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**LAFAYETTE PARISH BAYOU
VERMILION DISTRICT**

Lafayette, Louisiana

Financial Report

Year Ended December 31, 1999

Under provisions of state law, this report is a public document. A copy of the report has been permitted 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 _____

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INDEPENDENT AUDITORS' REPORT

The Board of Commissioners
Lafayette Parish Bayou Vermilion District
Lafayette, Louisiana

We have audited the accompanying general purpose financial statements of the Lafayette Parish Bayou Vermilion District, as of and for the year ended December 31, 1999. These general purpose financial statements are the responsibility of the District's management. Our responsibility is to express an opinion on these general purpose financial statements based on our audit.

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

In our opinion, the general purpose financial statements referred to in the first paragraph present fairly, in all material respects, the financial position of the Lafayette Parish Bayou Vermilion District, as of December 31, 1999, and the results of its operations and the cash flows of its proprietary fund type for the year then ended in conformity with generally accepted accounting principles.

In accordance with Government Auditing Standards, we have also issued a report dated June 16, 2000 on our consideration of the Lafayette Parish Bayou Vermilion District's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, and contracts.

Our audit was conducted for the purpose of forming an opinion on the general purpose financial statements taken as a whole. The accompanying financial information listed as "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 Lafayette Parish Bayou Vermilion District. Such information has been subjected to the auditing procedures applied in the audit of the general purpose financial statements and, in our opinion, is fairly presented in all material respects in relation to such financial statements taken as a whole.

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

Kolder, Champagne, Slaven & Rainey, LLC
Certified Public Accountants

Lafayette, Louisiana
June 16, 2000

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

LAFAYETTE PARISH BAYOU VERMILION DISTRICT

Combined Balance Sheet - All Fund Types and Account Groups
December 31, 1999

	Governmental Fund Types			Proprietary Fund Type Enterprise	Account Groups		Totals (Memorandum Only)
	General Fund	Debt Service			General Fixed Assets	Long-Term Debt	
		\$	\$				
ASSETS AND OTHER DEBITS							
Cash and interest-bearing deposits	\$ 602,753	\$1,855,249	\$237,811	\$ 258,164	\$ -	\$ 2,953,977	\$ 2,848,030
Receivables -							
Ad valorem taxes	407,761	679,722	-	-	-	1,087,483	1,028,777
State revenue sharing	12,992	-	-	-	-	12,992	-
Accrued interest	5,600	7,764	964	1,825	-	16,153	5,714
Due from other funds	28,091	24,275	-	-	-	52,366	6,102
Due from other governments	-	-	-	-	-	-	6,667
Prepaid expenses	-	-	-	5,189	-	5,189	3,452
Inventory	-	-	-	43,406	-	43,406	34,744
Other	-	-	-	2,521	-	2,521	1,223
Restricted assets:							
Cash and interest-bearing deposits	-	-	-	28,693	-	28,693	76,617
Accrued interest	-	-	-	-	-	-	3,297
Property, plant and equipment	-	-	-	-	7,376,053	7,376,053	7,151,783
Amount available in debt service fund	-	-	-	-	-	1,826,567	1,523,119
Amount to be provided for retirement of general long-term liabilities	-	-	-	-	1,818,433	1,818,433	2,401,881
Total assets and other debits	<u>\$1,057,197</u>	<u>\$2,567,010</u>	<u>\$238,775</u>	<u>\$ 339,798</u>	<u>\$7,376,053</u>	<u>\$15,223,833</u>	<u>\$15,091,406</u>

(continued)

LAFAYETTE PARISH BAYOU VERMILION DISTRICT

Combined Balance Sheet - All Fund Types and Account Groups (Continued)
December 31, 1999

	Governmental Fund Types			Proprietary Fund Type Enterprise	Account Groups		Totals (Memorandum Only)	
	General Fund	Debt Service	Capital Projects		General Fixed Assets	Long-Term Debt	1999	1998
LIABILITIES, EQUITY AND OTHER CREDITS								
Liabilities:								
Accounts payables	\$ 2,019	\$ 100	\$ 1,240	\$ 6,668	\$ -	\$ 10,027	\$ 60,794	
Due to other funds	24,185	175	28,006	-	-	52,366	6,102	
Accrued expenses	-	-	-	24,800	-	24,800	22,024	
Deferred revenues	444,023	740,168	-	23,953	-	1,208,144	1,133,178	
Due to other governmental agencies	-	-	-	-	400,000	400,000	400,000	
Accrued compensated absences	-	-	-	-	-	-	450	
Other	527	-	-	-	-	527	-	
General obligation bonds payable	-	-	-	-	3,245,000	3,245,000	3,525,000	
Total liabilities	<u>470,754</u>	<u>740,443</u>	<u>29,246</u>	<u>55,421</u>	<u>3,645,000</u>	<u>4,940,864</u>	<u>5,147,548</u>	
Equity and other credits:								
Investment in general fixed assets	-	-	-	-	7,376,053	7,376,053	7,151,783	
Retained earnings -								
Reserved	-	-	-	28,693	-	28,693	79,914	
Unreserved	-	-	-	255,684	-	255,684	277,071	
Total retained earnings	-	-	-	<u>284,377</u>	-	<u>284,377</u>	<u>356,985</u>	
Fund balances -								
Reserved for debt service	-	1,826,567	-	-	-	1,826,567	1,523,119	
Unreserved:								
Designated for capital projects	-	-	209,529	-	-	209,529	414,055	
Undesignated	586,443	-	-	-	-	586,443	497,916	
Total fund balance	<u>586,443</u>	<u>1,826,567</u>	<u>209,529</u>	<u>-</u>	<u>-</u>	<u>2,622,539</u>	<u>2,435,090</u>	
Total equity and other credits	<u>586,443</u>	<u>1,826,567</u>	<u>209,529</u>	<u>284,377</u>	<u>7,376,053</u>	<u>10,282,969</u>	<u>9,943,858</u>	
Total liabilities, equity and other credits	<u>\$1,057,197</u>	<u>\$2,567,010</u>	<u>\$238,775</u>	<u>\$339,798</u>	<u>\$7,376,053</u>	<u>\$15,223,833</u>	<u>\$15,091,406</u>	

The accompanying notes are an integral part of this statement.

LAFAYETTE PARISH BAYOU VERMILION DISTRICT

Combined Statement of Revenues, Expenditures, and Changes in Fund Balances
All Governmental Fund Types
Year Ended December 31, 1999

	General Fund	Debt Service	Capital Projects	Totals (Memorandum Only)	
				1999	1998
Revenues:					
Ad valorem taxes	\$414,068	\$ 690,062	\$ -	\$1,104,130	\$1,031,053
Intergovernmental	44,167	-	-	44,167	38,558
Proceeds from sale of assets	-	-	-	-	4,513
Miscellaneous	35,988	80,688	13,506	130,182	112,163
Total revenues	<u>494,223</u>	<u>770,750</u>	<u>13,506</u>	<u>1,278,479</u>	<u>1,186,287</u>
Expenditures:					
Current -					
General government	326,382	26,213	-	352,595	263,133
Culture and recreation	-	-	7,649	7,649	2,880
Capital outlay	2,272	-	210,383	212,655	492,571
Debt service -					
Principal retirement	-	280,000	-	280,000	265,000
Interest and fiscal charges	-	161,089	-	161,089	176,035
Total expenditures	<u>328,654</u>	<u>467,302</u>	<u>218,032</u>	<u>1,013,988</u>	<u>1,199,619</u>
Excess (deficiency) of revenues over expenditures	165,569	303,448	(204,526)	264,491	(13,332)
Other financing uses:					
Operating transfers out	<u>(77,042)</u>	<u>-</u>	<u>-</u>	<u>(77,042)</u>	<u>(72,814)</u>
Excess (deficiency) of revenues over expenditures and other uses	88,527	303,448	(204,526)	187,449	(86,146)
Fund balances, beginning	<u>497,916</u>	<u>1,523,119</u>	<u>414,055</u>	<u>2,435,090</u>	<u>2,521,236</u>
Fund balances, ending	<u><u>\$586,443</u></u>	<u><u>\$1,826,567</u></u>	<u><u>\$209,529</u></u>	<u><u>\$2,622,539</u></u>	<u><u>\$2,435,090</u></u>

The accompanying notes are an integral part of this statement.

LAFAYETTE PARISH BAYOU VERMILION DISTRICT
 General Fund
 Statement of Revenues, Expenditures, and Changes in Fund Balances
 Budget (GAAP Basis) and Actual
 Year Ended December 31, 1999
 With Comparative Totals For the Year Ended December 31, 1998

	1999		Variance - Favorable (Unfavorable)	1998 Actual
	Budget	Actual		
Revenues:				
Ad valorem taxes	\$361,000	\$414,068	\$ 53,068	\$386,598
Intergovernmental -				
State revenue sharing	40,000	38,597	(1,403)	38,558
Federal	20,000	5,570	(14,430)	-
Miscellaneous -				
Interest income	11,000	30,952	19,952	19,966
Interest on ad valorem taxes	-	1,923	1,923	1,538
Other	-	3,113	3,113	-
Total revenues	<u>432,000</u>	<u>494,223</u>	<u>62,223</u>	<u>446,660</u>
Expenditures:				
Current -				
General government:				
Salaries	127,600	127,679	(79)	91,811
Fringe benefits	22,960	22,971	(11)	14,615
Insurance	12,450	12,721	(271)	6,814
Dues and subscriptions	500	677	(177)	321
Public notices	1,490	1,991	(501)	912
Office supplies	3,000	6,472	(3,472)	2,972
Postage	1,500	776	724	1,421
Community relations	20,000	23,207	(3,207)	18,219
Seminars	500	-	500	270
Clerical fees	2,100	2,225	(125)	2,300
Professional fees	5,600	4,250	1,350	3,670
Water patrol deputy fees	22,000	7,333	14,667	22,000
Publications	4,000	3,113	887	1,866
Pension deduction	15,000	14,270	730	13,320
Boat fuel and maintenance	2,500	2,776	(276)	2,167
Auto	1,600	1,505	95	1,294
Utilities	2,500	4,204	(1,704)	2,536
Telephone	7,200	8,366	(1,166)	8,739
Advertising	-	893	(893)	-
Property and equipment maintenance	40,000	39,017	983	23,056
River gage maintenance	6,000	6,564	(564)	7,947
River monitoring grant	20,000	7,720	12,280	3,775
Bank charges	900	918	(18)	995
Special events	-	803	(803)	250
Signs	-	70	(70)	159
Vermilionville property lease	6,000	7,800	(1,800)	7,150
River projects	50,000	18,061	31,939	-
Total general government	<u>375,400</u>	<u>326,382</u>	<u>49,018</u>	<u>238,579</u>
Culture and recreation:				
Vermilionville	-	-	-	330
Capital outlay	-	2,272	(2,272)	-
Total expenditures	<u>375,400</u>	<u>328,654</u>	<u>46,746</u>	<u>238,909</u>
Excess of revenues over expenditures	56,600	165,569	108,969	207,751
Other financing uses:				
Operating transfers out	(56,600)	(77,042)	(20,442)	(72,814)
Excess of revenues over expenditures and other uses	-	88,527	88,527	134,937
Fund balances, beginning	497,916	497,916	-	362,979
Fund balances, ending	<u>\$497,916</u>	<u>\$586,443</u>	<u>\$ 88,527</u>	<u>\$497,916</u>

The accompanying notes are an integral part of this statement.

LAFAYETTE PARISH BAYOU VERMILION DISTRICT

Comparative Statement of Revenues, Expenses, and Changes in Retained Earnings
 Proprietary Fund Type - Enterprise Fund
 Years Ended December 31, 1999 and 1998

	<u>1999</u>	<u>1998</u>
Operating revenues:		
Charges, fees and sales -		
Gate admission	\$ 257,062	\$225,047
Memberships	19,983	20,731
Restaurant and special events	440,716	467,337
Gift shop	160,044	129,415
Miscellaneous -		
Appropriation from City/Parish Government	40,000	40,000
Interest income	10,592	12,065
Other	26,915	23,060
Total operating revenues	<u>955,312</u>	<u>917,655</u>
Operating expenses:		
Restaurant	347,419	338,025
Gift shop	110,280	84,197
General and administrative	590,460	546,122
Total operating expenses	<u>1,048,159</u>	<u>968,344</u>
Operating loss	<u>(92,847)</u>	<u>(50,689)</u>
Nonoperating revenues (expenses):		
Fundraising revenues	-	5,459
Fundraising expenses	(1,424)	(2,244)
Capital expenses	(55,379)	(90,341)
Total nonoperating revenues (expenses)	<u>(56,803)</u>	<u>(87,126)</u>
Loss before operating transfers	(149,650)	(137,815)
Other financing sources:		
Operating transfers in	<u>77,042</u>	<u>72,814</u>
Net loss	(72,608)	(65,001)
Retained earnings, beginning	<u>356,985</u>	<u>421,986</u>
Retained earnings, ending	<u>\$ 284,377</u>	<u>\$356,985</u>

The accompanying notes are an integral part of this statement.

LAFAYETTE PARISH BAYOU VERMILION DISTRICT

Comparative Statement of Cash Flows
 Proprietary Fund Type - Enterprise Fund
 Years Ended December 31, 1999 and 1998

	<u>1999</u>	<u>1998</u>
Cash flows from operating activities:		
Operating loss	<u>\$ (92,847)</u>	<u>\$ (50,689)</u>
Adjustments to reconcile net operating loss to net cash used by operating activities -		
Changes in current assets and liabilities:		
(Increase) decrease in prepaid expenses	(1,737)	123
(Increase) in inventory	(8,662)	(2,235)
Decrease (increase) in due from other governments	6,667	(6,667)
(Increase) decrease in other current assets	(1,298)	1,301
Decrease in accrued interest receivable	1,472	810
(Decrease) increase in accounts payables	(7,774)	4,237
Increase in accrued expenses	3,102	5,209
Increase in deferred revenues	8,965	1
Decrease in accrued compensated absences	(450)	(440)
Total adjustments	<u>285</u>	<u>2,339</u>
Net cash used by operating activities	<u>(92,562)</u>	<u>(48,350)</u>
Cash flows from noncapital financing activities:		
Net monies raised from antique show	-	3,215
Monies expended by Friends of Vermilionville	(1,424)	-
Operating transfers in from other funds	<u>77,042</u>	<u>72,814</u>
Net cash provided from noncapital financing activities	<u>75,618</u>	<u>76,029</u>
Cash flows from capital and related financing activities:		
Capital expenses	<u>(55,379)</u>	<u>(90,341)</u>
Net decrease in cash and cash equivalents	(72,323)	(62,662)
Cash and cash equivalents, beginning of year	<u>359,180</u>	<u>421,842</u>
Cash and cash equivalents, end of year	<u><u>\$286,857</u></u>	<u><u>\$359,180</u></u>

The accompanying notes are an integral part of this statement.

LAFAYETTE PARISH BAYOU VERMILION DISTRICT

Notes to Financial Statements

(1) Summary of Significant Accounting Policies

The financial statements of Lafayette Parish Bayou Vermilion District (District) have been prepared in conformity with generally accepted accounting principles (GAAP) as applied to government units. The Governmental Accounting Standards Board (GASB) is the accepted standard setting body for establishing governmental accounting and financial reporting principles. The more significant of the District's accounting policies are described below.

A. Reporting Entity

Lafayette Parish Bayou Vermilion District is a corporate body created under Chapter 32 of Title 33 of the Louisiana Revised Statutes of 1950, comprised of R.S. 33:9201 through 33:9210. The District is governed by a Board of Commissioners composed of nine members. Two members are appointed by the chief executive officers of the incorporated municipalities of Lafayette Parish other than the City of Lafayette; one member is appointed by the chief executive officer of the City of Lafayette; three members, one of whom shall be a black citizen, shall be appointed by the governing authority of the City of Lafayette; one member shall be appointed by the chief executive officer of Lafayette Parish; and two members shall be appointed by the governing authority of Lafayette Parish.

The District's purpose is that of improving the water quality and the aesthetics of the Bayou Vermilion within the Parish of Lafayette in an effort to promote the bayou as a recreational and cultural asset, to create and control a new type of viable economic development adjacent to Bayou Vermilion so as to provide a diversified economic base for the City and Parish of Lafayette, and to do any and all other acts which would enhance the general condition of Bayou Vermilion.

As required by generally accepted accounting principles the financial statements of the reporting entity include those of the District (the primary government) and its component unit, Vermilionville Historic Foundation, Inc. The component unit discussed below is included in the District's reporting entity because the component unit provides a service almost exclusively for the benefit of the District. The financial statements of the component unit have been included in the financial reporting entity as a blended component unit.

LAFAYETTE PARISH BAYOU VERMILION DISTRICT

Notes to Financial Statements (Continued)

Blended Component Unit -

The Vermilionville Historic Foundation, Inc. is an entity legally separate from the District. For financial reporting purposes the financial statements of the Vermilionville Historic Foundation, Inc. are reported as if it were part of the District's operations because its purpose is to operate, manage, plan and administer Vermilionville on behalf of the District. The financial statements are reported in the District's report in a separate column labeled as Vermilionville, proprietary fund. Complete financial statements of the Vermilionville Historic Foundation, Inc. can be obtained from their administrative office at the following address:

Vermilionville Historic Foundation, Inc.
1600 Surrey Street
Lafayette, Louisiana 70501

B. Fund Accounting

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

Governmental Funds -

General Fund

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

Debt Service Fund

The debt service fund is used to account for the accumulation of resources for, and the payment of, general long-term debt principal, interest, and related costs.

LAFAYETTE PARISH BAYOU VERMILION DISTRICT

Notes to Financial Statements (Continued)

Capital Projects Fund

The capital projects fund is used to account for financial resources to be used for the acquisition or construction of major capital facilities (other than those financed by the proprietary fund).

Proprietary Fund -

Enterprise Fund

The enterprise fund is 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) 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. The enterprise fund included in the financial statements is Vermilionville.

Vermilionville began operations on April 1, 1990. Vermilionville operates as a commemorative museum of living history which preserves and re-creates the elements of folklife of the cultures who settled the Attakapas area of South Louisiana between 1765 and 1890. Services are financed by user charges, membership fees, and sales of food, beverages and souvenirs.

Prior to December 31, 1992, the District was operating Vermilionville. Effective January 1, 1993, the District entered into an agreement with the Vermilionville Historic Foundation, Inc. to operate, manage, plan and administer Vermilionville for one year which could be extended by written mutual consent. The agreement was extended to January 31, 1994. From February 1, 1994 to June 30, 1994 the District operated Vermilionville. The District re-entered into an agreement with the Vermilionville Historic Foundation, Inc. to operate Vermilionville effective July 1, 1994.

C. Basis of Accounting

The accounting and 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 of these funds present increases (i.e., revenues and other financing sources) and decreases (i.e., expenditures and other financing uses) in net current assets.

LAFAYETTE PARISH BAYOU VERMILION DISTRICT

Notes to Financial Statements (Continued)

The modified accrual basis of accounting is used by all governmental fund types. 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 of the current period. The District considers property taxes as available in the year following the assessment when the majority of the taxes are actually collected. Other major revenues susceptible to accrual are earned grant revenues, other intergovernmental revenues and interest revenue. The District reports deferred revenue on its combined balance sheet. Deferred revenues arise when a potential revenue does not meet both the "measurable" and "available" criteria for recognition in the current period. Deferred revenues also arise when resources are received by the District prior to the incurring qualified expenditures. In subsequent periods, when both revenue recognition criteria are met, or when the District has a legal claim to the resources, the liability for deferred revenue is removed from the combined balance sheet and revenue is recognized. Expenditures are recorded when the related fund liability is incurred. Principal and interest on general long-term debt are recorded as fund liabilities when due or when amounts have been accumulated in the debt service fund for payments to be made early in the following year.

The proprietary fund is accounted for using the accrual basis of accounting whereby revenues are generally recognized when they are earned and expenses are recognized when incurred. Membership income is recorded as revenue in the period received since the obligation to provide member services at a future cost is not evident.

D. Budgets

Budgets are adopted on a basis consistent with generally accepted accounting principles. Annual appropriated budgets are adopted for the general fund. The budgeted financial statements represented in this report reflect the final budget authorization, including all amendments. During the year ended December 31, 1999, no significant budgetary amendments were approved by the District. All annual appropriations lapse at fiscal year end.

E. Encumbrances

Encumbrance accounting, under which purchase orders are recorded in order to reserve that portion of the applicable appropriation, is not employed by the District as an extension of formal budgetary integration in the funds. However, outstanding purchase orders are taken into consideration before expenditures are incurred in order to assure that applicable appropriations are not exceeded.

LAFAYETTE PARISH BAYOU VERMILION DISTRICT

Notes to Financial Statements (Continued)

F. Cash and Interest-Bearing Deposits

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

G. Receivables

All receivables are reported at their gross value and, where appropriate, are reduced by the estimated portion that is expected to be uncollectible.

H. Statement of Cash Flows

For purposes of the statement of cash flows, the Proprietary Fund considers all highly liquid investments with a maturity of three months or less when purchased to be cash equivalents.

I. Due to and Due From Other Funds

During the course of operations, numerous transactions occur between individual funds for goods provided or services rendered. These receivables and payables are classified as "due from other funds" or "due to other funds" on the balance sheet.

J. Prepaid Expenses

Payments made to vendors for services that will benefit periods beyond December 31, 1999 are recorded as prepaid expenses.

K. Inventories

Inventories of the proprietary fund are valued at the lower of cost or market.

L. Restricted Assets

Certain assets are classified as restricted assets because their use is restricted. House Bill No. 1720 of the regular session of 1992 provided that a portion of the proceeds of the state sales and use tax imposed in Lafayette Parish shall be allocated one-third to the Acadian Village and two-thirds to Vermilionville for fiscal years 1993-1994 and 1994-1995 for capital expenditures.

LAFAYETTE PARISH BAYOU VERMILION DISTRICT

Notes to Financial Statements (Continued)

M. Fixed Assets

General fixed assets are not capitalized in the funds used to acquire or construct them. Instead, capital acquisition and construction are reflected as expenditures in governmental funds, and the related assets are reported in the general fixed assets account group. All purchased fixed assets are valued at historical cost. Donated fixed assets are valued at their estimated fair market value on the date received.

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

Assets in the general fixed assets account group are not depreciated.

N. Capitalization of Interest Expense

It is the policy of the District to capitalize material amounts of interest resulting from borrowings in the course of the construction of fixed assets. At December 31, 1999, no interest was capitalized.

O. Compensated Absences

Vested or accumulated vacation leave that is expected to be liquidated with expendable available financial resources is reported as an expenditure and a fund liability of the governmental fund that will pay it. Amounts of vested or accumulated vacation leave that are not expected to be liquidated with expendable available financial resources are reported in the general long-term debt account group. No liability is recorded for nonvesting accumulating rights to receive sick pay benefits.

General Fund employees -

The employees of the District's General Fund earn annual leave in an amount of 8 hours per month. Annual leave may be carried forward provided the amount carried forward does not exceed an employee's annual earning rate at that time. Unused annual leave (in excess of what can be carried forward) is credited to the employee's sick leave balance. Upon termination, employees are paid for all accumulated annual leave.

Sick leave is credited to the General Fund employees at the rate of 8 hours per month. All unused sick leave is carried forward from year to year. Upon retirement or separation, employees are paid at their regular rate for any sick leave hours credited in excess of 960 hours.

No annual leave has been accrued at December 31, 1999.

LAFAYETTE PARISH BAYOU VERMILION DISTRICT

Notes to Financial Statements (Continued)

Proprietary fund employees -

All full-time employees of the proprietary fund (Vermilionville) are entitled to 10 days of vacation leave a year and up to 15 days after five years of employment. Unused annual leave can be carried over but is limited to 10 days or 80 hours. Upon separation, the employees are compensated for accumulated annual leave.

The proprietary fund full-time employees are credited with one day of sick leave per month and may begin using sick leave after six months of employment. All unused sick leave is carried forward from year to year but is limited to 120 days or 960 hours. Upon termination, retirement or separation, employees are not compensated for any unused sick leave.

No annual leave has been accrued in the proprietary fund at December 31, 1999.

P. Long-Term Obligations

Long-term debt is recognized as a liability of a governmental fund when due, or when resources have been accumulated in the debt service fund for payment early in the following year. For other long-term obligations, only that portion expected to be financed from expendable available financial resources is reported as a fund liability of a governmental fund. The remaining portion of such obligations is reported in the general long-term debt account group. Long-term liabilities expected to be financed from proprietary fund operations are accounted for in those funds.

Q. Fund Equity

Contributed capital is recorded in proprietary funds that have received capital grants or contributions from developers, customers or other funds.

Reserves represent those portions of fund equity not appropriable for expenditure or legally segregated for a specific future use. Designated fund balances represent tentative plans for future use of financial resources.

R. Interfund Transactions

Quasi-external transactions are accounted for as revenues, expenditures or expenses. Transactions that constitute reimbursements to a fund for expenditures/expenses initially made from it that are properly applicable to another fund, are recorded as expenditures/expenses in the fund that is reimbursed.

LAFAYETTE PARISH BAYOU VERMILION DISTRICT

Notes to Financial Statements (Continued)

All other interfund transactions, except quasi-external transactions and reimbursements, are reported as transfers. Nonrecurring or nonroutine permanent transfers of equity are reported as residual equity transfers. All other interfund transfers are reported as operating transfers.

S. Memorandum Only - Total Columns

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

T. Comparative Data

Comparative data for the prior period have been presented in the accompanying financial statements in order to provide an understanding of changes in the District's financial position and operations. However, comparative (i.e., presentation of prior year totals by fund type) data have not been presented in each of the statements because their inclusion would make the statements unduly complex and difficult to understand.

(2) Legal Compliance - Budgets

A modified accrual basis budget for the General Fund is formally adopted by the District prior to the beginning of the fiscal year. After its adoption, adjustments to the budget for transfers between funds and/or functions, changes in the capital budget, or for appropriation of unobligated funds must be approved by the Board. All appropriations for expenditures lapse at year end. Budgeted amounts are as originally adopted, or as amended by the Board of Commissioners. The budget is prepared by function and activity and includes information on the past year, current year estimates and requested appropriations for the next fiscal year.

The proposed budget is presented by the Executive Director to the Board of Commissioners for review. The Board holds public hearings and may add to, subtract from, or change appropriations, but may not change the form of the budget. Any changes in the budget must be within the revenues and reserves estimated as available by the Executive Director or the estimates must be changed by an affirmative vote of a majority of the Board.

LAFAYETTE PARISH BAYOU VERMILION DISTRICT

Notes to Financial Statements (Continued)

(3) Cash and Interest-Bearing Deposits

Under state law, the District may deposit funds within a fiscal agent bank organized under the laws of the State of Louisiana, the laws of any other state in the Union, or the laws of the United States. The District may invest in certificates and time deposits of state banks organized under Louisiana law and national banks having principal offices in Louisiana. At December 31, 1999, the District has cash and interest-bearing deposits (book balances) totaling \$2,982,670, as follows:

Demand deposits	\$1,221,876
Time deposits	<u>1,760,794</u>
	<u>\$2,982,670</u>

These deposits are stated at cost, which approximates market. Under state law, these deposits, (or the resulting bank balances) must be secured by federal deposit insurance or the pledge of securities owned by the fiscal agent bank. The market value of the pledged securities plus the federal deposit insurance must at all times equal the amount on deposit with the fiscal agent bank. 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. Deposit balances (bank balances) at December 31, 1999, are secured as follows:

Bank balances	<u>\$3,027,826</u>
Federal deposit insurance	283,846
Pledged securities (Category 3)	<u>3,309,208</u>
Total federal insurance and pledged securities	<u>\$3,593,054</u>
Excess of federal insurance and pledged securities over bank balances	<u>\$ 565,228</u>

Pledged securities in Category 3 includes uninsured or unregistered investments for which the securities are held by the broker or dealer, or by its trust department or agent, but not in the District's name. Even though the pledged securities are considered uncollateralized (Category 3) Louisiana Revised Statute 39:1229 imposes a statutory requirement on the custodial bank to advertise and sell the pledged securities within 10 days of being notified by the District that the fiscal agent has failed to pay deposited funds upon demand.

LAFAYETTE PARISH BAYOU VERMILION DISTRICT

Notes to Financial Statements (Continued)

(4) Ad Valorem Taxes

Ad valorem taxes attach as an enforceable lien on property as of January 1 of each year. During the current fiscal year, taxes were levied by the District in October and were billed to the taxpayers by the Lafayette Parish Sheriff in November. Billed taxes are due by December 31, becoming delinquent on January 1 of the following year.

Taxes are budgeted and the revenue recognized in the year following the assessment, when the majority of the taxes are actually collected.

The taxes are based on assessed values determined by the Tax Assessor of Lafayette Parish and are collected by the Lafayette Parish Sheriff. The taxes are remitted to Lafayette Parish Bayou Vermilion District net of deductions for Pension Fund contributions.

For the year ended December 31, 1999, taxes were levied on property with net assessed valuations totaling \$592,233,411 and were dedicated as follows:

General maintenance	.75 mills
Debt service	1.25 mills

(5) Interfund Receivables/Payables

	<u>Interfund Receivables</u>	<u>Interfund Payables</u>
General Fund	\$28,091	\$24,185
Capital Projects Fund	-	28,006
Debt Service Fund	<u>24,275</u>	<u>175</u>
	<u>\$52,366</u>	<u>\$52,366</u>

LAFAYETTE PARISH BAYOU VERMILION DISTRICT

Notes to Financial Statements (Continued)

(6) Changes in General Fixed Assets

The following is a summary of changes in the general fixed asset account group during the year:

	Balance 12/31/98	Additions	Deletions	Balance 12/31/99
Land	\$ 90,000	\$ -	\$ -	\$ 90,000
Buildings	3,558,307	53,417	-	3,611,724
Site improvements	2,850,460	153,169	-	3,003,629
Equipment	357,455	10,497	-	367,952
Furniture and fixtures	89,721	3,399	-	93,120
Artifacts	201,413	8,215	-	209,628
Construction in progress	4,427	202,156	206,583	-
	<u>\$7,151,783</u>	<u>\$430,853</u>	<u>\$206,583</u>	<u>\$7,376,053</u>

Ongoing construction of site improvements on the Bayou Vermilion are accounted for in the construction in progress account until completion, at which time the assets are transferred to the site improvements account.

(7) Changes in Long-Term Debt

The following is a summary of general long-term transactions of the District for the year ended December 31, 1999:

	Intergovernmental Agreements Payable
Balance, December 31, 1998	\$ 400,000
Additions	-
Reductions	-
Balance, December 31, 1999	<u>\$ 400,000</u>

LAFAYETTE PARISH BAYOU VERMILION DISTRICT

Notes to Financial Statements (Continued)

	<u>General Obligation</u>	<u>Total</u>
Balance, December 31, 1998	\$ 3,525,000	\$ 3,925,000
Additions	-	-
Reductions	<u>280,000</u>	<u>280,000</u>
Balance, December 31, 1999	<u><u>\$ 3,245,000</u></u>	<u><u>\$ 3,645,000</u></u>

A. Intergovernmental Agreements Payable

The Lafayette Parish Bayou Vermilion District entered into agreements with the City of Lafayette in 1992 and the Parish of Lafayette in 1991 in order to obtain funds for the public purpose of assisting the District in meeting the working capital needs of Vermilionville. The funds shall be repaid as funding becomes available and upon the recommendation of a Working Capital Fund Review Committee. As of December 31, 1999, the District is obligated to other governmental agencies as follows:

City of Lafayette	\$200,000
Parish of Lafayette	<u>200,000</u>
	<u><u>\$400,000</u></u>

B. General Obligation Bonds

Lafayette Parish Bayou Vermilion District issued general obligation bonds to provide funds for the acquisition and construction of major capital facilities. These bonds are direct obligations and pledge the full faith and credit of Lafayette Parish Bayou Vermilion District.

In accordance with propositions approved by the voters of Lafayette Parish on November 4, 1986, Lafayette Parish Bayou Vermilion District has the authority to issue general obligation bonds in the amount of \$6,200,000 to run twenty years from date thereof, at rates not exceeding 12 percent per annum, for the purpose of constructing, acquiring and/or improving any work of public improvement included in the master plan in existence at the time of such expenditure which will be payable from ad valorem tax revenues.

LAFAYETTE PARISH BAYOU VERMILION DISTRICT

Notes to Financial Statements (Continued)

Of the \$6,200,000 approved, bonds totaling \$2,950,000 and \$3,250,000 were issued on September 1, 1987 and March 1, 1989, respectively.

On January 11, 1996, \$3,350,000 of General Obligation Refunding Bonds, Series 1997 were issued to partially refund General Obligation Bonds dated September 1, 1987 and March 1, 1989.

General obligation bonds outstanding at December 31, 1999 are comprised of the following individual issues:

General Obligation Refunding Bonds, dated January 11, 1996, due in annual installments of \$145,000 to \$435,000 through March 1, 2009; interest at 4.15 to 5.15 percent; secured by levy and collection of ad valorem taxes.

\$ 3,245,000

The annual debt service requirements to maturity of bonds outstanding at December 31, 1999, including interest payments of \$746,432 are as follows:

<u>Year Ending December 31,</u>	
2000	\$ 445,083
2001	446,856
2002	447,745
2003	2,294,063
2004 - 2008	<u>357,685</u>
	<u>\$3,991,432</u>

LAFAYETTE PARISH BAYOU VERMILION DISTRICT

Notes to Financial Statements (Continued)

(8) Lease and Intergovernmental Agreements

A. The District entered into a management agreement with the Vermilionville Historic Foundation, Inc. (Foundation) on July 1, 1994 whereas the Vermilionville Historic Foundation, Inc. would operate, manage, plan and administer Vermilionville subject to the following significant terms and conditions:

1. The terms of the agreement shall be for a term co-extensive with the term of the lease of the property, which runs for a period of 20 years from April 5, 1991, unless sooner terminated in accordance with the provisions set forth in the agreement.
2. The Foundation has the right to either approve or disapprove of the executive director of Vermilionville.
3. The annual budget shall be submitted to the District for review and comment prior to final adoption by the Foundation.
4. Vermilionville Historic Foundation, Inc. shall hire all employees it deems necessary.
5. The District shall remain the owner of all property both movable and immovable.
6. The District shall guarantee, to the extent fiscally possible, the sum of \$125,000 for each fiscal year in 1995 and 1996 for the operating expenses of Vermilionville less the costs of casualty, flood and liability insurance.
7. The District shall maintain casualty and liability insurance.
8. Any profits from the operation of Vermilionville shall be turned over to the District.

B. The District also entered into a lease agreement with the City of Lafayette, the Parish of Lafayette, and the Lafayette Airport Commission for Beaver Park property for the construction and operation of the Vermilionville Project. The lease commenced on August 17, 1987 with monthly payments of \$100 due on the first day of each month. The lease shall extend for a time period of seventy-one years.

LAFAYETTE PARISH BAYOU VERMILION DISTRICT

Notes to Financial Statements (Continued)

- C. The District entered into an intergovernmental agreement with the State of Louisiana Department of Transportation and Development on August 4, 1987 to use the land and airspace of the Interstate Route I-10 over the Vermilion River between Louisiana Avenue and Calais Road for the purpose of constructing, operating, and maintaining a public boat launch.
- D. Lafayette Parish Bayou Vermilion District and Lafayette Parish Sheriff Department entered into an agreement to provide, on a year to year term, a Deputy Sheriff for patrolling the Bayou Vermilion in Lafayette Parish. The District cancelled the agreement on April 30, 1999. The District reimbursed the Sheriff monthly for expenses of the deputy in the amount of \$1,833 monthly for the years ended December 31, 1999 and 1998, respectively.
- E. Lafayette Parish Bayou Vermilion District and Lafayette Airport Commission entered into an agreement on April 5, 1991 for the Beaver Park property for a period of 20 years with monthly lease payments of \$550 on the first day of the month following the opening of the Vermilionville Project.

(9) Board Members Compensation

No per diem or other compensation was paid to the members of Lafayette Parish Bayou Vermilion District for the years ended December 31, 1999 and 1998.

(10) Retirement Commitments

All employees of the Lafayette Parish Bayou Vermilion District and component unit are members of the Social Security System. The District and component unit and its employees contribute a percentage of each employee's salary to the System (7.65 percent contributed by the District; 7.65 percent by the employee). The District and component unit's contribution during the year ended December 31, 1999 amounted to \$9,767 and \$34,273, respectively.

SUPPLEMENTAL INFORMATION

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

GENERAL FUND

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

LAFAYETTE PARISH BAYOU VERMILION DISTRICT
General Fund

Comparative Balance Sheet
December 31, 1999 and 1998

	<u>1999</u>	<u>1998</u>
ASSETS		
Cash and interest-bearing deposits	\$ 602,753	\$ 537,384
Receivables:		
Ad valorem taxes	407,761	385,747
State revenue sharing	12,992	-
Due from other funds	28,091	1,499
Accrued interest	5,600	2,826
Total assets	<u>\$ 1,057,197</u>	<u>\$ 927,456</u>
LIABILITIES AND FUND BALANCE		
Liabilities:		
Accounts payable	\$ 2,019	\$ 5,428
Deferred ad valorem tax revenue	444,023	419,273
Due to other funds	24,185	4,513
Other	527	326
Total liabilities	<u>470,754</u>	<u>429,540</u>
Fund Balance:		
Unreserved, undesignated	<u>586,443</u>	<u>497,916</u>
Total liabilities and fund balance	<u>\$ 1,057,197</u>	<u>\$ 927,456</u>

LAFAYETTE PARISH BAYOU VERMILION DISTRICT
General Fund

Statement of Revenues, Expenditures, and Changes in Fund Balances
Budget (GAAP Basis) and Actual
Year Ended December 31, 1999
With Comparative Totals For the Year Ended December 31, 1998

	1999		Variance - Favorable (Unfavorable)	1998 Actual
	Budget	Actual		
Revenues:				
Ad valorem taxes	\$361,000	\$414,068	\$ 53,068	\$386,598
Intergovernmental -				
State revenue sharing	40,000	38,597	(1,403)	38,558
Federal	20,000	5,570	(14,430)	-
Miscellaneous -				
Interest income	11,000	30,952	19,952	19,966
Interest on ad valorem taxes	-	1,923	1,923	1,538
Other	-	3,113	3,113	-
Total revenues	<u>432,000</u>	<u>494,223</u>	<u>62,223</u>	<u>446,660</u>
Expenditures:				
Current -				
General government:				
Salaries	127,600	127,679	(79)	91,811
Fringe benefits	22,960	22,971	(11)	14,615
Insurance	12,450	12,721	(271)	6,814
Dues and subscriptions	500	677	(177)	321
Public notices	1,490	1,991	(501)	912
Office supplies	3,000	6,472	(3,472)	2,972
Postage	1,500	776	724	1,421
Community relations	20,000	23,207	(3,207)	18,219
Seminars	500	-	500	270
Clerical fees	2,100	2,225	(125)	2,300
Professional fees	5,600	4,250	1,350	3,670
Water patrol deputy fees	22,000	7,333	14,667	22,000
Publications	4,000	3,113	887	1,866
Pension deduction	15,000	14,270	730	13,320
Boat fuel and maintenance	2,500	2,776	(276)	2,167
Auto	1,600	1,505	95	1,294
Utilities	2,500	4,204	(1,704)	2,536
Telephone	7,200	8,366	(1,166)	8,739
Advertising	-	893	(893)	-
Property and equipment maintenance	40,000	39,017	983	23,056
River gage maintenance	6,000	6,564	(564)	7,947
River monitoring grant	20,000	7,720	12,280	3,775
Bank charges	900	918	(18)	995
Special events	-	803	(803)	250
Signs	-	70	(70)	159
Vermilionville property lease	6,000	7,800	(1,800)	7,150
River projects	50,000	18,061	31,939	-
Total general government	<u>375,400</u>	<u>326,382</u>	<u>49,018</u>	<u>238,579</u>
Culture and recreation:				
Vermilionville	-	-	-	330
Capital outlay	-	2,272	(2,272)	-
Total expenditures	<u>375,400</u>	<u>328,654</u>	<u>46,746</u>	<u>238,909</u>
Excess of revenues over expenditures	56,600	165,569	108,969	207,751
Other financing uses:				
Operating transfers out	(56,600)	(77,042)	(20,442)	(72,814)
Excess of revenues over expenditures and other uses	-	88,527	88,527	134,937
Fund balances, beginning	497,916	497,916	-	362,979
Fund balances, ending	<u>\$497,916</u>	<u>\$586,443</u>	<u>\$ 88,527</u>	<u>\$497,916</u>

DEBT SERVICE FUND

1987 and 1989 General Obligation Bonds

To accumulate monies for repayment of the September 1, 1987 and March 1, 1989 General Obligation Bonds not refunded and \$3,530,000 Series 1996 Refunding Bonds. These bonds are financed by dedicated property tax levies.

LAFAYETTE PARISH BAYOU VERMILION DISTRICT
Debt Service Fund
1987 and 1989 General Obligation Bonds

Comparative Balance Sheet
December 31, 1999 and 1998

	<u>1999</u>	<u>1998</u>
ASSETS		
Cash and interest-bearing deposits	\$1,855,249	\$1,578,420
Receivables:		
Ad valorem taxes	679,722	643,030
Due from other funds	24,275	90
Accrued interest	7,764	896
Total assets	<u>\$2,567,010</u>	<u>\$2,222,436</u>
LIABILITIES AND FUND BALANCE		
Liabilities:		
Accounts payable	\$ 100	\$ 400
Due to other funds	175	-
Deferred ad valorem tax revenue	740,168	698,917
Total liabilities	<u>740,443</u>	<u>699,317</u>
Fund Balance:		
Reserved for debt retirement	<u>1,826,567</u>	<u>1,523,119</u>
Total liabilities and fund balance	<u>\$2,567,010</u>	<u>\$2,222,436</u>

LAFAYETTE PARISH BAYOU VERMILION DISTRICT
Debt Service Fund
1987 and 1989 General Obligation Bonds

Comparative Statement of Revenues, Expenditures, and Changes in Fund Balances
Years Ended December 31, 1999 and 1998

	<u>1999</u>	<u>1998</u>
Revenues:		
Ad valorem taxes	\$ 690,062	\$ 644,455
Miscellaneous -		
Interest income	77,235	55,736
Interest on ad valorem taxes	3,453	2,637
Other	-	90
Total revenues	<u>770,750</u>	<u>702,918</u>
 Expenditures:		
Current -		
General government:		
Professional fees	2,425	2,350
Pension expense	23,788	22,204
Total general government	<u>26,213</u>	<u>24,554</u>
 Debt Service -		
Principal	280,000	265,000
Interest and fiscal charges	161,089	176,035
Total debt service	<u>441,089</u>	<u>441,035</u>
 Total expenditures	<u>467,302</u>	<u>465,589</u>
 Excess of revenues over expenditures	 303,448	 237,329
 Fund balances, beginning	 <u>1,523,119</u>	 <u>1,285,790</u>
 Fund balances, ending	 <u><u>\$1,826,567</u></u>	 <u><u>\$1,523,119</u></u>

CAPITAL PROJECTS FUND

The capital projects fund is used to account for the acquisition and construction of major capital facilities and equipment.

LAFAYETTE PARISH BAYOU VERMILION DISTRICT
Capital Projects Fund

Comparative Balance Sheet
December 31, 1999 and 1998

	<u>1999</u>	<u>1998</u>
ASSETS		
Cash and interest-bearing deposits	\$237,811	\$449,663
Due from other funds	-	4,513
Accrued interest receivable	964	1,992
Total assets	<u>\$238,775</u>	<u>\$456,168</u>
LIABILITIES AND FUND BALANCE		
Liabilities:		
Accounts payable	\$ 1,240	\$ 40,524
Due to other funds	28,006	1,589
Total liabilities	<u>29,246</u>	<u>42,113</u>
Fund Balance:		
Designated for capital projects	<u>209,529</u>	<u>414,055</u>
Total liabilities and fund balance	<u>\$238,775</u>	<u>\$456,168</u>

LAFAYETTE PARISH BAYOU VERMILION DISTRICT
Capital Projects Fund

Comparative Statement of Revenues, Expenditures, and Changes in Fund Balances
Years Ended December 31, 1999 and 1998

	1999	1998
Revenues:		
Miscellaneous - interest income	\$ 13,506	\$ 32,196
Proceeds from sale of general fixed asset	-	4,513
Total revenues	13,506	36,709
Expenditures:		
Current -		
Culture and recreation:		
Professional fees	2,725	2,550
Vermilionville	4,924	-
Miscellaneous	-	-
Total culture and recreation	7,649	2,550
Capital -		
Professional fees	-	1,830
Architect and engineering	151,339	412,535
Buildings	50,817	59,500
Purchase of equipment	8,227	18,706
Total capital projects	210,383	492,571
Total expenditures	218,032	495,121
Deficiency of revenues over expenditures	(204,526)	(458,412)
Fund balances, beginning	414,055	872,467
Fund balances, ending	\$ 209,529	\$ 414,055

ENTERPRISE FUND

VERMILIONVILLE

To account for the operations of a commemorative museum of living history which preserves and re-creates the elements of folklife of the cultures who settled the Attakapas area of South Louisiana between 1765 and 1890. Services are financed by user charges, membership fees, and sales of food, beverages and souvenirs.

LAFAYETTE PARISH BAYOU VERMILION DISTRICT
Enterprise Fund
Vermilionville

Comparative Balance Sheet
December 31, 1999 and 1998

	1999	1998
ASSETS		
Current assets:		
Cash and interest-bearing deposits	\$ 258,164	\$ 282,563
Due from other governments	-	6,667
Prepaid expenses	5,189	3,452
Inventory	43,406	34,744
Accrued interest receivable	1,825	2,649
Other	2,521	1,223
Total current assets	311,105	331,298
Restricted assets:		
Cash and interest-bearing deposits	28,693	76,617
Accrued interest receivable	-	648
Total restricted assets	28,693	77,265
Total assets	\$ 339,798	\$ 408,563
LIABILITIES AND RETAINED EARNINGS		
Current liabilities:		
Accounts payable	\$ 6,668	\$ 14,442
Accrued expenses	24,800	21,698
Deferred revenues	23,953	14,988
Total current liabilities	55,421	51,128
Long-term liabilities:		
Accrued compensated absences	-	450
Total liabilities	55,421	51,578
Retained earnings:		
Reserved for capital expenses	28,693	79,914
Unreserved	255,684	277,071
Total retained earnings	284,377	356,985
Total liabilities and retained earnings	\$ 339,798	\$ 408,563

LAFAYETTE PARISH BAYOU VERMILION DISTRICT
Enterprise Fund
Vermilionville

Comparative Statement of Revenues, Expenses, and Changes in Retained Earnings
Years Ended December 31, 1999 and 1998

	<u>1999</u>	<u>1998</u>
Operating revenues:		
Charges, fees and sales -		
Gate admission	\$ 257,062	\$225,047
Memberships	19,983	20,731
Restaurant and special events	440,716	467,337
Gift shop	160,044	129,415
Miscellaneous -		
Appropriation from City/Parish Government	40,000	40,000
Interest income	10,592	12,065
Other	26,915	23,060
Total operating revenues	<u>955,312</u>	<u>917,655</u>
Operating expenses:		
Restaurant	347,419	338,025
Gift shop	110,280	84,197
General and administrative	590,460	546,122
Total operating expenses	<u>1,048,159</u>	<u>968,344</u>
Operating loss	<u>(92,847)</u>	<u>(50,689)</u>
Nonoperating revenues (expenses):		
Fundraising revenues	-	5,459
Fundraising expenses	(1,424)	(2,244)
Capital expenses	(55,379)	(90,341)
Total nonoperating revenues (expenses)	<u>(56,803)</u>	<u>(87,126)</u>
Loss before operating transfers	(149,650)	(137,815)
Other financing sources:		
Operating transfers in	<u>77,042</u>	<u>72,814</u>
Net loss	(72,608)	(65,001)
Retained earnings, beginning	<u>356,985</u>	<u>421,986</u>
Retained earnings, ending	<u>\$ 284,377</u>	<u>\$356,985</u>

LAFAYETTE PARISH BAYOU VERMILION DISTRICT
Enterprise Fund
Vermilionville

Comparative Statement of Operating Expenses by Department
Years Ended December 31, 1999 and 1998

	<u>1999</u>	<u>1998</u>
Restaurant:		
Salaries	\$ 135,841	\$ 148,874
Payroll taxes and benefits	20,599	18,371
Food costs	161,775	150,512
Contract labor	2,219	-
Outside services	2,187	-
Supplies and small equipment	24,798	20,268
Total restaurant	<u>347,419</u>	<u>338,025</u>
Gift shop:		
Salaries	20,102	15,744
Payroll taxes and benefits	2,158	2,178
Merchandise	85,556	63,780
Freight	1,901	1,240
Supplies	563	1,255
Total gift shop	<u>110,280</u>	<u>84,197</u>
General and administrative:		
Salaries	291,549	268,144
Payroll taxes and benefits	27,628	33,482
Security	1,753	2,214
Grounds maintenance	16,036	12,220
Artifact restoration	-	6,831
Utilities	40,179	40,108
Telephone	9,535	8,592
Advertisement	33,898	21,748
Professional fees	23,060	19,800
Performers	55,210	49,555
Audit fees	7,200	7,200
Outside services	16,256	12,486
Insurance	20,208	20,491
Pest control	4,500	5,430
Land rent	-	650
Supplies	23,267	20,449
Bank charges	7,674	6,943
Postage	3,387	2,727
Other	9,120	7,052
Total general and administrative	<u>590,460</u>	<u>546,122</u>
Total operating expenses	<u>\$ 1,048,159</u>	<u>\$ 968,344</u>

LAFAYETTE PARISH BAYOU VERMILION DISTRICT
Enterprise Fund
Vermilionville

Comparative Statement of Cash Flows
Years Ended December 31, 1999 and 1998

	<u>1999</u>	<u>1998</u>
Cash flows from operating activities:		
Operating loss	<u>\$ (92,847)</u>	<u>\$ (50,689)</u>
Adjustments to reconcile net operating loss to net cash used by operating activities -		
Changes in current assets and liabilities:		
(Increase) decrease in prepaid expenses	(1,737)	123
(Increase) in inventory	(8,662)	(2,235)
Decrease (increase) in due from other governments	6,667	(6,667)
(Increase) decrease in other current assets	(1,298)	1,301
Decrease in accrued interest receivable	1,472	810
(Decrease) increase in accounts payables	(7,774)	4,237
Increase in accrued expenses	3,102	5,209
Increase in deferred revenues	8,965	1
Decrease in accrued compensated absences	<u>(450)</u>	<u>(440)</u>
Total adjustments	<u>285</u>	<u>2,339</u>
Net cash used by operating activities	<u>(92,562)</u>	<u>(48,350)</u>
Cash flows from noncapital financing activities:		
Net monies raised from antique show	-	3,215
Monies expended by Friends of Vermilionville	(1,424)	-
Operating transfers in from other funds	<u>77,042</u>	<u>72,814</u>
Net cash provided from noncapital financing activities	<u>75,618</u>	<u>76,029</u>
Cash flows from capital and related financing activities:		
Capital expenses	<u>(55,379)</u>	<u>(90,341)</u>
Net decrease in cash and cash equivalents	(72,323)	(62,662)
Cash and cash equivalents, beginning of year	<u>359,180</u>	<u>421,842</u>
Cash and cash equivalents, end of year	<u><u>\$286,857</u></u>	<u><u>\$359,180</u></u>

GENERAL FIXED ASSETS ACCOUNT GROUP

To account for fixed assets not used in proprietary fund operations.

LAFAYETTE PARISH BAYOU VERMILION DISTRICT

Comparative Statement of General Fixed Assets
December 31, 1999 and 1998

	<u>1999</u>	<u>1998</u>
General fixed assets, at cost:		
Land	\$ 90,000	\$ 90,000
Buildings	3,611,724	3,558,307
Site improvements	3,003,629	2,850,460
Equipment	367,952	357,455
Furniture and fixtures	93,120	89,721
Artifacts	209,628	201,413
Construction in progress	-	4,427
Total general fixed assets	<u>\$7,376,053</u>	<u>\$7,151,783</u>
Investment in general fixed assets:		
Special revenue funds	\$ 417,075	\$ 417,075
Capital projects fund	6,958,978	6,734,708
Total investment in general fixed assets	<u>\$7,376,053</u>	<u>\$7,151,783</u>

LAFAYETTE PARISH BAYOU VERMILION DISTRICT

Statement of Changes in General Fixed Assets
Year Ended December 31, 1999

	<u>Balances</u> <u>12/31/98</u>	<u>Additions</u>	<u>Retirements</u>	<u>Balances</u> <u>12/31/99</u>
General fixed assets:				
Land	\$ 90,000	\$ -	\$ -	\$ 90,000
Buildings	3,558,307	53,417	-	3,611,724
Site improvements	2,850,460	153,169	-	3,003,629
Equipment	357,455	10,497	-	367,952
Furniture and fixtures	89,721	3,399	-	93,120
Artifacts	201,413	8,215	-	209,628
Construction in progress	4,427	202,156	206,583	-
Total general fixed assets	<u>\$7,151,783</u>	<u>\$ 430,853</u>	<u>\$206,583</u>	<u>\$7,376,053</u>
Investment in general fixed assets:				
Special revenue funds	\$ 417,075	\$ -	\$ -	\$ 417,075
Capital projects	6,734,708	430,853	206,583	6,958,978
	<u>\$7,151,783</u>	<u>\$ 430,853</u>	<u>\$206,583</u>	<u>\$7,376,053</u>

GENERAL LONG-TERM DEBT ACCOUNT GROUP

To account for unmatured principal amount on general long-term debt expected to be financed from governmental type funds. Payment of maturing obligations, including interest, are accounted for in the debt service funds.

LAFAYETTE PARISH BAYOU VERMILION DISTRICT

Statement of General Long-Term Debt

December 31, 1999

With Comparative Totals for December 31, 1998

	Intergovernmental Agreements Payable	General Obligation Bonds 1989	General Obligation Bonds 1996	Totals 1999	Totals 1998
AMOUNT AVAILABLE AND TO BE PROVIDED FOR THE RETIREMENT OF GENERAL LONG-TERM DEBT					
Amount available in debt service funds for debt retirement	\$ -	\$ -	\$ 1,826,567	\$ 1,826,567	\$ 1,523,119
Amount to be provided for retirement of general long-term debt from:					
Ad valorem taxes	-	-	1,418,433	1,418,433	2,001,881
Excess annual revenues from Vermilionville	400,000	-	-	400,000	400,000
	<u>400,000</u>	<u>-</u>	<u>1,418,433</u>	<u>1,818,433</u>	<u>2,401,881</u>
Total amount available and to be provided	<u>\$ 400,000</u>	<u>\$ -</u>	<u>\$ 3,245,000</u>	<u>\$ 3,645,000</u>	<u>\$ 3,925,000</u>
GENERAL LONG-TERM DEBT PAYABLE					
Intergovernmental agreements payable	\$ 400,000	\$ -	\$ -	\$ 400,000	\$ 400,000
Bonds payable:					
Due within one year	-	-	300,000	300,000	280,000
Due after one year	<u>-</u>	<u>-</u>	<u>2,945,000</u>	<u>2,945,000</u>	<u>3,245,000</u>
Total general long-term debt payable	<u>\$ 400,000</u>	<u>\$ -</u>	<u>\$ 3,245,000</u>	<u>\$ 3,645,000</u>	<u>\$ 3,925,000</u>

COMPLIANCE, INTERNAL CONTROL

AND

OTHER INFORMATION

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

The Board of Commissioners
Lafayette Parish Bayou Vermilion District
Lafayette, Louisiana

We have audited the general purpose financial statements of Lafayette Parish Bayou Vermilion District as of and for the year ended December 31, 1999 and have issued our report thereon dated June 16, 2000. We conducted our audit in accordance with generally accepted auditing standards, Government Auditing Standards, issued by the Comptroller General of the United States.

Compliance

As part of obtaining reasonable assurance about whether the Lafayette Parish Bayou Vermilion District's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations and contracts 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 test disclosed no instances of noncompliance that are required to be reported under Government Auditing Standards.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered the Lafayette Parish Bayou Vermilion District'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. 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 material weaknesses. A material weakness is a condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that misstatements in amounts that would be material in relation to the general purpose financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. We noted no matters involving the internal control over financial reporting and its operation that we consider to be material weaknesses.

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This report is intended solely for the information and use of the management, Board of Commissioners, and Legislative Auditor and is not intended to be and should not be used by anyone other than these specified parties.

Kolder, Champagne, Slaven & Rainey, LLC
Certified Public Accountants

Lafayette, Louisiana
June 16, 2000

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OTHER SUPPLEMENTAL INFORMATION

LAFAYETTE PARISH BAYOU VERMILION DISTRICT

Schedule of Interest-Bearing Deposits - All Funds
December 31, 1999

	<u>Maturity Date</u>	<u>Interest Rate</u>	<u>Amount</u>
General Fund:			
Checking account	(BO)	Variable	\$ 70,060
Certificate of deposit	(BO)	4.97%	114,472
Certificate of deposit	(BO)	4.43%	204,428
Certificate of deposit	(BO)	4.97%	<u>213,793</u>
			<u>602,753</u>
Debt Service Fund:			
Checking account	(BO)	Variable	1,051,889
Certificate of deposit	(BO)	4.43%	430,135
Certificate of deposit	(BO)	4.43%	<u>373,225</u>
			<u>1,855,249</u>
Capital Projects Fund:			
Checking account	(BO)	Variable	42,206
Certificate of deposit	(BO)	4.43%	<u>195,605</u>
			<u>237,811</u>
Proprietary Fund (Vermilionville):			
Checking account	(BO)	Variable	120,721
Certificate of deposit	(BO)	4.55%	17,085
Certificate of deposit	(BO)	4.53%	59,141
Certificate of deposit	(BO)	3.92%	34,472
Certificate of deposit	(BO)	4.75%	11,509
Certificate of deposit	(ISB)	4.95%	27,391
Certificate of deposit	(ISB)	4.95%	<u>16,538</u>
			<u>286,857</u>
			<u>\$2,982,670</u>

(BO) - BankOne

(ISB) - Iberia Savings Bank