



BROUSSARD & COMPANY, APC

CERTIFIED PUBLIC ACCOUNTANTS

COMPLIANCE REPORT BASED ON AN AUDIT OF FINANCIAL STATEMENTS IN ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS

Board of Commissioners
West Calcasieu Airport Managing Board
Bulphur, Louisiana

We have audited the financial statements of West Calcasieu Airport Managing Board as of and for the periods ended June 30, 1997, and have issued our report thereon dated December 11, 1997.

We conducted our audit in accordance with generally accepted auditing standards and Government Auditing Standards, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement.

Compliance with laws, regulations, contracts, and grants applicable to West Calcasieu Airport Managing Board is the responsibility of management. As part of obtaining reasonable assurance about whether the financial statements are free of material misstatement, we performed tests of West Calcasieu Airport Managing Board's compliance with certain provisions of laws, regulations, contracts and grants. However, our objective was not to provide an opinion on overall compliance with such provisions. Accordingly, we do not express such an opinion.

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

This report is intended for the information of management, and other state and federal audit agencies. This restriction is not intended to limit the distribution of this report, which is a matter of public record.

Broussard & Company

Bulphur, Louisiana
December 11, 1997
/s/

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Board of Commissioners
West Baton Rouge Airport Managing Board
Bossier, Louisiana

Our consideration of the internal control structure would not necessarily disclose all matters in the internal control structure that might be material weaknesses under standards established by the American Institute of Certified Public Accountants. A material weakness is a condition in which the design or operation of one or more of the internal control structure elements does not reduce to a relatively low level the risk that errors and irregularities in accounts that would be material in relation to the primary government financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. We noted no matters involving the internal control structure and its operation that we consider to be material weaknesses as defined above.

This report is intended for the information of management and the City Council. However, this report is a matter of public record and its distribution is not limited.

Bronson & Company

Bronson & Company, CPAs, PC
December 11, 1997
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BROUSSARD & COMPANY, APC

CERTIFIED PUBLIC ACCOUNTANTS

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

**BOARD OF COMMISSIONERS
West Calcasieu Airport Managing Board
Bayou, Louisiana**

We have audited the financial statements of West Calcasieu Airport Managing Board as of and for the periods ended June 30, 1997, and have issued our report thereon dated December 11, 1997.

We conducted our audit in accordance with generally accepted auditing standards. Government auditing standards, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the primary government financial statements are free of material misstatements.

The management of West Calcasieu Airport Managing Board is responsible for establishing and maintaining an internal control structure. In fulfilling this responsibility, estimates and judgments by management are required to assess the expected benefits and related costs of internal control structure policies and procedures. The objectives of an internal control structure are to provide management with reasonable, NOT ABSOLUTE, assurance that assets are safeguarded against loss from unauthorized use or disposition and that transactions are recorded in accordance with management's authorization and recorded properly to permit the preparation of financial statements in accordance with generally accepted accounting principles. Because of inherent limitations in any internal control structure, errors or irregularities may nevertheless occur and not be detected. Also, projection of any evaluation of the structure to future periods is subject to the risk that procedures may become inadequate because of changes in conditions or that the effectiveness of the design and operation of policies and procedures may deteriorate.

In planning and performing our audit of the financial statements of West Calcasieu Airport Managing Board for the periods ended June 30, 1997, we obtained an understanding of the internal control structure. With respect to the internal control structure, we obtained an understanding of the design of relevant policies and procedures and whether they have been placed in operation, and we assessed control risk in order to determine our auditing procedures for the purpose of expressing our opinion on the primary government financial statements and not to provide an opinion on the internal control structure. Accordingly, we do not express such an opinion.

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WEST CALCASIEU AIRPORT BOARDING BOARD
Bajoué, Louisiana

NOTES TO FINANCIAL STATEMENTS (Continued)
June 30, 1997

Note 5 - Board of Commissioners Pay Rate

The members of the governing board received no per diem for the periods ended June 30, 1997.

Note 6 - Contributed Capital

Contributed capital as June 30, 1997 consists of the following:

Federal Grants	\$ 2,274,405
State Grants	878,844
Contributions from West Calcasieu Port, Harbor and Terminal District	788,738
Contributions from Industrial Development Board of the City of Bajoué, Inc.	388,738
Donation of Land	888,708
	8,000,718
Less Accumulated Depreciation on Fixed Assets Acquired by Contributed Capital	
	<u>\$ 1,571,721</u>
	<u>\$ 6,429,000</u>

Note 7 - Compensated Absences

Accumulated vacation leave is not material, and therefore, has not been accrued.

Note 8 - Note Payable

The Board of Directors of the West Calcasieu Port, Harbor and Terminal District approved a \$18,000 loan to the West Calcasieu Airport in June of 1995. Interest is charged at 7% and the note bears call for repayment in 1997.

WEST CALCASIEU AIRPORT EMENDING BOARD
 Slidre, Louisiana

Notes to Financial Statements (Continued)
 June 30, 1987

Note 2 - Cash and Cash Equivalents

As of June 30, 1987, cash balances of the Board were insured by the FDIC.

The Board considers all short-term investments with an original maturity of three months or less to be cash equivalents.

Note 3 - Bonds Payable

In 1984 and 1987, the West Calcasieu Airport Managing Board entered into reimbursement contracts with the Louisiana Bond Commission. The Board received \$100,000 in bond proceeds with the 1984 A Bond Issue, Fifty percent (50%) of which is required to be reimbursed to the Louisiana Bond Commission by the Board. The 1987 A Bond Issue provided the Board with \$125,000 in bond proceeds, one hundred percent (100%) of which is required to be reimbursed to the Louisiana Bond Commission by the Board.

The following is a summary of changes in long-term debt for the year ended June 30, 1987:

Maturities	Amount of Original		Estimated		Interest		Balance
	Issued	Retired	Balance	Balance	Incurred	Retained	
1984	\$ 100,000	0000	5.00%	\$ 48,432	\$ -	\$ 4,400	\$ 47,000
1987	125,000	0000	5.00%	-	125,000	-	125,000
	<u>\$ 225,000</u>			<u>\$ 48,432</u>	<u>\$ 125,000</u>	<u>\$ 4,400</u>	<u>\$ 172,000</u>

The annual debt service requirements to maturity, for long-term debt as of June 30, 1987, are as follows:

Year ended	
June 30,	
1988	\$ 8,127
1989	8,428
1990	8,727
1991	9,028
1992	9,324
Thereafter	128,198
	<u>\$ 172,000</u>

Note 4 - Intergovernmental Services

In February of 1986, the West Calcasieu Airport Managing Board entered into a Joint Services Agreement with the Board of Commissioners of the Chenouit Industrial Airport Authority, whereby the Chenouit Industrial Airport Authority agreed to transfer annually, for the five consecutive years of 1986 through 1990, the amount of one hundred twenty thousand dollars (\$120,000) to the West Calcasieu Airport Managing Board. The funds will be used for the purpose and undertaking of the construction, acquisition and improvement of public aviation projects or improvements to promote parish wide economic development.

WEST CALCAHIEB AIRPORT BOARD
Sulphur, Louisiana

Notes to Financial Statements (Continued)
June 30, 1987

Note 1 - Description and Summary of Significant Accounting Policies (Continued)

C. Fund Assets

Proprietary funds are accounted for as a cost of services or "capital maintenance" measurement focus. This means that all assets and liabilities (whether current or non-current) associated with their activities are included on their balance sheets. Their reported fund equity (net total assets) is segregated into contributed capital and retained earnings components. Proprietary fund type operating statements present increases (revenues) and decreases (expenses) in net total assets.

All fixed assets of the proprietary fund are recorded at historical costs. Donated fixed assets are valued at their estimated value on the date donated. Donated fixed assets include land valued at \$448,708. Appreciation of all non-inventible fixed assets is charged as an expense against their operations. Depreciation is provided over the estimated useful lives using the straight-line method. Depreciation expense for the period ending June 30, 1987 was \$88,479.

The estimated useful lives are as follows:

Buildings and Terminal Improvements	60 years
Equipment	5 - 10 years

D. Basis of Accounting

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

Proprietary funds are accounted for using the accrual basis of accounting. Their revenues are recognized when they are earned, and their expenditures are recognized when they are incurred.

E. Inventories

Inventory is valued at the lower of cost (first-in, first-out) or market.

F. Use of Estimates

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

WEST CALOISAS AIRPORT MANAGING BOARD
Walther, Louisiana

Notes to Financial Statements
June 30, 1987

Note 1 - Organization and Summary of Significant Accounting Policies

On July 1, 1981 (amended May, 1984 and April, 1984), the West Calcasieu Port, Harbor and Terminal District and the Industrial Development Board of the City of Walther, LA, entered into a joint service agreement as to the development and operations of the West Calcasieu Airport.

The managing authority of the West Calcasieu Airport shall be vested in a managing board appointed by the above parties.

The accounting policies of the Board conform to generally accepted accounting principles as applicable to governments. Such accounting and reporting procedures also conform to the requirements of Louisiana Revised Statutes 491507 and to the guides set forth in the Louisiana Municipal Audit and Accounting Guide, and to the Uniform Audit Guide, Audit of State and Local Governmental Units. The following is a summary of the more significant policies:

A. Financial Reporting Units

This report includes all funds which are controlled by or dependent on the Board of Commissioners. Control by or dependence on the Board was determined on the basis of budget adoption, taxing authority, authority to issue debt, election or appointment of governing body, and other general oversight responsibility.

The West Calcasieu Airport Managing Board is a related organization of the WEST CALCOISAS PORT, HARBOR and TERMINAL DISTRICT and the Industrial Development Board of the City of Walther.

B. Fund Accounting

The accounts of the Board are organized on the basis of a proprietary fund.

PROPRIETARY FUNDS

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

Continued

WEST CALCASIEU AIRPORT BOARD
Bossier, Louisiana

Statement of Cash Flows
Period Ended June 30, 1987

Increase (Decrease) in Cash

Cash Flows From Operating Activities:	
Operating (Loss)	\$ (207,181)
Adjustments to reconcile net income	
to net cash provided by operating	
activities:	
Depreciation	94,476
(Increase) in receivables	(88,300)
(Increase) in inventory	(1,880)
Increase in prepaid insurance	3,587
Increase in accounts payable	28,089
Increase in other payables	41,128
Total Adjustments	116,290
Net Cash Provided (Used) by	
Operating Activities	\$ 128,038
Cash Flows From Investing Activities:	
Capital expenditures	(307,945)
Interest Income	2,080
Net Cash (Used) by Investing	
Activities	\$ 328,000
Cash Flows From Capital and Related	
Financing Activities:	
Contributed capital	200,000
Principal paid on bonds	(1,000)
Proceeds from bonds	227,750
Intergovernmental revenue	100,000
Interest paid	(2,800)
Net Cash Provided (Used) by Capital	
and Related Financing Activities	424,000
Net (Decrease) in Cash	(6,674)
Cash at beginning of period	10,809
Cash at end of period	\$ 4,135

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

MET CALCAISSIE AIRPORT MANAGING BOARD
Bajoué, Louisiana

Statement of Revenue, Expense, and Changes in Accumulated Deficit
For the Periods Ended

	June 30, 1987	June 30, 1988
OPERATING REVENUE		
Sales, rentals and service income	\$ 217,874	\$ 204,844
Cost of sales	<u>143,558</u>	<u>87,852</u>
Gross Profit	74,316	117,182
Miscellaneous	<u>82</u>	<u>38</u>
Total Operating Revenues	<u>74,398</u>	<u>117,220</u>
OPERATING EXPENSES		
Salaries and benefits	88,080	78,127
Advertising and promotional	748	2,349
Books and subscriptions	400	390
Representatives	94,878	82,204
Insurance	30,535	25,844
Supplies	4,737	3,520
Office expense	3,844	1,814
Professional services	7,500	11,213
Rentals	8,448	8,229
Repairs and maintenance	14,587	21,826
Telephone and utilities	24,870	21,220
Travel and seminars	496	457
Miscellaneous	<u>523</u>	<u>421</u>
Total Operating Expenses	<u>277,623</u>	<u>253,537</u>
OPERATING LOSS	<u>\$ 203,225</u>	<u>\$ 136,317</u>
NON-OPERATING INCOME (EXPENSES)		
Intergovernmental revenue	220,000	-
Interest expense	(2,894)	(2,990)
Interest income	<u>2,220</u>	<u>2,122</u>
Total Non-Operating Income (Expense)	<u>219,326</u>	<u>(3,868)</u>
NET LOSS	<u>(83,899)</u>	<u>(140,185)</u>
Add current year's depreciation on fixed assets acquired by funds externally restricted for construction that reduces contributed capital	<u>83,161</u>	<u>83,161</u>
DECREASE (INCREASE) IN ACCUMULATED DEFICIT	<u>(4,890)</u>	<u>(55,411)</u>
ACCUMULATED DEFICIT, beginning of period	<u>4,420,810</u>	<u>1,217,222</u>
ACCUMULATED DEFICIT, end of period	<u>\$ 4,375,920</u>	<u>\$ 1,161,811</u>

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

WEST CALCAHOU AIRPORT BRASSerie HOUSE
Bulphre, Louisiana

Balance Sheet
June 30, 1957

ASSETS

CURRENT ASSETS	
Cash and cash equivalents	\$ 2,096
Accounts receivable (net of allowance for uncollectibles, 1-4-1)	34,830
Other receivable	89,000
Inventory	59,301
Prepaid insurance	1,301
Total Current Assets	<u>187,328</u>
PROPERTY, PLANT AND EQUIPMENT	
Buildings and improvements	3,715,610
Furniture, fixtures and equipment	76,881
Less accumulated depreciation	(785,790)
Land	884,670
Construction in progress	381,825
Net Property, Plant and Equipment	<u>4,272,596</u>
OTHER ASSETS	
Deposits	<u>32</u>
TOTAL ASSETS	\$ 4,469,956

LIABILITIES AND FUND EQUITY

CURRENT LIABILITIES	
Notes payable	\$ 27,704
Accounts payable	22,898
Retainage payable	44,825
Current portion of bonds payable	4,437
Prepaid taxes payable	1,124
Sales tax payable	207
Accrued payable	1,268
Total Current Liabilities	<u>103,663</u>
LONG-TERM LIABILITIES	
Bonds payable, net of current portion	<u>380,640</u>
FUND EQUITY	
Contributed capital	4,827,028
Accumulated deficit	(737,712)
Total Fund Equity	<u>4,089,316</u>
TOTAL LIABILITIES AND FUND EQUITY	\$ 4,469,956

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



BROUSSARD & COMPANY, APC

CERTIFIED PUBLIC ACCOUNTANTS

INDEPENDENT AUDITORS' REPORT

Board of Commissioners
West Calcasieu Airport Managing Board
Bossier, Louisiana

We have audited the financial statements of West Calcasieu Airport Managing Board, as of and for the periods ended June 30, 1987, as listed in the table of contents. These financial statements are the responsibility of the Board's management. Our responsibility is to express an opinion on these financial statements based on our audit.

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

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of West Calcasieu Airport Managing Board as of June 30, 1987, and the results of its operations and its cash flows for the periods then ended in conformity with generally accepted accounting principles.

In accordance with Government Auditing Standards, we have also issued a report dated December 13, 1987, on our consideration of West Calcasieu Airport Managing Board's internal control structure and a report dated December 21, 1987 on its compliance with laws and regulations.

Broussard & Company

Bossier, Louisiana
December 21, 1987
/s/bs

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WEST CALCASIEU AIRPORT
MANAGING BOARD
Sulphur, Louisiana

Financial Report
June 30, 1997

Under provisions of state law, this report is a public document. A copy of the report has been submitted to the audited, or reviewed, 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.

FEB 04 1998

Release Date: _____

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