

2187 OFFICIAL
FILE COPY

DO NOT SEND OUT

(Xerox necessary
copies from this
copy and PLACE
BACK in FILE)

ANNUAL FINANCIAL REPORT

CITY OF MONROE, LOUISIANA



RECEIVED
LEGISLATIVE AUDITOR
03 NOV -3 AM 9:53

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 11.5.03

**For The Year Ended
April 30, 2003**

**CITY OF MONROE
MONROE, LOUISIANA**

FOR THE YEAR ENDED APRIL 30, 2003

TABLE OF CONTENTS

	<u>Page</u> *Denotes Schedule
Independent Auditors' Report -----	1
 <u>GENERAL PURPOSE FINANCIAL STATEMENTS COMBINED STATEMENTS - OVERVIEW</u> 	
Combined Balance Sheet - All Fund Types and Account Groups -----	4
Combined Statement of Revenues, Expenditures and Changes in Fund Balances - All Governmental Fund Types -----	10
Combined Statement of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual - General Fund and All Special Revenue Funds -----	11
Combined Statement of Revenues, Expenses and Changes in Retained Earnings - All Proprietary Fund Types and Similar Trust Funds -----	12
Combined Statement of Cash Flows - All Proprietary Fund Types and Similar Trust Funds -----	13
Notes to Financial Statements -----	14
 <u>FINANCIAL SCHEDULES OF INDIVIDUAL FUNDS AND ACCOUNT GROUPS</u> 	
<u>GENERAL FUND</u>	
Balance Sheets -----	* 49

CITY OF MONROE
MONROE, LOUISIANA

FOR THE YEAR ENDED APRIL 30, 2003

TABLE OF CONTENTS (Continued)

Page
*Denotes
Schedule

GENERAL FUND (CONTINUED)

Statement of Revenues, Expenditures and Changes in Fund Balance - Budget (GAAP Basis) and Actual - Council Level of Control -----	* 50
---	------

SPECIAL REVENUE FUNDS

Combining Balance Sheet -----	* 60
Combining Statement of Revenue, Expenditures and Changes in Fund Balance -----	* 67

DEBT SERVICE FUNDS

Combining Balance Sheet -----	* 77
Combining Statement of Revenues, Expenditures and Changes in Fund Balance -----	* 79

CAPITAL PROJECT FUNDS

Combining Balance Sheet -----	* 89
Combining Statement of Revenues, Expenditures and Changes in Fund Balance -----	* 99

ENTERPRISE FUNDS

Combining Balance Sheet -----	*111
-------------------------------	------

**CITY OF MONROE
MONROE, LOUISIANA**

FOR THE YEAR ENDED APRIL 30, 2003

TABLE OF CONTENTS (Continued)

	<u>Page</u> *Denotes Schedule
Combining Schedule of Revenues, Expenses and Changes in Retained Earnings -----	*115
Combining Schedule of Cash Flows -----	*119
<u>INTERNAL SERVICE FUND</u>	
Balance Sheet -----	*122
Schedule of Revenues, Expenses and Changes in Retained Earnings -----	*123
Schedule of Cash Flows -----	*124
<u>AGENCY FUNDS</u>	
Combining Balance Sheet -----	*126
Combining Schedule of Changes in Assets and Liabilities -----	*127
Combining Schedule of Cash Receipts and Disbursements -----	*129
Collection Clearing Fund: Combining Balance Sheet -----	*130
Combining Schedule of Cash Receipts and Disbursements -----	*131

**CITY OF MONROE
MONROE, LOUISIANA**

FOR THE YEAR ENDED APRIL 30, 2003

TABLE OF CONTENTS (Continued)

	<u>Page</u> *Denotes Schedule
 <u>PENSION TRUST FUNDS</u> 	
Combining Balance Sheet -----	*133
Combining Schedule of Revenues, Expenses and Changes in Fund Balances -----	*134
Combining Schedule of Cash Flows -----	*135
 <u>GENERAL LONG-TERM OBLIGATIONS ACCOUNT GROUP</u> 	
Schedule of General Long-Term Obligations -----	*137
Combined Schedule of Bonds Payable -----	*138
 <u>OTHER SUPPLEMENTAL INFORMATION</u> 	
Schedule of Assessed Valuation and Ad Valorem Property Tax Levy for 2001 Tax Roll -----	*141
Schedule of Taxes Receivable -----	*142
Schedule of Insurance in Force -----	*143
Schedule of Compensation Paid Council Members -----	*147
Schedule of Expenditures of Federal Awards -----	*148
Notes to Schedule of Expenditures of Federal Awards -----	*149

CITY OF MONROE
MONROE, LOUISIANA

FOR THE YEAR ENDED APRIL 30, 2003

TABLE OF CONTENTS (Continued)

Page
*Denotes
Schedule

OTHER SUPPLEMENTAL INFORMATION (Continued)

Independent Auditors' Report on Compliance And on Internal Control Over Financial Reporting Based on an Audit of Financial Statements Performed in Accordance With <i>Government Auditing Standards</i> -----	150
Independent Auditors' Report on Compliance With Requirements Applicable to Each Major Program And Internal Control Over Compliance in Accordance With OMB Circular A-133 -----	152
Schedule of Findings and Questioned Costs -----	154
Summary Status of Prior Year Findings -----	164



Luffey
Huffman
& Monroe

(A Professional Accounting Corporation)

CERTIFIED PUBLIC ACCOUNTANTS

Francis I. Huffman, CPA
L. Fred Monroe, CPA
Esther Atteberry, CPA

John L. Luffey, MBA, CPA (1963-2002)

INDEPENDENT AUDITORS' REPORT

City of Monroe
Monroe, Louisiana

We have audited the accompanying general purpose financial statements of the **City of Monroe, Louisiana** (the City) as of and for the year ended April 30, 2003, as listed in the accompanying Table of Contents. These general purpose financial statements are the responsibility of the City's management. Our responsibility is to express an opinion on these general purpose financial statements based on our audit. We did not audit the financial statements of the Monroe City Court or the Monroe City Marshal, which statements reflect total assets of \$1,909,167 as of April 30, 2003, and total revenues of \$2,228,837 for the year then ended. Those financial statements were audited by other auditors whose reports have been furnished to us, and our opinion on the general purpose financial statements, insofar as it relates to the amounts included in the component unit columns, is based on the reports of the other auditors.

Except as discussed in the following paragraphs, we conducted our audit in accordance with auditing standards generally accepted in the United States of America, the standards for financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States and the *Louisiana Governmental Audit Guide* issued by the Louisiana Legislative Auditor and the Louisiana Society of Certified Public Accountants. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the general purpose financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the general purpose financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit and the reports of other auditors provide a reasonable basis for our opinion.

The other auditors were unable to satisfy themselves as to the financial activities of the Agency Fund types for the Monroe City Marshal and the Monroe City Court. Those financial activities are included in the component unit column and represent 38% of total assets and 98% of total liabilities of the Component Unit column.

City of Monroe, Louisiana
Independent Auditors' Report

We were unable to satisfy ourselves as to the completeness and accuracy of the billing activities in the Water and Sewer Department Enterprise Funds, nor were we able to satisfy ourselves as to those activities by other auditing procedures. Those financial activities are included in the Enterprise Fund column and represent 29% and 62% of the current assets and revenues, respectively, of the Enterprise Fund column.

In our opinion, based on our audit and the reports of other auditors, except for the effects of such adjustments, if any, as might had been determined to be necessary had we been able to satisfy ourselves and the other auditors been able to satisfy themselves as to the financial activities discussed in the preceding paragraphs, the general purpose financial statements referred to above present fairly, in all material respects, the financial position of the City at April 30, 2003, and the results of its operations and cash flows of its proprietary fund types and pension trust funds 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 October 7, 2003 on our consideration of the City's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts and grants. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be read in conjunction with this report in considering the results of our audit.

Our audit was made for the purpose of forming an opinion on the general purpose financial statements taken as a whole. The accompanying information listed as Financial Schedules of Individual Funds and Account Groups and Other Supplemental Information in the Table of Contents is presented for purposes of additional analysis and is not a required part of the general purpose financial statements of the City. This supplemental information is the responsibility of management of the City. Such information has been subjected to the auditing procedures applied in the audit of the general purpose financial statements and, in our opinion, except for the effects on the Enterprise Funds of the billing activities in the Water and Sewer Department Enterprise Funds discussed in paragraph four above, is fairly presented in all material respects in relation to the general purpose financial statements taken as a whole.



(A Professional Accounting Corporation)

October 7, 2003

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

CITY OF MONROE
Monroe, Louisiana

COMBINED BALANCE SHEET
ALL FUND TYPES AND ACCOUNT GROUPS
AS OF APRIL 30, 2003

	GOVERNMENTAL FUND TYPES				PROPRIETARY FUND TYPES	
	General Fund	Special Revenue Funds	Debt Service Funds	Capital Project Funds	Enterprise Funds	Internal Service Fund
ASSETS AND OTHER DEBITS						
Current Assets:						
Cash and cash equivalents	\$ 1,875,862	\$ 3,631,769	\$ 6,245,468	\$ 16,724,270	\$ 683,451	\$ 9,986
Investments	-	3,996,333	-	56,359,195	-	-
Accounts Receivable, net	1,332,603	896,223	777,445	3,280,734	1,475,228	39
Due from other funds	2,653,119	3,526,926	1,226,487	6,841,882	1,186,567	-
Inventories	131,554	-	-	-	827,200	60,764
Prepaid items	139,447	-	-	-	124,480	-
Bond issuance costs	-	-	-	-	122,076	-
Total current assets	<u>6,132,585</u>	<u>12,051,251</u>	<u>8,249,400</u>	<u>83,206,081</u>	<u>4,419,002</u>	<u>70,789</u>
Restricted Assets:						
Cash and cash equivalents	-	-	-	-	3,740,130	-
Total restricted assets	-	-	-	-	<u>3,740,130</u>	-
Advances to other funds	-	-	-	220,000	-	-
Other Assets	-	717,700	-	-	-	-
General fixed assets	-	-	-	-	-	-
Property, plant and equipment, net of accumulated depreciation	-	-	-	-	91,381,650	3,162,521
Zoo animals	-	-	-	-	100,041	-
Amount available in debt service funds	-	-	-	-	-	-
Amount to be provided for the retirement of general long-term obligations	-	-	-	-	-	-
TOTAL ASSETS AND OTHER DEBITS	<u>\$ 6,132,585</u>	<u>\$ 12,768,951</u>	<u>\$ 8,249,400</u>	<u>\$ 83,426,081</u>	<u>\$ 99,640,823</u>	<u>\$ 3,233,310</u>

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

FIDUCIARY FUND TYPES		ACCOUNT GROUPS		Totals (Memorandum Only)	Component Units	Totals (Memorandum Only)
Agency Funds	Trust Funds	General Fixed Assets	General Long-Term Obligations	Primary Government		Reporting Entity
\$ 10,481,246	\$ 170,687	\$ -	\$ -	\$ 39,822,739	\$ 1,180,652	\$ 41,003,391
-	-	-	-	60,355,528	-	60,355,528
25,963	-	-	-	7,788,235	24,004	7,812,239
-	-	-	-	15,434,981	16,722	15,451,703
-	-	-	-	1,019,518	-	1,019,518
-	-	-	-	263,927	-	263,927
-	-	-	-	122,076	-	122,076
<u>10,507,209</u>	<u>170,687</u>	-	-	<u>124,807,004</u>	<u>1,221,378</u>	<u>126,028,382</u>
-	-	-	-	3,740,130	-	3,740,130
-	-	-	-	3,740,130	-	3,740,130
-	-	-	-	220,000	-	220,000
-	-	-	-	717,700	-	717,700
-	-	48,213,202	-	48,213,202	681,791	48,894,993
-	-	-	-	94,544,171	-	94,544,171
-	-	-	-	100,041	-	100,041
-	-	-	7,667,926	7,667,926	-	7,667,926
-	-	-	138,471,812	138,471,812	5,998	138,477,810
<u>\$ 10,507,209</u>	<u>\$ 170,687</u>	<u>\$ 48,213,202</u>	<u>\$ 146,139,738</u>	<u>\$ 418,481,986</u>	<u>\$ 1,909,167</u>	<u>\$ 420,391,153</u>

(Continued)

CITY OF MONROE
Monroe, Louisiana

COMBINED BALANCE SHEET
ALL FUND TYPES AND ACCOUNT GROUPS
AS OF APRIL 30, 2003

	GOVERNMENTAL FUND TYPES				PROPRIETARY FUND TYPES	
	General Fund	Special Revenue Funds	Debt Service Funds	Capital Project Funds	Enterprise Funds	Internal Service Fund
LIABILITIES AND FUND EQUITY						
Current liabilities						
Accounts and retainage payable	\$ 916,642	\$ 627,143	\$ 451,232	\$ 7,741,598	\$ 449,290	\$ 28,857
Accrued payroll and related liabilities	452,782	32,903	-	-	-	-
Due to other funds	647,858	582,089	-	10,742,508	3,461,186	340
Current portion of general long-term obligations	-	-	-	-	88,195	365,000
Due to other agencies	-	-	-	-	-	-
Deposits due others	-	-	-	-	-	-
Deferred revenue	170,327	1,018,050	24,268	-	46,080	-
Customer deposits	-	-	-	-	1,152,177	-
Other liabilities	-	-	105,974	-	-	-
Current liabilities	2,187,609	2,260,185	581,474	18,484,106	5,196,928	394,197
Current liabilities (payable from restricted assets):						
Current portion of long-term debt	-	-	-	-	270,000	-
Accrued interest	-	-	-	-	25,181	-
Current liabilities (payable from restricted assets):	-	-	-	-	295,181	-
Long-term liabilities						
Advances from other funds	220,000	-	-	-	-	-
Special assessment certificates	-	-	-	-	-	-
Bonds Payable:						
General Obligation Revenue	-	-	-	-	885,000	-
Tax Increment	-	-	-	-	-	-
Refunding Bonds	-	-	-	-	-	-
Sales tax bonds	-	-	-	-	-	-
Certificates of indebtedness	-	-	-	-	165,463	800,000
Claims and judgements	-	-	-	-	-	-
Notes payable, DEQ	-	-	-	-	2,486,403	-
Capital lease obligations	-	-	-	-	-	-
Compensated absences	-	-	-	-	855,619	-
Total long-term liabilities	220,000	-	-	-	4,392,485	800,000
Total liabilities	2,407,609	2,260,185	581,474	18,484,106	9,884,594	1,194,197

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

FIDUCIARY FUND TYPES		ACCOUNT GROUPS		Totals (Memorandum Only)	Component Units	Totals (Memorandum Only) Reporting Entity
Agency Funds	Trust Funds	General Fixed Assets	General Long-Term Obligations	Primary Government		
\$ -	\$ -	\$ -	\$ -	\$ 10,214,762	\$ 103,520	\$ 10,318,282
-	-	-	-	485,685	-	485,685
1,000	-	-	-	15,434,981	16,722	15,451,703
-	-	-	-	453,195	-	453,195
10,346,549	-	-	-	10,346,549	-	10,346,549
159,660	-	-	-	159,660	622,729	782,389
-	-	-	-	1,258,725	-	1,258,725
-	-	-	-	1,152,177	-	1,152,177
-	-	-	-	105,974	-	105,974
<u>10,507,209</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>39,611,708</u>	<u>742,971</u>	<u>40,354,679</u>
-	-	-	-	270,000	-	270,000
-	-	-	-	25,181	-	25,181
-	-	-	-	<u>295,181</u>	-	<u>295,181</u>
-	-	-	-	220,000	-	220,000
-	-	-	134,318	134,318	-	134,318
-	-	-	1,060,000	1,060,000	-	1,060,000
-	-	-	-	885,000	-	885,000
-	-	-	17,870,000	17,870,000	-	17,870,000
-	-	-	5,760,000	5,760,000	-	5,760,000
-	-	-	110,169,947	110,169,947	-	110,169,947
-	-	-	900,000	1,865,463	-	1,865,463
-	-	-	5,201,031	5,201,031	-	5,201,031
-	-	-	-	2,486,403	-	2,486,403
-	-	-	1,000,604	1,000,604	5,998	1,006,602
-	-	-	4,043,838	4,899,457	-	4,899,457
-	-	-	146,139,738	151,552,223	5,998	151,558,221
<u>10,507,209</u>	<u>-</u>	<u>-</u>	<u>146,139,738</u>	<u>191,459,112</u>	<u>748,969</u>	<u>192,208,081</u>

(Continued)

CITY OF MONROE
Monroe, Louisiana

COMBINED BALANCE SHEET
ALL FUND TYPES AND ACCOUNT GROUPS (CONCLUDED)
AS OF APRIL 30, 2003

	GOVERNMENTAL FUND TYPES				PROPRIETARY FUND TYPES	
	General Fund	Special Revenue Funds	Debt Service Funds	Capital Project Funds	Enterprise Funds	Internal Service Fund
FUND EQUITY:						
Contributed capital	-	-	-	-	116,301,639	1,043,899
Investment in general fixed assets	-	-	-	-	-	-
Retained earnings (deficit):						
Unreserved	-	-	-	-	(26,545,410)	995,214
Fund balance						
Reserved for:						
Employee retirement	-	-	-	-	-	-
Non-current receivables	-	-	-	-	-	-
Inventories and prepaid items	271,001	-	-	-	-	-
Infrastructure improvements	-	9,077,030	-	-	-	-
Capital improvements	-	-	-	25,822,220	-	-
Debt service	-	-	7,667,926	-	-	-
Advances to other funds	-	-	-	220,000	-	-
Unreserved-Undesignated	3,286,810	1,431,736	-	38,899,755	-	-
Unreserved-Designated for						
Capital Projects	167,165	-	-	-	-	-
Total fund equity	<u>3,724,976</u>	<u>10,508,766</u>	<u>7,667,926</u>	<u>64,941,975</u>	<u>89,756,229</u>	<u>2,039,113</u>
TOTAL LIABILITIES AND FUND EQUITY	<u>\$ 6,132,585</u>	<u>\$ 12,768,951</u>	<u>\$ 8,249,400</u>	<u>\$ 83,426,081</u>	<u>\$ 99,640,823</u>	<u>\$ 3,233,310</u>

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

FIDUCIARY FUND TYPES		ACCOUNT GROUPS		Totals (Memorandum Only)	Component Units	Totals (Memorandum Only)
Agency Funds	Trust Funds	General Fixed Assets	General Long-Term Obligations	Primary Government		Reporting Entity
-	-	-	-	117,345,538	-	117,345,538
-	-	48,213,202	-	48,213,202	681,791	48,894,993
-	-	-	-	(25,550,196)	-	(25,550,196)
-	170,687	-	-	170,687	-	170,687
-	-	-	-	-	-	-
-	-	-	-	271,001	-	271,001
-	-	-	-	9,077,030	-	9,077,030
-	-	-	-	25,822,220	-	25,822,220
-	-	-	-	7,667,926	-	7,667,926
-	-	-	-	220,000	-	220,000
-	-	-	-	43,618,301	478,407	44,096,708
-	-	-	-	167,165	-	167,165
-	170,687	48,213,202	-	227,022,874	1,160,198	228,183,072
<u>\$ 10,507,209</u>	<u>\$ 170,687</u>	<u>\$ 48,213,202</u>	<u>\$ 146,139,738</u>	<u>\$ 418,481,986</u>	<u>\$ 1,909,167</u>	<u>\$ 420,391,153</u>

CITY OF MONROE
Monroe, Louisiana

COMBINED STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES
ALL GOVERNMENTAL FUND TYPES
FOR THE YEAR ENDED APRIL 30, 2003

	GENERAL FUND	SPECIAL REVENUE FUNDS	DEBT SERVICE FUNDS	CAPITAL PROJECT FUNDS	TOTALS (MEMORANDUM ONLY) PRIMARY GOVERNMENT	COMPONENT UNITS	TOTALS (MEMORANDUM ONLY) REPORTING ENTITY
REVENUES							
Taxes:							
Ad valorem	\$ 6,958,376	\$ -	\$ 205,086	\$ -	\$ 7,163,462	\$ -	\$ 7,163,462
Sales	41,441,718	-	3,113,678	-	44,555,396	-	44,555,396
Other taxes	96,980	-	-	-	96,980	-	96,980
Licenses and permits	3,124,791	-	-	-	3,124,791	-	3,124,791
Intergovernmental:							
Federal funds	388,560	2,987,288	-	3,422,099	6,797,947	-	6,797,947
State funds	1,382,351	261,375	-	1,263,716	2,907,442	-	2,907,442
Local funds	232,678	-	-	-	232,678	-	232,678
Fees, charges and commissions for services	6,092,013	154,743	-	-	6,246,757	385,694	6,632,451
Fines and forfeitures	434,294	4,243	-	-	438,537	-	438,537
Rent and interest income	382,748	180,020	76,806	1,015,623	1,655,198	15,190	1,670,388
Other revenues	190,969	313,368	14,835	107,393	626,565	6,435	633,000
Total revenues	60,725,478	3,901,037	3,410,406	5,808,831	73,845,753	407,319	74,253,072
EXPENDITURES							
Current:							
General Government:							
Legislative	231,022	-	-	-	231,022	-	231,022
Judicial	-	-	-	-	-	2,226,255	2,226,255
Legal	626,381	-	-	-	626,381	-	626,381
Executive	417,630	-	-	-	417,630	-	417,630
Finance and administration	5,713,716	-	-	-	5,713,716	-	5,713,716
Other general government	815,296	-	-	-	815,296	-	815,296
Public safety	19,782,590	1,145,027	-	-	20,927,617	-	20,927,617
Public works	9,041,819	784,564	-	-	9,826,383	-	9,826,383
Health and welfare	-	1,898,487	-	-	1,898,487	-	1,898,487
Culture and recreation	4,044,295	295,648	-	-	4,339,943	-	4,339,943
Economic development	-	76,692	-	-	76,692	-	76,692
Debt service:							
Principal repayment	1,382,619	-	3,783,952	-	5,166,571	-	5,166,571
Interest and fiscal charges	54,833	-	4,530,952	-	4,585,785	-	4,585,785
Capital outlay	786,196	996,298	-	49,949,843	51,732,337	5,998	51,738,335
Total expenditures	42,896,397	5,196,716	8,314,904	49,949,843	106,357,860	2,232,253	108,590,113
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	17,829,082	(1,295,679)	(4,904,498)	(44,141,012)	(32,512,107)	(1,824,934)	(34,337,041)
OTHER FINANCING SOURCES (USES)							
Sales of assets	57,884	-	-	-	57,884	-	57,884
Proceeds from issuance of debt	-	-	-	48,639,725	48,639,725	5,998	48,645,723
Judicial interentity operating transfers in/(out)	(1,821,518)	-	-	-	(1,821,518)	1,821,518	-
Operating transfers in	933,688	13,461,242	5,788,250	26,063,543	46,246,723	-	46,246,723
Operating transfers out	(16,678,940)	(13,077,376)	(32,767)	(18,607,122)	(48,396,205)	-	(48,396,205)
Total other financing sources (uses)	(17,508,886)	383,866	5,755,483	56,096,146	44,726,609	1,827,516	46,554,125
EXCESS OF REVENUES AND OTHER SOURCES OVER EXPENDITURES AND OTHER USES	320,196	(911,813)	850,985	11,955,134	12,214,503	2,582	12,217,085
FUND BALANCE, beginning of year,	3,404,780	11,420,579	6,816,941	53,119,641	74,761,941	475,825	75,237,766
PRIOR PERIOD ADJUSTMENT	-	-	-	(132,801)	(132,801)	-	(132,801)
FUND BALANCE, END OF YEAR	\$ 3,724,976	\$ 10,508,766	\$ 7,667,926	\$ 64,941,975	\$ 86,843,643	\$ 478,407	\$ 87,322,050

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

CITY OF MONROE
Monroe, Louisiana

COMBINED STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET (GAAP BASIS) AND ACTUAL
GENERAL FUND AND ALL SPECIAL REVENUE FUNDS
FOR THE YEAR ENDED APRIL 30, 2003

	GENERAL FUND		VARIANCE - FAVORABLE (UNFAVORABLE)	SPECIAL REVENUE FUNDS		VARIANCE - FAVORABLE (UNFAVORABLE)
	BUDGET	ACTUAL		BUDGET	ACTUAL	
REVENUES						
Taxes:						
Ad valorem	\$ 6,753,000	\$ 6,958,376	\$ 205,376	\$ -	\$ -	-
Sales	41,172,000	41,441,718	269,718	-	-	-
Other taxes	66,000	96,980	30,980	-	-	-
Licenses and permits	3,144,683	3,124,791	(19,892)	-	-	-
Intergovernmental	1,964,464	2,003,589	39,125	3,455,186	3,248,663	(206,523)
Fees, charges and commissions for services	6,672,664	6,092,013	(580,651)	132,938	154,743	21,805
Fines and forfeitures	769,000	434,294	(334,706)	3,700	4,243	543
Rent and interest income	378,049	382,748	4,699	265,864	180,020	(85,844)
Other revenues	341,000	190,970	(150,030)	258,164	313,366	55,202
Total revenues	<u>61,260,860</u>	<u>60,725,479</u>	<u>(535,381)</u>	<u>4,115,852</u>	<u>3,901,035</u>	<u>(214,817)</u>
EXPENDITURES						
Current:						
General Government:						
Legislative	231,449	231,022	427	-	-	-
Judicial	-	-	-	-	-	-
Legal	707,517	626,381	81,136	-	-	-
Executive	452,454	417,630	34,824	-	-	-
Finance and administration	5,039,242	5,713,716	(674,474)	-	-	-
Other general government	898,851	815,296	83,555	-	-	-
Public safety	20,251,865	19,782,590	469,275	1,104,286	1,145,027	(40,741)
Public works	8,920,344	9,041,819	(121,475)	832,805	784,564	48,241
Health and welfare	-	-	-	2,810,399	1,898,487	911,912
Economic development	-	-	-	70,672	76,691	(6,019)
Culture and recreation	4,144,375	4,044,295	100,080	299,883	295,648	4,235
Debt service	1,584,945	1,437,452	147,493	-	-	-
Capital outlay	1,244,769	786,196	458,573	336,478	996,298	(659,820)
Total expenditures	<u>43,475,811</u>	<u>42,896,397</u>	<u>579,414</u>	<u>5,454,523</u>	<u>5,196,715</u>	<u>257,808</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	17,785,049	17,829,083	44,034	(1,338,671)	(1,295,680)	42,991
OTHER FINANCING SOURCES (USES)						
Sales of assets	25,000	57,884	32,884	-	-	-
Judicial interentity operating transfers in/(out)	(1,819,389)	(1,821,519)	(2,130)	-	-	-
Operating transfers in	168,024	933,688	765,664	13,073,332	13,461,242	387,910
Operating transfers out	(16,635,900)	(16,678,940)	(43,040)	(15,524,750)	(13,077,376)	2,447,374
Total other financing sources (uses)	<u>(18,262,265)</u>	<u>(17,508,887)</u>	<u>753,378</u>	<u>(2,451,418)</u>	<u>383,866</u>	<u>2,835,284</u>
EXCESS OF REVENUES AND OTHER SOURCES OVER EXPENDITURES AND OTHER USES	(477,215)	320,196	797,411	(3,790,089)	(911,814)	2,878,275
FUND BALANCE beginning of year	<u>3,404,780</u>	<u>3,404,780</u>	<u>-</u>	<u>11,420,580</u>	<u>11,420,580</u>	<u>-</u>
FUND BALANCE, END OF YEAR	<u>\$ 2,927,565</u>	<u>\$ 3,724,976</u>	<u>\$ 797,411</u>	<u>\$ 7,630,491</u>	<u>\$ 10,508,766</u>	<u>\$ 2,878,275</u>

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

CITY OF MONROE
Monroe, Louisiana

COMBINED STATEMENT OF REVENUES, EXPENSES AND
CHANGES IN RETAINED EARNINGS
ALL PROPRIETARY FUND TYPES
AND SIMILAR TRUST FUNDS
FOR THE YEAR ENDED APRIL 30, 2003

	PROPRIETARY FUND TYPES		FIDUCIARY FUND TYPE - TRUST FUNDS	TOTALS (MEMORANDUM ONLY)
	ENTERPRISE FUNDS	INTERNAL SERVICE FUND		
OPERATING REVENUES				
Charges for services	\$ 12,609,065	\$ 1,682,949	\$ -	\$ 14,292,014
Contributions	-	-	19,600	19,600
Interest income	-	-	2,786	2,786
Other operating revenue	26,568	-	-	26,568
Total operating revenue	<u>12,635,633</u>	<u>1,682,949</u>	<u>22,386</u>	<u>14,340,968</u>
OPERATING EXPENSES				
Salaries, wages and benefits	7,318,837	723,240	-	8,042,077
Materials, repairs and supplies	3,854,811	22,603	-	3,877,414
Utilities and communications	1,886,615	25,599	-	1,912,214
Depreciation and amortization	4,070,947	352,445	-	4,423,392
Insurance	437,108	-	-	437,108
Land and Farm Operations	23,512	-	-	23,512
Professional Fees	168,017	-	-	168,017
Benefits paid to participants	-	-	19,813	19,813
Administrative services	-	-	400	400
Promoter's expenses	802,799	-	-	802,799
Shop expenses	-	1,219,699	-	1,219,699
Other operating expenses	2,315,625	14,940	-	2,330,565
Total operating expenses	<u>20,878,271</u>	<u>2,358,526</u>	<u>20,213</u>	<u>23,257,010</u>
OPERATING INCOME (LOSS)	(8,242,638)	(675,577)	2,173	(8,916,042)
NONOPERATING REVENUE (EXPENSE)				
Operating grants	1,476,361	-	-	1,476,361
Gain (loss) on sale of assets	(50,136)	-	-	(50,136)
Interest income	19,306	-	-	19,306
Interest expense	(85,944)	(92,845)	-	(178,789)
Property taxes	1,688,074	-	-	1,688,074
Total nonoperating revenue (expense)	<u>3,047,661</u>	<u>(92,845)</u>	<u>-</u>	<u>2,954,816</u>
INCOME (LOSS) BEFORE OPERATING TRANSFERS	(5,194,977)	(768,422)	2,173	(5,961,226)
OPERATING TRANSFERS IN (OUT)				
Operating transfers in	2,104,562	605,806	-	2,710,368
Operating transfers (out)	(560,885)	-	-	(560,885)
Total operating transfers in (out)	<u>1,543,677</u>	<u>605,806</u>	<u>-</u>	<u>2,149,483</u>
NET INCOME	(3,651,300)	(162,616)	2,173	(3,811,743)
DEPRECIATION ON ASSETS ACQUIRED BY GRANT	561,049	-	-	561,049
RETAINED EARNINGS (DEFICIT),				
Beginning of year (as previously stated)	(22,987,904)	1,157,830	168,514	(21,661,560)
Prior period adjustment	(467,255)	-	-	(467,255)
RETAINED EARNINGS (DEFICIT),				
END OF YEAR	\$ (26,545,410)	\$ 995,214	\$ 170,687	\$ (25,379,509)

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

CITY OF MONROE
Monroe, Louisiana

COMBINED STATEMENT OF CASH FLOWS
ALL PROPRIETARY FUND TYPES
AND SIMILAR TRUST FUNDS
FOR THE YEAR ENDED APRIL 30, 2003

	PROPRIETARY FUND TYPES		FIDUCIARY FUND TYPE - TRUST FUNDS	TOTALS (MEMORANDUM ONLY)
	ENTERPRISE FUNDS	INTERNAL SERVICE FUND		
CASH PROVIDED (USED) BY OPERATING ACTIVITIES				
Operating Income (Loss)	\$ (8,242,638)	(675,577)	\$ 2,173	\$ (8,916,042)
Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided (Used) by Operating Activities:				
Depreciation and amortization	4,070,947	352,445	-	4,423,392
Gain/(Loss) on sale of assets	(50,136)	-	-	(50,136)
Animal deaths	6,140	-	-	6,140
Changes in current assets and liabilities:				
Accounts receivable	312,949	(3)	-	312,946
Inventory	36,079	17,321	-	53,400
Prepaid expenses	30,519	-	-	30,519
Due from other funds	(1,167,154)	164,805	-	(1,002,349)
Accounts and claims payable	31,220	(5,015)	-	26,205
Due to other funds	2,300,910	(6,951)	-	2,293,959
Deferred revenue	(23,013)	-	-	(23,013)
Other, net	58,794	-	-	58,794
Total Adjustments	<u>5,607,255</u>	<u>522,602</u>	<u>-</u>	<u>6,129,857</u>
Net cash provided (used) by operating activities	<u>(2,635,383)</u>	<u>(152,975)</u>	<u>2,173</u>	<u>(2,786,185)</u>
CASH PROVIDED BY NONCAPITAL FINANCING ACTIVITIES				
Operating transfers in	2,104,562	605,806	-	2,710,368
Operating transfers out	(560,885)	-	(234,896)	(795,781)
Increase in customer deposits	50,748	-	-	50,748
Increase in compensated absences	44,042	-	-	44,042
Grants	1,476,361	-	-	1,476,361
Property taxes	1,688,074	-	-	1,688,074
Net cash provided (Used) by noncapital financing activities	<u>4,802,902</u>	<u>605,806</u>	<u>(234,896)</u>	<u>5,173,812</u>
CASH PROVIDED (USED) BY CAPITAL AND RELATED FINANCING ACTIVITIES				
Increase (Decrease) in Contributed Capital	1,932,034	-	-	-
Decrease in DEQ liability	-	-	-	-
Acquisitions of capital assets	(2,649,258)	-	-	(2,649,258)
Principal paid on bonds	(343,194)	(350,000)	-	(693,194)
Interest paid on bonds	(91,258)	(92,845)	-	(184,103)
Net cash provided (used) by capital and related financing activities	<u>(1,151,676)</u>	<u>(442,845)</u>	<u>-</u>	<u>(3,526,555)</u>
CASH PROVIDED BY INVESTING ACTIVITIES				
Interest income	19,306	-	-	19,306
INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	1,035,149	9,986	(232,723)	812,412
CASH AND CASH EQUIVALENTS, beginning of year	3,388,432	-	399,461	3,787,893
CASH AND CASH EQUIVALENTS, END OF YEAR	<u>\$ 4,423,581</u>	<u>\$ 9,986</u>	<u>\$ 166,738</u>	<u>\$ 4,600,305</u>
Supplemental Disclosure on Noncash Capital and Related Financing Activities:				
Increase in Contributed Capital to Acquire Fixed Assets	<u>\$ 33,319,705</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 33,319,705</u>
SHOWN ON ACCOMPANYING COMBINED BALANCE SHEET AS:				
Cash and cash equivalents	\$ 683,451	\$ -	\$ 168,514	\$ 851,965
Restricted assets:				
Cash and cash equivalents	3,740,130	-	-	3,740,130
TOTAL	<u>\$ 4,423,581</u>	<u>\$ -</u>	<u>\$ 168,514</u>	<u>\$ 4,592,095</u>

CITY OF MONROE
Monroe, Louisiana

Notes To The Financial Statements
As of And For The Year Ended April 30, 2003

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The City of Monroe, Louisiana (the City) operates under a Home Rule Charter approved by the voters in 1979. This charter provides for an executive branch of government headed by a mayor and a legislative branch of government consisting of five council members. The City's combined balance sheet includes the accounts of all City operations. The City's major operations include police and fire protection, garbage and trash collection, economic development, parks and recreation, other cultural activities and general administration services. In addition, the City owns and operates six major enterprise activities: airport, water distribution, sanitary sewerage systems, mass transit system, civic center, and gardens and zoo.

The Governmental Accounting Standards Board (GASB) promulgates generally accepted accounting principles and reporting standards with respect to activities and transactions of state and local government entities. The GASB has issued a codification of governmental accounting and financial reporting standards. This codification and subsequent GASB pronouncements are recognized as generally accepted accounting principles for state and local government. The financial reporting practices of the City comply with the financial reporting standards established by the GASB.

A. REPORTING ENTITY

As the governing authority of the City, for reporting purposes, the City of Monroe is considered a separate financial reporting entity. The financial reporting entity consists of (a) the primary government (the City), (b) organizations for which the primary government is financially accountable, and (c) other organizations for which the nature and significance of their relationship with the primary government are such that exclusion would cause the reporting entity's financial statements to be misleading or incomplete.

GASB Statement 14, *The Financial Reporting Entity*, sets forth criteria for determining which, if any, component units should be considered part of the City of Monroe for financial reporting purposes. The basic criterion for including a potential component unit within the reporting entity is financial accountability. The GASB has set forth criteria to be considered in determining financial accountability, which include:

1. Appointing a voting majority of an organization's governing body, and:
 - a. The ability of the City to impose its will on that organization and/or;
 - b. The potential for the organization to provide specific financial benefits to or impose specific financial burdens on the City.
2. Organizations for which the City does not appoint a voting majority but are fiscally dependent on the City.

CITY OF MONROE
Monroe, Louisiana

Notes To The Financial Statements
As of And For The Year Ended April 30, 2003

3. Organizations for which the reporting entity financial statements would be misleading if data of the potential component unit were not included because of the nature or significance of the relationship.

Based on the previous criteria, the City has determined that the following component units should be considered as part of the City reporting entity.

Monroe City Court - The Monroe City Court is a legally separate entity. The City appoints none of the governing board (Judges) of the court. Judges of the court are independently elected officials. Although the City Council can, to a limited degree, impose its will on the court through City Council ordinances, the City provides office space, court facilities and some furnishings and compensation to the court. Although the court functions entirely within the City of Monroe, it provides no direct services to the City or City Council. However, based on criteria 2. above, it has been determined that the court is a component unit of the City and should be included in the City's financial statements through discrete presentation.

Monroe City Marshal - The Monroe City Marshal's office is a legally separate entity. The City does not appoint the governing board (Marshal) of the marshal's office. The City Marshal is an independently elected official. Although the City cannot impose its will on the City Marshal, it does provide a substantial portion of his compensation, facilities and furnishings. Although the City Marshal functions entirely within the City of Monroe, he provides no direct service to the City but is rather an officer of the City court. However, based on criteria 2. above, it has been determined that the City Marshal is a component unit of the City and should be included in the City's financial statements through discrete presentation.

Economic Development – Two not-for-profit entities perform administrative functions for the City's incremental sales tax economic development districts. These entities are the Tower Drive Economic Development Corporation and the Garrett Road Economic Development Corporation. There also exist two other special districts within the City, The Downtown Economic Development District and The Southside Economic Development District. These two districts are charged with planning and delivery of public improvements, facilities and services in their respective districts. For financial reporting purposes, all of these entities are considered an integral part of the City, not component units. This decision is due to the City keeping the books and records for these entities, the City as a whole reaping the benefits from the use of the proceeds of the incremental tax bonds issued by the not-for-profits, and that the districts and the separate not-for-profits are ministerial and structural in nature, as disbursement of funds is subject to the control of the City through the plan of government. As such, they are presented as separate Special Revenue, Debt Service and Capital Project funds within those categories of the City's general-purpose financial statements.

CITY OF MONROE
Monroe, Louisiana

Notes To The Financial Statements
As of And For The Year Ended April 30, 2003

Included in the evaluation of potential component units of the City of Monroe were the Monroe City School Board, the Ouachita Council of Governments, the Monroe Housing Authority, the City of Monroe Employees Credit Union, the Monroe/West Monroe Public Trust Financing Authority and the Ouachita Civil Defense Agency. None of these entities were determined to be component units of the City of Monroe reporting entity.

B. FUND ACCOUNTING

The City uses funds and account groups to report on its financial position and the results of its operations. Fund accounting is designed to demonstrate legal compliance and to aid financial management by segregating transactions related to certain government functions or activities.

A fund is a separate accounting entity with a self-balancing set of accounts that comprises its assets, liabilities, fund equity, revenues, and expenditures or expenses, as appropriate. An account group, on the other hand, is a financial reporting device designed to provide accountability for certain assets and liabilities (general fixed assets and general long-term obligations) that are not recorded in the "funds" because they do not directly affect net expendable available financial resources. They are concerned only with the measurement of financial position, not with the measurement of results of operations.

Funds are classified into three categories; governmental, proprietary, and fiduciary. Each category, in turn, is divided into separate "fund types". Governmental funds are used to account for a government's general activities, where the focus of attention is on the provision of services to the public as opposed to proprietary funds where the focus of attention is on recovering the cost of providing services to the public or other agencies through service charges or user fees. Fiduciary funds are used to account for assets held for others. The City's current operations require the use of the governmental, proprietary, and fiduciary fund categories. The fund types used by the City are described as follows:

Governmental Funds:

General Fund

This fund is the general operating fund of the City. It is used to account for all financial resources of the City except for those required to be accounted for in another fund.

Special Revenue Funds

These funds are used to account for the proceeds of specific revenue sources (other than capital projects) that are legally restricted to expenditures for specified purposes.

CITY OF MONROE
Monroe, Louisiana

Notes To The Financial Statements
As of And For The Year Ended April 30, 2003

Debt Service Funds

These funds are used to account for the accumulation of resources for, and the payment of, general long-term debt principal, interest and related costs. All general obligation bonds are direct obligations of the City. Principal and interest are payable from ad valorem taxes levied on all taxable property and improvements within the City. All special assessment debts are secured by liens on assessed properties and backed by the full faith and credit of the City. Special assessment debt is accounted for in the General Long-term Obligations Account Group. Incremental Sales Tax Bonds are secured by a pledge of incremental state (40%) and City (60%) sales and use taxes within the boundaries of the respective districts and do not involve the pledge of the full faith and credit of the City. Incremental Sales Tax Bonds are accounted for in the General Long Term Obligations Account Group.

Capital Project Funds

These funds are used to account for financial resources to be used for the acquisition or construction of major capital facilities, improvements and other major projects (other than those financed by Proprietary Funds).

Proprietary Funds:

Enterprise Funds

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

Internal Service Funds

Internal service funds are used to account for the financing of goods and/or services provided by one department or agency to other departments or agencies of the City, or to other governments, on a cost-reimbursement basis. The City operates a central shop and warehouse which provides inventory storage, repair and maintenance and fueling services solely to other City user departments (with the exception of the Monroe Transit System) at rates designed to cover the costs of operations, including depreciation and debt service.

CITY OF MONROE
Monroe, Louisiana

Notes To The Financial Statements
As of And For The Year Ended April 30, 2003

In accordance with the provisions of GASB Statement 20, the City has elected not to apply FASB statements and interpretations issued after November 30, 1989 to proprietary activities unless they are adopted by the GASB.

Fiduciary Funds:

Trust and Agency Funds

These funds are used to account for assets held by the City in a trustee capacity or as an agent for individuals, private organizations, other governments, and/or other funds. These include Agency Funds and Pension Trust Funds. Agency funds are custodial in nature (assets equal liabilities) and do not involve measurement of results of operations. Pension trust funds account for pension funds established for classified employees of various departments and are accounted for in essentially the same manner as proprietary funds since capital maintenance is critical.

C. GENERAL FIXED ASSETS AND LONG-TERM OBLIGATIONS

General fixed assets are not capitalized in the fund used to acquire or construct them. Instead, capital acquisition and construction are reflected as expenditures (capital outlay) in the governmental funds and the related assets are reported in the General Fixed Assets Account Group. All purchased fixed assets are valued at cost where historical records are available and at estimated cost where no historical records are available. Donated fixed assets are valued at their fair market value on the date received.

The costs of normal maintenance and repairs that do not add to the value of fixed assets or materially extend their useful lives are not capitalized but are recorded as a normal expenditure of the governmental funds. No depreciation is recognized on general fixed assets.

Prior to 1985, the City had not maintained fixed asset records on a current basis. Subsequently, the City completed reconstructing its general fixed asset records. In those cases where it was not feasible to determine the original actual cost the assets were recorded at estimated cost derived by price level adjusting current replacement cost. It was not considered practicable to determine the source of investment in general fixed assets prior to April 28, 1972.

Public domain general fixed assets (infrastructure) consisting of certain improvements including streets, bridges, curbs and gutters, sidewalks, drainage systems, traffic signals and lighting systems, are not capitalized since these assets are immovable and of value only to the City. Certain real property (land and buildings) of the Monroe City School Board which were acquired with City funds are recorded in the School Land and Buildings account.

CITY OF MONROE
Monroe, Louisiana

Notes To The Financial Statements
As of And For The Year Ended April 30, 2003

Fixed assets of the proprietary funds are recorded at cost, if purchased, and at fair market value at date of gift, if donated. Major additions are capitalized while repairs and maintenance which do not improve or extend the life of the respective assets are charged to expense. Contributions received in aid of construction are credited to contributions accounts and do not affect the cost of the assets acquired with such contributions.

Depreciation of all exhaustible fixed assets used by proprietary funds is charged as an expense against their operations. Depreciation on assets acquired by grants is recaptured to retained earnings in the Sewer and Livestock Arena Funds. The remaining enterprise funds have been in operation for many years, and the City has elected not to recapture depreciation on items acquired by grant due to the cost of assessing the amount of each asset acquired by grant. Accumulated depreciation is reported on enterprise fund balance sheets. Depreciation has been provided over the estimated useful lives using the straight-line method. The estimated useful lives are as follows:

Water and Electric Plant Facilities	30-50 Years
Buildings	10-50 Years
Sewer Lines, Pumps and Plant	10-30 Years
Improvements	7-50 Years
Equipment	2-20 Years

Long-term liabilities expected to be financed from governmental funds are accounted for in the General Long-Term Obligations Account Group, not in the governmental funds. Long-term liabilities expected to be financed from proprietary fund operations are accounted for in those enterprise funds.

D. BASIS OF ACCOUNTING

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

The modified accrual basis of accounting is used for reporting all governmental fund types and the fiduciary fund type agency funds. Under the modified accrual basis of accounting, revenues are recognized when susceptible to accrual (i.e. when they become both measurable and available). "Measurable" means the amount of the transaction can be determined and "available" means collectible within the current period or soon enough thereafter to be used to pay liabilities

CITY OF MONROE
Monroe, Louisiana

Notes To The Financial Statements
As of And For The Year Ended April 30, 2003

of the current period. Ad valorem taxes, grants, fees, charges and commissions for services have been treated as susceptible to accrual.

The City uses the following practices in recognizing and reporting revenues and expenditures in the governmental fund types:

Revenues:

Ad valorem taxes attach as an enforceable lien on property as of January 1 of each year. Taxes are levied by the City in October or November and are billed to taxpayers in December. Billed taxes become delinquent on January 1 of the following year; however, by precedent, this is normally extended until February 1. Revenues from ad valorem taxes are budgeted in the year billed to the extent collections are expected. The City bills and collects its own property taxes using the assessed values determined by the tax assessor of Ouachita Parish.

Sales taxes are considered "measurable" when in the hands of the City Sales Tax Collector and are recognized as revenue at that time.

Federal and state grants are normally "expenditure driven", which means that the City does not earn, or is not entitled to, the grant funds until a liability for the expenditure has been incurred. Amounts received in excess of actual expenditures at year end are reflected as deferred revenue on the fund's balance sheet.

Interest earnings on time deposits are recognized as revenue when the time deposits have matured and the interest is available. Substantially all other revenues are recognized when actually received by the City.

Expenditures:

Expenditures in the governmental funds are generally recognized under the modified accrual basis of accounting when the related fund liability is incurred.

Compensated absences are recognized as expenditures when leave is actually taken or when employees, or their heirs, are paid for accrued leave upon retirement or death. The cost of leave privileges not requiring current available resources is recognized in the General Long Term Obligations Account Group.

Principal and interest on long-term debt is recognized when due.

CITY OF MONROE
Monroe, Louisiana

Notes To The Financial Statements
As of And For The Year Ended April 30, 2003

Proprietary and Pension Trust Funds

All proprietary funds and pension trust funds are accounted for using the accrual basis of accounting. Their revenues are recognized when they are earned, and their expenses are recognized when they are incurred.

Fiduciary Funds

Fiduciary Funds include Trust and Agency Funds. Trust and Agency Fund assets and liabilities are accounted for on the modified accrual basis of accounting, except for the pension trust funds, which are discussed above.

Other Financing Sources (Uses)

Proceeds from issuing long-term debt and transfers between funds that are not expected to be repaid are accounted for as other financing sources (uses) and are recognized when the underlying events occur.

E. BUDGET PRACTICES

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

1. At least ninety days prior to the beginning of the fiscal year, the mayor submits to the City Council an operating and capital budget for the succeeding year.
2. A public hearing is scheduled by the City Council after allowing for at least ten days notice to the public at the time the budget is initially submitted to the City Council. The budget for the succeeding year must be finally adopted by the Council no later than the second-to-last regular meeting of the fiscal year.
3. The mayor may authorize transfers of budgetary amounts within departments. However, any revisions requiring alteration of levels of expenditures or transfers between departments must be approved by the City Council.
4. Operating appropriations, to the extent not expended, lapse at year end. Capital appropriations continue in force until the project is completed or deemed abandoned after three years of no activity.
5. All legally adopted budgets of the City are adopted on a basis consistent with generally accepted accounting principles (GAAP).

CITY OF MONROE
Monroe, Louisiana

Notes To The Financial Statements
As of And For The Year Ended April 30, 2003

For the year ended April 30, 2003, the City adopted a budget for the General Fund and all Special Revenue Funds.

F. CASH AND CASH EQUIVALENTS

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

At April 30, 2003, the City has cash and cash equivalents totaling \$43,562,868 as follows:

Petty cash	\$ 24,621
Demand deposits	32,062,520
Money Market Funds	<u>11,475,727</u>
Total	<u>\$ 43,562,868</u>

These deposits are stated at cost, which approximates market. Under state law, these deposits (or 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 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. Cash and cash equivalents (bank balances other than these backed by the U.S. government) at April 30, 2003, are secured as follows:

Bank balances	\$ <u>54,930,120</u>
Federal deposit insurance	\$ 300,000
Pledged securities (uncollateralized)	<u>62,820,819</u>
Total	<u>\$ 63,120,819</u>

Because the pledged securities are held by a custodial bank in the name of the agent bank rather than in the name of the City, they are considered uncollateralized (Category 3) under the provisions of GASB Codification C20.106; however, 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 City that the fiscal agent bank has failed to pay deposited funds upon demand.

For purposes of the Statement of Cash Flows, cash equivalents include all highly liquid investments with a maturity date of three months or less when purchased. Included as cash equivalents for purposes of the Statements of Cash Flows are the money market accounts noted below.

CITY OF MONROE
Monroe, Louisiana

Notes To The Financial Statements
As of And For The Year Ended April 30, 2003

The money market accounts are utilized for the daily investment of idle cash of the City. The account is managed by the City's fiscal agent and consists of securities issued or guaranteed by the U.S. government. Investments are in accordance with LRS 33:2955(A)(1)(e) and are not required to be covered by the pledge of securities owned by the fiscal agent bank.

G. INVESTMENTS

Under state law, the City may invest funds in obligations of the United States, in federally-insured investments, or in time deposits with state banks organized under Louisiana law and national banks having their principal offices in Louisiana. At April 30, 2003, the City had the following investments stated at cost, which approximates market:

United States government securities	\$ <u>60,355,529</u>
-------------------------------------	----------------------

The investments in United States government securities are held by the City's agent in the City's name, and are considered collateralized (Category 1) under the provisions of GASB Codification 150.164.

H. INVENTORIES

Inventories are valued at average cost less writedowns for obsolete items. Inventories in the General and Proprietary Funds consist of expendable supplies and repair and maintenance items held for consumption.

I. ACCUMULATED VACATION, SICK PAY, AND OTHER EMPLOYEE BENEFIT AMOUNTS

Accumulated unpaid vacation, sick pay, and other employee benefit amounts are accrued when incurred in Enterprise Funds under the accrual basis of accounting. Such amounts are not accrued in governmental funds under the modified accrual basis of accounting. However, such amounts are reflected in the General Long Term Obligations Account Group.

Full time employees may earn up to 33 working days per year depending upon length of service. At the end of each year, employees may carry forward up to 120 days of vacation time. Subject to the above conditions, unused vacation is paid to an employee upon retirement, separation, or death at hourly rates being earned by that employee upon separation.

The City also maintains a disability compensation plan which allows employees to draw an additional 30 days paid disability leave, once all the available sick and vacation accruals have been utilized. Individuals with long-term disability status are then eligible for an additional 180 days of disability leave at 60 percent of their regular pay. Such amounts are not accrued in

CITY OF MONROE
Monroe, Louisiana

Notes To The Financial Statements
As of And For The Year Ended April 30, 2003

governmental funds, nor are they reflected in the General Long Term Obligations Account Group due to the inability to estimate such liabilities, and the fact that any unused disability leave does not carry forward to the subsequent year.

Firemen and policemen may receive up to one year's sick leave per illness as prescribed under Louisiana law. For all other City employees, sick leave is accumulated at varying rates ranging up to 12 days per year. A maximum of 120 days of unused sick leave may be carried forward. Subject to the above limitations, employees shall be compensated in cash for any accumulated unused sick leave when they are permanently separated from employment as a result of voluntary resignation, discharge, retirement or death. In the event of death, payment is made to the estate of the employee. The amount of payment for all unused sick leave is calculated at the employee's rate of pay in effect on the payday immediately preceding the employee's separation.

J. BAD DEBTS

Uncollectible amounts for customers' utility fees receivable 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 particular receivable. The allowance was \$167,769 as of April 30, 2003.

K. RESERVES OF FUND EQUITY

Some portions of fund balance and/or retained earnings are reserved to indicate that a portion of fund equity is legally restricted to a specific future use and/or is not available for appropriation or expenditure. In the General Fund a portion of the fund balance is reserved to indicate that it is not available for expenditure or appropriation as it consists of reservations for certain inventories, non-current receivables and prepaid items which are not considered available spendable resources. The reserve of fund balance in the General Fund at April 30, 2003 is \$271,001.

L. DEDICATED REVENUES

Sales taxes:

A one-half per cent city sales tax is dedicated to the General Fund for payment of salaries of city employees and capital improvements. The sales tax, which began on March 1, 1968, is for an indefinite period.

A one per cent city sales tax is dedicated to the General Fund for any lawful purpose of the City, including payment of operating expenses. The sales tax, which began on January 1, 1975, is for an indefinite period.

CITY OF MONROE
Monroe, Louisiana

Notes To The Financial Statements
As of And For The Year Ended April 30, 2003

A one per cent city sales tax is dedicated to the General Fund for constructing, acquiring, extending, improving, maintaining, and operating capital improvements and facilities of the City and paying general operating expenses of the City. The sales tax, which began on February 1, 1983, is for an indefinite period.

A ten year one per cent sales tax passed by the voters on November 8, 1994 which was for the street program was extended by twenty-five years and its uses expanded by the voters on May 5, 2001. The proceeds can be utilized for all infrastructure including but not limited to streets, water, sewer and drainage and other related capital expenditures. The tax will expire in 2029.

Property taxes:

Recreation (1.73 mills), public safety (.98 mills) and drainage (1.21 mills) millages were passed by the voters in 1994, levied in 1995 and will expire with the 2003 tax roll.

For both the Civic Center and the Louisiana Purchase Gardens and Zoo, 2.47 mills was renewed by the voters in 1998, levied in fiscal 1999, and will expire with the 2007 tax roll.

For both the police and fire departments, 1.48 mills was renewed by the voters in 1998, levied in fiscal 1999, and will expire with the 2007 tax roll.

For capital improvements, 3.21 mills was renewed by the voters in 1998, levied in fiscal 1999, and will expire with the 2007 tax roll.

M. TOTAL COLUMNS ON COMBINED STATEMENTS

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

2. FUND DEFICITS

The following funds have deficits at April 30, 2003:

Enterprise Funds:	
Municipal Airport	\$ 12,983,210
Monroe Transit System	7,270,820
Civic Center	5,597,523
Louisiana Purchase Gardens and Zoo	2,663,315

CITY OF MONROE
Monroe, Louisiana

Notes To The Financial Statements
As of And For The Year Ended April 30, 2003

Excursion Boat	\$	126,569
Livestock Arena		124,813
Sewer Department		8,985,300

The deficits in the enterprise funds can be attributed, in part, to depreciation and/or transfers to the General Fund. Historically the enterprise funds of the City have not generated sufficient revenues to cover operating costs.

Capital Projects Funds:

Calypso Street Repairs	\$	467,084
Airport Taxiway 'C' Reconstruction		64,392
Airport Drainage Canal		18,705
Airport Drainage Renovations		16,208
Airport Parking Apron Renovations		74,796
Phase III Air Industrial Park		802,087
Neighborhood Drainage		96,042
Southeast Monroe Drainage		22,455
Pump Station Improvements		3,731,498
Asset Management System		176,639
Digester Upstream		642,217
Tower Drive		728,513
WPCC Improvements		470,442
Water System Improvements Phase I		1,554,747
Riverfront Project		273,989

All deficits in the capital projects funds are to be financed with future federal and state grant revenues or transfers from other funds.

3. RECEIVABLES

Accounts receivable of \$7,788,235 at April 30, 2003, are comprised of the following:

Fund Type	Taxes – ad valorem	Grants	Accounts	Other	Total
General	\$ 170,327	\$ 69,105	\$ 1,089,944	\$ 3,227	\$ 1,332,603
Special Revenue	-	389,921	504,884	1,418	896,223
Debt Service	5,027	763,084	9,335	-	777,445
Capital Projects	-	3,083,514	68,410	128,811	3,280,734
Proprietary	41,388	25,984	1,403,260	4,635	1,475,267
Agency	-	-	-	25,963	25,963
Total	\$ 216,742	\$ 4,174,177	\$ 2,850,004	\$ 5,524,174	\$ 7,788,235

CITY OF MONROE
Monroe, Louisiana

Notes To The Financial Statements
As of And For The Year Ended April 30, 2003

4. CHANGES IN FIXED ASSETS

The following schedule presents changes in general fixed assets for the year ended April 30, 2003:

	Balance April 30, 2002	Additions	Deletions	Balance April 30, 2003
Land, buildings and Improvements	\$ 23,287,982	\$ 2,212,988	\$ (533,770)	\$ 24,967,200
Furniture and vehicles	19,359,666	1,102,304	(2,006,186)	18,455,784
Construction in progress	-	3,148,704	-	3,148,704
School land & buildings	1,641,514	-	-	1,641,514
Total	\$ 44,289,162	\$ 6,463,996	(2,539,956)	\$ 48,213,202

The balance of land, buildings and improvements at April 30, 2002 has been restated to reflect \$2,172,544 of real property which was not included in the prior year's report.

Included in Furniture and Vehicles is fire fighting equipment with a cost of \$700,000 and various public works equipment with a cost of \$2,400,000 purchased under capital leases as further discussed in Note 9.

The Central Shop and Warehouse land and building is carried on the City's balance sheet within the Internal Service Fund. At April 30, 2003, only a portion of the cost of the assets are depreciated as only the shop facility is currently accounted for in the Internal Service Fund. In the future, an Internal Service Fund will be established to account for the operations of the warehouse, at which time depreciation will be charged to that fund.

The Louisiana Purchase Gardens and Zoo enterprise fund carries its investment in animals on a separate line of its balance sheet. The cost shown on the balance sheet relates only to animals that were purchased, donated or traded. Animals born in the zoo have no cost attributed to them. Also, the zoo has a number of bird specimens which are covered by the Migratory Bird Treaty (MBT). Certain birds under the MBT have no cost associated with them because they may not be bought or sold. The following schedule reflects the number of specimens on hand at April 30, 2003, the associated cost, and the corresponding market value.

	Number	Cost	Market Value
Specimens having a cost basis	277	\$ 100,041	\$ 100,041
Specimens having no cost basis	207	NONE	46,050
Specimens covered by Migratory Bird Treaty	54	NONE	NONE
Total	538	\$ 100,041	\$ 146,091

CITY OF MONROE
Monroe, Louisiana

Notes To The Financial Statements
As of And For The Year Ended April 30, 2003

A summary of enterprise fund type property, plant, and equipment is as follows:

	Municipal Airport	Monroe Transit System	Civic Center	Louisiana Purchase Gardens And Zoo	Excursion Boat	Livestock Arena	Water Dept.	Sewer Dept.	Total
Buildings and improvements	\$14,212,687	\$2,135,535	\$12,027,626	\$3,071,955	\$ -	\$580,619	\$51,327	\$923,920	\$33,003,669
Furniture, vehicles, And equipment	2,286,562	585,534	1,189,069	208,531	-	-	1,868,703	2,764,063	8,902,462
Excursion boat	-	-	-	-	258,553	-	-	-	258,553
Buses	-	4,150,952	-	-	-	-	-	-	4,150,952
Water plant	-	-	-	-	-	-	29,886,653	-	29,886,653
Sewer lines	-	-	-	-	-	-	-	21,733,842	21,733,842
Water pollution control center	-	-	-	-	-	-	-	10,464,404	10,464,404
Construction in progress	1,082,176	-	-	-	-	-	1,692,047	41,583,295	44,357,518
Total	17,581,425	6,872,021	13,216,695	3,280,486	258,553	580,619	33,498,730	77,469,524	152,758,053
Less: accumulated depreciation	(12,049,734)	(3,870,867)	(6,560,868)	(2,124,953)	(132,185)	(441,845)	(16,875,135)	(24,863,756)	(66,919,343)
Net depreciable assets	5,531,691	3,001,154	6,655,827	1,155,533	126,368	138,774	16,623,595	52,605,768	85,838,710
Zoo animals	-	-	-	100,041	-	-	-	-	100,041
Land	4,203,504	148,239	993,540	-	-	-	114,152	83,505	5,542,940
TOTAL FIXED ASSETS	\$9,735,195	\$3,149,393	\$7,649,367	\$1,255,574	\$126,368	\$138,774	\$16,737,747	\$52,689,273	\$91,481,694

CITY OF MONROE
Monroe, Louisiana

Notes To The Financial Statements
As of And For The Year Ended April 30, 2003

In addition, the City's internal service fund employs fixed assets as follows:

Buildings and Improvements	\$ 3,408,222
Equipment and Vehicles	253,230
Total	<u>3,661,452</u>
Less: Accumulated Depreciation	<u>(543,931)</u>
Net Depreciable Assets	3,117,521
Land	45,000
Total Fixed Assets	<u>\$ 3,162,521</u>

Approximately \$1.4 million of the building and improvements is not depreciated as it is used for governmental type activities.

5. RESTRICTED ASSETS AND RELATED RESERVES

Under terms of the 1995 Sewer Refunding Bonds, the City is required to establish a sinking fund as more fully described in Note 10.

6. ELECTRICAL SYSTEM OPERATING AGREEMENT

On July 9, 1977, the voters of the City of Monroe authorized a 50 year operating agreement between the City of Monroe and Entergy (formerly Louisiana Power & Light) for the operation by Entergy of the City's electric system. The agreement provided that Entergy would pay to the City a percentage of total revenue collected from the sale of electric service to residential and commercial customers within the City, such payments not to be less than \$700,000 annually. The aforementioned base increased by one per cent of sales of electric services to residential and commercial customers in excess of \$10,000,000 in a calendar year. Revenues under this agreement totaled \$1,762,958 for the year ended April 30, 2003.

7. PENSION AND RETIREMENT PLANS

City of Monroe Sponsored Pension Plans:

Effective September 1, 1983, the members of the Bus Drivers' Pension and Relief Fund agreed to merge with the Municipal Employees' Retirement System of Louisiana (MERS). Since the merger, the Bus Department administrative employees contribute 9.25% of their salary and the City contributes 7.25 %. The City also reimburses 4% of the bus operators' contributions. For the year ended April 30, 2003, the City contributed \$19,600 to the Bus Drivers' Pension and Relief Fund.

CITY OF MONROE
Monroe, Louisiana

Notes To The Financial Statements
As of And For The Year Ended April 30, 2003

The Electrical Workers' Pension and Relief Fund was established for employees of the former Utilities Commission of the City of Monroe. The plan covers only those employees of the Electrical Department of the Monroe Utilities Commission who retired prior to June 30, 1973. All active employees on that date and those hired subsequently are covered under the MERS. This fund was closed during the year ended April 30, 2002 and the residual equity transferred to the General Fund.

The Monroe Policemen's Pension and Relief Fund covers those employees who were members of the fund at September 1, 1983, and who retire prior to the age of 50. Upon reaching their 50th birthday, they will no longer receive benefits under the Monroe Policemen's Pension and Relief Fund, but will begin receiving benefits under the Municipal Police Employees' Retirement System (MPERS). The City made no contributions to the Monroe Policemen's Pension and Relief Fund for the year ended April 30, 2003.

Data concerning the actuarial status of the Policemen's and Bus Drivers' Pension and Relief Funds is not available. The City of Monroe has never required the services of an actuary for these plans nor felt the need to determine the actuarial liability of the plans because state law requires that the plans be funded at minimum reserve requirements rather than an actuarially computed reserve based on future benefits payable. The two funds had net assets at April 30, 2003, as follows; Policemen's, \$110,799 and Bus Drivers', \$59,888.

State Sponsored Plans:

Municipal Employees' Retirement System of Louisiana (MERS)

Substantially all city employees, except firemen and policemen, are members of the MERS, a multiple-employer, cost-sharing, public employee retirement system (PERS), controlled and administered by a separate board of trustees. The MERS is composed of two distinct plans, Plan A and Plan B, with separate assets and benefit provisions. All City members participate in Plan A.

All permanent employees working at least 35 hours per week and elected city officials are eligible to participate in the system. Under the plan provisions, a member who retires at or after age 60 with at least 10 years of creditable service, at or after age 55 with 25 years of creditable service, or at any age with at least 30 years of creditable service is entitled to a retirement benefit, payable monthly for life, equal to 3% of the member's final compensation multiplied by his years of creditable service.

However, for those members of the supplemental plan only prior to October 1, 1978, the benefit is equal to 1% of final compensation plus \$2 per month for each year of supplemental-plan-only service earned prior to October 1, 1978, plus 3% of final compensation for each year of service credited after October 1, 1979.

CITY OF MONROE
Monroe, Louisiana

Notes To The Financial Statements
As of And For The Year Ended April 30, 2003

Funding Policy. Contributions to the system include one-fourth of one per cent of the taxes shown to be collectible by the tax rolls of the parish. These tax dollars are divided between Plan A and Plan B based proportionately on the salaries of members on which contributions were made for the previous fiscal year. State statute requires covered employees to contribute a percentage of their salaries to the system; however, the City is authorized by state statute to pay to the system from its own funds the employee contributions. As provided by Louisiana Revised Statute 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 City's contributions to the MERS for the years ended April 30, 2003, 2002 and 2001 were \$1,276,408; \$1,049,195; and \$980,800 respectively, equal to the statutorily required contributions for each year.

The MERS issues an annual, publicly-available financial report that includes financial statements and required supplementary information for the retirement system. The report may be obtained by writing the Municipal Employees' Retirement System, 6750 Van Gogh, Baton Rouge, LA 70806 or by calling (504) 925-4810.

Firefighters' Retirement System (SFRS)

Effective May 7, 1981, the members of the Firemen's Pension and Relief Fund agreed to merge with the SFRS, a multiple-employer, cost-sharing PERS. Effective June 1, 1986, the retirees and dependents receiving benefits under the City plan as of May 7, 1981, were transferred to the SFRS. As further discussed below, the liability to the SFRS was advance refunded by the City during fiscal 1998.

The plan covers substantially all members of the City's Fire Department. All new employees of the department must join this plan with the exception of employees performing duties unrelated to fire fighting. Employees with 20 years or more of service who have attained age 50 or employees with 12 years of service who have attained age 55 or 25 years of service at any age are entitled to annual pension benefits equal to 3-1/3% of their average final compensation based on the 36 consecutive months of highest pay multiplied by their total years of service, not to exceed 100%. If employees terminate before rendering 12 years of service, they forfeit the right to receive the portion of their accumulated plan benefits attributable to employer contributions. 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 by state statute.

Funding Policy. State statute requires covered employees to contribute a percentage of their salaries to the system; however, the City is authorized by state statute to pay to the system from its own funds the employee contributions. As provided by Louisiana Revised Statute 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.

CITY OF MONROE
Monroe, Louisiana

Notes To The Financial Statements
As of And For The Year Ended April 30, 2003

The City's contributions to the SFRS for the years ended April 30, 2003, 2002, and 2001 were \$702,293; 534,652; and \$506,159, respectively, equal to the required contributions for each year.

The SFRS issues an annual, publicly-available financial report that includes financial statements and required supplementary information for the retirement system. The report may be obtained by writing the Firefighters' Retirement System, 2051 Silverside Drive, Suite 10, Baton Rouge, LA 70808-4136 or by calling (504) 925-4060.

Municipal Police Employees' Retirement System (MPERS)

Effective September 1, 1983, the members of the City's Policemen's Pension and Relief Fund agreed to merge with the MPERS, a multiple-employer, cost-sharing PERS. The liability to the MPERS associated with the merger was advance refunded by the City during fiscal 1998 as further discussed below.

All full-time police officers engaged in law enforcement and earning at least \$375 per month excluding state supplemental pay, the elected chief of police whose salary is at least \$100 per month, and secretaries to the chief of police are eligible to participate in the system. Members who retire at or after age 55 with 12 years of creditable service, at or after age 50 with 20 years of creditable service, or at any age with 25 years of creditable service are entitled to a retirement benefit, payable monthly for life, equal to 3-1/3% of the member's average final compensation multiplied by his years of creditable service, not to exceed 100 per cent of his average final compensation. The system also provides death and disability benefits. Benefits are established by state statute.

Funding Policy. State statutes require covered employees to contribute a percentage of their salaries to the system. As provided by Louisiana Revised Statute 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 City's contributions to the MPERS for the years ended April 30, 2003, 2002, and 2001 were \$558,640; \$526,680; and \$524,103 respectively, equal to the statutorily required contributions for each year.

The MPERS issues an annual, publicly-available financial report that includes financial statements and required supplementary information for the retirement system. The report may be obtained by writing the Municipal Police Employees' Retirement System, 8401 United Plaza Blvd., Room 305, Baton Rouge, LA 70808 or by calling (504) 929-7411.

CITY OF MONROE
Monroe, Louisiana

Notes To The Financial Statements
As of And For The Year Ended April 30, 2003

8. OTHER HEALTH CARE BENEFITS

During the year ended April 30, 2003, the City incurred a total of approximately \$4,666,549 in expenses in connection with providing benefits to a total of 1,240 participants. The cost is broken down as follows:

Active Employees	\$ 3,482,842
Retired Employees	1,147,568
COBRA	<u>36,139</u>
TOTAL	<u>\$ 4,666,549</u>

Of the total amount, approximately \$1,183,707 was for benefits under the plan paid for by the 208 retirees and 10 COBRA participants.

9. LEASES

At April 30, 2003, the City was obligated under operating lease agreements covering computer equipment and various other items of equipment. The original lives of the leases range up to five years with options to renew some leases for one to five years. The City made lease payments of approximately \$460,258 during the year ended April 30, 2003. The following is a schedule of future minimum lease payments under operating leases as of April 30, 2003:

Years Ended April 30:	<u>Minimum Lease Payments</u>
2004	\$ 120,668
2005	\$ 69,122
2006	\$ 42,307
2007	\$ 2,814
Total	<u>\$ 234,911</u>

In fiscal 1999, the City entered into a capital lease obligation for the purchase of fire fighting equipment. The original amount of the obligation was \$699,800 and bears interest at 8%. In fiscal 2001, the City entered into a capital lease obligation for the purchase of public works equipment. The original amount of the obligation was \$2.3 million and bears interest at 5.7%. Future minimum lease payments until maturity (April, 2005) are as follows:

CITY OF MONROE
Monroe, Louisiana

Notes To The Financial Statements
As of And For The Year Ended April 30, 2003

Fiscal Year Ending	Future Minimum Lease Payments
April 30, 2004	\$ 550,263
April 30, 2005	536,217
Total	1,086,480
Less: Amounts representing Interest Present Value of Future Minimum Lease Payments	(85,876)
	\$ 1,000,604

10. LONG-TERM OBLIGATIONS

The following is a summary of long-term obligation transactions of the City of Monroe for the year ended April 30, 2003:

	General Long-Term Obligations Account Group	Proprietary Funds	Total
Long-term obligations, May 1, 2002	\$ 102,384,634	\$ 6,564,835	\$ 108,949,469
Additions	50,689,957	44,040	50,733,997
Retirement	(6,934,853)	(693,195)	(7,628,048)
Long-term obligations, April 30, 2003	\$ 146,139,738	\$ 5,915,680	\$ 152,055,418

Long-term obligations outstanding at April 30, 2003, are comprised of the following:

	Issue	Maturity Date	Interest Rate	Balance Outstanding
<i>General Long-Term Obligations</i>				
<i>Account Group</i>				
<u>General obligation bonds</u>				
Public improvements:				
City Court and Jail	1990	3/1/10	6.65 – 10.00	\$ <u>1,060,000</u>
<u>Tax Increment Bonds</u>				
Tower Drive	2000	3/1/20	6.95	2,765,000
Tower Drive	1999	3/1/09	5.00	600,000
Tower Drive	1997	3/1/12	5.21	2,115,000
Tower Drive	2002	3/1/20	5.85	990,000
I-20 Development	2001	1/1/20	6.63	970,000
I-20 Development	2001A	3/1/20	5.49	8,725,000
I-20 Development	1996	3/1/11	5.63	1,705,000
Total tax increment bonds				17,870,000

CITY OF MONROE
Monroe, Louisiana

Notes To The Financial Statements
As of And For The Year Ended April 30, 2003

<u>Sales Tax Bonds</u>				
Series 2001 (DEQ)	2001	6/30/23	3.45	\$22,184,153
Series 2001	2001	7/1/21	3.00-5.75	24,245,000
Series 2002	2002	7/1/26	4.00-7.00	26,000,000
Series 2002A	2002A	7/1/27	3.00-5.00	15,000,000
Series 2003	2003	6/1/23	3.45	340,794
Series 2003	2003	7/1/27	1.10-3.90	<u>22,400,000</u>
Total sales tax bonds				<u>110,169,947</u>
 <u>Certificates of Indebtedness</u>				
Swimming Pools Renovations	2000	7/1/05	5.35	<u>900,000</u>
 <u>Special assessments certificates</u>				
New street certificates:				
Urban Systems Ordinance 9432	1994	3/1/04	6.20	13,586
Sewerage certificates:				
Huntington Park	1995	9/1/04	7.00 - 7.30	<u>120,732</u>
Total special assessment certificates				134,318
 <u>Other</u>				
Claims and Judgments Payable	None	None	None	5,201,031
Refunding Bonds Series 1998A	1998	3/1/13	4.40-5.05	5,760,000
Capital Lease (See Note 9)	2000	4/27/03	8.00	1,000,604
Accrued vacation and sick pay	None	None	None	<u>4,043,838</u>
Total other				<u>16,005,473</u>
Total general long-term obligations account group				<u>\$146,139,738</u>
 <i>Proprietary Funds</i>				
<u>Certificates of Indebtedness -</u>				
Civic Center Ice Arena	1998	10/15/05	8.00	\$ 253,658
Central Shop and Warehouse	1996	12/01/06	6.05 - 6.20	1,165,000
 <u>Revenue bonds-</u>				
Sewer Refunding	1995	6/01/06	4.85 - 5.40	1,155,000
 <u>Sales Tax Bonds-</u>				
Series 2001(DEQ)	2001	6/01/22	3.45	2,486,403
 <u>Other</u>				
Accrued vacation and sick pay	None	None	None	<u>855,619</u>
Total proprietary funds				<u>\$5,915,680</u>

CITY OF MONROE
Monroe, Louisiana

Notes To The Financial Statements
As of And For The Year Ended April 30, 2003

<u>Long-Term Obligation</u>	<u>Paying Fund</u>
General obligation bonds:	
City court and jail	City Court and Jail Improvements Debt Service Fund
Tax increment bonds:	
Tower Drive	Tower Drive Debt Service Fund
I-20 Development	I-20 Debt Service Fund
Sales tax bonds:	
2001 Series	Sales Tax Bond Debt Service Fund
2002 Series	Sales Tax Bond Debt Service Fund
2003 Series	Sales Tax Bond Debt Service Fund
Certificates of indebtedness:	
Central Warehouse and Shop	Central Shop Internal Service Fund
Civic Center Ice Arena	Civic Center Enterprise Fund
Swimming Pools Renovation	General Fund
Special assessments certificates:	
Street Construction:	
Urban Systems Ordinance 9432	Urban Systems Ordinance 9432 Debt Service Fund
Sewer certificates:	
Huntington Park	Huntington Park Debt Service Fund
Revenue bonds:	
Sewer Refunding	Sewer Enterprise Fund
Refunding Bonds:	
Series 1998A	General Fund
Capital Lease Obligations:	
Equipment	General Fund
Bond Anticipation Notes:	
Series 2001	Sewer Enterprise Fund

The amount recorded as claims and judgments payable in the General Long Term Obligations Account Group is the City's liability for claims that are not expected to be paid with available resources at year-end. Expenditures for claims and judgments payable are recognized in the General Fund when paid. Only those expenditures which are included in the City's legally adopted budget will be paid. The debt service requirements to amortize all bonds, certificates and other long-term obligations (other than accrued vacation and sick pay, claims and judgements and capital lease obligations) outstanding at April 30, 2003, including interest payments of \$82,856,282 are as follows:

CITY OF MONROE
Monroe, Louisiana

Notes To The Financial Statements
As of And For The Year Ended April 30, 2003

Year Ended April 30,	General Obligation Bonds and Certificates of Indebtedness	Revenue Bonds	Special Assessments	Tax Increment	Other	Total
2004	\$ 1,081,346	\$ 6,769,712	\$ 83,246	\$ 2,284,531	\$ 824,235	\$ 11,043,070
2005	1,069,943	8,674,740	64,595	2,294,780	825,035	12,929,090
2006	994,679	8,322,918	-	2,285,532	824,448	12,427,577
2007	195,560	8,313,345	-	2,292,671	827,148	11,628,724
2008	195,360	8,007,284	-	2,160,029	823,168	11,185,841
2009-2013	397,060	39,936,920	-	6,452,447	3,107,262	49,893,689
2014-2018	-	39,948,222	-	6,502,618	-	46,450,840
2019-2023	-	39,426,607	-	2,663,633	-	42,090,241
2024-2028	-	26,161,533	-	-	-	26,161,533
Total	\$ <u>3,933,948</u>	\$ <u>185,561,281</u>	\$ <u>147,841</u>	\$ <u>26,936,241</u>	\$ <u>7,231,296</u>	\$ <u>223,810,605</u>

General obligation bonds are direct obligations and are secured by the full faith and credit of the City. These bonds generally mature over a 20 year life. Revenue bonds are secured by pledged income derived from the assets acquired or constructed with bond funds. Special assessment certificates and certificates of indebtedness are secured by a pledge of the general credit of the City. The general credit of the City is obligated only to the extent that liens foreclosed against properties involved in the special assessment districts are insufficient to retire outstanding bonds. The Tax Increment bonds are secured solely from the incremental tax revenues from the respective economic development districts.

In October, 1998 the City issued \$600,000 of its Series 1998 Certificates of Indebtedness, the proceeds of which were used to finance capital improvements to the Monroe Civic Center. The certificates bear interest at a rate of 8% and are due in eighty-four monthly installments of \$9,387 each. The certificates are repayable solely from the proceeds of rental contracts; however, the lessee has defaulted on such rental contracts and the City is paying the certificates from other sources, including funds that had been escrowed by the lessee.

Sewer Refunding Bonds

During fiscal 1987, the City issued revenue bonds totaling \$4,115,000 to be used for the construction of an aerated equalization basin and the installation of mixed media filters to supplement or replace the current chemical treatment at the City's Water Pollution Control Center. The Series 1986A Sewer Revenue Bonds were issued at a premium of \$14,358. On August 8, 1995, the City issued \$2,695,000 in Revenue Bonds of the Sewer Department with an average interest rate of 4.85 per cent to advance refund \$2,960,000 of outstanding Series 1986A bonds. The net proceeds of \$2,641,555 (after payment of \$56,035 in underwriting fees and other issuance costs and accrued interest of \$2,590) plus an additional \$492,320 in cash was used to purchase U.S. government securities. The underwriting fees, issuance costs and bond premium (\$110,000) are being amortized using the straight line method over the 10 year life of the bonds.

CITY OF MONROE
Monroe, Louisiana

Notes To The Financial Statements
As of And For The Year Ended April 30, 2003

The outstanding balance of the refunding bonds is presented net of the related bond premium; the deferred issuance costs are presented as other assets in the Sewer Enterprise Fund.

Those securities purchased were deposited in an irrevocable trust with an escrow agent to provide for all future debt service payments on the 1986A Series bonds. As a result, the 1986A Series bonds are considered to be defeased and the liability for those bonds was removed from the balance sheet of the Sewer Department Enterprise Fund. The outstanding balance of the defeased 1986A Series bonds at April 30, 2003 is \$1,155,000.

Certain provisions of the bond indenture of the 1995 Sewer Refunding Bonds require the City to establish a sinking fund. The City is required to deposit in the sinking fund at least three days in advance of the date on which each payment of principal and/or interest falls due on the outstanding parity obligations (Certificates of Indebtedness, Series 1994, dated December 20, 1994), funds fully sufficient to promptly pay the maturing principal and/or interest falling due on such day. Interest payments are due every six months and principal payments on the bonds are due once a year. The City is required to deposit in the sinking fund monthly in advance on or before the twentieth day, one-sixth of the interest due and one-twelfth of the principal due on the bonds on the next payment date. The fiscal agent bank shall make available funds from the sinking fund to the paying agent at least one day in advance to the date on which payment of the principal and interest on the bonds and the Outstanding Parity Obligations falls due. The fund provided shall be sufficient to pay promptly the principal and interest falling due on such date. The City was in compliance with these restrictive covenants of the 1995 Sewer Refunding Bond indenture at April 30, 2003.

State Retirement System Refunding Bonds

The City issued in the aggregate \$7,565,000 of Series 1998A Refunding Bonds bearing interest at rates ranging from 4.40% to 5.05%. These bonds were issued to refund the City's obligations to the MPERS and the SFRS resulting from the merger between the City's retirement plans and the state retirement systems.

11. INTERFUND RECEIVABLES AND PAYABLES

Individual fund balances due from/to other funds at April 30, 2003, are as follows:

	<u>Due From</u> <u>Other Funds</u>	<u>Due To</u> <u>Other Funds</u>
General Fund	\$ 2,653,119	\$ 647,858
General Fund (Advance)	-	220,000
Special revenue funds:		
Community Development Block Grant	5,235	139,671

CITY OF MONROE
Monroe, Louisiana

Notes To The Financial Statements
As of And For The Year Ended April 30, 2003

CDBG Home	\$ -	\$ 131,571
DARE Program	-	3,037
Rental Rehabilitation	184,866	-
Capital Infrastructure	3,278,972	252,800
Prisoner Housing	57,853	82
Diversion Program	-	29
Brownsfield Study Program	-	54,816
Maypop Sculpture	-	83
Debt service funds:		
1988 Street Overlay Phase I	8,822	-
1988 Street Overlay Phase II	3,251	-
Tower Drive	1,068,344	-
I-20 Development District	146,070	-
Capital project funds:		
I-20 Corridor	-	258,994
Benoit Rec Center Renovation	-	149,761
Taxiway C Reconstruction	-	111,353
Parking Apron Renovation	-	36,580
Drainage Renovation	-	277,773
Phase III Air Industrial Park	-	1,497,264
Air Industrial Park (Advance)	220,000	-
Airport Drainage Canal/Pump	-	18,705
Evangeline Street Outfall	9,976	9,976
Tower Drive	-	1,068,344
Calypso Street	-	467,084
Neighborhood Drainage Project	-	87,263
Kansas Lane Service Road	453,903	-
Street Improvement – Airport Industrial Park	117,934	-
Motor Vehicle Building	11,400	-
Street Construction	-	2,261,028
Chase Infrastructure	-	588
Downtown Economic Development	-	915
Rehab of South Ramp	-	560
Motor Vehicle Building	-	11,400
Southeast Monroe Drainage	-	22,455
WPCC Improvements	1,325,392	1,000,000
Pump Station & Frc Mns Improvements	-	1,580,242
Collection System Improvements	4,729,139	10,877
Water System Improvements Phase I	-	1,217,940
Asset Management System	-	28,670
Digester Upstream	-	246,105
Riverfront Project	-	371,701
Fire/Drainage Improvements	194,138	6,930

CITY OF MONROE
Monroe, Louisiana

Notes To The Financial Statements
As of And For The Year Ended April 30, 2003

Enterprise funds:		
Municipal Airport	\$ 18,364	\$ 11,609
Monroe Transit System	531	638
Civic Center	115	321
Louisiana Purchase Gardens and Zoo	1	329
Water Department	1,167,554	748
Sewer Department	2	3,447,541
Internal Service funds:		
Central Shop	-	340
Trust and Agency:		
Hotel/Motel Tax Collection Agency	-	1,000
Total	<u>\$ 15,654,981</u>	<u>\$ 15,654,981</u>

12. INTERFUND TRANSFERS

The following operating transfers were made between the various funds of the City during the year ended April 30, 2003:

	<u>Operating Transfers In</u>	<u>Operating Transfers Out</u>
General Fund	\$ 933,687	\$ 16,678,940
Special Revenue Funds:		
Folklife Festival	109,772	-
Capital Infrastructure	12,655,788	13,077,376
Prisoner Housing	676,261	-
Law Enforcement Block Grant – 2002	17,921	-
Maypop Sculpture	1,500	-
Debt Service Funds:		
I-20 Development District	9,100	41,867
Tower Drive	14,340	-
Sales Tax Bond	4,950,714	-
Police and Fire Pension	823,196	-
Capital Project Funds:		
I-20 Corridor	41,867	-
FTA	15,583	-
N 4 th Street Underpass	-	78,339
N 10 th Street Storm Sewer	-	50,000
North 18 th Street Right of Way	16	-
Demolition of Property	85,000	-
E Parkview Flood Control	30,259	58,309
Black Bayou Lake	55,960	-
Calypso Street Extension	-	63,121
Downtown Economic Development	-	1,500
Roof Repair	-	6,332
Rehab of South Ramp	-	97,690

CITY OF MONROE
Monroe, Louisiana

Notes To The Financial Statements
As of And For The Year Ended April 30, 2003

Chase Infrastructure	\$ -	\$ 19,012
Pump Station Improvements	8,116,233	-
Asset Management System	10,429	-
Collection System Improvements	17,708,196	10,877
Collection System Improvements Phase I	-	17,708,196
Street Construction	-	506,816
Fire/Drainage Improvements	-	6,930
Enterprise Funds:		
Municipal Airport	-	560,885
Monroe Transit System	1,051,858	-
Civic Center	704,779	-
Louisiana Purchase Gardens and Zoo	286,649	-
Excursion Boat	33,630	-
Livestock Arena	27,646	-
Internal Service Funds:		
Central Shop	<u>605,806</u>	<u>-</u>
 TOTAL	 <u>\$ 48,966,190</u>	 <u>\$ 48,966,190</u>

13. SEGMENT INFORMATION

The City's enterprise funds provide various services to the public. As provided by GASB Codification 2500.107, the table on the following page presents segment information for the City's enterprise funds.

**CITY OF MONROE
Monroe, Louisiana**

**Notes To The Financial Statements
As of And For The Year Ended April 30, 2003**

	Municipal Airport	Monroe Transit System	Civic Center	Louisiana Purchase Gardens And Zoo	Excursion Boat	Livestock Arena	Water Dept.	Sewer Dept.	Total
Operating revenues	\$1,441,800	\$305,493	\$1,607,122	\$315,019	\$ -	\$12,510	\$4,505,203	\$4,448,485	\$12,635,632
Depreciation and amortization	565,922	310,076	693,483	124,900	12,261	31,300	948,557	1,384,448	4,070,947
Operating income (loss)	(187,431)	(2,637,581)	(2,043,692)	(1,222,798)	(30,557)	(57,025)	(442,957)	(8,242,638)	(14,864,679)
Non-operating revenue(expenses)	(39,161)	(10,907)	844,037	844,037	(68)	-	9,696	(51,887)	1,595,747
Operating grants	205,000	1,271,361	-	-	-	-	-	-	1,476,361
Tax revenues	-	-	844,037	844,037	-	-	-	-	1,688,074
Income/(loss) before op. transfers	(21,592)	(1,377,127)	(1,224,102)	(378,761)	(30,625)	(57,025)	(433,261)	(1,672,484)	(5,194,977)
Operating transfers:									
In	-	1,051,858	704,779	286,649	33,630	27,646	-	-	2,104,562
Out	(560,885)	-	-	-	-	-	-	-	(560,885)
Net income (loss)	(582,477)	(325,269)	(519,323)	(92,112)	3,005	(29,379)	(433,261)	(1,672,484)	(3,651,300)
Current contributed capital	22,528	1,728,352	88,768	(16,331)	-	-	-	108,717	1,932,034
Property, plant & equipment:									
Additions	(7,215)	(1,719,881)	(175,347)	-	-	-	(588,883)	(157,932)	(2,649,258)
Net working capital	41,749	216,993	67,709	(183)	(3,522)	892	1,907,522	(3,009,087)	(777,927)
Total assets	9,837,012	3,377,820	7,863,322	1,281,421	139,131	140,349	21,083,903	55,917,865	99,640,823
Long-term debt	-	-	165,563	-	-	-	-	3,371,403	3,536,966
Total equity	9,727,527	3,173,587	7,468,132	1,185,685	122,846	139,666	19,653,785	48,285,001	89,756,229

CITY OF MONROE
Monroe, Louisiana

Notes To The Financial Statements
As of And For The Year Ended April 30, 2003

14. LITIGATION AND CLAIMS

Various lawsuits are pending against the City of Monroe. Except as noted below, attorneys of the City are of the opinion that any judgment rendered in favor of the plaintiff will not materially affect the financial position of the City at April 30, 2003.

The City is involved in two suits involving jail conditions. The claims are for \$2,000,000. Estimated exposure, if any, is unknown.

The City is involved in a suit for false arrest. The claim amount is \$395,000. Estimated exposure, if any, is unknown.

The City is involved in certain civil rights suits with claims in excess of \$400,000. The amount of liability, if any, cannot be determined.

The City is involved in a suit on a contract with a claim in excess of \$130,000. The amount of liability, if any, cannot be determined.

On August 6, 2002 twenty-two current and former employees of the Monroe, Louisiana Police Department filed suit against the City in the United States District Court asking for a declaratory judgment, overtime pay, liquidated damages and other relief under the Fair Labor Standards Act of 1938 (FLSA) since August 1, 1999. The plaintiffs claim that the City failed to pay plaintiffs and other similarly situated employees all compensation due them under the FLSA and failed to pay plaintiffs for all hours worked and operates a compensatory time system in violation of the FLSA and its implementing regulations. The City is unable to make an estimate of the possible liability, if any, of this matter at the current time.

In addition, the City is a party to various suits involving wrongful death, use of excessive force by police officers, accidents involving City vehicles and/or property and workman's compensation. The City is unable to make an estimate of the possible liability, if any, of these matters at the current time.

15. DEFERRED COMPENSATION PLANS

The City of Monroe offers its employees deferred compensation plans created in accordance with Internal Revenue Code Section 457, as amended. The plans, available to all employees, permit them to defer a portion of their salaries until future years. Participation in the plans is optional. The City does not make any contributions to the plans. The deferred compensation is not available to employees until termination, retirement or unforeseeable emergency. Deferred compensation is available to employees' beneficiaries in case of death. In accordance with the amended provisions of

CITY OF MONROE
Monroe, Louisiana

Notes To The Financial Statements
As of And For The Year Ended April 30, 2003

Code Section 457, all amounts deferred under the plans, all property and rights purchased with those amounts, and all income attributable to those amounts, property or rights are solely the property and rights of the participants and their beneficiaries. As required by the amended Code Section 457, the City established custodial accounts with a third party administrator who will hold the assets and income of the plans.

Since the assets of the plans are held in a custodial account with a third-party administrator, the assets and liabilities are not presented in the City's financial statements in accordance with GASB 32.

Assets with a fair market value of \$933,293 are held by Public Employees Benefit Services Corporation, a deferred compensation center, and assets with a fair market value of \$140,536 are held by ICMA under agreement with the City.

16. INDIVIDUAL COMPONENT UNIT DISCLOSURES

The following schedules present condensed financial statements for each of the discretely presented component units.

<i>Balance Sheets</i>			
	Monroe City Court	Monroe City Marshal	Total
Assets:			
Current assets	\$ 1,137,619	\$ 89,757	\$ 1,227,376
Land, buildings and equipment	343,973	337,818	681,791
Total Assets	\$ 1,481,592	\$ 427,575	\$ 1,909,167
Liabilities:			
Current liabilities	\$ 673,139	\$ 75,830	\$ 748,969
Total Liabilities	673,139	75,830	748,969
Equity:			
Investment in fixed assets	343,973	337,818	681,791
Fund balances	464,480	13,927	478,407
Total Equity	808,453	351,745	1,160,198
Total Liabilities and Equity	\$ 1,481,592	\$ 427,575	\$ 1,909,167

<i>Operating Statements</i>			
	Monroe City Court	Monroe City Marshal	Total
Revenues	\$ 1,318,916	\$ 915,919	\$ 2,234,835
Expenditures:			
Current – judicial	1,322,535	903,720	2,226,255
Capital outlay	5,998	5,998	5,998
Total Expenditures	1,322,535	909,718	2,232,253

CITY OF MONROE
Monroe, Louisiana

Notes To The Financial Statements
As of And For The Year Ended April 30, 2003

Excess (Deficiency) of revenues over expenditures	\$	(3,619)	\$	6,201	\$	2,582
Equity – beginning		468,099		7,726		475,825
Equity – ending		464,480		13,927		478,407

Complete financial statements of the component units can be obtained from their respective offices or the Ouachita Parish Clerk of Court.

17. ON-BEHALF PAYMENTS

Certain City employees in the City Marshal's office, the Monroe Police Department and the Monroe Fire Department receive supplemental pay from the state of Louisiana. In accordance with GASB Statement No.24, the City has recorded revenues and expenditures for these payments in the General Fund. Revenues under this arrangement totaled \$1,369,500 and the related expenditures are as follows:

Marshal/Deputy Marshal	\$ 20,400
Monroe Police Department	659,550
Monroe Fire Department	689,550

18. RISK FINANCING ACTIVITIES

The City is exposed to various risks of loss related to torts; theft of, damage to and destruction of assets; errors and omissions; and natural disasters. There were no major changes in insurance coverage for the year ended April 30, 2003. Certain risks of loss, such as surety bonding, transit and excursion boat liability and indemnity, and activities relating to the operations of Chennault Park, Selman Field Golf Course, the Monroe Civic Center, Louisiana Purchase Gardens and Zoo and Monroe Regional Airport are insured through purchase of commercial insurance with deductibles from \$0 to \$5,000 and coverage limits from \$1,000 (surety bonds) to \$42,900,000 (buildings and contents). Other risks of loss, including fleet comprehensive and liability, long-term disability and comprehensive general liability, are entirely self-insured. Workers compensation losses are self insured up to \$250,000 per occurrence, with excess loss policies in force for claims in excess of the self insured retention. There were no settlements that exceeded insurance coverage for the past three years. All of the foregoing risk financing activities are accounted for in the governmental and proprietary fund types. Long-term liabilities that are covered by structured settlements which are not expected to be liquidated with expendable available financial resources in the governmental funds have been recorded in the General Long-term Obligations Account Group at estimated present value. Other long-term claims and judgments payable recorded in the General Long-term Obligations

CITY OF MONROE
Monroe, Louisiana

Notes To The Financial Statements
As of And For The Year Ended April 30, 2003

Account Group, primarily disability and workers' compensation claims, are recorded using actuarial methods. Changes in the claims liability for the year ended April 30, 2003, are as follows:

Balance, April 30, 2002	\$ 5,578,095
Current year claims and changes in estimates	897,339
Claims paid	<u>(1,274,403)</u>
Balance, April 30, 2003	<u>\$ 5,201,031</u>

Included in current year claims and changes in estimates are amounts related to workers' compensation claims for incurred but not reported claims (IBNR). IBNR claims include known loss events which are expected to be presented as claims, unknown loss events that are expected to become claims and expected future developments on claims already reported. Actuarial methods were employed to determine the IBNR reserve at April 30, 2003, which was calculated to be approximately \$1.4 million and covers claim years since April 30, 1979.

19. PRIOR PERIOD ADJUSTMENTS

Beginning retained earnings in the Water Department Enterprise Fund has been decreased by \$467,255 to reflect the omission of an allowance for doubtful accounts in the prior year. In fiscal year 2002, receivables were overstated in the Motor Vehicle Building Capital Projects Fund. As a result, the beginning fund balance of that fund has been decreased by \$132,801.

SUPPLEMENTAL INFORMATION SCHEDULES

**FINANCIAL SCHEDULES OF INDIVIDUAL FUNDS
AND ACCOUNT GROUPS**

CITY OF MONROE
Monroe, Louisiana

SUPPLEMENTAL INFORMATION SCHEDULES
As of and For the Year Ended April 30, 2003

GENERAL FUND

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

CITY OF MONROE
Monroe, Louisiana

GENERAL FUND
BALANCE SHEET
AS OF APRIL 30, 2003 AND 2002

	2003	2002
ASSETS		
Cash and cash equivalents	\$ 1,875,862	\$ 3,252,903
Accounts receivable	1,162,276	1,349,589
Due from other funds	2,653,119	1,323,336
Property taxes receivable	170,327	333,565
Prepays and other assets	139,447	225,737
Inventory	131,554	139,447
TOTAL ASSETS	\$ 6,132,585	\$ 6,624,577
LIABILITIES AND FUND EQUITY		
Liabilities		
Accounts payable	\$ 916,642	\$ 715,106
Accrued payroll	452,782	471,018
Due to other funds	647,858	1,401,907
Deferred revenue	170,327	333,565
Advances from other funds	220,000	220,000
Other liabilities	-	78,201
Total liabilities	2,407,609	3,219,797
Fund Equity - fund balance:		
Unreserved-Undesignated	3,286,810	1,927,596
Unreserved-Designated for Capital Projects	167,165	
Reserved for non-current receivables	-	1,112,000
Reserved for inventory	131,554	225,737
Reserved for prepaid expenses	139,447	139,447
Total fund equity	3,724,976	3,404,780
TOTAL LIABILITIES AND FUND EQUITY	\$ 6,132,585	\$ 6,624,577

CITY OF MONROE
Monroe, Louisiana

GENERAL FUND
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL -
COUNCIL LEVEL OF CONTROL
FOR THE YEAR ENDED APRIL 30, 2003

	2003		VARIANCE FAVORABLE (UNFAVORABLE)	2002 ACTUAL
	BUDGET	ACTUAL		
REVENUES				
General Property Taxes	\$ 3,401,000	\$ 3,510,387	\$ 109,387	\$ 3,743,182
1974 Recreational Main. Tax	575,000	591,170	16,170	542,342
1974 Public Safety Taxes	325,000	334,888	9,888	307,216
1974 Drainage Taxes	402,000	413,476	11,476	379,334
Street Maintenance Tax	-	70	70	28
Capital Improvement Tax	1,066,000	1,096,907	30,907	1,006,324
Police Department Tax	492,000	505,739	13,739	463,976
Fire Department Tax	492,000	505,739	13,739	463,976
Beer Tax	66,000	96,980	30,980	83,656
General Sales Taxes	29,200,000	29,312,721	112,721	28,476,294
Sales tax collections - Capital Infrastructure	11,972,000	12,128,997	156,997	11,836,013
Liquor Licenses	70,000	70,867	867	74,335
Occupational Licenses	2,200,000	2,230,783	30,783	2,146,378
Building Permits	62,683	62,210	(473)	43,729
Sewer Permits	46,000	18,825	(27,175)	27,810
Plumbing Permits	30,000	23,073	(6,927)	21,730
Electrical Permits	34,000	22,673	(11,327)	21,291
Gas Permits	14,000	7,852	(6,148)	5,841
Heat and Air Conditioning Permits	7,000	7,610	610	5,812
Mobil Sign Permits	1,000	4,805	3,805	5,265
Franchise Fees	680,000	676,093	(3,907)	807,071
Direct Federal Grants	526,264	388,560	(137,704)	329,766
Indirect Federal Grants	-	-	-	56,864
City Court Rebate	-	232,678	232,678	-
State Grants	1,438,200	1,382,351	(55,849)	1,341,200
Sales tax commission - School Board	360,000	381,736	21,736	360,456
Sales tax commission - West Monroe	51,000	51,000	-	51,000
Sales tax commission - Police Jury	37,800	37,800	-	37,800
Sales tax commission - Sterlington	1,000	1,270	270	1,692
Sales tax commission - Richwood	180	180	-	180
Sales tax commission - Street Imp. Fund	82,600	84,272	1,672	81,942
Sales tax commission - Hotel/Motel	4,000	4,000	-	4,000
Parking Meters	41,000	33,564	(7,436)	40,360
City Sanitation Service	2,200,000	2,184,544	(15,456)	2,198,881
Recreation Department Revenue	70,200	71,239	1,039	60,159
Grasscutting Fees	29,000	13,738	(15,262)	32,119
City Court Civil Fees	160,000	150,545	(9,455)	154,926
Community Policing Fee	200,000	194,689	(5,311)	199,533
Appearance & Surrender Fee	82,000	101,180	19,180	93,954
Zoning income	50,000	49,355	(645)	60,023

(Continued)

CITY OF MONROE
Monroe, Louisiana

GENERAL FUND
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL -
COUNCIL LEVEL OF CONTROL (CONTINUED)
FOR THE YEAR ENDED APRIL 30, 2003

	2003		VARIANCE FAVORABLE (UNFAVORABLE)	2002 ACTUAL
	BUDGET	ACTUAL		
Security Service	312,000	282,927	(29,073)	232,745
Entergy franchise fees	2,300,000	1,762,958	(537,042)	2,006,859
Cemetary Lots	20,000	12,490	(7,510)	13,750
Golf Course Fees	623,884	630,077	6,193	632,758
BellSouth Commissions	48,000	44,449	(3,551)	47,734
False alarms fines	50,000	26,175	(23,825)	44,225
Equipment fund from court fines	5,000	4,700	(300)	7,650
City court fines	700,000	389,925	(310,075)	588,121
Parking Fines	14,000	13,494	(506)	12,770
Rental Income	8,049	47,151	39,102	12,629
Interest Income	325,000	279,589	(45,411)	341,453
Municipal Golf Course Rent	20,000	30,000	10,000	10,000
Boat Dock Rentals	25,000	26,008	1,008	28,802
Miscellaneous Revenue	250,000	108,035	(141,965)	308,882
Penalty and Interest	41,000	33,175	(7,825)	29,609
Police Miscellaneous	50,000	49,759	(241)	54,921
Total revenues	61,260,860	60,725,478	(535,382)	59,939,366
EXPENDITURES				
Legislative division - council and staff	231,449	231,022	427	222,252
Executive division - chief executive and staff	452,454	417,630	34,824	333,596
Administration division	5,039,242	5,713,716	(674,474)	5,337,918
Judicial division	1,819,389	1,821,518	(2,129)	1,761,688
Legal division	707,517	626,381	81,136	565,890
Planning and Urban development division	898,851	815,296	83,555	797,800
Engineering division	1,225,722	1,195,786	29,936	992,918
Police division	10,033,474	9,867,169	166,305	9,473,060
Fire division	10,218,391	9,915,421	302,970	9,790,032
Public works division	7,694,622	7,846,033	(151,411)	7,372,307
Community affairs division	4,144,375	4,044,295	100,080	3,858,220
Debt Service:				
General interest expense	112,138	54,833	57,305	250,567
Capital leases	716,633	716,633	-	619,055
Swimming pool renovations	356,174	356,775	(601)	300,000
Claims and judgements	400,000	309,211	90,789	387,230
Total debt service	1,584,945	1,437,452	147,493	1,556,852
Capital Expenditures	1,244,769	786,196	458,573	1,484,436
Total expenditures	45,295,200	44,717,915	577,285	43,546,969
EXCESS OF REVENUES OVER EXPENDITURES	15,965,660	16,007,564	41,904	16,392,397

(Continued)

CITY OF MONROE
Monroe, Louisiana

GENERAL FUND
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL -
COUNCIL LEVEL OF CONTROL (CONTINUED)
FOR THE YEAR ENDED APRIL 30, 2003

	2003		VARIANCE FAVORABLE (UNFAVORABLE)	2002 ACTUAL
	BUDGET	ACTUAL		
OTHER FINANCING SOURCES (USES)				
Sale of assets	25,000	57,884	32,884	118,870
Operating transfers in:				
Monroe Regional Airport	168,024	560,885	392,861	298,293
Rehab of South Ramp	-	97,690	97,690	-
Motor vehicle building	-	-	-	73,377
Swimming pool renovations	-	-	-	45,000
Chase Infrastructure	-	19,012	19,012	-
Calypso Extension	-	63,121	63,121	-
N. 4th St. Underpass	-	78,339	78,339	-
N. 10th Storm Sewer	-	50,000	50,000	-
East Parkview	-	58,309	58,309	-
Roof Repair	-	6,332	6,332	-
Operating transfers out:				
Evangeline Street Outfall	-	-	-	(9,976)
N. 18th Street Right of Way	-	(16)	(16)	(200)
Prisoner Housing	(660,000)	(676,261)	(16,261)	(450,000)
Fire Insurance Department	-	-	-	(19,455)
Police and Fire Pension	(821,810)	(823,196)	(1,386)	(863,454)
Calypso Extension	-	-	-	(131,800)
East Parkview	-	(30,259)	(30,259)	-
Law Enforcement Block Grant	-	(17,921)	(17,921)	(21,366)
Black Bayou Lake	-	(55,960)	(55,960)	-
Demolition	(85,000)	(85,000)	-	-
Louisiana Purchase Gardens and Zoo	(333,089)	(286,649)	46,440	(284,383)
Monroe Transit System	(989,280)	(1,051,858)	(62,578)	(1,267,605)
Civic Center	(824,790)	(704,779)	120,011	(574,949)
Twin City Queen	(64,000)	(33,630)	30,370	(90,072)
Livestock Arena	(17,600)	(27,646)	(10,046)	(44,871)
Central Shop and Warehouse	(808,331)	(605,806)	202,525	(742,396)
Louisiana Folklife Festival	(60,000)	(109,772)	(49,772)	(70,916)
Capital Infrastructure	(11,972,000)	(12,131,164)	(159,164)	(11,836,013)
I-20 Corridor Debt Service	-	(9,100)	(9,100)	-
Tower Drive Debt Service	-	(14,340)	(14,340)	-
FTA Capital Project	-	(15,583)	(15,583)	-
Total other financing sources (uses)	(16,442,876)	(15,687,368)	794,531	(15,871,916)

CITY OF MONROE
Monroe, Louisiana

GENERAL FUND
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL -
COUNCIL LEVEL OF CONTROL (CONCLUDED)
FOR THE YEAR ENDED APRIL 30, 2003

	2003		VARIANCE FAVORABLE (UNFAVORABLE)	2002 ACTUAL
	BUDGET	ACTUAL		
EXCESS OF REVENUES AND OTHER FINANCING SOURCES OVER EXPENDITURES AND OTHER FINANCING USES	(477,216)	320,196	797,412	520,481
FUND BALANCE, Beginning of Year	2,399,403	3,404,780	1,005,377	2,649,403
INTERFUND EQUITY TRANSFERS	-	-	-	234,896
Total interfund equity transfers	-	-	-	234,896
FUND BALANCE, END OF YEAR	\$ 1,922,187	\$ 3,724,976	\$ 1,802,789	\$ 3,404,780

CITY OF MONROE
Monroe, Louisiana

SUPPLEMENTAL INFORMATION SCHEDULES
As of and For the Year Ended April 30, 2003

SPECIAL REVENUE FUNDS

To account for the proceeds of specific revenue sources (other than expendable trusts or for major capital projects) that are legally restricted to expenditures for specified purposes.

FIRE DEPARTMENT INSURANCE FUND

The Fire Department Insurance Fund receives an annual share of insurance commissions from the state of Louisiana. The monies are dedicated for fire department maintenance and supplies.

COMMUNITY DEVELOPMENT FUND

The Community Development fund accounts for Federal Community Development Block Grant Funds, which are used for various community development projects.

COMMUNITY REVITALIZATION FUND

The Community Revitalization Fund accounts for donations from businesses to refurbish qualifying homes in the historic Lamyville area.

URBAN DEVELOPMENT ACTION GRANT FUND

The Urban Development Action Grant Fund accounts for Federal funds used to aid in construction of single-family dwellings.

RENTAL REHABILITATION

The Rental Rehabilitation Fund accounts for Federal funds used to bring rental units to minimum standards.

WATER CERTIFICATION FUND

The Water Certification fund accounts for fees collected and expenditures incurred by the City's water department for conducting water certification seminars.

CITY OF MONROE
Monroe, Louisiana

SUPPLEMENTAL INFORMATION SCHEDULES
As of and For the Year Ended April 30, 2003

SPECIAL REVENUE FUNDS

JR. TENNIS FUND

The Junior Tennis Fund accounts for donations by tennis pros teaching on Monroe City courts. The proceeds of this fund are used to pay entry fees for disadvantaged junior tennis players.

ECONOMIC DEVELOPMENT FUND

The Economic Development Fund accounts for funds advanced from the Community Development Fund and is used to make temporary loans to community businesses that have difficulty obtaining other financing.

LAW ENFORCEMENT BLOCK GRANT FUNDS

The Law Enforcement Block Grant Funds account for the proceeds of Federal grants for use in enhancement of law enforcement activities.

MARTIN LUTHER KING FUND

The Martin Luther King Fund accounts for private contributions used to sponsor an annual program to promote the memory of Dr. Martin Luther King.

BICYCLE TRAIL FUND

The Bicycle Trail Fund accounts for funds received from private contributions used to support bicycle trails throughout the city.

MPD LAW ENFORCEMENT TRAINING SYSTEMS FUND

The MPD Law Enforcement Training Systems Fund (LETS) accounts for MPD training seminars that are offered to other agencies and MPD employees. Fees charged provide funding.

COMMUNITY DEVELOPMENT BLOCK GRANT LOAN FUND

The Community Development Block Grant Loan Fund accounts for revolving loans made for substantial rehabilitation to owner-occupied dwellings.

CITY OF MONROE
Monroe, Louisiana

SUPPLEMENTAL INFORMATION SCHEDULES
As of and For the Year Ended April 30, 2003

SPECIAL REVENUE FUNDS

CDBG HOME PROGRAM FUND

The Home Program Fund accounts for Federal funds to aid in rehabilitation and new construction of low-income family housing.

PROBLEM SOLVING GRANT FUND

The Problem Solving Grant Fund accounts for the proceeds of a grant from the Federal Government to be used to identify and reduce commercial burglaries.

CITY PROSECUTING ATTORNEY FUND

The City Prosecuting Attorney Fund accounts for the prosecuting attorney's share of bond forfeitures from bonding companies and cash bond forfeitures.

MPD INFORMANT FUND

The MPD Informant Fund accounts for payments to confidential informants. Funding is provided by transfers from the General Fund.

MPD YOUTH FUND

The MPD Youth Fund accounts for various children's activities sponsored by the Monroe Police Department. Funding is provided by donations.

D.A.R.E. PROGRAM FUND

The D.A.R.E. Program Fund accounts for a grant received from Louisiana Commission on Law Enforcement and Administration of Criminal Justice to provide for the salaries and supplies of two officers who work in the Drug Abuse Resistance Education Program in the City.

FOLKLIFE FESTIVAL FUND

The Folklife Festival Fund accounts for funds received and disbursed in connection with the Louisiana Folklife Festival held in the City each year.

CITY OF MONROE
Monroe, Louisiana

SUPPLEMENTAL INFORMATION SCHEDULES
As of and For the Year Ended April 30, 2003

SPECIAL REVENUE FUNDS

CAPITAL INFRASTRUCTURE FUND

The Capital Infrastructure Fund accounts for the collection of a one per cent sales tax to be used in the repair and reconstruction of the streets of Monroe, Louisiana. This repair and replacement project is to take place over a ten-year period ending in 2004.

DIVERSION PROGRAM FUND

The Diversion Program Fund accounts for fees paid by first-time crime offenders to be used for the operation of the program and victims assistance.

PRISONER HOUSING FUND

The Prisoner Housing Fund is used to account for various programs within the jail promoting rehabilitation activities. It is funded by dedicated fees from civil and criminal suits within the Monroe City Court.

LOUISIANA INCIDENT BASED REPORTING FUND

The Louisiana Incident Base Reporting Fund accounts for Federal funding from the United States Department of Justice passed through the Louisiana Commission on Law Enforcement to fund the Monroe Police Department's participation in the drug control and systems improvement program.

DRUG SEIZURE FORFEITURE FUND

The Drug Seizure Forfeiture Fund accounts for the seizure of confiscated drug money by the Monroe Police Department. Funds are used for education and training and miscellaneous equipment and supplies which facilitate the confiscation of illegal drugs.

FRIENDS OF CITY EMPLOYEES

The Friends of City Employees Fund accounts for funds given to host an appreciation dinner for the City of Monroe employees. This was funded by private contributions.

CITY OF MONROE
Monroe, Louisiana

SUPPLEMENTAL INFORMATION SCHEDULES
As of and For the Year Ended April 30, 2003

SPECIAL REVENUE FUNDS

ADMINISTRATIVE FUND

The Administrative Fund accounts for the interest earned on the Special Revenue Fund interest-bearing checking account.

LITTER ABATEMENT FUND

The Litter Abatement Fund accounts for the various projects to educate schoolchildren regarding litter abatement and other projects to alleviate litter in the City. The cost will be financed by state funds.

EMERGENCY SHELTER FUND

The Emergency Shelter Fund accounts for Federal funding from the United States Department of Housing and Urban Development passed through the Louisiana Office of Community Services to assist the homeless through sub awards to two non-profit organizations that assist with rehabilitation, essential services and operations for homeless prevention.

SOUTHSIDE ECONOMIC DEVELOPMENT DISTRICT FUND

The Southside Economic Development District Funds accounts for the economic development of the southern section of the City. The cost will be financed by state funds.

BROWNFIELD STUDY PROGRAM FUND

The Brownfield Study Program Fund accounts for the assessment and potential expansion or redevelopment of real or perceived environmentally contaminated areas of the City. These areas are abandoned, idled, or under-used industrial and commercial facilities. The cost will be financed by Federal Funds.

CITY OF MONROE
Monroe, Louisiana

SUPPLEMENTAL INFORMATION SCHEDULES
As of and For the Year Ended April 30, 2003

SPECIAL REVENUE FUNDS

CHINA DELEGATION TRIP

The China Delegation Trip Fund accounts for funds received and disbursed in connection with the trip to Jingzhou City, Hubei Province, China. In May 2002, various city officials and local executives embarked on a trip to China for an Economic and Trade Development Mission. The trip enabled the City of Monroe to develop a diplomatic/sister city relationship with the Mayor and business leaders of Jingzhou City.

CHRISTMAS LIGHT DISPLAY

The Christmas Light Display Fund accounts for funds received and disbursed in connection with the Mistletoe in Monroe Christmas Light Display at Chennault Park.

MAYPOP SCULPTURE

The Maypop Sculpture Fund accounts for funds received and disbursed in connection with a functional flower sculpture that serves as a park bench and resides at the corner of Desiard and Jackson Streets.

METRO SHARE GRANT

The Metro Share Grant Fund accounts for funds awarded from the State of Louisiana, Department of Housing Finance, for rehabilitating eligible owner-occupied dwellings for needy families.

CITY OF MONROE
Monroe, Louisiana

SPECIAL REVENUE FUNDS
COMBINING BALANCE SHEET

AS OF APRIL 30, 2003

WITH COMPARATIVE TOTALS FOR APRIL 30, 2002

	FIRE DEPARTMENT INSURANCE	COMMUNITY DEVELOPMENT	COMMUNITY REVITALIZATION PROGRAM	URBAN DEVELOPMENT ACTION GRANT	RENTAL REHAB	WATER CERTIFICATION
Cash and cash equivalents	\$ 223,726	\$ -	\$ 2,090	\$ 53,811	\$ 107,974	\$ 14,048
Accounts receivable	-	339,583	-	-	-	-
Investments	-	-	-	-	-	-
Due from other funds	-	5,235	-	-	184,866	-
Other assets	-	-	-	-	216,283	-
TOTAL ASSETS	\$ 223,726	\$ 344,818	\$ 2,090	\$ 53,811	\$ 509,123	\$ 14,048

LIABILITIES AND FUND BALANCE

Liabilities						
Accounts and retainage payable	\$ 1,065	\$ 205,147	\$ -	\$ -	\$ 2,820	\$ -
Deferred revenue	-	-	-	-	216,283	-
Other liabilities	-	-	-	-	-	-
Due to other funds	-	139,671	-	-	-	-
Total liabilities	1,065	344,818	-	-	219,103	-
Fund balance						
Reserved for:						
Street Improvements & Infrastructure	-	-	-	-	-	-
Unreserved/undesignated	222,661	-	2,090	53,811	290,020	14,048
Total fund balance	222,661	-	2,090	53,811	290,020	14,048
TOTAL LIABILITIES AND FUND BALANCE	\$ 223,726	\$ 344,818	\$ 2,090	\$ 53,811	\$ 509,123	\$ 14,048

(Continued)

CITY OF MONROE
Monroe, Louisiana
SPECIAL REVENUE FUNDS

COMBINING BALANCE SHEET (CONTINUED)

AS OF APRIL 30, 2003

WITH COMPARATIVE TOTALS FOR APRIL 30, 2002

	JR TENNIS	LAW ENFORCEMENT BLOCK GRANT		LAW ENFORCEMENT BLOCK GRANT 2000	LAW ENFORCEMENT BLOCK GRANT 2001	MARTIN LUTHER KING
		ECONOMIC DEVELOPMENT	2002			
ASSETS						
Cash and cash equivalents	\$ 6,309	\$ 90,415	\$ 180,492	\$ -	\$ 156,050	\$ 953
Accounts receivable	-	-	-	-	-	-
Investments	-	-	-	-	-	-
Due from other funds	-	-	-	-	-	-
Other assets	-	-	-	-	-	-
TOTAL ASSETS	\$ 6,309	\$ 90,415	\$ 180,492	\$ -	\$ 156,050	\$ 953
LIABILITIES AND FUND BALANCE						
Liabilities						
Accounts and retainage payable	\$ -	\$ -	\$ -	\$ -	\$ 23,940	\$ -
Deferred revenue	-	-	161,291	-	132,110	-
Other liabilities	-	-	-	-	-	-
Due to other funds	-	-	-	-	-	-
Total liabilities	-	-	161,291	-	156,050	-
Fund balance						
Reserved for:						
Street Improvements & Infrastructure	-	-	-	-	-	-
Unreserved/undesignated	6,309	90,415	19,201	-	-	953
Total fund balance	6,309	90,415	19,201	-	-	953
TOTAL LIABILITIES AND FUND BALANCE	\$ 6,309	\$ 90,415	\$ 180,492	\$ -	\$ 156,050	\$ 953

(Continued)

CITY OF MONROE
Monroe, Louisiana

SPECIAL REVENUE FUNDS
COMBINING BALANCE SHEET (CONTINUED)

AS OF APRIL 30, 2003

WITH COMPARATIVE TOTALS FOR APRIL 30, 2002

	MPD LAW		CDBG LOAN	CDBG HOME	PROBLEM SOLVING		CITY
	BICYCLE TRAIL	ENFORCEMENT TRAINING			GRANT	ATTORNEY	
ASSETS							
Cash and cash equivalents	\$ 4,666	\$ 177	\$ 135,275	\$ -	\$ 27,846	\$ 12,982	
Accounts receivable	-	-	-	477,290	-	-	
Investments	-	-	-	-	-	-	
Due from other funds	-	-	-	-	-	-	
Other assets	-	-	123,926	377,491	-	-	
TOTAL ASSETS	\$ 4,666	\$ 177	\$ 259,201	\$ 854,781	\$ 27,846	\$ 12,982	

LIABILITIES AND FUND BALANCE

Liabilities							
Accounts and retainage payable	\$ -	\$ -	\$ -	\$ 315,077	\$ -	\$ -	
Deferred revenue	-	-	123,926	377,492	-	-	
Other liabilities	-	-	28,236	4,185	-	-	
Due to other funds	-	-	-	131,571	-	-	
Total liabilities	-	-	152,162	828,325	-	-	
Fund balance							
Reserved for:							
Street Improvements & Infrastructure	-	-	-	-	-	-	
Unreserved/undesignated	4,666	177	107,039	26,456	27,846	12,982	
Total fund balance	4,666	177	107,039	26,456	27,846	12,982	
TOTAL LIABILITIES AND FUND BALANCE	\$ 4,666	\$ 177	\$ 259,201	\$ 854,781	\$ 27,846	\$ 12,982	

(Continued)

CITY OF MONROE
Monroe, Louisiana

SPECIAL REVENUE FUNDS

COMBINING BALANCE SHEET (CONTINUED)

AS OF APRIL 30, 2003

WITH COMPARATIVE TOTALS FOR APRIL 30, 2002

	MPD INFORMANT FUND	MPD YOUTH	D.A.R.E. PROGRAM	FOLKLIFE FESTIVAL	CAPITAL INFRASTRUCTURE	DIVERSION PROGRAM
ASSETS						
Cash and cash equivalents	\$ 2,491	\$ 3,854	\$ -	\$ -	\$ 2,055,254	\$ 411,690
Accounts receivable	-	-	3,037	-	10	406
Investments	-	-	-	-	3,996,333	-
Due from other funds	-	-	-	-	3,278,972	-
Other assets	-	-	-	-	-	-
TOTAL ASSETS	\$ 2,491	\$ 3,854	\$ 3,037	\$ -	\$ 9,330,569	\$ 412,096

LIABILITIES AND FUND BALANCE

Liabilities						
Accounts and retainage payable	\$ -	\$ -	\$ -	\$ -	\$ 739	\$ 12,248
Deferred revenue	-	-	-	-	-	-
Other liabilities	-	-	-	-	-	-
Due to other funds	-	-	3,037	-	252,800	29
Total liabilities	-	-	3,037	-	253,539	12,277
Fund balance						
Reserved for:						
Street Improvements & Infrastructure	-	-	-	-	9,077,030	-
Unreserved/undesignated	2,491	3,854	-	-	-	399,819
Total fund balance	2,491	3,854	-	-	9,077,030	399,819
TOTAL LIABILITIES AND FUND BALANCE	\$ 2,491	\$ 3,854	\$ 3,037	\$ -	\$ 9,330,569	\$ 412,096

(Continued)

CITY OF MONROE
Monroe, Louisiana

SPECIAL REVENUE FUNDS
COMBINING BALANCE SHEET (CONTINUED)

AS OF APRIL 30, 2003

WITH COMPARATIVE TOTALS FOR APRIL 30, 2002

	LOUISIANA INCIDENT BASED REPORTING FUND	DRUG SEIZURE FORFEITURE	FRIENDS OF CITY EMPLOYEES	LITTER ABATEMENT PROGRAM	EMERGENCY SHELTER
ASSETS					
Cash and cash equivalents	\$ 766	\$ 6,311	\$ 353	\$ 1,911	\$ -
Accounts receivable	6,240	-	-	-	-
Investments	-	-	-	-	-
Due from other funds	57,853	-	-	-	-
Other assets	-	-	-	-	-
TOTAL ASSETS	\$ 64,859	\$ 6,311	\$ 353	\$ 1,911	\$ -

	LOUISIANA INCIDENT BASED REPORTING FUND	DRUG SEIZURE FORFEITURE	FRIENDS OF CITY EMPLOYEES	LITTER ABATEMENT PROGRAM	EMERGENCY SHELTER
LIABILITIES AND FUND BALANCE					
Liabilities					
Accounts and retainage payable	\$ 53,453	\$ -	\$ -	\$ -	\$ -
Deferred revenue	-	6,949	-	-	-
Other liabilities	-	-	-	-	-
Due to other funds	82	-	-	-	-
Total liabilities	53,535	-	-	-	-
Fund balance					
Reserved for:					
Street Improvements & Infrastructure	-	-	-	-	-
Unreserved/undesignated	11,324	6,311	353	1,911	-
Total fund balance	11,324	6,311	353	1,911	-
TOTAL LIABILITIES AND FUND BALANCE	\$ 64,859	\$ 6,311	\$ 353	\$ 1,911	\$ -

(Continued)

CITY OF MONROE
Monroe, Louisiana

SPECIAL REVENUE FUNDS
COMBINING BALANCE SHEET (CONTINUED)

AS OF APRIL 30, 2003

WITH COMPARATIVE TOTALS FOR APRIL 30, 2002

	SOUTHSIDE ECONOMIC DEVELOPMENT DISTRICT	BROWNFIELD STUDY PROGRAM	CHINA DELEGATION TRIP	CHRISTMAS DISPLAY	MAYPOP SCULPTURE	ADMINISTRATIVE FUND
ASSETS						
Cash and cash equivalents	\$ 92,814	\$ -	\$ 1,817	\$ 28,185	\$ 2,078	\$ -
Accounts receivable	-	67,469	-	-	2,188	-
Investments	-	-	-	-	-	-
Due from other funds	-	-	-	-	-	-
Other assets	-	-	-	-	-	-
TOTAL ASSETS	\$ 92,814	\$ 67,469	\$ 1,817	\$ 28,185	\$ 4,266	\$ -
LIABILITIES AND FUND BALANCE						
Liabilities						
Accounts and retainage payable	\$ -	\$ 12,653	\$ -	\$ -	\$ -	\$ -
Deferred revenue	-	-	-	-	-	-
Other liabilities	-	-	-	-	-	-
Due to other funds	-	54,816	-	-	83	-
Total liabilities	-	67,469	-	-	83	-
Fund balance						
Reserved for:						
Street Improvements & Infrastructure	-	-	-	-	-	-
Unreserved/undesignated	92,814	-	1,817	28,185	4,183	-
Total fund balance	92,814	-	1,817	28,185	4,183	-
TOTAL LIABILITIES AND FUND BALANCE	\$ 92,814	\$ 67,469	\$ 1,817	\$ 28,185	\$ 4,266	\$ -

(Continued)

CITY OF MONROE
Monroe, Louisiana
SPECIAL REVENUE FUNDS
COMBINING BALANCE SHEET (CONCLUDED)
AS OF APRIL 30, 2003
WITH COMPARATIVE TOTALS FOR APRIL 30, 2002

	METRO SHARE GRANT PROGRAM	2003	2002
ASSETS			
Cash and cash equivalents	482	\$ 3,631,769	\$ 9,773,729
Accounts receivable	-	896,223	607,317
Investments	-	3,996,333	-
Due from other funds	-	3,526,926	3,740,404
Other assets	-	717,700	704,193
TOTAL ASSETS	482	\$ 12,768,951	\$ 14,825,643
LIABILITIES AND FUND BALANCE			
Liabilities			
Accounts and retainage payable	-	\$ 627,142	\$ 389,738
Deferred revenue	-	1,018,051	1,116,258
Other liabilities	482	32,903	9,738
Due to other funds	-	582,089	1,889,329
Total liabilities	482	2,260,185	3,405,063
Fund balance			
Reserved for:			
Street Improvements & Infrastructure	-	9,077,030	10,023,543
Unreserved/undesignated	-	1,431,736	1,397,037
Total fund balance	-	10,508,766	11,420,580
TOTAL LIABILITIES AND FUND BALANCE	482	\$ 12,768,951	\$ 14,825,643

CITY OF MONROE

Monroe, Louisiana

SPECIAL REVENUE FUNDS
 COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND
 CHANGES IN FUND BALANCE

FOR THE YEAR ENDED APRIL 30, 2003

WITH COMPARATIVE TOTALS FOR THE YEAR ENDED APRIL 30, 2002

	FIRE DEPARTMENT INSURANCE	COMMUNITY DEVELOPMENT	COMMUNITY REVITALIZATION PROGRAM	URBAN DEVELOPMENT ACTION GRANT	RENTAL REHAB	WATER CERTIFICATION
REVENUES						
Intergovernmental:						
Federal funds	\$ -	\$ 1,811,485	\$ -	\$ -	\$ -	\$ -
State funds	126,417	-	-	-	-	-
Fees, charges and commissions for services	-	-	-	-	-	-
Fines and forfeitures	-	-	-	-	-	-
Rent and interest income	-	-	-	708	834	-
Other revenues	22,383	8,995	-	934	6,994	-
Total revenues	148,800	1,820,480	-	1,642	7,828	-
EXPENDITURES						
Current:						
Public safety	55,269	-	-	-	-	-
Public works	-	-	-	-	-	-
Health and welfare	-	1,028,484	-	-	-	-
Culture and recreation	-	-	-	-	-	-
Economic development	-	-	-	-	-	-
Capital Outlay	4,664	791,996	-	-	-	-
Total expenditures	59,933	1,820,480	-	-	-	-
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	88,867	-	-	1,642	7,828	-
OTHER FINANCING SOURCES (USES)						
Operating transfers in	-	-	-	-	-	-
Operating transfers out	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-
EXCESS (DEFICIENCY) OF REVENUES AND OTHER SOURCES OVER EXPENDITURES AND OTHER USES	88,867	-	-	1,642	7,828	-
FUND BALANCE, beginning of year	133,794	-	2,090	52,169	282,192	14,048
FUND BALANCE, END OF YEAR	\$ 222,661	\$ -	\$ 2,090	\$ 53,811	\$ 290,020	\$ 14,048

(Continued)

CITY OF MONROE

Monroe, Louisiana

SPECIAL REVENUE FUNDS

COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE (CONTINUED)

FOR THE YEAR ENDED APRIL 30, 2003
WITH COMPARATIVE TOTALS FOR THE YEAR ENDED APRIL 30, 2002

	JR TENNIS	ECONOMIC DEVELOPMENT	LAW ENFORCEMENT BLOCK GRANT 2002	LAW ENFORCEMENT BLOCK GRANT 2000	LAW ENFORCEMENT BLOCK GRANT 2001	MARTIN LUTHER KING
REVENUES						
Intergovernmental						
Federal funds	\$ -	\$ -	\$ -	\$ 165,114	\$ 60,188	\$ -
State funds	-	-	-	-	-	-
Fees, charges and commissions for services	-	-	-	-	-	-
Fines and forfeitures	-	-	-	-	-	-
Rent and interest income	-	-	1,280	1,864	3,361	-
Other revenues	-	6,110	-	-	-	918
Total revenues	-	6,110	1,280	166,978	63,549	918
EXPENDITURES						
Current:						
Public safety	-	-	-	7,183	70,890	-
Public works	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	1,383
Economic development	-	-	-	-	-	-
Capital Outlay	-	-	-	177,571	14,367	-
Total expenditures	-	-	-	184,754	85,257	1,383
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	-	6,110	1,280	(17,776)	(21,708)	(465)
OTHER FINANCING SOURCES (USES)						
Operating transfers in	-	-	17,921	-	-	-
Operating transfers out	-	-	-	-	-	-
Total other financing sources (uses)	-	-	17,921	-	-	-
EXCESS (DEFICIENCY) OF REVENUES AND OTHER SOURCES OVER EXPENDITURES AND OTHER USES	-	6,110	19,201	(17,776)	(21,708)	(465)
FUND BALANCE, beginning of year	6,309	84,305	-	17,776	21,708	1,418
FUND BALANCE, END OF YEAR	\$ 6,309	\$ 90,415	\$ 19,201	\$ -	\$ -	\$ 953

(Continued)

CITY OF MONROE
Monroe, Louisiana

SPECIAL REVENUE FUNDS
COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE (CONTINUED)

FOR THE YEAR ENDED APRIL 30, 2003
WITH COMPARATIVE TOTALS FOR THE YEAR ENDED APRIL 30, 2002

	BICYCLE TRAIL	MPD LAW ENFORCEMENT TRAINING	CDBG LOAN	CDBG HOME	PROBLEM SOLVING GRANT	CITY PROSECUTING ATTORNEY
REVENUES						
Intergovernmental						
Federal funds	\$ -	\$ -	\$ -	659,425	\$ -	-
State funds	-	-	-	-	-	-
Fees, charges and commissions for services	-	-	-	-	-	-
Fines and forfeitures	-	-	-	-	-	550
Rent and interest income	-	-	3,596	9,065	-	-
Other revenues	-	-	15,924	49,083	-	-
Total revenues	-	-	19,520	717,573	-	550
EXPENDITURES						
Current:						
Public safety	-	-	-	-	-	-
Public works	-	-	-	-	-	-
Health and welfare	-	-	-	719,293	-	-
Culture and recreation	-	-	-	-	-	-
Economic development	-	-	-	-	-	-
Capital Outlay	-	-	-	-	-	-
Total expenditures	-	-	-	719,293	-	-
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	-	-	19,520	(1,720)	-	550
OTHER FINANCING SOURCES (USES)						
Operating transfers in	-	-	-	-	-	-
Operating transfers out	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-
EXCESS (DEFICIENCY) OF REVENUES AND OTHER SOURCES OVER EXPENDITURES AND OTHER USES	-	-	19,520	(1,720)	-	550
FUND BALANCE, beginning of year	4,666	177	87,519	28,176	27,846	12,432
FUND BALANCE, END OF YEAR	\$ 4,666	\$ 177	\$ 107,039	\$ 26,456	\$ 27,846	\$ 12,982

(Continued)

CITY OF MONROE
Monroe, Louisiana

SPECIAL REVENUE FUNDS
COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE (CONTINUED)

FOR THE YEAR ENDED APRIL 30, 2003

WITH COMPARATIVE TOTALS FOR THE YEAR ENDED APRIL 30, 2002

	MPD INFORMANT FUND	MPD YOUTH	D.A.R.E. PROGRAM	FOLKLIFE FESTIVAL	CAPITAL INFRASTRUCTURE	DIVERSION PROGRAM
REVENUES						
Intergovernmental						
Federal funds	\$ -	\$ -	\$ 25,753	\$ 16,226	\$ -	\$ -
State funds	-	-	-	8,956	-	-
Fees, charges and commissions for services	-	-	-	41,005	-	84,450
Fines and forfeitures	-	-	-	-	-	-
Rent and interest income	-	-	-	-	160,163	-
Other revenues	-	4	-	73,370	-	-
Total revenues	-	4	25,753	139,557	160,163	84,450
EXPENDITURES						
Current:						
Public safety	-	1,188	25,753	-	-	146,417
Public works	-	-	-	-	679,559	-
Health and welfare	-	-	-	-	-	-
Culture and recreation	-	-	-	249,329	-	-
Economic development	-	-	-	-	-	-
Capital Outlay	-	-	-	-	5,529	2,171
Total expenditures	-	1,188	25,753	249,329	685,088	148,588
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	-	(1,184)	-	(109,772)	(524,925)	(64,138)
OTHER FINANCING SOURCES (USES)						
Operating transfers in	-	-	-	109,772	12,655,788	-
Operating transfers out	-	-	-	-	(13,077,376)	-
Total other financing sources (uses)	-	-	-	109,772	(421,588)	-
EXCESS (DEFICIENCY) OF REVENUES AND OTHER SOURCES OVER EXPENDITURES AND OTHER USES	-	(1,184)	-	-	(946,513)	(64,138)
FUND BALANCE, beginning of year	2,491	5,038	-	-	10,023,543	463,957
FUND BALANCE, END OF YEAR	\$ 2,491	\$ 3,854	\$ -	\$ -	\$ 9,077,030	\$ 399,819

(Continued)

CITY OF MONROE
Monroe, Louisiana

**SPECIAL REVENUE FUNDS
COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE (CONTINUED)**

FOR THE YEAR ENDED APRIL 30, 2003

WITH COMPARATIVE TOTALS FOR THE YEAR ENDED APRIL 30, 2002

	PRISONER HOUSING	LOUISIANA INCIDENT BASED REPORTING	DRUG SEIZURE FORFEITURE	FRIENDS OF CITY EMPLOYEES	LITTER ABATEMENT PROGRAM	EMERGENCY SHELTER
REVENUES						
Intergovernmental						
Federal funds	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 144,091
State funds	-	-	-	-	7,030	-
Fees, charges and commissions for services	-	-	-	-	-	-
Fines and forfeitures	-	-	3,693	-	-	-
Rent and interest income	-	-	-	-	-	-
Other revenues	84,431	-	-	1,300	1,500	-
Total revenues	84,431	-	3,693	1,300	8,530	144,091
EXPENDITURES						
Current:						
Public safety	835,058	-	3,269	-	-	-
Public works	-	-	-	-	-	-
Health and welfare	-	-	-	-	6,619	144,091
Culture and recreation	-	-	-	1,194	-	-
Economic development	-	-	-	-	-	-
Capital Outlay	-	-	-	-	-	-
Total expenditures	835,058	-	3,269	1,194	6,619	144,091
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(750,627)	-	424	106	1,911	-
OTHER FINANCING SOURCES (USES)						
Operating transfers in	676,261	-	-	-	-	-
Operating transfers out	-	-	-	-	-	-
Total other financing sources (uses)	676,261	-	-	-	-	-
EXCESS (DEFICIENCY) OF REVENUES AND OTHER SOURCES OVER EXPENDITURES AND OTHER USES	(74,366)	-	424	106	1,911	-
FUND BALANCE, beginning of year	85,690	6,949	5,887	247	-	-
FUND BALANCE, END OF YEAR	\$ 11,324	\$ 6,949	\$ 6,311	\$ 353	\$ 1,911	\$ -

(Continued)

CITY OF MONROE
Monroe, Louisiana

SPECIAL REVENUE FUNDS

COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE (CONTINUED)

FOR THE YEAR ENDED APRIL 30, 2003

WITH COMPARATIVE TOTALS FOR THE YEAR ENDED APRIL 30, 2002

	SOUTHSIDE ECONOMIC DEVELOPMENT DISTRICT	BROWNFIELD STUDY PROGRAM	CHINA DELEGATION TRIP	CHRISTMAS DISPLAY	MAYPOP SCULPTURE	ADMINISTRATIVE FUND
REVENUES						
Intergovernmental						
Federal funds	- \$	105,005 \$	- \$	- \$	- \$	-
State funds	111,972	-	-	-	7,000	-
Fees, charges and commissions for services	-	-	-	29,288	-	-
Fines and forfeitures	-	-	-	-	-	-
Rent and interest income	-	-	-	-	-	(851)
Other revenues	-	-	3,100	36,122	2,200	-
Total revenues	111,972	105,005	3,100	65,410	9,200	(851)
EXPENDITURES						
Current:						
Public safety	-	-	-	-	-	-
Public works	-	105,005	-	-	-	-
Health and welfare	-	-	-	-	-	-
Culture and recreation	-	-	-	37,225	6,517	-
Economic development	75,408	-	1,283	-	-	-
Capital Outlay	-	-	-	-	-	-
Total expenditures	75,408	105,005	1,283	37,225	6,517	-
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	36,564	-	1,817	28,185	2,683	(851)
OTHER FINANCING SOURCES (USES)						
Operating transfers in	-	-	-	-	1,500	-
Operating transfers out	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	1,500	-
EXCESS (DEFICIENCY) OF REVENUES AND OTHER SOURCES OVER EXPENDITURES AND OTHER USES	36,564	-	1,817	28,185	4,183	(851)
FUND BALANCE, beginning of year	56,250	-	-	-	-	851
FUND BALANCE, END OF YEAR	\$ 92,814 \$	- \$	1,817 \$	28,185 \$	4,183 \$	-

(Continued)

CITY OF MONROE
Monroe, Louisiana
SPECIAL REVENUE FUNDS
COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE (CONCLUDED)

FOR THE YEAR ENDED APRIL 30, 2003
WITH COMPARATIVE TOTALS FOR THE YEAR ENDED APRIL 30, 2002

	METRO SHARE GRANT PROGRAM	2003	2002
REVENUES			
Intergovernmental			
Federal funds		2,987,288 \$	3,570,683
State funds		261,375	190,516
Fees, charges and commissions for services		154,743	114,327
Fines and forfeitures		4,243	108,364
Rent and interest income		180,020	276,942
Other revenues		313,368	173,234
Total revenues		3,901,037	4,434,066
EXPENDITURES			
Current:			
Public safety		1,145,027	999,002
Public works		784,564	641,523
Health and welfare		1,898,487	2,250,206
Culture and recreation		295,648	222,919
Economic development		76,691	12,196
Capital Outlay		996,298	1,334,063
Total expenditures		5,196,715	5,459,909
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES		(1,295,678)	(1,025,843)
OTHER FINANCING SOURCES (USES)			
Operating transfers in		13,461,242	13,014,743
Operating transfers out		(13,077,376)	(7,394,790)
Total other financing sources (uses)		383,866	5,619,953
EXCESS (DEFICIENCY) OF REVENUES AND OTHER SOURCES OVER EXPENDITURES AND OTHER USES		(911,812)	4,594,110
FUND BALANCE, beginning of year		11,420,579	6,826,470
FUND BALANCE, END OF YEAR		10,508,766 \$	11,420,580

CITY OF MONROE
Monroe, Louisiana

SUPPLEMENTAL INFORMATION SCHEDULES
As of and For the Year ended April 30, 2003

DEBT SERVICE FUNDS

To account for the accumulation of resources for, and the payment of, general long-term debt principal and interest.

CITY COURT AND JAIL IMPROVEMENT FUND

The City Court and Jail Improvement Fund accounts for the accumulation of resources necessary for, and the payment of, general long-term debt principal, interest, and related costs associated with the \$2,000,000 bonds issued on January 1, 1990. Financing of this debt is from property tax revenues.

STREET ASSESSMENTS FUND

The Street Assessments Fund accounts for the accumulation of resources necessary for, and the payment of, general long-term debt principal, interest, and related costs associated with the \$5,036,776 bonds issued from October 1, 1982 through May 1, 1987. Financing of this debt is through assessments on property owners who benefited from the street improvements.

URBAN SYSTEMS ASSESSMENT FUND

The Urban Systems Assessments Fund accounts for the accumulation of resources necessary for, and the payment of, general long-term debt principal, interest, and related costs associated with the \$156,079 bonds issued on August 1, 1987. Financing of this debt is through assessments on property owners who benefited from the street improvements.

1998 STREET OVERLAY PHASE I FUND

The 1988 Street Overlay Phase I Fund accounts for the accumulation of resources necessary for, and the payment of, general long-term debt principal, interest, and related costs associated with the \$236,263 bonds issued on January 1, 1990. Financing of this debt is through assessments of property owners who are benefited by the street improvements.

1988 STREET OVERLAY PHASE II FUND

The 1998 Street Overlay Phase II Fund accounts for the accumulation of resources necessary for, and the payment of, general long-term debt principal, interest, and related costs associated with the \$186,053 bonds issued on November 15, 1990. Financing of this debt is through assessments of property owners who are benefited by the street improvements.

CITY OF MONROE
Monroe, Louisiana

SUPPLEMENTAL INFORMATION SCHEDULES
As of and For the Year ended April 30, 2003

DEBT SERVICE FUNDS

URBAN SYSTEMS ORDINANCE 9432 FUND

The Urban Systems Ordinance 9432 Fund accounts for the accumulation of resources, necessary for, and the payment of, general long-term debt, interest and the related costs associated with the \$136,800 Certificates of Indebtedness issued on August 1, 1995. Financing of this debt is through assessments on property owners who benefited from these sewer improvements.

HUNTINGTON PARK SEWER ASSESSMENTS FUND

The Huntington Park Assessments Fund accounts for the accumulation of resources necessary for, and the payment of, general long-term debt, interest and the related cost associated with the \$603,660 Certificates of Indebtedness issued on January 1, 1995. Financing of this debt is through assessments on property owners who benefited from these sewer improvements.

TOWER DRIVE FUND

The Tower Drive Fund accounts for the accumulation of resources necessary for, and the payment of, general long-term debt principal, interest, and related costs associated with \$6,000,000 bonds issued in 1997. Financing of this debt is through incremental sales taxes returned by the State of Louisiana resulting from the implementation of an incremental sales tax district.

I-20 CORRIDOR

The I-20 Corridor Fund accounts for the accumulation of resources necessary for, and the payment of, general long-term debt principal, interest, and related costs associated with the \$4,950,000 bonds issued in 1997. Financing of this debt is through incremental sales tax returned by the State of Louisiana resulting from the implementation of an incremental sales tax district.

SALES TAX BOND FUND

The Sales Tax Bond Fund accounts for the accumulation of resources necessary for, and the payment of \$25,000,000 of Series 2001 Sales Tax Bonds issued July 1, 2001 and \$26,000,000 of Series 2002 Sales Tax Bonds issued April 1, 2002. Financing of this debt is through a one percent (1%) sales tax.

**CITY OF MONROE
Monroe, Louisiana**

**SUPPLEMENTAL INFORMATION SCHEDULES
As of and For the Year ended April 30, 2003**

DEBT SERVICE FUNDS

POLICE & FIRE PENSION FUND

The Police & Fire Pension fund accounts for the accumulation of resources necessary for, and the payment of Series 1998 Refunding bonds issued by the City to accomplish a current refunding of the liability to the state Police and Firefighter Retirement Systems created when the City plan was merged into the State plans. Funding is from the General Fund.

CITY OF MONROE
 Monroe, Louisiana
 DEBT SERVICE FUNDS

COMBINING BALANCE SHEET
 AS OF APRIL 30, 2003
 WITH COMPARATIVE TOTALS FOR APRIL 30, 2002

	ASSETS				Total Assets
	Cash	Investments	Assessments, Taxes and Other Receivables	Due from Other Funds	
CITY COURT AND JAIL IMPROVEMEN	\$ 70,411	\$ -	\$ 5,027	\$ -	\$ 75,438
STREET ASSESSMENTS	1,444	-	-	-	1,444
URBAN SYSTEMS ASSESSMENT	836	-	-	-	836
1988 STREET OVERLAY - PHASE I	-	-	-	8,822	8,822
1988 STREET OVERLAY - PHASE II	334	-	-	3,251	3,585
URBAN SYSTEMS ORDINANCE 9432	-	-	9,335	-	9,335
HUNTINGTON PARK SEWER ASSESSMEN	79,589	-	-	-	79,589
TOWER DRIVE DEVELOPMENT DISTRICT	767,108	-	291,011	1,068,344	2,126,463
I-20 ECONOMIC DEVELOPMENT DISTRICT	224,347	-	472,072	146,070	842,489
SALES TAX BOND DEBT SERVICE	4,994,849	-	-	-	4,994,849
POLICE & FIRE PENSION MERGER	106,550	-	-	-	106,550
TOTALS APRIL 30, 2003	<u>\$ 6,245,468</u>	<u>\$ -</u>	<u>\$ 777,445</u>	<u>\$ 1,226,487</u>	<u>\$ 8,249,400</u>
TOTALS APRIL 30, 2002	<u>\$ 4,995,739</u>	<u>\$ 19,008</u>	<u>\$ 734,387</u>	<u>\$ 1,320,726</u>	<u>\$ 7,069,860</u>

LIABILITIES

<u>Accrued Interest</u>	<u>Deferred Revenue</u>	<u>Due to Other Funds</u>	<u>Total Liabilities</u>	<u>Fund Balance Reserved for Debt Service</u>	<u>Total Liabilities and Fund Equity</u>
\$ -	\$ 5,027	-	\$ 5,027	\$ 70,411	\$ 75,438
-	-	-	-	1,444	1,444
-	836	-	836	-	836
-	8,822	-	8,822	-	8,822
-	3,251	-	3,251	334	3,585
-	6,332	-	6,332	3,003	9,335
-	-	-	-	79,589	79,589
-	-	-	-	2,126,463	2,126,463
-	-	-	-	842,489	842,489
105,974	-	451,232	557,206	4,437,643	4,994,849
-	-	-	-	106,550	106,550
<u>\$ 105,974</u>	<u>\$ 24,268</u>	<u>451,232</u>	<u>\$ 581,474</u>	<u>\$ 7,667,926</u>	<u>\$ 8,249,400</u>
<u>\$ 164,193</u>	<u>\$ 21,424</u>	<u>67,302</u>	<u>\$ 252,919</u>	<u>\$ 6,816,941</u>	<u>\$ 7,069,860</u>

CITY OF MONROE
 Monroe, Louisiana
 DEBT SERVICE FUNDS

COMBINING STATEMENT OF REVENUES,
 EXPENDITURES AND CHANGES IN FUND BALANCE
 FOR THE YEAR ENDED APRIL 30, 2003
 WITH COMPARATIVE TOTALS FOR THE YEAR ENDED APRIL 30, 2002

	Revenues		Expenditures	
	Assessments and Taxes Collected	Interest Income	Certificates and Bonds Retired	Interest and Fiscal Charges
CITY COURT AND JAIL IMPROVEMENTS	\$ 205,086	\$ -	\$ 115,000	\$ 80,254
STREET ASSESSMENTS	983	461	-	-
URBAN SYSTEMS ASSESSMENT	-	-	-	-
1988 STREET OVERLAY - PHASE I	-	-	-	-
1988 STREET OVERLAY - PHASE II	158	176	-	-
URBAN SYSTEMS ORDINANCE 9432	13,692	275	13,586	2,037
HUNTINGTON PARK SEWER ASSESSMENTS	-	-	60,366	13,028
TOWER DRIVE DEVELOPMENT DISTRICT	1,754,865	11,738	1,550,000	374,912
I-20 ECONOMIC DEVELOPMENT DISTRICT	1,358,813	7,851	765,000	687,179
SALES TAX BOND DEBT SERVICE	-	55,873	755,000	3,069,703
POLICE & FIRE PENSION MERGER	-	432	525,000	303,840
TOTALS APRIL 30, 2003	\$ <u>3,333,599</u>	\$ <u>76,806</u>	\$ <u>3,783,952</u>	\$ <u>4,530,952</u>
TOTALS APRIL 30, 2002	\$ <u>2,612,825</u>	\$ <u>88,897</u>	\$ <u>2,338,952</u>	\$ <u>1,823,094</u>

Assessments and Taxes Collected

Ad Valorem taxes	\$ 205,086
Sales taxes	3,113,678
Assessments	14,834
Total Assessments and Taxes Collected	\$ <u>3,333,599</u>

Operating Transfers In (Out)	Excess (Deficiency) of Revenues Over Expenditures	Fund Balance	
		Beginning of Year	End of Year
\$ -	\$ 9,832	\$ 60,579	\$ 70,411
-	1,444	-	1,444
-	-	-	-
-	-	-	-
-	334	-	334
-	(1,655)	4,658	3,003
-	(73,394)	152,982	79,588
14,340	(143,969)	2,270,432	2,126,463
(32,767)	(118,281)	960,770	842,489
4,950,714	1,181,884	3,255,760	4,437,644
<u>823,196</u>	<u>(5,211)</u>	<u>111,760</u>	<u>106,549</u>
\$ <u>5,755,483</u>	\$ <u>850,985</u>	\$ <u>6,816,941</u>	\$ <u>7,667,926</u>
\$ <u>4,657,437</u>	\$ <u>3,197,113</u>	\$ <u>3,619,828</u>	\$ <u>6,816,941</u>

CITY OF MONROE
Monroe, Louisiana

SUPPLEMENTAL INFORMATION SCHEDULES
As of and For the Year Ended April 30, 2003

CAPITAL PROJECT FUNDS

To account for the financial resources to be used for the acquisition or construction of major capital facilities (other than those financed by proprietary funds or trust funds).

I-20 CORRIDOR FUND

The I-20 Corridor Fund is used to account for infrastructure improvement projects that are funded from the issuance of sales tax increment bonds.

UMTA CAPITAL GRANTS FUND

The UMTA Capital Grants Fund is used to account for the acquisition of fixed assets and equipment for the Monroe Transit System with funds allocated for that purpose from the Urban Mass Transportation Administration Financing to be shared 80% by Federal funds and 20% by local funds

BENOIT RECREATION RENOVATIONS

The Benoit Recreation Renovations project is designed to expand and improve the physical appearance of the facility. The floor plans include additional meeting/educational rooms, office space and fitness and activity rooms. The funding for Benoit is 70% by Federal funds (National Park Services) and 30% by Community Development Block Grant.

NORTH 18TH STREET EXTENSION FUND

The North 18th Street Extension Fund is used to account for construction of the North 18th Extension to Interstate 20. Cost will be financed 80% by Federal funds and 20% by local funds.

KANSAS LANE IMPROVEMENTS FUND

The Kansas Lane Improvements Fund is used to account for the four-laning of Kansas from Millhaven Road to Desiard Street. This is a Federal Aid Urban Systems Project, financed 80% by Federal funds and 20% by local funds.

CITY OF MONROE
Monroe, Louisiana

SUPPLEMENTAL INFORMATION SCHEDULES
As of and For the Year Ended April 30, 2003

CAPITAL PROJECT FUNDS

TAXIWAY "C" RECONSTRUCTION AIRPORT FUND

The Taxiway "C" Reconstruction Airport Fund is used to account for the reconstruction of taxiway "C" at the airport. The cost will be financed 90% by Federal funds and 10% by State funds.

PARKING APRON RENOVATIONS AIRPORT FUND

The Parking Apron Renovations Airport Fund is used to account for renovations of the parking aprons at the airport. The cost will be financed 90% by Federal funds and 10% by State Funds

DRAINAGE RENOVATIONS AIRPORT FUND

The Drainage Renovations Airport Fund is used to account for drainage renovations at the airport. The cost will be financed 90% by Federal funds and 10% by State funds.

PHASE III AIR INDUSTRIAL PARK FUND

The Phase III Air Industrial Park Fund is used to account for the street, drainage, water, sewer, and electrical improvements to Construction Avenue and Aviation Street at the Air Industrial Park. The cost will be financed by Federal and state funds.

AIRPORT DRAINAGE CANAL FUND

The Airport Drainage Canal Fund is used to account for a drainage canal and pumping station at the Monroe Airport. The cost will be financed by state and local funds.

EVANGELINE STREET OUTFALL FUND

The Evangeline Street Outfall Fund is used to account for a collection system in the Evangeline Street area. The cost will be financed by state and local funds.

CALYPSO EXTENSION FUND

The Calypso Extension Fund established to account for expenditures associated with the extension of Calypso Street. The monies for this project will come from Federal and local sources.

CITY OF MONROE
Monroe, Louisiana

SUPPLEMENTAL INFORMATION SCHEDULES
As of and For the Year Ended April 30, 2003

CAPITAL PROJECT FUNDS

DEMOLITION OF PROPERTY FUND

The Demolition of Property Fund was established to account for the cost of demolishing condemned buildings that have been ordered demolished. The cost will be funded by the General Fund and the affected property owners.

CHARLES JOHNSON PARK FUND

The Charles Johnson Park Fund is used to account for improvements to the Charles Johnson Park. The cost will be financed by Federal and state funds.

TOWER DRIVE FUND

The Tower Drive Fund accounts for the construction of infrastructure improvements in the Tower Drive economic development district. The project is funded with the proceeds from the sale of incremental sales tax bonds and private developer contributions.

CALYPSO STREET REPAIRS

The Calyspo Street Repairs Fund accounts for work performed on Calyspo Street sewer lines. The project will be financed by local funds only.

EAST PARKVIEW FLOOD CONTROL FUND

The East Parkview Flood Control fund accounts for the construction of a pump station and levee system to prevent backwater flooding in the East Parkview Subdivision.

FORSYTHE/CHAUVIN FLOOD CONTROL FUND

The Forsythe/Chauvin Flood Control fund accounts for the construction of a levee and pump station, to protect the area between U.S. Highway 165 off Deborah Drive and the Union Pacific Railroad levee.

CITY OF MONROE
Monroe, Louisiana

SUPPLEMENTAL INFORMATION SCHEDULES
As of and For the Year Ended April 30, 2003

CAPITAL PROJECT FUNDS

RIVER OAKS FLOOD CONTROL FUND

The River Oaks Flood Control Application Fund accounts for the project to raise the existing levee in River Oaks from Deborah Drive to the Entergy power line to construct a new levee from the power line to the Ouachita River Levee, and to construct a pump station.

NORTH FOURTH STREET UNDERPASS FUND

The North Fourth Street Underpass Fund accounts for the project to construct an underpass at the North Fourth and Desiard Streets to eliminate traffic congestion caused by the Kansas City Southern Railway.

NORTH TENTH STREET STORM/SEWER FUND

The North Tenth Street Storm/Sewer Fund accounts for the project to spot repair joint failures in the North Tenth Street Storm Sewer.

BELOIT/SPENCER STORM DRAIN FUND

The Beloit/Spencer Storm Drain Fund is used for the construction of a drainage collection system for the area. The project is a part of statewide flood control project financed by 70% state and 30% local funds.

AMERICANS WITH DISABILITIES ACT REQUIREMENT FUND

The Americans With Disabilities Act Requirements Fund is to be used to account for the cost of major construction projects within city departments that are required to bring the city in compliance with the Americans With Disabilities Act. These projects will be funded with local funds.

AIRPORT INDUSTRIAL PARK FUND

The Airport Industrial Park Fund accounts for funds accumulated from the sale of Monroe Air Industrial Park used to fund capital improvements in the Monroe Regional Airport.

CITY OF MONROE
Monroe, Louisiana

SUPPLEMENTAL INFORMATION SCHEDULES
As of and For the Year Ended April 30, 2003

CAPITAL PROJECT FUNDS

NEIGHBORHOOD DRAINAGE

The Neighborhood drainage Fund accounts for the Mckeen Place construction, drainage and sidewalk improvement along Mckeen Street. This project will be financed with local funds contributed by the ADA, Americans with Disabilities Act.

CHASE RECORDS STORAGE FACILITY FUND

The Chase Records Storage Facility fund is used to account for the construction and equipping of a special-purpose storage facility in the Airport Industrial Park. The cost of the project was funded through a state grant and private sources.

DOWNTOWN ECONOMIC DEVELOPMENT FUND

The Downtown Economic Development Fund is used to account for the development of the downtown area of the City. The cost will be provided by state and local funds.

ROOF REPAIRS FUND

The Roof Repairs Fund is used to account for major repairs to roofs resulting from a hailstorm. Costs are being funded by insurance proceeds and city contributions.

KANSAS LANE SERVICE ROAD FUND

The Kansas Lane Service Road fund is used to account for expenses associated with the construction of a service road on the west side of Kansas Lane. The service road will provide an intersection for traffic at Kansas Lane and Construction Avenue. This project will be financed 40% by local funds with the balance coming from federal sources.

BLACK BAYOU LAKE FUND

The Black Bayou Lake fund accounts for the construction of a fishing pier accessible to handicapped persons. The cost of the project is funded by Federal, local and private sources.

INFRASTRUCTURE FUND

The Infrastructure Fund is used to account for construction of miscellaneous streets in the City.

CITY OF MONROE
Monroe, Louisiana

SUPPLEMENTAL INFORMATION SCHEDULES
As of and For the Year Ended April 30, 2003

CAPITAL PROJECT FUNDS

REHABILITATION OF SOUTH RAMP FUND

The Rehabilitation of South Ramp fund accounts for the rehabilitation of a taxiway at the Monroe Regional Airport. The cost of the project is provided from Federal Sources (90%) and from state sources (10%).

STREET IMPROVEMENT – AIRPORT INDUSTRIAL PARK FUND

The Street Improvement – Airport Industrial Park fund accounts for improvements of infrastructure within the Monroe Air Industrial Park. The cost of the project is funded by Economic Development Grants.

MOTOR VEHICLE BUILDING

The Motor Vehicle Building Fund is used to account for the proceeds of a fee assessed on driver's license issuances and renewals. The funds are to be used to construct a new office for the local office of the Louisiana Department of Public Safety – Office of Motor Vehicles in the Airport Industrial Park.

SOUTHEAST MONROE DRAINAGE FUND

The Southeast Monroe Drainage Fund is used to account for drainage improvements to portions of the southeastern part of Monroe. The cost of the project will be provided from state funds.

CHASE INFRASTRUCTURE

The Chase Infrastructure Fund accounts for the construction and equipping of a special-purpose facility for Chase Manhattan. This is a capital outlay project funded by the state.

SWIMMING POOLS REVIVATION FUND

The Swimming Pools Renovation Fund is used to account for renovations to the swimming pools at the recreation centers of the City. The cost will be provided by proceeds from the sale of certificates of indebtedness.

CITY OF MONROE
Monroe, Louisiana

SUPPLEMENTAL INFORMATION SCHEDULES
As of and For the Year Ended April 30, 2003

CAPITAL PROJECT FUNDS

STREET CONSTRUCTION FUND

The Street Construction Fund is used to account for the reconstruction and repair of the street of the City. The cost will be financed by one percent sales and use tax.

WPCC IMPROVEMENTS FUND

The WPCC Improvements Fund is used to account for renovations to the Water Pollution Control Center of the City. The cost will be financed by the proceeds of sales tax bonds.

PUMP STATION AND FORCE MAINS IMPROVEMENTS FUND

The Pump Station and Force Mains Improvements Fund is used to account for the construction of Texas Avenue and Standifer Avenue pump stations and force mains. The cost will be financed by a one percent sales and use tax.

COLLECTION SYSTEM IMPROVEMENTS FUND

The Collection System Improvements Fund is used to account for the improvements of the comprehensive sewer collection system of the City. The cost will be financed by the proceeds of sales tax bonds.

WATER SYSTEM IMPROVEMENTS PHASE I FUND

The Water System Improvements Phase I Fund is used to account for phase one of the improvements to the water treatment and distribution system. The cost will be financed by the proceeds of sales tax bonds.

ASSET MANAGEMENT SYSTEM FUND

The Asset Management System fund is used to account for the acquisition and installation of hardware and software for a computerized asset management system and inventory database. The cost will be financed by a one percent sales and use tax.

CITY OF MONROE
Monroe, Louisiana

SUPPLEMENTAL INFORMATION SCHEDULES
As of and For the Year Ended April 30, 2003

CAPITAL PROJECT FUNDS

DIGESTER UPSTREAM FUND

The Digester Upstream Fund is used to account for phase 3 of improvements at the Water Pollution Control Center and the upgrades of Hadley Street pump station. The cost will be financed by a one percent sales and use tax.

FIRE DRAIN

The Fire Drainage Improvement Fund accounts for constructing, acquiring, extending and or improving drains and drainage facilities, fire stations, trucks and apparatus. The cost will be financed by the proceeds of sales tax bonds.

RIVERFRONT PROJECT

The Riverfront Project is used to account for the revitalization, construction and enhancement of the downtown riverfront area behind the Ouachita Parish Courthouse. The construction in progress includes, a river walk, extensive planning of lighting, greenery, shrubbery, and the installation of an irrigation system as well as a cascade water fall that enhances the over look. The cost of the project will be financed 75% by the State of Louisiana, Capital Outlay Facility Planning department and the other 25% local match donated by the Downtown Renaissance Group.

CITY OF MONROE
Monroe, Louisiana

CAPITAL PROJECT FUNDS
COMBINING BALANCE SHEET

AS OF APRIL 30, 2003

WITH COMPARATIVE TOTALS FOR APRIL 30, 2002

	I-20 CORRIDOR	UMTA CAPITAL GRANTS	BENOIT RECREATION RENOVATIONS	N. 18TH STREET EXTENSION	KANSAS LANE IMPROVEMENTS
ASSETS					
Cash and cash equivalents	\$ 9,482,686	\$ 19,702	\$ -	\$ 261,617	\$ 228,078
Investments, at cost	-	-	-	-	-
Accounts receivable	-	-	489,794	63,347	-
Due from other funds	-	-	-	-	-
Advances to other funds	-	-	-	-	-
TOTAL ASSETS	\$ 9,482,686	\$ 19,702	\$ 489,794	\$ 324,964	\$ 228,078

LIABILITIES AND FUND BALANCE					
Liabilities					
Accounts and retainage payable	\$ 261	\$ -	\$ 315,594	\$ 51,680	\$ -
Deferred revenue	-	-	-	-	-
Due to other funds	258,994	-	149,761	-	-
Total liabilities	259,255	-	465,355	51,680	-
Fund balance (Deficit)					
Reserved for:					
Capital improvement	9,223,431	19,702	24,439	273,284	228,078
Advances to other funds	-	-	-	-	-
Unreserved/undesignated	-	-	-	-	-
Total fund balance (Deficit)	9,223,431	19,702	24,439	273,284	228,078
TOTAL LIABILITIES AND FUND BALANCE	\$ 9,482,686	\$ 19,702	\$ 489,794	\$ 324,964	\$ 228,078

(Continued)

CITY OF MONROE
 Monroe, Louisiana
CAPITAL PROJECT FUNDS
 COMBINING BALANCE SHEET (CONTINUED)
 AS OF APRIL 30, 2003
 WITH COMPARATIVE TOTALS FOR APRIL 30, 2002

	AIRPORT TAXIWAY C RECONSTRUCTION	AIRPORT PARKING APRON RENOVATIONS	AIRPORT DRAINAGE RENOVATIONS	PHASE III AIR INDUSTRIAL PARK	AIRPORT DRAINAGE CANAL
ASSETS					
Cash and cash equivalents	\$ -	\$ -	\$ -	\$ -	\$ -
Investments, at cost	-	-	-	-	-
Accounts receivable	46,961	18,718	344,144	759,237	-
Due from other funds	-	-	-	-	-
Advances to other funds	-	-	-	-	-
TOTAL ASSETS	\$ 46,961	\$ 18,718	\$ 344,144	\$ 759,237	\$ -
LIABILITIES AND FUND BALANCE					
Liabilities					
Accounts and retainage payable	\$ -	\$ 56,933	\$ 82,579	\$ 64,060	\$ -
Deferred revenue	-	-	-	-	-
Due to other funds	111,353	36,580	277,773	1,497,264	18,705
Total liabilities	111,353	93,513	360,352	1,561,324	18,705
Fund balance (Deficit)					
Reserved for:					
Capital improvement	-	-	-	-	-
Advances to other funds	-	-	-	-	-
Unreserved/undesignated	(64,392)	(74,796)	(16,208)	(802,087)	(18,705)
Total fund balance (Deficit)	(64,392)	(74,796)	(16,208)	(802,087)	(18,705)
TOTAL LIABILITIES AND FUND BALANCE	\$ 46,961	\$ 18,718	\$ 344,144	\$ 759,237	\$ -

(Continued)

CITY OF MONROE
Monroe, Louisiana

CAPITAL PROJECT FUNDS
COMBINING BALANCE SHEET (CONTINUED)
AS OF APRIL 30, 2003
WITH COMPARATIVE TOTALS FOR APRIL 30, 2002

ASSETS	EVANGELINE STREET OUTFALL	CALYPSO EXTENSION	DEMOLITION OF PROPERTY	CHARLES JOHNSON PARK	TOWER DRIVE
Cash and cash equivalents	\$ -	\$ -	\$ 51,827	\$ -	\$ 481,790
Investments, at cost	-	-	-	-	-
Accounts receivable	-	-	200	-	-
Due from other funds	9,976	-	-	-	-
Advances to other funds	-	-	-	-	-
TOTAL ASSETS	\$ 9,976	\$ -	\$ 52,027	\$ -	\$ 481,790

LIABILITIES AND FUND BALANCE	EVANGELINE STREET OUTFALL	CALYPSO EXTENSION	DEMOLITION OF PROPERTY	CHARLES JOHNSON PARK	TOWER DRIVE
Liabilities					
Accounts and retainage payable	\$ -	\$ -	\$ -	\$ -	\$ 141,959
Deferred revenue	-	-	-	-	-
Due to other funds	9,976	-	-	-	1,068,344
Total liabilities	9,976	-	-	-	1,210,303
Fund balance (Deficit)					
Reserved for:					
Capital improvement	-	-	52,027	-	-
Advances to other funds	-	-	-	-	-
Unreserved/undesignated	-	-	-	-	(728,513)
Total fund balance (Deficit)	-	-	52,027	-	(728,513)
TOTAL LIABILITIES AND FUND BALANCE	\$ 9,976	\$ -	\$ 52,027	\$ -	\$ 481,790

(Continued)

CITY OF MONROE
Monroe, Louisiana

CAPITAL PROJECT FUNDS
COMBINING BALANCE SHEET (CONTINUED)

AS OF APRIL 30, 2003

WITH COMPARATIVE TOTALS FOR APRIL 30, 2002

	CALYPSO ST. REPAIRS	EAST PARKVIEW FLOOD CONTROL	FORSYTHE/ CHAUVIN FLOOD	RIVER OAKS FLOOD PROTECTION	NORTH 4TH STREET UNDERPASS
ASSETS					
Cash and cash equivalents	\$ -	\$ 294,248	\$ 241,919	\$ -	\$ -
Investments, at cost	-	-	-	-	-
Accounts receivable	-	-	11,897	-	-
Due from other funds	-	-	-	-	-
Advance to other funds	-	-	-	-	-
TOTAL ASSETS	\$ -	\$ 294,248	\$ 253,816	\$ -	\$ -
LIABILITIES AND FUND BALANCE					
Liabilities					
Accounts and retainage payable	\$ -	\$ -	\$ -	\$ -	\$ -
Deferred revenue	-	-	-	-	-
Due to other funds	467,084	-	-	-	-
Total liabilities	467,084	-	-	-	-
Fund balance (Deficit)					
Reserved for:					
Capital improvement	-	294,248	253,816	-	-
Advances to other funds	-	-	-	-	-
Unreserved/undesignated	(467,084)	-	-	-	-
Total fund balance (Deficit)	(467,084)	294,248	253,816	-	-
TOTAL LIABILITIES AND FUND BALANCE	\$ -	\$ 294,248	\$ 253,816	\$ -	\$ -

(Continued)

CITY OF MONROE
Monroe, Louisiana

CAPITAL PROJECT FUNDS =
COMBINING BALANCE SHEET (CONTINUED)

AS OF APRIL 30, 2003

WITH COMPARATIVE TOTALS FOR APRIL 30, 2002

	NORTH 10TH STREET STORM/ SEWER	BELOIT/ SPENCER STORM DRAIN	AMERICANS W/ DISABILITIES ACT REQUIREMENTS	AIRPORT INDUSTRIAL PARK	NEIGHBORHOOD DRAINAGE
ASSETS					
Cash and cash equivalents	\$ -	\$ 59,222	\$ 64,852	\$ 30,710	\$ -
Investments, at cost	-	-	-	-	-
Accounts receivable	-	31,363	-	-	-
Due from other funds	-	-	-	-	-
Advances to other funds	-	-	-	220,000	-
TOTAL ASSETS	\$ -	\$ 90,585	\$ 64,852	\$ 250,710	\$ -
LIABILITIES AND FUND BALANCE					
Liabilities					
Accounts and retainage payable	\$ -	\$ -	\$ -	\$ 1,813	\$ 8,779
Deferred revenue	-	-	-	-	-
Due to other funds	-	-	-	-	87,263
Total liabilities	-	-	-	1,813	96,042
Fund balance (Deficit)					
Reserved for:					
Capital improvement	-	90,585	64,852	28,897	-
Advances to other funds	-	-	-	220,000	-
Unreserved/undesignated	-	-	-	-	(96,042)
Total fund balance (Deficit)	-	90,585	64,852	248,897	(96,042)
TOTAL LIABILITIES AND FUND BALANCE	\$ -	\$ 90,585	\$ 64,852	\$ 250,710	\$ -

(Continued)

CITY OF MONROE
Monroe, Louisiana

CAPITAL PROJECT FUNDS
COMBINING BALANCE SHEET (CONTINUED)

AS OF APRIL 30, 2003

WITH COMPARATIVE TOTALS FOR APRIL 30, 2002

ASSETS	CHASE RECORD STORAGE FACILITY	DOWNTOWN ECONOMIC DEVELOPMENT	ROOF REPAIRS	KANSAS LANE SERVICE ROAD	BLACK BAYOU LAKE
Cash and cash equivalents	\$ 165,302	-	-	-	-
Investments, at cost	-	-	-	-	-
Accounts receivable	-	72,000	-	-	-
Due from other funds	-	-	-	453,903	-
Advances to other funds	-	-	-	-	-
TOTAL ASSETS	\$ 165,302	\$ 72,000	\$ -	\$ 453,903	\$ -

LIABILITIES AND FUND BALANCE	CHASE RECORD STORAGE FACILITY	DOWNTOWN ECONOMIC DEVELOPMENT	ROOF REPAIRS	KANSAS LANE SERVICE ROAD	BLACK BAYOU LAKE
Liabilities					
Accounts and retainage payable	-	-	-	-	-
Deferred revenue	-	-	-	-	-
Due to other funds	588	915	-	-	-
Total liabilities	588	915	-	-	-
Fund balance (Deficit)					
Reserved for:					
Capital improvement	164,714	71,085	-	453,903	-
Advances to other funds	-	-	-	-	-
Unreserved/undesignated	-	-	-	-	-
Total fund balance (Deficit)	164,714	71,085	-	453,903	-
TOTAL LIABILITIES AND FUND BALANCE	\$ 165,302	\$ 72,000	\$ -	\$ 453,903	\$ -

(Continued)

CITY OF MONROE
Monroe, Louisiana

CAPITAL PROJECT FUNDS
COMBINING BALANCE SHEET (CONTINUED)

AS OF APRIL 30, 2003

WITH COMPARATIVE TOTALS FOR APRIL 30, 2002

ASSETS	REHABILITATION		STREET IMP.		MOTOR		SOUTHEAST	
	INFRASTRUCTURE	SOUTH RAMP	AIRPORT	PARK	VEHICLE BUILDING	MONROE DRAINAGE		
Cash and cash equivalents	\$ 99,984	\$ -	\$ 363,704	\$ -	\$ -	\$ -		
Investments, at cost	-	-	-	-	-	-		
Accounts receivable	-	560	-	-	-	-		
Due from other funds	-	-	117,934	-	11,400	-		
Advances to other funds	-	-	-	-	-	-		
TOTAL ASSETS	\$ 99,984	\$ 560	\$ 481,638	\$ -	\$ 11,400	\$ -		

LIABILITIES AND FUND BALANCE

Liabilities	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Accounts and retainage payable	-	-	-	-	-	-	-	-
Deferred revenue	-	-	-	-	-	-	-	-
Due to other funds	-	-	-	-	11,400	-	22,455	-
Total liabilities	-	-	-	-	11,400	-	22,455	-
Fund balance (Deficit)	99,984	560	481,638	-	-	-	(22,455)	-
Reserved for:								
Capital improvement	99,984	-	481,638	-	-	-	-	-
Advances to other funds	-	-	-	-	-	-	-	-
Unreserved/undesignated	-	-	-	-	-	-	-	-
Total fund balance (Deficit)	99,984	560	481,638	-	-	-	(22,455)	-
TOTAL LIABILITIES AND FUND BALANCE	\$ 99,984	\$ 560	\$ 481,638	\$ -	\$ 11,400	\$ -	\$ (22,455)	\$ -

(Continued)

CITY OF MONROE
Monroe, Louisiana

CAPITAL PROJECT FUNDS
COMBINING BALANCE SHEET (CONTINUED)

AS OF APRIL 30, 2003

WITH COMPARATIVE TOTALS FOR APRIL 30, 2002

	CHASE INFRASTRUCTURE	SWIMMING POOLS RENOVATIONS	STREET CONSTRUCTION	WPCC IMPROVEMENTS	PUMP STATION IMPROVEMENT
ASSETS					
Cash and cash equivalents	\$ -	484,941	\$ 4,135,506	\$ -	\$ -
Investments, at cost	-	-	23,665,411	-	-
Accounts receivable	-	-	43,610	868,673	84,091
Due from other funds	-	-	-	1,325,392	-
Advances to other funds	-	-	-	-	-
TOTAL ASSETS	\$ -	484,941	\$ 27,844,527	2,194,065	\$ 84,091
LIABILITIES AND FUND BALANCE					
Liabilities					
Accounts and retainage payable	\$ -	-	\$ 1,342,439	\$ 1,664,507	\$ 2,235,347
Deferred revenue	-	-	-	-	-
Due to other funds	-	-	2,261,028	1,000,000	1,580,242
Total liabilities	-	-	3,603,467	2,664,507	3,815,589
Fund balance (Deficit)					
Reserved for:					
Capital improvement	-	-	-	-	-
Advances to other funds	-	-	-	-	-
Unreserved/undesignated	-	484,941	24,241,060	(470,442)	(3,731,498)
Total fund balance (Deficit)	-	484,941	24,241,060	(470,442)	(3,731,498)
TOTAL LIABILITIES AND FUND BALANCE	\$ -	484,941	\$ 27,844,527	2,194,065	\$ 84,091

(Continued)

CITY OF MONROE
 Monroe, Louisiana
CAPITAL PROJECT FUNDS
COMBINING BALANCE SHEET (CONTINUED)
AS OF APRIL 30, 2003
WITH COMPARATIVE TOTALS FOR APRIL 30, 2002

	COLLECTION SYSTEM IMPROVEMENTS	WATER SYSTEM IMPROVEMENTS PHASE I	ASSET MANAGEMENT SYSTEM	DIGESTER UPSTREAM	FIRE/ DRAINAGE IMPROVEMENTS
ASSETS					
Cash and cash equivalents	\$ -	\$ -	\$ -	\$ -	258,183
Investments, at cost	19,162,541	-	-	-	13,531,243
Accounts receivable	76,166	-	1,193	191,328	53,838
Due from other funds	4,729,139	-	-	-	194,138
Advances to other funds	-	-	-	-	-
TOTAL ASSETS	\$ 23,967,846	\$ -	\$ 1,193	\$ 191,328	\$ 14,037,402

LIABILITIES AND FUND BALANCE					
Liabilities					
Accounts and retainage payable	\$ 643,402	\$ 336,807	\$ 149,162	\$ 587,440	\$ 32,934
Deferred revenue	-	-	-	-	-
Due to other funds	10,877	1,217,940	28,670	246,105	6,930
Total liabilities	654,279	1,554,747	177,832	833,546	39,864
Fund balance (Deficit)					
Reserved for:					
Capital improvement	-	-	-	-	13,997,538
Advances to other funds	-	-	-	-	-
Unreserved/undesignated	23,313,567	(1,554,747)	(176,639)	(642,217)	-
Total fund balance (Deficit)	23,313,567	(1,554,747)	(176,639)	(642,217)	13,997,538
TOTAL LIABILITIES AND FUND BALANCE	\$ 23,967,846	\$ -	\$ 1,193	\$ 191,328	\$ 14,037,402

(Continued)

CITY OF MONROE
 Monroe, Louisiana
CAPITAL PROJECT FUNDS
COMBINING BALANCE SHEET (CONCLUDED)
 AS OF APRIL 30, 2003
 WITH COMPARATIVE TOTALS FOR APRIL 30, 2002

	RIVERFRONT PROJECT	2003	TOTAL 2002
ASSETS			
Cash and cash equivalents	-	\$ 16,724,270	\$ 39,361,553
Investments, at cost	-	56,359,195	16,886,636
Accounts receivable	123,614	3,280,735	6,228,614
Due from other funds	-	6,841,882	4,241,955
Advances to other funds	-	220,000	220,000
TOTAL ASSETS	\$ 123,614	\$ 83,426,081	\$ 66,938,758
LIABILITIES AND FUND BALANCE			
Liabilities			
Accounts and retainage payable	25,902	\$ 7,741,598	\$ 7,138,788
Deferred revenue	-	-	289,914
Due to other funds	371,701	10,742,508	6,390,415
Total liabilities	397,603	18,484,106	13,819,117
Fund balance (Deficit)			
Reserved for:			
Capital improvement	-	25,822,220	52,161,962
Advances to other funds	-	220,000	220,000
Unreserved/undesignated	(273,989)	38,899,755	737,679
Total fund balance (Deficit)	(273,989)	64,941,975	53,119,641
TOTAL LIABILITIES AND FUND BALANCE	\$ 123,614	\$ 83,426,081	\$ 66,938,758

CITY OF MONROE
Monroe, Louisiana

CAPITAL PROJECT FUNDS

COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND

CHANGES IN FUND BALANCE

FOR THE YEAR ENDED APRIL 30, 2003

WITH COMPARATIVE TOTALS FOR THE YEAR ENDED APRIL 30, 2002

	I-20 CORRIDOR	UMTA CAPITAL GRANTS	BENOIT RECREATION RENOVATIONS	N. 18TH STREET EXTENSION	KANSAS LANE IMPROVEMENTS
REVENUES					
Intergovernmental:					
Federal funds	\$ -	\$ 1,639,981	\$ 489,794	\$ -	\$ -
State funds	-	-	-	154,621	-
Local funds	-	-	-	-	-
Rent and interest income	113,867	-	-	-	-
Other revenues	2,653	-	-	-	-
Total revenues	116,520	1,639,981	489,794	154,621	-
EXPENDITURES					
Capital Outlay	538,822	1,683,603	465,354	134,168	-
Total expenditures	538,822	1,683,603	465,354	134,168	-
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	<u>(422,302)</u>	<u>(43,622)</u>	<u>24,439</u>	<u>20,453</u>	<u>-</u>
OTHER FINANCING SOURCES (USES)					
Proceeds from sale of long-term debt	-	-	-	-	-
Operating transfers in	41,867	15,583	-	16	-
Operating transfers out	-	-	-	-	-
Total other financing sources (uses)	41,867	15,583	-	16	-
EXCESS (DEFICIENCY) OF REVENUES AND OTHER SOURCES OVER EXPENDITURES AND OTHER USES	<u>(380,435)</u>	<u>(28,039)</u>	<u>24,439</u>	<u>20,469</u>	<u>-</u>
FUND BALANCE (DEFICIT),					
Beginning of year	9,603,867	47,741	-	252,815	228,078
Prior period adjustment	-	-	-	-	-
FUND BALANCE (DEFICIT) END OF YEAR	<u>\$ 9,223,432</u>	<u>\$ 19,702</u>	<u>\$ 24,439</u>	<u>\$ 273,284</u>	<u>\$ 228,078</u>

(Continued)

CITY OF MONROE
Monroe, Louisiana

CAPITAL PROJECT FUNDS
COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE (CONTINUED)

FOR THE YEAR ENDED APRIL 30, 2003
WITH COMPARATIVE TOTALS FOR THE YEAR ENDED APRIL 30, 2002

	AIRPORT TAXIWAY C RECONSTRUCTION	AIRPORT PARKING APRON RENOVATIONS	AIRPORT DRAINAGE RENOVATIONS	PHASE III AIR INDUSTRIAL PARK	AIRPORT DRAINAGE CANAL
REVENUES					
Intergovernmental:					
Federal funds	\$ -	\$ -	\$ 490,965	\$ 759,237	\$ -
State funds	-	-	54,552	-	-
Local funds	-	-	-	-	-
Rent and interest income	-	-	-	-	-
Other revenues	-	-	-	-	-
Total revenues	-	-	545,517	759,237	-
EXPENDITURES					
Capital Outlay	3,697	58,909	508,171	1,389,020	-
Total expenditures	3,697	58,909	508,171	1,389,020	-
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(3,697)	(58,909)	37,346	(629,783)	-
OTHER FINANCING SOURCES (USES)					
Proceeds from sale of long-term debt	-	-	-	-	-
Operating transfers in	-	-	-	-	-
Operating transfers out	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-
EXCESS (DEFICIENCY) OF REVENUES AND OTHER SOURCES OVER EXPENDITURES AND OTHER USES	(3,697)	(58,909)	37,346	(629,783)	-
FUND BALANCE (DEFICIT), Beginning of year	(60,695)	(15,887)	(53,554)	(172,305)	(18,705)
Prior period adjustment	-	-	-	-	-
FUND BALANCE (DEFICIT) END OF YEAR	\$ (64,392)	\$ (74,796)	\$ (16,208)	\$ (802,087)	\$ (18,705)

(Continued)

CITY OF MONROE
Monroe, Louisiana

CAPITAL PROJECT FUNDS
COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE (CONTINUED)

FOR THE YEAR ENDED APRIL 30, 2003
WITH COMPARATIVE TOTALS FOR THE YEAR ENDED APRIL 30, 2002

	EVANGELINE STREET OUTFALL	CALYPSO EXTENSION	DEMOLITION OF PROPERTY	CHARLES JOHNSON PARK	TOWER DRIVE
REVENUES					
Intergovernmental:					
Federal funds	\$ -	\$ -	\$ -	\$ -	\$ -
State funds	-	86,326	-	125,000	-
Local funds	-	-	-	-	-
Rent and interest income	-	-	-	-	6,882
Other revenues	-	-	20,591	-	63,853
Total revenues	-	86,326	20,591	125,000	70,736
EXPENDITURES					
Capital Outlay	-	23,205	72,844	250,000	2,772,436
Total expenditures	-	23,205	72,844	250,000	2,772,436
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	-	63,121	(52,253)	(125,000)	(2,701,701)
OTHER FINANCING SOURCES (USES)					
Proceeds from long-term debt	-	-	-	-	1,000,000
Operating transfers in	-	-	85,000	-	-
Operating transfers out	-	(63,121)	-	-	-
Total other financing sources (uses)	-	(63,121)	85,000	-	1,000,000
EXCESS (DEFICIENCY) OF REVENUES AND OTHER SOURCES OVER EXPENDITURES AND OTHER USES	-	-	32,747	(125,000)	(1,701,701)
FUND BALANCE (DEFICIT),					
Beginning of year	-	-	19,279	125,000	973,188
Prior period adjustment	-	-	-	-	-
FUND BALANCE (DEFICIT) END OF YEAR	-	-	52,027	-	(728,513)

(Continued)

CITY OF MONROE
Monroe, Louisiana

CAPITAL PROJECT FUNDS
COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE (CONTINUED)

FOR THE YEAR ENDED APRIL 30, 2003

WITH COMPARATIVE TOTALS FOR THE YEAR ENDED APRIL 30, 2002

	CALYPSO ST. REPAIRS	EAST PARKVIEW FLOOD CONTROL	FORSYTHE/ CHAUVIN FLOOD	RIVER OAKS FLOOD PROTECTION	NORTH 4TH STREET UNDERPASS
REVENUES					
Intergovernmental:					
Federal funds	\$ -	\$ -	\$ -	\$ -	\$ -
State funds	-	352,557	-	-	-
Local funds	-	-	-	-	-
Rent and interest income	-	-	-	-	-
Other revenues	-	-	-	-	-
Total revenues	-	352,557	-	-	-
EXPENDITURES					
Capital Outlay	467,084	15,385	-	35,460	-
Total expenditures	467,084	15,385	-	35,460	-
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	<u>(467,084)</u>	<u>337,172</u>	<u>-</u>	<u>(35,460)</u>	<u>-</u>
OTHER FINANCING SOURCES (USES)					
Proceeds from long-term debt	-	-	-	-	-
Operating transfers in	-	30,259	-	-	-
Operating transfers out	-	(58,309)	-	-	(78,339)
Total other financing sources (uses)	-	(28,050)	-	-	(78,339)
EXCESS (DEFICIENCY) OF REVENUES AND OTHER SOURCES OVER EXPENDITURES AND OTHER USES	(467,084)	309,122	-	(35,460)	(78,339)
FUND BALANCE (DEFICIT), Beginning of year	-	(14,875)	253,816	35,460	78,339
Prior period adjustment	-	-	-	-	-
FUND BALANCE (DEFICIT) END OF YEAR	<u>\$ (467,084)</u>	<u>\$ 294,247</u>	<u>\$ 253,816</u>	<u>\$ -</u>	<u>\$ -</u>

(Continued)

CITY OF MONROE
Monroe, Louisiana
CAPITAL PROJECT FUNDS

**COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE (CONTINUED)**

FOR THE YEAR ENDED APRIL 30, 2003

WITH COMPARATIVE TOTALS FOR THE YEAR ENDED APRIL 30, 2002

	NORTH 10TH STREET STORM/ SEWER	BELOIT/ SPENCER STORM DRAIN	AMERICANS W/ DISABILITIES ACT REQUIREMENTS	AIRPORT INDUSTRIAL PARK	NEIGHBORHOOD DRAINAGE
REVENUES					
Intergovernmental:					
Federal funds	\$ -	\$ -	\$ -	\$ -	\$ -
State funds	-	-	-	-	-
Local funds	-	-	-	-	-
Rent and interest income	-	-	-	2,549	-
Other revenues	-	-	-	-	-
Total revenues	-	-	-	2,549	-
EXPENDITURES					
Capital Outlay	-	-	-	186,227	96,042
Total expenditures	-	-	-	186,227	96,042
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	-	-	-	(183,678)	(96,042)
OTHER FINANCING SOURCES (USES)					
Proceeds from long-term debt	-	-	-	-	-
Operating transfers in	-	-	-	-	-
Operating transfers out	(50,000)	-	-	-	-
Total other financing sources (uses)	(50,000)	-	-	-	-
EXCESS (DEFICIENCY) OF REVENUES AND OTHER SOURCES OVER EXPENDITURES AND OTHER USES	(50,000)	-	-	(183,678)	(96,042)
FUND BALANCE (DEFICIT),					
Beginning of year	50,000	90,585	64,852	432,575	-
Prior period adjustment	-	-	-	-	-
FUND BALANCE (DEFICIT) END OF YEAR	\$ -	\$ 90,585	\$ 64,852	\$ 248,897	\$ (96,042)

(Continued)

CITY OF MONROE
Monroe, Louisiana

CAPITAL PROJECT FUNDS
COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE (CONTINUED)

FOR THE YEAR ENDED APRIL 30, 2003
WITH COMPARATIVE TOTALS FOR THE YEAR ENDED APRIL 30, 2002

	CHASE RECORD STORAGE FACILITY	DOWNTOWN ECONOMIC DEVELOPMENT	ROOF REPAIRS	KANSAS LANE SERVICE ROAD	BLACK BAYOU LAKE
REVENUES					
Intergovernmental:					
Federal funds	\$ -	\$ -	\$ -	\$ -	\$ -
State funds	164,714	122,000	-	-	-
Local funds	-	-	-	-	-
Rent and interest income	-	-	-	-	-
Other revenues	-	8	-	-	-
Total revenues	164,714	122,008	-	-	-
EXPENDITURES					
Capital Outlay	-	49,592	1,523	-	27,320
Total expenditures	-	49,592	1,523	-	27,320
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	164,714	72,416	(1,523)	-	(27,320)
OTHER FINANCING SOURCES (USES)					
Proceeds from long-term debt	-	-	-	-	-
Operating transfers in	-	-	-	-	55,960
Operating transfers out	-	(1,500)	(6,332)	-	-
Total other financing sources (uses)	-	(1,500)	(6,332)	-	55,960
EXCESS (DEFICIENCY) OF REVENUES AND OTHER SOURCES OVER EXPENDITURES AND OTHER USES	164,714	70,916	(7,855)	-	28,640
FUND BALANCE (DEFICIT),					
Beginning of year	-	168	7,855	453,903	(28,640)
Prior period adjustment	-	-	-	-	-
FUND BALANCE (DEFICIT) END OF YEAR	\$ 164,714	\$ 71,085	\$ -	\$ 453,903	\$ -

(Continued)

CITY OF MONROE
Monroe, Louisiana

CAPITAL PROJECT FUNDS
COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE (CONTINUED)

FOR THE YEAR ENDED APRIL 30, 2003
WITH COMPARATIVE TOTALS FOR THE YEAR ENDED APRIL 30, 2002

	INFRASTRUCTURE	REHABILITATION SOUTH RAMP	STREET IMP AIR INDUSTRIAL PARK	MOTOR VEHICLE BUILDING	SOUTHEAST MONROE DRAINAGE
REVENUES					
Intergovernmental:					
Federal funds	\$ -	\$ -	\$ -	\$ -	\$ -
State funds	-	-	-	-	-
Local funds	-	-	-	-	-
Rent and interest income	-	-	-	-	-
Other revenues	-	-	-	-	-
Total revenues	-	-	-	-	-
EXPENDITURES					
Capital Outlay	-	48	-	-	-
Total expenditures	-	48	-	-	-
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	-	(48)	-	-	-
OTHER FINANCING SOURCES (USES)					
Proceeds from long-term debt	-	-	-	-	-
Operating transfers in	-	-	-	-	-
Operating transfers out	-	(97,690)	-	-	-
Total other financing sources (uses)	-	(97,690)	-	-	-
EXCESS (DEFICIENCY) OF REVENUES AND OTHER SOURCES OVER EXPENDITURES AND OTHER USES	-	(97,738)	-	-	-
FUND BALANCE (DEFICIT), Beginning balance	99,984	97,738	481,638	132,801	(22,455)
Prior period adjustment	-	-	-	(132,801)	-
FUND BALANCE (DEFICIT) END OF YEAR	\$ 99,984	\$ -	\$ 481,638	\$ -	\$ (22,455)

(Continued)

CITY OF MONROE
Monroe, Louisiana

CAPITAL PROJECT FUNDS
COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE (CONTINUED)

FOR THE YEAR ENDED APRIL 30, 2003
WITH COMPARATIVE TOTALS FOR THE YEAR ENDED APRIL 30, 2002

	CHASE INFRASTRUCTURE	SWIMMING POOLS RENOVATIONS	STREET CONSTRUCTION	WPCC IMPROVEMENTS	PUMP STATION IMPROVEMENT
REVENUES					
Intergovernmental:					
Federal funds	\$ -	\$ -	\$ -	\$ -	\$ -
State funds	-	-	-	-	-
Local funds	-	-	-	-	-
Rent and interest income	-	-	556,315	-	-
Other revenues	-	-	6,518	7,023	-
Total revenues	-	-	562,833	7,023	-
EXPENDITURES					
Capital Outlay	7,830	119,636	12,690,600	10,109,309	12,379,264
Total expenditures	7,830	119,636	12,690,600	10,109,309	12,379,264
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	<u>(7,830)</u>	<u>(119,636)</u>	<u>(12,127,767)</u>	<u>(10,102,287)</u>	<u>(12,379,264)</u>
OTHER FINANCING SOURCES (USES)					
Proceeds from long-term debt	-	-	22,400,000	9,399,527	531,533
Operating transfers in	-	-	-	-	8,116,233
Operating transfers out	(19,012)	-	(506,816)	-	-
Total other financing sources (uses)	<u>(19,012)</u>	<u>-</u>	<u>21,893,184</u>	<u>9,399,527</u>	<u>8,647,766</u>
EXCESS (DEFICIENCY) OF REVENUES AND OTHER SOURCES OVER EXPENDITURES AND OTHER USES	<u>(26,842)</u>	<u>(119,636)</u>	<u>9,765,417</u>	<u>(702,759)</u>	<u>(3,731,498)</u>
FUND BALANCE (DEFICIT), Beginning of year	26,842	604,577	14,475,644	232,318	-
Prior period adjustment	-	-	-	-	-
FUND BALANCE (DEFICIT) END OF YEAR	<u>\$ -</u>	<u>\$ 484,941</u>	<u>\$ 24,241,060</u>	<u>\$ (470,442)</u>	<u>\$ (3,731,498)</u>

(Continued)

CITY OF MONROE
Monroe, Louisiana

CAPITAL PROJECT FUNDS
COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE (CONTINUED)

FOR THE YEAR ENDED APRIL 30, 2003

WITH COMPARATIVE TOTALS FOR THE YEAR ENDED APRIL 30, 2002

	COLLECTION SYSTEM IMPROVEMENTS	WATER SYSTEM IMPROVEMENTS PHASE I	ASSET MANAGEMENT SYSTEM	DIGESTER UPSTREAM	FIRE/ DRAINAGE IMPROVEMENTS
REVENUES					
Intergovernmental					
Federal funds	\$ -	\$ -	\$ -	\$ -	\$ -
State funds	-	-	-	-	-
Local funds	-	-	-	-	-
Rent and interest income	248,427	-	-	-	87,583
Other revenues	6,745	-	-	-	-
Total revenues	255,172	-	-	-	87,583
EXPENDITURES					
Capital Outlay	1,699,862	1,437,332	192,589	931,339	1,083,115
Total expenditures	1,699,862	1,437,332	192,589	931,339	1,083,115
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	<u>(1,444,690)</u>	<u>(1,437,332)</u>	<u>(192,589)</u>	<u>(931,339)</u>	<u>(995,532)</u>
OTHER FINANCING SOURCES (USES)					
Proceeds from long-term debt	5,521	-	5,521	297,623	15,000,000
Operating transfers in	17,708,196	-	10,429	-	-
Operating transfers out	(10,877)	(17,708,196)	-	-	(6,930)
Total other financing sources (uses)	17,702,840	(17,708,196)	15,950	297,623	14,993,070
EXCESS (DEFICIENCY) OF REVENUES AND OTHER SOURCES OVER EXPENDITURES AND OTHER USES	16,258,150	(19,145,527)	(176,639)	(633,716)	13,997,538
FUND BALANCE (DEFICIT), Beginning of year	7,055,417	17,590,781	-	(8,502)	-
Prior period adjustment	-	-	-	-	-
FUND BALANCE END OF YEAR	\$ 23,313,568	\$ (1,554,746)	\$ (176,639)	\$ (642,217)	\$ 13,997,538

(Continued)

CITY OF MONROE
Monroe, Louisiana

CAPITAL PROJECT FUNDS
COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE (CONCLUDED)

FOR THE YEAR ENDED APRIL 30, 2003
WITH COMPARATIVE TOTALS FOR THE YEAR ENDED APRIL 30, 2002

	RIVERFRONT PROJECT	2003	2002
REVENUES			
Intergovernmental			
Federal funds		\$ 3,379,977	\$ 946,968
State funds	246,069	1,305,838	5,025,138
Local funds	-	-	450,000
Rent and interest income	-	1,015,624	484,504
Other revenues	-	107,393	276,281
Total revenues	246,069	5,808,832	7,182,891
EXPENDITURES			
Capital Outlay	520,058	49,949,843	33,549,441
Total expenditures	520,058	49,949,843	33,549,441
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(273,989)	(44,141,011)	(26,366,550)
OTHER FINANCING SOURCES (USES)			
Proceeds from long-term debt	-	48,639,725	72,548,187
Operating transfers in	-	26,063,543	2,207,931
Operating transfers out	-	(18,607,122)	(3,344,253)
Total other financing sources (uses)	-	56,096,147	71,411,865
EXCESS (DEFICIENCY) OF REVENUES AND OTHER SOURCES OVER EXPENDITURES AND OTHER USES	(273,989)	11,955,135	45,045,315
FUND BALANCE (DEFICIT),			
Beginning of year	-	53,119,641	8,074,326
Prior period adjustment	-	(132,801)	-
FUND BALANCE END OF YEAR	(273,989)	64,941,975	53,119,641

CITY OF MONROE
Monroe, Louisiana

SUPPLEMENTAL INFORMATION SCHEDULES
As of and For the Year Ended April 30, 2003

PROPRIETARY FUND TYPE-
ENTERPRISE FUNDS

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

MUNICIPAL AIRPORT FUND

The Municipal Airport Fund is used to account for the operations of the Monroe Regional Airport. All activities necessary to provide such services are accounted for in this fund, including, but not limited to, administration, operations, maintenance, billing and collection.

MONROE TRANSIT SYSTEM FUND

The Monroe Transit System Fund is used to account for the operations of the Monroe Transit System. All activities necessary to provide such services are accounted for in this fund, including, but not limited to, administration, operations, maintenance and collections.

CIVIC CENTER FUND

The Civic Center Fund is used to account for all activities related to the operation of the Civic Center. Such activities include administration, operation, maintenance, billing and collection.

LOUISIANA PURCHASE GARDENS AND ZOO FUND

The Louisiana Purchase Gardens and Zoo Fund is used to account for the administration, operation, and maintenance of zoo grounds and related facilities.

EXCURSION BOAT FUND

The Excursion Boat Fund is used to account for all the activities associated with the renting and operation of the Twin City Queen excursion boat.

CITY OF MONROE
Monroe, Louisiana

SUPPLEMENTAL INFORMATION SCHEDULES
As of and For the Year Ended April 30, 2003

PROPRIETARY FUND TYPE-
ENTERPRISE FUNDS

LIVESTOCK ARENA FUND

The Livestock Arena Fund is used to account for all the activities related to the operation of the Livestock Arena. Such activities include administration, operation, maintenance, billing and collection.

WATER DEPARTMENT FUND

The Water Department Fund is used to account for the provision of water treatment and distribution services to the residents of the city. All activities necessary to provide such services are accounted for in this fund, including, but not limited to, administration, operation, maintenance, and billing and collection of water services revenue.

SEWER DEPARTMENT FUND

The Sewer Department Fund accounts for the provision of sewer services and sewerage treatment services to the residents of the City. All activities necessary to provide such services are accounted for in this fund, including, but not limited to, administration, operations, maintenance of the system and billing and collection of sewer user fees.

CITY OF MONROE
Monroe, Louisiana
PROPRIETARY FUND TYPE - ENTERPRISE FUNDS
COMBINING BALANCE SHEET
AS OF APRIL 30, 2003
WITH COMPARATIVE TOTALS FOR APRIL 30, 2002

ASSETS	<u>MUNICIPAL AIRPORT</u>	<u>MONROE TRANSIT SYSTEM</u>	<u>CIVIC CENTER</u>	<u>LOUISIANA PURCHASE GARDENS AND ZOO</u>
Current Assets:				
Cash and cash equivalents	\$ 700	\$ 800	\$ 63,398	\$ 2,500
Accounts receivable, net	82,753	27,808	20,455	227
Due from other funds	18,364	530	115	1
Ad valorem taxes receivable	-	-	20,694	20,694
Inventories	-	199,289	-	-
Prepaid expenses	-	-	109,292	2,425
Bond issuance costs	-	-	-	-
Total current assets	<u>101,817</u>	<u>228,427</u>	<u>213,954</u>	<u>25,847</u>
Restricted Assets:				
Cash and cash equivalents	-	-	-	-
Property, plant and equipment, net of accumulated depreciation	9,735,195	3,149,393	7,649,367	1,155,533
Zoo animals	<u>-</u>	<u>-</u>	<u>-</u>	<u>100,041</u>
TOTAL ASSETS	<u>\$ 9,837,012</u>	<u>\$ 3,377,820</u>	<u>\$ 7,863,322</u>	<u>\$ 1,281,421</u>

EXCURSION BOAT	LIVESTOCK ARENA	WATER DEPARTMENT	SEWER DEPARTMENT	TOTAL	
				2003	2002
\$ -	\$ -	\$ 433,036	\$ 183,017	\$ 683,451	\$ 1,645,308
-	1,575	887,275	413,747	1,433,840	1,713,481
-	-	1,167,554	2	1,186,567	19,411
-	-	-	-	41,388	74,696
-	-	627,911	-	827,200	863,279
12,763	-	-	-	124,480	124,479
-	-	-	122,076	122,076	152,595
<u>12,763</u>	<u>1,575</u>	<u>3,115,776</u>	<u>718,842</u>	<u>4,419,002</u>	<u>4,593,249</u>
-	-	1,230,380	2,509,750	3,740,130	1,744,324
126,368	138,774	16,737,747	52,689,273	91,381,650	60,844,556
-	-	-	-	100,041	106,181
<u>\$ 139,131</u>	<u>\$ 140,349</u>	<u>\$ 21,083,903</u>	<u>\$ 55,917,865</u>	<u>\$ 99,640,823</u>	<u>\$ 67,277,810</u>

(Continued)

CITY OF MONROE
Monroe, Louisiana
PROPRIETARY FUND TYPE - ENTERPRISE FUNDS
COMBINING BALANCE SHEET (CONCLUDED)
AS OF APRIL 30, 2003
WITH COMPARATIVE TOTALS FOR APRIL 30, 2002

	MUNICIPAL AIRPORT	MONROE TRANSIT SYSTEM	CIVIC CENTER	LOUISIANA PURCHASE GARDENS AND ZOO
LIABILITIES AND FUND EQUITY				
Liabilities:				
Current liabilities:				
Accounts and retainage payable \$	48,459	\$ 10,796	\$ 32,565	\$ 4,785
Due to other funds	11,609	638	321	329
Deferred revenue	-	-	25,164	20,916
Current portion of long-term debt	-	-	88,195	-
Customer deposits	-	-	-	-
Other current liabilities	-	-	-	-
Total current liabilities	<u>60,068</u>	<u>11,434</u>	<u>146,245</u>	<u>26,030</u>
Current liabilities (payable from restricted assets):				
Accrued interest	-	-	-	-
Current portion of revenue bonds payable	-	-	-	-
Long-term liabilities:				
Bonds payable	-	-	165,463	-
Revenue bonds, net	-	-	-	-
Notes payable, DEQ	-	-	-	-
Compensated absences	49,417	192,799	83,482	69,706
Total liabilities	<u>109,485</u>	<u>204,233</u>	<u>395,190</u>	<u>95,736</u>
Fund equity:				
Contributed capital	22,710,737	10,444,407	13,065,655	3,848,900
Retained earnings (deficit):				
Unreserved	(12,983,210)	(7,270,820)	(5,597,523)	(2,663,215)
Total fund equity	<u>9,727,527</u>	<u>3,173,587</u>	<u>7,468,132</u>	<u>1,185,685</u>
TOTAL LIABILITIES AND FUND EQUITY	<u>\$ 9,837,012</u>	<u>\$ 3,377,820</u>	<u>\$ 7,863,322</u>	<u>\$ 1,281,421</u>

EXCURSION BOAT	LIVESTOCK ARENA	WATER DEPARTMENT	SEWER DEPARTMENT	TOTAL	
				2003	2002
\$ -	\$ 108	\$ 72,189	\$ 280,388	\$ 449,290	\$ 391,340
-	-	748	3,447,541	3,461,186	1,161,476
-	-	-	-	46,080	69,093
-	-	-	-	88,195	88,095
16,285	575	1,135,317	-	1,152,177	1,101,429
-	-	-	-	-	26,730
<u>16,285</u>	<u>683</u>	<u>1,208,254</u>	<u>3,727,929</u>	<u>5,196,928</u>	<u>2,838,163</u>
-	-	-	25,181	25,181	30,494
-	-	-	270,000	270,000	255,000
-	-	-	-	165,463	253,757
-	-	-	885,000	885,000	1,155,000
-	-	-	2,486,403	2,486,403	2,486,403
-	-	221,864	238,351	855,619	811,580
<u>16,285</u>	<u>683</u>	<u>1,430,118</u>	<u>7,632,864</u>	<u>9,884,594</u>	<u>7,819,897</u>
249,415	264,479	8,447,745	57,270,301	116,301,639	82,445,817
<u>(126,569)</u>	<u>(124,813)</u>	<u>11,206,040</u>	<u>(8,985,300)</u>	<u>(26,545,410)</u>	<u>(22,987,904)</u>
<u>122,846</u>	<u>139,666</u>	<u>19,653,785</u>	<u>48,285,001</u>	<u>89,756,229</u>	<u>59,457,913</u>
<u>\$ 139,131</u>	<u>\$ 140,349</u>	<u>\$ 21,083,903</u>	<u>\$ 55,917,865</u>	<u>\$ 99,640,823</u>	<u>\$ 67,277,810</u>

CITY OF MONROE
Monroe, Louisiana
PROPRIETARY FUND TYPE - ENTERPRISE FUNDS
COMBINING SCHEDULE OF REVENUES, EXPENSES
AND CHANGES IN RETAINED EARNINGS (DEFICIT)
FOR THE YEAR ENDED APRIL 30, 2003
WITH COMPARATIVE TOTALS FOR THE YEAR ENDED APRIL 30, 2002

	<u>MUNICIPAL AIRPORT</u>	<u>MONROE TRANSIT SYSTEM</u>	<u>CIVIC CENTER</u>	<u>LOUISIANA PURCHASE GARDENS AND ZOO</u>
OPERATING REVENUES				
Charges for services:				
Airport	\$ 1,107,471	\$ -	\$ -	\$ -
Industrial park	334,329	-	-	-
Fares	-	299,459	-	-
Charters	-	-	-	-
Advertising	-	6,034	52	-
Ticket sales and other	-	-	1,321,960	-
Admissions	-	-	-	180,749
Concessions and rides	-	-	195,796	119,857
Rentals	-	-	72,000	5,160
Water sales	-	-	-	-
Delinquent penalties	-	-	-	-
Sewerage fees	-	-	-	-
Tap fees	-	-	-	-
Permits	-	-	-	-
Total charges for services	<u>1,441,800</u>	<u>305,493</u>	<u>1,589,808</u>	<u>305,766</u>
Other operating revenue	-	-	17,315	9,253
Total operating revenue	<u>1,441,800</u>	<u>305,493</u>	<u>1,607,123</u>	<u>315,019</u>
OPERATING EXPENSES				
Salaries, wages and benefits	475,063	1,588,792	865,835	931,411
Materials, repairs and supplies	145,706	658,691	246,943	196,129
Utilities and communications	117,324	63,004	486,957	101,375
Depreciation and amortization	565,922	310,076	693,483	124,900
Insurance	24,667	154,494	232,250	10,080
Land Farm operations	-	-	-	-
Promoter's expenses	-	-	774,483	28,316
Professional fees	-	168,017	-	-
Taxes and licenses	-	-	-	-
Other operating expenses	300,549	-	350,864	145,606
Total operating expenses	<u>1,629,231</u>	<u>2,943,074</u>	<u>3,650,815</u>	<u>1,537,817</u>
OPERATING LOSS	(187,431)	(2,637,581)	(2,043,692)	(1,222,798)

EXCURSION BOAT	LIVESTOCK ARENA	WATER DEPARTMENT	SEWER DEPARTMENT	TOTAL	
				2003	2002
\$ -	\$ -	\$ -	\$ -	\$ 1,107,471	\$ 1,139,895
-	-	-	-	334,329	252,951
-	-	-	-	299,459	388,657
-	-	-	-	-	23,964
-	-	-	-	6,086	5,453
-	-	-	-	1,321,960	1,485,988
-	-	-	-	180,749	177,308
-	-	-	-	315,653	119,354
-	12,510	-	-	89,670	65,722
-	-	4,198,540	-	4,198,540	4,148,139
-	-	242,627	-	242,627	261,053
-	-	-	4,445,110	4,445,110	4,850,935
-	-	64,036	-	64,036	126,677
-	-	-	3,375	3,375	4,009
-	12,510	4,505,203	4,448,485	12,609,065	13,050,105
-	-	-	-	26,568	21,187
-	12,510	4,505,203	4,448,485	12,635,633	13,071,292
6,970	9,240	1,771,401	1,670,125	7,318,837	7,141,642
160	2,937	1,097,825	1,506,420	3,854,811	4,087,553
448	25,686	546,754	545,067	1,886,615	1,703,074
12,261	31,300	948,557	1,384,448	4,070,947	3,360,088
5,600	-	10,017	-	437,108	418,598
-	-	-	23,512	23,512	168,883
-	-	-	-	802,799	715,730
-	-	-	-	168,017	98,814
-	-	-	-	-	122,580
5,118	372	573,606	939,510	2,315,625	2,030,446
30,557	69,535	4,948,160	6,069,082	20,878,271	19,847,408
(30,557)	(57,025)	(442,957)	(1,620,597)	(8,242,638)	(6,776,116)

(Continued)

CITY OF MONROE
Monroe, Louisiana
PROPRIETARY FUND TYPE - ENTERPRISE FUNDS
COMBINING SCHEDULE OF REVENUES, EXPENSES
AND CHANGES IN RETAINED EARNINGS (DEFICIT) (CONCLUDED)
FOR THE YEAR ENDED APRIL 30, 2003
WITH COMPARATIVE TOTALS FOR THE YEAR ENDED APRIL 30, 2002

	<u>MUNICIPAL AIRPORT</u>	<u>MONROE TRANSIT SYSTEM</u>	<u>CIVIC CENTER</u>	<u>LOUISIANA PURCHASE GARDENS AND ZOO</u>
NONOPERATING REVENUE (EXPENSE)				
Operating grants	\$ 205,000	\$ 1,271,361	\$ -	\$ -
Gain (loss) on sale of assets	(39,161)	(10,907)	-	-
Interest income	-	-	-	-
Interest expense	-	-	(24,447)	-
Property taxes	-	-	844,037	844,037
Total nonoperating revenue (expense)	<u>165,839</u>	<u>1,260,454</u>	<u>819,590</u>	<u>844,037</u>
INCOME (LOSS) BEFORE OPERATING TRANSFERS	(21,592)	(1,377,127)	(1,224,102)	(378,761)
OPERATING TRANSFERS IN (OUT)				
Operating transfers in	-	1,051,858	704,779	286,649
Operating transfers (out)	(560,885)	-	-	-
Total operating transfers	<u>(560,885)</u>	<u>1,051,858</u>	<u>704,779</u>	<u>286,649</u>
NET INCOME (LOSS)	(582,477)	(325,269)	(519,323)	(92,112)
DEPRECIATION ON CAPITAL ASSETS ACQUIRED BY GRANTS				
	-	-	-	-
RETAINED EARNINGS (DEFICIT),				
Beginning of year (as previously stated)	(12,400,733)	(6,945,551)	(5,078,200)	(2,571,103)
Prior period adjustments	-	-	-	-
RETAINED EARNINGS (DEFICIT),				
Beginning of year (as Restated)	<u>(12,400,733)</u>	<u>(6,945,551)</u>	<u>(5,078,200)</u>	<u>(2,571,103)</u>
RETAINED EARNINGS (DEFICIT),				
END OF YEAR	<u>\$ (12,983,210)</u>	<u>\$ (7,270,820)</u>	<u>\$ (5,597,523)</u>	<u>\$ (2,663,215)</u>

EXCURSION BOAT	LIVESTOCK ARENA	WATER DEPARTMENT	SEWER DEPARTMENT	TOTAL	
				2003	2002
\$ -	\$ -	\$ -	\$ -	\$ 1,476,361	\$ 702,426
(68)	-	-	-	(50,136)	(56,197)
-	-	9,696	9,610	19,306	39,474
-	-	-	(61,497)	(85,944)	(146,268)
-	-	-	-	1,688,074	1,548,655
<u>(68)</u>	<u>-</u>	<u>9,696</u>	<u>(51,887)</u>	<u>3,047,661</u>	<u>2,088,090</u>
(30,625)	(57,025)	(433,261)	(1,672,484)	(5,194,977)	(4,688,026)
33,630	27,646	-	-	2,104,562	6,423,825
-	-	-	-	(560,885)	(316,503)
<u>33,630</u>	<u>27,646</u>	<u>-</u>	<u>-</u>	<u>1,543,677</u>	<u>6,107,322</u>
3,005	(29,379)	(433,261)	(1,672,484)	(3,651,300)	1,419,296
-	17,606	-	543,443	561,049	561,049
(129,574)	(113,040)	12,106,556	(7,856,259)	(22,987,904)	(24,968,249)
-	-	(467,255)	-	(467,255)	-
<u>(129,574)</u>	<u>(113,040)</u>	<u>11,639,301</u>	<u>(7,856,259)</u>	<u>(23,455,159)</u>	<u>(24,968,249)</u>
<u>\$ (126,569)</u>	<u>\$ (124,813)</u>	<u>\$ 11,206,040</u>	<u>\$ (8,985,300)</u>	<u>\$ (26,545,410)</u>	<u>\$ (22,987,904)</u>

CITY OF MONROE
 Monroe, Louisiana
 PROPRIETARY FUND TYPE - ENTERPRISE FUNDS
 COMBINING SCHEDULE OF CASH FLOWS
 FOR THE YEAR ENDED APRIL 30, 2003
 WITH COMPARATIVE TOTALS FOR THE YEAR ENDED APRIL 30, 2002

	MUNICIPAL AIRPORT	MONROE TRANSIT SYSTEM	CIVIC CENTER	LOUISIANA PURCHASE GARDENS AND ZOO
CASH PROVIDED (USED) BY OPERATING ACTIVITIES				
Operating Income/(Loss)	\$ (187,431)	\$ (2,637,581)	\$ (2,043,692)	\$ (1,222,798)
Adjustments to Reconcile Operating Income/(Loss) to Net Cash Provided (Used) by Operating Activities:				
Depreciation and amortization	565,922	310,076	693,483	124,900
Gain (loss) on sale of assets	(39,161)	(10,907)	-	-
Animal Death	-	-	-	6,140
Changes in current assets and liabilities:				
Accounts receivable	(25,558)	(4,274)	48,698	17,071
Inventory	-	31,249	-	-
Prepaid expenses	-	-	-	-
Due from other funds	(153)	(530)	(115)	-
Accounts payable	35,992	(23,339)	8,905	(23,851)
Due to other funds	(10,779)	(13,160)	(6,764)	(6,706)
Deferred revenue	-	-	(6,359)	(16,654)
Other, net	-	-	-	13,032
Total Adjustments	<u>526,263</u>	<u>289,115</u>	<u>737,848</u>	<u>113,932</u>
Net Cash Provided (Used) By Operating Activities	<u>338,832</u>	<u>(2,348,466)</u>	<u>(1,305,844)</u>	<u>(1,108,866)</u>
CASH PROVIDED (USED) BY NONCAPITAL FINANCING ACTIVITIES				
Operating transfers in	-	1,051,858	704,779	286,649
Operating transfers out	(560,885)	-	-	-
Increase (decrease) in customer deposits	-	-	-	-
Increase (decrease) in compensated absences	1,740	16,776	2,347	(5,489)
Grants	205,000	1,271,361	-	-
Property taxes	-	-	844,037	844,037
Net cash provided (used) by noncapital financing activities	<u>(354,145)</u>	<u>2,339,995</u>	<u>1,551,163</u>	<u>1,125,197</u>
CASH PROVIDED (USED) BY CAPITAL AND RELATED FINANCING ACTIVITIES				
Increase (Decrease) in Contributed Capital	22,528	1,728,352	88,768	(16,331)
Increase (Decrease) in DEQ cleanup liability	-	-	-	-
Acquisitions of capital assets, net	(7,215)	(1,719,881)	(175,347)	-
Principal paid on bonds	-	-	(88,194)	-
Interest paid on bonds	-	-	(24,448)	-
Net cash provided (used) by capital and related financing activities	<u>15,313</u>	<u>8,471</u>	<u>(199,221)</u>	<u>(16,331)</u>
CASH PROVIDED BY INVESTING ACTIVITIES				
Interest income	-	-	-	-
Net Cash Provided By Investing Activities	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	<u>-</u>	<u>-</u>	<u>46,098</u>	<u>-</u>
CASH AND CASH EQUIVALENTS, beginning of year	<u>700</u>	<u>800</u>	<u>17,300</u>	<u>2,500</u>
CASH AND CASH EQUIVALENTS, END OF YEAR	<u>\$ 700</u>	<u>\$ 800</u>	<u>\$ 63,398</u>	<u>\$ 2,500</u>
Note The following non-cash capital-related transactions occurred during the fiscal year ended April 30, 2003, relating to increases in contributed capital to acquire/upgrade fixed assets:	<u>\$ 1,082,176</u>	<u>\$ 1,728,352</u>	<u>\$ 88,768</u>	<u>\$ -</u>
Presented on the balance sheet as:				
Cash and cash equivalents	\$ 700	\$ 800	\$ 63,398	\$ 2,500
Restricted assets:				
Cash and cash equivalents	-	-	-	-
TOTAL	<u>\$ 700</u>	<u>\$ 800</u>	<u>\$ 63,398</u>	<u>\$ 2,500</u>

EXCURSION BOAT	LIVESTOCK ARENA	WATER DEPARTMENT	SEWER DEPARTMENT	TOTAL	
				2003	2002
\$ (30,557)	\$ (57,025)	\$ (442,957)	\$ (1,620,597)	\$ (8,242,638)	\$ (6,776,116)
12,261	31,300	948,557	1,384,448	4,070,947	3,360,299
(68)	-	-	-	(50,136)	(56,197)
-	-	-	-	6,140	-
46	(1,575)	685,713	(407,172)	312,949	(352,284)
-	-	4,830	-	36,079	(100,779)
-	-	-	30,519	30,519	37,418
1,200	-	(1,167,554)	(2)	(1,167,154)	2,134,148
(16,419)	108	(62,518)	112,342	31,220	(27,213)
(160)	(454)	(414,012)	2,752,945	2,300,910	(4,491,121)
-	-	-	-	(23,013)	980
67	-	45,695	-	58,794	5,612
<u>(3,073)</u>	<u>29,379</u>	<u>40,711</u>	<u>3,873,080</u>	<u>5,607,255</u>	<u>510,863</u>
<u>(33,630)</u>	<u>(27,646)</u>	<u>(402,246)</u>	<u>2,252,483</u>	<u>(2,635,383)</u>	<u>(6,265,253)</u>
33,630	27,646	-	-	2,104,562	6,423,825
-	-	-	-	(560,885)	(316,503)
-	-	50,748	-	50,748	62,687
-	-	(8,506)	37,174	44,042	34,954
-	-	-	-	1,476,361	702,426
-	-	-	-	1,688,074	1,548,655
<u>33,630</u>	<u>27,646</u>	<u>42,242</u>	<u>37,174</u>	<u>4,802,902</u>	<u>8,456,044</u>
-	-	-	108,717	1,932,034	-
-	-	-	-	-	249,895
-	-	(588,883)	(157,932)	(2,649,258)	(719,901)
-	-	-	(255,000)	(343,194)	(326,431)
-	-	-	(66,810)	(91,258)	(115,774)
-	-	<u>(588,883)</u>	<u>(371,025)</u>	<u>(1,151,676)</u>	<u>(912,211)</u>
-	-	9,696	9,610	19,306	39,474
-	-	9,696	9,610	19,306	39,474
-	-	(939,191)	1,928,242	1,035,149	1,318,054
-	-	2,602,607	764,525	3,388,432	2,071,578
<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,663,416</u>	<u>\$ 2,692,767</u>	<u>\$ 4,423,581</u>	<u>\$ 3,389,632</u>
<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,437,332</u>	<u>\$ 28,983,077</u>	<u>\$ 33,319,705</u>	<u>\$ 12,612,069</u>
\$ -	\$ -	433,036	183,017	683,451	1,645,308
-	-	1,230,380	2,509,750	3,740,130	1,744,324
<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,663,416</u>	<u>\$ 2,692,767</u>	<u>\$ 4,423,581</u>	<u>\$ 3,389,632</u>

CITY OF MONROE
Monroe, Louisiana

SUPPLEMENTAL INFORMATION SCHEDULES
As of and For the Year Ended April 30, 2003

PROPRIETARY FUND TYPE-
INTERNAL SERVICE FUND

To account for the financing of goods or services provided by one department or agency to other departments or agencies of the governmental entity on a cost reimbursement basis.

CENTRAL SHOP FUND

The Central Shop Fund is used to account for the provision of repair and maintenance services and motor fuels to the various City departments (with the exception of the Transit System).

CITY OF MONROE
Monroe, Louisiana
PROPRIETARY FUND TYPE - INTERNAL SERVICE FUND
BALANCE SHEET
AS OF APRIL 30, 2003
WITH COMPARATIVE TOTALS FOR APRIL 30, 2002

	CENTRAL SHOP	
	2003	2002
ASSETS		
Current Assets:		
Cash and cash equivalents	\$ 9,986	\$ -
Accounts receivable	39	36
Due from other funds	-	164,805
Inventories	60,764	78,085
Total current assets	70,789	242,926
Property, plant and equipment, net of accumulated depreciation	3,162,521	3,539,058
TOTAL ASSETS	\$ 3,233,310	\$ 3,781,984
LIABILITIES AND FUND EQUITY		
Liabilities:		
Current liabilities:		
Accounts payable	\$ 28,857	\$ 33,873
Due to other funds	340	7,291
Current portion of long-term debt	365,000	350,000
Total current liabilities	394,197	391,164
Long-term liabilities:		
Certificates of indebtedness payable	800,000	1,165,000
Total liabilities	1,194,197	1,556,164
Fund equity:		
Contributed capital	1,043,899	1,067,990
Retained earnings		
Unreserved	995,214	1,157,830
Total fund equity	2,039,113	2,225,820
TOTAL LIABILITIES AND FUND EQUITY	\$ 3,233,310	\$ 3,781,984

CITY OF MONROE
Monroe, Louisiana
PROPRIETARY FUND TYPE - INTERNAL SERVICE FUND
SCHEDULE OF REVENUES, EXPENSES
AND CHANGES IN RETAINED EARNINGS
FOR THE YEAR ENDED APRIL 30, 2003
WITH COMPARATIVE TOTALS FOR THE YEAR ENDED APRIL 30, 2002

	<u>CENTRAL SHOP</u>	
	<u>2003</u>	<u>2002</u>
OPERATING REVENUES		
Charges for services - shop charges	\$ 1,682,949	\$ 1,596,347
Total operating revenues	<u>1,682,949</u>	<u>1,596,347</u>
OPERATING EXPENSES		
Salaries, wages and benefits	723,240	708,938
Utilities and communications	25,599	18,426
Depreciation and amortization	352,445	65,335
Repairs and maintenance	22,603	25,918
Shop expenses	1,219,699	1,063,830
Other operating expenses	14,940	12,793
Total operating expenses	<u>2,358,526</u>	<u>1,895,240</u>
OPERATING LOSS	(675,577)	(298,893)
NONOPERATING REVENUE (EXPENSE)		
Gain (Loss) on sale of assets	-	(5,854)
Interest expense	(92,845)	(67,587)
Total nonoperating revenue (expense)	<u>(92,845)</u>	<u>(73,441)</u>
LOSS BEFORE OPERATING TRANSFERS	(768,422)	(372,334)
OPERATING TRANSFERS		
Operating transfers in	<u>605,806</u>	<u>742,396</u>
NET INCOME (LOSS)	(162,616)	370,062
RETAINED EARNINGS		
Beginning of year	<u>1,157,830</u>	<u>787,768</u>
RETAINED EARNINGS, END OF YEAR	<u>\$ 995,214</u>	<u>\$ 1,157,830</u>

CITY OF MONROE
Monroe, Louisiana
PROPRIETARY FUND TYPE - INTERNAL SERVICE FUND
SCHEDULE OF CASH FLOWS
FOR THE YEAR ENDED APRIL 30, 2003
WITH COMPARATIVE TOTALS FOR THE YEAR ENDED APRIL 30, 2002

	CENTRAL SHOP	
	2003	2002
CASH PROVIDED (USED) BY OPERATING ACTIVITIES		
Operating Income/(Loss)	\$ (675,577)	\$ (298,893)
Adjustments to Reconcile Operating Income/(Loss) to Net Cash Provided (Used) by Operating Activities:		
Depreciation and amortization	352,445	65,335
Gain (loss) on sale of assets	-	(5,854)
Changes in current assets and liabilities:		
Accounts receivable	(3)	(36)
Inventory	17,321	(22,183)
Due from other funds	164,805	(41,295)
Accounts payable	(5,015)	(38,882)
Due to other funds	(6,951)	(644)
Total Adjustments	522,602	(43,559)
Net Cash Used By Operating Activities	(152,975)	(342,452)
CASH PROVIDED (USED) BY NONCAPITAL FINANCING ACTIVITIES		
Operating transfers in	605,806	742,396
Net cash provided by noncapital financing activities	605,806	742,396
CASH PROVIDED (USED) BY CAPITAL AND RELATED FINANCING ACTIVITIES		
Acquisitions of capital assets net	-	(2,357)
Principal paid on bonds	(350,000)	(330,000)
Interest paid on bonds	(92,845)	(67,587)
Net cash used by capital and related financing activities	(442,845)	(399,944)
INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	9,986	-
CASH AND CASH EQUIVALENTS, beginning of year	-	-
CASH AND CASH EQUIVALENTS, END OF YEAR	\$ 9,986	\$ -

CITY OF MONROE
Monroe, Louisiana

SUPPLEMENTAL INFORMATION SCHEDULES
As of and For the Year Ended April 30, 2003

FIDUCIARY FUND TYPE - AGENCY FUNDS

To account for assets held in a trustee capacity or as an agent for individuals, private organizations, other governmental units, and/or other funds.

CASH BOND FUND

The Cash Bond Fund is used to account for the receipt and disposition of city court bonds and permits and bonds issued to pawnbrokers, second hand dealers, and transient merchants.

EVIDENCE ROOM CASH

The Evidence Room Cash Fund is to be used to account for cash that is seized as evidence in criminal cases.

BOND JUDGEMENT FORFEITURE FUND

The Bond Judgement Forfeiture Fund accounts for bond forfeitures from bonding companies and cash bond forfeitures. These funds are split 25% to Prosecuting Attorney, 25% to Indigent Defendant Board, 25% to Monroe City Court and 25% to the Monroe City Marshall.

COLLECTION CLEARING FUND

The Collection Clearing Fund is used to account for the collection and payment to the appropriate taxing authorities of sales taxes, property taxes, hotel-motel taxes, utility billings, assessments, licenses and permits, and fines and penalties collected by the City on their behalf.

BOND FORFEITURE SPECIAL FUND

The Bond Forfeiture Special Fund is used to account for the collection of cash bonds by the Monroe Police Department and the subsequent refunds upon disposition of the court case.

CITY OF MONROE
 Monroe, Louisiana
 FIDUCIARY FUND TYPE - AGENCY FUNDS

COMBINING BALANCE SHEET
 AS OF APRIL 30, 2003
 WITH COMPARATIVE TOTALS AS OF APRIL 30, 2002

	CASH BOND	EVIDENCE ROOM CASH	COLLECTION CLEARING	TOTALS APRIL 30, 2003	APRIL 30, 2002
ASSETS					
Current Assets					
Cash and cash equivalents	\$ 99,554	\$ 60,106	\$ 10,321,586	\$ 10,481,246	\$ 10,498,153
Receivables	-	-	25,963	25,963	27,290
Due from other funds	-	-	-	-	133,947
TOTAL ASSETS	\$ 99,554	\$ 60,106	\$ 10,347,549	\$ 10,507,209	\$ 10,659,390
LIABILITIES					
Current Liabilities					
Due to other funds	-	-	\$ 1,000	\$ 1,000	\$ 26,864
Due to other agencies	-	-	10,346,549	10,346,549	10,491,011
Deposits due others	99,554	60,106	-	159,660	141,515
TOTAL LIABILITIES	\$ 99,554	\$ 60,106	\$ 10,347,549	\$ 10,507,209	\$ 10,659,390

CITY OF MONROE
Monroe, Louisiana
FIDUCIARY FUND TYPES - AGENCY FUNDS

COMBINING SCHEDULE OF CHANGES IN ASSETS AND LIABILITIES
FOR THE YEAR ENDED APRIL 30, 2003

	<u>BALANCE</u> <u>April 30, 2002</u>	<u>ADDITIONS</u>	<u>DEDUCTIONS</u>	<u>BALANCE</u> <u>April 30, 2003</u>
CASH BOND FUND				
ASSETS				
Cash	\$ 96,220	\$ 39,652	\$ 36,318	\$ 99,554
LIABILITIES				
Due to other funds	\$ -	\$ -	\$ -	\$ -
Deposits due others	96,220	39,652	36,318	99,554
TOTAL LIABILITIES	<u>\$ 96,220</u>	<u>\$ 39,652</u>	<u>\$ 36,318</u>	<u>\$ 99,554</u>
MONROE POLICE DEPARTMENT EVIDENCE ROOM CASH				
ASSETS				
Cash	\$ 45,295	\$ 17,589	\$ 2,778	\$ 60,106
LIABILITIES				
Deposits due others	\$ 45,295	\$ 17,589	\$ 2,778	\$ 60,106
COLLECTION CLEARING FUND				
ASSETS				
Cash	\$ 10,356,638	\$ 144,989,000	\$ 145,024,052	\$ 10,321,586
Due from other funds	133,947	-	133,947	-
Receivables	27,292	164,963	166,292	25,963
TOTAL ASSETS	<u>\$ 10,517,877</u>	<u>\$ 145,153,963</u>	<u>\$ 145,324,291</u>	<u>\$ 10,347,549</u>
LIABILITIES				
Due to other funds	\$ 26,864	\$ -	\$ 25,864	\$ 1,000
Due to other agencies - receivables	134,373	164,963	274,373	24,963
Due to other agencies - cash	10,356,638	144,989,000	145,024,052	10,321,586
TOTAL LIABILITIES	<u>\$ 10,517,875</u>	<u>\$ 145,153,963</u>	<u>\$ 145,324,289</u>	<u>\$ 10,347,549</u>

CITY OF MONROE
 Monroe, Louisiana
 FIDUCIARY FUND TYPES - AGENCY FUNDS

COMBINING SCHEDULE OF CHANGES IN ASSETS AND LIABILITIES
 FOR THE YEAR ENDED APRIL 30, 2003

	<u>BALANCE</u> <u>April 30, 2002</u>	<u>ADDITIONS</u>	<u>DEDUCTIONS</u>	<u>BALANCE</u> <u>April 30, 2003</u>
TOTALS - AGENCY FUNDS				
ASSETS				
Cash	\$ 10,498,153	\$ 145,046,240	\$ 145,063,147	\$ 10,481,246
Receivables	27,292	164,963	166,292	25,963
Due from other funds	133,947	-	133,947	-
	<u>10,659,392</u>	<u>145,211,203</u>	<u>145,363,386</u>	<u>10,507,209</u>
TOTAL ASSETS	\$ 10,659,392	\$ 145,211,203	\$ 145,363,386	\$ 10,507,209
LIABILITIES				
Deposits due others	\$ 141,515	\$ 57,240	\$ 39,095	\$ 159,660
Due to other funds	26,864	-	25,864	1,000
Due to other agencies-receivables	134,373	164,963	274,373	24,963
Due to other agencies-cash	10,356,638	144,989,000	145,024,052	10,321,586
	<u>10,659,390</u>	<u>145,211,203</u>	<u>145,363,384</u>	<u>10,507,209</u>
TOTAL LIABILITIES	\$ 10,659,390	\$ 145,211,203	\$ 145,363,384	\$ 10,507,209

CITY OF MONROE
Monroe, Louisiana
FIDUCIARY FUND TYPE - AGENCY FUNDS

COMBINING SCHEDULE OF CASH RECEIPTS AND DISBURSEMENTS
FOR THE YEAR ENDED APRIL 30, 2003
WITH COMPARATIVE TOTALS FOR THE YEAR ENDED APRIL 30, 2002

	EVIDENCE			COLLECTION CLEARING	BOND		TOTALS	
	CASH BOND	ROOM CASH	JUDGEMENT FORFEITURE		April 30, 2003	April 30, 2002		
COLLECTIONS								
Property taxes	\$ -	\$ -	\$ -	9,278,104	\$ -	\$ -	9,278,104	8,882,665
Sales taxes	-	-	-	119,990,107	-	-	119,990,107	116,387,534
Cash bonds	39,652	-	-	-	-	-	39,652	219,749
Evidence room cash	-	17,589	-	-	-	-	17,589	6,725
Utility services collected	-	-	-	13,157,812	-	-	13,157,812	14,046,157
Assessments collected	-	-	-	52,465	-	-	52,465	63,807
Licenses and permits	-	-	-	2,315,378	-	-	2,315,378	2,252,831
Interest earned	-	-	-	148,465	-	-	148,465	103,060
Fines and penalties	-	-	-	46,669	-	-	46,669	42,379
Total collections	39,652	17,589	-	144,989,000	-	-	145,046,240	142,004,907
DISTRIBUTIONS								
City of Monroe:								
General fund	-	-	-	50,722,635	-	-	50,722,635	49,019,934
Demolition of property - Cap. Proj. Fd.	-	-	-	19,791	-	-	19,791	11,259
Civic Center	-	-	-	844,037	-	-	844,037	774,328
Zoo	-	-	-	844,037	-	-	844,037	774,328
Utility Department	-	-	-	13,088,474	-	-	13,088,474	14,046,157
Debt Service	-	-	-	257,504	-	-	257,504	252,005
City of West Monroe	-	-	-	11,931,761	-	-	11,931,761	11,469,931
Town of Sterlington	-	-	-	182,960	-	-	182,960	238,387
Town of Richwood	-	-	-	152,727	-	-	152,727	139,072
Ouachita Parish School Board	-	-	-	31,947,429	-	-	31,947,429	31,192,023
Monroe City School Board	-	-	-	23,066,411	-	-	23,066,411	15,474,672
Ouachita Parish Police Jury	-	-	-	5,056,548	-	-	5,056,548	5,637,895
Ouachita Parish Fire District	-	-	-	5,057,013	-	-	5,057,013	5,675,634
Monroe/West Monroe Convention Bureau	-	-	-	897,471	-	-	897,471	868,952
Refunds and forfeits of cash bonds	36,318	-	-	397,809	-	-	434,126	1,739,891
Evidence room cash	-	2,778	-	-	-	-	2,778	4,694
Vendor audit fees	-	-	-	556,258	-	-	556,258	533,070
Other distributions	-	-	-	1,188	-	-	1,188	61
Total distributions	36,318	2,778	-	145,024,052	-	-	145,063,147	137,852,293
EXCESS (DEFICIENCY) OF COLLECTIONS OVER DISTRIBUTIONS	3,334	14,811	-	(35,052)	-	-	(16,907)	4,152,614
CASH BALANCE AT BEGINNING OF YEAR	96,220	45,295	-	10,356,638	-	-	10,498,153	6,345,539
CASH BALANCE AT END OF YEAR	\$ 99,554	\$ 60,106	\$ -	\$ 10,321,586	\$ -	\$ -	\$ 10,481,246	\$ 10,498,153

CITY OF MONROE
Monroe, Louisiana
FUDICIARY FUND TYPE - AGENCY FUNDS
COLLECTION CLEARING FUND

COMBINING BALANCE SHEET
AS OF APRIL 30, 2003
WITH COMPARATIVE TOTALS AS OF APRIL 30, 2002

	PROPERTY TAX	SALES TAX	HOTEL/MOTEL	SPECIAL ASSESSMENT	COLLECTION CLEARING	TOTALS	
						APRIL 30, 2003	APRIL 30, 2002
ASSETS							
Current Assets							
Cash and cash equivalents	\$ 347,532	\$ 9,807,516	\$ 97,153	\$ 48	\$ 69,338	\$ 10,321,586	\$ 10,356,638
Receivables	-	-	-	-	25,963	25,963	27,292
Due from other funds	-	-	-	-	-	-	133,947
TOTAL ASSETS	\$ 347,532	\$ 9,807,516	\$ 97,153	\$ 48	\$ 95,301	\$ 10,347,549	\$ 10,517,877
LIABILITIES							
Current Liabilities							
Due to other funds	\$ -	\$ -	\$ 1,000	\$ -	\$ -	\$ 1,000	\$ 26,864
Due to other agencies	347,532	9,807,516	96,153	48	95,301	10,346,549	10,491,013
TOTAL LIABILITIES	\$ 347,532	\$ 9,807,516	\$ 97,153	\$ 48	\$ 95,301	\$ 10,347,549	\$ 10,517,877

CITY OF MONROE
Monroe, Louisiana
FIDUCIARY FUND TYPE - AGENCY FUNDS
COLLECTION CLEARING FUND

COMBINING SCHEDULE OF CASH
RECEIPTS AND DISBURSEMENTS
FOR THE YEAR ENDED APRIL 30, 2003

WITH COMPARATIVE TOTALS FOR THE YEAR ENDED APRIL 30, 2002

	PROPERTY TAX	SALES TAX	HOTEL/MOTEL TAX	SPECIAL ASSESSMENT	COLLECTION CLEARING	TOTALS	
						April 30, 2003	April 30, 2002
COLLECTIONS							
Property taxes	\$ 9,278,104	\$ -	\$ -	\$ -	\$ -	\$ 9,278,104	\$ 8,882,665
Sales taxes	-	119,078,060	912,047	-	-	119,990,107	116,387,534
Utility services collections	-	-	-	-	13,157,812	13,157,812	14,046,157
Assessments collected	-	-	-	52,465	-	52,465	63,807
Licenses and permits	-	148,465	-	-	2,315,378	2,315,378	2,252,831
Interest earned	-	-	-	-	-	148,465	103,060
Fines and penalties	33,175	-	-	-	13,494	46,669	42,379
Total collections	9,311,279	119,226,525	912,047	52,465	15,486,684	144,989,000	141,778,433
DISTRIBUTIONS							
City of Monroe:							
General fund	6,948,046	41,441,717	4,000	-	2,328,872	50,722,635	49,019,934
Demolition of Property-Cap. Proj. Fd.	19,791	-	-	-	-	19,791	11,259
Civic Center	844,037	-	-	-	-	844,037	774,328
Zoo	844,037	-	-	-	-	844,037	774,328
Utility Department	-	-	-	-	13,088,474	13,088,474	14,046,157
Debt Service	205,086	-	-	52,417	-	257,504	252,005
City of West Monroe	-	11,931,761	-	-	-	11,931,761	11,469,931
Town of Sterlington	-	182,960	-	-	-	182,960	238,387
Town of Richwood	-	152,727	-	-	-	152,727	139,072
Ouachita Parish School Board	-	31,947,429	-	-	-	31,947,429	31,192,023
Monroe City School Board	442,385	22,624,026	-	-	-	23,066,411	15,474,672
Ouachita Parish Police Jury	-	5,056,548	-	-	-	5,056,548	5,637,895
Ouachita Parish Fire District	-	5,057,013	-	-	-	5,057,013	5,675,634
Monroe/West Monroe Convention Bureau	-	-	897,471	-	-	897,471	868,952
Refunds and forfeits	127,812	269,996	-	-	-	397,809	1,392,034
Vendor audit fees	-	556,258	-	-	-	556,258	533,070
Other distributions	-	1,116	72	-	-	1,188	61
Total distributions	9,431,194	119,221,552	901,543	52,417	15,417,346	145,024,052	137,499,742
EXCESS (DEFICIENCY) OF COLLECTIONS OVER DISTRIBUTIONS	(119,915)	4,973	10,505	48	69,338	(35,052)	4,278,691
CASH BALANCE AT BEGINNING OF YEAR	467,447	9,802,543	86,648	-	-	10,356,638	6,077,947
CASH BALANCE AT END OF YEAR	\$ 347,532	\$ 9,807,516	\$ 97,153	\$ 48	\$ 69,338	\$ 10,321,586	\$ 10,356,638

CITY OF MONROE
Monroe, Louisiana

SUPPLEMENTAL INFORMATION SCHEDULES
As of and For the Year Ended April 30, 2003

FIDUCIARY FUND TYPE -
PENSION TRUST FUNDS

To account for assets held in a trustee capacity or as an agent for individuals, private organizations, other governmental units, and/or other funds. These include expendable trust funds. The accounting and reporting treatment for expendable trust funds is concerned with the acquisition, use, and balance of expendable available financial resources.

POLICE PENSION AND RELIEF FUND

The Police Pension and Relief Fund is used to account for a pension fund established for classified employees of the Monroe Police Department who were employed before September 1, 1983 and retire prior to the age of fifty. Upon reaching their fiftieth birthday they are transferred to the state retirement system. Funding is from the City of Monroe. A portion of the City's contribution is derived from city court fines and liquor licenses.

BUS DRIVERS' PENSION AND RELIEF FUND

The Bus Drivers' Pension and Relief Fund is used to account for a pension fund established for classified employees of the Monroe Bus Department who were employed prior to September 1, 1983. Funding is from the City of Monroe.

CITY OF MONROE
 Monroe, Louisiana
FIDUCIARY FUND TYPE - PENSION TRUST FUNDS
COMBINING BALANCE SHEET
AS OF APRIL 30, 2003
WITH COMPARATIVE TOTALS FOR
APRIL 30, 2002

	POLICE PENSION AND RELIEF FUND	BUS DRIVERS' PENSION AND RELIEF FUND	TOTALS
	APRIL 30, 2003	APRIL 30, 2002	APRIL 30, 2002
ASSETS			
Current assets			
Cash and cash equivalents	\$ 110,799	\$ 59,888	\$ 170,687
TOTAL ASSETS	<u>\$ 110,799</u>	<u>\$ 59,888</u>	<u>\$ 170,687</u>
LIABILITIES AND FUND EQUITY			
Current liabilities	\$ -	\$ -	\$ -
Fund equity			
Fund balance reserved for retirement benefits	110,799	59,888	170,687
TOTAL LIABILITIES AND FUND EQUITY	<u>\$ 110,799</u>	<u>\$ 59,888</u>	<u>\$ 170,687</u>
			<u>\$ 168,514</u>

CITY OF MONROE
Monroe, Louisiana

FIDUCIARY FUND TYPE - PENSION TRUST FUNDS
COMBINING SCHEDULE OF REVENUES, EXPENSES
AND CHANGES IN FUND BALANCE

FOR THE YEAR ENDED APRIL 30, 2003
WITH COMPARATIVE TOTALS FOR THE YEAR ENDED APRIL 30, 2002

	POLICE PENSION AND RELIEF FUND	BUS DRIVERS' PENSION AND RELIEF FUND	TOTALS APRIL 30, 2003	APRIL 30, 2002
OPERATING REVENUES				
Contributions from City	\$ -	\$ 19,600	\$ 19,600	\$ 19,760
Interest income	1,820	966	2,786	5,882
Total operating revenues	1,820	20,566	22,386	25,642
OPERATING EXPENSES				
Pension benefit expense	1,913	17,900	19,813	21,473
Administrative expense	67	333	400	220
Total operating expense	1,981	18,233	20,213	21,693
NET INCOME	(161)	2,334	2,173	3,949
FUND BALANCE, beginning of year	110,960	57,554	168,514	399,461
INTERFUND EQUITY TRANSFER				
General Fund	-	-	-	(234,896)
FUND BALANCE, END OF YEAR	\$ 110,799	\$ 59,888	\$ 170,687	\$ 168,514

CITY OF MONROE

Monroe, Louisiana

FIDUCIARY FUND TYPE - PENSION TRUST FUNDS
 COMBINING SCHEDULE OF CASH FLOWS
 FOR THE YEAR ENDED APRIL 30, 2003
 WITH COMPARATIVE TOTALS FOR
 THE YEAR ENDED APRIL 30, 2002

	POLICE PENSION AND RELIEF FUND	BUS DRIVERS' PENSION AND RELIEF FUND	TOTALS APRIL 30, 2003	APRIL 30, 2002
CASH FLOWS FROM				
OPERATING ACTIVITIES:				
Net Income	\$ (161)	\$ 2,334	\$ 2,173	\$ 3,949
Adjustments to reconcile Operating Income to Net Cash Provided By Operating Activities:	-	-	-	-
Changes in current assets and liabilities	-	-	-	-
Net Cash Provided By Operating Activities	(161)	2,334	2,173	3,949
CASH FLOWS FROM INVESTING ACTIVITIES				
Maturities of investments, net	-	-	-	-
NET INCREASE IN CASH AND CASH EQUIVALENTS	(161)	2,334	2,173	3,949
CASH AND CASH EQUIVALENTS, Beginning of year	110,960	57,554	168,514	399,461
INTERFUND EQUITY TRANSFER General Fund	-	-	-	(234,896)
CASH AND CASH EQUIVALENTS, END OF YEAR	\$ 110,799	\$ 59,888	\$ 170,687	\$ 168,514

CITY OF MONROE
Monroe, Louisiana

SUPPLEMENTAL INFORMATION SCHEDULES
As of and For the Year Ended April 30, 2002

GENERAL LONG-TERM OBLIGATIONS ACCOUNT GROUP

The general long-term obligations account group is used to account for long-term obligations which are expected to be repaid from governmental funds.

CITY OF MONROE
Monroe, Louisiana

SCHEDULE OF GENERAL LONG-TERM OBLIGATIONS
AS OF APRIL 30, 2003

	Amount Available and to be Provided		...for Payment of Long-Term Debt.....		...General Long-Term Debt Payable... Certificates, Bonds, ...and Other Payables...		Total General Long-Term Debt	Funding Source
	Amount Available and to be Provided	Amount to be Provided	Amount Available and to be Provided	Amount to be Provided	Due Within One Year Principal	Due After One Year		
General Obligation Bonds:								
1990 City Court and Jail Improvement	70,411	989,589	1,060,000	120,000	940,000	1,060,000	Ad Valorem Taxes	
Sales Tax Bonds:								
Series 2001	978,710	23,266,290	24,245,000	795,000	23,450,000	24,245,000	1% Sales and Use Tax	
Series 2001 (DEQ)	895,519	21,288,634	22,184,153	-	22,184,153	22,184,153	1% Sales and Use Tax	
Series 2002	1,049,555	24,950,445	26,000,000	595,000	25,405,000	26,000,000	1% Sales and Use Tax	
Series 2002A	605,512	14,394,488	15,000,000	100,000	14,900,000	15,000,000	1% Sales and Use Tax	
Series 2003	904,232	21,495,768	22,400,000	545,000	21,855,000	22,400,000	1% Sales and Use Tax	
Series 2003	4,116	336,678	340,794	-	340,794	340,794	1% Sales and Use Tax	
Tax Increment Bonds:								
Tower Drive	1,302,108	5,167,892	6,470,000	590,000	5,880,000	6,470,000	State Increment Sales and Use Tax	
I-20 Development	370,416	11,029,584	11,400,000	665,000	10,735,000	11,400,000	State Increment Sales and Use Tax	
Certificates of Indebtedness:								
Swimming Pools	-	900,000	900,000	300,000	600,000	900,000	General Fund	
Special Assessment Certificates and Certificates of Indebtedness:								
Urban Systems Ordinance 9432	4,657	8,929	13,586	13,586	-	13,586	Special Assessment	
Huntington Park Sewer District	79,588	41,144	120,732	60,366	60,366	120,732	Special Assessment	
Other:								
Claims and Judgments	-	5,201,031	5,201,031	-	5,201,031	5,201,031	General Fund	
Capital Lease	-	1,000,604	1,000,604	493,279	507,325	1,000,604	General Fund	
Retirement System Refunding Bonds	106,549	5,653,451	5,760,000	550,000	5,210,000	5,760,000	General Fund	
Accrued Vacation and Sick Pay	-	4,043,838	4,043,838	-	4,043,838	4,043,838	General Fund	
TOTALS APRIL 30, 2003	\$ 6,371,373	\$ 139,768,365	\$ 146,139,738	\$ 4,827,231	\$ 141,312,507	\$ 146,139,738		
TOTALS APRIL 30, 2002	\$ 6,091,626	\$ 96,293,008	\$ 102,384,634	\$ 3,913,626	\$ 98,471,008	\$ 102,384,634		

CITY OF MONROE
Monroe, Louisiana

COMBINED SCHEDULE OF BONDS PAYABLE
FOR THE YEAR ENDED APRIL 30, 2003

	Issue Dates	Interest Rates	Original Amount	Balance April 30, 2002	Issued	Retired	Balance April 30, 2003	Principal Maturity Schedule For Future Years
General Obligation Bonds:								
<i>Public Improvements:</i>								
City Court and Jail	1990	6.65%-10.00%	\$ 2,000,000	\$ 1,175,000	-	\$ 115,000	\$ 1,060,000	\$120,000 - \$185,000 to March 1, 2010
Total General Obligation Bonds			2,000,000	1,175,000	-	115,000	1,060,000	
Tax Increment Bonds:								
Tower Drive	1997	5.21%	6,000,000	3,475,000	-	1,360,000	2,115,000	\$345,000 - \$575,000 to March 1, 2012
Tower Drive	1999	5.00%	1,000,000	700,000	-	100,000	600,000	\$100,000 to March 1, 2009
Tower Drive	2000	6.95%	3,000,000	2,845,000	-	80,000	2,765,000	\$80,000 - \$270,000 to March 1, 2020
Tower Drive	2002	5.85%	1,000,000	-	1,000,000	10,000	990,000	\$10,000 - \$90,000 to March 1, 2020
I-20 Development	1996	5.63%	4,950,000	2,160,000	-	455,000	1,705,000	\$280,000 - \$500,000 to March 1, 2011
I-20 Development	2001	6.625%	1,050,000	1,010,000	-	40,000	970,000	\$40,000 - \$80,000 to January 1, 2020
I-20 Development	2001A	5.49%	9,250,000	8,995,000	-	270,000	8,725,000	\$270,000 - \$820,000 to March 1, 2020
Total Tax Increment Bonds			26,250,000	19,185,000	1,000,000	2,315,000	17,870,000	
Certificates of Indebtedness:								
Central Warehouse and Shop	1996	6.05%-6.20%	3,000,000	1,515,000	-	350,000	1,165,000	\$365,000 - \$410,000 to December 1, 2005
Taxable Series 1998	1998	8.00%	600,000	341,852	-	88,195	253,657	\$7,668 - \$9,324 to October 15, 2005
Swimming Pools Renovation	2000	5.35%	1,500,000	1,200,000	-	300,000	900,000	\$300,000 to July 1, 2005
Total Certificates of Indebtedness			5,100,000	3,056,852	-	738,195	2,318,657	
Sales Tax Bonds								
Series 2001 - DEQ	2001	3.45%	2,500,000	2,486,403	-	-	2,486,403	\$2,500,000 on June 30, 2023
Total Sales Tax Bonds			2,500,000	2,486,403	-	-	2,486,403	
Sales Tax Bonds:								
Series 2001 - DEQ	2001	3.45%	24,500,000	12,285,221	9,898,932	-	22,184,153	\$910,000 - \$1,121,770 to June 30, 2023
Series 2001	2001	3.00%-5.75%	25,000,000	25,000,000	-	755,000	24,245,000	\$795,000 - \$1,910,000 to July 1, 2021
Series 2002	2002	4.00%-7.00%	26,000,000	26,000,000	-	-	26,000,000	\$595,000 - \$1,775,000 to July 1, 2026
Series 2002A	2002A	3.00%-5.00%	15,000,000	-	15,000,000	-	15,000,000	\$100,000 - \$1,835,000 to July 1, 2027
Series 2003	2003	3.45%	10,000,000	-	340,794	-	340,794	\$340,000 - \$710,000 to June 1, 2023
Series 2003	2003	1.10%-3.90%	22,400,000	-	22,400,000	-	22,400,000	\$200,000 - \$1,725,000 to July 1, 2027
Total Sales Tax Bonds			122,900,000	63,285,221	47,639,726	755,000	110,169,947	
TOTAL GENERAL OBLIGATION BONDS, TAX INCREMENT BONDS, CERTIFICATES OF INDEBTEDNESS, BOND ANTICIPATION NOTES, AND SALES TAX BONDS								
			\$ 158,750,000	\$ 89,188,476	\$ 48,639,726	\$ 3,923,195	\$ 133,905,007	

CITY OF MONROE
Monroe, Louisiana

COMBINED SCHEDULE OF BONDS PAYABLE
FOR THE YEAR ENDED APRIL 30, 2003

Issue Dates	Interest Rates	Original Amount	Balance April 30, 2002	Issued	Retired	Balance April 30, 2003	Principal Maturity Schedule For Future Years
1995	5.00%-5.40%	\$ 2,695,000	\$ 1,410,000	\$ -	\$ 255,000	\$ 1,155,000	\$255,000 - \$310,000 to June 1, 2006
1998	4.40%-5.05%	7,565,000	6,285,000	-	525,000	5,760,000	\$335,000 - \$725,000 to March 1, 2013
Total Refunding Bonds		\$ 10,260,000	\$ 7,695,000	\$ -	\$ 780,000	\$ 6,915,000	
Special Assessment Certificates:							
New Street Certificates:							
1994	6.20%-10.00%	\$ 135,860	\$ 27,172	\$ -	\$ 13,586	\$ 13,586	\$13,586 to March 1, 2004
Total New Street Certificates		135,860	27,172	-	13,586	13,586	
Sewerage Certificates:							
1995	7.00%-8.00%	603,660	181,098	-	60,366	120,732	\$60,366 to September 1, 2004
Total Sewerage Certificates		603,660	181,098	-	60,366	120,732	
TOTAL SPECIAL ASSESSMENT CERTIFICATES		\$ 739,520	\$ 208,270	\$ -	\$ 73,952	\$ 134,318	

OTHER SUPPLEMENTAL INFORMATION

CITY OF MONROE
Monroe, Louisiana

**SCHEDULE OF ASSESSED VALUATION
AND AD VALOREM PROPERTY TAX LEVY
FOR THE 2002 TAX ROLL**

Assessed Valuation	<u>\$ 343,199,974</u>
Tax Rate per thousand dollars (Mills)	<u>25.87</u>
Gross Tax Levy	\$ 8,878,583
Less: Adjustments	23,677
Adjusted Tax Levy	<u>\$ 8,902,260</u>
Tax Collected	
2002 Tax Roll	\$ 8,680,695
Prior Years Tax Rolls	201,667
Total	<u>\$ 8,882,362</u>

ALLOCATION OF TAXES COLLECTED	<u>MILLS</u>	
General Fund	10.24	\$ 3,510,387
Recreation Center Maintenance	1.73	591,170
Street Maintenance	-	70
Public Safety	0.98	334,888
Drainage Maintenance	1.21	413,476
City Court Bonds	0.60	205,086
Other Public Improvement Bonds	-	60
Civic Center Complex	2.47	844,037
Louisiana Purchase Gardens & Zoo	2.47	844,037
Capital Improvements	3.21	1,096,907
Police Department	1.48	505,739
Fire Department	1.48	505,739
Grasscutting Collections	-	10,975
Demolition Collections	-	19,791
Total	<u>25.87</u>	<u>\$ 8,882,362</u>

GENERAL BONDED DEBT SUPPORTED BY TAX LEVY

City Court and Jail	<u>\$ 1,175,000</u>
---------------------	---------------------

PERCENT OF BONDED DEBT TO ASSESSED VALUATION 0.34%

CITY OF MONROE
Monroe, Louisiana
SCHEDULE OF TAXES RECEIVABLE
FOR THE YEAR ENDED APRIL 30, 2003

Tax Year	Balance at April 30, 2002	2002 Tax Roll	Supplemental Assessments	Cancellations And Other Adjustments	Collections	Balance at 4/30/03	Allowance For Uncollectible Taxes	Estimated Collectible Taxes at 4/30/03
1990	\$ -	\$ -	\$ -	\$ 196	\$ (196)	\$ -	\$ -	\$ -
1991	-	-	-	192	(192)	-	-	-
1992	-	-	-	299.00	(299)	-	-	-
1993	-	-	-	347	(347)	-	-	-
1994	-	-	-	165	(165)	-	-	-
1995	-	-	-	270	(270)	-	-	-
1996	-	-	-	426	(426)	-	-	-
1997	-	-	-	2,080	(2,080)	-	-	-
1998	\$ -	-	-	3,275	(3,275)	-	-	-
1999	16,457	-	-	(13,724)	(2,733)	-	-	-
2000	20,005	-	-	-	(5,036)	14,969	(13,472)	1,497
2001	380,873	-	2,060	-	(186,648)	196,285	(147,214)	49,071
2002	-	\$ 8,878,583	111,037	(87,360)	(8,680,695)	221,565	(55,391)	166,174
Totals	\$ 417,335	\$ 8,878,583	\$ 113,097	\$ (93,834)	\$ (8,882,362)	\$ 432,819	\$ (216,077)	\$ 216,742

ALLOCATION OF FUNDS

	Balance at April 30, 2002	Balance at April 30, 2003	Applicable Millages at 4/30/03	Applicable Millages as % of Total Millages
General Fund	\$ 333,565	\$ 170,327	20.33	78.59%
Debt Service Funds:				
Pub. Imp. Bonds - Court	9,072	5,027	0.60	2.32%
Enterprise Funds:				
Civic Center	37,348	20,694	2.47	9.55%
La. Purchase Gardens & Zoo	37,348	20,694	2.47	9.55%
Totals	\$ 417,333	\$ 216,742	25.87	100.00%

CITY OF MONROE
Monroe, Louisiana

Schedule of Insurance
April 30, 2003

INSURER	ASSETS COVERED	RISK COVERED	LIMITS OF COVERAGE	DEDUCTIBLE	EXPIRATION DATE
Global Aerospace, Inc.	Monroe Municipal Airport	General Aggregate	\$15,000,000	N/A	4/7/2004
		Property damage liability	10,000,000	N/A	
		Single limit bodily injury	10,000,000	N/A	
		Personal & advertising injury	5,000,000	N/A	
		Medical expense limit (any one person)	5,000	N/A	
		Fire damage	100,000	N/A	
Marsh Risk & Insurance Services	Globe Aviation Services	Hangarkeeper's liability	10,000,000	1000	1/1/2004
		Each aircraft	10,000,000	1000	
		Each occurrence	10,000,000		
		Medical Expense	5,000		
American Empire Surplus Lines	Black Bayou	General Aggregate	2,000,000	5000	10/13/2003
		Products	2,000,000		
		Personal Injury	1,000,000		
		Each Occurrence	1,000,000		
		Fire Damage	50,000		
		Med Exp	5,000		
Continental Casualty	Communication Tower	Fire, Vandalism, Explosion, & Collapse	76,726	1000	10/28/2003
Scottsdale Insurance Company	Chennault Park & Golf Course	General liability	2,000,000	500	5/23/2003
		Personal & advertising injury	1,000,000	500	
		Each occurrence	1,000,000	500	
		Fire Damage-Each	50,000		
Scottsdale Insurance Company	Selman Field Golf Course	Medical Expense-Each	1,000		
		General liability	2,000,000	500	5/23/2003
		Personal & advertising injury	1,000,000		
		Each occurrence	1,000,000		
Great Amer. Insurance Co.	Golf Carts	Fire Damage-Each	50,000		
		Medical Expense-Each	5,000		
Travelers Casualty & Surety Company	Employees @ various locations	General liability	318,179	250	6/12/2003
		Dishonesty Bond	100,000		12/15/2003
Travelers Property Casualty	Billy Pearson	Surety bond coverage as secretary-treasurer and tax collector of the City of Monroe & Ouachita Parish Police Jury, respectively	50,000	N/A	1/10/2004
Travelers Property Casualty	Billy Pearson	Surety bond as collector of sales and use tax of the city school board of Monroe & Ouachita Parish School Board	50,000	N/A	1/10/2004

CITY OF MONROE
Monroe, Louisiana

Schedule of Insurance
April 30, 2003

INSURER	ASSETS COVERED	RISK COVERED	LIMITS OF COVERAGE	DEDUCTIBLE	EXPIRATION DATE
Travelers Property Casualty	Billy Pearson	Surety bond as collector for the City of West Monroe	50,000	N/A	1/10/2004
Travelers Property Casualty	Billy Pearson	Surety bond as secretary-treasurer of City of Monroe	100,000	N/A	1/10/2004
St. Paul Surety	Billy Pearson	Surety bond as tax collector for Town of Richwood	50,000	N/A	1/29/2004
St. Paul Surety	Billy Pearson	Surety bond as tax collector for Town of Sterlington	50,000	N/A	3/15/2004
St. Paul Surety	Sales Tax Supervisor	Surety Bond as sales tax supervisor	50,000	N/A	10/1/2003
Scottsdale Insurance Company	Workers Comp & Employers Liability	Bell South Payment Drop-off Liability Each Accident Aggregate Limit	1,000,000 250,000 3,000,000	N/A	8/9/2003
Omaha Property & Casualty	Monroe Municipal Airport	Flood-General Property	31,500	1000	8/7/2003
Ohio Casualty Group	Various Bldgs.	Blanket Bldg & Contents	43,394,528	3000	1/15/2004
State Farm Insurance	Monroe Civic Center	Blanket Building Coverage	35,873,700		8/16/2003
K & K Insurance Group	Monroe Civic Center	General Liability: General-aggregate Products-completed operations aggregate Personal and advertising injury limit Each occurrence Fire/Damage Limit Medical Expense Limit	1,000,000 1,000,000 1,000,000 300,000 5,000	5000	4/1/2003
K & K Insurance	Monroe Civic Center	Special Event Liability: Business Liability Medical Payments Fire Legal Liability	1,000,000 300,000		4/1/2003
Great American Insurance	Marquee Sign		156,000	2500	6/3/2003
Scottscale Insurance Company	La Purchase Gardens & Zoo	Liability General Aggregate Operations Aggregate Property Damage	1,000,000 1,000,000 1,000,000	500 500 500	8/20/2003

CITY OF MONROE
Monroe, Louisiana

Schedule of Insurance
April 30, 2003

INSURER	ASSETS COVERED	RISK COVERED	LIMITS OF COVERAGE	DEDUCTIBLE	EXPIRATION DATE
Travelers Property Casual	Data processing property	Comprehensive	1,244,709	1000	1/15/2004
Hartford Steam Boiler	Boiler & Machinery @ pump stations	Comprehensive	10,000,000	1500	4/1/2004
Hartford Steam Boiler Inspection Ins. Co.	Boilers & machinery @ various locations	Comprehensive	6,700,000	5000	4/1/2004
Fidelity & Deposit Company of Maryland	City Hall-tax collector's office sales (2), police dept., judges offices: zoo, civic center manager's office and arena	Employee Crime Policy	100,000		2/17/2004
Great American Insurance Company	Twin City Queen	Hull and machinery Protection & Indemnity	100,000 1,000,000	5,000 5000	10/18/2003
COREGIS	Monroe Transit System	General liability Personal & advertising injury Fire Damage-Each Medical Expense-Each	1,000,000 1,000,000 50,000 5,000	1000	10/1/2003
Midwest Employers Casualty Co.	Workers Comp & Employers Liability	Each Accident Disease-Policy Limit Disease-Each Employee	1,000,000 1,000,000 1,000,000		5/1/2003
Republic Vanquard Insurance Co.	Fire Department Mobile Unit	Combined Liability	1,000,000		8/21/2003
Essex Ins Co.	Fire Dept. Mobile Unit	General Aggregate Fire Damage Each Occurrence Personal Injury	1,000,000 50,000 1,000,000 1,000,000		8/21/2003
Great American Insurance	Fire Department Mobile Unit	Liability	33,574	500	8/21/2003

CITY OF MONROE
Monroe, Louisiana

SUPPLEMENTAL INFORMATION SCHEDULES
As of and For the Year Ended April 30, 2003

COMPENSATION PAID COUNCIL MEMBERS

The schedule of compensation paid to council members is presented in compliance with House Concurrent Resolution No. 54 of the 1979 Session of the Louisiana Legislature. Compensation of the council members is included in the general administration – legislative expenditures of the General Fund. In accordance with Section 2-05 of the Home Rule Charter of the City of Monroe, the council, through Ordinance 7868, has set compensation of council members at \$750 per month. In addition to the compensation paid all council members, the chairperson of the council receives an additional \$375 per month to perform the duties of that office.

CITY OF MONROE
Monroe, Louisiana

SCHEDULE OF COMPENSATION PAID COUNCIL MEMBERS
FOR THE YEAR ENDED APRIL 30, 2003

Ann Raines	District 1	\$ 9,000	May 1, 2002 - April 30, 2003
Ben Katz	District 2	9,000	May 1, 2002 - April 30, 2003
Arthur Gilmore	District 3	9,000	May 1, 2002 - April 30, 2003
Robert Stevens	District 4	13,500	May 1, 2002 - April 30, 2003
Robert Johnson	District 5	9,000	May 1, 2002 - April 30, 2003
Total		<u>\$ 49,500</u>	

City of Monroe, Louisiana
Schedule of Expenditures of Federal Awards
For The Year Ended April 30, 2003

Federal Grantor/ Pass-Through Grantor/ Program Title	C.F.D.A. Number	Pass-Through Grantor Number	Grant Identification Number	Federal Expenditures
U. S. Department of Housing and Urban Development:				
Direct Programs:				
Community Development Block Grant	14.218	N/A	B-00-MC-22-0005	65,203
Community Development Block Grant	14.218	N/A	B-01-MC-22-0005	1,493,000
Community Development Block Grant	14.218	N/A	B-02-MC-22-0005	253,282
Home Investment Partnership	14.239	N/A	M-01-MC-22-0206	659,425
Pass-Through Program:				
Louisiana Department of Health & Human Services/Emergency Shelter Grant	14.231	370-8333	N/A	144,091
Total U. S. Department of Housing and Urban Development				<u>2,615,001</u>
U.S. Department of Interior /National Park Service (UPARR)				
Direct Program:				
National Park Service (UPARR)	15.919	N/A	22-CTY-1560-0101	489,794
Total U. S. Department of Justice				<u>489,794</u>
U. S. Department of Commerce				
Direct Program:				
Economic Development Administration	11.300	N/A	08-01-03527	759,237
Total U. S. Department of Commerce				<u>759,237</u>
U. S. Department of Justice				
Direct Programs:				
Local Law Enforcement Block Grant - FY 2000	16.592	N/A	00-LBBX-0887	165,114
Local Law Enforcement Block Grant - FY 2001	16.592	N/A	01-LBBX-2369	60,188
COPS Universal Hiring Program	16.710	N/A	01-UM-WX-0093	158,372
COPS In School	16.710	N/A	01-SHWX-0012	64,468
COPS In School	16.710	N/A	02-SHWX-00192	61,426
COPS In School	16.710	N/A	02-SHWX-0319	12,936
Pass-Through Programs:				
D.A.R.E. Program	16.579	N/A	E-02-2-006	7,242
D A.R.E. Program	16.579	N/A	E-03-2-008	18,511
Louisiana Commission on Law Enforcement/Family Strengthening Program	16.540	J99-2-001	J99-2-001	8,539
Total U. S. Department of Justice				<u>556,996</u>
U. S. Department of Transportation				
Direct Programs:				
Airport Improvement Program/Safety Area Drainage Renovations	20.106	N/A	FA-98-SW-8116	490,965
National Highway Traffic Safety Administration	20.604	N/A	3-22-0033-20	205,000
Urban Mass Transit Program:				
Capital	20.507	N/A	LA-90-X191	4,426
Capital	20.507	N/A	LA-90-X191	3,317
Capital	20.507	N/A	LA-90-X205	27,522
Capital	20.507	N/A	LA-90-X205	291
Capital (Vehicle Overhaul)	20.507	N/A	LA-90-X219	9,560
Capital	20.507	N/A	LA-90-X225	94,359
Capital	20.507	N/A	LA-90-X225	72,667
Capital	20.507	N/A	LA-90-X238	108,000
Capital	20.507	N/A	LA-90-X238	28,000
Capital	20.507	N/A	LA-90-X248	286,104
Operating	20.507	N/A	LA-90-X248	600,000
Planning	20.507	N/A	LA-90-X248	20,000
Capital (Buses)	20.507	N/A	LA-03-0090	1,224,869
Capital	20.507	N/A	LA-90-X225	289,914
Pass-Through Programs:				
Alcohol Traffic Safety and Drunk Driving Prevention Incentive Grant - Safe & Sober Campaign	20.601	0191-113	N/A	3,360
Louisiana Department of Highway Safety Monroe Police Dept Selective Service				10,278
Total U. S. Department of Transportation				<u>5,478,632</u>
Federal Emergency Management Agency				
Pass-Through Programs:				
Louisiana Office of Emergency Preparedness/Public Assistance Grant	83.544	073-51410-00	1437-DR-LA	69,988
Louisiana Office of Emergency Preparedness/Public Assistance Grant	83.544	073-056BD-00	1437-DR-LA	6,934
Louisiana Office of Emergency Preparedness/Public Assistance Grant	83.544	073-02A32-00	1437-DR-LA	1,936
Louisiana Office of Emergency Preparedness/Flood Mitigation Assistance Program	83.536	FMP 01-073-0001	FMA 2001	12,500
Total Federal Emergency Management Agency				<u>91,158</u>
Environmental Protection Agency				
Direct Program:				
Brownfields Assessment Pilot Program	66.811	N/A	BP-986879-01-0	105,005
National Endowment for the Humanities				
Pass-Through Program:				
Louisiana Endowment for the Humanities	45.129	N/A	02-72-079	16,226
Total National Endowment for the Humanities				<u>16,226</u>
Total Expenditures of Federal Awards				<u>\$ 8,112,049</u>

See Notes to Schedule of Expenditures of Federal Awards

CITY OF MONROE
MONROE, LOUISIANA

NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED APRIL 30, 2003

General

The Schedule of Expenditures of Federal Awards presents the activity of all federal financial assistance programs of the City of Monroe, Louisiana (the City). The City's reporting entity is defined in Note 1 to the City's financial statements. All Federal financial assistance received directly from federal agencies, as well as Federal financial assistance passed through other government agencies, are included on the schedule.

Basis Of Accounting

The Schedule of Expenditures of Federal Awards is presented using the modified accrual basis of accounting, which is described in Note 1 to the City's general purpose financial statements.

Relationship Of The Schedule Of Expenditures of Federal Awards To The General Purpose Financial Statements Of The City

The following reconciliation is provided to help the reader of the City's financial statements and supplementary information relate such information to the Schedule of Expenditures of Federal Awards for the year ended April 30, 2003:

	Federal Awards	Nonoperating Revenue Operating Grants	Total
General Fund	\$ 397,098	\$ -	\$ 397,098
Special Revenue Funds	2,987,288	-	2,987,288
Capital Project Funds	3,379,977	-	3,379,977
Enterprise Funds	-	1,476,361	1,476,361
Total Per Financial Statements	<u>6,764,363</u>	<u>1,476,361</u>	<u>8,240,724</u>
Add: Expense Reimbursements	13,638	-	13,638
Less: State Awards	-	(142,313)	(142,313)
 Total Per Schedule	 <u>\$ 6,778,001</u>	 <u>\$ 1,334,048</u>	 <u>\$ 8,112,049</u>

Funds Provided to Sub-recipients

Of the Federal expenditures presented on this schedule, the City provided \$396,161 of Community Development Block Grant Funds and Emergency Shelter Funds to subrecipients.



Francis I. Huffman, CPA
L. Fred Monroe, CPA
Esther Atteberry, CPA

John L. Luffey, MBA, CPA (1963-2002)

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

**City of Monroe
Monroe, Louisiana**

We have audited the general purpose financial statements of the **City of Monroe** (the City) as of and for the year ended April 30, 2003, and have issued our report thereon dated October 7, 2003. In our report, our opinion was qualified as to a disclaimer on certain financial activities of the Water and Sewer Department Enterprise Funds column and the financial position of certain agency funds in the Component Unit column. We conducted our audit 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 the *Louisiana Governmental Audit Guide*, issued by the Louisiana Society of Certified Public Accountants and the Louisiana Legislative Auditor.

Compliance

As part of obtaining reasonable assurance about whether the City'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 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 an instances of noncompliance that is required to be reported under *Government Auditing Standards* and is shown in the accompanying Schedule of Findings and Questioned Costs as item 03-01.

Internal Control over Financial Reporting

In planning and performing our audit, we considered the City'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 certain matters involving the internal control over financial reporting and its operation 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

City of Monroe
Monroe, Louisiana

over financial reporting that, in our judgement, could adversely affect the City's ability to record, process, summarize, and report financial data consistent with the assertions of management in the financial statements. The reportable conditions are described in the accompanying Schedule of Findings and Questioned Costs as items 03-02, 03-03, 03-04, 03-05, 03-06, 03-07 and 03-08.

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 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 over financial reporting would not necessarily disclose all matters in the internal control over financial reporting that might be reportable conditions and accordingly, would not necessarily disclose all reportable conditions that are also considered to be material weaknesses. However, we consider items 03-02, 03-04, 03-05, 03-06, 03-07 and 03-08 above to be material weaknesses.

This report is intended for the information of management of the City, its oversight agency, other entities granting funds to the City and the Legislative Auditor for the state of Louisiana and is not intended to be and should not be used by anyone other than these specified parties.



(A Professional Accounting Corporation)

October 7, 2003



Francis I. Huffman, CPA
L. Fred Monroe, CPA
Esther Atteberry, CPA

John L. Luffey, MBA, CPA (1963-2002)

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

**City of Monroe
Monroe, Louisiana**

Compliance

We have audited the compliance of the **City of Monroe** (the City) 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 April 30, 2003. The City'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 City's management. Our responsibility is to express an opinion on the City'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 Non-Profit 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 City'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 City's compliance with those requirements.

In our opinion, the City 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 April 30, 2003.

City of Monroe
Monroe, Louisiana

Internal Control Over Compliance

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

We noted a certain matter involving the internal control over compliance and its operation 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 compliance that, in our judgement, could adversely affect the City's ability to administer a major Federal program in accordance with the applicable requirements of laws, regulations, contracts and grants. The reportable condition is described in the accompanying Schedule of Findings and Questioned Costs as item 03-08.

A material weakness is a condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that noncompliance with applicable requirements of laws, regulations, contracts and grants that would be material in relation to a major Federal program being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. Our consideration of the internal control over compliance would not necessarily disclose all matters in the internal control that might be reportable conditions and, accordingly, would not necessarily disclose all reportable conditions that are also considered material weaknesses. However, we believe item 03-08 to be a material weakness.

This report is intended for the information of management of the City, its oversight agency, other entities granting funds to the City and the Legislative Auditor for the state of Louisiana and is not intended to be and should not be used by anyone other than these specified parties.



(A Professional Accounting Corporation)

October 7, 2003

CITY OF MONROE, LOUISIANA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED APRIL 30, 2003

(1) The following are the applicable elements of the Summary of Auditor's Results:

- i) The independent auditors' report on the general purpose financial statements of the City of Monroe, Louisiana (the City) as of and for the year ended April 30, 2003 was qualified for certain financial activities of the Water and Sewer Department Enterprise Funds and certain assets and liabilities of component units;
- ii) There were seven reported instances of reportable conditions involving internal control over financial reporting disclosed by the audit of the general purpose financial statements of the City, all but one of which were reported as material weaknesses;
- iii) There were no instances of noncompliance reported which were considered to be material to the general purpose financial statements of the City as of and for the year ended April 30, 2003;
- iv) There was one reported instance of a reportable condition in the internal control over major Federal programs which was reported as a material weakness;
- v) The auditors' report on the City's compliance with requirements applicable to major programs was unqualified for all major programs;
- vi) The audit of the City's compliance with requirements applicable to each major program and internal control over compliance disclosed one finding required to be reported under the provisions of OMB Circular A-133 Section .510(a) which is included in the Schedule of Findings and Questioned Costs as item 03-08;
- vii) The major Federal programs for purposes of the report were the National Parks Service Grant (CFDA No. 15.919); the Urban Mass Transit Operating Grant (CFDA No. 20.507); and the Economic Development Assistance Grant (CFDA No. 11.300).
- viii) The dollar threshold used to distinguish between Type A and Type B programs was \$300,000; and,
- ix) The City did not qualify as a low-risk auditee under the provisions of OMB Circular A-133 section.530.

CITY OF MONROE, LOUISIANA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED APRIL 30, 2003

- (2) Findings related to the financial statements which are required to be reported under Government Auditing Standards:

03-01 Collection of Richwood Sewerage Treatment Charges

Finding:

As noted in our prior year management letters, for several years the Town of Richwood has owed the City of Monroe for sewer services provided to the Town. During 2000 the City negotiated a payment schedule with the Town whereby the City receives \$5,000 per month from the Richwood Correctional Center which is applied to the outstanding debt. The agreement also called for the Town of Richwood to pay the current monthly charges each month. Although this arrangement has reduced the Town's past due account somewhat, the Town is once again delinquent in paying for current monthly services. The last payment received on monthly charges was in October, 2000. At April 30, 2003, the Town of Richwood owed the City approximately \$506,000 for sewer treatment charges.

Article 7, Section 14 of the Louisiana Constitution prohibits, among other things, the donation of public funds.

Although the City has negotiated a payment schedule with the Town of Richwood, it has not required the Town to fulfill its obligations under the agreement.

The debt owed by the Town of Richwood continues to grow and creates a situation whereby the City is subsidizing the provision of sewer services to the Town. This failure of the Town to comply with the terms of the agreement is also putting undue burden on the City's ability to generate cash flow from the operations of the Enterprise Funds.

Recommendation:

The City should take immediate steps to collect all amounts due from the Town of Richwood and set procedures to insure that all monthly billings to the Town are paid under the same terms that the citizens of Monroe are required to pay their sewer user fees. Those steps should include pursuing legal proceedings against the Town for the collection of the debt owed.

Management's Corrective Action Plan:

The Legal department has prepared the lawsuit to terminate the contract by and between the City of Monroe and the Town of Richwood. The results of the lawsuit may require either the discontinuation of service to the town or the remittance of fees by the residences directly to the City of Monroe.

CITY OF MONROE, LOUISIANA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED APRIL 30, 2003

03-02 Payroll Related Matters

Finding:

During the year certain payroll liability accounts in the General Fund had debit balances as opposed to expected credit balances. It appears that this condition is a result of errors occurring when posting the liabilities for employer and employee portions for the deductions such as pensions, insurance, taxes, etc. The primary cause of this is the City's general ledger-level accounting system is a commercially supplied software package (New World System), while the payroll system was developed in-house and the transfer of data from one system to the other has resulted in inaccurate or incomplete postings to the general ledger. The balance sheet and expense accounts in the general ledger are not being reviewed and adjusted on a timely basis. This results in inaccurate monthly financial statements.

Recommendation:

All balance sheet accounts should be reviewed on a timely basis, at least monthly, by employees in supervisory positions for obvious errors and the errors corrected when detected. The City should consider converting to the New World System payroll software from the current in-house software.

Management's Corrective Action Plan:

The city is currently reviewing the purchase and installation of the New World System human resource payroll system module. All payroll liability accounts will be reconciled on a monthly basis by the Accounting Staff.

03-03 Overpayment of Vacation and Sick Leave

Finding:

As part of our audit procedures, we reviewed the *Vacation and Sick Time Register* and noted that there were 21 employees with negative vacation and/or sick time balances. There was also one employee that worked part-time that had positive sick time and negative vacation hours. This employee would not be eligible for any of these benefits. City Policy requires that no employee is allowed to be paid for sick or vacation time not earned. In addition, Louisiana state law mandates that no employee is allowed to get an advance of public funds.

CITY OF MONROE, LOUISIANA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED APRIL 30, 2003

Recommendation:

The City should implement procedures to monitor vacation and sick time. If any employee turns in vacation or sick time that results in a negative balance then the payroll system should have a mechanism in place to only pay the amount earned. In addition, the City should immediately review all leave balances and deduct from employee pay checks any negative amounts.

Management's Corrective Action Plan:

The city is currently reviewing the purchase and installation of the New World System human resource payroll system module. Departments will be notified of problems identified and instructed to monitor their monthly print outs closer for negative amounts needing resolution.

03-04 Green Acres Sewerage Treatment Billing

Finding:

Green Acres Sewer District - a component unit of the Ouachita Parish Police Jury (the District) had not been billed for the sewer services that they received since January of 2001. The amount owed by the District to the City of Monroe as of September 9, 2003 is approximately \$48,800. After discussions with management of the City, we were informed that the meters for the District were being read each month, but that they had failed to bill them for the services. They also told us, that as of September, the District had been sent a bill for the entire amount due.

The failure of the Utility Operations to bill Green Acres Sewer District on a timely basis could cause the loss of revenue and cash flow for the City of Monroe.

Recommendation:

We recommend that the City put controls in place to insure that all customers are billed for the services they received on a timely basis.

Management's Corrective Action Plan:

The Green Acres Sewer District was billed according to the information provided the city billing department. The bills were not paid and placed in dispute by a parish administrator responsible for payment.

The OPPJ provided no new address or description for the paying agent. After a period of non payment, no new invoices were sent to the address provided. The billing department

CITY OF MONROE, LOUISIANA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED APRIL 30, 2003

had inquired about the problem and was awaiting on a reply from the jury office as to where the invoices were supposed to be sent and what party will be responsible for payment.

Readings were maintained and current invoices generated. A new address and the agency responsible for paying has been established and district re-invoiced for both arrears and current readings.

03-05 Water Billings

Finding:

During our audit, it came to our attention that there were problems within the utility department of the City of Monroe. We found that the number of inactive accounts has increased from 1,302 in April, 2001 to 2,714 in March, 2003. We also noted that there were 2,415 residential and commercial accounts that are active as of September, 2003 and are reported on the zero consumption report. The number of accounts included on the minimum billing report has also increased from 2,557 in April, 2001 to 2,844 in March, 2003. Consumption is measured in 1,000-gallon increments. Therefore, zero consumption indicates either less than 1,000 gallons of water has been consumed or the meter is not reading correctly. Part of the increase in the number of zero consumption accounts has resulted from the utility meter reading department being instructed to read all meters including those that are inactive or broken. In the past, they were not reading the inactive accounts.

The consulting engineer for the City issued a report in 1995, with a follow up report in 2000, addressing the issue of problems with water meters. He also addressed the loss of water and sewer revenue by not having a water meter change-out plan in place. In 1999 the City instituted a plan whereby the Water Distribution Superintendent and the Director of Public Works would be provided each month with a zero consumption report that includes at least six months of consumption history. The Water Distribution Superintendent would inspect each meter reporting zero consumption for at least six consecutive months, and that the results of these inspections would be reported to the Director of Public Works.

Also, as part of the plan, the meter readers were to advise the Utility Operations Supervisor of meter locations that are obviously in need of repair or replacement, as well as locations that are obviously vacant or under construction. A code would be added to the system to identify meters in obvious need of repair or replacement, as well as meters at vacant or construction locations. The City's Management Information System department would provide the Utilities Operations Supervisor with a monthly report of all five-eighths inch water meters reporting zero consumption for two consecutive months and all water meters greater than five-eighths inch reporting zero consumption for one month. The report would include the code that identifies the meters in obvious need of repair or replacement and

CITY OF MONROE, LOUISIANA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED APRIL 30, 2003

meters at vacant and/or construction locations. From these reports, the Utility Operations Supervisor would prepare a duplicate copy of the meter service request order. One copy would be sent to the Water Distribution Superintendent and one copy would be kept by the Utility Operations Supervisor.

The meter service request order would be posted to the water distribution meter change out log. This log includes the crew assigned to inspect the meter, work order number, date the work order is issued to the crew, and the date the work order is returned to the Water Distribution Superintendent and the meter location.

The Water Distribution Superintendent would prepare a work order from the meter service request and assign it to a Crew Supervisor. The completed work order would be returned to the Crew Supervisor. Upon returning the completed work order to the Water Distribution Superintendent, the supervisor would post the date the work order was returned to the meter change-out order log and sign his initials.

This plan was followed for a period of time, but then was allowed to lapse. From the period September 17, 2001 to September 17, 2003, the City has only installed 1,261 meters and many of these meters were for new construction. This indicates that the City is not on a current water meter replacement program for broken and old, inefficient meters.

On September 12, 2003, we received correspondence from a customer of the City who was receiving water and sewer services, but was not being billed for them. This customer purchased his residence March 28, 2003 and on the same day paid his deposit for water and sewer service. He has been receiving water and sewer services since that date, but had yet to receive a bill for them as of September 12, 2003. This indicates a lack of control insuring that all new customers are included in the utility billing system.

Recommendation:

We recommend that the City follow its plan that was adopted in 1999 for addressing problems with water meters.

We recommend that controls be put in place to insure that new customers are entered on the utility billing system.

Management's Corrective Action Plan:

The Water Department is utilizing the plan that was adopted in 1999 to identify and replace meters as needed. The city has installed a new software that provides automated data for the identification of adjustments needed to the billing records and the replacement of meters.

CITY OF MONROE, LOUISIANA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED APRIL 30, 2003

New reports utilizing the new software are being developed to provide the department more information to process work orders that are daily generated by the new system.

The customer in question made a deposit during the time of conversion from the old system to the new system. Conversion errors were expected during the transition period. All final bills and deposits made at the time of conversion are being reviewed and all accounts, if any, will be adjusted as needed.

03-06 Capital Asset Accounting

Finding:

During our test of general fixed assets and Proprietary Fund fixed assets we noted the following conditions:

- a. Property Control Department is unable to generate reports in sufficient detail to provide useful information of assets by class and location.
- b. The coding of capital asset acquisitions is controlled by the department heads which results in misclassifications and erroneous financial reporting.

An adequate system of internal control requires proper documentation of acquisitions and disposals of capital assets as well as complete and accurate records of property owned by the City. It appears that the above conditions are a result of several circumstances involving the flow of information in regard to fixed asset accounting.

- a. Personnel within the Property Control Department lack specific training on the New World fixed asset module of the City's accounting system necessary to generate needed reports.
- b. The Accounting Department and the Property Control Department do not effectively communicate and reconcile fixed asset transactions and the respective balances of fixed asset accounts.
- c. Department heads charge general ledger account numbers when purchase orders are generated. It appears that, in addition to posting errors, sometimes accounts are charged incorrectly in order to keep line item expenditures in line with budgeted amounts.

The lack of complete, accurate records of City owned property not only results in misleading reporting but increases the risk of loss of assets through errors or misappropriations.

CITY OF MONROE, LOUISIANA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED APRIL 30, 2003

Recommendation:

The Management Information Systems Department and Property Control should work together to create the necessary reports which Property Control can fully access in order to maintain records of assets by class and location. Periodic comparisons and reconciliations of Property Control records and general ledger balances should be made to ensure proper recording of fixed asset transactions. If the department heads are to be given the authority to assign general ledger accounts, then the purchase order and posting of the transaction should be reviewed by the Purchasing Department and/or the Accounting Department to determine proper coding. In addition, all persons responsible for assigning account numbers should be instructed to post to the proper accounts when recording purchases. Personnel within the Property Control Department should be provided with specific training on the New World fixed asset module of the City's accounting system. This training should come from New World.

Management's Corrective Action Plan:

The Property Control personnel can now fully access the reports within the M.I.S. mainframe that will allow maintenance of the records for assets by class and location. Periodic comparisons and reconciliations will be made on a quarterly basis to ensure proper recording of fixed asset transactions. Fixed Asset Training by New World for Capital Asset Accounting will be scheduled for the Spring of '04. The Purchasing Department will control the classification or designation of accounts to insure that capital items are properly recorded, authorized, and within available funds.

03-07 Utility Billing

Finding:

The balance in the general ledger of the utility accounts receivable has increased each month during the current fiscal year and was not investigated as to why the increase was taking place. The accounts receivable balance as reflected on the general ledger more than doubled from \$1,737,000 at April 30, 2002 to \$3,692,000 at April 30, 2003. No one has been comparing the balance of Accounts Receivable in the general ledger each month to the subsidiary accounts receivable trial balance at month end to make sure they agree. As of April 30, 2003 the general ledger balance was approximately \$1,600,000 more than the subsidiary balance. Utility revenue posted to the general ledger increased from 2002 to 2003 by approximately \$1,066,000 for water and \$507,000 for sewer. The customer base has been static over the past several years and the rates charged, for water at \$1.25 per thousand gallons used and sewer at \$2.29 per thousand gallons, have not changed since July 1, 1992. Collections were also flat over the past several years at approximately \$11,400,000 per year which includes sanitation fees. Considering all of these relationships there appears to be a major problem in the billing, collection and accounting for the utilities

CITY OF MONROE, LOUISIANA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED APRIL 30, 2003

operations of the City of Monroe. Even though a material entry was made to bring the financial statements of the Water and Sewer Funds to amounts that seem more reasonable, the Enterprise Funds financial statements will have a qualified opinion.

Recommendation:

We recommend that the City perform a detailed investigation of the differences mentioned above for the year ended April 30, 2003. Procedures should be set up for personnel to compare the balance of Accounts Receivable in the general ledger each month to the subsidiary accounts receivable trial balance at month end to make sure they agree. Any differences should be promptly investigated and reconciled.

Management's Corrective Action Plan:

The new utility billing software installed is completely integrated with the financial software to allow automated real time posting of billings, collections, adjustments, and all other aspects of the billing and collections operations generated daily. These functions in the past were primarily manual postings to the financials and led to obvious posting and balancing errors. This was one of the primary reasons for the installation of the new Utility software.

Options are available within the Utility software to provide some entry level reconciliation of billing postings and collections. These options will be more fully utilized as the employees become more experienced with the software and all the functions available.

The staff of the Utility billing operations and the Accounting staff will review postings monthly to verify that the accounts are in balance. M.I.S. staff will develop reports to help both staffs to resolve differences beyond the capabilities of the software provided reports.

As stipulated above, the Utility billing operations cycle by cycle customer inventory to make sure locations where water or sewer meters are installed are correctly coded into the new system and are correctly identified as to customer and meter type, size, status, and activity will greatly enhance the correctness of the billing function of the receivables.

Utility billing staff and the Accounting staff will jointly review monthly reconciliation of the financial software accounts receivable balance with the customer accounts receivables in the utility software. Any differences will be promptly investigated, reconciled, and documentation of resolution provided to the Director of Administration.

CITY OF MONROE, LOUISIANA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED APRIL 30, 2003

- (3) Findings or questioned costs for Federal awards, including those specified by OMB Circular A-133:

03-08 Grant Activities

Finding:

During our tests of the various federal grant activities we experienced substantial difficulty in obtaining complete and accurate information regarding the grants. While the City has made strides to centralize its grant administration function within the accounting department, all pertinent information is still not readily available. We were unable to locate the grant award for one major program. In addition, the preliminary Schedule of Expenditures of Federal Awards contained numerous mistakes such as incorrect expenditure amounts, incorrect CFDA numbers, and state funds listed as federal grants. The schedule had to be revised several times during the course of the audit. We also noted that for the Economic Development Administration and for the Airport Improvement Program grants that requests for reimbursement were not made for several months after the funds had been expended. This results in the City having to absorb costs associated with these projects until reimbursements are received.

Recommendation:

As recommended in previous audits, grant activity should be centralized in one department. Information compiled should include grant award documentation, summaries of revenues and expenditures and a reconciliation of the reimbursement requests to the expenditures being reimbursed. This should be an ongoing process, not one that is commenced at year end in anticipation of the impending audit. When preparing the Schedule of Expenditures of Federal Awards, care should be taken to ensure that the schedule is complete to include the Program Title, CFDA Number, Pass-through Grantor Number, in any, Grant Identification Number and amount of expenditure of federal funds only. In addition, requests for reimbursement of expenditures under federal awards should be made as soon as possible after incurring the obligations.

Management's Corrective Action Plan:

The city has implemented procedures to ensure that requests for reimbursements are reconciled to expenditures made and are timely submitted to enhance cash flow. The Schedule of Expenditures of Federal Awards will also be prepared on a quarterly basis with all necessary data and reconciled with the general ledger to ensure the proper recording and classification of federal transactions.

CITY OF MONROE
Monroe, Louisiana

SUMMARY STATUS OF PRIOR YEAR FINDINGS

The following is a summary of the status of findings included in the Schedule of Findings and Questioned Costs and Management Letter dated September 27, 2002, issued in connection with the examination of the financial statements of the City of Monroe, Louisiana as of and for the year ended April 30, 2002.

Schedule of Findings and Questioned Costs

02-01 Grant Activity

a. Finding:

We noted the Community Development Block Grant which is expenditure driven, ended the year with an excess of revenues over expenditures of approximately \$84,000. This indicates that the general ledgers for these funds are not being reviewed to ensure that revenues and expenditures are being recorded accurately and in a timely manner.

Status:

The Director of Accounting assigned the responsibility of analyzing and reconciling grant accounts to the grant accountant. The Director of Accounting reviews the analysis with the grant accountant on a monthly basis to ensure revenues and expenditures have been recorded accurately.

b. Finding:

We noted that the Notes Receivable accounts in certain funds had not been adjusted to reflect the principal payments received from borrowers. Also, posting transactions to client subsidiary records is delegated to employees in the clerical staff of the department who have little or no background in accounting. There seems to be a fairly high turnover rate in these positions which compounds the problem of ensuring that accurate information is recorded in these records. This is another indication that the general ledgers for these funds are not being reviewed to ensure financial information is being recorded accurately and timely.

Status:

The grant accountant records loan payments into the client subsidiary ledger as well as the general ledger on a monthly basis. Notes Receivable and deferred revenue are adjusted each month.

CITY OF MONROE
Monroe, Louisiana

SUMMARY STATUS OF PRIOR YEAR FINDINGS

Status:

The accountants, on a regular basis, review general ledger accounts for any inaccuracies. All expenditures have been posted to the proper accounts and in the proper funds.

02-03 Capital Asset Accounting

Finding:

During our test of general fixed assets and Enterprise Fund fixed assets we noted the following conditions:

- a. The Property Control Department is unable to generate reports in sufficient detail to provide useful information of assets by class and location.
- b. Property records maintained by Property Control do not agree with the City's general ledger in respect to Enterprise Fund's property, plant and equipment and accumulated depreciation.
- c. General ledger account distribution of capital asset acquisition are controlled by department heads resulting in misclassifications and erroneous financial reporting.
- d. The inventory of zoo animals is incomplete and includes values for animals born at the zoo which should have no value assigned to them for external financial statement reporting.

An adequate system of internal control requires proper documentation of acquisitions and disposals of capital assets as well as complete and accurate records of property owned by the City. It appears that the above conditions are a result of several circumstances involving the flow of information in regard to fixed asset accounting. The lack of complete, accurate records of City owned property not only results in misleading reporting but increases the risk of loss of assets through errors or misappropriations.

Status:

The Property Control personnel can now fully access the reports within the M.I.S. mainframe. Periodic comparisons and reconciliations are made on a monthly basis. Fixed Asset Training by New World for Capital Asset Accounting will be scheduled for the Spring of '04. The Purchasing Department will control the classification or designation of accounts to insure that capital items are properly recorded, authorized, and within available funds.

CITY OF MONROE
Monroe, Louisiana

SUMMARY STATUS OF PRIOR YEAR FINDINGS

Status:

The accountants, on a regular basis, review general ledger accounts for any inaccuracies. All expenditures have been posted to the proper accounts and in the proper funds.

02-03 Capital Asset Accounting

Finding:

During our test of general fixed assets and Enterprise Fund fixed assets we noted the following conditions:

- a. The Property Control Department is unable to generate reports in sufficient detail to provide useful information of assets by class and location.
- b. Property records maintained by Property Control do not agree with the City's general ledger in respect to Enterprise Fund's property, plant and equipment and accumulated depreciation.
- c. General ledger account distribution of capital asset acquisition are controlled by department heads resulting in misclassifications and erroneous financial reporting.
- d. The inventory of zoo animals is incomplete and includes values for animals born at the zoo which should have no value assigned to them for external financial statement reporting.

An adequate system of internal control requires proper documentation of acquisitions and disposals of capital assets as well as complete and accurate records of property owned by the City. It appears that the above conditions are a result of several circumstances involving the flow of information in regard to fixed asset accounting. The lack of complete, accurate records of City owned property not only results in misleading reporting but increases the risk of loss of assets through errors or misappropriations.

Status:

The Property Control personnel can now fully access the reports within the M.I.S. mainframe. Periodic comparisons and reconciliations are made on a monthly basis. Fixed Asset Training by New World for Capital Asset Accounting will be scheduled for the Spring of '04. The Purchasing Department will control the classification or designation of accounts to insure that capital items are properly recorded, authorized, and within available funds.

CITY OF MONROE
Monroe, Louisiana

SUMMARY STATUS OF PRIOR YEAR FINDINGS

02-04 Compliance with State Bid Law

Finding:

Louisiana Revised Statute 8:2212 provides, in part, that any purchase of equipment exceeding \$15,000 shall be let by bid to the lowest responsible bidder meeting the specifications. Bids were received and accepted by the City for a two way radio system for the transit system. The cost of the system was \$95,000. The specifications called for three repeater stations at \$10,000 each. The City received only two of the repeater stations and the transit director negotiated with the vendor to purchase two spare mobile radios and eight portable radios for \$10,000. Eighty percent of the cost of this equipment is financed through Urban Mass Transit System (UMTA) funding. UMTA approved the purchase of the substitute radios. The purchasing agent for the City was not informed of the change and therefore had an incomplete record of the transaction. In addition, the receiving copy of the purchase order indicated that all elements of the system were received and the accounting department paid the invoice accordingly. This caused the City to be in violation of state bid law. In addition, the controls have been overridden by the invoice and the purchase order indicating that all items had been received when, in fact, they had not. Finally, controls over compliance with the bid law have broken down due to the fact that the purchasing agent was not aware of what had transpired.

Status:

The Accounting and Purchasing departments have worked closely with the other departments to ensure that invoices received for payment agree with purchase orders issued in compliance with state bid laws.

02-01F Grant Activity

a. Finding:

During our examination of funds accounting for grants from the Department of Housing and Urban Development (HUD) we noted the Community Development Block Grant which is expenditure driven, ended the year with an excess of revenues over expenditures. This indicates that the general ledgers for these funds are not being reviewed to ensure that revenues and expenditures are being recorded accurately and in a timely manner. It appears that some receipts were recorded in the revenue account instead of as a reduction of the receivable which set up to record the original request for reimbursements.

CITY OF MONROE
Monroe, Louisiana

SUMMARY STATUS OF PRIOR YEAR FINDINGS

Status:

The initial grant reimbursements are recorded to the receivable and revenue accounts. The receivable account is cleared and cash is recognized when the funds are received and deposited in the bank.

b. Finding:

We noted that in the Rental Rehabilitation, Home Program and Community Development Block Grant Loan Funds, which account for loans made to low income home owners, the Notes Receivable accounts had not been adjusted to reflect the principal payment received from borrowers. In addition, considerable time was spent reconciling payments to the subsidiary records to determine the true amount of outstanding loans at year end. Principle payments received are recorded in a revenue account and no adjustments are made on a regular basis to adjust the receivable and related deferred revenue account for these receipts. Also, posting transactions to client subsidiary records is delegated to employees in the clerical staff of the department who have little or no background in accounting. There seems to be a fairly high turnover rate in these positions, which compound the problem of ensuring that accurate information is recorded in these records. This is another indication that the general ledgers for these funds are not being reviewed to ensure financial information is being recorded accurately and timely.

Status:

The grant accountant records all loan payments on a monthly basis. The deferred revenue and Notes Receivable accounts are adjusted by the monthly amounts of principal payments received.

c. Finding:

During our examination of cash we noted that the bank reconciliation's for the Community Development Block Grand Fund reflected reconciling items for transfers of payroll expenses for nine months when in fact the items had cleared the bank in the months the transactions occurred. Also when reimbursement request are filed with HUD, the accountant codes them as cash receipts at that time instead of when the transfer is posted by the bank. The grant accountant also reconciles the bank account as well as maintaining the general ledger for all the funds using that account. This lack of segregation of duties weakens the internal control over financial reporting by increasing the chances of errors or irregularities occurring within these programs.

CITY OF MONROE
Monroe, Louisiana

SUMMARY STATUS OF PRIOR YEAR FINDINGS

Status:

The initial grant reimbursements are recorded to the receivable and revenue accounts. The receivable account is cleared and cash is recognized when the funds are received and deposited in the bank.

b. Finding:

We noted that in the Rental Rehabilitation, Home Program and Community Development Block Grant Loan Funds, which account for loans made to low income home owners, the Notes Receivable accounts had not been adjusted to reflect the principal payment received from borrowers. In addition, considerable time was spent reconciling payments to the subsidiary records to determine the true amount of outstanding loans at year end. Principle payments received are recorded in a revenue account and no adjustments are made on a regular basis to adjust the receivable and related deferred revenue account for these receipts. Also, posting transactions to client subsidiary records is delegated to employees in the clerical staff of the department who have little or no background in accounting. There seems to be a fairly high turnover rate in these positions, which compound the problem of ensuring that accurate information is recorded in these records. This is another indication that the general ledgers for these funds are not being reviewed to ensure financial information is being recorded accurately and timely.

Status:

The grant accountant records all loan payments on a monthly basis. The deferred revenue and Notes Receivable accounts are adjusted by the monthly amounts of principal payments received.

c. Finding:

During our examination of cash we noted that the bank reconciliation's for the Community Development Block Grand Fund reflected reconciling items for transfers of payroll expenses for nine months when in fact the items had cleared the bank in the months the transactions occurred. Also when reimbursement request are filed with HUD, the accountant codes them as cash receipts at that time instead of when the transfer is posted by the bank. The grant accountant also reconciles the bank account as well as maintaining the general ledger for all the funds using that account. This lack of segregation of duties weakens the internal control over financial reporting by increasing the chances of errors or irregularities occurring within these programs.

CITY OF MONROE
Monroe, Louisiana

SUMMARY STATUS OF PRIOR YEAR FINDINGS

3. **Theft of Funds at Monroe Civic Center**

Finding:

The Monroe police department conducted an investigation of an alleged theft of money from the sale of novelty items at the Monroe Civic Center. The investigation revealed that less than \$400 had been stolen by one former employee of the Civic Center. The results of the investigation have been forwarded to the Fourth Judicial District Attorney for possible prosecution.

Status:

The accounting department, with assistance from the internal auditor, has assisted the Civic Center personnel to develop an adequate filing system and internal controls to ensure the security and effectiveness of the system. The City has pursued prosecution of the individual and sought restitution of the stolen funds.