

STATE OF LOUISIANA
COMPTROLLER GENERAL
OFFICE OF THE COMPTROLLER GENERAL
1000 PINE STREET
MONROE, LOUISIANA 70502
PHONE: (504) 281-5700

STATE OF LOUISIANA
TENSAS BASIN LEVEE DISTRICT
FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 1969

Under provisions of state law, this report is a public document. A copy of the report has been distributed to the auditor, or reviewer, county and other appropriate public officials. The report is available for public inspection at the Office of the Auditor General of the Legislative Auditor and, where appropriate, at the office of the parish clerk of court.

Release Date: _____, 1969

STATE OF LOUISIANA
TERRAS BASIN LEVEE DISTRICT
FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 1999

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MEEKS & CALVIT

AC CORPORATION OF CERTIFIED PUBLIC ACCOUNTANTS

308 Julia Street - Rayville, Louisiana 71289 - 337-738-0807 - Fax 337-738-1801

Zoe P. Meeks, CPA

Sylvia B. Calvit, CPA

To the Board of Commissioners
Tensas Basin Levee District
Rayville, Louisiana

INDEPENDENT AUDITORS' REPORT

We have audited the accompanying general purpose financial statements of the Tensas Basin Levee District, a corporation, unit of the State of Louisiana, as of and for the year ended June 30, 1999, as listed in the table of contents. These general purpose financial statements are the responsibility of the Levee District'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 the standards applicable to financial audits contained in 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 financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

In our opinion, the general purpose financial statements referred to above present fairly, in all material respects, the financial position of the Tensas Basin Levee District as of June 30, 1999, and the results of its operations and cash flows of its proprietary fund open 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 September 21, 1999 on our consideration of the Tensas Basin Levee District's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts and grants.

Our audit was made for the purpose of forming an opinion on the financial statements taken as a whole. The accompanying financial information listed as supplementary schedules in the table of contents is presented for purposes of additional analysis and is a required part of the financial statements of the Tensas Basin Levee 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 stated in all material respects, in relation to the general purpose financial statements taken as a whole.

Theresa J. Cantelero

September 22, 1999

MEEKS & CALVIT

A CORPORATION OF CERTIFIED PUBLIC ACCOUNTANTS

701 Julia Street • Rayville, Louisiana 71268 • 318-728-0807 • Fax 318-728-5150

Zoe F. Meeks, CPA

Sylvia B. Calvit, CPA

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

To the Board of Commissioners
Tensas Basin Levee District
Rayville, Louisiana

We have audited the general purpose financial statements of the Tensas Basin Levee District, a component unit of the State of Louisiana, as of and for the year ended June 30, 1999 and have issued our report thereon dated September 22, 1999. We conducted our audit in accordance with generally accepted auditing standards applicable to financial audits conducted in Government Auditing Standards, issued by the Comptroller General of the United States.

Compliance

As part of obtaining reasonable assurance about whether the Tensas Basin Levee District's general purpose financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grants, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with these provisions was not an objective of our audit and, accordingly, we do not express such an opinion. The results of our tests 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 Tensas Basin Levee District's 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.

This report is intended for the information of the audit committee, management, and the Legislative Auditors of the State of Louisiana. However, this report is a matter of public record and its distribution is unlimited.

Theresa J. Calver

September 23, 1999

STATE OF LOUISIANA
 MISSISSIPPI LEVEE DISTRICT
 COMBINED BALANCE SHEET - ALL FUNDS - FUND AND ACCOUNT GROUPS
 FOR 2010

ASSETS	GOVERNMENTAL FUNDS		PROPRIETARY FUNDS		ACCOUNT GROUPS			TOTAL PERSONNEL/PROGRAM SALARY
	General Fund	Special Services Fund	General Fund	Special Levee Fund	General Fund	Special Levee Fund	Other Accounts	
Cash and cash equivalents	\$1,075,074	\$58,579				\$181,208		\$1,095,047
- Cash in agent bank	1,792,128							1,792,128
Investments	485,861							485,861
Accounts to be paid for					\$5,392,044			5,392,044
- Advances of annual levee debt								
- Memberships (net of advances) (24 non-voting)								
- Other assets								
- Other assets								
Total assets	<u>\$3,353,063</u>	<u>58,579</u>		<u>28,173</u>	<u>5,392,044</u>	<u>181,208</u>		<u>\$13,805,452</u>
LIABILITIES AND FUND EQUITIES								
LIABILITIES								
Accounts payable	34,489							34,489
Advances to other people	24,878							24,878
Payroll liabilities payable	111							111
Payroll deduction payable						551,248		551,248
Estimated annual levee liability								181,208
Estimated liability for claims								28,173
Total liabilities						<u>551,248</u>		<u>756,469</u>
FUND EQUITIES								
- Increase in general fund assets					1,652,044			1,652,044
- Resident's savings								
Fund balance:								
- Unreserved (unassigned)	1,344,890							1,344,890
- Assigned	1,003,007							1,003,007
Total fund equity	<u>2,347,897</u>				<u>1,652,044</u>			<u>3,999,941</u>
Total liabilities and fund equity	<u>\$3,353,063</u>	<u>58,579</u>		<u>28,173</u>	<u>\$3,353,063</u>	<u>181,208</u>		<u>\$13,805,452</u>

STATEMENT A

STATE OF LOUISIANA
 TERREBAS BASIN LEVEE DISTRICT
 COMBINED STATEMENT OF REVENUES, EXPENDITURES
 AND CHANGES IN FUND BALANCE
 GOVERNMENTAL FUND TYPE
 FOR THE YEAR ENDED JUNE 30, 1989

	GENERAL FUND
REVENUES	
Taxes	\$1,566,143
Intergovernmental receipts	173,574
Use of money and property	375,688
Sales of obsolete equipment	32,878
Other revenues and reimbursements	<u>886,205</u>
Total revenues	<u>2,534,488</u>
EXPENDITURES	
Personal services	990,629
Retired benefits	437,516
Travel	27,497
Supplies	385,767
Operating services	182,505
Professional services	89,003
Deductions from Ad Valorem taxes for:	
Retirement systems	48,618
Capital outlay	311,532
Acquisition of right of ways	515,385
Emergency expenditures - flood fight	<u>3,356</u>
Total expenditures	<u>2,812,541</u>
Excess of revenues over expenditures	<u>721,947</u>
Other financing sources (uses)	
Intrafund transfers in	-
Interfund transfers out	-
Other	<u> </u>
Total other financing sources (uses)	<u> </u>
Excess of revenues and other sources over expenditures and other uses	721,947
Fund balance at beginning of year	1,217,928
Fund balance at end of year	<u>\$1,939,875</u>

STATEMENT B

The accompanying notes are an integral part of this statement.

STATE OF LOUISIANA
 TENNESSEE BASIN LEVEE DISTRICT
 COMBINED STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
 IN FUND BALANCE - BUDGET AND ACTUAL
 GENERAL FUNDS
 FOR THE YEAR ENDED JUNE 30, 1999

	GENERAL FUNDS		Variance Favorable (Adverse)
	Budget	Actual	
REVENUES			
Taxes	\$1,565,000	\$1,566,147	\$1,147
Intergovernmental receipts	179,798	173,574	(6,224)
Use of money and property	912,590	179,888	(732,702)
Salus of obsolete equipment	29,000	33,876	4,876
Other revenues and reimbursements	<u>847,150</u>	<u>866,205</u>	<u>18,855</u>
Total revenues	<u>3,133,538</u>	<u>2,819,688</u>	<u>(313,850)</u>
EXPENDITURES			
Personal services	1,006,080	958,629	\$47,451
Retired benefits	493,580	437,918	55,662
Travel	15,808	27,497	(11,689)
Materials and supplies	416,180	388,267	27,913
Operating services	112,590	102,919	9,671
Professional services	196,000	89,912	106,088
Capital outlay & flood control	1,875,000	134,888	1,740,112
Acquisition of right of ways	605,590	523,283	82,307
Other	<u>87,450</u>	<u>88,818</u>	<u>(1,368)</u>
Total expenditures	<u>4,787,580</u>	<u>2,832,541</u>	<u>1,955,039</u>
Excess (deficiency) of revenues over expenditures	<u>(1,574,042)</u>	<u>81,347</u>	<u>1,655,389</u>
Other financing sources (uses)			
Intrafund transfers in	-	-	-
Intrafund transfers out	-	-	-
Other	<u>-</u>	<u>-</u>	<u>-</u>
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of revenues and other sources over expenditures and other uses	<u>(1,574,042)</u>	<u>81,347</u>	<u>1,655,389</u>
Fund balance at beginning of year	<u>2,217,528</u>	<u>2,217,528</u>	<u>-</u>
Fund balance at end of year	<u>\$5,642,518</u>	<u>\$2,298,875</u>	<u>\$3,343,643</u>

STATEMENT C

The accompanying notes are an integral part of this statement.

STATE OF LOUISIANA
 TENNESSEE BASIN LEVEE DISTRICT
 COMBINED STATEMENT OF REVENUES, EXPENSES AND CHANGES IN
 RETAINED EARNINGS
 PROPRIETARY FUND TYPE
 FOR THE YEAR ENDED JUNE 30, 1999

	INTERNAL SERVICE FUND - <u>SELF INSURANCE PLAN</u>
OPERATING REVENUES	
Insurance Premiums	\$162,522
Interest Earned	<u>1,910</u>
Total operating revenues	164,432
OPERATING EXPENSES	
Claims expense - paid	158,124
Claims expense - estimated	<u>15,381</u>
Total operating expenses	173,505
Net income	-
RETAINED EARNINGS, Beginning of Year	<u>1,000,000</u>
RETAINED EARNINGS, End of Year	<u>\$ 1,000,000</u>

STATEMENT D

The accompanying notes are an integral part of this statement.

STATE OF LOUISIANA
 Tensas Basin Levee District
 STATEMENT OF CASH FLOWS
 PROPRIETARY FUND TYPE
 FOR THE YEAR ENDED JUNE 30, 1999

	<u>INTERNAL SERVICE FUND - SELF INSURANCE PLAN</u>
CASH FLOWS FROM OPERATING ACTIVITIES:	
Operating Income	\$ -
Adjustments to Reconcile Operating Income to Net Cash Provided by Operating Activities:	
(Increase) decrease in receivables	12,882
Increase (decrease) in estimated claims liability	15,904
Increase (decrease) in payables	<u>(25,488)</u>
NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES	2,298
OTHER CASH FLOWS	<u>-</u>
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	2,298
CASH AND CASH EQUIVALENTS, BEGINNING OF YEAR	<u>1,808</u>
CASH AND CASH EQUIVALENTS, END OF YEAR	<u>4,106</u>

STATEMENT E

The accompanying notes are an integral part of this statement.

STATE OF LOUISIANA
 TENNESSEE BASIN LEVEE DISTRICT
 NOTES TO FINANCIAL STATEMENTS
 JUNE 30, 1989

A. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The Tennessee Basin Levee District was created by the Louisiana State Legislature under the provisions of the Louisiana Constitution of 1974, Article 8, Section 34. The levee district includes all or portions of the following parishes: Catahoula, Calibouff, Franklin, Morehouse, Richland, Ouachita, Lafaille and West Carroll. The levee district primarily provides flood protection for those areas contained in the district. The Board of Commissioners administers the operations and responsibilities of the levee district in accordance with the provisions of Louisiana statute. The eleven members of the board of commissioners which governs the District are appointed by the governor of the State of Louisiana.

In April of 1984, the Financial Accounting Foundation established the Governmental Accounting Standards Board (GASB) to promulgate generally accepted accounting principles and reporting standards with respect to activities and transactions of state and local governmental entities. The Codification of Governmental Accounting and Financial Reporting Standards and subsequent GASB pronouncements are recognized as generally accepted accounting principles for state and local governments.

The Tennessee Basin Levee District prepares its financial statements in accordance with the standards established by the GASB. GASB Codification Section 2100 establishes criteria for determining the governmental reporting entity and has defined the governmental reporting entity to be the State of Louisiana. The accompanying statements present only transactions of the Tennessee Basin Levee District, a component unit of the State of Louisiana.

Annually, the State of Louisiana issues general purpose financial statements which include the activity contained in the accompanying financial statements. The general purpose financial statements are issued by the Louisiana Division of Administration-Statistical Reporting and Accounting Policy and audited by the Louisiana Legislative Auditor.

B. FUND ACCOUNTING

The accounts of the levee 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. Revenues are accounted for in these individual funds based upon the purpose for which they are to be spent and the means by which spending activities are controlled. The funds presented in the accompanying financial statements are described as follows:

General Fund

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

Internal Service Fund

The Internal Service Fund is used to account for the financing of a self-insured health insurance plan for the employees and retirees of the Tennessee Basin Levee District.

STATE OF LOUISIANA
 TERREBAS BASIN LEVEE DISTRICT
 NOTES TO FINANCIAL STATEMENTS
 JUNE 30, 1999

Account Groups

The two account groups are not "funds." They are concerned only with the measurement of financial position, not with measurement of results of operations.

Fixed assets used in the governmental fiscal type operations (general fund assets) are accounted for in the General Fixed Assets Account Group, rather than in governmental funds. Public domains or infra-structures are not capitalized. No depreciation has been provided on general fixed assets. All fixed assets are valued at historical cost or estimated historical cost if historical cost is not available. If not available, asset values are estimated based on similar assets acquired during the approximate time period.

Long-term obligations reported to be financed from governmental funds are accounted for in the General Long-Term Obligations Account Group, not in the governmental funds.

C. BASIS OF ACCOUNTING

Basis of accounting refers to when revenues and expenditures, or expenses as appropriate, are recognized and reported in the financial statements. Basis of accounting relates to the timing of the measurements made, regardless of the measurement focus applied. The records are maintained on the modified accrual basis of accounting utilizing the following practices in recording revenues and expenditures:

Revenues - All valueren taxes and the related State Revenue Sharing (which is based on population and households in the parish) are recorded in the year the taxes are assessed. All valueren taxes are assessed on a calendar year basis, become due on November 15 of each year and become delinquent on December 31. The taxes are generally collected in December of the current year and January and February of the ensuing year. Interest, lease and royalty revenues are recorded when earned. Substantially all other revenues are recorded when received.

Expenditures - Expenditures are generally recognized under the modified accrual basis of accounting when the related fund liability is incurred, except for the accumulated annual lease which is not accrued, but reflected in the General Long-Term Obligation Account Group.

D. BUDGETARY PRACTICES

The Terrebas Basin Levee District utilizes the following budgetary practices: The budget of the Terrebas Basin Levee District were prepared and adopted based on the modified accrual basis of accounting for the year ended June 30, 1999 which was also used for financial reporting purposes. The budget is prepared no later than ninety days prior to the end of the fiscal year. The budget was adopted June 9, 1998 for the year ending June 30, 1999. The budget was amended on June 8, 1999. The budget comparison (Statement C) reflects all amendments to the budget for the year. All unexpended appropriations lapse at year end.

STATE OF LOUISIANA
TERRAS BASIN LEVEE DISTRICT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 1989

E. DEPOSITS WITH FINANCIAL INSTITUTIONS AND INVESTMENTS

1. DEPOSITS WITH FINANCIAL INSTITUTIONS

For reporting purposes, deposits with financial institutions include cash, demand deposits, time deposits, and certificates of deposit. Under state laws, the Terras Basin Levee District may deposit funds within a fiscal agent bank selected and designated the Interim Emergency Board. Further, the Levee District may invest in time certificates of deposit of state banks organized under the laws of Louisiana, national banks having their principal office in the state of Louisiana, in savings accounts or shares of savings and loan associations and savings banks and in share accounts and share certificate accounts of federally or state chartered credit unions.

For the purpose of the Statement of Cash Flows, all highly liquid investments are considered to be cash equivalents.

As reflected on Statement A, the Terras Basin Levee District had cash and cash equivalents totaling \$1,186,647 at June 30, 1989. Cash and cash equivalents are stated at cost, which approximates market. Under state law, these deposits 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. These pledged securities are held in the name of the pledging fiscal agent bank in a holding or custodial bank in the form of safekeeping receipts held by the State Treasurer.

The deposits at June 30, 1989 were accrued as follows:

	Demand Deposit Cash	Certificate of Deposit	Total
Reported Amount on Balance Sheet		\$	
Bank Balances:			
a. Insured (FDIC) or collateralized with securities held by the entity or its agent <i>in the entity's name</i>	\$ 111,080	-	\$ 111,080
b. Collateralized with securities held by pledging financial institution's trust department or agent <i>in the entity's name</i>	965,647	-	965,647
c. Uncollateralized, including any securities held for the entity but not <i>in the entity's name</i>	-	-	-
TOTAL Bank Balances	<u>\$1,076,727</u>	<u>\$</u>	<u>\$1,186,617</u>

STATE OF LOUISIANA
 TENNESSEE BASIN LEVEE DISTRICT
 NOTES TO FINANCIAL STATEMENTS
 JUNE 30, 1989

3. INVESTMENTS

The Tennessee Basin Levee District does maintain investment accounts as authorized by the Louisiana Revised Statutes. Under state law, the district may invest in United States Bonds, Treasury notes, or certificates.

The Board of Commissioners of the Tennessee Basin Levee District allows investments only in:

- a. U. S. Treasury Obligations (bills, notes and bonds)
- b. U. S. Government Agency Securities and Instrumentalities of Government Sponsored Corporations
- c. Bankers' Acceptances
- d. Repurchase Agreements
- e. Certificate of Deposits of commercial banks
- f. Certificate of Deposits of savings and loan associations
- g. Local government investment pool

At June 30, 1989, the Tennessee Basin Levee District had investments in Federal National Mortgage Association (FNMA) in the amount of \$1,999,496 and in Federal Home Loan Mortgage Corp. (FHLMC) and FIMBIC's in the amount of \$2,624,215 and FANNIE MAE and GINNIE MAE (FHLMC Trust CMBS) in the amount of \$1,182,379. The investments are carried at fair value as of the balance sheet date.

Investments can be classified according to the level of risk to the entity. Investments made by the Tennessee Basin Levee District as of June 30, 1989 are summarized below by the category of risk.

Category 1 - Insured or registered in the entity's name, or securities held by the entity or its agent *in the entity's name*

Category 2 - Uninsured or registered with securities held by the counterparty's trust department or agent *in the entity's name*

Category 3 - Uninsured and unregistered with securities held by the counterparty, or by its trust department or agent *but not in the entity's name*

STATE OF LOUISIANA
TENSAS BASIN LEVEE DISTRICT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 1999

Type of Investment	Contract Risk			Reported Amount	Fair Value
	1	2	3		
Repurchase Agreements	\$ -	\$ -	\$ -	\$ -	\$ -
U. S. Government Securities	5,742,110	-	-	5,742,110	5,742,110
Common & Preferred Stock	-	-	-	-	-
Commercial Paper	-	-	-	-	-
Corporate Bonds	-	-	-	-	-
TOTAL	\$5,742,110	\$ -	\$ -	\$5,742,110	\$5,742,110

F. RECEIVABLES

The following is a summary of receivables at June 30, 1999:

Class of Receivable	
Ad Valorem Taxes	\$ 4,347
Reimbursements - S. E. Atchafalaya Levee District	175,715
Reimbursements - U. S. Army Corps of Engineers	110,568
Other	10,950
TOTAL	\$310,580

G. GENERAL FIXED ASSETS

Fixed assets are recorded at expenditures at the time purchased or constructed, and the related assets are reported in the general fixed assets account group. Public domain or infrastructures are not capitalized. No depreciation has been provided on general fixed assets. All fixed assets are valued at historical cost or estimated cost if historical cost is not available.

A summary of changes in general fixed assets follows:

STATE OF LOUISIANA
 TERREBAS BASIN LEVEE DISTRICT
 NOTES TO FINANCIAL STATEMENTS
 JUNE 30, 1999

	<u>Land</u>	<u>Buildings</u>	<u>Vehicles & Equipment</u>	<u>Total</u>
Balance 7-01-88	\$73,132	\$623,639	\$1,356,604	\$2,153,365
Additions	-	126,385	308,394	434,779
Deletions	-----	-----	(31,693)	(31,693)
Balance 6-30-99	<u>\$73,132</u>	<u>\$750,024</u>	<u>\$1,673,305</u>	<u>\$2,596,461</u>

II. INVENTORIES

Inventories of the district are recorded at cost and recognized as an expenditure when purchased.

1. LEAVE

Levee District employees, both classified and unclassified, earn annual and sick leave at various rates depending on the number of years in service. The amount of annual and sick leave that may be accumulated by each employee is unlimited. Upon termination, an employee is compensated for up to 360 hours of unused annual leave at the employee's hourly rate of pay at the time of termination. Upon retirement, the number of hours of unused sick leave is computed and considered in computing the years of service for retirement benefit purposes.

The liability for unused annual leave payable at June 30, 1999, computed in accordance with GASBS Codification Section 200, is estimated to be \$101,368. This liability has been recorded within the General Long-Term Obligation Account Group.

1. GENERAL LONG-TERM OBLIGATIONS

The following is a summary of the long-term obligation transactions for the year ended June 30, 1999:

Long-term obligation payable at July 1, 1998	\$ 87,408
Additions	65,887
Retirements	(51,927)
Long-term obligations payable at June 30, 1999	<u>\$101,368</u>

The long-term obligations outstanding at June 30, 1999 consist of the liability for unused annual leave as described in Note 1.

STATE OF LOUISIANA
 TENNESSEE BASIN LEVEE DISTRICT
 NOTES TO FINANCIAL STATEMENTS
 JUNE 30, 1998

K. FUND EQUITY

Reserves

Reserves represent those portions of fund equity not appropriate for expenditures or legally segregated for a specific future use.

Designated Fund Balances

Designated fund balances represent tentative plans for future use of financial resources. Designation of fund equity are used to show the amounts within unreserved equity which are intended to be used for specific purposes, but are not legally restricted. In the General Fund, \$1,963,973 designated for future expenditures on the Ouachita River Levee Project.

L. TOTAL COLUMNS ON COMBINED STATEMENTS - OVERVIEW

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

M. LEVIED TAXES

The Tennessee Basin Levee District has levied an ad valorem tax in all parishes which are included in the district: Catahoula, Calhoun, Franklin, Morehouse, Richland, Ouachita, LaFayette, and West Carroll. The levy is 2.93 mills which is within the millage of 3.0 which is authorized by state statute.

N. RETIREMENT BENEFITS

Plan Description. Substantially all employees of the Tennessee Basin Levee District are members of the Louisiana State Employees' Retirement System (LASERS), a cost-sharing, multiple-employer defined benefit pension plan administered by a separate board of trustees. The LASERS provides retirement benefits as well as disability and survivor benefits. Benefits are established and amended by state statute. Benefits granted by the LASERS are guaranteed by the State of Louisiana under provisions of the Louisiana Constitution of 1974. The LASERS issues a publicly available financial report that includes financial statements and required supplementary information. That report may be obtained by writing to the Louisiana State Employees' Retirement, Post Office Box 44211, Baton Rouge, Louisiana 70804-4211, or by calling (584) 822-6600.

STATE OF LOUISIANA
 TENNESSEE BASIN LEVEE DISTRICT
 NOTES TO FINANCIAL STATEMENTS
 JUNE 30, 1999

Funding Policy. Plan members of this office are required by state statute to contribute 7.5 percent of their annual covered salary and the Tennessee Basin Levee District is required to contribute at an actuarially determined rate. The current employer rate is 12.4 percent of annual covered payroll. The employer contribution rate was 13 percent for the year ended June 30, 1998 and 12.4 percent for the year ended June 30, 1997. The contribution requirements of plan members and the office are established and may be amended by state statute. As provided by state statute, the employer contributions are determined by actuarial valuation and are subject to change each year based on the results of the valuation for the prior fiscal year. The district's employer contribution to the LASERS for the year ending June 30, 1999 was \$94,367, equal to the required contributions for that year. The district's employer contribution was \$84,218 for the year ended June 30, 1998 and \$77,400 for the year ended June 30, 1998.

G. POSTRETIREMENT HEALTH CARE AND LIFE INSURANCE BENEFITS

The Tennessee Basin Levee District currently provides certain continuing health care and life insurance benefits for its retired employees. Substantially all of the levee district employees become eligible for those benefits if they reach normal retirement age while working for the levee district. The levee district pays one-half of the premium cost for its retirees and all of the premium cost for its active employees. Those benefits for retirees and similar benefits for active employees are provided primarily through a self-insurance fund which is reinsured by an insurance company. The levee district recognizes the cost of providing the benefits (levee district's portion of premiums) as an expenditure when paid during the year, which was \$326,437 for the year ended June 30, 1999. The levee district's cost of providing retiree health care and life insurance benefits are recognized as expenditures when the monthly premiums are paid. For the year ended June 30, 1999, the costs of retiree benefits totaled \$16,658. As of June 30, 1999, there were 42 active employees and 7 retirees eligible to participate in the plan.

F. HEALTH CARE PLAN - SELF INSURED

On February 1, 1996, the Tennessee Basin Levee District instituted a self-insurance plan for the purpose of providing health insurance coverage for its employees and retirees. The plan is funded through premiums paid by the General Fund of the Tennessee Basin Levee District which are deposited in an escrow account. The levee district is responsible for a deductible amount of \$10,000 per covered employee per year to be paid out of the escrowed funds. Any claims in excess of the \$10,000 deductible are reimbursed by an excess insurance policy purchased by the levee district. This policy pays up to \$1,000,000 per person and has a plan limit of \$2,000,000. As of June 30, 1999, the levee district had 42 employees and retirees participating in the plan and a cash escrow balance of \$30,713 for payment of future claims. The plan is accounted for in the Internal Services Fund.

STATE OF LOUISIANA
Tensas Basin Levee District
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 1999

Q. OTHER REVENUES AND REIMBURSEMENTS

The Tensas Basin Levee District has an agreement with the Southeast Arkansas Levee District whereby certain levee maintenance expenditures are made by the Tensas Basin Levee District for the Southeast Arkansas Levee District. The Southeast Arkansas Levee District reimburses the Tensas Basin Levee District for 100% of the expenditures on a semi-annual basis. In addition to the reimbursement, an administrative fee of 1% of the total reimbursable expenditures is paid by the Southeast Arkansas Levee District. For the year ended June 30, 1999, the reimbursement amounted to \$248,675. Also included in "Other revenues and reimbursements" are amounts reimbursed by the U. S. Army Corps of Engineers for ongoing projects which are sponsored by the Tensas Basin Levee District. The reimbursement for expenditures during the year ended June 30, 1999 was \$509,348.

R. LITIGATION AND CLAIMS

The levee district was a defendant in litigation as of the date of issuance of this report. The plaintiff in the suit alleges negligence of the Tensas Basin Levee District in building 100 feet of levee resulting in erosion. The damages claimed are in the amount of \$60,000. Although the attorney for the levee district estimated that the district will prevail in the litigation, the district has full coverage insurance to cover the claim.

S. ENCUMBRANCES

The levee district does not use encumbrance accounting.

SUPPLEMENTARY INFORMATION SCHEDULES

STATE OF LOUISIANA
 TENNESSEE BASIN LEVEE DISTRICT
 SCHEDULE OF PER DIEM PAID TO BOARD MEMBERS
 FOR THE YEAR ENDED JUNE 30, 1999

Name _____	
H. A. Broughton	\$ 600
Harris Brown	1,890
Ferry H. Felton	1,275
Paul Keshley	1,200
Rex G. Kerwin	1,115
James P. Mayo	350
Sheldon Ruffin	215
Vernoy Kinward	1,350
Harlon Kibbler	1,425
A. J. Chapman	350
Jimmy Don Hudson	_____
TOTAL	<u>\$8,720</u>

Schedule 1

STATE OF LOUISIANA
TERRAS BASIN LEVEE DISTRICT
SCHEDULE OF STATE FUNDING
FOR THE YEAR ENDED JUNE 30, 1989

DESCRIPTION OF FUNDING

State Revenue Sharing

100.00

STATE OF LOUISIANA
 TEXAS BASIN LEVEE DISTRICT
 CASH BASE
 SCHEDULE OF FEDERAL FINANCIAL ASSISTANCE
 FOR THE YEAR ENDED JUNE 30, 1999

DEPARTMENT: GENERAL FUND	PROGRAM NAME	CDAL NUMBER	GRANTOR	PROJECT NAME	RECEIPT PASSED NUMBER	IMPLEMENTATION EXPENSES
						2025