lots	\$	0 \$		200 \$	200 \$	\$
Interest on Investment		667		0	667	730
<b>TOTAL REVENUES</b>		667		200	867	730
<b>EXPENDITURES</b>						
Supplies and Maintenance		0		608	608	1,370
<b>TOTAL EXPENDITURES</b>		0		608	608	1,370
<b>EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES</b>		667		(608)	(41)	(640)
<b>OTHER SOURCES (USES)</b>						
Operating Transfers In (Out)		(667)		667	0	0
<b>EXCESS (DEFICIENCY) OF REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER SOURCES</b>		0		(9)	(9)	(640)
<b>FUND BALANCE -- BEGINNING OF YEAR</b>		12,896		722	13,618	14,296
<b>FUND BALANCE -- END OF YEAR</b>	\$	12,896 \$		713 \$	13,609 \$	13,618

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

**GENERAL FIXED ASSETS ACCOUNT GROUP**

To account for all fixed assets owned by the Town of Dubach.

TOWN OF DUBACH, LOUISIANA  
 COMPARATIVE SCHEDULES OF GENERAL FIXED ASSETS  
 JUNE 30, 1997 AND 1996

	<u>1997</u>	<u>1996</u>
<b>GENERAL FIXED ASSETS</b>		
Land and Buildings	\$ 140,774	\$ 141,453
Equipment	171,887	170,908
Improvements Other Than Buildings	781	791
<b>TOTAL GENERAL FIXED ASSETS</b>	<u>\$ 313,442</u>	<u>\$ 313,152</u>
<b>INVESTMENT IN GENERAL FIXED ASSETS</b>		
Property Acquired Prior to 7-1-83	\$ 10,816	\$ 10,816
Property Acquired After 7-1-83 from --		
General Obligation Bonds	51,857	51,857
General Fund	118,451	118,291
Federal Revenue Sharing	32,755	32,755
Law Enforcement	4,574	4,574
Garbage Fund	29,000	29,000
Donations	37,000	37,000
State Grants	30,960	30,960
<b>TOTAL INVESTMENTS IN GENERAL FIXED ASSETS</b>	<u>\$ 313,422</u>	<u>\$ 313,209</u>

## OTHER SUPPLEMENTARY REPORTS

**BOB H. McGENEE**

(A Professional Accounting Corporation)  
P.O. Box 1244  
888 North Trestle  
Baton Rouge, Louisiana 70812-0244

**INDEPENDENT AUDITOR'S REPORT ON INTERNAL CONTROL  
STRUCTURE BASED ON AN AUDIT OF GENERAL PURPOSE  
FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE  
WITH GOVERNMENT AUDITING STANDARDS**

Honorable Stephen Hammons, Mayor  
and Board of Aldermen  
Town of Dubach  
Dubach, Louisiana 71226

I have audited the general purpose financial statements of the Town of Dubach, Louisiana, as of and for the year ended June 30, 1997, and have issued my report thereon dated October 17, 1997.

I conducted my 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 I plan and perform the audit to obtain reasonable assurance about whether the general purpose financial statements are free of material misstatement.

The management of the Town of Dubach, 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, and 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. 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.

In planning and performing my audit of the general purpose financial statements of the Town of Dubach, Louisiana, for the year ended June 30, 1996, I obtained an understanding of the internal control structure. With respect to the internal control structure, I obtained an understanding of the design of relevant policies and procedures and whether they have been placed in operation, and I assessed control risk in order to determine my auditing procedures for the purpose of expressing my opinion on the general purpose financial statements and not to provide an opinion on the internal control structure. Accordingly, I do not express such an opinion.

INTERNAL CONTROL REPORT  
PAGE TWO

I noted certain matters involving the internal control structure and its operation that I consider to be reportable conditions under standards established by the American Institute of Certified Public Accountants. Reportable conditions involve matters coming to my attention relating to significant deficiencies in the design or operation of the internal control structure that in my judgment, could adversely affect the entity's ability to record, process, summarize, and report financial data consistent with the assertions of management in the general purpose financial statements.

The Town of Dubach has too few personnel involved in accounting system to have adequate separation of duties for internal control.

A material weakness is a reportable condition in which design or operation of one or more of internal control structure elements does not reduce to a relatively low level risk that errors or irregularities in amounts that would be material in relation to general purpose financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions.

My consideration of the internal control structure would not necessarily disclose all matters in the internal control structure that might be reportable conditions and, accordingly, would not necessarily disclose all reportable conditions that are also considered to be material weakness as defined above. However, I noted the reportable condition described above involving the internal control structure and its operation to be a material weakness as defined above. These conditions were considered in determining the nature, timing, and extent of the procedures in my audit of the financial statements of the Town of Dubach, Louisiana, for the year ended June 30, 1997.

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



Don M. McCreary  
Certified Public Accountant  
October 17, 1997

**DON M. MCGHEE**  
A Professional Accounting Corporation  
P.O. Box 1044  
888 North Treater  
Baton Rouge, Louisiana 70819-1044

**INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE  
BASED ON AN AUDIT OF GENERAL PURPOSE  
FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE  
WITH GOVERNMENT AUDITING STANDARDS**

Honorable Stephen Hammons, Mayor  
and Board of Aldermen  
Town of Dubach  
Dubach, Louisiana 71235

I have audited the general purpose financial statements of the Town of Dubach, Louisiana, as of and for the year ended June 30, 1997, and have issued my report thereon dated October 8, 1996.

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

The results of my tests disclosed no instances of noncompliance that are required to be reported under Government Auditing Standards.

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



Don M. McGhee  
Certified Public Accountant  
October 17, 1997