

GRAVITY DRAINAGE DISTRICT NO. 6
JEFFERSON DAVIS PARISH POLICE JURY
JENNINGS, LOUISIANA

ANNUAL SWORN COMPONENT UNIT FINANCIAL STATEMENTS
DECEMBER 31, 1999

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INDEPENDENT ACCOUNTANTS' COMPILATION REPORT

Board of Commissioners
Gravity Drainage District No. 6
Jefferson Davis Parish, Louisiana

We have compiled the accompanying annual sworn component unit financial statements of the Gravity Drainage District No. 6, a component unit of the Jefferson Davis Parish Police Jury, as of December 31, 1995, and for the year then ended, 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. We have not audited or reviewed the accompanying annual sworn component unit statements, and, accordingly, do not express an opinion or any other form of assurance on them.

Krielow, Gillespie & Co.

Jefferson, Louisiana
June 24, 1996

**CRAVITY DRAINAGE DISTRICT NO. 1
EXTENDED BAYSHORE POLICE DISTRICT
Deeridge, Louisiana**

**ALL FUND TYPES AND ACCOUNT GROUPS
Balance Sheet as of December 31, 1995**

	GOVERNMENTAL FUND TYPES			ACCOUNT GROUP	TOTAL (BAYSHORE DISTRICT ONLY)
	GENERAL	SPECIAL REVENUES	DEBT SERVICES	LONG TERM DEBT	
ASSETS AND OTHER CREDITS					
Assets:					
Cash	\$ 11,028	\$ 11,028	\$ 1,111	\$ -	\$ 23,167
Due from other funds	1,888	1,888	-	-	3,774
Other assets:					
Amount to be provided for retirement of general long term debt	-	-	-	10,000	10,000
TOTAL ASSETS AND OTHER DEBITS	\$ 13,916	\$ 13,916	\$ 1,111	\$ 10,000	\$ 38,943
LIABILITIES, EQUITY, AND OTHER CREDITS					
Liabilities:					
Unfundswarrants	\$ 787	\$ -	\$ 517	\$ -	\$ 1,304
Due to other funds	-	-	4,774	-	4,774
Wages payable	-	-	-	10,000	10,000
Transfers-in-advance	787	-	787	1,000	2,574
Equity and Other Funds:					
Reserved for debt service	-	-	1,500	-	1,500
Transfers-in-advance designated for future expenditures	-	11,028	-	-	11,028
Special income reserves not budgeted	1,130	-	-	-	1,130
Total Fund Equity and Other Credits	\$ 1,130	\$ 11,028	\$ 1,500	\$ -	\$ 13,658
TOTAL LIABILITIES, EQUITY, AND OTHER CREDITS	\$ 13,916	\$ 13,916	\$ 3,111	\$ 10,000	\$ 38,943

The Accompanying Notes are an Integral Part of this Statement

**GRANTY BRASSAGE DISTRICT NO. 2
JEFFERSON DAVIS PARISH POLICE JURY
Jennings, Louisiana**

**ALL GOVERNMENTAL - FUND-TYPE
COMBINED STATEMENT OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE
For the Year Ended December 31, 1999**

	<u>GENERAL</u>	<u>SPECIAL REVENUES</u>	<u>DEED SERVICE</u>	<u>TOTAL (COMBINATION ONLY)</u>
REVENUES				
Ad valorem taxes	\$ 34,288	\$ 0-	\$ 16,735	\$ 51,023
State government revenues:				
state revenue sharing	3,498	0-	0-	3,498
Interest earnings	763	2,501	62	3,326
Total revenues	\$ 38,849	\$ 2,501	\$ 16,857	\$ 58,207
EXPENDITURES				
Current:				
Board pay/allowances	\$ 2,665	\$ 0-	\$ 0-	\$ 2,665
Advertising, dues and subscriptions	63	0-	0-	63
Professional services	6,502	0-	0-	6,502
Operating services and materials	23,671	0-	0-	23,671
Other expenditures	88	0-	0-	88
Intergovernmental:				
Deduction from ad valorem taxes position	1,890	0-	543	1,890
Debt service:				
Principal	0-	0-	17,000	17,000
Interest	0-	0-	1,787	1,787
Total expenditures	\$ 35,899	\$ 0-	\$ 19,330	\$ 55,229
EXCESS OF REVENUES OVER EXPENDITURES	\$ 2,950	\$ 2,499	(\$ 2,473)	\$ 2,976
OTHER FINANCING SOURCES (USES)				
Operating transfers in	\$ 3,400	\$ 0-	\$ 0-	\$ 3,400
Operating transfers out	0-	3,400	0-	(3,400)
Total other financing sources (uses)	\$ 3,400	(\$ 3,400)	\$ 0-	\$ 0-
EXCESS OF REVENUES AND OTHER SOURCES OVER EXPENDITURES	\$ 7,350	(\$ 901)	(\$ 2,473)	\$ 3,976
FUND BALANCE AT BEGINNING OF YEAR	18,200	62,872	504	81,576
FUND BALANCE AT END OF YEAR	\$ 25,550	\$ 61,971	(\$ 1,969)	\$ 85,552

The Accompanying Notes Are An Integral Part Of This Statement.

**GRAVITY DRAINAGE DISTRICT NO. 6
JEFFERSON DAVIS PARISH POLICE JURY
Bossier, Louisiana**

**Notes to the Financial Statements
As of and for the Year Ended December 31, 1995**

INTRODUCTION

The Gravity Drainage District No. 6 (District) was created by the Jefferson Davis Parish Police Jury pursuant to LSA-RS 38:1721 in 1994. The District primarily has the power and authority, within its boundaries, to plan, construct, maintain and operate such works of improvement as land treatment of watershed protection, flood prevention works, irrigation improvements, recreation, municipal and industrial water storage, and fish and wildlife developments.

Under the provisions of LSA-RS 38:1738, the District shall be governed and controlled by five commissioners who shall be the governing authority of the District. These commissioners at their spouses must own at least five hundred dollars in real estate in the district, or they must be the representative of some corporation owning at least five hundred dollars in real estate in the district. Each commissioner shall serve a term of four years. In the absence of any position or recommendation, the police jury may appoint commissioners at their discretion.

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. BASIS OF PRESENTATION

The accompanying financial statements have been prepared in conformity with generally accepted accounting principles (GAAP) as applied to governmental units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles.

B. REPORTING ENTITY

Section 2000 of the GASB Codification of Governmental Accounting and Financial Reporting Standards (GASB Codification) established criteria for determining the governmental reporting entity and component units that should be included within the reporting entity. Oversight responsibility by the police jury is determined on the basis of the following criteria:

1. Appointment of governing board
2. Designation of management
3. Ability to significantly influence operations
4. Accountability for fiscal matters
5. Scope of public service

**GRAVITY DRAINAGE DISTRICT NO. 4
JEFFERSON DAVIS PARISH POLICE JURY
Jennings, Louisiana**

**Notes to the Financial Statements
As of and for the Year Ended December 31, 1995**

Because the police jury appoints members of the board and has the ability to significantly influence operations, the District was determined to be a component unit of the Jefferson Davis Parish Police Jury, the governing body of the parish with the oversight responsibility. The accompanying financial statements present information only on the funds maintained by the District and do not present information of the Police Jury, the general government services provided by that governmental unit, or the other governmental units that comprise the governmental reporting entity.

C. FUND ACCOUNTING

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

A fund is a separate accounting entity with a self-balancing set of accounts. On the other hand, an account group is a financial reporting device designed to provide accountability for certain assets and liabilities that are not recorded in the funds because they do not directly affect net expendable financial resources.

Funds of the District are classified as governmental funds. Governmental funds account for the District's general activities, including the collection and disbursement of specific or legally restricted monies. Governmental funds of the District include:

GENERAL FUND

The general fund is the District's primary operating fund. It accounts for all financial resources of the general government, except those required to be accounted for in another fund.

SPECIAL REVENUE FUND

The special revenue fund is used to account for financial resources that the District has specifically set aside to be used in funding the capital outlay (pipes) of the drainage system. The only limitations of the fund are the ones imposed by the District itself.

DEBT SERVICE FUND

The debt service fund accounts for the servicing of general long-term debt not being financed by proprietary or nonexpendable trust funds.

**GRAVITY DRAINAGE DISTRICT NO. 6
JEFFERSON DAVIS PARISH POLICE JURY
Jennings, Louisiana**

**Notes to the Financial Statements
As of and for the Year Ended December 31, 1995**

D. BASIS OF ACCOUNTING

The accounting and financial reporting treatment applied to a fund is determined by its measurement focus. The governmental funds are accounted for using a current financial resources measurement focus. With this measurement focus, only current assets and current liabilities are generally included on the balance sheet. Operating statements of these funds present increases and decreases in net current assets. The modified accrual basis of accounting is used by the governmental funds. The governmental funds use the following practices in recording revenues and expenditures:

Revenues

All valorem taxes and the related state revenue sharing (which is based on population and households in the parish) are recognized as revenues during the budgetary period the levy was intended to finance. All valorem taxes are assessed for the calendar year, 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. Any collections of ad valorem taxes or state revenue sharing prior to the period it was intended to finance are recorded as deferred revenues.

Interest income represents amounts earned on checking accounts deposited with financial institutions. Interest earned on checking accounts is recorded when available.

Substantially all other revenues are recorded when received.

Expenditures

Expenditures are generally recognized under the modified accrual basis of account when the related fund liability is incurred.

E. BUDGET PRACTICES

The District did not adopt a budget for the year 1995 as required by LSA-RS 39:1204 et. seq.

F. ENCUMBRANCES

The District does not utilize encumbrance accounting.

GRAVITY DRAINAGE DISTRICT NO. 6
JEFFERSON DAVIS PARISH POLICE JURY
Bossier, Louisiana

Notes to the Financial Statements
As of and for the Year Ended December 31, 1995

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

H. FIXED ASSETS

The District has no fixed assets as discussed in item C above.

I. PENSION PLAN

The District has no full-time employees that qualify for participation in any of the public employee retirement systems.

J. LONG-TERM OBLIGATIONS

Long-term obligations expected to be financed from governmental funds are accounted for in the general long-term obligations account group. Expenditures for principal and interest payments for long-term obligations are recognized in the Debt Service Fund when due.

K. TOTAL COLUMNS ON STATEMENTS

The total columns on the 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 or results of operations in conformity with generally accepted accounting principles. Neither is such data comparable to a consolidation. Interfund eliminations have not been made in the aggregation of this data.

2. LEVIED TAXES

The District's tax millage for 1994 was utilized to fund expenditures for the year 1995. The tax millage for 1994 was 8.58, dedicated as follows:

General fund	5.78 mills
Debt service fund	2.80 mills

Tax collections for the 1994 tax millage were \$34,221 for the general fund and \$10,722 for the debt service fund.

GRANTY DRAINAGE DISTRICT NO. 6
JEFFERSON HAVES PARISH POLICE JURY
Jennings, Louisiana

Notes to the Financial Statements
As of and for the Year Ended December 31, 1995

3. CASH AND CASH EQUIVALENTS

At December 31, 1995, the District had cash and cash equivalents (book balances) totaling \$75,537 as follows:

Interest-bearing demand deposits	\$	20,965
Time deposits	_____	54,572
Total	<u>\$</u>	<u>75,537</u>

At December 31, 1995, the District had \$75,537 in deposits (collected bank balances). These balances were fully secured from risk by Federal deposit insurance.

4. LONG-TERM DEBT

The following is a summary of the long-term debt transactions during the year ended December 31, 1995:

Long-term debt payable at January 1, 1995	\$	35,000
Additions		-0-
Deductions	(_____)	17,000
Long-term debt payable at December 31, 1995	<u>\$</u>	<u>18,000</u>

Long-term debt at December 31, 1995 is comprised of the following:

\$100,000, Public Improvement Bonds dated August 1, 1970, due in annual installments of \$1,000 to \$18,000 through February 1, 1998, interest rates range from 6% to 6.75%	<u>\$</u>	<u>18,000</u>
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The annual requirements to amortize all debt outstanding at December 31, 1995 including interest of \$608 are as follows:

Year ended December 31 1996	<u>\$</u>	<u>18,608</u>
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5. INTERFUND RECEIVABLES AND PAYABLES

Interfund due from/to other fund balances at December 31, 1995, were as follows:

**GRAVITY DRAINAGE DISTRICT NO. 6
JEFFERSON DAVIS PARISH POLICE JURY
Jennings, Louisiana**

Notes to the Financial Statements
As of and for the Year Ended December 31, 1955

Fund	Due From Other Funds	Due To Other Funds
General fund	\$ 3,500	\$ -0-
Special revenue fund	1,214	-0-
Debt service fund	-0-	4,714
	\$ 4,714	\$ 4,714

6. INTERFUND OPERATING TRANSFERS

Fund	Transfer In	Transfer Out
General fund		
From special revenue fund	\$ 3,400	\$ -0-
Special revenue fund		
To general fund	\$ -0-	\$ 3,400
Total all funds	\$ 3,400	\$ 3,400

7. LITIGATION AND CLAIMS

The District is not presently involved in any litigations as plaintiff or defendant.

ADDITIONAL REPORTS

**INDEPENDENT ACCOUNTANTS' REPORT
ON APPLYING AGREED-UPON PROCEDURES**

Board of Commissioners
Gravity Drainage District No. 6
Jefferson Davis Parish, Louisiana

We have performed the procedures included in the Louisiana Government Audit Guide and enumerated below, which were agreed to by the management of the Gravity Drainage District No. 6 and the Legislative Auditor, State of Louisiana, solely to assist the users in evaluating management's assertions about Gravity Drainage District No. 6's compliance with certain laws and regulations during the year ended December 31, 1995 included in the accompanying Louisiana Auditor's Questionnaire. This agreed-upon procedures engagement was performed in accordance with standards established by the American Institute of Certified Public Accountants. The sufficiency of these procedures is solely the responsibility of the specified users of the report. Consequently, we make no representations regarding the sufficiency of the procedures described below either for the purpose for which this report has been requested or for any other purpose.

Public Bid Law

1. Select all expenditures made during the year for material and supplies exceeding \$5,000, or public works exceeding \$50,000, and determine whether such purchases were made in accordance with LSA-RS 38:2211-2251 (the public bid law).

There were no expenditures made during the year for materials and supplies exceeding \$5,000 and no expenditures for public works exceeding \$50,000.

Code of Ethics for Public Officials and Public Employees

2. Obtain from management a list of the immediate family members of each board member as defined by LSA-RS 42:3100-3124 (the code of ethics), and a list of outside business interests of all board members and a list of outside business interests of all board members and employees, as well as their immediate families.

Management provided us with the required list including the noted information.

3. Obtain from management a listing of all employees paid during the period under examination.

Management provided us with the required list.

4. Determine whether any of those employees included in the listing obtained from management in agreed-upon procedure (3) were also included on the listing obtained from management in agreed-upon procedure (2) as immediate family members.

None of the employees included on the list of employees provided by management appeared on the list provided by management in agreed-upon procedure (2).

Budgeting

5. Obtain a copy of the legally adopted budget and all amendments.

The District did not adopt a budget for the year 1995 as required by LSA-RS 19:1104 et seq.

6. Tissue the budget adoption and amendments to the minute book.

The District did not adopt a budget for the year 1995.

7. Compare the revenues and expenditures of the final budget to actual revenues and expenditures to determine if actual revenues or expenditures exceed budgeted amounts by more than 5%.

The District did not adopt a budget for the year 1995.

Accounting and Reporting

8. Randomly select 6 disbursements made during the period under examination and:
(a) trace payments to supporting documentation as to proper amount and payee;

We examined supporting documentation for each of the six selected disbursements and found that payment was for the proper amount and made to the correct payee.

- (b) determine if payments were properly coded to the correct fund and general ledger account; and

All of the payments examined were properly coded to the correct fund and general ledger account.

- (c) determine whether payments received approval from proper authorities;

Inspection of documentation supporting each of the six selected disbursements did not indicate approval. However a review of the minutes of the Board of Commissioners disclosed approval of disbursements.

Meetings

9. Examine evidence indicating that agendas for meetings recorded in the minute book were posted or advertised as required by LSA-RS 42:1 through 42:3 (the open meetings law).

We found no evidence that the agenda for meetings was posted or advertised.

Debit

10. Examine bank deposits for the period under examination and determine whether any such deposits appear to be proceeds of bank loans, bonds, or like indebtedness.

We inspected copies of all deposit slips for the period under examination and noted no deposits which appeared to be proceeds of bank loans, bonds, or like indebtedness.

Advances and Payments

11. Examine payroll records and minutes for the year to determine whether any payments have been made to employees which may constitute bonuses, advances, or gifts.

The District does not have any employees. A reading of the minutes of the District for the year indicated no approval for the payments noted. We also inspected canceled checks for the year and noted no instances which would indicate payments of bonuses, advances, or gifts.

We were not engaged to, and did not, perform an examination, the objective of which would be the expression of an opinion on management's assertions. Accordingly, we do not express such an opinion. Had we performed additional procedures, other matters might have come to our attention that would have been reported to you.

This report is intended solely for the use of management of Gravelly Drainage District No. 4 and the Legislative Auditor, State of Louisiana, and should not be used by those who have not agreed to the procedures and taken responsibility for the sufficiency of the procedures for their purposes. However, this report is a matter of public record and its distribution is not limited.

Ricklow, Gillespie & Co.

Bossier, Louisiana
June 24, 1996

ADDITIONAL FINANCIAL INFORMATION

GRAVITY DRAINAGE DISTRICT NO. 6
JEFFERSON DAVIS PARISH POLICE JURY
Broussards, Louisiana

SCHEDULE OF COMPENSATION PAID TO COMMISSIONERS
For the Year Ended December 31, 1995

George H. Mallet	\$	715
Wayne Thibodeaux		550
Warren LeBlanc		550
Millard Verret		550
Gregory Bourgeois		<u>300</u>
Total	\$	<u>2,665</u>