

CITY OF MANDEVILLE, LOUISIANA**REPORT ON AUDIT OF
FINANCIAL STATEMENTS****FISCAL YEAR ENDED AUGUST 31, 2003**

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

Release Date: 3-10-04

**CITY OF HANDEVILLE, LOUISIANA
FINANCIAL STATEMENTS
FISCAL YEAR ENDED AUGUST 31, 2002
WITH SUPPLEMENTAL INFORMATION SCHEDULES**

TABLE OF CONTENTS

	<u>Statement</u>	<u>Schedule</u>	<u>Page</u>
Independent Auditor's Report			1 - 2
Required Supplemental Information (Part I)			
Management's Discussion and Analysis			3 - 20
Financial Statements			
Government-Wide Financial Statements			
Statement of Net Assets	A		28
Statement of Activities	B		28
Fund Financial Statements			
Governmental Funds			
Balance Sheet	C		38
Reconciliation of the Governmental Fund Balance to the Government-Wide Financial Statement of Net Assets	D		31
Statement of Revenues, Expenditures and Changes in Fund Balances	E		32-33
Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balances to the Statement of Activities	F		34
Proprietary Fund			
Statement of Net Assets	G		35
Statement of Revenues, Expenses and Changes in Net Assets	H		36
Statement of Cash Flows	I		37 - 38
Notes to the Financial Statements			38 - 42
Required Supplemental Information (Part II)			
Budgetary Comparison Schedules		1 to 4	64 - 73
Other Supplemental Information			
Non-Major Governmental Funds:			
Combining Balance Sheet		1	75
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances		2	76
Budgetary Comparison Schedule - Enterprise Fund:		3	77
Budgetary Comparison Schedule - Enterprise Fund:			
Water Department Expenses		4	78
Sewer Department Expenses		5	79

CITY OF MONROEVILLE, LOUISIANA
FINANCIAL STATEMENTS
FISCAL YEAR ENDED AUGUST 31, 2000
WITH SUPPLEMENTAL INFORMATION SCHEDULES

TABLE OF CONTENTS

	<u>Exhibit</u>	<u>Schedule</u>	<u>Page</u>
Schedule of Expenditures of Federal Awards		8	80
Notes to Schedule of Expenditures of Federal Awards			81
Other Reports			
Report on Compliance and on Internal Control over Financial Reporting Based on an Audit of Financial Statements performed in Accordance with Government Auditing Standards			83 - 84
Report on Compliance with Requirements Applicable to Each Major Program and Internal Control Over Compliance in Accordance with OMB Circular A-133			85 - 86
Schedule of Findings and Questioned Cost			87
Status of Prior Year Audit of Findings			88



The Honorable Edward Price, III Mayor
and Members of the City Council
City of Mandeville, Louisiana

Independent Auditor's Report

We have audited the accompanying financial statements of the **CITY OF MANDEVILLE, LOUISIANA**, as of and for the year ended August 31, 2003, as listed in the table of contents. These financial statements are the responsibility of the **CITY OF MANDEVILLE, LOUISIANA's** management. Our responsibility is to express an opinion on these financial statements based on our audit.

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

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of the **CITY OF MANDEVILLE, LOUISIANA**, as of August 31, 2003, and the results of its operations and the cash flows of its proprietary fund types for the year then ended in conformity with generally accepted accounting principles.

In accordance with *Government Auditing Standards*, we have also issued our report dated December 9, 2003 on our consideration of **CITY OF MANDEVILLE, LOUISIANA's** internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts and grants. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be read in conjunction with this report in considering the results of our audit.

As mentioned in Note F, the CITY OF MANDENVILLE, LOUISIANA adopted, as of September 1, 2003, the provisions of Governmental Accounting Standards Board Statement No. 34, *Financial Statements - and Management's Discussion and Analysis - For State and Local Governments*; Statement No. 35, *Financial Statements - and Management's Discussion and Analysis - For State and Local Governments - Omnibus*; Statement No. 38, *Certain Financial Statement Note Disclosures*; and Interpretation No. 5, *Recognition and Measurement of Certain Liabilities and Expenditures in Governmental Fund Financial Statements*.

Management's Discussion and Analysis beginning on page 3 and the budgetary comparison schedules identified as Schedules 1 through 5 are not required parts of the financial statements but are supplementary information required by the Governmental Accounting Standards Board. We have applied certain limited procedures, which consist primarily of inquiries of management regarding the methods of measurement and presentation of the required supplementary information. However, we did not audit the information and express no opinion on it.

Our audit was made for the purpose of forming an opinion on the financial statements taken as a whole. The accompanying supplemental information listed in the table of contents under Supplemental Information and identified as Schedule 1 through Schedule 5 are presented for the purpose of additional analysis and are not a required part of the financial statements. The accompanying Schedule of Expenditures of Federal Awards is presented for purposes of additional analysis as is required by the U.S. Office of Management and Budget Circular A-113, *Audit of State, Local Governments, and Non-Profit Organizations*, and is not a required part of the financial statements. Such information, except for the portion marked "unaudited" on which we express no opinion, has been subjected to the auditing procedures applied in the audit of the financial statements and, in our opinion, is fairly stated, in all material respects, in relation to the financial statements taken as a whole.



A Professional Accounting Corporation

December 4, 2003

REQUIRED SUPPLEMENTAL INFORMATION (PART I)
MANAGEMENT'S DISCUSSION AND ANALYSIS

CITY OF MANDERVILLE, LOUISIANA
MANAGEMENT'S DISCUSSION AND ANALYSIS

August 31, 2003

As management of the CITY OF MANDERVILLE, LOUISIANA (City), we offer readers of the City's financial statements this narrative overview and analysis of the financial activities of the City's, for the fiscal year ended August 31, 2003. This management discussion and analysis (MD&A) is designed to provide an objective and easy to read analysis of the City's financial activities based on currently known facts, decisions, or conditions. It is intended to provide readers with a broad overview of City finances. It is also intended to provide readers with an analysis of the City's short-term and long-term activities based on information presented in the financial report and fiscal policies that have been adopted by the City. Specifically, this section is designed to assist the reader in focusing on significant financial items, provide an overview of the City's financial activity, identify changes in the City's financial position (its ability to address the next and subsequent year challenges), identify any material decisions from the financial plan (the approved budget), and identify individual fund issues or concerns.

This is the first year that the City has presented its financial statements under the new reporting model required by the Governmental Accounting Standards Board Statement Number 34. Because this new reporting model changes significantly not only the presentation of financial data, but also the manner in which the information is recorded, prior year comparative information for this reporting period's MD&A has not been included except for that presented on pages 14 - 25. The omission of this comparative information is unavoidable and unfortunately puts the reader in a less than desirable position. In preparing the information summarized below, we have tried to keep in mind this disadvantage by expanding on the narrative with our opinions of the changes from one year to the next.

As with other sections of this financial reporting, the information contained with the MD&A should be considered only a part of a greater whole. We encourage readers to consider the information presented here in conjunction with additional information presented in the Required Supplemental Information ("RSI") that is provided in addition to this MD&A.

Financial Highlights

- The assets of the City of Manderville exceeded liabilities at the close of the most recent fiscal year by \$84,131,863 (net assets). This is comprised of \$17,811,961 in Governmental Activities and \$66,319,902 in Business Type Activities.
- The City's total net assets increased by \$2,094,181. This is comprised of a \$204,004 decrease from Governmental Activities and a \$2,298,185 increase from Business Type Activities.
- The unrestricted portion of total net assets totaled \$11,121,216. This is comprised of \$10,422,404 in Governmental Funds and \$698,812 in Business Type Activities. Unrestricted Net Assets are available for spending at the City's discretion.
- Approximately two-thirds of the City's total Net Assets are comprised of its investment in capital assets (e.g., land, buildings, equipment, infrastructure, etc.) less any related debt used to acquire those assets that is still outstanding. The City uses these capital assets to provide services to citizens; therefore, these assets are not available for future spending. Although the City's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

CITY OF MONROEVILLE, LOUISIANA
MANAGEMENT'S DISCUSSION AND ANALYSIS
August 31, 2003

Financial Highlights (Continued)

- Less than 10% (\$2,449,489) of the City's Net Assets are reserved for Debt Service.
- The balance of net assets (approximately 27%) are unrestricted.
- The City's outstanding debt decreased by \$1,281,000 due to normal debt service requirements.

Using This Annual Report

This annual report consists of a series of financial statements. The Statement of Net Assets and the Statement of Activities (see pages 18 and 20) provide information about the activities of the City as a whole and present a longer-term view of the City's finance. Fund financial statements start on page 30. For governmental activities, these statements tell how these services were financed in the short term as well as what remains for future spending. Fund financial statements also report the City's operations in more detail than the government-wide statements by providing information about the City's most significant funds.

Overview of the Financial Statements

This discussion and analysis is intended to serve as an introduction to the City of Monroville's financial statements. The City's financial statements consist of the following components:

- Government-Wide Financial Statements,
- Fund Financial Statements,
- Notes to the financial statements, and
- Other supplementary information, which is in addition to the financial statements themselves.

Government-Wide Financial Statements

Government-wide financial statements required by GASB Statement 34 provide readers with a concise "entity-wide" Statement of Net Assets and Statement of Activities, seeking to give the user of the financial statements a broad overview of the City's financial position and results of operations in a manner similar to a private-sector business.

- o The Statement of Net Assets presents information on all of the City's assets and liabilities using the accrual basis of accounting, which is similar to the accounting method used by most private-sector companies. The difference between the assets and liabilities is reported as net assets. Over time, increases or decreases in net assets may serve as a useful indicator of whether the financial position of the City is improving or weakening.
- o The Statement of Activities presents information showing how the City's net assets changed during the most recent fiscal year. All changes in net assets are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods (e.g., uncollected taxes and earned but unvested vacation time).

**CITY OF MANDEVILLE, LOUISIANA
MANAGEMENT'S DISCUSSION AND ANALYSIS
August 31, 2003**

Government-Wide Financial Statements (Continued)

The government-wide financial statements further assist the reader in their evaluation by distinguishing functions of the City into:

Governmental Activities that are principally supported by taxes and intergovernmental revenues, and

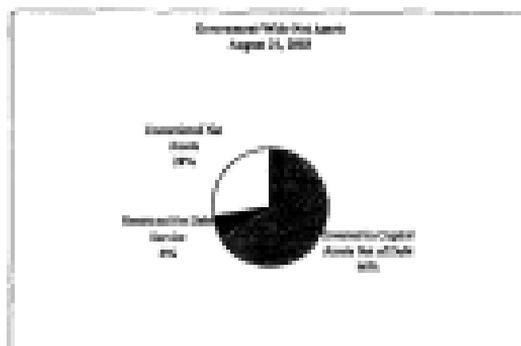
Business-Type Activities from other functions that are intended to recover all or a significant portion of their costs through user fees and charges (Water and Sewer).

Net Asset Analysis

As noted earlier, net assets may, over time, serve as a useful indicator of a government's financial position. Net Assets are divided into three categories, reported in Capital Assets (which makes up the largest portion of total net assets, Restricted for Debt Service, and Unrestricted. The City's assets exceeded its liabilities at the close of the most recent fiscal year by \$44,175,863 (total net assets), of which \$11,319,238 is unrestricted net assets.

At the end of the current fiscal year, the City is able to report positive balances in all three categories of net assets, both for the government as a whole, as well as for its separate governmental and business-type activities.

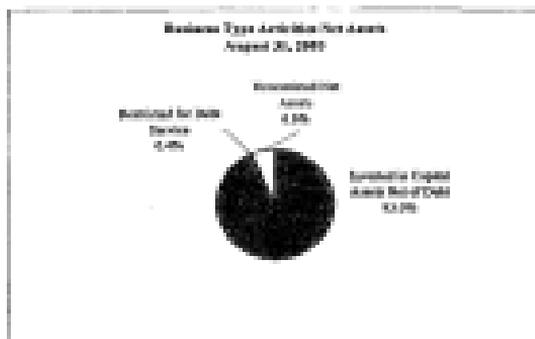
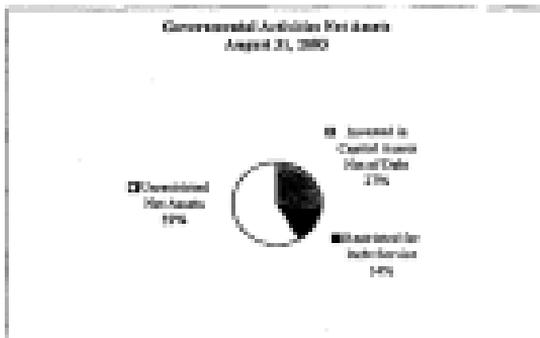
	Governmental Activities	Business- Type Activities	Total
Included in Capital Assets Net of Debt	\$ 4,844,640	\$ 24,487,678	\$ 29,332,318
Restricted for Debt Service	2,341,917	100,592	2,442,509
Unrestricted Net Assets	<u>18,821,858</u>	<u>1,729,892</u>	<u>20,551,750</u>
	<u>\$17,811,564</u>	<u>\$26,217,162</u>	<u>\$44,175,863</u>



CITY OF MANDEVILLE, LOUISIANA
MANAGEMENT'S DISCUSSION AND ANALYSIS
 August 31, 2000

Government-Wide Financial Statements (Continued)

Net Assets Analysis



**CITY OF MONROEVILLE, LOUISIANA
MANAGEMENT'S DISCUSSION AND ANALYSIS**

August 31, 2003

Government-Wide Financial Statements (Continued)

Financial Ratios

"Working Capital" is the amount by which current assets (including investments) exceed current liabilities. The "Current Ratio", which compares current assets to current liabilities, is an indicator of the ability to pay current obligations.

Working Capital	2003	2002	2001
Entity Wide Summary	\$ 14,973,031	\$ 15,214,611	\$ 14,975,117
Governmental	\$ 12,947,321	\$ 12,943,678	\$ 11,001,987
Business-type	\$ 2,025,710	\$ 2,270,933	\$ 3,973,130

Current Ratio	2003	2002	2001
Entity Wide Summary	34	15	11
Governmental	37	20	12
Business-type	24	7	6

"Liabilities to Net Assets" indicates the extent of borrowing.

Liabilities to Net Assets	2003	2002	2001
Entity Wide Summary	27%	30%	33%
Governmental	48%	53%	63%
Business-type	2%	6%	3%

"Total Return on Assets" illustrates to what extent there will be sufficient funds from operations to replace assets in the future. It includes all revenues.

Total Return on Assets	2003	2002	2001
Entity Wide Summary	3.7%	5.1%	-3.1%
Governmental	-0.7%	3.8%	-3.8%
Business-type	8.6%	3.9%	1.4%

"Capital Asset Change" illustrates to what extent the City essentially maintains infrastructure. Percentage increase (decrease) in Net Capital Assets.

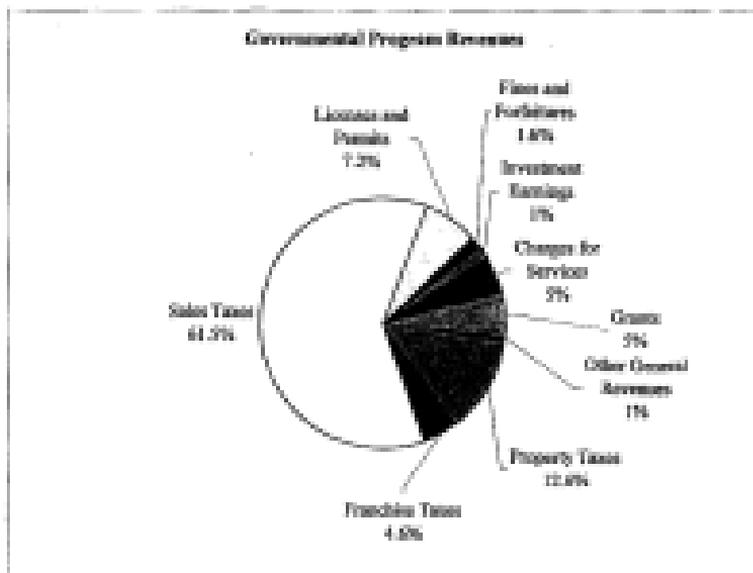
Capital Asset Change	2003	2002	2001
Entity Wide Summary	12%	17%	10%
Governmental	10%	19%	13%
Business-type	8%	16%	21%

**CITY OF MANDEVILLE, LOUISIANA
MANAGEMENT'S DISCUSSION AND ANALYSIS
August 31, 2003**

Government-Wide Financial Statements (Continued)

Governmental Activities - Revenues

Property Taxes	\$ 1,705,760
Franchise Taxes	604,250
Sales Taxes	8,315,624
Licenses and Permits	873,609
Fines and Penalties	212,391
Investment Earnings	189,609
Charges for Services	960,481
Grants	751,458
Other General Revenues	<u>120,616</u>
Total Governmental Activities	<u>\$ 13,509,658</u>



**CITY OF MONROEVILLE, LOUISIANA
MANAGEMENT'S DISCUSSION AND ANALYSIS**

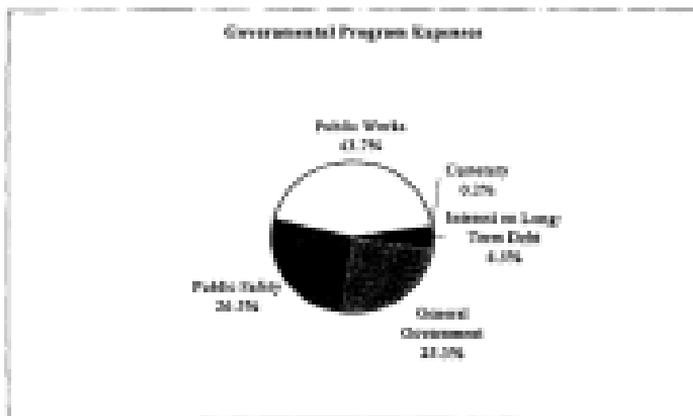
August 31, 2003

The *Governmental Activities* of the City include General Government, Public Safety, Public Works, Cemetery, and Interest on Long-Term Debt. Sales taxes, property taxes, franchise taxes, licenses and permits, fees, and fines fund most of these governmental activities.

Presented below is the City's expenditures and revenues related to these functions typically associated with governments.

Governmental Activities - Expenses

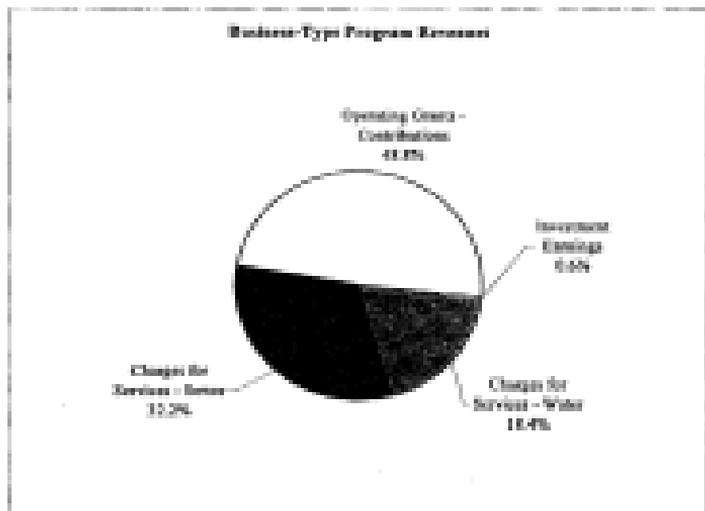
General Government	\$ 3,237,656
Public Safety	3,073,760
Public Works	3,598,687
Cemetery	18,746
Interest on Long-Term Debt	<u>774,853</u>
Total Governmental Activities	<u>\$12,804,602</u>



CITY OF MONROVILLE, LOUISIANA
MANAGEMENT'S DISCUSSION AND ANALYSIS
 August 31, 2010

Business-Type Activities

Charges for Services - Water	\$ 768,489
Charges for Services - Sewer	1,334,575
Operating Grants - Contributions	2,019,242
Investment Earnings	<u>15,538</u>
 Total Governmental Activities	 <u>\$ 4,148,344</u>

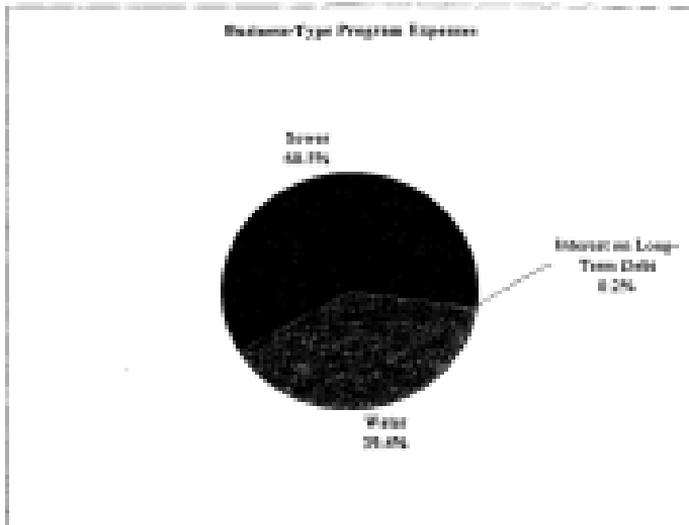


NOTE: Operating Grants consists primarily of assets constructed using Governmental Funds.

CITY OF MANDEVILLE, LOUISIANA
MANAGEMENT'S DISCUSSION AND ANALYSIS
August 30, 2003

Business-Type Activities

Water	\$ 1,094,571
Sewer	1,083,998
Interest on Long-Term Debt	<u>4,708</u>
Total Governmental Activities	<u>\$ 2,183,268</u>



CITY OF MONROEVILLE, LOUISIANA
MANAGEMENT'S DISCUSSION AND ANALYSIS

August 31, 2003

Fund Financial Statements

A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The fund financial statements begin on page 18. They provide detailed information about the most significant funds of the City as a whole. Some funds are required to be established by law. The City has also established separate funds to help control and manage money for particular purposes or to show that it is meeting legal responsibilities for using certain loans, grants, and other money. The City's funds are comprised of Governmental Funds and a Proprietary Fund (Enterprise Fund).

- **Governmental Funds** are used to account for most of the City's services as reported in governmental activities in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund financial statements focus on how money flows into and out of these funds and the balances left at year-end that are available for spending. These funds are reported using modified accrual accounting, which measures cash and all other financial assets that can readily be converted to cash. The governmental fund statements provide a detailed short-term view of the City's general government operations and the services it provides. Governmental fund information helps you determine whether there are more or fewer financial resources that can be spent in the near future to finance the City's programs.

Because the focus of governmental funds is more narrow than that of the government-wide financial statements, it is useful to compare the information presented for government funds with similar information presented for governmental activities in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the government's near-term financing decisions. Both the governmental funds' Balance Sheet and the governmental funds' Statement of Revenues, Expenditures, and Changes in Fund Balances provide a reconciliation to facilitate this comparison between governmental funds and governmental activities. These reconciliations are located on pages 31 and 34.

The City maintains nine individual governmental funds, of which six are considered major. Information is presented separately in the governmental funds' Balance Sheet and in the governmental funds' Statement of Revenues, Expenditures, and Changes in Fund Balances for the General Fund, Tax Collector Fund, Sales Tax Fund, Special Sales Tax Fund, Street Construction Fund, and Water Construction II Fund, which are all considered to be major funds as defined by GASB Statement No. 34. Data from the other governmental funds (Bond Reserve Fund, Bond Sinking Fund, and Water Construction I Fund) are combined into a single, aggregated presentation. The governmental fund financial statements can be found beginning on page 30 of this report.

- **Proprietary Fund** – The Enterprise fund is used to report the same functions presented as business-type activities in the government-wide financial statements. The City uses its Enterprise Fund to account for its Water and Sewer departments. Proprietary funds provide the same type of information as the government-wide financial statements, only in more detail. The proprietary fund financial statements provide separate information for the Water and Sewer departments. The proprietary fund financial statements can be found beginning on page 15 of this report.

CITY OF MONTEVILLE, LOUISIANA
MANAGEMENT'S DISCUSSION AND ANALYSIS
 August 31, 2003

Fund Financial Statement Analysis
Major Governmental Funds

General Fund

	Fiscal Year Ended	
	August 31,	
	2003	2002
Revenues		
Property Taxes	\$ 1,543,798	\$ 1,443,674
Franchise Taxes	624,258	580,644
Licenses and Permits	973,908	928,127
Intergovernmental Grants	717,619	1,054,047
Charges for Services	614,088	618,284
Fines and Forfeitures	212,181	218,583
Interest Income	78,009	74,336
Miscellaneous	166,292	178,827
Total Revenues	<u>4,883,043</u>	<u>5,096,412</u>
Expenditures		
Current:		
General Government	1,978,308	2,460,621
Public Safety	1,187,628	2,103,228
Public Works	1,962,278	1,568,997
Courtesy	18,344	17,400
Capital Outlay	218,483	2,218,310
Debt Service	381,449	378,614
Total Expenditures	<u>4,807,211</u>	<u>6,877,190</u>
Deficiency of Revenues over Expenditures	<u>(1,024,718)</u>	<u>(1,779,822)</u>
Other Financial Sources (Uses)		
Transfers In	4,313,889	3,915,000
Transfers Out	-	(110,888)
Net Transfers	<u>4,313,889</u>	<u>3,804,112</u>
Net Change in Fund Balance	399,322	11,212
Fund Balance - Beginning of the Year	<u>1,813,249</u>	<u>1,811,731</u>
Fund Balance - End of the Year	<u>\$ 2,212,571</u>	<u>\$ 1,822,943</u>

CITY OF MANDEVILLE, LOUISIANA
MANAGEMENT'S DISCUSSION AND ANALYSIS
August 31, 2000

Fund Financial Statement Analysis (Continued)
Major Governmental Fund (Continued)

Discussion:

- The increase in property taxes is largely a result of an increased millage approved by voters, which took full effect in the current fiscal year.
- The decrease in Intergovernmental Grants is due in large part to the conclusion of several large grants.
- General government expenditures increased primarily due to significant increases in salaries and related benefits and to expenses related to natural disasters.
- Public Safety expenditures increased due to significant increases in salaries and related benefits.
- Public Works expenses changed primarily due to including large amounts of repairs and maintenance expenditures as capital outlays in prior years.

CITY OF MONROEVILLE, LOUISIANA
MANAGEMENT'S DISCUSSION AND ANALYSIS
 August 31, 2003

Fund Financial Statement Analysis (Continued)
Major Governmental Funds (Continued)

Tax Collector Debt Service Fund

	Fiscal Year Ended	
	August 31,	
	2003	2002
Revenues		
Property Taxes	\$ 139,552	\$ 88,228
Interest Income	7,853	11,779
Miscellaneous	18	3,734
Total Revenues	<u>147,423</u>	<u>103,741</u>
Expenditures		
Current:		
General Government	38,131	22,846
Debt Service	135,815	117,482
Total Expenditures	<u>173,946</u>	<u>140,328</u>
Deficiency of Revenues over Expenditures	(26,523)	(36,587)
Fund Balance - Beginning of the Year	706,578	743,265
Fund Balance - End of the Year	<u>\$ 680,055</u>	<u>\$ 706,678</u>

CITY OF MANHUVILLE, LOUISIANA
MANAGEMENT'S REPORT AND ANALYSIS
August 31, 2003

Fund Financial Statement Analysis (Continued):
Major Governmental Funds (Continued)

Sales Tax Fund

	Fiscal Years Ended	
	August 31,	
	<u>2003</u>	<u>2002</u>
Revenue		
Sales Taxes	\$ 8,125,634	\$ 8,121,728
Interest Income	8,292	8,752
Total Revenue	<u>8,133,926</u>	<u>8,130,480</u>
Expenditures		
Current		
General Government	93,743	93,493
Total Expenditures	<u>93,743</u>	<u>93,493</u>
Excess of Revenues over Expenditures	<u>8,040,183</u>	<u>8,036,987</u>
Other Financial Sources (Uses):		
Transfers Out	<u>(8,127,780)</u>	<u>(8,051,880)</u>
Net Transfers	<u>(8,127,780)</u>	<u>(8,051,880)</u>
Net Change in Fund Balance	11,158	(14,903)
Fund Balance - Beginning of the Year	<u>181,287</u>	<u>196,190</u>
Fund Balance - End of the Year	<u>\$ 192,445</u>	<u>\$ 181,287</u>

CITY OF MANDEVILLE, LOUISIANA
 MANAGEMENT'S DISCUSSION AND ANALYSIS
 August 31, 2003

Fund Financial Statement Analysis (Continued)
Major Governmental Funds (Continued)

Special Sales Tax Fund

	Fiscal Years Ended	
	August 31,	
	2003	2002
Revenues		
Interest Income	\$ 18,428	\$ 37,491
Miscellaneous	-	618
Total Revenues	18,428	38,109
Expenditures		
Current:		
General Government	-	399
Total Expenditures	-	399
Excess of Revenues Over Expenditures	18,428	37,710
Other Financial Sources (Uses):		
Transfers In	3,364,667	3,145,379
Transfers Out	(3,364,135)	(2,831,807)
Net Transfers	0,000	313,572
Net Change in Fund Balance	41,357	707,392
Fund Balance - Beginning of the Year	2,847,214	2,139,822
Fund Balance - End of the Year	\$ 2,888,571	\$ 2,847,214

**CITY OF MANDEVILLE, LOUISIANA
MANAGEMENT'S DISCUSSION AND ANALYSIS
August 31, 2003**

**Fund Financial Statement Analysis (Continued)
Major Governmental Funds (Continued)**

Street Construction Fund

	Fiscal Year Ended	
	August 31,	
	2003	2002
Revenue		
Intergovernmental Grants	\$ 7,831	\$ -
Interest Income	12,479	66,882
Total Revenue	<u>20,310</u>	<u>66,882</u>
Expenditures		
Current		
Capital Outlay	1,296,209	858,812
Total Expenditures	<u>1,296,209</u>	<u>858,812</u>
Deficiency of Revenue over Expenditures	<u>(1,275,899)</u>	<u>(791,930)</u>
Other Financial Sources (Uses):		
Transfers in	1,283,531	1,847,590
Net Transfers	<u>1,283,531</u>	<u>1,847,590</u>
Net Change in Fund Balance	586,647	1,055,660
Fund Balance - Beginning of the Year	<u>1,732,291</u>	<u>2,628,531</u>
Fund Balance - End of the Year	<u>\$ 2,318,938</u>	<u>\$ 3,732,291</u>

CITY OF MONROEVILLE, LOUISIANA
MANAGEMENT'S DISCUSSION AND ANALYSIS
August 31, 2003

Fund Financial Statement Analysis (Continued)
Major Governmental Funds (Continued)

Water Construction Fund II

	Fiscal Years Ended	
	August 31,	
	2003	2002
Revenue		
Interest Income	\$ 30,529	\$ 65,147
Total Revenue	<u>30,529</u>	<u>65,147</u>
Expenditures		
Current		
Public Works	1,680,641	1,529,582
Total Expenditures	<u>1,680,641</u>	<u>1,529,582</u>
Deficiency of Revenues under Expenditures	<u>(1,650,112)</u>	<u>(1,464,435)</u>
Other Financial Sources (Uses)		
Transfers In	732	28,581
Net Transfers	<u>732</u>	<u>28,581</u>
Net Change in Fund Balance	(1,649,380)	(1,435,854)
Fund Balance - Beginning of the Year	<u>2,071,639</u>	<u>3,708,781</u>
Fund Balance - End of the Year	<u>\$ 422,259</u>	<u>\$ 2,272,927</u>

CITY OF MANDEVILLE, LOUISIANA
MANAGEMENT'S DISCUSSION AND ANALYSIS
 August 31, 2002

Fund Financial Statement Analysis (Continued)
Proprietary (Enterprise) Fund

Proprietary Fund

	Fiscal Year Ended	
	August 31,	
	2002	2001
Operating Revenues		
Charges for Services:		
Water Fees	\$ 395,018	\$ 418,343
Sewerage Fees	1,179,077	1,062,347
Tipping Fees:		
Water Department	50,000	31,111
Sewer Department	22,500	24,000
Service Charge	19,000	20,179
Delinquent Charge	95,222	93,224
Sewer Inspection Fees	1,875	2,000
Miscellaneous	13,489	14,074
DNR Fees	11,505	11,200
Sewer Impact Fees	62,000	62,700
Water Inspection Fees	2,422	2,200
Water Impact Fees	33,200	33,270
Total Operating Revenues	<u>1,991,604</u>	<u>1,773,227</u>
Operating Expenses		
Water Department Expenses	1,054,111	1,003,481
Sewer Department Expenses	1,040,294	1,479,044
Total Expenses	<u>2,113,695</u>	<u>2,482,525</u>
Operating Loss	<u>(122,091)</u>	<u>(709,298)</u>
Non-Operating Revenues (Expenses)		
Grant Income	31,143	700,000
Interest Income	31,130	26,202
Interest and Bond Charge	(18,200)	(5,272)
Total Non-Operating Revenue	<u>44,073</u>	<u>690,930</u>
(Loss) Income Before Contributions and Transfers	(77,018)	181,632
Capital Contributions	1,022,179	704,902
Transfers - Special Revenue Fund	313,600	420,000
Net Change in Net Assets	<u>1,297,711</u>	<u>696,534</u>
Total Net Assets - Beginning of Year	<u>24,024,327</u>	<u>23,024,189</u>
Total Net Assets - End of the Year	<u>1,264,333,302</u>	<u>1,264,029,027</u>

CITY OF MONROEVILLE, LOUISIANA
MANAGEMENT'S DISCUSSION AND ANALYSIS
August 31, 2005

Fund Financial Statement Analysis (Continued)
Firewater (Internal Fund)

Discussion:

- Water Fees appear to have been flat due to increases in the number of users being offset by decreases in average usage resulting from an end to previous year's drought conditions.
- Sewer fees are calculated using a formula which does not vary directly with water usage, therefore the growth in the number of users causes growth in sewer revenues more than the change in usage.
- Changes in department expenditures are detailed on the next page.

CITY OF MANDEVILLE, LOUISIANA
MANAGEMENT'S DISCUSSION AND ANALYSIS
August 31, 2003

Expend Statement Analysis (Continued)
Equipment Maintenance Fund

	Water Department For the Years Ended		Sewer Department For the Years Ended	
	August 31,		August 31,	
	2003	2002	2003	2002
Salaries, Overtime, and Vacation	\$ 278,987	\$ 320,497	\$ 208,972	\$ 234,348
Payroll Taxes	34,200	35,648	26,888	27,000
Expenses	11,571	99,884	91,480	21,910
Employee Medical Insurance	98,888	88,998	65,233	61,487
Workers Compensation	10,018	8,708	1,818	1,288
Licenses and Permits	19,980	100	118,818	1,871
Employee Fees	11,401	137	93,882	1,281
Computer Programs and Supplies	4,786	1,944	1,988	1,487
Printer Maintenance	1,488	21,483	94,898	61,787
Publications/Periodicals	18,891	10,111	11,625	17,108
Mail Rent Expense	11,888	-	-	-
Membership Dues and Subscriptions	382	394	388	688
Printing	1,884	1,888	888	884
Utilities	11,571	10,977	28,271	11,625
Telephone	11,882	11,118	4,828	1,701
Insurance - General	9,598	9,998	91,988	1,888
Insurance - Property	4,814	1,888	4,818	4,888
Office Supplies	1,119	1,187	1,218	781
Service Charges	11	-	-	-
Building Maintenance	1,707	1,111	617	884
Printing	8,919	1,111	4,818	8,177
Fuel, Gasoline and Grease	1,884	1,788	1,888	1,111
Auto Maintenance	1,888	1,888	1,498	1,111
Expenses	1,114	1,172	1,481	1,111
Fuel, Oil and Lube	11,884	10,171	11,288	9,884
Insurance - Vehicle	8,888	1,888	4,888	1,888
Vehicle Repairs and Maintenance	11,888	8,888	9,281	1,771
Equipment Maintenance	1,881	1,788	14,899	11,118
Equipment Rental	-	-	1,111	1,111
Contract Labor	8,111	4,887	10,811	88,111
Small Tools and Supplies	11,784	11,111	14,811	11,111
Land, Asphalt and Gravel	-	-	4,888	1,111
Expenses	278,981	278,111	184,211	111,111
Construction Supplies	48,887	11,811	88,811	1,111
Towing	-	-	88,888	88,111
Water Plant Maintenance	4,888	1,111	118,111	88,888
Training	1,794	1,111	1,111	1,114
Litigation Settlement	-	-	-	48,888
Emergency Repairs	384	188	281	188
Total	\$ 1,084,171	\$ 1,188,111	\$ 1,188,111	\$ 1,178,114

Discussion:

The overall increase in Water Department expenses is due primarily to increases in Employee's Fees, Licenses and Permits, and Fuel Lube.

The overall increase in Sewer Department expenses is due primarily to a large increase in office costs, maintenance, and utilities.

CITY OF MONROEVILLE, LOUISIANA
MANAGEMENT'S DISCUSSION AND ANALYSIS
August 31, 2003

Notes to the Financial Statements

The notes to the financial statements provide additional information that is essential for a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements can be found beginning on page 26 of this report.

• **Other Supplementary Information**

In addition to the financial statements and accompanying notes, this report also presents certain required supplementary information. Required supplementary information can be found beginning on page 83 of this report.

- A. **Budgetary Comparison Schedule** - The City adopts an annual appropriated budget for its general fund. A budgetary comparison statement has been provided for the general fund to demonstrate compliance with this budget, beginning on page 60.
- B. **Analysis of Significant Budget Variances in the General Fund:**
 - 1. **Revenues:**
 - a. The Intergovernmental grants revenue budget was based on anticipated grants and the large variance is due in part to grants that may be received and grants not received.
 - 2. **Expenditures**
 - a. There were no significant expenditures in excess of final budgeted amounts.

Supplemental Information

- A. **Combining statements of the Non-major Governmental Funds (Bond Reserve, Debt Sinking, and Water Construction Funds)**
- B. **Other Supplementary Schedules Follow, starting on page 78.**

CITY OF MANHEVILLE, LOUISIANA
MANAGEMENT'S DISCUSSION AND ANALYSIS
August 31, 2003

Capital Asset and Debt Administration

A. Capital Assets

The City's investment in capital assets for its governmental and business type activities as of August 31, 2003, amounts to \$40,605,318 (net of accumulated depreciation). This investment in capital assets includes land, buildings and improvements, machinery and equipment, park facilities, roads, and water and sewer infrastructure.

Major capital asset additions during the current fiscal year included the following:

1. Several police and other vehicles were acquired for the General Government at a cost of \$153,364.
2. Other machinery, equipment, etc. were acquired at a cost of \$25,871 for the General Government.
3. Land was acquired for the General Government at a cost of \$30,977.
4. Road construction and replacement totaled \$1,236,300.
5. Various water line additions were constructed by the Water Fund at an approximate cost of \$1.2 million dollars.
6. Various sewer line additions were constructed by the Sewer Fund at an approximate cost of \$300,000.

Additional information on the City's capital assets can be found in Note F on pages 31 - 33 of this report.

B. Long-Term Debt

At the end of the current fiscal year, the City had total bonded debt outstanding of \$11,279,000. This total is comprised of \$1,000,000 in general obligation bonds, \$1,840,000 Series 1999 Bonds payable from a pledge of the City's Sales Tax, \$2,830,000 Series 2000 Bonds payable from a pledge of the City's 1% Sales Tax, \$370,000 Certificates of Indebtedness, and \$560,000 in revenue bonds.

Total principal payments made during the year on debt amounted to \$1,202,000.

Additional information on the City's long-term debt can be found in Note K beginning on page 37 of this report.

CITY OF MANDERVILLE, LOUISIANA
MANAGEMENT'S DISCUSSION AND ANALYSIS
August 31, 2005

Economic Factors and Next Year's Budget and Rates

The following factors were considered in preparing the City's budget for the 2004 fiscal year:

Sales taxes revenues, the City's largest revenue source, were flat in this fiscal year. Therefore, for fiscal year ending August 31, 2004, there was no budgeted revenue increase in sales tax over the August 31, 2003 fiscal year. Transfers from the two Sales Tax funds to the General Fund are budgeted at slightly more than expected revenues, which will result in reducing some of the accumulated sales tax fund surplus.

Requests for Information

This financial report is designed to provide a general overview of the City's finances for all those with an interest in the government's finances. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to:

Milton Stirling, Director of Finance
City of Mandeville
1101 E. Caenney Approach
Mandeville, LA 70448
Independent Auditor's Report

FINANCIAL STATEMENTS

CITY OF MANDEVILLE, LOUISIANA
STATEMENT OF NET ASSETS
 August 31, 2003

Statement 4

ASSETS	<u>Governmental Activities</u>	<u>Business-Type Activities</u>	<u>Total</u>
Cash and Cash Equivalents	\$ 3,648,154	\$ 658,831	\$ 4,306,985
Investments	9,503,840	1,228,538	10,732,378
Receivables:			
Water and Sewer (Net)	-	238,283	238,283
Other	118,792	3,341	122,133
Internal Balances	74,778	(74,778)	-
Deposits	2,580	-	2,580
Inventory	7,153	53,849	61,002
Restricted Cash and Cash Equivalents	-	105,172	105,172
Capital Assets, Net	<u>15,024,648</u>	<u>34,510,678</u>	<u>49,535,326</u>
Total Assets	<u>\$ 39,403,000</u>	<u>\$ 36,763,318</u>	<u>\$ 76,166,318</u>
LIABILITIES			
Accounts Payable and Accrued Liabilities	\$ 303,053	\$ 87,193	\$ 390,246
Customer Deposits	46,649	233,413	280,062
Payable from Restricted Assets:			
Revenue Bonds	-	33,000	33,000
Accrued Interest	-	3,313	3,313
Revenue Bonds Payable	-	33,000	33,000
General Obligations Bonds Payable	<u>11,020,608</u>	<u>-</u>	<u>11,020,608</u>
Total Liabilities	<u>11,590,309</u>	<u>440,419</u>	<u>12,030,728</u>
NET ASSETS			
Invested in Capital Assets, Net of Related Debt	4,844,648	24,877,078	29,721,726
Restricted For:			
Debt Service	1,541,917	105,372	1,647,289
Unrestricted	<u>30,433,408</u>	<u>1,779,852</u>	<u>32,213,260</u>
Total Net Assets	<u>17,811,962</u>	<u>26,751,902</u>	<u>44,563,864</u>
	<u>\$ 39,403,000</u>	<u>\$ 36,763,318</u>	<u>\$ 76,166,318</u>

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

CITY OF MONROE, LOUISIANA
STATEMENT OF ACTIVITIES
 For the Year Ended August 31, 2005

Statement B

Function / Program	Expenses	Program Revenues		Net (Expense) Revenues and Change in Net Assets		Total
		Charges for Services	Operating Grants and Contributions	Governmental Activities	Business-Type Activities	
GOVERNMENTAL ACTIVITIES						
General Government	\$ 1,377,856	\$ 600,000	\$ -	\$ (2,022,950)	\$ -	\$ (1,622,094)
Public Safety	1,375,760	-	714,408	(1,648,938)	-	(2,648,238)
Public Works	1,988,687	-	-	(1,988,687)	-	(1,988,687)
Courtesy	18,766	48,114	-	26,347	-	26,347
Interest on Debt	274,872	-	-	(174,822)	-	(174,822)
Total Governmental Activities	11,036,028	648,114	714,408	(11,419,113)	-	(11,419,113)
BUSINESS-TYPE ACTIVITIES						
Water	\$ 1,094,574	\$ 760,489	\$ 1,088,409	\$ -	\$ 1,094,577	\$ 1,094,577
Sewer	1,088,698	1,026,173	111,281	-	875,148	185,180
Interest Expense	4,780	-	-	-	(4,780)	(4,780)
Total Business-type activities	1,788,052	1,786,662	1,200,153	-	1,974,945	1,974,945
Total	\$ 11,824,080	\$ 1,434,776	\$ 1,244,561	(11,419,113)	1,004,111	(10,880,279)
Control Revenues						
Property Taxes				1,785,790	-	1,785,790
Franchise Taxes				626,170	-	626,170
Sales Taxes				4,225,814	-	4,225,814
Licenses and Permits				800,000	-	800,000
Fines and Penalties				210,294	-	210,294
Investment Earnings				688,629	11,114	241,147
Other Control Revenues				100,444	-	100,444
Totals				7,437,941	11,114	7,437,941
Total Control Revenues and Penalties				7,437,941	11,114	7,437,941
CHANGES IN NET ASSETS				(391,172)	2,094,171	1,698,999
NET ASSETS - BEGINNING OF YEAR				14,016,611	24,021,027	42,037,638
NET ASSETS - END OF YEAR				\$ 13,625,439	\$ 26,115,198	\$ 43,740,637

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

CITY OF MADISONVILLE, LOUISIANA
 BALANCE SHEET
 GOVERNMENTAL FUNDS
 August 31, 2003

Continued

ASSETS	Quantity Total	Tax Collector Total	Sales Tax Total	Special Sales Tax Total	State Commodities Total	Other Commodities Total	Inventory Commodities Total	Total Commodities Total	Total Governmental Funds
Cash and Cash Equivalents	\$ 1,000,000	\$ 1,125	\$ 45,299	\$ 1,241,049	\$ 81,670	\$ 46,299	\$ 1,915,316	\$ 2,000,000	\$ 2,000,000
Receivables	1,071,742	600,000	199,779	1,441,025	1,050,000	600,000	3,140,704	3,240,704	3,240,704
Prepaid Expenses, Pre- paid Insurance, Taxes	61,884	-	-	-	-	-	-	-	61,884
Other Receivables	1,245	-	-	-	-	-	-	-	1,245
Inventory of Parts and Other	2,111	-	-	-	-	-	-	-	2,111
Due from Enterprise Fund	50,779	-	-	-	-	-	-	-	50,779
Intergovernmental Receivables	173,241	-	-	-	-	-	-	-	173,241
Total Assets	\$ 3,776,651	\$ 1,725,125	\$ 1,651,078	\$ 2,682,074	\$ 4,036,670	\$ 1,066,299	\$ 5,143,043	\$ 5,143,043	\$ 5,143,043

LIABILITIES AND FUND BALANCES

Accounts Payable	\$ 17,080	\$ 20	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 17,080
Accrued Liabilities	151,813	-	-	-	-	-	-	-	151,813
Expenses	64,889	-	-	-	-	-	-	-	64,889
Intergovernmental Payables	-	114,225	-	-	-	-	-	-	114,225
Total Liabilities	\$ 333,782	\$ 114,245	\$ -	\$ 333,782					

FUND BALANCES

Reserved for Other Services Reserved for Inventory Contractual Obligations Debt (Net)	\$ 1,000,000	-	-	-	-	-	-	-	\$ 1,000,000
Special Reserve Fund Capital Projects Fund	-	-	693,119	1,000,000	4,036,670	388,779	-	-	\$ 6,118,568
Total Fund Balances	\$ 1,000,000	\$ 693,119	\$ 1,000,000	\$ 1,000,000	\$ 4,036,670	\$ 388,779	\$ -	\$ -	\$ 6,118,568
Total Liabilities and Fund Balances	\$ 1,333,782	\$ 1,807,364	\$ 1,651,078	\$ 2,682,074	\$ 4,036,670	\$ 388,779	\$ -	\$ -	\$ 11,261,611

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

CITY OF MONROVILLE, LOUISIANA
RECONCILIATION OF THE GOVERNMENT FUNDS BALANCE SHEET TO THE
GOVERNMENT-WIDE FINANCIAL STATEMENT OF NET ASSETS
For The Year Ended August 31, 2003

Amounts reported for governmental activities in the Statement of Net Assets are different because:

Fund Balance - Total Governmental Funds	\$ 12,967,321
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the governmental funds.	
Governmental Capital Assets	34,993,321
Less: Accumulated Depreciation	(18,967,683)
Long-term liabilities, including bonds payable, are not due and payable in the current period and, therefore, are not reported in the governmental funds.	
Public Improvement Bonds	(178,000)
Certificates of Indebtedness	<u>(10,813,000)</u>
Net Assets of Governmental Activities	<u>\$ 17,811,961</u>

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

CITY OF MANASSAS, VIRGINIA
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
SUPPLEMENTAL STATEMENT
For The Year Ended August 31, 1993

Statement 1

REVENUES

	General Fund	Tax Collected From	State Tax Fund	Federal State Tax Fund	Other Commissions Paid	Rates Contributions Paid	Transfer Governmental Fund	Total Governmental Fund
Total	\$ 1,411,749	\$ 109,481	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 1,521,230
Agency Fees	434,208	-	-	-	-	-	-	434,208
State Taxes	-	8,213,424	-	-	-	-	-	8,213,424
Licenses and Fees	970,649	-	-	-	-	-	-	970,649
Intergovernmental Grants	207,414	-	-	1,011	-	-	-	208,425
Charges for Services	40,000	-	-	-	-	-	-	40,000
Fees and Fines	21,181	18	-	-	-	-	-	21,200
Interest Income	1,000	8,495	20,409	11,474	-	-	11,428	31,386
Other Revenues	14,000	-	-	-	-	-	-	14,000
Total Revenues	\$ 1,811,521	\$ 8,221,911	\$ 20,409	\$ 8,208	\$ -	\$ 11,428	\$ -	\$ 10,052,077

EXPENDITURES

	General Fund	Tax Collected From	State Tax Fund	Federal State Tax Fund	Other Commissions Paid	Rates Contributions Paid	Transfer Governmental Fund	Total Governmental Fund
Total	\$ 1,411,749	\$ 109,481	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 1,521,230
General Government	3,079,500	81,111	64,700	-	-	-	-	3,225,311
Public Safety	2,000,218	-	-	-	-	-	-	2,000,218
Public Works	1,062,718	-	-	-	-	1,000,000	-	2,062,718
Community	10,118	-	-	-	-	-	-	10,118
Capital Expenditure	200,441	-	-	-	1,144,208	-	-	1,344,649
Debt Service	14,482	1,000	-	-	-	-	-	15,482
Total Expenditures	\$ 1,867,677	\$ 82,111	\$ 64,700	\$ 1,208,208	\$ 1,000,000	\$ -	\$ -	\$ 4,122,695
Transfers (Reversals) of Revenues	\$ (450,828)	\$ (9,172)	\$ (1,100)	\$ (1,111,954)	\$ (4,000)	\$ (1,000,000)	\$ -	\$ (3,577,954)
Over Expenditures	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

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

CITY OF MANASSASVILLE, LOUISIANA
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
SERVICES/OPERATIONAL FUNDS
 For the Year Ended August 31, 1998

	General Fund	En Collected Fund	Subs Fee Fund	Special Use Tax Fund	Street Construction Fund	Year Community Dev't F.	Mayor's Governmental Fund	Total Governmental Funds
OTHER FINANCING SOURCES:								
Transfers In	4,114.00	-	-	1,094.00	1,314.00	70	1,074.00	1,411.00
Transfer Out	-	-	(8,000.00)	(3,000.00)	-	-	(8,000.00)	(11,000.00)
See Details	4,114.00	-	(8,000.00)	2,094.00	(1,700.00)	70	(6,926.00)	(9,585.00)
NET CHANGE IN FUND BALANCE	289.71	(94,074)	1,000	4,117	26,487	(5,563,000)	10,000	(97,147)
FUND BALANCE - BEGINNING OF YEAR	4,523,041	36,079	30,221	1,411,000	3,712,000	1,111,000	1,070,000	1,110,000
FUND BALANCE - END OF YEAR	4,812,752	1,004,005	31,221	5,522,017	3,738,487	555,000	1,080,000	1,112,853

CITY OF MANDEVILLE, LOUISIANA
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS
TO THE GOVERNMENT-WIDE FINANCIAL STATEMENT OF ACTIVITIES
For The Year Ended August 31, 2003

Accounts reported for governmental activities in the Statement of Activities are different because:

Net Change in Fund Balances - Total Governmental Funds	\$ (872,187)
Governmental funds report capital outlays as expenditures; however, in the Statement of Activities, the cost of these assets is allocated over their estimated useful lives through depreciation expense. This is the amount by which depreciation charged exceeded capital outlay in the current period.	(712,207)
Payment of bond principal is an expenditure in the governmental funds, but the payment reduces long-term liabilities in the Statement of Net Assets.	<u>1,192,008</u>
Change in Net Assets of Governmental Activities	<u>\$ 607,474</u>

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

CITY OF MANDEVILLE, LOUISIANA
STATEMENT OF NET ASSETS
PROPRIETARY FUND
August 31, 2003

Statement C

ASSETS

CURRENT ASSETS

Cash and Cash Equivalents	\$ 430,031
Investments	1,230,538
Receivables:	
Water and Sewer (W&S)	218,281
Other	3,981
	<u>2,882,831</u>
Total Current Assets	<u>2,882,831</u>

LONG-TERM ASSETS

Inventory	\$1,649
Restricted Cash and Cash Equivalents	181,570
Capital Assets (Net of Accumulated Depreciation)	<u>35,581,678</u>
	<u>36,764,897</u>
Total Long-Term Assets	<u>36,764,897</u>
Total Assets	<u>39,647,728</u>

LIABILITIES

CURRENT LIABILITIES

Accounts Payable and Accrued Liabilities	\$ 66,559
Payroll Taxes and Retirement Payable	28,966
Due to Other Funds	54,779
Payable from Restricted Assets:	
Revenue Bonds	37,000
Accrued Interest	<u>3,512</u>
	<u>200,797</u>
Total Current Liabilities	<u>200,797</u>

LONG-TERM LIABILITIES

Customer Deposits	253,415
Revenue Bonds Payable	<u>58,000</u>
	<u>311,415</u>
Total Long-Term Liabilities	<u>311,415</u>
Total Liabilities	<u>512,212</u>

NET ASSETS

Invested in Capital Assets, Net of Related Debt	\$4,487,671
Restricted for:	
Debt Service	185,370
Unrestricted Net Assets	<u>1,578,841</u>
	<u>6,251,882</u>
Total Net Assets	<u>6,251,882</u>

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

Statement 11

CITY OF MANDVILLE, LOUISIANA
STATEMENT OF REVENUE, EXPENSES, AND CHANGES IN NET ASSETS
PROPRIETARY FUND
For The Year Ended August 31, 2000

OPERATING REVENUES	
Charges for Services:	
Water Fee	\$ 398,838
Sewerage Fee	1,116,871
Tapping Fees:	
Water Department	14,858
Sewer Department	22,588
Service Charges:	19,884
Enforcement Charges:	66,552
Sewer Inspection Fees:	1,873
Miscellaneous:	18,489
DEH Fees:	11,563
Sewer Impact Fees:	47,389
Water Inspection Fees:	2,423
Water Impact Fees:	<u>18,495</u>
Total Operating Revenues	<u>2,071,081</u>
OPERATING EXPENSES	
Water Department Expenses:	1,094,371
Sewer Department Expenses:	<u>1,690,978</u>
Total Expenditures	<u>2,785,349</u>
Operating Loss	<u>(680,595)</u>
NON-OPERATING REVENUES (EXPENSES)	
Grant Income:	211,280
Interest Income:	23,598
Interest and Fiscal Charges:	<u>(14,792)</u>
Total Non-Operating Revenues	<u>220,086</u>
LOSS BEFORE CONTRIBUTIONS AND TRANSFERS	(460,509)
Capital Contributions:	1,488,459
Operating Transfers:	<u>838,599</u>
CHANGE IN NET ASSETS	2,296,549
NET ASSETS - BEGINNING OF YEAR	<u>14,804,322</u>
NET ASSETS - END OF YEAR	<u>\$ 17,100,871</u>

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

CITY OF MONROEVILLE, LOUISIANA
STATEMENT OF CASH FLOWS
PROPRIETARY FUND
For The Year Ended August 31, 1993

(Statement 1)

CASH FLOWS FROM OPERATING ACTIVITIES	
Receipts from Customers and Users	\$ 2,046,416
Payments to Suppliers	(1,295,156)
Payments to Employees	<u>858,156</u>
Net Cash Used by Operating Activities	<u>(107,897)</u>
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES	
Operating Grants/Receipts	311,280
Transfer In	818,500
Repayment of Interfund Borrowings to Other Funds	<u>(908,150)</u>
Net Cash Provided by Noncapital Financing Activities	<u>464,872</u>
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES	
Purchase of Capital Assets	(845,800)
Principal Paid on Capital Debt	(22,800)
Interest Paid on Capital Debt	<u>(15,800)</u>
Net Cash Used by Capital and Related Financing Activities	<u>(914,700)</u>
CASH FLOWS FROM INVESTING ACTIVITIES	
Interest Received	25,538
Proceeds from Sales and Maturities of Investments	709,800
Purchase of Investments	<u>(890,100)</u>
Net Cash Used by Investing Activities	<u>(155,362)</u>
NET DECREASE IN CASH AND CASH EQUIVALENTS	(871,022)
CASH AND CASH EQUIVALENTS - BEGINNING OF YEAR	<u>1,289,721</u>
CASH AND CASH EQUIVALENTS - END OF YEAR	<u>\$ 746,483</u>
CASH AND CASH EQUIVALENTS RECONCILIATION	
Cash and Cash Equivalents (Unrestricted)	\$ 608,871
Restricted Cash and Cash Equivalents	<u>185,573</u>
CASH AND CASH EQUIVALENTS - END OF YEAR	<u>\$ 746,483</u>

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

CITY OF MONROVILLE, LOUISIANA
STATEMENT OF CASH FLOWS
PROPERTY FUND
For The Year Ended August 31, 1993

RECONCILIATION OF OPERATING LOSS TO NET CASH USED BY**OPERATING ACTIVITIES:**

Operating Loss	\$ (688,000)
Adjustments to Reconcile Operating Loss to Net Cash	
Used in Operating Activities	
Depreciation	612,175
Changes in Assets and Liabilities	
Increase in Accounts Receivable	(5,196)
Decrease in Inventory	19,288
Decrease in Accounts Payable and Accrued Liabilities	(112,332)
Increase in Customer Deposits	2,765
	<u>2,765</u>
Net Cash Used by Operating Activities	<u>\$ (182,800)</u>

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

NOTES TO FINANCIAL STATEMENTS

CITY OF MONROEVILLE, LOUISIANA
NOTES TO THE FINANCIAL STATEMENTS
August 31, 2003

INTRODUCTION

The **CITY OF MONROEVILLE, LOUISIANA (City)**, adopted the Home Rule Charter on November 16, 1962, under the provisions of Article VI, Section 3, of the Louisiana Constitution of 1974. The City operates under a Mayor-Council form of government and provides the following services as authorized by its charter: public safety, highways and streets, sanitation and utilities, health and social services, culture and recreation, public improvements, planning and zoning, and general administrative services.

The accounting and reporting policies of the City, conform to generally accepted accounting principles as applicable to governments. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. Such accounting and reporting procedures also 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, *Audit of State and Local Governmental Claims*. For the fiscal year ended August 31, 2003, the City implemented the new financial reporting requirements of GASB Statements No. 31 and 34. As a result, an entirely new financial presentation format has been implemented.

NOTE A

SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

REPORTING ENTITY

Section 2100 of the GASB Codification of Governmental Accounting and Financial Reporting Standards (GASB Codification) established criteria for determining the governmental reporting entity and component units that should be included with the reporting entity. For financial reporting purposes, in conformance with GASB Codification Section 2100, the City includes all funds which are controlled by or dependent on the City which was determined on the basis of oversight responsibility, including accountability for fiscal and budget matters, designation and management or governing authority, and authority to issue debt. Based on these criteria, the City has determined that there are no component units that are part of the reporting entity.

GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS

The government-wide financial statements (i.e., the Statement of Net Assets and the Statement of Changes in Net Assets) report information on all of the nonfiduciary activities of the City. For the most part, the effect of interfund activity has been removed from these statements. Governmental activities, which normally are supported by taxes and intergovernmental revenues, are reported separately from business-type activities, which rely to a significant extent on fees and charges for support.

CITY OF MONROEVILLE, LOUISIANA
NOTES TO THE FINANCIAL STATEMENTS
August 31, 2003

NOTE A

SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS (Continued)

The Statement of Activities demonstrates the degree to which the direct expenses of a given function or segment are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function or segment. Program revenues include (1) charges to customers or applicants who purchase, use or directly benefit from goods, services, or privileges provided by a given function or segment and (2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. Taxes and other items not properly included among program revenues are reported instead as general revenues.

Separate financial statements are provided for governmental funds and the City's proprietary fund. Most individual governmental funds are reported as separate columns in the fund financial statements.

MEASUREMENT FOCUS, BASIS OF ACCOUNTING, AND FINANCIAL STATEMENT PRESENTATION

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting, as are the proprietary fund and fiduciary fund financial statements. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the City considers revenues to be available if they are collected within 90 days of the end of the current fiscal period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences and claims and judgments, are recorded only when payment is due.

Property taxes, franchise taxes, licenses, and interest associated with the current fiscal period are all considered to be susceptible to accrual and so have been recognized as revenues of the current fiscal period. Only the portion of special assessment receivables due within the current fiscal period is considered to be susceptible to accrual as revenue of the current period. All other revenue items are considered to be measurable and available only when cash is received by the City.

CITY OF MONROEVILLE, LOUISIANA
NOTES TO THE FINANCIAL STATEMENTS
August 31, 2003

NOTE A

SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

MEASUREMENT FOCUS, BASIS OF ACCOUNTING, AND FINANCIAL STATEMENT PRESENTATION (Continued)

The City reports the following major governmental funds:

GENERAL FUND - The General Fund is the general operating fund of the City. This fund is used to account for all financial transactions and resources except those that are required to be accounted for in another fund. Revenues are derived primarily from property and other local taxes, state and federal distributions, licenses, permits, charges for service, and interest income.

TAX COLLECTOR DEBT SERVICE FUND (TAX COLLECTOR FUND) - The Debt Service Fund is used to account for the accumulation of resources for, and the payment of, general long-term debt principal, interest, and related costs. Financing is being provided by Ad Valorem taxes.

SALES TAX FUND - The Sales Tax Fund is used to account for the receipt and use of proceeds of the City's 1% sales and use tax and the State, Parish and Municipal Motor Vehicle sales tax. These taxes are dedicated to capital expenditures for constructing, improving, extending and maintaining playgrounds and recreational facilities, public roads, streets, bridges and crossings, coverage, garbage disposal, waterworks, fire protection, beach improvements, parks and recreation, harbor improvements and other works of permanent public improvement in the town.

SPECIAL SALES TAX FUND - The Special Sales Tax Fund is used to account for 1% of the sales and use tax and the State, Parish and Municipal Motor Vehicle sales tax. One percent became effective January 1, 1987, and is to be used for the retirement of the 1999 Public Improvements Bonds for \$5,000,000 and for the retirement of the 2000 Sales Tax Refunding Bonds for \$4,911,000.

All monies remaining in the Special Sales Tax Fund on the 30th day of each month in excess of all reasonable and necessary expenses of collection and administration of the tax and after making the required payments into the Sinking Fund and the Reserve Fund for the current month and for prior months during which the required payments may not have been made, shall be considered surplus. Such surplus may be used by the issuer for any of the purposes for which the imposition of the tax is authorized or for the purpose of retiring bonds in advance of their maturities.

CITY OF MANDEVILLE, LOUISIANA
NOTES TO THE FINANCIAL STATEMENTS
August 31, 2003

NOTE A

SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

MEASUREMENT FOCUS, BASIS OF ACCOUNTING, AND FINANCIAL STATEMENT PRESENTATION (Continued)

STREET CONSTRUCTION FUND – The Street Construction Fund II is used to account for the costs of constructing, acquiring, extending and improving (i) streets and/or (ii) roadside drains and roadside drainage facilities. Financing is provided by a pledge of revenues to be derived from the city's collection of a 1/8% sales tax.

WATER CONSTRUCTION FUND II – The Water Construction Fund II is used to account for the cost of constructing and acquiring waterlines and improvements to the waterworks system of the City, including, specifically, the funding of a portion of the cost of (i) the installation of new watermain lines, water distribution lines and interior water lines, and (ii) the construction of improvements to existing water mains and to the control system, title to which shall be in the public. Financing to be provided by the issuance of \$6,600,000 of Sales Tax Bonds, Series 1999 in September 1999. The Sales Tax Bonds are secured by and payable solely from the proceeds or proceeds received by the City from the levy and collection of a 1% sales and use tax currently being collected by the City.

The City has one proprietary fund to account for the water and sewer services it provides to the residents and businesses of the City.

Private-sector standards of accounting and financial reporting, issued prior to December 1, 1989, generally are followed in both the government-wide and proprietary fund financial statements to the extent that those standards do not conflict with or contradict guidance of the Governmental Accounting Standards Board. Governments also have the option of following subsequent private-sector guidance for their business-type activities and enterprise funds, subject to this same limitation. The City has elected not to follow subsequent private-sector guidance.

As a general rule the effect of interfund activity has been eliminated from the government-wide financial statements. Exceptions to this general rule are payments-in-lieu of taxes and other charges between the government's enterprise operations. Elimination of these charges would distort the direct costs and program revenues reported for the various functions concerned.

Amounts reported as program revenues include (i) charges to customers or applicants for goods, services, or privileges provided, (ii) operating grants and contributions, and (iii) capital grants and contributions, including special assessments. Internally dedicated resources are reported as general revenues rather than as program revenues. Likewise, general revenues include all taxes.

CITY OF MONROEVILLE, LOUISIANA
NOTES TO THE FINANCIAL STATEMENTS

August 31, 2003

NOTE A

SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

MEASUREMENT FOCUS, BASIS OF ACCOUNTING, AND FINANCIAL STATEMENT PRESENTATION (Continued)

Proprietary funds distinguish operating revenues and expenses from nonoperating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. Principal operating revenues for the City's proprietary fund consist of charges to customers and users of its water and sewer services. Operating expenses for the City's proprietary fund include the cost of sales and services, administrative expenses, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

BUDGETS AND BUDGETARY ACCOUNTING

All proposed budgets must be completed and submitted to the City Council no later than fifteen days prior to the beginning of each fiscal year. The operating budget includes proposed expenditures and the means of financing them. The final budget must be adopted before the ensuing fiscal year begins.

The City adopted a line item budget on a basis consistent with generally accepted accounting principles for the following funds: General Fund, Special Revenue Funds, Capital Projects Funds and Enterprise Fund. A formal budget was not adopted for the Debt Service Fund because effective budgetary control is alternately achieved through general obligation bond provisions.

According to line item budgeting, actual expenditures for each line item may not exceed its corresponding budgeted amount. The budget may be amended under the same procedures as were followed under its adoption. The budgets presented have been amended.

Every appropriation, except an appropriation for a capital expenditure, shall lapse at the close of the fiscal year to the extent that it has not been expended or encumbered. An appropriation for a capital expenditure shall continue in force until the purpose for which it was made has been accomplished or abandoned; the purpose of any such appropriation shall be deemed abandoned if one (1) year passes without any disbursement from or encumbrance of the appropriation.

DEPOSITS AND INVESTMENTS

Cash includes amounts in demand deposits as well as time certificates of deposit.

State Statutes authorize the City to invest in the following types of securities:

- (1) Direct U.S. Treasury obligations, the principal and interest of which are fully guaranteed by the U.S. Government.

CITY OF MONROEVILLE, LOUISIANA
NOTES TO THE FINANCIAL STATEMENTS
August 31, 2003

NOTE A

SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

DEPOSITS AND INVESTMENTS (Continued)

- (2) Fully-collateralized certificates of deposit issued by qualified commercial banks and savings and loan institutions located within the State of Louisiana. In addition, local governments in Louisiana are authorized to invest in the Louisiana Asset Management Fund, Inc. (LAMFI), a non-profit corporation formed by an initiative of the State Treasurer and organized under the laws of the State of Louisiana, which operates a local government investment pool.
- (3) Bonds, debentures, notes or other evidences of indebtedness issued or guaranteed by federal agencies, or by U.S. government instrumentalities which are federally sponsored, and provided such obligations are backed by the full faith and credit of the U.S. government.
- (4) Direct repurchase agreements of any federal bank entry only securities enumerated in paragraphs (1) and (2) above. "Direct security repurchase agreement" means an agreement under which the political subdivision buys, holds for a specified time, and then sells back those securities and obligations enumerated in paragraphs (1) and (2) above.
- (5) Mutual or trust fund institutions which are registered with the Securities and Exchange Commission under the Securities Act of 1933, and the Investment Act of 1940, and which have underlying investments consisting solely of and limited to securities of the U.S. government or its agencies.

Short-term investments are stated at amortized cost, which approximates market. Certain investments, as required by Government Auditing Standards Board Statement No. 11 are reported at fair value, which is determined using selected bases.

Cash and Cash Equivalents consist of cash, as defined above, including restricted cash.

INVENTORIES

Governmental fund type inventories are fully accounted for using the "purchase" method.

It was not practicable to determine the amount of governmental-fund type inventories at August 31, 2003, and therefore, such inventories are not reported in the accompanying governmental-fund type financial statements as required by generally accepted accounting principles. In the opinion of management, such inventories would be immaterial to the financial statements.

There exist inventories of monetary gold and manmade crypto of \$7,150 at August 31, 2003. These inventories are valued at cost.

Materials and supplies inventory of the proprietary funds are stated at the lower of cost or market, or at cost, determined by the first-in, first-out method.

CITY OF MONROEVILLE, LOUISIANA
NOTES TO THE FINANCIAL STATEMENTS
August 31, 2003

NOTE A

SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

PROPERTY TAXES

Property taxes are due on January 1st and delinquent if not paid by March 31st. Property on which the taxes have not been paid is adjudicated to the City after being offered for sale to the public. Receivables - Tax liens is reflected in the financial statements. Total property tax revenue for the year ended August 31, 2003, was \$1,765,708 and is recorded in the funds as follows:

General Fund	\$ 1,645,748
Debt Service Fund	<u>119,960</u>
	<u>\$ 1,765,708</u>

SALES TAXES

Sales tax revenue for the year ended August 31, 2003, was \$8,321,634.

As of July 1, 2003, the City is no longer the collecting agent for sales taxes. Sales taxes are now being collected by the St. Tammany Sheriff's Office for the entire parish.

ACCUMULATED UNPAID VACATION LEAVE AND SICK PAY

A majority of employees may accrue annual leave up to a maximum of 30 days. At termination, employees are paid for any accumulated annual leave. No payment is made to terminated employees for accrued sick leave. The amount of accumulated annual leave payable in the accompanying financial statements at August 31, 2003, is \$122,962.

ACCOUNTS RECEIVABLE

Outstanding balances between funds that are representative of lending/borrowing arrangements outstanding at the end of the fiscal year are referred to as "due to/from other funds". Any residual balances outstanding between the governmental activities and business-type activities are reported in the government-wide financial statements as "Internal Balances".

Uncollectible amounts due for customers' utility receivables are recognized as bad debts through the establishment of an allowance account at the time information becomes available which would indicate the collectibility of the particular receivable. The allowance is \$75,000 at August 31, 2003.

CAPITAL ASSETS

Capital assets, which include property, plant, equipment, and infrastructure assets (e.g., roads, bridges, sidewalks, and similar items), are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. Capital assets are capitalized at historical cost or estimated cost (the extent to which fixed asset costs have been estimated and the methods of estimation should be disclosed) if historical costs are not available (or otherwise other method of valuation). Donated assets are recorded as capital assets at their estimated fair market value at the date of donation. The City maintains a threshold level of \$5,000 or more for capitalizing capital assets.

CITY OF MANHEVILLE, LOUISIANA
NOTES TO THE FINANCIAL STATEMENTS
 August 31, 2003

NOTE A

SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

CAPITAL ASSETS (Continued)

The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend assets lives are not capitalized.

Capital outlays are recorded as expenditures of the General, Special Revenue, and Capital Projects Funds and as assets in the government-wide financial statements to the extent the City's capitalization threshold is met. In accordance with GASB Statement No. 34, infrastructure has been capitalized retroactively to 1980. Interest incurred during construction will be capitalized beginning in fiscal year 2004 on a government-wide basis. Interest attributable to capitalized assets as of August 31, 2003 was immaterial. Depreciation is recorded on general fixed assets on a government-wide basis. Capital outlays of the Proprietary Funds are recorded as fixed assets and depreciated over their estimated useful lives on a straight-line basis on both the funds basis and the government-wide basis. The entire amount of retroactive infrastructure capitalized (\$21,448,771) was estimated using actual capital outlays for the years involved and estimated donated infrastructure. Donated infrastructure was estimated for the years involved based on actual capital outlay costs for those years.

All capital assets, other than land, are depreciated using the straight-line method over the following useful lives:

<u>Description</u>	<u>Estimated Lives</u>
Roads, Bridges, and Infrastructure	20 - 40 Years
Land Improvements	20 Years
Buildings and Building Improvements	20 - 40 Years
Furniture and Fixtures	7 Years
Vehicles	5 Years
Equipment	3 - 20 Years

LONG-TERM OBLIGATIONS

In the government-wide financial statements, debt principal payments of both government and business-type activities are reported as decreases in the balances of the liability on the Statement of Net Assets. In the fund financial statements, however, debt principal payments of governmental funds are recognized as expenditures when paid.

FUND EQUITY

Government-Wide Statements

Equity is classified as net assets and displayed in three components:

- Invested in capital assets, net of related debt - Consists of capital assets including restricted capital assets, net of accumulated depreciation and reduced by the outstanding balances of any borrowings that are attributable to the acquisition, construction, or improvement of those assets.

CITY OF MONROEVILLE, LOUISIANA
NOTES TO THE FINANCIAL STATEMENTS
August 31, 2007

NOTE A

SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

FUND EQUITY (Continued)

2. Restricted net assets - Net assets with constraints placed on the use either by:
 - a. external groups such as creditors, grantors, contributors, or laws or regulations of other governments, or
 - b. law through constitutional provisions or enabling legislation.
3. Unrestricted net assets - All other net assets that do not meet the definition of "restricted" or "invested in capital assets, net of related debt".

Fund Statement

Governmental fund equity is classified as fund balance. Fund balance is further classified as reserved and unreserved.

INTERFUND TRANSACTIONS

Permanent re-allocation of resources between funds of the reporting entity are classified as inter-fund transfers. For the purposes of the Statement of Activities, all inter-fund transfers between individual governmental funds have been eliminated.

USE OF ESTIMATES

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America require management to make estimates and assumptions that affect the reported amounts of assets and liabilities at the date of the financial statements and the reported amounts of revenues, expenditures, and expenses during the reporting period. Actual results could differ from these estimates.

BUDGETARY INFORMATION

Annual budgets are adopted on a basis consistent with generally accepted accounting principles for all governmental funds except the Debt Service Funds which were not budgeted. All annual appropriations lapse at fiscal year end.

The City was in compliance with the Local Budget Act. See Note A for the procedures the City follows regarding budgets and budgetary accounting.

The City does not utilize encumbrance accounting.

NOTE B

STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

DEPOSITS AND INVESTMENT LAWS AND REGULATIONS

In accordance with state law, all unsecured deposits of municipal funds in financial institutions must be secured with acceptable collateral valued at the lower of market or par. The City was in compliance with the deposits and investments laws and regulations.

CITY OF MANDEVILLE, LOUISIANA
NOTES TO THE FINANCIAL STATEMENTS
 August 31, 2003

NOTE B

STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY (Continued)

DEFICIT FUND EQUITY

As of August 31, 2003, no City funds had deficit fund equity.

COMPLIANCE WITH DEBT COVENANTS

1. **Compliance with Sales Tax Bond Covenants**
 As of August 31, 2003, the City was in compliance with all Sales Tax Bond Covenants.
2. **Compliance with Sewer Revenue Bond Covenants**
 As of August 31, 2003, the City was in compliance with all Sewer Revenue Bond Covenants.
3. **Compliance with Certificates of Indebtedness Covenants**
 As of August 31, 2003, the City was in compliance with all Certificates of Indebtedness Covenants.

NOTE C

CASH AND CASH EQUIVALENTS

Cash includes amounts in demand deposits, interest-bearing demand deposits, and money market accounts. Under state law, the City may deposit funds in demand deposits, interest-bearing demand deposits, money market accounts, or time deposits with state banks organized under Louisiana law and national banks having their principal offices in Louisiana.

At year-end, the carrying amount of the City's bank deposits was \$4,385,717 (including \$100,172 of restricted cash) and the bank balance was \$1,872,617. The difference was primarily due to outstanding checks. Of the bank balances, approximately \$400,000 was covered by federal depository insurance. In compliance with State laws, the remaining balance of \$1,472,617 was secured by bank-owned securities specifically pledged to the City and held by an independent custodian bank jointly in the name of the City and the bank. Louisiana Revised Statutes 39:1239 imposes a statutory requirement on the custodian bank to advertise and sell the pledged securities within 10 days of being notified by the City that the fiscal agent has failed to pay deposited funds upon demand.

Interest-Bearing Demand Deposits	\$	4,184,617
Other		201,100
Total		\$ 4,385,717

NOTE D

INVESTMENTS

Investments held at August 31, 2003, consist of \$18,734,281 in the Louisiana Asset Management Pool (LAMAP), a local government investment pool. In accordance with GASB Codification Section 190.126, the investment in LAMAP at August 31, 2003 is not categorized in the three risk categories provided by GASB Codification Section 190.125 because the investment is in the pool of funds and therefore not evidenced by securities that exist in physical or book entry form.

CITY OF MANDEVILLE, LOUISIANA
NOTES TO THE FINANCIAL STATEMENTS
 August 31, 2003

NOTE B

INVESTMENTS (Continued)

LAMP is administered by LAMP, Inc., a non-profit corporation organized under the laws of the State of Louisiana. Only local government entities having contracted to participate in LAMP have an investment interest in its pool of assets. The primary objective of LAMP is to provide a safe environment for the placement of public funds in short-term, high quality investments. The LAMP portfolio includes only securities and other obligations in which local governments in Louisiana are authorized to invest in accordance with LSA - R.S. 24:1951. Accordingly, LAMP investments are restricted to securities issued, guaranteed, or backed by the U.S. Treasury, the U.S. Government, or one of its agencies, enterprises, or instrumentalities, as well as repurchase agreements collateralized by these securities.

Effective August 1, 2003, LAMP's investment guidelines were amended to permit the investment in government-only money market funds. In its 2001, Regular Session, the Louisiana Legislature (Senate Bill No. 117, Act 701) enacted LSA-R.S. 24:2935(A)(1)(B) which allows all municipalities, parishes, school boards, and any other political subdivisions of the State to invest in "investment grade (A-1/P-1) commercial paper of domestic United States corporations." Effective October 1, 2003, LAMP's investment Guidelines were amended to allow the limited investment in A-1 or A-1+ commercial paper.

The dollar weighted average portfolio maturity of LAMP assets is restricted to not more than 90 days, and consists of no securities with a maturity in excess of 397 days. LAMP is designed to be highly liquid to give its participants immediate access to their account balances. The investments in LAMP are stated at fair value based on quoted market rates. The fair value is determined on a weekly basis by LAMP and the value of the position in the external investment pool is the same as the value of the pool share.

LAMP, Inc. is subject to the regulatory oversight of the state treasurer and the board of directors. LAMP is not registered with the SEC as an investment company.

NOTE C

RECEIVABLES

The receivables, at cost, at August 31, 2003, are as follows:

	General Fund	Debt Service Fund	Enterprise Fund	Total
Taxes:				
Ad Valorem	\$ -	\$ 41,984	\$ -	\$ 41,984
Sales and Use	-	-	-	-
Other	-	-	-	-
Accounts	18,123	-	278,283	296,406
Other	71,793	1,262	1,561	74,616
	\$ 91,916	\$ 43,246	\$ 280,844	\$ 416,006

Allowances for uncollectible accounts receivable are based upon historical trends and the periodic aging of accounts receivable. Total allowance for doubtful accounts amounted to \$7,333 for Governmental Activities and \$73,809 for the Business-Type Activities.

CITY OF MONROEVILLE, LOUISIANA
NOTES TO THE FINANCIAL STATEMENTS
August 31, 2003

NOTE F

CAPITAL ASSETS

The following is a summary of the changes in capital assets for the fiscal year ended August 31, 2003:

Governmental Activities	Restated	Increases	Decreases	Balance
	Balance			August 31,
	August 31,			August 31,
	2002			2003
Capital Assets Not Depreciated:				
Land	\$ 1,034,642	\$ 30,228	\$ -	\$ 1,064,870
Capital Assets Being Depreciated:				
Infrastructure - Streets	22,424,871	1,296,209	-	23,721,080
Trails and Trailhead	2,974,383	-	-	2,974,383
Drainage	2,740,547	-	-	2,740,547
Vehicles	1,099,628	257,264	23,159	1,333,733
Equipment	605,448	21,870	59,418	578,900
Buildings	1,775,879	-	-	1,775,879
Office Equipment and Furniture	446,258	6,671	23,694	429,235
Harbor	287,296	-	-	287,296
Total Capital Assets				
Being Depreciated	<u>32,186,228</u>	<u>1,596,114</u>	<u>99,671</u>	<u>33,513,681</u>
Less Accumulated Depreciation for:				
Infrastructure - Streets	15,856,847	1,774,289	-	17,631,136
Trails and Trailhead	115,449	81,830	-	197,279
Drainage	362,444	189,982	-	552,426
Vehicles	680,748	175,947	31,189	887,684
Equipment	371,696	54,767	59,418	475,871
Buildings	1,385,146	18,042	-	1,403,188
Office Equipment and Furniture	248,838	52,638	23,694	324,570
Harbor	34,262	3,244	-	37,506
Total Accumulated				
Depreciation	<u>18,777,318</u>	<u>2,188,992</u>	<u>94,671</u>	<u>21,061,981</u>
Total Capital Assets Being				
Depreciated, Net:	<u>13,310,840</u>	<u>(192,880)</u>	<u>-</u>	<u>12,929,998</u>
Totals	<u>\$ 14,715,942</u>	<u>\$ 1,712,347</u>	<u>\$ -</u>	<u>\$ 16,629,646</u>

CITY OF MONROVILLE, LOUISIANA
NOTES TO THE FINANCIAL STATEMENTS
 August 31, 2003

NOTE F

CAPITAL ASSETS (Continued)

Depreciation was charged to governmental functions as follows:

Infrastructure - Street Construction	\$ 1,731,892
Public Safety - Police	336,231
Public Works - Street Maintenance	181,896
General Government - City Hall	<u>186,882</u>
Total	\$ 3,286,801

The gross cost and accumulated depreciation balances at August 31, 2002, were restated to capitalize infrastructure assets and record accumulated depreciation in accordance with the adoption of GASB Statement No. 34. Balances as of August 31, 2002, were restated as follows:

	Balance August 31, 2002	Restatement	Restated Balance August 31, 2002
Infrastructure - Streets	\$ -	\$ 22,424,871	\$ 22,424,871
Trees and Treebed	-	2,974,383	2,974,383
Drainage	-	2,147,247	2,147,247
Land and Land Improvements	1,172,093	82,049	1,254,142
Vehicles	183,214	907,414	1,090,628
Equipment	5,285,243	(4,869,797)	415,446
Buildings	1,774,870	(201,992)	1,572,878
Improvements Other Than Buildings	3,348,648	(3,348,648)	-
Office Equipment and Furniture	-	405,258	405,258
Harbor	<u>322,912</u>	<u>(315,708)</u>	<u>7,204</u>
Subtotal	12,348,897	21,261,498	33,610,395
Accumulated Depreciation	<u>-</u>	<u>(26,773,180)</u>	<u>(26,773,180)</u>
Total	\$ 12,348,897	\$ 4,488,318	\$ 16,837,215

CITY OF MANDEVILLE, LOUISIANA
NOTES TO THE FINANCIAL STATEMENTS
August 31, 2003

NOTE F

CAPITAL ASSETS (Continued)

The following is a summary of changes in capital assets for business-type activities for the fiscal year ended August 31, 2003:

	(Revised) Balance August 31, 2002	Increase	Decreases	Balance August 31, 2003
Business Type Activities				
Land	\$ 1,015,000	\$ -	\$ -	\$ 1,015,000
Buildings	317,715	266,770	-	584,485
Water Wells, Lines and Towers	12,738,777	1,737,167	(23,173)	14,452,771
Sewer Lines	11,530,409	289,143	(14,700)	11,704,852
Equipment and Vehicles	788,859	82,343	(14,847)	856,355
Wastewater Treatment Plant	2,780,858	-	-	2,780,858
	20,951,817	2,375,323	(37,780)	23,349,360
Less: Accumulated Depreciation for Buildings and Equipment	(6,859,881)	(612,375)	(31,780)	(7,493,936)
Total	\$12,688,936	\$ 1,712,668	\$ (69,560)	\$14,392,044

Capital outlays are reported as expenditures in the governmental funds; however, in the Statement of Activities, the cost of capital assets is allocated over their estimated useful lives as depreciation expense. The adjustment from governmental funds to the government-wide statements are summarized as follows:

Primary Government	
Capital Outlay	\$ 1,256,280
Depreciation Expense	(118,284)
Total Adjustment	\$ 1,128,124

CITY OF MONROVILLE, LOUISIANA
NOTES TO THE FINANCIAL STATEMENTS
August 31, 2003

NOTE 4:

EMPLOYEE PENSION PLAN

MUNICIPAL EMPLOYERS RETIREMENT SYSTEM OF LOUISIANA (MERS)

Plan Description and Provisions:

All of the City's full-time employees, other than police employees, participate in the MERS, a multiple-employer, cost-sharing pension plan.

Employees can retire providing they meet one of the following criteria:

1. Age 55 with thirty (30) years of creditable service.
2. Age 60 with a minimum of ten (10) years of creditable service.
3. Under age 58 with ten (10) years of creditable service eligible for disability benefits.
4. Survivor's benefits require twenty (20) years creditable service at death of member.

Generally, the monthly amount of the retirement allowance for any member shall consist of an amount equal to 1% of the member's final compensation multiplied by his years of creditable service. However, under certain conditions as outlined in the statute, the benefits are limited to specified amounts.

If a member's employment is terminated before the member is eligible for any benefits under MERS, the member shall receive a refund of his member contributions.

Description of Funding Policy:

The System's contribution requirements are not actuarially determined. Instead, the contribution requirements are currently established by statute. As of July 1, 2003, the statutory rates were 5.27% member contribution and 1.69% employer contribution of the total covered payroll. The City has elected to pay the member contribution as an additional benefit to City employees. The City's contribution requirement for the years ended August 31, 2003, 2002 and 2001, was \$288,740, \$299,252 and \$228,179, which represents 16.08%, 16.00% and 17.25%, respectively, equal to the required contribution for each year.

Trend Information:

Five-year historical trend information presenting the MERS program is accumulating sufficient assets to pay benefits when due is presented in the MERS June 30, 2002, annual financial report. The MERS June 30, 2003, annual financial report was not available as of the date of this audit report. That report may be obtained by writing to MERS at 7007 Office Park Blvd., Baton Rouge, LA 70805.

CITY OF MONROEVILLE, LOUISIANA
NOTES TO THE FINANCIAL STATEMENTS
August 31, 2003

NOTE C

EMPLOYEE PENSION PLAN (Continued)

MUNICIPAL POLICE EMPLOYEES RETIREMENT SYSTEM OF LOUISIANA (MPERS)

Plan Description and Provisions:

A majority of the City's full-time police officers participate in the MPERS, a multiple-employer, cost sharing pension plan.

Any member is eligible for normal retirement after he or she has been a member of the System for one year, if he or she has 25 years of creditable service at any age or has 30 years creditable service and is age 58, or has 32 years creditable service and is age 55.

Benefit rates are three and one-third percent of average final compensation (average monthly earnings during the highest 36 consecutive months or joined months if service was interrupted) per number of years creditable service not to exceed 180% of final salary.

A member is eligible to receive disability benefits if he was an active contributing member of the Retirement System on, if he is no longer a member but has 20 years creditable service established in the System and suffers disability, which has been certified by examination by a member of the State-wide Medical Disability Board. A service related disability requires no certain number of years of creditable service, however, a non-service connected disability requires five years of creditable service.

The disability benefits are calculated at three percent of average final compensation multiplied by years of creditable service, but shall not be less than 60% nor more than 60% of average final compensation. Upon reaching the age required for regular retirement, the disability pensioner receives the greater of disability benefit or normal benefit earned to date of disability.

Upon the death of an active contributing member, or disability retiree, the plan provides benefits for surviving spouses and minor children. Under certain conditions outlined in the statute, the benefits range from 40-60% of the member's average final compensation.

Description of Funding Policy:

Effective July 1, 1994, contributions for all member employees are established by statute at 7.5% of employer's taxable compensation excluding overtime, but including state supplemental pay and 15.25% employer contribution. The City has elected to pay the member contribution as an additional benefit to City police employees. The City's contribution requirement for the years ended August 31, 2001, 2002 and 2003 was \$181,355, \$210,517 and \$228,108, which represents between 1.0% and 1.7% of covered payroll.

Trend Information:

Six-year historical trend information pertaining the MPERS program in accumulating sufficient assets to pay benefits when due is presented in the MPERS June 30, 2002 annual financial statements. The MPERS June 30, 2003 annual financial report was not available as of the date of this audit report. That report may be obtained by writing to MPERS at 4550 United Plaza Blvd., Suite 101, Baton Rouge, LA 70809.

CITY OF MANDEVILLE, LOUISIANA
NOTES TO THE FINANCIAL STATEMENTS
August 31, 2000

NOTE H

DEFERRED COMPENSATION PLAN

The City offers its employees a deferred compensation plan created in accordance with Internal Revenue Code Section 457. An independent plan administrator through an administrative service agreement administers the plan. The City's administrative involvement is limited to transmitting amounts withheld to the plan administrator who performs investing functions.

Plan assets are held in trust for the exclusive benefit of the participants and their beneficiaries. The assets will not be diverted to any other purpose. Accordingly, the plan assets and related liabilities have not been included herein.

NOTE I

ACCUMULATED UNPAID VACATION LEAVE AND SICK PAY

A majority of employees may accrue annual leave up to a maximum of 30 days. At termination, employees are paid for any accumulated annual leave. No payment is made to terminated employees for accrued sick leave. The amount of accumulated annual leave payable in the accompanying government-wide financial statements at August 31, 2000 is \$321,802. This is comprised of \$215,125 in the Governmental Funds (General Fund), of which approximately \$77,180 is considered a current obligation, and \$48,777 in the Business-Type Fund (Enterprise Fund) of which \$4,980 is considered current.

NOTE J

MANORLEIGH ENDOWED CARE TRUST FUND

The City entered into an agreement with the Citizens Bank and Trust Company on June 24, 1965, creating "Lake Lawn Park, Inc., Endowed Care Trust, Town of Mandeville". This Trust Fund was created to provide for the maintenance and care of the manorleIGH. On July 18, 1991, the account was transferred to the Whitney National Bank Trust Division upon the closing of the Trust Department at Citizens Bank. The Trust Fund can make disbursements to the City "upon presentation to the company of an itemized and notarized statement of maintenance expenses and costs approved and signed by the mayor". This amount is not reflected on the financial statements because the Trust Fund is not considered a part of the reporting entity and is not significant in total.

CITY OF MONROE, LOUISIANA
NOTES TO THE FINANCIAL STATEMENTS
 August 31, 2003

NOTE K

LONG-TERM LIABILITIES

The following is a summary of long-term liabilities transactions and total long-term liabilities of the City for the year ended August 31, 2003:

	Certificate of Indebtedness	General Obligation	Water Revenue	Total
Bonds and Certificates Payable at September 1, 2002	\$ 725,000	\$11,635,000	\$ 110,000	\$12,470,000
Bonds Issued	-	-	-	-
Bonds Retired	(155,000)	(825,000)	(21,000)	(1,001,000)
Bonds and Certificates Payable at August 31, 2003	\$ 570,000	\$10,810,000	\$ 89,000	\$11,469,000
Compensated Absences				201,000
Total Long-Term Debt				<u>\$11,670,000</u>

General Obligation Bonds Retirement Schedule

Sales Tax Bonds	Payment Dates	Interest			Annual Serial Payments	
		Year or Certificate Number	% Rate	Years	Amount	Balance
Series 2000, Issued						
\$574,000 for \$1,711,000	1/1 and	2004	4.50	2004	\$ 591,000	\$ 591,000
(Refunding Series 1990	7/1	2005	4.25	2005	590,000	180,000
and 1991 Sales Tax		2006	4.40	2006	600,000	520,000
Bonds) Payable from		2007	4.45	2007	641,000	541,000
Special 1% Sales Tax		2008	4.50	2008	681,000	581,000
		2009	4.50	2009	721,000	721,000
						<u>1,428,000</u>

CITY OF MANDEVILLE, LOUISIANA
NOTES TO THE FINANCIAL STATEMENTS
 August 31, 2003

NOTE B

LONG-TERM LIABILITIES (Continued)

General Obligation Bonds Retirement Schedule (Continued)

Sales Tax Bonds	Payment Dates	Interest			Annual Serial Payments	
		Year or Certificate Number	% Rate	Years	Amount	Balance
Series 1998, Issued						
5/1/99 for \$6,000,000	1/1 and	2004	4.75	2004	243,000	243,000
(Water Improvements)	1/1	2005	4.50	2005	253,000	316,000
Payable from Special		2006	4.15	2006	270,000	379,000
Use Sales Tax		2007	4.50	2007	283,000	385,000
		2008	4.40	2008	288,000	390,000
		2009	4.65	2009	303,000	393,000
		2010	4.75	2010	309,000	398,000
		2011	4.85	2011	308,000	398,000
		2012	4.99	2012	309,000	399,000
		2013	5.00	2013	309,000	399,000
		2014	5.00	2014	410,000	418,000
		2015	5.00	2015	403,000	410,000
		2016	5.00	2016	403,000	410,000
		2017	5.10	2017	400,000	400,000
		2018	5.15	2018	510,000	510,000
		2019	5.15	2019	555,000	555,000
						<u>3,940,000</u>
Water Improvement Bonds						
Bonds Issued 2/1/94 for	2/1 and	2004	4.40	2004	65,000	65,000
\$1,300,000, Payable from	8/1	2005	4.50	2005	70,000	70,000
All Valerius Taxes		2006	4.70	2006	75,000	75,000
		2007	4.90	2007	80,000	80,000
		2008	5.05	2008	90,000	90,000
		2009	5.10	2009	90,000	90,000
		2010	5.15	2010	100,000	100,000
		2011	5.20	2011	110,000	110,000
		2012	5.25	2012	115,000	115,000
		2013	5.25	2013	125,000	125,000
		2014	5.25	2014	130,000	130,000
						<u>1,800,000</u>
Total General Obligation Bonds						<u>\$ 5,740,000</u>

CITY OF MANDEVILLE, LOUISIANA
NOTES TO THE FINANCIAL STATEMENTS
 August 31, 2003

NOTE K

LONG-TERM LIABILITIES (Continued)

Water Revenue Bonds Retirement Schedule

Water Revenue Bonds	Payment Dates	Interest		Years	Annual Social Payments	
		Year or Certificate Number	% Rate		Amount	Balance
Bonds Issued 12/8/92 for						
\$450,000 (Water and Sewer) 12%		2001-2005	5.00	2005	\$ 27,000	\$ 27,000
Payments from Water and Sewer Revenues				2006	28,000	28,000
				2005	31,000	31,000
Total Water Revenue Bonds						<u>\$ 86,000</u>

Certificates of Indebtedness Retirement Schedule

Certificates of Indebtedness	Payment Dates	Interest		Years	Annual Social Payments	
		Year or Certificate Number	% Rate		Amount	Balance
Certificates dated 5/7/94						
for \$1,000,000, Payable from General Fund	5/1 and 5/1					
Food Revenues		2004	4.82	2004	\$ 370,000	\$ 370,000
Total Certificates of Indebtedness						<u>\$ 370,000</u>

Principal and Interest Payment Schedule

Year Ending August 31,	Certificate of Indebtedness	General Obligation	Water Revenue Bonds	Total
2004	\$ 370,000	\$ 1,719,030	\$ 41,000	\$ 1,790,030
2005	-	1,845,894	30,950	1,876,844
2006	-	1,779,084	32,500	1,811,584
2007	-	1,718,994	-	1,718,994
2008	-	1,595,834	-	1,595,834
2009-2010	-	2,516,211	-	2,516,211
	<u>\$ 370,000</u>	<u>\$ 14,985,037</u>	<u>\$ 104,450</u>	<u>\$ 15,459,487</u>

CITY OF MONROE, LOUISIANA
NOTES TO THE FINANCIAL STATEMENTS
August 31, 2003

NOTE K

LONG-TERM LIABILITIES (Continued)

	August 31, 2003		
	Expired Balance	Actual Balance	Balance Favorable (Unfavorable)
Sinking Fund	\$ 10,960	\$ 33,968	\$ -
Reserve Fund	12,580	32,580	-
Depreciation and Contingency Fund	15,033	15,112	-
Totals	\$ 38,573	\$ 105,770	\$ -

NOTE L

INTERFUND RECEIVABLES/PAYABLES

The primary purpose of interfund receivables/payables are to loan money from the General Fund to individual funds to cover current expenditures. Individual fund balances due from/to other funds at August 31, 2003 are as follows:

Fund	Interfund Receivables	Interfund Payables
General Fund	\$ 246,121	\$ -
Enterprise Fund	-	34,779
Tax Collector Fund	-	131,842
	\$ 246,121	\$ 246,121

CITY OF MONROVILLE, LOUISIANA
NOTES TO THE FINANCIAL STATEMENTS
 August 31, 2005

NOTE M

INTERFUND TRANSFERS

Operating transfers between funds consist primarily of sales tax revenues transferred out of the Sales Tax Fund and Special Sales Tax Fund to the particular funds for which the sales tax revenue is to be used.

	<u>Interfund Transfers In</u>	<u>Interfund Transfers Out</u>
General Fund:		
Special Sales Tax Fund	\$ 1,221,500	\$ -
Street Construction Fund	<u>1,093,892</u>	<u>-</u>
Total General Fund	<u>2,315,392</u>	<u>-</u>
Enterprise Fund:		
Special Sales Tax Fund	<u>928,500</u>	<u>-</u>
Sales Tax Fund:		
Street Construction Fund	-	1,182,551
General Fund	-	3,221,500
Special Sales Tax Fund	<u>-</u>	<u>3,221,600</u>
Total Sales Tax Fund	<u>-</u>	<u>5,325,651</u>
Special Sales Tax Fund:		
Sales Tax Fund	3,221,600	-
Road Sinking Fund	<u>88,128</u>	<u>-</u>
Enterprise Fund	-	928,500
Sinking Fund	-	1,278,659
General Fund	<u>-</u>	<u>1,002,000</u>
Total Special Sales Tax Fund	<u>3,309,728</u>	<u>3,209,159</u>
Road Sinking Fund:		
Special Sales Tax Fund	<u>1,278,659</u>	<u>-</u>
Road Reserve Fund:		
Special Sales Tax Fund	<u>-</u>	<u>88,128</u>
Water Construction Fund I:		
Water Construction Fund II	<u>-</u>	<u>732</u>
Water Construction Fund II:		
Water Construction Fund I	<u>732</u>	<u>-</u>
Street Construction Fund:		
Sales Tax Fund	<u>1,093,892</u>	<u>-</u>
Total All Funds	<u>\$ 11,609,910</u>	<u>\$ 11,609,910</u>

CITY OF MONROEVILLE, LOUISIANA
NOTES TO THE FINANCIAL STATEMENTS
August 31, 2003

NOTE N

RESERVED FUND BALANCES

The reserved fund balances as of August 31, 2003 are as follows:

RESERVED FOR DEBT SERVICE

This reserve represents the amounts reserved for payment of principal and interest maturing in future years on bonded debt.

RESERVED FOR INVENTORY

This reserve was established for fund inventories of cemetery plots and manure/crop/ryth.

NOTE O

CONTINGENT LIABILITIES

The City is a defendant in several lawsuits, which are currently pending. The City persists in its vigorous defense of these lawsuits and maintains that the defenses available should shield the City from liability or, at a minimum, preclude the amount of damages sought by the plaintiffs. The majority of the cases are covered by insurance and, in the opinion of legal counsel for the City, the ultimate resolutions of these cases will not result in a significant liability to the City.

NOTE P

ACCOUNTING CHANGES AND RESTATEMENTS

During fiscal year 2003, the City adopted GASB Statement 34, *Financial Statements – and Management’s Discussion and Analysis – for State and Local Governments*.

The gross cost and accumulated depreciation balances at August 31, 2003, were restated to capitalize infrastructure assets and record accumulated depreciation in accordance with the adoption of GASB Statement No. 34.

NOTE Q

RISK OF LOSS

The City of Monroeville is exposed to various risks of loss related to damage and destruction of assets, errors and omissions, and injuries to employees. The City has contracted with various insurers to cover its risk of loss in these areas.

The City has also contracted with various insurers to provide health insurance coverage for its workers.

REQUIRED SUPPLEMENTAL INFORMATION (PART II)
BUDGETARY COMPARISON SCHEDULES

**CITY OF MANDEVILLE, LOUISIANA
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
For The Year Ended August 31, 2003**

Schedule E

	Original Budget	Final Budget	Actual Amount Budgetary Data	Variance with Final Budget Favorable/ (Unfavorable)
REVENUES				
Taxes	\$1,180,000	\$1,150,000	\$1,170,000	\$ 20,000
Licenses and Permits	870,500	900,000	921,000	20,500
Intergovernmental	381,500	1,040,000	1,111,000	(70,000)
Charges for Services	600,500	612,500	611,000	1,500
Fees and Profiteers	211,000	215,000	211,000	(1,000)
Interest Income	20,000	20,000	20,000	0,000
Miscellaneous	88,000	100,000	100,000	22,000
Total Revenues	4,771,500	4,057,500	4,881,000	(714,000)
EXPENDITURES				
Current:				
General Government	2,684,000	3,677,500	2,976,500	691,500
Public Safety - Police	2,751,000	3,170,000	3,041,500	128,500
Public Works - Streets and Sanitation	2,070,000	2,040,000	1,963,270	1,023,700
Courtesy	20,000	20,000	19,700	300
Capital Outlay	291,000	710,000	326,440	383,560
Data Services	381,000	381,000	381,480	3,480
Total Expenditures	8,397,000	11,048,500	8,881,820	2,750,520
Deficiency of Revenues Over Expenditures	(3,625,500)	(7,017,000)	(3,931,770)	1,894,230
OTHER FINANCING SOURCES (USES)				
Operating Transfers to (Out)				
Sales Tax Fund	3,280,500	3,211,500	3,227,500	-
Special Sales Tax Fund	470,000	1,822,000	1,822,000	-
Total Other Financing Sources	3,750,500	4,211,500	4,211,500	-
NET CHANGE IN FUND BALANCE	(91,000)	(700,000)	286,730	1,894,230
FUND BALANCE - BEGINNING OF YEAR	1,511,240	1,501,240	1,511,240	-
FUND BALANCE - END OF YEAR	<u>\$1,420,240</u>	<u>\$1,210,240</u>	<u>\$1,211,970</u>	<u>\$ 1,894,230</u>

**CITY OF MONROEVILLE, LOUISIANA
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
For The Year Ended August 31, 2000**

Schedule 1

	Original Budget	Final Budget	Actual Amounts Encumbered to Date	Variance with Final Budget Forwarded (Under/Over)
TREES				
Ad Valorem	\$ 1,180,000	\$ 1,200,000	\$ 1,241,104	\$ 41,104
Franchise	600,000	600,000	588,150	11,850
Total Trees	<u>1,780,000</u>	<u>1,800,000</u>	<u>1,829,254</u>	<u>29,254</u>
LICENSES AND PERMITS				
Building Permits	11,000	100,000	116,140	16,140
Amateur License	350,000	300,000	341,114	1,114
Privilege and Occupational Licenses	171,000	100,000	400,750	3,000
Contractor Licenses	14,000	14,000	11,000	(400)
Beer and Liquor Licenses	41,000	40,000	11,141	1,041
Exp Licenses	500	500	27	(473)
Total Licenses and Permits	<u>977,000</u>	<u>854,000</u>	<u>988,272</u>	<u>11,272</u>
INTERGOVERNMENTAL				
Federal Grants	501,000	1,000,000	414,111	(1,084,889)
State Grants	-	-	341,101	341,101
Total Intergovernmental	<u>501,000</u>	<u>1,000,000</u>	<u>755,212</u>	<u>(2,388,688)</u>
CHARGES FOR SERVICES				
Garbage Fees	500,000	500,000	511,036	1,036
Tax Research	1,000	1,000	679	(321)
Coaling Fees	20,000	20,000	13,881	(6,119)
Curbs Fees	500	1,800	1,740	(60)
Total Charges for Services	<u>521,500</u>	<u>522,800</u>	<u>618,996</u>	<u>1,196</u>
FINES AND FORFEITURES				
	<u>210,000</u>	<u>210,000</u>	<u>210,000</u>	<u>(210,000)</u>
INTEREST INCOME				
	<u>20,000</u>	<u>20,000</u>	<u>20,000</u>	<u>(20,000)</u>
MISCELLANEOUS				
Sale of Inventory Plus	20,000	20,000	46,271	(1,429)
Miscellaneous	60,000	70,000	87,284	17,284
Donation	4,000	1,000	2,000	20
Sale of Property/Equipment	2,000	1,000	11,494	8,494
Buy Materials/Supplies	1,000	1,000	2,000	80
Community Center	-	1,000	2,000	80
Total Miscellaneous	<u>87,000</u>	<u>104,000</u>	<u>169,069</u>	<u>25,069</u>
Total Revenues	<u>\$ 6,670,000</u>	<u>\$ 6,684,000</u>	<u>\$ 6,880,800</u>	<u>\$ 1,116,800</u>

CITY OF HANDELVILLE, LOUISIANA
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
For the Year Ended August 31, 2018

Schedule 1 (Continued)

	Original Budget	Final Budget	Actual Amounts Budgetary Data	Variance with Final Budget Favorable/ (Unfavorable)
GENERAL GOVERNMENT				
Salaries and Traveler	\$ 745,000	\$ 780,000	\$ 803,078	\$ (23,278)
Payroll Taxes	27,000	40,000	27,478	12,522
Retirement	127,500	143,500	134,773	8,727
Employee Medical Insurance	173,000	160,000	157,428	2,572
Workers' Compensation	4,000	4,000	3,702	398
Audit and Accounting	22,000	22,000	22,000	-
Registered Printer	9,000	9,000	9,000	-
City Engineer Register	6,000	6,000	6,000	-
Engineer Fees - Special Projects	71,000	142,000	110,000	32,000
Computer Programs and Supplies	70,000	200,000	141,756	118,244
Membership, Dues and Subscriptions	21,000	21,000	20,950	50
Printing and Printing	11,000	11,000	7,140	4,860
Utilities	27,000	27,000	26,278	722
Telephone	22,000	24,000	22,000	2,000
Advertising	14,000	13,000	10,079	(2,921)
General Insurance	10,000	10,000	10,000	-
Industrial Service and Supplies	10,000	10,000	10,079	(79)
Insurance - Property	6,000	6,000	6,000	-
Miscellaneous	2,000	2,000	175	1,825
Office Supplies	10,000	10,000	12,700	(2,700)
City Hall Maintenance	10,000	22,000	21,000	1,000
Recreation - Equipment Maintenance	1,000	1,000	1,762	(762)
Community Center	6,000	6,000	6,000	-
Parks and Pathways	63,000	101,000	77,000	24,000
Recreation Fees	2,000	6,000	3,079	2,921
Tuition	10,000	10,000	9,700	300
Concessions	6,000	6,000	6,000	-
Keep Mandeville Beautiful	-	2,000	1,079	(921)
Design	12,000	12,000	11,202	798
Salaries	2,000	2,000	6,000	(4,000)
Taxes, Mortgages and Condomors	10,000	10,000	10,000	-
Decorations and Beautification	71,000	71,000	12,000	59,000
Social Service Programs	10,000	10,000	10,000	-
Council on Aging	2,000	2,000	-	2,000
Economic Development Council	6,000	6,000	1,079	4,921
Animal Control	14,000	14,000	22,071	(8,071)
Humane	1,000	1,000	1,000	-

CITY OF MANDEVILLE, LOUISIANA
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
For The Year Ended August 31, 2000

Schedule 3 (Continued)

	Original Budget	Final Budget	Actual Amount Expended Year	Variance with Final Budget Favorable/ (Unfavorable)
GENERAL GOVERNMENT (CONTINUED)				
Trash Service	10,000	10,000	10,000	-
Mayor Allowance	4,000	4,000	3,982	18
Printing and Copying Printing Fees	1,000	1,000	1,000	100
Council Meeting Fees	60,000	60,000	60,000	-
Car Allowance	300	300	307	100
Regroup Expenses	-	3,000	3,010	4,100
Civil Service	1,000	1,000	1,042	100
Utilities	5,000	5,000	5,279	1,681
Fuel, Oil and Lube	1,000	1,000	1,000	-
Insurance - Vehicle	1,000	1,000	1,000	-
Vehicle Maintenance	4,000	1,000	1,400	17
Maintenance of Equipment	1,000	1,000	1,400	100
Equipment Rental	10,000	10,000	10,007	1,681
Contract Labor	114,000	200,000	198,176	50,164
Training	11,000	10,000	9,894	1,000
Garbage Collection Fees	249,000	242,000	202,800	9,100
Hardware Expense	-	217,000	216,589	400
General Liability-Claims	15,000	15,000	16,810	18,000
Repairs and Maintenance - General	44,000	400,000	39,000	370,000
Total General Government	1,260,000	1,617,000	1,625,000	1,700,000

CITY OF MONROEVILLE, LOUISIANA
BUDGETARY COMPARISON SCHEDULE
GENERAL FUNDS
For The Year Ended August 31, 2002

Schedule 2 (Continued)

	Original Budget	Final Budget	Actual Amounts Enclosed Book	Variance with Final Budget Percentage/ Effectiveness
PUBLIC SAFETY				
Tickets and Violations	\$ 1,275,500	\$ 1,275,500	\$ 1,275,688	0 00.02%
Payroll Taxes	125,500	140,000	141,718	172
Refersment	227,500	224,500	225,250	(2,450)
Attorney - Employee/Medical	303,000	303,000	304,558	(1,558)
Workman's Compensation	40,000	35,000	37,244	(2,244)
Computer Supplies	60,500	100,000	170,703	11,203
Travel and Subscriptions	2,000	2,000	1,997	3
Printing	4,000	4,000	3,794	1,206
Utilities	18,000	20,000	19,411	489
Telephone	20,000	20,000	14,411	1,189
Insurance - Police Professional	10,000	10,000	10,000	-
Journalist	15,000	15,000	14,223	777
Insurance - Building	4,500	4,500	3,477	823
Office Supplies	12,500	12,000	11,904	496
Building Maintenance and Repair	3,500	3,500	948	41
Postage	4,000	4,000	3,708	592
Conferences and Conventions	5,000	5,000	3,377	1,623
Crime Prevention	14,000	14,500	13,585	915
Child Services	4,000	4,000	3,732	268
Maintenance of Trucks and Buses	18,000	27,000	33,281	3,781
Utilities	18,000	21,000	21,420	71
Fuel, (oil and) etc	60,000	60,000	62,923	71
Vehicle and Equipment Insurance	27,000	29,000	29,000	-
Maintenance and Repairs of Vehicles	67,500	65,000	64,266	1,234
Equipment Maintenance and Repair	2,000	2,000	1,799	401
Crime Investigations	3,000	3,000	1,790	1,210
Police Supplies	19,000	14,000	20,174	6,174
Equipment Rental	2,500	2,500	2,500	-
Schools and Training Course	27,000	25,500	23,173	1,943
Printer Expense	500	500	500	-
Maintenance and Repair General			4,183	(4,183)
Total Public Safety	\$ 1,720,000	\$ 1,678,000	\$ 1,683,722	5 72.2%

CITY OF NAPLESVILLE, LOUISIANA
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
For The Year Ended August 31, 2003

Schedule 2 (Continued)

	Original Budget	Final Budget	Actual Accounts Budgetary Basis	Variance with Final Budget Favorable/ Unfavorable
PUBLIC WORKS				
Interest and Vacation	\$ 500,000	\$ 394,000	\$ 348,899	\$ 151,101
Payroll Taxes	41,000	41,000	40,955	1,044
Retirement	95,000	95,000	95,047	-554
Insurance - Employee Medical	175,000	175,000	174,125	875
Workmen's Compensation	77,500	79,500	79,944	-444
Compensatory	10,000	10,000	10,018	-18
Utilities	94,000	94,000	93,040	1,000
Telephone	4,500	4,500	4,279	271
Insurance - General	9,500	9,500	9,500	-
Insurance - Property	3,500	3,500	3,500	-
Office Supplies	6,000	6,000	5,440	560
Building Maintenance	4,500	3,500	3,092	408
Canal and Drainage Maintenance	775,000	1,625,000	651,899	1,001,101
Rails Maintenance	3,000	3,000	2,914	1,086
Utilities	3,000	3,000	2,904	96
Fuel, Oil and Lube	30,000	30,000	30,004	-4
Vehicle and Equipment Insurance	10,500	10,500	10,500	-
Maintenance of Vehicles	30,000	23,000	22,043	857
Equipment Maintenance	11,500	11,500	10,516	984
Equipment Rental	1,000	1,000	906	94
Contract Labor	10,000	22,000	17,948	14,052
Supplies	30,500	30,500	27,411	3,089
Merchandise and Print Control	1,000	2,000	1,013	987
Signs and Letters	11,000	11,000	7,436	3,564
Recd. Asphalt and Gravel	80,000	80,000	80,000	-
Pioneer Expense	70,000	80,000	80,141	-141
	<u>\$ 3,175,000</u>	<u>\$ 4,089,000</u>	<u>\$ 3,596,432</u>	<u>\$ 4,122,722</u>
Total Public Works	\$ 3,175,000	\$ 4,089,000	\$ 3,596,432	\$ 4,122,722
CAPITAL OUTLAYS				
General Government	\$ 14,000	\$ 388,000	\$ 30,877	\$ 357,123
Public Safety	148,000	221,000	204,511	16,489
Public Works	100,000	334,000	87,295	246,705
	<u>\$ 262,000</u>	<u>\$ 943,000</u>	<u>\$ 322,683</u>	<u>\$ 620,317</u>
Total Capital Outlays	\$ 262,000	\$ 943,000	\$ 322,683	\$ 620,317

**CITY OF MADRYVILLE, LOUISIANA
BUDGETARY COMPARISON SCHEDULE
SALES TAX FUND
For The Year Ended August 31, 2005**

Schedule 2

	Original Budget	Final Budget	Actual Amount (Enclosure Data)	Variance with Final Budget Favorable/ (Unfavorable)
REVENUES				
Taxes				
State and City	\$ 4,300,000	\$ 4,000,000	\$ 4,224,414	\$ 224,414
Interest Income	3,000	3,000	3,000	-
Total Revenues	<u>4,303,000</u>	<u>4,003,000</u>	<u>4,227,414</u>	<u>224,414</u>
EXPENDITURES				
General Government				
Miscellaneous				
Collection Expense	95,000	95,000	95,000	-
Total Expenditures	<u>95,000</u>	<u>95,000</u>	<u>95,000</u>	<u>-</u>
EXCESS OF REVENUES OVER EXPENDITURES	4,208,000	4,008,000	4,132,414	124,414
OTHER FINANCING SOURCES (USES)				
Operating Transfers:				
Current Fund	(1,200,000)	(1,200,000)	(1,200,000)	-
Special Sales Tax	(1,200,000)	(1,200,000)	(1,200,000)	(7,000)
Capital Projects - Streets	(1,600,000)	(1,200,000)	(1,700,000)	(500,000)
Total Other Financing Sources (Uses)	<u>(4,000,000)</u>	<u>(3,600,000)</u>	<u>(4,100,000)</u>	<u>(67,000)</u>
NET CHANGE IN FUND BALANCE	-	3,808,000	11,414	641
FUND BALANCE - BEGINNING OF YEAR	<u>100,000</u>	<u>100,000</u>	<u>100,000</u>	<u>-</u>
FUND BALANCE END OF YEAR	<u>\$ 100,000</u>	<u>\$ 1,008,000</u>	<u>\$ 111,414</u>	<u>\$ 1,008,414</u>

CITY OF DANBURYVILLE, LOUISIANA
SUBSIDIARY COMPARISON SCHEDULE
SPECIAL SALES TAX
 For The Year Ended August 31, 2003

Schedule 4

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual Amount Budgetary Data</u>	<u>Variance with Final Budget Favorable/ Unfavorable</u>
REVENUES				
Taxes				
Sales and Use	\$ -	\$ -	\$ -	\$ -
Interest Income	10,000	10,000	10,000	-
Total Revenues	<u>10,000</u>	<u>10,000</u>	<u>10,000</u>	<u>-</u>
EXPENDITURES				
General Government				
Miscellaneous	1,000	-	-	-
Collection Expense	-	-	-	-
Total Expenditures	<u>1,000</u>	<u>-</u>	<u>-</u>	<u>-</u>
EXCESS OF REVENUES OVER EXPENDITURES	9,000	10,000	10,000	1,000
OTHER FINANCING RESOURCES (USES)				
Operating Transfers				
Sales Tax	1,241,000	1,236,000	1,231,000	5,000
Enterprise Fund	(211,000)	(214,500)	(214,000)	-
Bond Sinking Fund	(1,271,000)	(1,271,000)	(1,270,000)	1,000
Debt Service Fund	50,000	50,000	50,000	-
General Fund	(100,000)	(1,000,000)	(1,000,000)	-
Total Other Financing Sources (Uses)	<u>1,000,000</u>	<u>(21,500)</u>	<u>2,000</u>	<u>21,500</u>
NET CHANGE IN FUND BALANCE	1,210,000	(11,500)	4,000	11,500
FUND BALANCE - BEGINNING OF YEAR	<u>2,000,000</u>	<u>2,000,000</u>	<u>2,000,000</u>	<u>-</u>
FUND BALANCE END OF YEAR	<u>\$ 3,210,000</u>	<u>\$ 1,988,500</u>	<u>\$ 2,004,000</u>	<u>\$ 15,500</u>

CITY OF MONROEVILLE, LOUISIANA
BUDGETARY COMPARISON SCHEDULE
CAPITAL PROJECTS - STREET CONSTRUCTION FUND
For The Year Ended August 31, 2003

Schedule 5

	Original Budget	Final Budget	Actual Amounts Encumbered Year	Variance with Final Budget Favorable (Unfavorable)
REVENUES				
Grants	\$ -	\$ 1,170,000	\$ 1,800	\$ (1,168,200)
Interest	40,000	40,000	31,424	8,576
Total Revenues	<u>40,000</u>	<u>1,210,000</u>	<u>40,224</u>	<u>(1,169,776)</u>
EXPENDITURES				
Construction Costs	1,000,000	6,110,000	1,641,978	5,070,022
Engineering Fees	107,000	507,000	260,540	246,460
Other Costs	15,000	30,000	492	29,508
Total Expenditures	<u>1,122,000</u>	<u>6,747,000</u>	<u>1,902,910</u>	<u>5,079,790</u>
DEFICIENCY OF REVENUES OVER EXPENDITURES	(1,082,000)	(5,537,000)	(1,862,686)	4,184,314
OTHER FINANCING SOURCES (USES)				
Operating Transfer:				
Sales Tax	1,640,000	1,770,000	1,761,550	95,000
General Fund	-	-	-	-
Total Other Financing Sources (Uses)	<u>1,640,000</u>	<u>1,770,000</u>	<u>1,761,550</u>	<u>95,000</u>
NET CHANGE IN FUND BALANCE	-	(3,767,000)	184,864	4,118,847
FUND BALANCE - BEGINNING OF YEAR	-	-	3,750,291	3,750,291
FUND BALANCE - END OF YEAR	<u>\$ -</u>	<u>\$ (3,767,000)</u>	<u>\$ 4,118,834</u>	<u>\$ 8,058,934</u>

**CITY OF MONROEVILLE, LOUISIANA
BUDGETARY COMPARISON SCHEDULE
WATER CONSTRUCTION FUND II
For the Year Ended August 31, 2003**

Schedule 4

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual Amount Encumbered To Date</u>	<u>Variance with Final Budget Financial Statements</u>
REVENUES				
Grants	\$ -	\$ -	\$ -	\$ -
Interest	-	30,000	30,000	-
Total Revenues	-	30,000	30,000	-
EXPENDITURES				
Construction Costs	-	2,111,000	1,310,428	800,572
Engineers Fees	-	200,000	180,888	19,112
Other Costs	-	15,000	240	14,760
Total Expenditures	-	2,326,000	1,491,556	834,444
DEFICIENCY OF REVENUES UNDER EXPENDITURES	-	(2,296,000)	(1,461,556)	(834,444)
OTHER FINANCING SOURCES (USES)				
Operating Transfers				
Water/Construction Fund I	-	1,000	711	(289)
Total Other Financing Sources (Uses)	-	1,000	711	(289)
NET CHANGE IN FUND BALANCE	-	(2,295,000)	(1,454,845)	(840,845)
FUND BALANCE - BEGINNING OF YEAR	<u>2,217,000</u>	<u>2,217,000</u>	<u>2,217,000</u>	<u>-</u>
FUND BALANCE - END OF YEAR	<u>\$ 2,217,000</u>	<u>\$ -</u>	<u>\$ 762,155</u>	<u>\$ (1,454,845)</u>

OTHER SUPPLEMENTAL INFORMATION

Other Supplemental Information
Schedule 1

CITY OF MONROEVILLE, LOUISIANA
COMBINED BALANCE SHEET
NON-MAJOR GOVERNMENTAL FUNDS
August 31, 2003

	Debt Service Bond Reserve Fund	Debt Service Bond Sinking Fund	Capital Projects Water Construction Fund	Total Non-Major Governmental Funds
ASSETS				
Cash	\$ 684	\$ 190,000	\$ -	\$ 190,684
Investments	1,195,071	480,799	-	1,675,870
Total Assets	\$ 1,195,755	\$ 670,799	\$ -	\$ 1,866,554
FUND BALANCE				
Fund Balance				
Reserved for Debt Service Unmatured, Reported in Capital Projects Fund	\$ 1,195,755	\$ 480,804	\$ -	\$ 1,676,559
Total Fund Balance	\$ 1,195,755	\$ 480,804	\$ -	\$ 1,676,559

CITY OF MONROEVILLE, LOUISIANA
COMBINED STATEMENT OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCES
NON-MAJOR GOVERNMENTAL FUNDS
For the Year Ended August 31, 2003

	Debt Service Bond Reserve Fund	Debt Service Bond Sinking Fund	Capital Projects Wide Jurisdiction 1	Total Non-Major Governmental Funds
REVENUES				
Interest Income	\$ 14,708	\$ 4,752	\$ 4	\$ 19,464
Total Revenues	14,708	4,752	4	19,464
EXPENDITURES				
Debt Service	-	1,201,434	-	1,201,434
Total Expenditures	-	1,201,434	-	1,201,434
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	14,708	(1,196,682)	4	(1,181,970)
OTHER FINANCING SOURCES (USES)				
Operating Transfer In/(Out)	(80,700)	1,278,600	(700)	1,197,200
Special Sale Tax	-	-	-	-
Total Other Financing Sources (Uses)	(80,700)	1,278,600	(700)	1,197,200
NET CHANGE IN FUND BALANCE	(65,992)	81,918	(700)	(84,774)
FUND BALANCE - BEGINNING OF YEAR	1,224,011	890,788	700	1,895,509
FUND BALANCE - END OF YEAR	\$ 1,158,019	\$ 972,706	\$ 0	\$ 1,830,735

Other Supplemental Information
Schedule 3

CITY OF MACONVILLE, LOUISIANA
BUDGETARY COMPARISON SCHEDULE
BY FUND TYPE FUND
For The Year Ended August 31, 2003

	Original Budget	Final Budget	Actual Amounts Outgoing Basis	Variance with Final Budget Favorable/ Unfavorable
OPERATING REVENUES				
Charges for Services				
Waste Fees	\$ 400,000	\$ 400,000	\$ 398,078	\$ (1,922)
Sewerage Fees	1,000,000	1,000,000	1,074,871	74,871
Tipping Fees				
Water Department	30,000	30,000	34,008	4,008
Sewer Department	30,000	30,000	22,800	(7,200)
Solid Waste	18,000	18,000	19,000	1,000
Service Charge	60,000	60,000	60,732	732
Collection Charges	1,000	1,000	1,171	171
Service Inspection Fees	1,000	1,000	18,489	17,489
Miscellaneous	11,000	11,000	11,303	303
CDBG Fees	60,000	60,000	60,289	289
Service Inspection Fees	1,000	1,000	2,412	1,412
Water Inspection Fees	48,000	48,000	48,470	470
Water Impact Fees				
Total Operating Revenues	<u>1,507,000</u>	<u>1,507,000</u>	<u>1,624,064</u>	<u>117,064</u>
OPERATING EXPENSES				
Water Department Expenses	880,000	1,002,500	1,004,171	(20,821)
Sewer Department Expenses	1,217,000	1,404,000	1,480,008	(1,008)
Total Expenditures	<u>2,097,000</u>	<u>2,406,500</u>	<u>2,473,179</u>	<u>(1,008)</u>
Operating Loss	<u>(590,000)</u>	<u>(899,500)</u>	<u>(849,115)</u>	<u>1,491,491</u>
NON-OPERATING REVENUES (EXPENSES)				
Grant Income	-	307,000	301,280	(5,720)
Interest Income	34,000	34,000	23,008	(10,992)
Interest and Fiscal Charge	-	-	(25,780)	(25,780)
Total Non-Operating Revenues	<u>34,000</u>	<u>341,000</u>	<u>298,508</u>	<u>(42,500)</u>
Loss Before Contributions and Transfers	<u>(556,000)</u>	<u>(558,500)</u>	<u>(550,607)</u>	<u>1,911,116</u>
Capital Contributions	-	-	1,488,425	1,488,425
Operating Transfers - Special Revenue Fund	<u>312,500</u>	<u>312,500</u>	<u>312,500</u>	<u>-</u>
CHANGE IN NET ASSETS	<u>(243,500)</u>	<u>(246,000)</u>	<u>1,240,318</u>	<u>2,786,918</u>
NET ASSETS - BEGINNING OF YEAR	<u>128,500</u>	<u>505,500</u>	<u>24,024,017</u>	<u>18,289,017</u>
NET ASSETS - END OF YEAR	<u>\$ 125,000</u>	<u>\$ 259,500</u>	<u>\$ 25,264,335</u>	<u>\$ 2,209,017</u>

**CITY OF MONROVILLE, LOUISIANA
BUDGETARY COMPARISON SCHEDULE
ENTERPRISE FUND
For The Year Ended August 31, 2012**

	Original Budget	Final Budget	Actual Amounts Budgetary Data	Variance with Final Budget Favorable/ Unfavorable
WATER DEPARTMENT EXPENSES				
Salaries, Overtime, and Vacations	\$ 247,500	\$ 264,000	\$ 228,902	\$ 35,098
Payroll Taxes	26,000	29,000	24,222	4,778
Retirement	32,000	32,000	32,171	(171)
Employee Medical Insurance	80,000	80,000	79,988	12
Worker's Compensation	11,000	11,000	10,815	1,845
Licenses and Permits	10,000	20,000	19,960	40
Equipment Fees	10,000	100,000	10,451	(89,549)
Computer Programs and Supplies	10,000	10,000	8,794	1,206
Pump Maintenance	20,000	21,000	7,628	13,372
Purification Chemicals	20,000	21,000	20,972	28
Real Estate Expense	3,000	3,000	11,000	(8,000)
Memberships, Dues and Subscriptions	1,500	1,500	502	998
Printing	4,000	4,000	3,048	952
Utilities	60,000	60,000	52,779	7,221
Telephone	14,500	14,500	12,882	1,618
Insurance - General	10,000	10,000	10,200	-(200)
Insurance - Property	2,500	3,000	4,844	(1,844)
Office Supplies	2,500	3,000	3,119	(119)
Service Charges	500	500	11	489
Building Maintenance	3,000	3,000	2,117	883
Postage	2,000	2,000	6,049	(4,049)
Tire(s), Convention and Conferences	2,000	3,000	2,845	155
Boiler Maintenance	1,500	1,500	1,500	-
Utilities	3,000	3,000	3,334	(334)
Fuel, Oil and Lube	10,000	12,000	11,043	957
Insurance - Vehicle	4,000	4,000	4,800	-(800)
Vehicle Repair and Maintenance	10,000	14,000	11,990	2,010
Equipment Maintenance	3,000	3,000	1,017	1,983
Contract Labor	8,000	8,000	3,243	4,757
Small Tools and Supplies	14,000	14,000	12,784	1,216
Depreciation	20,000	41,000	210,043	(189,043)
Water Treatment Supplies Tap	27,000	27,000	40,817	(13,817)
Testing	500	500	-	500
Water Plant Maintenance	5,000	6,000	4,840	1,160
Training	2,500	2,500	1,794	706
Emergency Repairs	2,000	2,000	911	1,089
Total Water Department Expenses	\$ 888,000	\$ 1,031,000	\$ 1,064,311	\$ (33,311)

Other Supplemental Information
Schedule 2

CITY OF MONROEVILLE, LOUISIANA
BUDGETARY COMPARISON SCHEDULE
EXPENSE FUND

For The Year Ended August 31, 2000

	Original Budget	Final Budget	Actual Amounts Encumbered Year	Variance with Final Budget Favorable/ (Unfavorable)
SEWER DEPARTMENT EXPENSES				
Salaries, Overtime, and Vacation	\$ 221,500	\$ 224,000	\$ 229,970	\$ 23,000
Payroll Taxes	24,500	26,000	26,506	1,006
Retirement	22,500	23,000	21,480	1,520
Employee Medical Insurance	114,000	104,000	93,200	10,800
Workers' Compensation	21,000	24,000	14,800	9,200
Liens and Penalties	4,000	21,000	22,500	(1,500)
Engagement Fees	10,000	100,000	41,000	59,000
Computer Programs and Supplies	10,000	10,000	9,900	1,100
Printer Maintenance	70,000	75,000	54,000	21,000
Post/Busines Chemical	20,000	22,000	21,400	1,600
Litigation Settlement	10,000	-	-	10,000
Membership, Dues and Subscriptions	1,000	1,000	100	800
Printing	2,000	2,000	200	1,800
Utilities	250,000	251,000	214,271	36,729
Telephone	4,500	4,500	4,000	400
Insurance - General	10,500	10,500	10,200	300
Insurance - Building	1,000	2,000	1,000	1,000
Office Supplies	1,000	1,000	1,200	(200)
Building Maintenance	1,000	1,000	800	200
Postage	7,500	7,500	6,800	700
Travel, Conferences and Conventions	2,000	2,000	2,000	0
Radio Maintenance and Repair	1,500	1,500	1,000	500
Uniforms	2,500	2,500	2,000	500
Fuel, Oil and Lubes	9,500	12,500	12,000	500
Insurance - Vehicle	4,500	5,500	4,500	1,000
Vehicle Repair and Maintenance	9,000	9,000	9,000	0
Equipment Maintenance	20,000	20,000	18,200	1,800
Equipment Rental	1,500	2,000	2,000	0
Communication	1,000	10,000	10,000	9,000
Small Tools and Supplies	10,000	12,000	10,000	2,000
Land, Asphalt and Gravel	3,000	3,000	4,000	(1,000)
Depreciation	100,000	1,200,000	214,700	985,300
Server Connection Supplies	1,000	1,000	1,000	0
Server Dooding	100,000	100,000	100,000	0
Plant Maintenance and Repair	70,000	100,000	118,000	(18,000)
Training	2,000	2,000	2,000	0
Emergency Repairs	2,000	2,000	200	1,800
Total Sewer Department Expenses	\$ 1,207,000	\$ 1,282,000	\$ 1,180,000	\$ 1,020,000

CITY OF HANDEVELLE
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
August 31, 2005

Federal Grantor/ Pass-Through Grantor/ Program Title	Federal CFDA Number	Award Amount	Total Federal Revenue Recognized
U. S. Department of Transportation			
Recreational Trails Program	30.215	\$ 370,800	\$ 174,010
Total Department of Transportation			<u>174,010</u>
U. S. Department of Justice			
Public Safety Partnership and Community Policing Grants	65.718	182,885	100,548
Bulldozer/Viol Partnership Programs	64.687	1,681	<u>1,681</u>
Total Department of Justice			<u>102,229</u>
Office of Homeland Security			
Passed through State Dept. of Military, Office of Emergency Preparedness			
Public Assistance Grants	91.058	171,118	<u>171,118</u>
Total Office of Homeland Security			<u>171,118</u>
TOTAL FEDERAL AWARDS			\$ 447,355
Expenses Deferred from Prior Year	\$ -		
Current Year Expenditures / Reimbursements	<u>447,355</u>		
		<u>\$447,355</u>	

CITY OF MONROEVILLE, LOUISIANA
NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
For The Year Ended August 31, 2000

NOTE A

BASES OF PRESENTATION

The accompanying schedule of expenditures of federal awards includes the grant activity of **CITY OF MONROEVILLE, LOUISIANA** and is presented on the accrual basis of account. The information in this schedule is presented in accordance with the requirements of OMB Circular A-110, *Audit of State, Local Government, and Non-Profit Organizations*.

Other Reports



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

To the Honorable Edward Price, III, Mayor
and Members of the City Council
City of Mandeville, Louisiana

We have audited the financial statements of CITY OF MANDEVILLE, LOUISIANA as of and for the year ended August 31, 2003, and have issued our report thereon dated December 4, 2003. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial statements contained in Government Auditing Standards, issued by the Comptroller General of the United States.

Compliance

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

Internal Control Over Financial Reporting

In planning and performing our audit we considered CITY OF MANDEVILLE, LOUISIANA's internal control over financial reporting in order to determine our auditing procedures for the purpose of expressing our opinion on the financial statements and not to provide assurance on the internal control over financial reporting. Our consideration of the internal control over financial reporting would not necessarily disclose all matters in the internal control that might be material weaknesses. A material weakness is a condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that misstatements in accounts 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 the internal control over financial reporting, and its operation that we consider to be material weaknesses.

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A FIRM OF PUBLIC ACCOUNTANTS

This report is intended solely for the information and use of the management of the CITY OF MONROEVILLE, LOUISIANA, before receiving, agencies and the Legislative Auditor of the State of Louisiana and is not intended to be and should not be used by anyone other than those specified parties. Under Louisiana Revised Statute 24:113, this report is distributed by the Legislative Auditor as a public document.

Anthony Anthony King's Hand

A Professional Accounting Corporation

December 4, 2000



**REPORT ON COMPLIANCE WITH REQUIREMENTS APPLICABLE TO EACH
MAJOR PROGRAM AND INTERNAL CONTROL OVER COMPLIANCE IN
ACCORDANCE WITH OMB CIRCULAR A-110**

To the Honorable Edward Fico, II, Mayor
and Members of the City Council
City of Mandeville, Louisiana

Compliance

We have audited the compliance of CITY OF MANDEVILLE, LOUISIANA with the types of compliance requirements described in the United States Office of Management and Budget (OMB) Circular A-110 Compliance Supplement that are applicable to each of its major federal programs for the year ended August 31, 2003. CITY OF MANDEVILLE, LOUISIANA's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs. Compliance with the requirements of laws, regulations, contracts and grants applicable to each of its major federal programs is the responsibility of CITY OF MANDEVILLE, LOUISIANA's management. Our responsibility is to express an opinion on CITY OF MANDEVILLE, LOUISIANA's compliance based on our audit.

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America, the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States, and OMB Circular A-110, *Audits of States, Local Governments, and Non-Profit Organizations*. Those standards and OMB Circular A-110 require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above could have a direct and material effect on a major federal program measured. An audit includes examining, on a test basis, evidence about CITY OF MANDEVILLE, LOUISIANA's compliance with these requirements and performing such other procedures as we considered necessary in the circumstances. We believe that our audit provides a reasonable basis for our opinion. Our audit does not provide a legal determination on CITY OF MANDEVILLE, LOUISIANA's compliance with these requirements.

In our opinion, CITY OF MANDEVILLE, LOUISIANA complied, in all material respects, with the requirements referred to above that are applicable to each of its major federal programs for the year ended August 31, 2003.

Internal Control Over Compliance

The management of **CITY OF MANDEVILLE, LOUISIANA** is responsible for establishing and maintaining effective internal control over compliance with requirements of laws, regulations, contracts and grants applicable to federal programs. In planning and performing our audit, we considered **CITY OF MANDEVILLE, LOUISIANA's** internal control over compliance with requirements that could have a direct and material effect on a major federal program in order to determine our auditing procedures for the purpose of expressing our opinion on compliance and to test and report on the internal control over compliance in accordance with OMB Circular A-133.

Our consideration of the internal control over compliance would not necessarily disclose all matters in the internal control that might be material weaknesses. A material weakness is a condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that noncompliance with applicable requirements of laws, regulations, contracts and grants that would be material in relation to the major federal program being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. We noted no matters involving the internal control over compliance and its operation that we consider to be material weaknesses.

This report is intended solely for the information and use of the management of the **CITY OF MANDEVILLE, LOUISIANA**, federal awarding agencies and the Legislative Auditor of the State of Louisiana and is not intended to be and should not be used by anyone other than those specified parties. Under Louisiana Revised Statute 24:511, this report is distributed by the Legislative Auditor as a public document.



A Professional Accounting Corporation

December 4, 2002

CITY OF MANDEVILLE, LOUISIANA
SCHEDULE OF FINDINGS AND QUESTIONED COST
For The Year Ended August 31, 2000

A. SUMMARY OF AUDIT RESULTS

1. The auditor's report expresses an unqualified opinion on the financial statements of the CITY OF MANDEVILLE, LOUISIANA.
2. No reportable conditions were noted during the audit of the financial statements.
3. No instances of noncompliance material to the financial statements of the CITY OF MANDEVILLE, LOUISIANA were disclosed during the audit.
4. No reportable conditions relating to the audit of the major federal award programs of the CITY OF MANDEVILLE, LOUISIANA were disclosed in the Report on Compliance with Requirements Applicable to Each Major Program and Internal Control Over Compliance in Accordance with OMB Circular A-133.
5. The auditor's report on compliance for the major federal award programs for the CITY OF MANDEVILLE, LOUISIANA expresses an unqualified opinion.
6. Audit findings relative to the major federal award programs for the CITY OF MANDEVILLE, LOUISIANA are reported in Part C of this Schedule.
7. The programs tested on major programs are as follows:

PROGRAM	CFDA or Other No.
U.S. Department of Transportation Recreational Trails	20.219
Office of Homeland Security Public Assistance Grants	97.016

8. The threshold for distinguishing Types A and B programs was \$200,000.
9. The CITY OF MANDEVILLE, LOUISIANA did not qualify as a low-risk auditee.

B. FINDINGS - FINANCIAL STATEMENTS AUDIT

None

C. FINDINGS AND QUESTIONED COSTS - MAJOR FEDERAL AWARD PROGRAMS AUDIT

None

**CITY OF MANDEVILLE, LOUISIANA
STATUS OF PRIOR YEAR AUDIT OF FINDINGS
For The Year Ended August 31, 2003**

None