

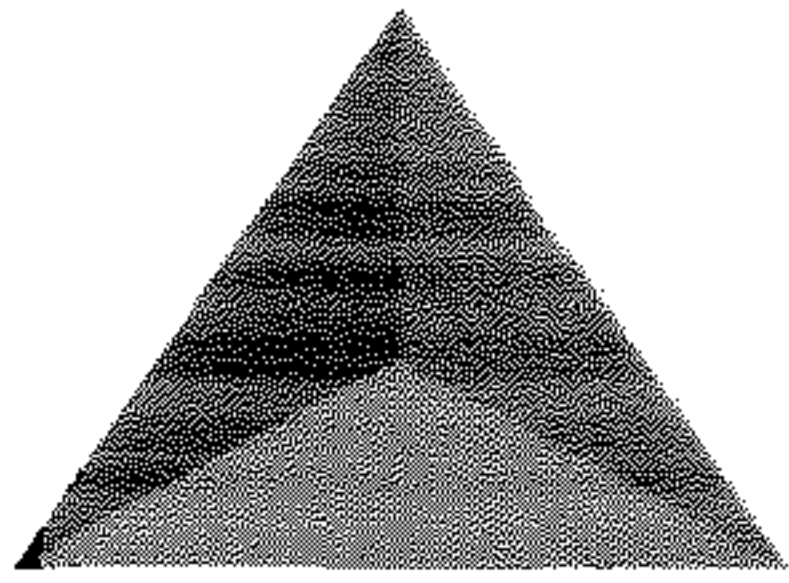
ST. MARY PARISH LIBRARY

FINANCIAL REPORT

Year Ended December 31, 2000

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(A Corporation of Certified Public Accountants)

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INDEPENDENT AUDITOR'S REPORT

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Board of Control
St. Mary Parish Library
Franklin, Louisiana

We have audited the accompanying general purpose financial statements of the St. Mary Parish Library, a component unit of the St. Mary Parish Council, as of and for the year ended December 31, 2000. These general purpose financial statements are the responsibility of the Library's management. Our responsibility is to express an opinion on these general purpose financial statements based on our audit.

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

In our opinion, the general purpose financial statements referred to above present fairly, in all material respects, the financial position of the St. Mary Parish Library as of December 31, 2000 and the results of its operations for the year then ended in conformity with generally accepted accounting principles.

In accordance with Government Auditing Standards, we have also issued a report dated February 23, 2001 on our consideration of the Library's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts and grants.

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

Member of:
American Institute of
Certified Public Accountants
Society of Louisiana
Certified Public Accountants

The financial information for the preceding year which is included for comparative purposes was taken from the financial report for that year in which we expressed an unqualified opinion on the general purpose financial statements of the St. Mary Parish Library.

Darnall, Sikes & Frederick
A Corporation of Certified Public Accountants

Morgan City, Louisiana
February 23, 2001

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

ST. MARY PARISH LIBRARY

Combined Balance Sheet - Governmental Fund Types and Account Group
December 31, 2000

	Governmental Fund Types		Account Group	Totals	
	General	Capital Projects	General	(Memorandum Only)	
			Fixed Assets	2000	1999
ASSETS					
Cash	\$ 183,053	\$ 149,729	\$ -	\$ 332,782	\$ 326,377
Interest - bearing deposits	149,277	-	-	149,277	508,521
Receivables (net of allowance for uncollectibles):					
Accounts	1,423	-	-	1,423	-
Taxes	1,116,818	-	-	1,116,818	960,210
Accrued interest	-	-	-	-	1,636
Due from other governmental units	41,020	-	-	41,020	41,020
Due from other fund	-	2,307	-	2,307	101,295
Construction in progress	-	138,142	-	138,142	-
Library materials, equipment and building improvements	-	-	4,459,539	4,459,539	4,236,466
Total assets	<u>\$1,491,591</u>	<u>\$290,178</u>	<u>\$4,459,539</u>	<u>\$6,241,308</u>	<u>\$6,175,525</u>
LIABILITIES AND FUND EQUITY					
Liabilities:					
Accounts payable	\$ 18,577	\$ -	\$ -	\$ 18,577	\$ 20,781
Accrued payables	21,794	-	-	21,794	20,730
Retainage payable	-	13,760	-	13,760	-
Salaries payable	17,728	-	-	17,728	15,306
Due to other governmental units	34,153	-	-	34,153	32,907
Due to other fund	2,307	-	-	2,307	101,295
Total liabilities	<u>94,559</u>	<u>13,760</u>	<u>-</u>	<u>108,319</u>	<u>191,019</u>
Fund equity:					
Investment in general fixed assets	-	-	4,459,539	4,459,539	4,236,466
Fund balances -					
Unreserved:					
Designated for subsequent years' expenditures	-	276,418	-	276,418	273,129
Undesignated	1,397,032	-	-	1,397,032	1,474,911
Total fund equity	<u>1,397,032</u>	<u>276,418</u>	<u>4,459,539</u>	<u>6,132,989</u>	<u>5,984,506</u>
Total liabilities and fund equity	<u>\$1,491,591</u>	<u>\$290,178</u>	<u>\$4,459,539</u>	<u>\$6,241,308</u>	<u>\$6,175,525</u>

The accompanying notes are an integral part of this statement.

ST. MARY PARISH LIBRARY

Combined Statement of Revenues, Expenditures, and Changes in Fund Balance
All Governmental Fund Types
Year Ended December 31, 2000

	Governmental Fund Types		Totals (Memorandum Only)	
	General	Capital Projects	2000	1999
Revenues:				
Taxes	\$ 1,060,609	\$ -	\$ 1,060,609	\$ 1,086,927
Intergovernmental -				
State revenue sharing	61,530	-	61,530	61,530
Miscellaneous -				
Interest	27,639	19,364	47,003	44,047
Other sources	<u>164,445</u>	<u>-</u>	<u>164,445</u>	<u>34,582</u>
Total revenues	<u>1,314,223</u>	<u>19,364</u>	<u>1,333,587</u>	<u>1,227,086</u>
Expenditures:				
Current -				
General government:				
Administrative				
Sheriff's fee	34,153	-	34,153	32,907
Culture and recreation:				
Salaries and wages	593,890	-	593,890	565,010
Retirement contributions	47,516	-	47,516	44,645
Group insurance	30,146	-	30,146	26,354
Utilities and telephone	100,787	-	100,787	97,632
Professional fees	12,270	8,972	21,242	12,878
Advertising, dues and subscriptions	1,842	-	1,842	1,648
Building rentals	-	-	-	250
Equipment rentals	24,813	-	24,813	20,840
General insurance	41,998	-	41,998	49,193
Unemployment	2,335	-	2,335	976
Travel	11,598	-	11,598	16,174
Supplies	95,037	278	95,315	67,769
Repairs and maintenance	125,897	-	125,897	100,523
Miscellaneous	34,087	-	34,087	33,782
Rental books and paperbacks	45,124	-	45,124	48,107
Uniforms	588	-	588	6,323
Capital outlay -				
Books	160,395	-	160,395	101,321
Buildings	10,371	-	10,371	18,379
Furniture and equipment	<u>19,255</u>	<u>6,825</u>	<u>26,080</u>	<u>164,928</u>
Total expenditures	<u>1,392,102</u>	<u>16,075</u>	<u>1,408,177</u>	<u>1,409,639</u>

(Continued)

ST. MARY PARISH LIBRARY

Combined Statement of Revenues, Expenditures, and
Changes in Fund Balance (Continued)
All Governmental Fund Types
Year Ended December 31, 2000

	Governmental Fund Types		Totals (Memorandum Only)	
	General	Capital Projects	2000	1999
Excess (deficiency) of revenues over expenditures	(77,879)	3,289	(74,590)	(182,553)
Fund balance, beginning	<u>1,474,911</u>	<u>273,129</u>	<u>1,748,040</u>	<u>1,930,593</u>
Fund balance, ending	<u>\$ 1,397,032</u>	<u>\$ 276,418</u>	<u>\$ 1,673,450</u>	<u>\$ 1,748,040</u>

The accompanying notes are an integral part of this statement.

ST. MARY PARISH LIBRARY

Statement of Revenues, Expenditures, and Changes in Fund Balance - Budget
(GAAP Basis) and Actual - General Fund
Year Ended December 31, 2000
With Comparative Actual Amounts for Year Ended December 31, 1999

	2000		Variance - Favorable (Unfavorable)	1999 Actual
	Budget	Actual		
Revenues:				
Taxes - ad valorem	\$ 1,064,103	\$ 1,060,609	\$ (3,494)	\$ 1,086,927
Intergovernmental - State revenue sharing	60,544	61,530	986	61,530
Miscellaneous - Interest	25,348	27,639	2,291	22,020
Other sources	<u>169,018</u>	<u>164,445</u>	<u>(4,573)</u>	<u>34,582</u>
Total revenues	<u>1,319,013</u>	<u>1,314,223</u>	<u>(4,790)</u>	<u>1,205,059</u>
Expenditures:				
Current -				
General government:				
Administrative Sheriff's fee	32,029	34,153	(2,124)	32,907
Culture and recreation:				
Salaries and wages	576,227	593,890	(17,663)	565,010
Retirement contribution	43,850	47,516	(3,666)	44,645
Group insurance	23,750	30,146	(6,396)	26,354
Utilities and telephone	82,000	100,787	(18,787)	97,632
Professional fees	11,500	12,270	(770)	10,316
Advertising, dues and subscriptions	2,000	1,842	158	1,648
Building rentals	-	-	-	250
Equipment rentals	18,000	24,813	(6,813)	20,840
General insurance	42,302	41,998	304	49,193
Unemployment	900	2,335	(1,435)	976
Travel	12,150	11,598	552	16,174
Supplies	79,200	95,037	(15,837)	53,204
Repairs and maintenance	93,336	125,897	(32,561)	100,523
Miscellaneous	37,315	34,087	3,228	33,782
Rental books and paperbacks	43,760	45,124	(1,364)	48,107
Uniforms	320	588	(268)	6,323
Capital outlay -				
Books	145,000	160,395	(15,395)	-
Furniture and equipment	<u>15,000</u>	<u>29,626</u>	<u>(14,626)</u>	<u>111,764</u>
Total expenditures	<u>1,258,639</u>	<u>1,392,102</u>	<u>(133,463)</u>	<u>1,219,648</u>

(Continued)

ST. MARY PARISH LIBRARY

Statement of Revenues, Expenditures, and Changes in Fund Balance - Budget
 (GAAP Basis) and Actual - General Fund (Continued)
 Year Ended December 31, 2000
 With Comparative Actual Amounts for Year Ended December 31, 1999

	2000		Variance - Favorable (Unfavorable)	1999 Actual
	Budget	Actual		
Excess (deficiency) of revenues over expenditures	60,374	(77,879)	(138,253)	(14,589)
Fund balance, beginning	<u>1,474,911</u>	<u>1,474,911</u>	<u>-</u>	<u>1,489,500</u>
Fund balance, ending	<u>\$ 1,535,285</u>	<u>\$ 1,397,032</u>	<u>\$ (138,253)</u>	<u>\$ 1,474,911</u>

The accompanying notes are an integral part of this statement.

ST. MARY PARISH LIBRARY

Notes to Financial Statements

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The St. Mary Parish Library, which is a component unit of the St. Mary Parish Council, was created under Louisiana Revised Statute 25:211. The Library operates under a Board of Control. The purpose of the Library is to provide library facilities to residents within its boundaries.

The accounting and reporting policies of the St. Mary Parish Library conform to generally accepted accounting principles as applicable to governments. Such accounting and reporting procedures also conform to the industry audit guide, Audits of State and Local Governmental Units.

The following is a summary of certain significant accounting policies:

Financial Reporting Entity

This report includes the funds and account group which are controlled by or dependent on the Library's executive and legislative branches (the Board of Control). Control by or dependence on the Library was determined on the basis of budget adoption, taxing authority, authority to issue debt, election or appointment of governing body, and other general oversight responsibilities.

The Library is a component unit of the St. Mary Parish Council.

Fund Accounting

The accounts of the Library are organized into two funds and an account group, each of which is considered a separate accounting entity. The operation of the funds are accounted for with a separate set of self-balancing accounts that comprise its assets, liabilities, fund equity, revenues and expenditures. Government resources are allocated to and accounted for in individual funds based upon the purposes for which they are to be spent and the means by which spending activities are controlled. The various funds are grouped, in the financial statements in this report, into two generic fund types as follows:

Governmental Funds -

General Fund

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

Capital Projects Fund

The Capital Projects Fund is used to account for financial resources to be used for acquiring, constructing and improving public library buildings in the parish, and acquiring necessary equipment, library books and furnishings.

ST. MARY PARISH LIBRARY

Notes to Financial Statements

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Fixed Assets and Long-Term Liabilities

The fixed assets used in the governmental fund type operations are accounted for in the General Fixed Assets Account Group and are recorded as expenditures in governmental funds when purchased. No depreciation has been provided on general fixed assets. All fixed assets are stated at historical cost or estimated historical cost if actual historical cost is not available. Donated fixed assets are stated at their estimated fair market value on the date donated. Differences between estimated and actual amounts are immaterial in relation to total fixed assets.

The account group is not a "fund". It is concerned only with the measurement of financial position and is not involved with measurement of results of operations.

There are no long-term liabilities at December 31, 2000.

Basis of Accounting

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

All governmental funds are accounted for using the modified accrual basis of accounting. Under the modified accrual basis of accounting, revenues are recognized when susceptible to accrual (i.e., when they are "measurable and available"). "Measurable" means the amount of the transaction can be determined and "available" means collectible within the current period or soon enough thereafter to pay liabilities of the current period. The government considers all revenues available if they are collected within 60 days after year end. Ad valorem taxes and the related revenue sharing (which are based on population and homesteads in the parish) are recognized as revenue in the year in which they are billed and collected. Fees and nontax revenues are recognized when received. Grants from other governments are recognized when qualifying expenditures are incurred. Expenditures are generally recognized under the modified accrual basis of accounting when the related fund liability is incurred, except that accumulated unpaid vacation and sick pay are not accrued.

Budgetary Practices

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

1. The Library's Director prepares a proposed budget and presents it to the Board of Control prior to ninety days before 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.

ST. MARY PARISH LIBRARY

Notes to Financial Statements

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

3. A public hearing is held on the proposed budget at least ten days after publication of the call for the hearing.
4. Any changes in the proposed annual operating budget require a majority vote of the Board of Control.
5. No later than the last regular meeting of the fiscal year, the Board of Control enacts an ordinance to adopt the annual operating budget for the ensuing fiscal year.
6. The Library Director, under the direction of the Board of Control, has the authority to alter budget amounts.
7. Budgets are adopted on a basis consistent with generally accepted accounting principles (GAAP).
8. Budget appropriations lapse at year end.

Interest-Bearing Deposits

Interest-bearing deposits are stated at cost, which approximates market.

Compensated Absences

Employees earn annual vacation and sick leave at varying rates depending upon length of service. No liability has been accrued for compensated absences on the Library's financial statements due to immateriality.

Encumbrances

Encumbrance accounting, under which purchase orders, contracts, and other commitments for the expenditure of monies are recorded in order to reserve that portion of the applicable appropriation, is not employed by the Library as an extension of formal budgetary integration in the funds.

Comparative Data

Comparative total data for the prior year have been presented in the accompanying financial statements in order to provide an understanding of changes in the Library's financial position and operations.

Memorandum Only - Total Columns

Total columns on the Combined Statements are captioned "Memorandum Only" to indicate that they are presented only to facilitate financial analysis. Data in these columns do not present financial position or results of operations in conformity with generally accepted accounting principles. Neither is such data comparable to a consolidation.

ST. MARY PARISH LIBRARY

Notes to Financial Statements

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Use of Estimates

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

NOTE 2 CASH AND INTEREST-BEARING DEPOSITS

Under state law, the Library may deposit funds within a fiscal agent bank organized under the laws of the State of Louisiana, the laws of any other state in the Union, or the laws of the United States. The Library may invest in certificates and time deposits of state banks organized under Louisiana law and national banks having principal offices in Louisiana. At December 31, 2000, the Library has cash and interest-bearing deposits (book balances) totaling \$482,059, as follows:

Demand deposits	\$ 376,885
Money market accounts	105,174
Certificates of deposits	<u>-</u>
	<u>\$ 482,059</u>

These deposits are stated at cost, which approximates market. Under state law, these deposits, (or the resulting bank balances) must be secured by federal deposit insurance or the pledge of securities owned by the fiscal agent bank. The market value of the pledged securities plus the federal deposit insurance must at all times equal the amount on deposit with the fiscal agent bank. Deposit balances (bank balances) at December 31, 2000, are secured as follows:

Bank balances	<u>\$ 489,732</u>
Federal deposit insurance	\$ 244,103
Pledged securities (Category 3)	<u>1,999,998</u>
Total federal deposit insurance and pledged securities	<u>\$ 1,754,369</u>

Pledged securities in Category 3 includes uninsured or unregistered investments for which the securities are held by the broker or dealer, or by its trust department or agent, but not in the Library's name. Even though the pledged securities are considered uncollateralized (Category 3), Louisiana Revised Statute 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 Library that the fiscal agent has failed to pay deposited funds upon demand.

ST. MARY PARISH LIBRARY

Notes to Financial Statements

NOTE 3 AD VALOREM TAXES

Ad valorem taxes attach as an enforceable lien on property as of January 1 of each year. Taxes are levied in September and are billed to the taxpayers by the Assessor in October. Billed taxes are due by December 31, becoming delinquent on January 1 of the following year. Taxes are budgeted and the revenue recognized in the year they are billed.

The taxes are based on assessed values determined by the Tax Assessor of St. Mary Parish and are collected by the Sheriff. The taxes are remitted to the St. Mary Parish Library net of deductions for Pension Fund Contributions.

For the year ended December 31, 2000, taxes of 5.72 mills were levied on property with net assessed valuations totaling \$199,585,773 and were dedicated to paying the administrative, operative and maintenance expenditures for the Library.

Total taxes levied during 2000 were \$1,141,630. Taxes receivable at December 31, 2000 of \$1,116,818 (1999 \$952,606) consists of \$1,141,363 of which 2.15 percent of taxes levied or \$24,545 is considered uncollectible.

NOTE 4 DUE FROM OTHER GOVERNMENTAL UNITS

The amount due from other governmental units at December 31, 2000 consisted of \$41,020 of State Revenue Sharing due from the State of Louisiana.

NOTE 5 GENERAL FIXED ASSETS

A summary of changes in general fixed assets follows:

	Balance 1/1/00	Additions	Deletions	Balance 12/31/00
Books	\$ 1,504,235	\$ 48,480	\$ -	\$ 1,552,715
Building improvements	1,473,395	36,451	-	1,509,846
Furniture and equipment	1,258,836	-	-	1,258,836
Construction in progress	<u>-</u>	<u>138,142</u>	<u>-</u>	<u>138,142</u>
Total	<u>\$ 4,236,466</u>	<u>\$ 223,073</u>	<u>\$ -</u>	<u>\$ 4,459,539</u>

NOTE 6 RETIREMENT COMMITMENTS

Substantially all full-time employees of the St. Mary Parish Library participate in the Parochial Employees' Retirement System of Louisiana (Plan A). This system is a multiple-employer public retirement system (PERS) and is controlled and administered by a separate board of trustees. Pertinent information relative to this plan follows:

ST. MARY PARISH LIBRARY

Notes to Financial Statements

NOTE 6 RETIREMENT COMMITMENTS (CONTINUED)

Parochial Employees' Retirement System

Plan members are required to contribute 9.25 percent of their annual covered salary to the system while the Library is required to contribute the statutory rate of 7.25 percent of the total annual covered salary. The Library's contributions to the system for the years ended December 31, 2000, 1999 and 1998 were \$34,165, \$32,384 and \$28,751, respectively, equal to the required contribution for each year.

A publicly available financial report that includes financial statements and required supplemental financial information may be obtained by writing to the Parochial Employees' Retirement System of Louisiana, P. O. Box 14619, Baton Rouge, Louisiana 70898-4619.

NOTE 7 BOARD OF CONTROL

Non-commissioned members of the St. Mary Parish Library Board of Control at December 31, 2000 are as follows:

Russell Cremaldi
Peter Lipari
Glenna Kramer
Don T. Caffery, Jr.
Karla Vappie
Murphy Pontiff
Renee Vanover
Roger Busbice

NOTE 8 LITIGATION AND CLAIMS

There were no litigation or claims pending against the St. Mary Parish Library at December 31, 2000.

NOTE 9 OPERATING LEASES

The library leases office equipment under noncancelable operating leases. Total costs for such leases were \$12,758 for the year ended December 31, 2000. The future minimum lease payments for these leases are as follows:

Year Ending December 31,

2001	\$ 5,098
2002	2,438
2003	2,438
	<hr/>
	\$ 9,974

ST. MARY PARISH LIBRARY

Notes to Financial Statements

NOTE 10 RISK MANAGEMENT

The Library is exposed to various risk of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The Library has elected to purchase insurance coverage through the commercial insurance market to cover its exposure to loss. The Library is insured up to policy limits for each of the above risks. There were no significant changes in coverages, retentions, or limits during the year ended December 31, 2000. Settled claims have not exceeded the commercial coverages in any of the previous three fiscal years.

SUPPLEMENTAL INFORMATION

SCHEDULES OF INDIVIDUAL FUNDS

GENERAL FUND

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

ST. MARY PARISH LIBRARY
General Fund

Comparative Balance Sheet
December 31, 2000 and 1999

	2000	1999
ASSETS		
Cash	\$ 183,053	\$ 326,377
Interest - bearing deposits	149,277	125,340
Receivables (net of allowance for uncollectibles):		
Accounts	1,423	-
Taxes	1,116,818	960,210
Due from capital projects fund	-	101,295
Due from other governmental units	41,020	41,020
 Total assets	 \$ 1,491,591	 \$ 1,554,242
 LIABILITIES AND FUND BALANCE		
Liabilities:		
Accounts payable	\$ 18,577	\$ 10,388
Accrued payables	21,794	20,730
Salaries payable	17,728	15,306
Due to capital projects fund	2,307	-
Due to other governmental units	34,153	32,907
Total liabilities	94,559	79,331
Fund balance:		
Unreserved, undesignated	1,397,032	1,474,911
 Total liabilities and fund balance	 \$ 1,491,591	 \$ 1,554,242

ST. MARY PARISH LIBRARY
General Fund

Statement of Revenues, Expenditures, and Changes in Fund Balance - Budget
(GAAP Basis) and Actual
Year Ended December 31, 2000
With Comparative Actual Amounts for Year Ended December 31, 1999

	2000		Variance - Favorable (Unfavorable)	1999 Actual
	Budget	Actual		
Revenues:				
Taxes - ad valorem	\$ 1,064,103	\$ 1,060,609	\$ (3,494)	\$ 1,086,927
Intergovernmental -				
State revenue sharing	60,544	61,530	986	61,530
Miscellaneous -				
Interest	25,348	27,639	2,291	22,020
Other sources	<u>169,018</u>	<u>164,445</u>	<u>(4,573)</u>	<u>34,582</u>
Total revenues	<u>1,319,013</u>	<u>1,314,223</u>	<u>(4,790)</u>	<u>1,205,059</u>
Expenditures:				
Current -				
General government:				
Administrative Sheriff's fee	32,029	34,153	(2,124)	32,907
Culture and recreation:				
Salaries and wages	576,227	593,890	(17,663)	565,010
Retirement contribution	43,850	47,516	(3,666)	44,645
Group insurance	23,750	30,146	(6,396)	26,354
Utilities and telephone	82,000	100,787	(18,787)	97,632
Professional fees	11,500	12,270	(770)	10,316
Advertising, dues and subscriptions	2,000	1,842	158	1,648
Building rentals	-	-	-	250
Equipment rentals	18,000	24,813	(6,813)	20,840
General insurance	42,302	41,998	304	49,193
Unemployment	900	2,335	(1,435)	976
Travel	12,150	11,598	552	16,174
Supplies	79,200	95,037	(15,837)	53,204
Repairs and maintenance	93,336	125,897	(32,561)	100,523
Miscellaneous	37,315	34,087	3,228	33,782
Rental books and paperbacks	43,760	45,124	(1,364)	48,107
Uniforms	320	588	(268)	6,323
Capital outlay -				
Books	145,000	160,395	(15,395)	-
Buildings	-	10,371	(10,371)	-
Furniture and equipment	<u>15,000</u>	<u>19,255</u>	<u>(4,255)</u>	<u>111,764</u>
Total expenditures	<u>1,258,639</u>	<u>1,392,102</u>	<u>(133,463)</u>	<u>1,219,648</u>

(Continued)

ST. MARY PARISH LIBRARY
General Fund

Statement of Revenues, Expenditures, and Changes in Fund Balance - Budget
(GAAP Basis) and Actual (Continued)
Year Ended December 31, 2000
With Comparative Actual Amounts for Year Ended December 31, 1999

	2000		Variance - Favorable (Unfavorable)	1999 Actual
	Budget	Actual		
Excess (deficiency) of revenues over expenditures	60,374	(77,879)	(138,253)	(14,589)
Fund balance, beginning	<u>1,474,911</u>	<u>1,474,911</u>	<u>-</u>	<u>1,489,500</u>
Fund balance, ending	<u>\$ 1,535,285</u>	<u>\$ 1,397,032</u>	<u>\$ (138,253)</u>	<u>\$ 1,474,911</u>

CAPITAL PROJECTS FUND

To account for financial resources to be used for acquiring, constructing and improving public library buildings in the parish, and acquiring necessary equipment, library books and furnishings, with the proceeds to be dedicated first to paying the cost of constructing two (2) new branch libraries in the Town of Baldwin and the Bayou Vista community and constructing additions to the existing library buildings in the Town of Berwick, the City of Patterson and the Amelia Community.

ST. MARY PARISH LIBRARY
Capital Projects Fund

Comparative Balance Sheet
December 31, 2000 and 1999

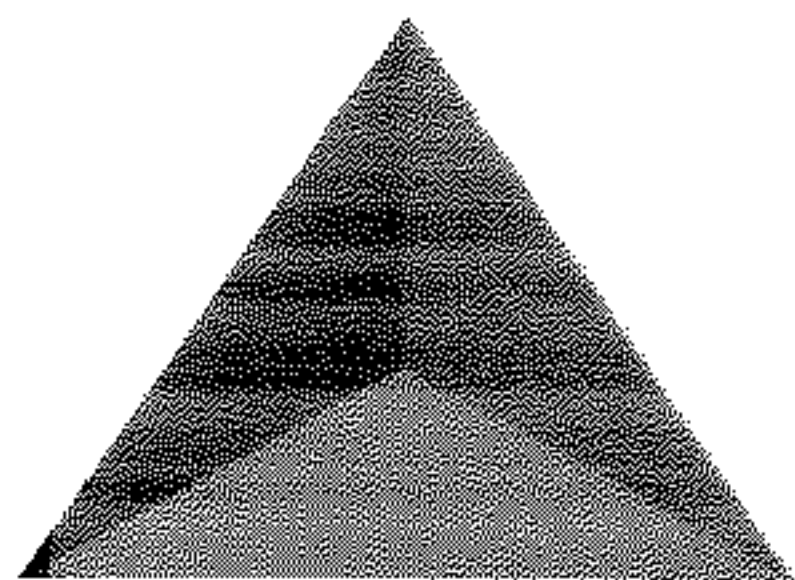
	2000	1999
ASSETS		
Interest - bearing deposits	\$ 149,729	\$ 383,181
Receivables - accrued interest	-	1,636
Due from general fund	2,307	-
Construction in progress	138,142	-
Total assets	\$ 290,178	\$ 384,817
LIABILITIES AND FUND BALANCE		
Liabilities:		
Accounts payable	\$ -	\$ 10,393
Retainage payable	13,760	-
Due to general fund	-	101,295
Total liabilities	13,760	111,688
Fund balance:		
Designated for subsequent years' expenditures	276,418	273,129
Total liabilities and fund balance	\$ 290,178	\$ 384,817

ST. MARY PARISH LIBRARY
Capital Projects Fund

Statement of Revenues, Expenditures, and Changes in Fund Balance
Year Ended December 31, 2000
With Comparative Totals for Year Ended December 31, 1999

	<u>2000</u>	<u>1999</u>
Revenues:		
Miscellaneous - Interest	\$ 19,364	\$ 22,027
Expenditures:		
Current -		
Professional fees	8,972	2,562
Supplies	278	14,565
Capital outlay -		
Books	-	101,321
Buildings	-	18,379
Furniture and equipment	<u>6,825</u>	<u>53,164</u>
Total expenditures	<u>16,075</u>	<u>189,991</u>
Excess (deficiency) of revenues over expenditures	<u>3,289</u>	<u>(167,964)</u>
Fund balance, beginning	<u>273,129</u>	<u>441,093</u>
Fund balance, ending	<u>\$ 276,418</u>	<u>\$ 273,129</u>

**INTERNAL CONTROL AND
COMPLIANCE**



Darnall, Sikes FrederickSM

(A Corporation of Certified Public Accountants)

Eugene H. Darnall, CPA, Retired 1990

E. Larry Sikes, CPA, CVA
Danny P. Frederick, CPA
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Independent Auditor's Report on Compliance and on Internal Control over Financial Reporting Based on an Audit of General Purpose Financial Statements Performed in Accordance with Government Auditing Standards

Board of Control
St. Mary Parish Library
Franklin, Louisiana

Locations:

125 Rue Beauregard
Lafayette, LA 70508
337.232.3312

1231 E. Laurel Avenue
Eunice, LA 70535
337.457.4146

1201 Brashear Avenue
Suite 301
Morgan City, LA 70380
985.384.6264

404 Pere Megret
Abbeville, LA 70510
337.893.5470

We have audited the general purpose financial statements of the St. Mary Parish Library, as of and for the year ended December 31, 2000, and have issued our report thereon dated February 23, 2001. We have conducted our audit in accordance with generally accepted auditing standards, and the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States.

Compliance

As part of obtaining reasonable assurance about whether the St. Mary Parish Library's general purpose financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grants, noncompliance with which could have a direct and material effect on the determination of general purpose 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 one instance of noncompliance that is required to be reported under Government Auditing Standards. The instance of noncompliance is described in the accompanying schedule of findings and questioned cost as item 2000-2.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered the St. Mary Parish Library's internal control over financial reporting in order to determine our auditing procedures for the purpose of expressing our opinion on the general purpose financial statements and not to provide assurance on the internal control over financial reporting. However, we noted a certain matter involving the internal control over reporting and its operations that we consider to be a reportable condition. Reportable conditions involve matters coming to our attention relating to significant deficiencies in the design or operation of the internal control over financial reporting that, in our judgement, could adversely affect the St. Mary Parish Library's ability to record, process, summarize and report financial data consistent with the assertions of management in the general purpose financial statements. The reportable condition is described in the accompanying schedule of findings and questioned costs as item 2000-1.

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Certified Public Accountants
Society of Louisiana
Certified Public Accountants

A material weakness is a condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that misstatements in amounts that would be material in relation to the general purpose financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. Our consideration of the internal control structure over financial reporting would not necessarily disclose all matters in the internal control structure that might be reportable conditions and, accordingly, would not necessarily disclose all reportable conditions that are also considered to be material weaknesses as defined above. However, we believe the reportable condition described as 2000-1 is a material weakness.

This report is intended solely for the information and use of the St. Mary Parish Library Board of Control, management and others within the organization and is not intended to be and should not be used by anyone other than these specified parties.

Darnall, Sikes & Frederick
A Corporation of Certified Public Accountants

Morgan City, Louisiana
February 23, 2001

OTHER SUPPLEMENTARY INFORMATION

ST. MARY PARISH LIBRARY

Summary Schedule of Prior Year Findings
Year Ended December 31, 2000

99-1 Finding: Inadequate Segregation of Accounting Functions
Status: This finding is unresolved. See current year finding 2000-1.

ST. MARY PARISH LIBRARY

Schedule of Findings and Questioned Costs
Year Ended December 31, 2000

Part 1: Summary of Auditor's Results

FINANCIAL STATEMENTS

Auditor's Report – Financial Statements

An unqualified opinion has been issued on the St. Mary Parish Library's financial statements as of and for the year ended December 31, 2000.

Reportable Condition – Financial Reporting

One reportable condition in internal control over financial reporting was disclosed during the audit of the financial statements and is shown as item 2000-1 in Part 2 and is considered a material weakness.

Material Noncompliance – Financial Reporting

There was one material instance of noncompliance noted during the audit of the financial statement and is shown as item 2000-2.

FEDERAL AWARDS

This section is not applicable for the fiscal year ended December 31, 2000.

Part 2: Findings Relating to an Audit in Accordance with Governmental Auditing Standards

2000-1 Inadequate Segregation of Accounting Functions

Finding:

Due to the small number of employees, the Library did not have segregation of functions within the accounting system.

Recommendation:

Based upon the size of the operation and the cost-benefit of additional personnel, it may not be feasible to achieve complete segregation of duties.

2000-2 Violation of Local Government Budget Act

Finding:

The Library did not amend its budget when it was determined that projected expenditures would exceed actual expenditures by greater than five percent.

ST. MARY PARISH LIBRARY

Schedule of Findings and Questioned Costs (Continued)
Year Ended December 31, 2000

Recommendation:

The Library's management should institute policies to ensure that the Library amends its budget whenever it determines that revenues will fall short of the budgeted projections and/or actual expenditures will exceed budgeted amounts for expenditures by more than five percent.

Part 3: Findings and Questioned Costs Relating to Federal Programs

At December 31, 2000, the St. Mary Parish Library, did not meet the requirements to have a single audit in accordance with OMB Circular A-133, therefore this section is not applicable.

ST. MARY PARISH LIBRARY

Management's Corrective Action Plan For Current Year Findings
Year Ended December 31, 2000

Response to Finding 2000-1:

No response is considered necessary.

Response to Finding 20001-2:

The Library will amend the budgets in accordance with LA R. S. 39:1310.