

**TOWN OF JONESVILLE, LOUISIANA  
ANNUAL FINANCIAL STATEMENTS**

**AS OF JUNE 30, 2009  
AND FOR THE YEAR THEN ENDED**

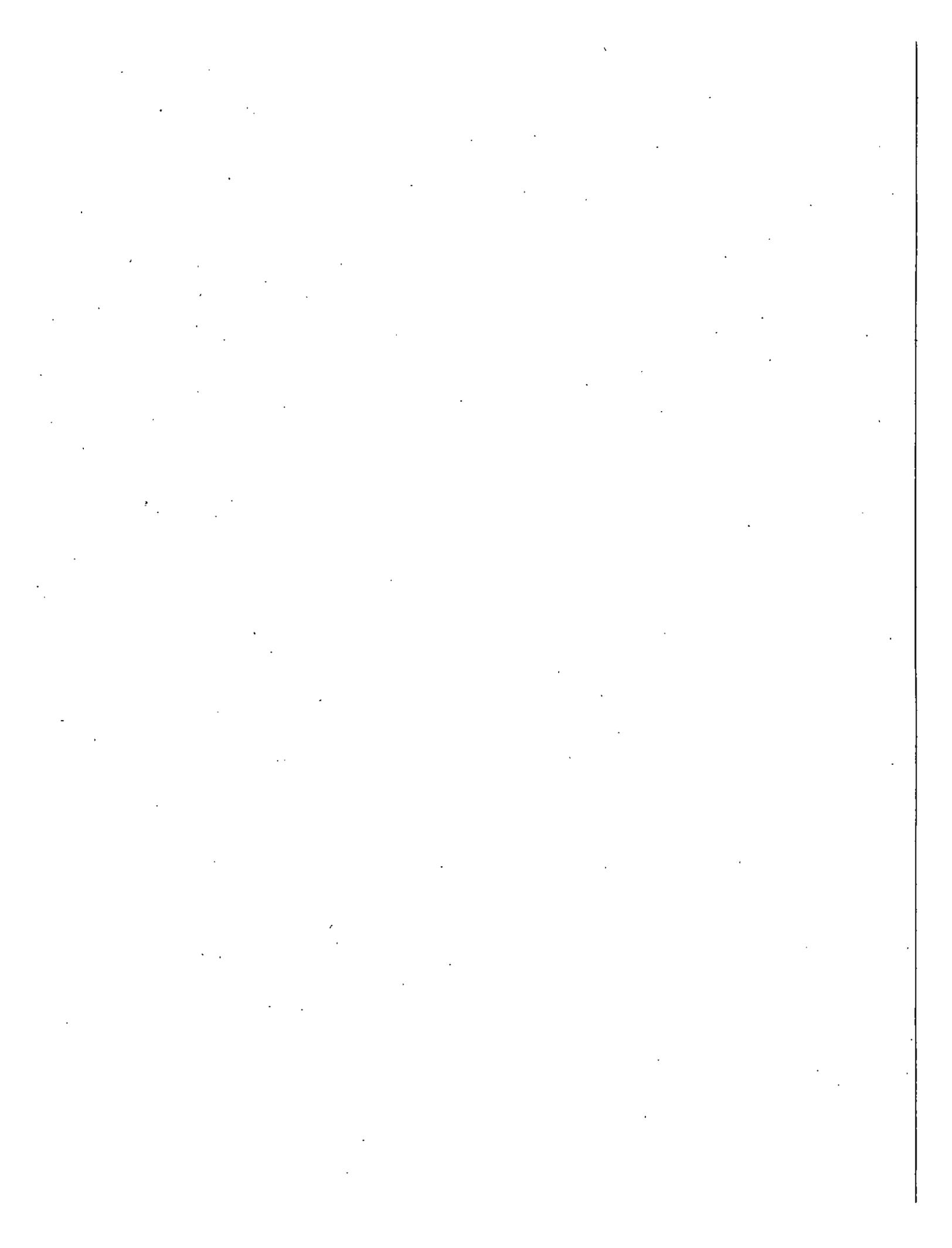
**WITH  
INDEPENDENT AUDITOR'S REPORT**

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

Release Date 6/16/10



**SILAS SIMMONS** LLP  
CERTIFIED PUBLIC ACCOUNTANTS *and* ADVISORS



**TOWN OF JONESVILLE, LOUISIANA**

Annual Financial Statements  
As of and for the Year Ended June 30, 2009  
With Supplemental Information Schedules

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**SILAS SIMMONS** LLP

CERTIFIED PUBLIC ACCOUNTANTS *and* ADVISORS

209 N. Commerce Street  
P.O. Box 1027  
Natchez, Mississippi 39121-1027  
Telephone: 601.442.7411  
Fax: 601.442.8551  
[www.silasimmons.com](http://www.silasimmons.com)

## INDEPENDENT AUDITOR'S REPORT

The Mayor and the Board of Aldermen  
Town of Jonesville  
Jonesville, Louisiana

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Town of Jonesville, Louisiana, as of and for the year ended June 30, 2009, which collectively comprise the Town's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the Town's management. Our responsibility is to express opinions on these financial statements based on our audit.

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

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Town of Jonesville, Louisiana as of June 30, 2009, and the respective changes in financial position and cash flows, where applicable, thereof for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, we have also issued our report dated April 9, 2010 on our consideration of the Town of Jonesville, Louisiana's internal control over financial reporting and our test of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be considered in assessing the results of our audit.

The management's discussion and analysis and budgetary comparison information on Pages 3 through 9 and Pages 31 through 32, are not a required part of the basic financial statements but are supplementary information required by accounting principles generally accepted in the United States of America. We have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the supplementary information. However, we did not audit the information and express no opinion on it.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Town of Jonesville, Louisiana's basic financial statements. The Schedule of Expenditures of Federal Awards is presented for purposes of additional analysis as required by U.S. Office of Management and Budget Circular A-133, "Audits of States, Local Governments, and Nonprofit Organizations", and is not a required part of the basic financial statements. In addition, the combining and individual fund statements and schedules described in the accompanying table of contents are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information has been subjected to the auditing procedures applied by us in the audit of the basic financial statements and, in our opinion, are fairly stated in all material respects in relation to the basic financial statements taken as a whole.

This report is intended for the information of the Mayor, Members of the Board of Aldermen, Management of Town of Jonesville, Louisiana, and the Legislative Auditor of the State of Louisiana and is not intended to be and should not be, used by anyone other than these specified parties. Under Louisiana Revised Statute 24:513, this report is distributed by the Legislative Auditor as a public document.

*Silas Simmons, LLP*

Natchez, Mississippi  
April 9, 2010

**Required Supplemental Information (Part I)**

TOWN OF JONESVILLE, LOUISIANA  
MANAGEMENT'S DISCUSSION AND ANALYSIS

JUNE 30, 2009

The management of the Town of Jonesville, Louisiana offers readers of the Town of Jonesville, Louisiana's (Town) financial statements this narrative overview and analysis of the financial activities of the Town for the fiscal year ended June 30, 2009. This management discussion and analysis (MD&A) is designed to provide an objective analysis of the Town's financial activities based on currently known facts, decisions, and conditions. It is intended to provide readers with a broad overview of Town finances. It is also intended to provide readers with an analysis of the Town's short-term and long-term activities based on information presented in the financial report and fiscal policies that have been adopted by the Town. Specifically, this section is designed to assist the reader in focusing on significant financial issues, provide an overview of the Town's financial activity, identify changes in the Town's financial position (its ability to address the next and subsequent year challenges), identify any material deviations from the financial plan (the approved budget), and identify individual fund issues or concerns.

The Town presents its financial statements under the reporting model required by the Governmental Accounting Standards Board Statement No. 34. This reporting model changed the presentation of financial data, and also the manner in which the information is recorded. We encourage readers to consider the information presented here in conjunction with additional information presented throughout this report.

#### Overview of the Financial Statements

This section is intended to serve as an introduction to the Town's financial statements. The Town's basic financial statements consist of the government-wide financial statements, fund financial statements, and notes to the financial statements. This report also contains other supplementary information, which is in addition to the basic financial statements.

#### Government-Wide Financial Statements

Government-wide financial statements are designed by GASB Statement No. 34 to change the way in which governmental financial statements are presented. It provides readers with a concise "entity-wide" Statement of Net Assets and Statement of Activities, which seeks to give the user of the financial statements a broad overview of the Town's financial position and results of operations in a manner similar to private sector businesses.

The statement of net assets presents information on all of the Town's assets and liabilities using the accrual basis of accounting, which is similar to the accounting used by most private sector companies. The difference between the two 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 Town is improving or weakening.

The statement of activities presents information which shows how the government's net assets changed during this fiscal year. All changes in net assets are reported as soon as the underlying event occurs, regardless of the timing of the related cash flows. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future periods (e.g. uncollected taxes).

Each of these reports is broken down between governmental activities and business-type activities. Governmental activities normally are those activities that are supported by taxes, licenses, permits, fines, and intergovernmental revenues; for example, the police and fire departments. Business-type activities are functions that are intended to support their costs through charges for services or fees; such as the Electric, Water, Gas, and Sewer Departments.

**TOWN OF JONESVILLE, LOUISIANA**  
**MANAGEMENT'S DISCUSSION AND ANALYSIS**

JUNE 30, 2009

**Government-Wide Financial Analysis**

As noted earlier, net assets may, over time, serve as a useful indicator of a government's financial position. At the close of the most recent fiscal year, the Town's assets exceeded its liabilities by \$5,151,382 (net assets); this represents an increase of \$887,238 from last fiscal year. This increase is primarily due to the federal and state grants awarded to the town during the year. Of this total net asset amount, \$1,199,751 represents a deficit in unrestricted net assets. The Town's net assets are comprised of \$2,571,615 from governmental activities and \$2,579,767 from business-type activities.

The following is a condensed statement of the Town of Jonesville's net assets as of June 30, 2009 and 2008:

	<u>Governmental Activities</u>		<u>Business-Type Activities</u>		<u>Totals</u>	
	<u>2009</u>	<u>2008</u>	<u>2009</u>	<u>2008</u>	<u>2009</u>	<u>2008</u>
<b>Assets</b>						
Current and other assets	\$ 274,600	\$ 240,916	\$ 2,047,422	\$ 1,268,576	\$ 2,322,022	\$ 1,509,492
Capital assets, net	2,400,250	2,198,200	3,756,328	2,670,444	6,156,578	4,868,644
Total assets	<u>\$ 2,674,850</u>	<u>\$ 2,439,116</u>	<u>\$ 5,803,750</u>	<u>\$ 3,939,020</u>	<u>\$ 8,478,600</u>	<u>\$ 6,378,136</u>
<b>Liabilities</b>						
Other liabilities	\$ 103,235	\$ 93,593	\$ 1,082,549	\$ 491,269	\$ 1,185,784	\$ 584,862
Long-term liabilities	-	-	2,141,434	1,575,000	2,141,434	1,575,000
Total liabilities	<u>\$ 103,235</u>	<u>\$ 93,593</u>	<u>\$ 3,223,983</u>	<u>\$ 2,066,269</u>	<u>\$ 3,327,218</u>	<u>\$ 2,159,862</u>
<b>Net assets</b>						
Invested in capital assets, net	\$ 2,400,250	\$ 2,198,200	\$ 3,756,328	\$ 2,670,444	\$ 6,156,578	\$ 4,868,644
Reserved for debt Service	-	-	194,555	187,898	194,555	187,898
Unrestricted	171,365	147,323	(1,371,116)	(985,591)	(1,199,751)	(838,268)
Total net assets	<u>\$ 2,571,615</u>	<u>\$ 2,345,523</u>	<u>\$ 2,579,767</u>	<u>\$ 1,872,751</u>	<u>\$ 5,151,382</u>	<u>\$ 4,218,274</u>

By far the largest portion of the Town's net assets (\$6,156,578 or 100%) reflects its investment in capital assets (e.g. land, buildings, machinery and equipment, Town infrastructure, etc.) less any related debt used to acquire those assets that is still outstanding. The Town uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending. Although the Town's capital assets are reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since capital assets themselves cannot be used to liquidate these liabilities.

The Town has total outstanding debt of \$2,273,156. Of this total outstanding debt, \$120,000 was used to finance capital assets. The remaining debt of \$2,153,156 was not used to finance capital assets. Total liabilities of \$3,327,218 are equal to 65% of the total net assets.

The Town's governmental activities increased net assets by \$180,222. Business-type activities increased net assets by \$707,016. Transfers from the business-type activities to the governmental activities amounted to \$773,891.

**TOWN OF JONESVILLE, LOUISIANA**  
**MANAGEMENT'S DISCUSSION AND ANALYSIS**

JUNE 30, 2009

**Government-Wide Financial Analysis (continued)**

The following is a summary of the statement of activities:

	<u>Governmental Activities</u>		<u>Business-Type Activities</u>		<u>Totals</u>	
	<u>2009</u>	<u>2008</u>	<u>2009</u>	<u>2008</u>	<u>2009</u>	<u>2008</u>
<b>Revenue</b>						
Program revenue	\$ 574,663	\$ 329,573	\$ 5,422,565	\$ 4,107,059	\$ 5,997,228	\$ 4,436,632
General revenue and transfers	<u>1,247,505</u>	<u>1,128,132</u>	<u>(771,018)</u>	<u>(626,739)</u>	<u>476,487</u>	<u>501,393</u>
Total revenue and transfers	<u>\$ 1,822,168</u>	<u>\$ 1,457,705</u>	<u>\$ 4,651,547</u>	<u>\$ 3,480,320</u>	<u>\$ 6,473,715</u>	<u>\$ 4,938,025</u>
<b>Expenses</b>						
General and administrative	\$ 331,139	\$ 329,768	\$ -	\$ -	\$ 331,139	\$ 329,768
Public safety - police	573,373	562,083	-	-	573,373	562,083
Public safety - fire	41,840	47,312	-	-	41,840	47,312
Public works - streets	307,310	270,298	-	-	307,310	270,298
Public works - sanitation	334,828	262,630	-	-	334,828	262,630
Recreation	12,155	11,578	-	-	12,155	11,578
Airport	29,465	26,961	-	-	29,465	26,961
Industrial	11,836	11,836	-	-	11,836	11,836
Combined utility	-	-	3,802,283	3,597,982	3,802,283	3,597,982
Interest on long-term debt	-	-	<u>142,248</u>	<u>102,786</u>	<u>142,248</u>	<u>102,786</u>
Total expenses	<u>\$ 1,641,946</u>	<u>\$ 1,522,466</u>	<u>\$ 3,944,531</u>	<u>\$ 3,700,768</u>	<u>\$ 5,586,477</u>	<u>\$ 5,223,234</u>
Increase (decrease) in net assets	<u>\$ 180,222</u>	<u>\$ (64,761)</u>	<u>\$ 707,016</u>	<u>\$ (220,448)</u>	<u>\$ 887,238</u>	<u>\$ (285,209)</u>
Net assets, beginning	\$ 2,345,523	\$ 2,410,284	\$ 1,872,751	\$ 2,093,199	\$ 4,218,274	\$ 4,503,483
Prior period adjustment	<u>45,870</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>45,870</u>	<u>-</u>
Net assets, beginning, restated	<u>\$ 2,391,393</u>	<u>\$ 2,410,284</u>	<u>\$ 1,872,751</u>	<u>\$ 2,093,199</u>	<u>\$ 4,264,144</u>	<u>\$ 4,503,483</u>
Net assets, ending	<u>\$ 2,571,615</u>	<u>\$ 2,345,523</u>	<u>\$ 2,579,767</u>	<u>\$ 1,872,751</u>	<u>\$ 5,151,382</u>	<u>\$ 4,218,274</u>

**Governmental Activities**

The governmental activities of the Town include General Government, Public Safety, Public Works, Recreation, Airport, Industrial Development, and Payment of Interest on Long-Term Debt. In that revenues normally associated with municipal operations (e.g. sales tax, property tax, franchise fees, license fees, sanitation fees, permits, fines, and operating grants) are insufficient for the funding of these activities, the Town relies on transfers of excess revenue from its enterprise funds to cover the cost of all activities.

TOWN OF JONESVILLE, LOUISIANA  
MANAGEMENT'S DISCUSSION AND ANALYSIS

JUNE 30, 2009

Government-Wide Financial Analysis (continued)

Business-Type Activities

The business-type activities of the Town are those that charge a fee to customers for the services provided. The Town has one business-type activity, which is accounted for in the enterprise fund. The Town uses the enterprise fund to account for the revenue and expenses related to the provision of electric, water, gas, and sewer services.

The following is a summary of the business-type activities of the Town:

	Operating Revenues Net of Purchases				
	Electric	Water	Gas	Sewer	Total
Fiscal year ended June 30, 2008	\$ 632,097	\$ 255,502	\$ 140,938	\$ 191,468	\$ 1,220,005
Fiscal year ended June 30, 2009	<u>794,071</u>	<u>291,845</u>	<u>101,296</u>	<u>211,054</u>	<u>1,398,266</u>
Increase (decrease) from prior year	<u>\$ 161,974</u>	<u>\$ 36,343</u>	<u>\$ (39,642)</u>	<u>\$ 19,586</u>	<u>\$ 178,261</u>

	Operating Expenses				
	Electric	Water	Gas	Sewer	Total
Fiscal year ended June 30, 2008	\$ 406,963	\$ 200,594	\$ 142,160	\$ 222,720	\$ 972,437
Fiscal year ended June 30, 2009	<u>497,237</u>	<u>248,359</u>	<u>122,326</u>	<u>212,261</u>	<u>1,080,183</u>
Increase (decrease) from prior year	<u>\$ 90,274</u>	<u>\$ 47,765</u>	<u>\$ (19,834)</u>	<u>\$ (10,459)</u>	<u>\$ 107,746</u>

	Net Income (Loss) From Operations				
	Electric	Water	Gas	Sewer	Total
Fiscal year ended June 30, 2008	\$ 225,134	\$ 54,908	\$ (1,222)	\$ (31,252)	\$ 247,568
Fiscal year ended June 30, 2009	<u>296,834</u>	<u>43,486</u>	<u>(21,030)</u>	<u>(1,207)</u>	<u>318,083</u>
Increase (decrease) from prior year	<u>\$ 71,700</u>	<u>\$ (11,422)</u>	<u>\$ (19,808)</u>	<u>\$ 30,045</u>	<u>\$ 70,515</u>

The reasons for major fluctuations noted above are as follows:

Electric operating revenues net of purchases increased by \$161,974 from the prior year due to an increase in rates and implementation of a fuel adjustment.

**TOWN OF JONESVILLE, LOUISIANA**  
**MANAGEMENT'S DISCUSSION AND ANALYSIS**

JUNE 30, 2009

**Government-Wide Financial Analysis (continued)**

**Business-Type Activities (continued)**

Water, gas, and sewer operating revenues remained level as did operating expenses during the year. Electric and water systems had operating income. The gas and sewer systems operated at a loss.

**Fund Financial Statements - Governmental Funds**

The fund financial statements provide more detailed information about the Town's most significant funds - not the Town as a whole. Funds are accounting devices that the Town uses to keep track of specific sources of funding and spending for a particular purpose.

The Town currently only maintains one individual governmental fund type. This fund type is the General Fund. Information is presented separately in the Governmental Funds Balance Sheet (Statement C) and in the Governmental Fund Statement of Revenues, Expenditures, and Changes in Fund Balances (Statement E) for the General Fund, which is considered to be a major fund.

The Town adopts an annual budget for the General Fund. A statement of revenues, expenditures, and changes in fund balance for the General Fund is presented in the Required Supplemental Information (Part II), which compares actual revenues and expenditures to the original budget and amended budget figures.

**Financial Analysis of the Town's Governmental Fund**

The Town of Jonesville's governmental fund (General Fund) reported an ending fund balance of \$171,365, which is an increase of \$24,042. The increase is due to transfers from the Town's utility fund being larger than expected. The entire ending fund balance of \$171,365 is unreserved.

**Fund Financial Statements - Proprietary Funds**

The Town maintains one proprietary fund. Proprietary funds are used to report the same functions as business-type activities. The Town uses an enterprise fund (the first type of proprietary fund) to account for its Combined Electric, Water, Gas, and Sewer Operations. This enterprise fund reports the same functions presented as business-type activities in the government-wide financial statements.

**Financial Analysis of the Town's Proprietary Fund**

The Town's proprietary fund shows an increase in ending fund balance of \$707,016 from the prior fiscal year. The operating income of the electric and sewer departments increased by \$71,700 and \$30,045, respectively. The water and gas departments operating income (loss) decreased by \$11,422 and \$19,808, respectively. The increase in the fund balance is primarily due to capital grants received during the year.

In that financial statements of enterprise funds are presented on the same basis of accounting as in both the government-wide financial statements and the individual fund statements, all comments and analysis made under business-type activities apply to these funds.

**General Fund Budgetary Highlights**

The original General Fund budget was not amended during the fiscal year.

TOWN OF JONESVILLE, LOUISIANA  
MANAGEMENT'S DISCUSSION AND ANALYSIS

JUNE 30, 2009

**Fund Financial Statements - Proprietary Funds (continued)**

**General Fund Budgetary Highlights (continued)**

Revenues exceeded the budgeted amounts by \$299,276. Expenditures were \$294,125 higher than provided for in the budget. The positive budget variance on revenues was due to grant revenues being higher than expected. Likewise, the negative budget variance on expenditures was due to airport grant expenditures being higher than anticipated. Actual transfers from the utility fund were \$18,891 more than projected in the budget. There was an overall final positive budget variance of \$24,042 or 2% of the total budgeted expenditures.

**Capital Asset and Debt Administration**

The total investment in net capital assets as of June 30, 2009 is \$6,156,578.

New major capital assets purchased or constructed in fiscal 2009 are:

**Governmental activities:**

1. Police Department phone system costing \$4,273, purchased with general funds.
2. Perimeter fencing at the airport costing \$327,404, purchased primarily with federal grant funds.

**Business-type activities:**

3. Bucket truck in the amount of \$120,000, purchased with notes payable and federal grant funds.
4. Water system improvements in the amount of \$45,984, purchased with \$18,000 by grants and \$27,984 with federal grant funds.
5. Sewer system improvements in the amount of \$99,153, purchased with federal grant funds.

**Current Financial Factors**

**The State of the Town of Jonesville. We Are Looking Up.**

Over the last eight to ten years, the Town of Jonesville has been dealing with declining revenues and has seen a deterioration of its infrastructure and assets. This has limited its ability to take care of its finances in a timely manner and to make improvements as well as to plan for the future. The following are steps the Town has taken to ensure a positive future:

1. **New Retail Electrical and Water Rates Structure in Place:** After having dealt with financial problems and issues for a number of years, in March of 2009, the Town of Jonesville instituted a new electrical rate structure that is providing the Town with a greater ability to pay its bills. In its April meeting, the Town of Jonesville also moved to increase its water rates to bring in an additional eighty (\$80,000) thousand dollars. This move will help to pay for the new water well that is to be on-line soon.
2. **New Davis Water Well:** The Town of Jonesville lost one of its three water wells in May of 2008. In 2008, the Town received a \$205,000 LCDB grant early on, but in order to complete the project, it also needed further assistance of \$225,000, which is now being finalized through USDA. The well has been completed and is ready to go on-line in a few weeks. This well will assure a stable supply of potable water for the residents and businesses of the town.

TOWN OF JONESVILLE, LOUISIANA  
MANAGEMENT'S DISCUSSION AND ANALYSIS

JUNE 30, 2009

Fund Financial Statements - Proprietary Funds (continued)

Current Financial Factors (continued)

3. Major Water and Sewer Infrastructure Project: The USDA has given preliminary approval of a \$20,000,000 (\$20 million dollars) infrastructure replacement project which is to be installed throughout the Town. Currently, the Town has major problems with its water and sewer lines and is losing revenues daily because of many water leaks. Additional cost of added sewer repairs and sewer treatment as well as labor cost and expenses make the task even tougher.

The final approval for funding of this project is expected shortly, and once the project is completed, it will provide not only water and sewer lines replacement, but will greatly enlarge and update the water storage system and tanks, provide for an updated lagoon waste collection system and provide standby electrical generators which will power the water wells and sewer pumping stations when electrical power is out. New customer water meters will also be provided in this project.

4. Replica of the Troyville Mound: The Town of Jonesville is taking the lead for the development of a replica of the Great Mound which once stood at a height of 82 feet. Once built, along with a museum which is also in the planning, tourism will become a great piece in the economic growth of the Town of Jonesville.
5. Catahoula Economic Development Corporation: The Town of Jonesville is currently taking the lead in re-establishing the Catahoula Economic Development Corporation, a Parish nonprofit organization that was established through a Louisiana legislative act over 21 years ago.

The Corporation has been dormant for over twelve years, but with the Town taking an active lead in encouraging other activities, it is now viable to put the program back in action. The Town and Parish do not have a Chamber of Commerce program or any other pro-economic development programs entrusted to prepare for commerce development and growth. As U.S. Highway 84 in Jonesville is currently being developed into four lanes, that development in itself will be a great economic boost for the Town. Thus, the timely reactivation of the Catahoula Economic Development Corporation, while the Town is taking on a new facelift, will help bring economic growth to Jonesville, Catahoula Parish, and the surrounding areas.

6. In its April meeting, the Town of Jonesville took steps to establish a Master Plan for the Town of Jonesville to guide the Town for the next several years. This plan, when completed, may in part become a five or ten year strategic plan designed for the future growth of the Town. It will be professionally developed and will have the participation of citizens from various sections of the Town.

In summation, the future looks great for the Town of Jonesville. Although the Town has witnessed some tough times recently, The Town is on the right track to get moving in the right direction.

Requests for Information

This financial report is designed to provide a general overview of the Town of Jonesville's finances for all with an interest in the government's operations. Questions concerning any of the information provided in this report or requests for additional information should be addressed to Deborah Savage, Municipal Clerk, Post Office Box 428, Jonesville, Louisiana 71343.

**Basic Financial Statements**

**Government-Wide Financial Statements**

## TOWN OF JONESVILLE, LOUISIANA

## STATEMENT OF NET ASSETS

JUNE 30, 2009

	<u>Governmental Activities</u>	<u>Business- Type Activities</u>	<u>Total</u>
<b><u>ASSETS</u></b>			
Cash and cash equivalents	\$ 111,722	\$ 131,917	\$ 243,639
Receivables (net of allowances for uncollectibles)	62,202	884,053	946,255
Restricted assets	100,676	888,243	988,919
Capital assets (net)	2,400,250	3,756,328	6,156,578
Prepaid loan fees (net of amortization)	-	143,209	143,209
	<u>2,674,850</u>	<u>5,803,750</u>	<u>8,478,600</u>
Total assets	<u>\$ 2,674,850</u>	<u>\$ 5,803,750</u>	<u>\$ 8,478,600</u>
<b><u>LIABILITIES</u></b>			
Accounts, salaries, and other payables	\$ 99,394	\$ 786,979	\$ 886,373
Payable from restricted assets	-	163,848	163,848
Other liabilities	3,841	-	3,841
Bonds payable, due within one year	-	131,722	131,722
Bonds payable, beyond one year	-	2,141,434	2,141,434
	<u>103,235</u>	<u>3,223,983</u>	<u>3,327,218</u>
Total liabilities	<u>\$ 103,235</u>	<u>\$ 3,223,983</u>	<u>\$ 3,327,218</u>
<b><u>NET ASSETS</u></b>			
Invested in capital assets, net of related debt	\$ 2,400,250	\$ 3,636,328	\$ 6,036,578
Reserved for debt service	-	194,555	194,555
Unrestricted	171,365	(1,251,116)	(1,079,751)
	<u>2,571,615</u>	<u>2,579,767</u>	<u>5,151,382</u>
Total net assets	<u>\$ 2,571,615</u>	<u>\$ 2,579,767</u>	<u>\$ 5,151,382</u>

The accompanying notes are an integral part of this financial statement.

TOWN OF JONESVILLE, LOUISIANA

STATEMENT OF ACTIVITIES

FOR THE YEAR ENDED JUNE 30, 2009

	Program Revenues		Capital Grants and Contributions	Net (Expenses)/ Revenue	Net (Expenses), Revenues, and Changes		Total
	Charges for Services	Operating Grants and Contributions			Governmental Activities	Business-Type Activities	
<b>GOVERNMENTAL ACTIVITIES</b>							
General government	\$ 331,139	\$ 12,595	\$ -	\$ (318,544)	\$ (318,544)	\$ -	\$ (318,544)
Public safety	573,373	64,759	-	(508,614)	(508,614)	-	(508,614)
Police	41,840	-	-	(41,840)	(41,840)	-	(41,840)
Fire	307,310	2,893	39,148	(265,269)	(265,269)	-	(265,269)
Streets	334,828	173,794	-	(161,034)	(161,034)	-	(161,034)
Sanitation	12,155	-	-	(12,155)	(12,155)	-	(12,155)
Recreation	29,465	-	281,474	252,009	252,009	-	252,009
Airport	11,836	-	-	(11,836)	(11,836)	-	(11,836)
Industrial	1,641,946	234,041	320,622	(1,067,283)	(1,067,283)	-	(1,067,283)
Total governmental activities	\$ 2,794,321	\$ 3,091,155	\$ 515,485	\$ 812,319	\$ -	\$ 812,319	\$ 812,319
<b>BUSINESS-TYPE ACTIVITIES</b>							
Electric	248,359	291,845	466,755	510,241	-	510,241	510,241
Water	689,590	668,560	-	(21,030)	-	(21,030)	(21,030)
Gas	212,261	211,054	177,711	176,504	-	176,504	176,504
Sewer	3,944,531	4,262,614	1,159,951	1,478,034	-	1,478,034	1,478,034
Total business-type activities	\$ 5,586,477	\$ 4,516,655	\$ 1,480,573	\$ 410,751	\$ (1,067,283)	\$ 1,478,034	\$ 1,478,034
Total							
General Revenues:							
Property taxes					\$ 81,260	\$ -	\$ 81,260
Sales taxes					204,410	-	204,410
Franchise taxes					6,003	-	6,003
Beer taxes					4,996	-	4,996
Occupational licenses					152,799	-	152,799
Investment earnings					-	2,873	2,873
Other general revenues					24,146	-	24,146
Transfers					773,891	-	773,891
Total general revenues and transfers					\$ 1,247,505	\$ (773,891)	\$ 473,614
Change in net assets					\$ 180,222	\$ 707,016	\$ 887,238
Net assets - beginning					\$ 2,345,523	\$ 1,872,751	\$ 4,218,274
Prior period adjustment					45,870	-	45,870
Net assets - beginning, restated					\$ 2,391,393	\$ 1,872,751	\$ 4,264,144
Net assets - ending					\$ 2,571,615	\$ 2,579,767	\$ 5,151,382

The accompanying notes are an integral part of this financial statement.

**Fund Financial Statements**

**Governmental Funds**

TOWN OF JONESVILLE, LOUISIANA

BALANCE SHEET  
GOVERNMENTAL FUNDS

JUNE 30, 2009

	<u>General Fund</u>
<b><u>ASSETS</u></b>	
Cash	\$ 111,722
Receivables (net of allowances for uncollectibles)	37,166
Due from other governments	25,036
Restricted cash and cash equivalents	<u>100,676</u>
Total assets	<u>\$ 274,600</u>
<b><u>LIABILITIES AND FUND BALANCES</u></b>	
Liabilities:	
Accounts payable	\$ 51,668
Accrued liabilities	27,196
Due to other governments	20,530
Other liabilities	<u>3,841</u>
Total liabilities	<u>\$ 103,235</u>
Fund balances:	
Unreserved, reported in:	
General Fund	<u>\$ 171,365</u>
Total fund balances	<u>\$ 171,365</u>
Total liabilities and fund balances	<u>\$ 274,600</u>

The accompanying notes are an integral part of this financial statement.

TOWN OF JONESVILLE, LOUISIANA

**RECONCILIATION OF THE GOVERNMENTAL FUNDS BALANCE SHEET  
TO THE GOVERNMENT-WIDE FINANCIAL STATEMENT OF NET ASSETS**

JUNE 30, 2009

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

Fund Balances, Total Governmental Funds (Statement C)	\$	171,365
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the governmental funds		<u>2,400,250</u>
Net Assets of Governmental Activities (Statement A)	\$	<u>2,571,615</u>

The accompanying notes are an integral part of this financial statement.

## TOWN OF JONESVILLE, LOUISIANA

STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES  
GOVERNMENTAL FUNDS

FOR THE YEAR ENDED JUNE 30, 2009

	<u>General Fund</u>
<b><u>REVENUES</u></b>	
Taxes	\$ 81,260
Licenses and permits	152,799
Rentals	12,595
Intergovernmental	536,210
Charges for services	171,198
Fines and forfeitures	64,759
Other	<u>29,455</u>
Total revenues	<u>\$ 1,048,276</u>
<b><u>EXPENDITURES</u></b>	
General government	\$ 326,067
Public safety:	
Police	558,106
Fire	7,652
Public works:	
Streets	293,953
Sanitation	317,606
Recreation	9,594
Airport	<u>285,147</u>
Total expenditures	<u>\$ 1,798,125</u>
Excess (deficiency) of revenues over (under) expenditures	<u>\$ (749,849)</u>
<b><u>OTHER FINANCING SOURCES</u></b>	
Transfers in	<u>\$ 773,891</u>
Total other financing sources	<u>\$ 773,891</u>
Net change in fund balance	\$ 24,042
Fund balances - beginning	<u>147,323</u>
Fund balances - ending	<u>\$ 171,365</u>

The accompanying notes are an integral part of this financial statement.

TOWN OF JONESVILLE, LOUISIANA

RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES,  
AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS  
TO THE STATEMENT OF ACTIVITIES

FOR THE YEAR ENDED JUNE 30, 2009

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

Net Change in Fund Balances, Total Governmental Funds, (Statement E) \$ 24,042

Governmental funds report capital outlays as expenditures. However, in the statement of activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which capital outlays exceeded depreciation in the current period. 156,180

Change in Net Assets of Governmental Activities, (Statement B) \$ 180,222

The accompanying notes are an integral part of this financial statement.

**Proprietary Funds**

## TOWN OF JONESVILLE, LOUISIANA

STATEMENT OF NET ASSETS  
PROPRIETARY FUNDS

JUNE 30, 2009

	<u>Enterprise Fund</u> <u>Utility Fund</u>
<b><u>ASSETS</u></b>	
<b>Current assets</b>	
Cash and cash equivalents	\$ 131,917
Receivables (net of allowances for uncollectibles)	<u>884,053</u>
Total current assets	\$ <u>1,015,970</u>
<b>Noncurrent assets</b>	
Restricted assets:	
Cash and cash equivalents	\$ 888,243
Prepaid loan fees (net of amortization)	143,209
Capital assets (net of accumulated depreciation)	<u>3,756,328</u>
Total noncurrent assets	\$ <u>4,787,780</u>
Total assets	\$ <u>5,803,750</u>
<b><u>LIABILITIES</u></b>	
<b>Current liabilities</b>	
Accounts payable	\$ 765,879
Accrued liabilities	21,100
Current portion of notes payable	<u>86,983</u>
Total current liabilities	\$ <u>873,962</u>
<b>Current liabilities payable from restricted assets</b>	
Consumer deposits	\$ 163,848
Current portion of notes payable	<u>44,739</u>
Total current liabilities payable from restricted assets	\$ <u>208,587</u>
<b>Long-term liabilities</b>	
Note payable	\$ <u>2,141,434</u>
Total long-term liabilities	\$ <u>2,141,434</u>
Total liabilities	\$ <u>3,223,983</u>
<b><u>NET ASSETS</u></b>	
Invested in capital assets, net of related debt	\$ 3,636,328
Reserved for debt service	194,555
Unrestricted	<u>(1,251,116)</u>
Total net assets	\$ <u>2,579,767</u>

The accompanying notes are an integral part of this financial statement.

TOWN OF JONESVILLE, LOUISIANA

STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET ASSETS  
PROPRIETARY FUNDS

FOR THE YEAR ENDED JUNE 30, 2009

	<u>Enterprise Fund</u>
	<u>Utility Fund</u>
<b><u>OPERATING REVENUES</u></b>	
Charges for services:	
Electricity sales	\$ 3,020,338
Water sales	284,661
Gas sales	648,033
Sewer charges	206,948
Other operating revenue	102,634
Total operating revenues	\$ 4,262,614
<b><u>OPERATING EXPENSES</u></b>	
Personal services	\$ 361,062
Purchase of utilities provided	2,864,348
Materials and supplies	160,994
Repairs and maintenance	66,610
Depreciation	138,338
Utilities and telephone	74,804
Bad debts	39,583
Other operating expenses	238,792
Total operating expenses	\$ 3,944,531
Operating Income	\$ 318,083
<b>Nonoperating Revenues</b>	
Interest earnings	\$ 2,873
Total nonoperating revenues	\$ 2,873
Income Before Contributions and Transfers	\$ 320,956
Grant proceeds	1,159,951
Transfer out	(773,891)
Change in Net Assets	\$ 707,016
Total net assets - beginning	1,872,751
Total net assets - ending	\$ 2,579,767

The accompanying notes are an integral part of this financial statement.

TOWN OF JONESVILLE, LOUISIANA

STATEMENT OF CASH FLOWS  
PROPRIETARY FUNDS

FOR THE YEAR ENDED JUNE 30, 2009

	Enterprise Fund
	Utility Fund
<b><u>Cash Flows From Operating Activities</u></b>	
Receipts from customers and users	\$ 4,078,284
Payments to suppliers	(3,413,108)
Payments to employees	(359,124)
Net cash provided by operating activities	\$ 306,052
<b><u>Cash Flows From NonCapital Financing Activities</u></b>	
Transfers to other funds	\$ (773,891)
Net cash used for noncapital financing activities	\$ (773,891)
<b><u>Cash Flows From Capital and Related Financing Activities</u></b>	
Proceeds from capital grants	\$ 1,164,594
Acquisition and construction of capital assets	(724,847)
Proceeds from notes payable	720,000
Principal paid on capital debt	(46,844)
Net cash provided by capital and related financing activities	\$ 1,112,903
<b><u>Cash Flows From Investing Activities</u></b>	
Interest on temporary investments	\$ 2,873
Net cash provided by investing activities	\$ 2,873
Net increase in cash and cash equivalents	\$ 647,937
Cash and cash equivalents, beginning of year	372,223
Cash and cash equivalents, end of year	\$ 1,020,160
<b><u>Reconciliation Of Operating Income To Net Cash Provided By (Used For) Operating Activities</u></b>	
Operating income	\$ 318,083
<b>Adjustments To Reconcile Operating Income To Net Cash Provided By Operating Activities</b>	
Depreciation	\$ 138,338
Amortization	7,776
Change in assets and liabilities	
(Increase) decrease in:	
Accounts receivable - customers	(186,461)
Accounts receivable - other	108
Allowance for uncollectible accounts	43,025
Increase (decrease) in:	
Accounts payable	(18,778)
Accrued liabilities	1,938
Customer deposits	2,023
Total adjustments	\$ (12,031)
Net cash provided by operating activities	\$ 306,052

The accompanying notes are an integral part of this financial statement.

**Notes to the Financial Statements**

**TOWN OF JONESVILLE, LOUISIANA**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED JUNE 30, 2009**

**INTRODUCTION**

The Town of Jonesville, Louisiana was incorporated December 16, 1903, under the provisions of the Lawrason Act. The Town operates under the Mayor-Town Council form of government and provides the following services as authorized by the Act: public safety (police and fire); streets; sanitation; recreation; public improvements; planning and zoning; provision of gas, electric, and water utilities; sewer services; airport facilities; and general services.

The accounting and reporting policies of the Town of Jonesville, Louisiana conform to generally accepted accounting principles as applicable to governments.

GASB Statement No. 14, *The Reporting Entity*, established criteria for determining the governmental reporting entity and component units that should be included within the reporting entity. Under provisions of this Statement, the municipality is considered a primary government, since it is a special purpose government that has a separately elected governing body, is legally separate, and is fiscally independent of other state or local governments. As used in GASB Statement No. 14, fiscally independent means that the municipality may, without the approval or consent of another governmental entity, determine or modify its own budget, levy its own taxes or set rates or charges, and issue bonded debt.

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

**A. *Government-Wide and Fund Financial Statements***

The government-wide financial statements (i.e., the statement of net assets and the statement of activities) report information on all of the nonfiduciary activities of the government. 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.

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 proprietary funds. Major individual governmental funds and major individual enterprise funds are reported as separate columns in the fund financial statements.

**B. *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 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.

TOWN OF JONESVILLE, LOUISIANA  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED JUNE 30, 2009

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

**B. Measurement Focus, Basis of Accounting, and Financial Statement Presentation (continued)**

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the government considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Expenditures 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. All other revenue items are considered to be measurable and available only when cash is received by the government.

The municipality reports the following major governmental fund:

The General Fund is the municipality's primary operating fund. It accounts for all financial resources of the general government, except those required to be accounted for in another fund.

The municipality reports the following major proprietary fund:

The Utility Fund is used to account for the provision of gas, electric, and water utilities, as well as sewer services to residents of the Town and some residents of the Parish. All activities necessary to provide such services are accounted for in this fund, including, but not limited to, administration, operations, maintenance, financing, and related debt service and billing and collection.

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 government 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 1) charges to customers or applicants for goods, services, or privileges provided, 2) operating grants and contributions, and 3) 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.

TOWN OF JONESVILLE, LOUISIANA  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED JUNE 30, 2009

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

**B. 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 on-going operations. Operating expenses for enterprise funds 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.

When both restricted and unrestricted resources are available for use, it is the municipality's policy to use restricted resources first, then unrestricted resources as they are needed.

**C. Cash and Cash Equivalents**

The municipality's cash and cash equivalents are considered to be cash on hand, demand deposits, and short-term investments with original maturities of six months or less from the date of acquisition. State law and the municipality's investment policy allow the municipality to invest in collateralized certificates of deposit, government-backed securities, commercial paper, the state sponsored investment pool, and mutual funds consisting solely of government-backed securities.

**D. Receivables and Payables**

Activity between funds that are representative of lending/borrowing arrangements outstanding at the end of the fiscal year is referred to as either "due to/from other funds" (i.e., the current portion of interfund loans) or "advances to/from other funds" (i.e., the noncurrent portion of interfund loans). All other outstanding balances between funds are reported 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".

All trade and property tax receivables are shown net of an allowance for uncollectible accounts. Uncollectible amounts due for ad valorem taxes and customer's utility receivables are recognized through the establishment of an allowance account at the time information becomes available which would indicate the uncollectibility of the particular receivable.

The Town annually levies ad valorem taxes in accordance with state statute for the fiscal year ended June 30. Tax bills are prepared and delivered in October with payment due from the date of receipt to the last day of February. Because of the due dates noted previously, ad valorem taxes are not considered to be available resources of the fiscal year to which they apply and are, therefore, not accrued at the end of the fiscal year.

The Town bills and collects its own property taxes using the assessed values determined by the Tax Assessor of Catahoula Parish.

For the year ended June 30, 2009, taxes of 8.71 mills were levied on property with assessed valuations totaling \$9,628,870, after abatements and exemptions and were dedicated as follows:

General corporate purposes	8.71 mills
Total taxes levied were	\$ 81,260

**TOWN OF JONESVILLE, LOUISIANA**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED JUNE 30, 2009**

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

**E. Inventories**

For both governmental and proprietary funds, purchase of various operating supplies are regarded as expenditures or expenses at the time purchased, and inventories of such supplies (if any) are not recorded as assets at the close of the fiscal year. For the year ending June 30, 2009, these amounts were considered to be immaterial.

**F. Restricted Assets - Utility Fund**

Restricted assets were applicable to the following at June 30, 2009:

Designated grant deposits	\$ 518,232
Consumer deposits	175,456
Debt service	<u>194,555</u>
Total restricted assets	<u>\$ 888,243</u>

**G. 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 if historical cost is not available. Donated assets are recorded as capital assets at their estimated fair market value at the date of donation. The municipality maintains a threshold level of \$2,500 or more for capitalizing capital assets used in the governmental funds.

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.

Major outlays for capital assets and improvements are capitalized as projects are constructed. Interest incurred during the construction phase of capital assets of business-type activities is included as part of the capitalized value of the assets constructed.

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>
Governmental activities:	
Land improvements	30 years
Buildings	40 years
Vehicles	5 - 15 years
Machinery and equipment	5 - 15 years
Business-type activities/Enterprise Fund:	
Buildings	25 years
Infrastructure	20 - 50 years
Machinery and equipment	10 - 20 years
Vehicles	5 years

**TOWN OF JONESVILLE, LOUISIANA**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED JUNE 30, 2009**

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

**H. *Compensated Absences***

The liability for compensated absences has not been accrued because the amount is considered to be immaterial.

**I. *Long-Term Obligations***

In the government-wide financial statements, and the proprietary fund types in the fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities, business-type activities, or proprietary fund type statement of net assets. Bond premiums and discounts, as well as issuance costs, are deferred and amortized over the life of the bonds using the effective interest method. Bonds payable are reported net of the applicable bond premium or discount. Bond issuance costs are reported as deferred charges and amortized over the term of the related debt.

In the fund financial statements, governmental fund types recognize bond premiums and discounts, as well as bond issuance costs, during the current period. The face amount of the debt issued is reported as other financing sources. Premiums received on debt issuances are reported as other financing sources while discounts on debt issuances are reported as other financing uscs. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as debt service expenditures.

**J. *Fund Equity***

In the fund financial statements, governmental funds report reservations of fund balance for amounts that are not available for appropriation or are legally restricted by outside parties for use for a specific purpose. Designations of fund balance represent tentative management plans that are subject to change.

**K. *Estimates***

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

**NOTE 2 - STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY**

**Budgets and Budgetary Accounting**

The Town follows procedures established by Louisiana Revised Statute in the preparation and adoption of its annual operating budgets as follows:

1. The Town Clerk prepares a proposed budget and submits same to the Mayor and Town Council no later than fifteen days prior to the beginning of each fiscal year.
2. A summary of the proposed budget is published and the public notified that the proposed budget is available for public inspection. At the same time, a public hearing is called.

**TOWN OF JONESVILLE, LOUISIANA**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED JUNE 30, 2009**

**NOTE 2 - STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY (continued)**

3. A public hearing is held on the proposed budget at least ten days after publication of the call for the hearing.
4. After the holding of the public hearing and completion of all action necessary to finalize and implement the budget, the budget is adopted through passage of an ordinance prior to the commencement of the fiscal year for which the budget is being adopted.
5. Budgetary amendments involving the transfer of funds from one department, program, or function to another or involving increases in expenditures resulting from revenues exceeding amounts estimated require the approval of the Town Council.
6. All budgetary appropriations lapse at the end of each fiscal year.
7. The budget for the General Fund is adopted on a basis consistent with generally accepted accounting principles (GAAP). Budget amounts are as originally adopted, or as amended from time to time by the Town Council.

**NOTE 3 - CASH AND CASH EQUIVALENTS**

At June 30, 2009, the municipality has cash and cash equivalents (book balances) totaling \$1,232,558 as follows:

	Governmental Activities	Business Type Activities	Totals
Demand deposits	\$ 181,823	\$ 927,737	\$ 1,109,560
Interest-bearing savings	-	17,423	17,423
Time deposits	30,000	75,000	105,000
Cash on hand	575	-	575
<b>Total</b>	<b>\$ 212,398</b>	<b>\$ 1,020,160</b>	<b>\$ 1,232,558</b>

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

At June 30, 2009, the municipality has \$1,248,108 in deposits (collected bank balances). These deposits are secured from risk by \$355,000 of federal deposit insurance and \$761,759 of pledged securities held by the custodial banks in the name of the fiscal agent bank (GASB Category 3). Deposits were under collateralized by \$131,349 at June 30, 2009.

Even though the pledged securities are considered uncollateralized (Category 3) under the provisions of GASB Statement 3, R.S. 39:1229 imposes a statutory requirement on the custodial bank to advertise and sell the pledged securities within 10 days of being notified by the municipality that the fiscal agent has failed to pay deposited funds upon demand.

**TOWN OF JONESVILLE, LOUISIANA**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED JUNE 30, 2009**

**NOTE 4 - RECEIVABLES**

Class of Receivable	General Fund	Enterprise Fund	Total
Taxes:			
Franchise tax	\$ 3,017	\$ -	\$ 3,017
Intergovernmental:			
State	8,054	57,899	65,953
Parish	16,982	-	16,982
Accounts	66,953	1,092,887	1,159,840
Other	2,727	545	3,272
Allowance for uncollectibles	(35,531)	(267,278)	(302,809)
Total	<u>\$ 62,202</u>	<u>\$ 884,053</u>	<u>\$ 946,255</u>

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 uncollectibility of the receivable.

**NOTE 5 - INTERFUND RECEIVABLES/PAYABLES**

There were no interfund receivables or payables at June 30, 2009.

**NOTE 6 - CAPITAL ASSETS**

Capital assets and depreciation activity as of and for the year ended June 30, 2009, is as follows:

	Beginning Balance	Increases	Decreases	Ending Balance
<b>Governmental activities:</b>				
<b>Capital assets, not being depreciated</b>				
Land	\$ 284,850	\$ -	\$ -	\$ 284,850
Construction in progress	45,870	281,534	(327,404)	-
Total capital assets, not being depreciated	<u>\$ 330,720</u>	<u>\$ 281,534</u>	<u>\$ (327,404)</u>	<u>\$ 284,850</u>
<b>Capital assets being depreciated</b>				
Buildings	\$ 918,521	\$ -	\$ -	\$ 918,521
Land improvements	1,032,958	327,404	-	1,360,362
Machinery and equipment	248,242	4,273	-	252,515
Vehicles	653,021	-	-	653,021
Total capital assets being depreciated	<u>\$ 2,852,742</u>	<u>\$ 331,677</u>	<u>\$ -</u>	<u>\$ 3,184,419</u>
<b>Less accumulated depreciation for:</b>				
Buildings	\$ (365,528)	\$ (19,291)	\$ -	\$ (384,819)
Land improvements	(77,044)	(27,709)	-	(104,753)
Machinery and equipment	(130,668)	(32,492)	-	(163,160)
Vehicles	(366,152)	(50,135)	-	(416,287)
Total accumulated depreciation	<u>\$ (939,392)</u>	<u>\$ (129,627)</u>	<u>\$ -</u>	<u>\$ (1,069,019)</u>

TOWN OF JONESVILLE, LOUISIANA  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED JUNE 30, 2009

## NOTE 6 - CAPITAL ASSETS (continued)

	<u>Beginning Balance</u>	<u>Increases</u>	<u>Decreases</u>	<u>Ending Balance</u>
Total capital assets being depreciated, net	\$ <u>1,913,350</u>	\$ <u>202,050</u>	\$ <u>-</u>	\$ <u>2,115,400</u>
Governmental-type activities capital assets, net	\$ <u>2,244,070</u>	\$ <u>483,584</u>	\$ <u>(327,404)</u>	\$ <u>2,400,250</u>
<u>Business-type activities:</u>				
<u>Capital assets, not being depreciated</u>				
Land	\$ 21,612	\$ -	\$ -	\$ 21,612
Construction in progress	<u>-</u>	<u>959,085</u>	<u>-</u>	<u>959,085</u>
Total capital assets, not being depreciated	\$ <u>21,612</u>	\$ <u>959,085</u>	\$ <u>-</u>	\$ <u>980,697</u>
Capital assets being depreciated				
Buildings	\$ 11,579	\$ -	\$ -	\$ 11,579
Infrastructure	6,182,204	265,137	-	6,447,341
Machinery, equipment, and vehicles	<u>332,066</u>	<u>-</u>	<u>-</u>	<u>332,066</u>
Total capital assets being depreciated	\$ <u>6,525,849</u>	\$ <u>265,137</u>	\$ <u>-</u>	\$ <u>6,790,986</u>
Less accumulated depreciation for:				
Buildings	\$ (11,566)	\$ -	\$ -	\$ (11,566)
Infrastructure	(3,620,039)	(125,488)	-	(3,745,527)
Machinery, equipment, and vehicles	<u>(245,412)</u>	<u>(12,850)</u>	<u>-</u>	<u>(258,262)</u>
Total accumulated depreciation	\$ <u>(3,877,017)</u>	\$ <u>(138,338)</u>	\$ <u>-</u>	\$ <u>(4,015,355)</u>
Total capital assets being depreciated, net	\$ <u>2,648,832</u>	\$ <u>126,799</u>	\$ <u>-</u>	\$ <u>2,775,631</u>
Business-type activities capital assets, net	\$ <u>2,670,444</u>	\$ <u>1,085,884</u>	\$ <u>-</u>	\$ <u>3,756,328</u>

Depreciation expense of \$129,627 for the year ended June 30, 2009, was charged to the following governmental functions:

General government	\$ 5,072
Public safety:	
Police	19,540
Fire	34,188
Public works:	
Streets	13,357
Sanitation	17,222
Recreation	2,561
Airport	25,851
Industrial	<u>11,836</u>
Total	\$ <u>129,627</u>

**TOWN OF JONESVILLE, LOUISIANA**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED JUNE 30, 2009**

**NOTE 7 - CONSTRUCTION COMMITMENTS**

The municipality has active construction projects as of June 30, 2009. At year end, the commitments with contractors are as follows:

<u>Project</u>	<u>Spent to Date</u>	<u>Remaining Commitment</u>
U.S. Highway 84 utility relocation project	\$ 1,398,308	\$ 85,182
Total	<u>\$ 1,398,308</u>	<u>\$ 85,182</u>

**NOTE 8 - INTERFUND TRANSFERS**

Interfund transfers during the year ended June 30, 2009, were as follows:

\$773,891 was transferred from the Utility Fund to the General Fund.

Transfers are primarily used to move funds from:

- The Proprietary Funds to the General Fund to cover expenses of general operations.

**NOTE 9 - ACCOUNTS, SALARIES, AND OTHER PAYABLES**

The payables of \$886,373 at June 30, 2009, were as follows:

	<u>General Fund</u>	<u>Enterprise Fund</u>	<u>Total</u>
Accounts	\$ 51,668	\$ 765,879	\$ 817,547
Accrued liabilities	27,196	21,100	48,296
Due to other governments	20,530	-	20,530
Total	<u>\$ 99,394</u>	<u>\$ 786,979</u>	<u>\$ 886,373</u>

**NOTE 10 - LONG-TERM OBLIGATIONS**

The following is a summary of long-term obligation transactions for the year ended June 30, 2009:

	<u>Enterprise Fund</u>		
	<u>Bonds Payable</u>	<u>Notes Payable</u>	<u>Total</u>
Long-term obligations at beginning of year	\$ 1,600,000	\$ -	\$ 1,600,000
Proceeds of note payable with Catahoula LaSalle Bank	-	600,000	600,000
Proceeds of USDA loan	-	120,000	120,000
Repayment of principle	<u>(25,000)</u>	<u>(21,844)</u>	<u>(46,844)</u>
Long-term obligations at end of year	\$ 1,575,000	\$ 698,156	\$ 2,273,156
Less current portion	<u>(35,000)</u>	<u>(96,722)</u>	<u>(131,722)</u>
Long-term portion	<u>\$ 1,540,000</u>	<u>\$ 601,434</u>	<u>\$ 2,141,434</u>

**TOWN OF JONESVILLE, LOUISIANA**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED JUNE 30, 2009**

**NOTE 10 - LONG-TERM OBLIGATIONS (continued)**

Long-term debt as of June 30, 2009, is comprised of the following:

**Enterprise Fund**

Revenue refunding bonds to refinance debt and pay electricity purchases in the amount of \$1,600,000 commencing on November 25, 2007, and payable in annual installments beginning at \$25,000 and increasing annually until maturity on November 1, 2027, with an annual interest rate of 7.5%.	\$	1,575,000
Note payable to pay electricity purchases in the amount of \$600,000, commencing on March 16, 2009, and payable in monthly installments of \$9,942 until maturity on February 26, 2015, with an annual interest rate of 6%.		578,156
United States Department of Agriculture - Rural Development certificate of indebtedness to purchase a bucket truck in the amount of \$120,000, commencing on June 15, 2009, and payable in monthly installments of \$1,245 until maturity on June 15, 2018, with an annual interest rate of 4.5%.		<u>120,000</u>
Total long-term debt	<u>\$</u>	<u>2,273,156</u>

The annual requirements to amortize all outstanding debt as of June 30, 2009, including interest payments are as follows:

	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2010	\$ 131,722	\$ 158,523	\$ 290,245
2011	142,535	149,711	292,246
2012	153,698	140,147	293,845
2013	160,235	130,011	290,246
2014	172,167	119,279	291,446
2015-2019	477,799	474,675	952,474
2020-2024	470,000	308,000	778,000
2025-2028	<u>565,000</u>	<u>87,200</u>	<u>652,200</u>
Totals	<u>\$ 2,273,156</u>	<u>\$ 1,567,546</u>	<u>\$ 3,840,702</u>

**NOTE 11 - SALES AND USE TAX REVENUES**

The Town of Jonesville, Louisiana receives hard surface road tax and sanitation tax from Catahoula Parish.

**NOTE 12 - PENSION PLAN**

All full-time police and fire department employees are required to participate in their respective retirement systems. The Town currently has no full-time fire department employees. All employees of the Town participate in the Social Security System. Pertinent information relative to the Police Retirement System is as follows:

**TOWN OF JONESVILLE, LOUISIANA**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED JUNE 30, 2009**

**NOTE 12 - PENSION PLAN (continued)**

**Municipal Police Employees Retirement System of Louisiana (System)**

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

The System issues an annual publicly available financial report that includes financial statements and required supplementary information for the System. That report may be obtained by writing to the Municipal Police Employees Retirement System of Louisiana, 8401 United Plaza Boulevard, Baton Rouge, Louisiana 70809-2250, or by calling (504) 929-7411.

*Funding Policy.* Plan members are required by state statute to contribute 7.50% of their annual covered salary, and the Town of Jonesville, Louisiana is required to contribute at an actuarially determined rate. The current rate is 15.5% of annual covered payroll. The contribution requirements of plan members and the Town of Jonesville, Louisiana are established and may be amended by state statute. As provided by R.S. 11:103, the employer contributions are determined by actuarial valuation and are subject to change each year based on the results of the valuation for the prior fiscal year. The Town of Jonesville, Louisiana's contributions to the System for the years ending June 30, 2009, 2008, and 2007 were \$0, \$0, and \$0, respectively, equal to the required contributions for each year. There were no covered employees during the year ending June 30, 2009.

**NOTE 13 - SEGMENT INFORMATION FOR UTILITY FUND**

The Enterprise Fund operated by the Town provides electric, water, gas, and sewer utility services. The following is a summary of segment information for Enterprise Funds:

	Electric Utility	Water Utility	Gas Utility	Sewer Service	Total
Operating revenue	\$ 3,020,338	\$ 284,661	\$ 648,033	\$ 206,948	\$ 4,159,980
Purchase of utility	(2,297,084)	-	(567,264)	-	(2,864,348)
Operating expenses	(475,342)	(194,975)	(108,144)	(163,384)	(941,845)
Depreciation	(21,895)	(53,384)	(14,182)	(48,877)	(138,338)
Other operating revenue	70,817	7,184	20,527	4,106	102,634
Operating income (loss)	<u>\$ 296,834</u>	<u>\$ 43,486</u>	<u>\$ (21,030)</u>	<u>\$ (1,207)</u>	<u>\$ 318,083</u>

**TOWN OF JONESVILLE, LOUISIANA**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED JUNE 30, 2009**

**NOTE 14 - COMPENSATION OF THE GOVERNING BOARD**

The Governing Board of the Town of Jonesville, Louisiana consists of a Mayor and five Council Members. For the fiscal year ended June 30, 2009, the following compensations were paid:

Hiram Evans, Mayor	\$ 19,192
Stephen R. Mophett, Council Member	7,800
Josie Bullitts, Council Member	8,000
Loria Hollins, Council Member	8,000
Tommy Branch, Council Member	7,900
Jackie Rouse, Council Member	8,000
Totals	<u>\$ 58,892</u>

**NOTE 15 - RISK MANAGEMENT**

The Town is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The Town carries commercial insurance for these risks. Settled claims resulting from these insured risks have not exceeded commercial insurance coverage in any of the past three fiscal years.

**NOTE 16 - CONTINGENT LIABILITIES**

Amounts received or receivable from grant agencies are subject to audit and adjustment by grantor agencies, principally the federal government. Any disallowed claims, including amounts already collected, may constitute a liability of the applicable funds. The amount, if any, of expenditures which may be disallowed by the grantor cannot be determined at this time although the Town expects such amounts, if any, to be immaterial.

**NOTE 17 - PRIOR PERIOD ADJUSTMENT**

A prior period adjustment was made to the governmental activities. The adjustments were due to mis-postings and improper revenue recognition in the previous year and are as follows:

Governmental Activities

Airport	<u>\$ 45,870</u>
---------	------------------

The adjustment increased prior period revenues by \$45,870 and expenses by \$45,870. The net effect at the government fund level of reporting was \$0. At the government-wide level, the net effect was an increase in ending net assets of \$45,980, resulting in a restated beginning balance for the period ended June 30, 2009, of \$2,391,393.

**Required Supplemental Information (Part II)**

## TOWN OF JONESVILLE, LOUISIANA

STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES -  
BUDGET AND ACTUAL

## GENERAL FUND

YEAR ENDED JUNE 30, 2009

	Budgeted Amounts		Actual	Variance With Final Budget Positive (Negative)
	Original	Final		
<b>Revenues</b>				
Taxes	\$ 80,000	\$ 80,000	\$ 81,260	\$ 1,260
Licenses and permits	145,000	145,000	152,799	7,799
Rentals	29,000	29,000	12,595	(16,405)
Intergovernmental	275,000	275,000	536,210	261,210
Charges for services	165,000	165,000	171,198	6,198
Other	55,000	55,000	94,214	39,214
Total revenues	\$ 749,000	\$ 749,000	\$ 1,048,276	\$ 299,276
<b>Expenditures</b>				
General government	\$ 391,000	\$ 391,000	\$ 326,067	\$ 64,933
Public safety:				
Police	534,000	534,000	558,106	(24,106)
Fire	-	-	7,652	(7,652)
Public works:				
Streets	315,500	315,500	293,953	21,547
Sanitation	252,000	252,000	317,606	(65,606)
Recreation	6,500	6,500	9,594	(3,094)
Airport	5,000	5,000	285,147	(280,147)
Total expenditures	\$ 1,504,000	\$ 1,504,000	\$ 1,798,125	\$ (294,125)
Deficiency of revenues over expenditures	\$ (755,000)	\$ (755,000)	\$ (749,849)	\$ 5,151
<b>Other Financing Sources (Uses)</b>				
Operating transfers - in	\$ 755,000	\$ 755,000	\$ 773,891	\$ 18,891
Total other financing sources (uses)	\$ 755,000	\$ 755,000	\$ 773,891	\$ 18,891
Excess of revenues and other financing sources over expenditures and other financing uses	\$ -	\$ -	\$ 24,042	\$ 24,042
Fund balances, beginning of year	147,323	147,323	147,323	-
Fund balances, end of year	\$ 147,323	\$ 147,323	\$ 171,365	\$ 24,042

See Independent Auditor's Report.

TOWN OF JONESVILLE, LOUISIANA  
NOTES TO THE REQUIRED SUPPLEMENTARY INFORMATION  
FOR THE YEAR ENDED JUNE 30, 2009

NOTES TO THE REQUIRED SUPPLEMENTARY INFORMATION

Budgetary Comparison Schedule

1. Basis of Presentation

The Budgetary Comparison Schedule presents the original legally adopted budget, the final legally adopted budget, the actual data on the GAAP basis, and variances between the final budget and the actual data.

2. Budget Amendments and Revisions

The budget is adopted by the Town Council. Amendments can be made on the approval of the Town Council. A budgetary comparison is presented for the General Fund and each major special revenue fund consistent with accounting principles generally accepted in the United States of America. There were no major special revenue funds.

**Other Supplemental Information**

**GENERAL FUND**

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

## TOWN OF JONESVILLE, LOUISIANA

## GENERAL FUND

## COMPARATIVE BALANCE SHEET

JUNE 30, 2009 and 2008

	<u>2009</u>	<u>2008</u>
<b><u>ASSETS</u></b>		
Cash	\$ 111,722	\$ 86,489
Receivables (net of allowance for uncollectibles):		
Court fines	31,422	26,966
Franchise tax	3,017	3,242
Other	2,727	2,727
Due from other governments	25,036	27,391
Restricted cash and cash equivalents	<u>100,676</u>	<u>94,101</u>
Total assets	<u>\$ 274,600</u>	<u>\$ 240,916</u>
<b><u>LIABILITIES AND FUND BALANCE</u></b>		
<b>LIABILITIES</b>		
Accounts payable	\$ 51,668	\$ 53,994
Accrued liabilities	27,196	16,799
Due to other governments	20,530	20,530
Other liabilities	<u>3,841</u>	<u>2,270</u>
Total liabilities	<u>\$ 103,235</u>	<u>\$ 93,593</u>
<b>FUND BALANCE</b>		
Unreserved	<u>\$ 171,365</u>	<u>\$ 147,323</u>
Total fund balance	<u>\$ 171,365</u>	<u>\$ 147,323</u>
Total liabilities and fund balance	<u>\$ 274,600</u>	<u>\$ 240,916</u>

See Independent Auditor's Report.

## TOWN OF JONESVILLE, LOUISIANA

## GENERAL FUND

## STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE

YEAR ENDED JUNE 30, 2009

WITH COMPARATIVE AMOUNTS FOR YEAR ENDED JUNE 30, 2008

	<u>2009</u>	<u>2008</u>
<b><u>REVENUES</u></b>		
Taxes	\$ 81,260	\$ 83,320
Licenses and permits	152,799	151,025
Rentals	12,595	27,942
Intergovernmental	536,210	264,293
Charges for services	171,198	162,816
Fines and forfeitures	64,759	63,468
Other	<u>29,455</u>	<u>72,308</u>
Total revenues	<u>\$ 1,048,276</u>	<u>\$ 825,172</u>
<b><u>EXPENDITURES</u></b>		
General government	\$ 326,067	\$ 324,696
Public safety:		
Police	558,106	570,221
Fire	7,652	38,053
Public works:		
Streets	293,953	293,970
Sanitation	317,606	245,408
Recreation	9,594	8,737
Airport	<u>285,147</u>	<u>3,839</u>
Total expenditures	<u>\$ 1,798,125</u>	<u>\$ 1,484,924</u>
Deficiency of revenues over expenditures	<u>\$ (749,849)</u>	<u>\$ (659,752)</u>
<b><u>OTHER FINANCING SOURCES (USES)</u></b>		
Operating transfers - in	<u>\$ 773,891</u>	<u>\$ 632,533</u>
Total other financing sources (uses)	<u>\$ 773,891</u>	<u>\$ 632,533</u>
Excess (deficit) of revenues and other financing sources over (under) expenditures and other financing uses	<u>\$ 24,042</u>	<u>\$ (27,219)</u>
Fund balances, beginning of year	<u>147,323</u>	<u>174,542</u>
Fund balances, end of year	<u>\$ 171,365</u>	<u>\$ 147,323</u>

See Independent Auditor's Report.

## TOWN OF JONESVILLE, LOUISIANA

## GENERAL FUND

## STATEMENT OF EXPENDITURES

YEAR ENDED JUNE 30, 2009

WITH COMPARATIVE AMOUNTS FOR YEAR ENDED JUNE 30, 2008

	<u>2009</u>	<u>2008</u>
<b><u>GENERAL GOVERNMENT</u></b>		
Personal services	\$ 192,570	\$ 195,364
Materials and supplies	7,006	7,147
Professional services	62,977	57,931
Repairs and maintenance	8,180	8,916
General insurance	14,810	9,002
Miscellaneous	20,839	26,550
Utility/telephone	15,501	13,310
Travel expenses	4,184	6,476
Total general government	<u>\$ 326,067</u>	<u>\$ 324,696</u>
<b><u>PUBLIC SAFETY - POLICE</u></b>		
Personal services	\$ 428,901	\$ 398,576
Materials and supplies	32,576	30,088
Professional services	17,486	23,113
Repairs and maintenance	16,831	21,004
General insurance	30,297	34,339
Miscellaneous	10,128	10,331
Utility/telephone	17,084	12,246
Travel expenses	530	1,267
Capital outlay	4,273	39,257
Total public safety - police	<u>\$ 558,106</u>	<u>\$ 570,221</u>
<b><u>PUBLIC SAFETY - FIRE</u></b>		
Repairs and maintenance	\$ -	\$ 27
Miscellaneous	7,652	13,504
Capital outlay	-	24,522
Total public safety - fire	<u>\$ 7,652</u>	<u>\$ 38,053</u>
<b><u>PUBLIC WORKS - STREETS</u></b>		
Personal services	\$ 174,584	\$ 155,734
Materials and supplies	67,664	54,671
Professional services	2,128	993
Repairs and maintenance	19,630	22,682
General insurance	21,908	14,288
Miscellaneous	5,248	11,322
Utility/telephone	2,743	2,205
Travel expenses	48	45
Capital outlay	-	32,030
Total public works - streets	<u>\$ 293,953</u>	<u>\$ 293,970</u>

-continued-

## TOWN OF JONESVILLE, LOUISIANA

## GENERAL FUND

## STATEMENT OF EXPENDITURES

YEAR ENDED JUNE 30, 2009

WITH COMPARATIVE AMOUNTS FOR YEAR ENDED JUNE 30, 2008

	<u>2009</u>	<u>2008</u>
<b><u>PUBLIC WORKS - SANITATION</u></b>		
Personal services	\$ 13,562	\$ 120,720
Garbage contract	295,766	78,187
Materials and supplies	8,097	26,057
Professional services	-	988
Repairs and maintenance	120	2,625
General insurance	-	11,827
Miscellaneous	52	1,473
Utility/telephone	9	936
Bad debts	-	2,595
Total public works - sanitation	<u>\$ 317,606</u>	<u>\$ 245,408</u>
<b><u>RECREATION</u></b>		
Materials and supplies	\$ 267	\$ 172
Repairs and maintenance	2,604	1,570
Miscellaneous	3,179	3,361
Utility/telephone	3,544	3,634
Total recreation	<u>\$ 9,594</u>	<u>\$ 8,737</u>
<b><u>AIRPORT</u></b>		
Materials and supplies	\$ 131	\$ -
Professional fees	108	866
Repairs and maintenance	131	-
General insurance	2,141	2,141
Miscellaneous	890	832
Utilities and telephone	165	-
Travel expenses	48	-
Capital outlay	281,533	-
Total airport	<u>\$ 285,147</u>	<u>\$ 3,839</u>
Total expenditures - all departments	<u>\$ 1,798,125</u>	<u>\$ 1,484,924</u>

See Independent Auditor's Report.

**ENTERPRISE FUND**

*Municipal Utilities Fund* - To account for the provision of electric, natural gas, water, and sewer services to residents of the Town and some residents of the Parish. All activities necessary to provide such services are accounted for in this fund including, but not limited to, administrative, operations and maintenance, financing and related debt service, and billings and collections.

## TOWN OF JONESVILLE, LOUISIANA

ENTERPRISE FUND  
MUNICIPAL UTILITIES SYSTEM

## COMPARATIVE BALANCE SHEET

JUNE 30, 2009 and 2008

	<u>2009</u>	<u>2008</u>
<b>ASSETS</b>		
<b>CURRENT ASSETS</b>		
Cash	\$ 131,917	\$ 13,236
Accounts receivable, net of allowance for uncollectible accounts (\$267,278 in 2009 and \$224,253 in 2008)	<u>884,053</u>	<u>745,368</u>
Total current assets	<u>\$ 1,015,970</u>	<u>\$ 758,604</u>
Restricted assets		
Cash - utility relocation	\$ 400,532	\$ -
Cash - USDA bucket truck	117,700	-
Cash - consumer deposits	83,033	78,797
Temporary investments at cost - consumer deposits	92,423	92,292
Cash - debt service	<u>194,555</u>	<u>187,898</u>
Total restricted assets	<u>\$ 888,243</u>	<u>\$ 358,987</u>
Plant and equipment, at cost, net of accumulated depreciation (\$4,015,356 in 2009 and \$3,877,017 in 2008)	<u>\$ 3,756,328</u>	<u>\$ 2,670,444</u>
Prepaid loan fees, net of amortization	<u>\$ 143,209</u>	<u>\$ 150,985</u>
Total assets	<u>\$ 5,803,750</u>	<u>\$ 3,939,020</u>
<b>LIABILITIES AND NET ASSETS</b>		
<b>LIABILITIES</b>		
Current liabilities (payable from current assets)		
Accounts payable	\$ 765,879	\$ 285,282
Accrued liabilities	21,100	19,162
Current portion of notes payable	<u>86,983</u>	<u>-</u>
Total current liabilities (payable from current assets)	<u>\$ 873,962</u>	<u>\$ 304,444</u>
Current liabilities (payable from restricted assets)		
Consumer deposits	\$ 163,848	\$ 161,825
Current portion of note payable	<u>44,739</u>	<u>25,000</u>
Total current liabilities (payable from restricted assets)	<u>\$ 208,587</u>	<u>\$ 186,825</u>
Long-term liabilities		
Note payable	\$ 2,141,434	\$ 1,575,000
Total long-term liabilities	<u>\$ 2,141,434</u>	<u>\$ 1,575,000</u>
Total liabilities	<u>\$ 3,223,983</u>	<u>\$ 2,066,269</u>
<b>NET ASSETS</b>		
Invested in capital assets, net of related debt	\$ 3,636,328	\$ 2,670,444
Restricted for debt service	194,555	187,898
Unrestricted	<u>(1,251,116)</u>	<u>(985,591)</u>
Total net assets	<u>\$ 2,579,767</u>	<u>\$ 1,872,751</u>
Total liabilities and net assets	<u>\$ 5,803,750</u>	<u>\$ 3,939,020</u>

See Independent Auditor's Report.

## TOWN OF JONESVILLE, LOUISIANA

ENTERPRISE FUND  
MUNICIPAL UTILITIES SYSTEMCOMPARATIVE STATEMENT OF OPERATING REVENUES AND EXPENSES  
ALL DEPARTMENTS

YEARS ENDED JUNE 30, 2009 and 2008

	<u>2009</u>	<u>2008</u>
<b><u>OPERATING REVENUES</u></b>		
Charges for services		
Utility sales and fees	\$ 4,159,980	\$ 3,857,673
Other operating revenues	<u>102,634</u>	<u>90,663</u>
Total operating revenues	<u>\$ 4,262,614</u>	<u>\$ 3,948,336</u>
<b><u>OPERATING EXPENSES</u></b>		
Personal services	\$ 361,062	\$ 342,342
Purchase of utilities provided	2,864,348	2,728,331
Materials and supplies	160,994	127,458
Repairs and maintenance	66,610	70,252
Depreciation	138,338	124,367
Utilities and telephone	74,804	69,793
Bad debts	39,583	29,838
Other operating expenses	<u>238,792</u>	<u>208,387</u>
Total operating expenses	<u>\$ 3,944,531</u>	<u>\$ 3,700,768</u>
Operating income	<u>\$ 318,083</u>	<u>\$ 247,568</u>

See Independent Auditor's Report.

## TOWN OF JONESVILLE, LOUISIANA

ENTERPRISE FUND  
MUNICIPAL UTILITIES SYSTEMCOMPARATIVE STATEMENT OF OPERATING REVENUES AND EXPENSES  
ELECTRIC DEPARTMENT

YEARS ENDED JUNE 30, 2009 and 2008

	<u>2009</u>	<u>2008</u>
<b><u>OPERATING REVENUES</u></b>		
Charges for services		
Electricity sales and fees	\$ 3,020,338	\$ 2,647,549
Other operating revenues	<u>70,817</u>	<u>62,243</u>
Total operating revenues	<u>\$ 3,091,155</u>	<u>\$ 2,709,792</u>
<b><u>OPERATING EXPENSES</u></b>		
Personal services	\$ 150,843	\$ 130,555
Purchase of electricity	2,297,084	2,077,695
Materials and supplies	72,010	60,254
Repairs and maintenance	16,269	14,135
Depreciation	21,895	16,320
Utilities and telephone	19,418	19,196
Bad debts	24,524	18,487
Other operating expenses	<u>192,278</u>	<u>148,016</u>
Total operating expenses	<u>\$ 2,794,321</u>	<u>\$ 2,484,658</u>
Operating income	<u>\$ 296,834</u>	<u>\$ 225,134</u>

See Independent Auditor's Report.

## TOWN OF JONESVILLE, LOUISIANA

ENTERPRISE FUND  
MUNICIPAL UTILITIES SYSTEMCOMPARATIVE STATEMENT OF OPERATING REVENUES AND EXPENSES  
WATER DEPARTMENT

YEARS ENDED JUNE 30, 2009 and 2008

	<u>2009</u>	<u>2008</u>
<b><u>OPERATING REVENUES</u></b>		
Charges for services		
Water sales and fees	\$ 284,661	\$ 249,484
Other operating revenues	<u>7,184</u>	<u>6,018</u>
Total operating revenues	<u>\$ 291,845</u>	<u>\$ 255,502</u>
<b><u>OPERATING EXPENSES</u></b>		
Personal services	\$ 83,666	\$ 43,353
Materials and supplies	40,234	33,342
Repairs and maintenance	20,070	21,193
Depreciation	53,384	45,490
Utilities and telephone	32,679	30,338
Bad debts	3,872	2,918
Other operating expenses	<u>14,454</u>	<u>23,960</u>
Total operating expenses	<u>\$ 248,359</u>	<u>\$ 200,594</u>
Operating income	<u>\$ 43,486</u>	<u>\$ 54,908</u>

See Independent Auditor's Report.

## TOWN OF JONESVILLE, LOUISIANA

ENTERPRISE FUND  
MUNICIPAL UTILITIES SYSTEMCOMPARATIVE STATEMENT OF OPERATING REVENUES AND EXPENSES  
NATURAL GAS DEPARTMENT

YEARS ENDED JUNE 30, 2009 and 2008

	<u>2009</u>	<u>2008</u>
<b><u>OPERATING REVENUES</u></b>		
Charges for services		
Natural gas sales and fees	\$ 648,033	\$ 773,561
Other operating revenues	<u>20,527</u>	<u>18,013</u>
Total operating revenues	<u>\$ 668,560</u>	<u>\$ 791,574</u>
<b><u>OPERATING EXPENSES</u></b>		
Personal services	\$ 48,161	\$ 65,078
Purchase of natural gas	567,264	650,636
Materials and supplies	18,236	13,240
Repairs and maintenance	13,442	11,651
Depreciation	14,182	18,254
Utilities and telephone	5,055	4,566
Bad debts	7,745	5,838
Other operating expenses	<u>15,505</u>	<u>23,533</u>
Total operating expenses	<u>\$ 689,590</u>	<u>\$ 792,796</u>
Operating loss	<u>\$ (21,030)</u>	<u>\$ (1,222)</u>

See Independent Auditor's Report.

## TOWN OF JONESVILLE, LOUISIANA

ENTERPRISE FUND  
MUNICIPAL UTILITIES SYSTEMCOMPARATIVE STATEMENT OF OPERATING REVENUES AND EXPENSES  
SEWER DEPARTMENT

YEARS ENDED JUNE 30, 2009 and 2008

	<u>2009</u>	<u>2008</u>
<b><u>OPERATING REVENUES</u></b>		
Charges for services		
Sewer charges and fees	\$ 206,948	\$ 187,079
Other operating revenues	<u>4,106</u>	<u>4,389</u>
Total operating revenues	<u>\$ 211,054</u>	<u>\$ 191,468</u>
<b><u>OPERATING EXPENSES</u></b>		
Personal services	\$ 78,392	\$ 103,356
Materials and supplies	30,514	20,622
Repairs and maintenance	16,829	23,273
Depreciation	48,877	44,303
Utilities and telephone	17,652	15,693
Bad debts	3,442	2,595
Other operating expenses	<u>16,555</u>	<u>12,878</u>
Total operating expenses	<u>\$ 212,261</u>	<u>\$ 222,720</u>
Operating loss	<u>\$ (1,207)</u>	<u>\$ (31,252)</u>

See Independent Auditor's Report.

**Schedule of Expenditures of Federal Awards**

**TOWN OF JONESVILLE, LOUISIANA**  
**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS**  
**YEAR ENDED JUNE 30, 2009**

<u>Federal Grantor/Pass-Through Grantor/Program Title</u>	<u>Catalog of Federal Domestic Assistance Number</u>	<u>Federal Expenditures</u>
U.S. Department of Agriculture, Rural Development Direct Program Community Facilities Loans and Grants RDA - Loan	10.766	\$ <u>120,000</u>
Total U.S. Department of Agriculture		\$ <u>120,000</u>
U.S. Department of Transportation Airport Improvement Program	20.106	\$ <u>267,209</u>
Total U.S. Department of Transportation		\$ <u>267,209</u>
U.S. Department of Housing and Urban Development Community Development Block Grants/States Program Passed-through the State of Louisiana		
2007 CDBG Sewer Improvements	14.228	\$ 99,153
2007 CDBG Water Well Project	14.228	<u>27,984</u>
Total U.S. Department of Housing and Urban Development		\$ <u>127,137</u>
U.S. Department of Homeland Security Passed-through the State of Louisiana Emergency Management Performance Grants	97.042	\$ <u>89,656</u>
Total U.S. Department of Homeland Security		\$ <u>89,656</u>
Total for all federal awards		\$ <u>604,002</u>

**Notes to This Schedule**

1. This schedule was prepared using the same basis of accounting and the same significant accounting policies, as applicable, used for the general purpose financial statements.

See Independent Auditor's Report.

**Reports on Internal Control and Compliance**



209 N. Commerce Street  
P.O. Box 1027  
Natchez, Mississippi 39121-1027  
Telephone: 601.442.7411  
Fax: 601.442.8551  
[www.silasimmons.com](http://www.silasimmons.com)

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

The Mayor and the Board of Aldermen  
Town of Jonesville  
Jonesville, Louisiana

We have audited the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of Town of Jonesville, Louisiana, as of and for the year ended June 30, 2009, which collectively comprise Town of Jonesville, Louisiana's basic financial statements, and have issued our report thereon dated April 09, 2010. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States..

**Internal Control Over Financial Reporting**

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

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

A control deficiency exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect misstatements on a timely basis. A significant deficiency is a control deficiency, or combination of control deficiencies, that adversely affects Town of Jonesville, Louisiana's ability to initiate, authorize, record, process, or report financial data reliably in accordance with generally accepted accounting principles such that there is more than a remote likelihood that a misstatement of Town of Jonesville, Louisiana's financial statements that is more than inconsequential will not be prevented or detected by Town of Jonesville, Louisiana's internal control. We consider the deficiencies described in the accompanying schedule of findings as item numbers 2009-3 through 2009-4 to be significant deficiencies in the internal control over financial reporting.

Internal Control Over Financial Reporting (continued)

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

Our consideration of internal control over financial reporting was for the limited purpose described in the first paragraph of this section and would not necessarily identify all deficiencies in the internal control that might be significant deficiencies and, accordingly, would not necessarily disclose all significant deficiencies that are also considered to be material weaknesses. However, of the significant deficiencies described above, we consider 2009-3 and 2009-4 to be material weaknesses.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether Town of Jonesville, Louisiana's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards* and which are described in the accompanying schedule of findings as Items 2009-1, 2009-2 and 2009-5.

The Town of Jonesville, Louisiana's response to the findings identified in our audit is described in the accompanying schedule of findings. We did not audit the Town of Jonesville, Louisiana's response and accordingly, we express no opinion on it.

This report is intended for the information of the Mayor, Town Aldermen, Management of the Town of Jonesville, Louisiana, the Legislative Auditor of the State of Louisiana, federal awarding agencies, and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties. Under Louisiana Revised Statute 24:513, this report is distributed by the Legislative Auditor as a public document.

*Silas Simmons, LLP*

Natchez, Mississippi  
April 09, 2010



209 N. Commerce Street  
P.O. Box 1027  
Natchez, Mississippi 39121-1027  
Telephone: 601.442.7411  
Fax: 601.442.8551  
[www.silasimmons.com](http://www.silasimmons.com)

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

The Mayor and the Board of Aldermen  
Town of Jonesville  
Jonesville, Louisiana

Compliance

We have audited the compliance of the Town of Jonesville, Louisiana with the types of compliance requirements described in the U. S. Office of Management and Budget (OMB) Circular A-133 Compliance Supplement that are applicable to each of its major federal programs for the year ended June 30, 2009. The Town'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 the Town's management. Our responsibility is to express an opinion on the Town's compliance based on our audit.

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

In our opinion, Town of Jonesville, 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 June 30, 2009.

Internal Control Over Compliance

The management of the Town of Jonesville, 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 the Town's internal control over compliance with the requirements that could have a direct and material effect on a major federal program in order to determine our auditing procedures for the purpose of expressing our opinion on compliance, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the Town's internal control over compliance.

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

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

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

This report is intended solely for the information and use of the Mayor, Town Aldermen, Management of the Town of Jonesville, Louisiana, the Legislative Auditor of the State of Louisiana, federal awarding agencies, and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties. Under Louisiana Revised Statute 24:513, this report is distributed by the Legislative Auditor as a public document.

*Silas Simmons, LLP*

Natchez, Mississippi  
April 09, 2010

**Schedules of Findings, Recommendations, and Corrective Actions Planned**

**TOWN OF JONESVILLE, LOUISIANA**  
**SCHEDULE OF FINDINGS AND QUESTIONED COSTS**  
**FOR THE YEAR ENDED JUNE 30, 2009**

**SECTION 1: SUMMARY OF AUDITOR'S RESULTS**

**Financial Statements:**

- |    |  |             |
|----|--|-------------|
| 1. | Type of auditor's report issued on the financial statements:                                 | Unqualified |
| 2. | Internal control over financial reporting:   |             |
|    | a. Material weakness(es) identified?   | Yes         |
|    | b. Significant deficiency(ies) identified that are not considered to be material weaknesses? | No          |
| 3. | Material noncompliance relating to the financial statements?                                 | Yes         |

**Federal Awards:**

- |     |   |             |
|-----|---|-------------|
| 4.  | Type of auditor's report issued on compliance for major federal programs:   | Unqualified |
| 5.  | Internal control over major programs:   |             |
|     | a. Material weakness(es) identified?  | No          |
|     | b. Significant deficiency(ies) identified that are not considered to be material weaknesses?  | No          |
| 6.  | Any audit finding(s) reported as required by section 510(a) of OMB Circular A-133?  | No          |
| 7.  | Federal programs identified as major programs:  |             |
|     | a. CFDA #10.766 Community Facilities Loans and Grants   |             |
|     | b. CFDA #20.106 Airport Improvement Program   |             |
| 8.  | The dollar threshold used to distinguish between Type A and Type B programs:  | \$300,000   |
| 9.  | Auditee qualified as a low-risk auditee?  | No          |
| 10. | Prior fiscal year audit finding(s) and questioned cost relative to federal awards which would require the auditee to prepare a summary schedule of prior audit findings as discussed in Section 315(b) of OMB Circular A-133? | No          |

TOWN OF JONESVILLE, LOUISIANA

Current Year Findings, Recommendations, and Corrective Action Plan  
For the Year Ended June 30, 2009

Reference No.	Description of Finding	Corrective Action Planned	Name of Contact Person	Anticipated Completion Date
Section I - Internal Control and Compliance Material to the Financial Statements				
2009-1	The Town's audited financial statements were not compiled and submitted to the Legislative Auditor's office by the statutory date of December 31, 2009. The Town was unable to compile complete and accurate records in time to be delivered by the statutory deadline.	We recommend the Town work diligently to make records available in a timely manner.	Deborah Savage Town Clerk	June 30, 2010
2009-2	Under state law, the Town's deposits must be secured by federal deposit insurance and pledged securities with a combined market value equal to the amounts on deposit at all times. The town's deposits exceeded the required market value of FDIC and pledged securities by \$131,350. This is a violation of Louisiana Statute.	We recommend the Town continue working with the bank to keep them informed of deposit levels. Also, we recommend the Town review statements periodically and follow up with the bank if noncompliance with collateral requirements is noted.	Deborah Savage Town Clerk	June 30, 2010
2009-3	The Town's internal control structure does not include the necessary resources to create financial statements according to GASB 34. Instead, the organization relies on its auditors to create the financial statements at year end, as most municipalities do. This is primarily due to the limited physical and financial resources that are necessary to devote to this function.	We recommend that the Town continues to be involved in financial reporting matters as much as possible and continue working with auditors to allow for a more effective use of time during period close and financial statement preparation.	Deborah Savage Town Clerk	June 30, 2010

TOWN OF JONESVILLE, LOUISIANA

Current Year Findings, Recommendations, and Corrective Action Plan (continued)  
For the Year Ended June 30, 2009

Reference No.	Description of Finding	Corrective Action Planned	Name of Contact Person	Anticipated Completion Date
Section I - Internal Control and Compliance Material to the Financial Statements (continued)				
2009-4	During the audit, it was noted that some of the Town's bank accounts had not been reconciled in a timely manner.	We recommend the Town continue working diligently at this, using current resources, or hire additional help if it is feasible to do so.	Deborah Savage Town Clerk	June 30, 2010
2009-5	The Town of Jonesville's General Fund's expenditures exceeded its budgeted amount by 20%. The budgeted amount of expenditures was \$1,504,000 and the actual expenditures was \$1,798,125. Louisiana Revised Statute 39:1311 requires that the expenditures not exceed the budget by more than 5%.	We recommend that the Town of Jonesville closely monitor the expenditures during the year so that expenditures do not exceed the budget by more than 5%.	Deborah Savage Town Clerk	June 30, 2010

Section II - Internal Control and Compliance Material to Federal Awards

No finding found.

Section III - Management Letter

No management letter issued.

TOWN OF JONESVILLE, LOUISIANA

Status of Prior Audit Findings  
For the Year Ended June 30, 2009

<u>Reference No.</u>	<u>Fiscal Year Finding Initially Occurred</u>	<u>Description of Finding</u>	<u>Corrective Action Taken</u>	<u>Action/Partial Corrective Action Taken</u>
<b>Section I - Internal Control and Compliance Material to the Financial Statements</b>				
2008-1	2008	Louisiana Revised Statute 24:513 requires all audit engagements to be completed and transmitted to the Louisiana Legislative Auditor within six months of the close of the entity's year end. Accordingly, this audit report for the year ended June 30, 2008, was due to the Legislative Auditor by December 31, 2008. The external auditor was unable to complete and transmit the audit by December 31, 2008.	No	This is a repeat finding for 2009; however, the repeat finding is not due to auditor's actions. See 2009-1 for current finding.

**Section II - Internal Control and Compliance Material to Federal Awards**

None

**Section III - Management Letter**

None