



KAREN M. HOLLIS

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BOARD OF COMMISSIONERS
NORTHSIDE UTILITY DISTRICT NO. 2
RICHARD PARISH POLICE JURY
Bossier, Louisiana

I have compiled the accompanying combined financial statements of Northside Utility District No. 2, a component unit of Richard Parish Police Jury, as of and for the year ended December 31, 1994, as listed in the table of contents, in accordance with Statements on Standards for Accounting and Review Services issued by the American Institute of Certified Public Accountants.

A compilation is limited to presenting in the form of financial statements information that is the representation of management. I have not audited or reviewed the accompanying financial statements and, accordingly, do not express an opinion or any other form of assurance on them.

Karen M Hollis

April 28, 1995

NORTHSHORE UTILITY DISTRICT NO. 2
RICHLAND PARISH POLICE JURY
Rayville, Louisiana
Notes to the Financial Statements (Continued)

The Northshore Utility District No. 2 has operated at a net loss for the year ending December 31, 1996. The district's cash flow is hindered by the inability to collect on overdue accounts and the probability that the fees charged are not enough to cover the expenses of the district. If major repairs were needed, the district would be unable to complete them without some outside assistance. Also the district has not been able to pay the manager's salary on a consistent basis each month which has created a liability to the district.

The Board of Commissioners has set met to attend to these matters and has left the operations of the district to the manager, Mr. J. W. Mcintosh. Mr. Mcintosh has agreed that the district is in need of changes, either a rate increase, which is felt that the customers of the district will object and cause a larger number of receivables to be uncollectible or have the police jury take the district over and renegotiate the district's contract with the Town of Rayville, which supplies the district with the water and sewer pumping. Mr. Mcintosh informs the Police Jury on the operations of the district.

4. ACCOUNTS RECEIVABLE

A summary of Accounts Receivable at December 31, 1996 follows:

Water and Sewer	\$ 8,385
Less estimated uncollectibles	<u>51,000</u>
Net Accounts Receivable	<u>\$ 42,615</u>

During 1993, the district had a policy of allowing the delinquent accounts to become at least six months behind before disconnection of service. Changes in collecting accounts receivable were made in 1994 to reduce the amount of uncollectible accounts. In 1994 the accounts are stamped in red to notify customer of final bill before disconnection. Disconnection of service is completed if no payment within 30 days from receipt of final bill.

5. FIXED ASSETS

A summary of fixed assets at December 31, 1996 follows:

Water System	\$ 245,885
Sewer System	196,828
Less Accumulated Depreciation	<u>136,828</u>
Net Property Plant and Equipment	<u>\$ 305,885</u>

The water and sewer systems are depreciated using straight line over a period of 48 years.

6. LITIGATION AND CLAIMS

WATERWORKS UTILITY DISTRICT NO. 2
RICHARD RUSSELL POLICK JORN
Rayville, Louisiana
Notes to the Financial Statements (Continued)

The district is not involved in any litigation as December 31, 1986,
nor is it aware of any unasserted claims.

NORTHSIDE UTILITY DISTRICT NO. 2
ROCKLAND PARISH POLICE JURY
Bossier, Louisiana

SUPPLEMENTAL INFORMATION SCHEDULE
For the Year Ended December 31, 1994

COMPENSATION PAID BOARD MEMBERS

The schedule of compensation paid board members is presented in compliance with House Concurrent Resolution No. 34 of the 1978 Session of the Louisiana Legislature. The District's Board receives no compensation for their services. The following is a list of board members appointed in December 1993:

Bonnie Gordon
Frank Jones
Ell Williams
Robert Hoyer
James Tabb

SEWERAGE UTILITY DISTRICT NO. 2
RICHARD PARISH POLICE JURY
Rayville, Louisiana
Notes to the Financial Statements (Continued)

The District does not have any full time employees; therefore it does not have a formal vacation or sick leave policy and does not contribute to a pension plan.

8. LONG TERM LIABILITIES

Long-term liabilities are recognized within the Enterprise Fund. The District has no long-term debt as of December 31, 1996.

9. FUND EQUITY

Contributed Capital

Grants, entitlements, or shared revenues received that are restricted for the acquisition or construction of capital assets are recorded as contributed capital. Contributed capital is not amortized based on the depreciation recognized on that portion of the assets acquired from such contributions.

Reserves

Reserves represent those portions of fund equity legally segregated for a specific future use.

10. CASH AND CASH EQUIVALENTS

As December 31, 1996, the District has cash and cash equivalents (check balances) totaling \$22,388 as follows:

Demand Deposits	\$ 3,403
Interest Bearing Demand Deposits	<u>18,985</u>
Total	<u>\$22,388</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 financial 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 financial agent. These securities are held in the name of the pledging financial agent bank in a holding or custodial bank that is mutually acceptable to both parties. As December 31, 1996, the District has \$22,388 in deposits (including bank balances). These deposits are secured from risk by federal deposit insurance and co-securities are pledged by the custodial bank in the name of the financial agent.

11. FUND DEFICITS

NEWORLEANS POLICE DISTRICT NO. 3
RICHARD PRAGER POLICE JURY
Bossierie, Louisiana
Notes to the Financial Statements (Continued)

recognized at the time liabilities are incurred. The Enterprise Fund uses the following practices in recording certain revenues and expenses:

REVENUES

The accrual basis of accounting is utilized by the Enterprise Fund. Under this method, revenues are recorded when earned. Therefore, the district records the revenues when the customers are billed each month.

Interest income on time deposits is recorded at the end of each quarter when credited by the bank.

Other revenues of the fund are generally recognized when received.

EXPENSES

Expenses are recognized at the time the liability is incurred.

D. CASH AND CASH EQUIVALENTS

Cash includes amounts in demand deposits, interest-bearing demand deposits, and money market accounts. Cash equivalents include amounts in time deposits and those investments with original maturities of 90 days or less. Under state law, the district may deposit funds in demand deposits, interest-bearing demand deposits, money market accounts, or time deposits with other banks organized under Louisiana law or any other state of the United States, or under the laws of the United States.

Under state law, the district may invest in United States bonds, treasury notes, or certificates. These are classified as investments if their original maturities exceed 90 days; however, if the original maturities are 90 days or less, they are classified as cash equivalents. Investments are stated at cost.

F. FIXED ASSETS

Fixed assets of the district are included on the balance sheet of the fund. Interest costs incurred during construction are not capitalized. Depreciation of all exhaustible fixed assets are charged on an expense against operations. Fixed assets reported on the balance sheet are net of accumulated depreciation. Depreciation is computed using the straight line method over the estimated useful-lives of 40 years for the sewer and water systems.

G. DEPRECIATION RESERVE AND PROVISION FUND

NORTHSHORE UTILITY DISTRICT NO. 2
RICHMOND PARISH POLICE JURY
Bayville, Louisiana
Notes to the Financial Statements (Continued)

considered in determining financial accountability. This criteria includes:

1. Appointing a voting majority of an organization's governing body, and
 - a. The ability of the police jury 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 police jury.
2. Organizations for which the police jury does not appoint a voting majority but are financially dependent on the police jury.
3. Organizations for which the reporting entity financial statements would be misleading if data of the organization is not included because of the nature or significance of the relationship.

Because the Richmond Parish Police Jury appoints the governing board, the district was determined to be a component unit of the Richmond Parish Police Jury, the financial reporting entity. The accompanying financial statements present information only on the funds maintained by the district and do not present information on the police jury, the general government services provided by that governmental unit, or the other governmental units that comprise the financial reporting entity.

C. FUND ACCOUNTING

The Northshore Utility District No. 2 is organized and operated on a fund basis whereby a self-balancing set of accounts (Enterprise Fund) is maintained that comprises its assets, liabilities, fund equity, revenues, and expenses. The operations are financed and operated in a manner similar to a private business enterprise, where the intent of the governing body is that the asset (expense, including depreciation) of providing services on a continuing basis be financed or recovered primarily through user charges.

D. BASIS OF ACCOUNTING

The accounting and financial reporting treatment applied to a fund is determined by its measurement focus. The Enterprise Fund is accounted for on a flow of economic resources measurement focus and a determination of net income and capital maintenance. With this measurement focus, all assets and all liabilities associated with the operation of this fund is included on the balance sheet. The Enterprise Fund uses the accrual basis of accounting. Revenues are recognized when earned and expenses are

NORTHSIDE UTILITY DISTRICT NO. 2
RICHLAND PARISH POLICE JURY
Rayville, Louisiana

Notes to the Financial Statements
As of and for the Year Ended December 31, 1996

INTRODUCTION

Northside Utility District No. 2 was created by the Richland Parish Police Jury on December 3, 1983. It was combined from several districts with a new area to be provided with water and sewer service. The district is responsible for maintaining and operating a water system and a sewerage collection and disposal system within the boundaries of the district. The district has a contract with the Town of Rayville for water pumping and the sewerage collection and disposal. The district is to be governed by a board of commissioners consisting of five (5) members appointed by the police jury. Each board member is to serve a four (4) year term until a new member is appointed. The board receives no compensation for their services and as of the date of this report, the last board appointed by the Police Jury has never met. The initial board hired a director to oversee operations of the district and the director hires contract labor when necessary.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. BASIS OF PRESENTATION

The accompanying financial statements of Northside Utility District No. 2 have been prepared in conformity with generally accepted accounting principles as applied to governmental units. The Governmental Accounting Standards Board is the accepted standard-setting body for establishing governmental accounting and financial reporting principles.

B. REPORTING ENTITY

As the governing authority of the period, the reporting purpose, the Richland Parish Police Jury is the financial reporting entity for Richland Parish. The financial reporting entity consists of (a) the primary government (police jury), (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.

Governmental Accounting Standards Board Statement No. 14 established criteria for determining which component units should be considered part of the Richland Parish Police Jury 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

WORTHINGTON TRILBY DISTRICT NO. 2
 RICHLAND PARISH POLICE JURY
 Bayouville, Louisiana
 FOMBICTAR FORD TYPE - ENTERPRISE FORD

Statement of Cash Flows
 For the Year Ended December 31, 1996

CASH FLOW FROM OPERATING ACTIVITIES:	
Net operating income (loss)	\$ <u>214,880</u>
Adjustments to reconcile net operating income (loss) to net cash provided by operating activities:	
Depreciation	\$ 16,808
Increase (decrease) in accounts receivable	2,813
(Increase) decrease in accounts payable and due to	<u>348</u>
Total adjustments	13,190
 NET CASH PROVIDED BY OPERATING ACTIVITIES	 \$ <u>228,070</u>
CASH FLOW FROM INVESTING ACTIVITIES:	
Interest earned	\$ <u>600</u>
 NET CASH PROVIDED BY INVESTING ACTIVITIES	 \$ <u>600</u>
 NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	 (778)
 CASH AND CASH EQUIVALENTS - BEGINNING	 \$ <u>22,528</u>
 CASH AND CASH EQUIVALENTS - ENDING	 \$ <u>21,750</u>

NORTHLAKE UTILITY DISTRICT NO. 2
 RICHLAND PARISH POLICE JURY
 Rapelle, Louisiana
 PROVISIONARY FUND TYPE - ENTERPRISE FUND
 ALL FUND TYPES

STATEMENT A

Combined Balance Sheet, December 31, 1984

ASSETS

Current Assets:

Cash and Cash Equivalents (Notes 1 & 2)	\$	22,188
Receivables (net) (Note 4)		<u>6,285</u>
Total Current Assets		<u>28,473</u>

Property, Plant and Equipment:

Sewer System		241,945
Water System		598,938
Less Accumulated Depreciation		<u>(162,312)</u>
Net Property, Plant and Equipment		<u>678,571</u>

TOTAL ASSETS \$ 707,044

LIABILITIES AND FUND EQUITY

Liabilities:

Current Liabilities:		
Sales Tax Payable	\$	215
Accounts Payable		1,116
Due to Management		8,000
Customer Deposits		<u>3,120</u>
Total Current Liabilities		<u>12,451</u>

Fund Equity:

Contributed Capital	\$	637,099
Retained Earnings - Unreserved (Note 3)		<u>124,182</u>
Total Fund Equity		<u>761,281</u>

TOTAL LIABILITIES AND FUND EQUITY \$ 761,281

Northside Utility District No. 2
Richard Parish Police Jury
Rayville, Louisiana

Component Unit Financial Statements
As of and for the Year Ended December 31, 1996

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Component Unit Financial Statements:		
Revised Balance Sheet, December 31, 1996 (All Fund Types)	A	
Proprietary Fund Type - Enterprise Funds		
Statement of Revenues, Expenses, and Changes in Retained Earnings, for the Year Ended December 31, 1996	B	
Statement of Cash Flows, for the Year Ended December 31, 1996	C	
Notes to the Financial Statements		D - F
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LOCAL FINANCE SECTION
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NORTHSIDE UTILITY DISTRICT NO. 2
RICHMOND PARISH POLICE JURY
Bossierie, Louisiana

COMPOUND AND FINANCIAL STATEMENTS
AS OF and FOR THE Year Ended
December 31, 1988

KAREN M. HOLLIN, CPA
PO Box 287
413 Madeline Street
Bossierie, Louisiana 71308
(504) 506-6588

NORTHSIDE UTILITY DISTRICT NO. 2
RICHARD PRINCE POLICE JURY
Bossierie, Louisiana

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MAY - 8 AM 9:08

ANNUAL (ORSM) FINANCIAL STATEMENTS
AND CERTIFICATION OF REVENUE \$50,000 OR LESS

The annual (orsm) financial statements are required by Louisiana Revised Statute 24:5134 to be filed with the Legislative Auditor within 90 days after the close of the fiscal year. The certification of revenues \$50,000 or less, if applicable, is required by Louisiana Revised Statute 24:513C(1)(3)(a) (4).

AFFIDAVIT

Personally came and appeared before the undersigned authority, J. W. Kambathin, Director, who, duly sworn, deposes and says that the financial statements herewith given present fairly the financial position of the Northside Utility District No. 2 as of December 31, 1996, and the results of operations for the year then ended, in accordance with the basis of accounting described within the accompanying financial statements.

In addition, J. W. Kambathin, who, duly sworn, deposes and says that the Northside Utility District No. 2 received \$50,000 or less in revenues and other sources for the fiscal year ending December 31, 1996, and, accordingly, is not required to have an audit for the previously mentioned fiscal year end.

J. W. Kambathin
Signature

Sworn to and subscribed before me, this 6th day of May, 1997.

James P. Hilde
NOTARY PUBLIC

Officer *Deputy Clerk of Court*
Address *200 N. 10th St.*
Shreveport, La. 71201
Phone *848-4000*

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RECEIVED
LEGISLATIVE CLERK

NORTHSIDE UTILITY DISTRICT NO. 2
PO BOX 251
BAYLUM, LOUISIANA 71222

57 APR -8 AM 9:00

April 26, 1967

FILED
MAY 26 1967
FEDERAL BUREAU OF INVESTIGATION
U.S. DEPARTMENT OF JUSTICE
MEMPHIS, TENNESSEE

Office of Legislative Auditor
MEMPHIS: Ms. Dorothy Milner
1600 NORTH THIRD
PO Box 24297
Baton Rouge, Louisiana 70804-2297

Dear Ms. Milner:

In accordance with Louisiana Revised Statute 24:514, enclosed are the annual financial statements for the Northside Utility District No. 2 as of and for the fiscal year ended December 31, 1966. The report includes all funds under the control and oversight of the district. The accompanying financial statements have been prepared in accordance with generally accepted accounting principles.

Sincerely,

J. M. McGlothlin, Director
Northside Utility District No. 2

Enclosure

Under provisions of state law, this report is a public document. A copy of the report in person submitted to the auditor or approved, credit and other appropriate public records. 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
MAY 14 1967

NORTHWEST UTILITY DISTRICT NO. 2
 BUCKLAND OFFICE POLICE JURY
 Bayville, Louisiana
 MUNICIPAL FUND TYPE - UTILITY FUND

Statement of Revenues, Expenses, and
 Changes in Retained Earnings
 For the Year Ended December 31, 1986

STARTING BALANCE

Asset fees	\$	9,188
Water fees		21,793
Miscellaneous revenues		1,500
Rebonds		<u>1150</u>
Total Operating Revenues	\$	<u>32,631</u>

OPERATING EXPENSES

Accounting	\$	2,796
Real Estate		6,000
Depreciation		18,928
Management		3,283
Water Reading		1,112
Repairs & Maintenance		1,508
Supplies		647
Utilities		1,187
Tax & License		125
Water		8,888
Waste		<u>8,888</u>
Total Operating Expenses	\$	<u>67,255</u>

OPERATING INCOME (LOSS) (34,624)

NON-OPERATING REVENUES

Interest earned on deposits		<u>600</u>
NET INCOME (LOSS)	\$	<u>113,731</u>
RETAINED EARNINGS - BEGINNING		<u>113,851</u>
RETAINED EARNINGS - ENDING	\$	<u>2,147,062</u>

See the accompanying notes and accountant's report.