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FORM FROM THE
CITY AND PARISH
PAGE 10 OF 11

**THE INDUSTRIAL DEVELOPMENT BOARD
OF THE PARISH OF ST. CHARLES
LOUISIANA, INCORPORATED**
Baton Rouge, Louisiana

General Purpose Financial Statements
For the Year Ended December 31, 2005

95 JUN 28 10 55 AM
ST. CHARLES PARISH GOVERNMENT
601 PINE ST
BATON ROUGE, LA 70801

under provisions of state law, this report is a public document. A copy of the report has been submitted to the audited, or reviewed, entity and other appropriate public officials. The report is available for public inspection at the Baton Rouge office of the Legislative Auditor and, where appropriate, at the office of the parish clerk of court.

Release Date 9-4-06

THE INDUSTRIAL DEVELOPMENT BOARD
OF THE PARISH OF ST. CHARLES,
LOUISIANA, INCORPORATED
Hahnville, Louisiana

General Purpose Financial Statements
For the Year Ended December 31, 1995

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INDEPENDENT AUDITOR'S REPORT

To the Members of the
Industrial Development Board of the
Parish of St. Charles, Louisiana, Incorporated
Materline, Louisiana

We have audited the accompanying statement of financial position of the Industrial Development Board of the Parish of St. Charles, Louisiana, Incorporated, (a non-profit corporation) as of December 31, 1995, and the related statements of activities, and cash flows for the year then ended. These general purpose financial statements are the responsibility of the Board'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. These 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 above present fairly, in all material respects, the financial position of the Industrial Development Board of the Parish of St. Charles, Louisiana, Incorporated as of December 31, 1995, and the changes in its net assets and its cash flows 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 March 27, 1996 on our consideration of the Board's internal control structure and a report dated March 27, 1996 on its compliance with laws and regulations.

As discussed in Note 1 to the financial statements, in 1995 the Industrial Development Board changed its method of financial reporting and financial statement presentation.

Rebowe & Company

March 27, 1996

**THE INDUSTRIAL DEVELOPMENT BOARD
OF THE PARISH OF ST. CHARLES,
LOUISIANA, INCORPORATED**
Baton Rouge, Louisiana

Statement of Financial Position, December 31, 1996

ASSETS**Current Assets**

Cash and Cash Equivalents	\$1,876
Investments	9,717
Restricted Asset:	
Current Portion of Direct Financing Loans Receivable	188,910
Total Current Assets	<u>200,513</u>

Noncurrent Restricted Assets

Accrued Interest on Direct Financing Loans Receivable	69,544
Long-Term (Direct Financing Loans Receivable, Net of Current Portion)	7,606,708
Total Noncurrent Restricted Assets	<u>7,676,252</u>

TOTAL ASSETS\$7,876,765**LIABILITIES AND NET ASSETS****Liability**

Current Liabilities - Payable from Current Assets:	
Accounts Payable	\$1,000
Current Liabilities - Payable from Restricted Assets:	
Accrued Bond Interest Payable	69,544
Current Portion of Revenue Bonds Payable	188,500
Total Current Liabilities	<u>259,044</u>
Long-Term Liabilities - Revenue Bonds Payable, Net of Current Portion	<u>7,606,708</u>
Total Liabilities	7,865,752

Net Assets

Unrestricted	12,650
--------------	--------

TOTAL LIABILITY AND NET ASSETS\$7,876,765

The notes to the financial statements are an integral part of this statement.

**THE INDUSTRIAL DEVELOPMENT BOARD
OF THE PARISH OF ST. CHARLES,
LOUISIANA, INCORPORATED**
Baton Rouge, Louisiana

Statement of Activities
For the Year Ended December 31, 1995

UNRESTRICTED NET ASSETS	
Interest Revenue	\$643
Reimbursement of Prior Year's Expenditures	<u>476</u>
	<u>\$1,119</u>
Expenses:	
Auditing Expense	1,000
Official Fees	<u>61</u>
	<u>1,061</u>
INCREASE IN UNRESTRICTED NET ASSETS	<u>58</u>
PERMANENTLY RESTRICTED NET ASSETS	
Interest Earned on Direct Financing and Fixed Charges	\$31,861
Expenses:	
Interest Expense on Revenue Bonds and Fixed Charges	<u>\$31,861</u>
INCREASE IN PERMANENTLY RESTRICTED NET ASSETS	<u>0</u>
INCREASE IN NET ASSETS	<u>58</u>
NET ASSETS AT BEGINNING OF YEAR	<u>12,715</u>
NET ASSETS AT END OF YEAR	<u>\$12,813</u>

The notes to the financial statements are an integral part of this statement.

**THE INDUSTRIAL DEVELOPMENT BOARD
OF THE PARISH OF ST. CHARLES,
LOUISIANA, INCORPORATED
Baton Rouge, Louisiana**

**Statement of Cash Flow
For the Year Ended December 31, 1998**

CASH FLOWS FROM OPERATING ACTIVITIES:	
Income in Net Assets	\$38
Adjustments to Reconcile Change in Net Assets to Net Cash Provided by Operating Activities:	
Changes in Operating Assets and Liabilities:	
Decrease in Direct Financing Loans Receivable	90,256
Expense in Accrued	
Interest on Direct Financing Loans Receivable	929
Increase in Accounts Payable	58
(Decrease) in Accrued Bond Interest Payable	(900)
(Decrease) in Revenue Bonds Payable	(93,256)
	<hr/>
NET CASH PROVIDED BY OPERATING ACTIVITIES	108
CASH FLOWS FROM INVESTING ACTIVITIES:	
Purchases of Investments	(79,873)
Investments Maturd	79,400
	<hr/>
NET CASH USED FOR INVESTING ACTIVITIES	(473)
NET INCREASE IN CASH AND CASH EQUIVALENTS	61
CASH AND CASH EQUIVALENTS AT BEGINNING OF YEAR	1,783
	<hr/>
CASH AND CASH EQUIVALENTS AT END OF YEAR	\$1,844

The notes to the financial statements are an integral part of this statement.

**THE INDUSTRIAL DEVELOPMENT BOARD
OF THE PARISH OF ST. CHARLES,
LOUISIANA, INCORPORATED**
Baker, LA, Louisiana

Notes to the Financial Statements
For the Year Ended December 31, 1999

INTRODUCTION

The Industrial Development Board of the Parish of St. Charles, Louisiana, Incorporated (the "Board"), is a non-profit corporation created under the provisions of Title 31, Chapter 7 of the Louisiana Revised Statutes of 1990. The Board was organized for the purpose of promoting, stimulating, developing, and advancing the business prosperity and economic welfare of the Parish of St. Charles, the State of Louisiana, and their citizens. It is to encourage and assist in the organization of new businesses or industries and to rehabilitate and assist existing businesses and industries, thus providing maximum opportunities for employment to improve the standard of living of the citizens of St. Charles Parish and the State of Louisiana. The Board is in cooperation and acts in conjunction with other organizations, public or private, in the promotion and development of industrial, commercial, agricultural, and recreational development in the Parish of St. Charles and the State of Louisiana.

The powers and management of the Board are vested in and exercised by a seven-member board of directors, which is appointed by the St. Charles Parish Council. The governing body of the Parish of St. Charles must give prior approval before the board of directors or the corporation may bind itself regarding the financing of any capital project or the issuance of any bonds.

The Board, under the authority of its corporate charter and the laws of the State of Louisiana, has authority to issue industrial development revenue bonds. It derives its revenue from application fees charged to businesses who apply for the bonds. The application fee is non-refundable.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. BASIS OF PRESENTATION

The financial statements of the Industrial Development Board of the Parish of St. Charles, Louisiana, Incorporated, 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. ACCOUNTING ENTITY

For financial reporting purposes, in conformity with Section 2180 of the GASB Codification of Governmental Accounting and Financial Reporting Standards (GASB Codification), the Industrial Development Board of the Parish of St. Charles, Louisiana, Incorporated, includes all funds, account groups, activities, or centers, that are controlled by the Board. Because the Industrial Development Board of the Parish of St. Charles, Louisiana, Incorporated, is a non-profit corporation as defined in Section 201 of Title 12 of the Louisiana Revised Statutes of 1990 (LSA-R.S. 12:201) because the board of directors has the power to make, alter, and amend such bylaws, rules, and regulations for the operation of the affairs of the Board; and since the governing authority of the Parish of St. Charles, Louisiana, is not in any event liable for the payment of principal or interest on any bonds of the Board or the performance of any pledge or agreement of the Board, the Board is a separate governmental reporting entity. Certain units of local government over which the Board exercises no oversight responsibility, such as the parish council, parish school board, other independently elected parish officials, and municipalities within the parish, are excluded from the accompanying financial

THE INDUSTRIAL DEVELOPMENT BOARD
OF THE PARISH OF ST. CHARLES,
LOUISIANA, INCORPORATED
Bakerville, Louisiana
Notes to the Financial Statements (Continued)
For the Year Ended December 31, 1993

statements. These units of government are considered separate reporting entities and issue financial statements separate from those of the Board.

C. FINANCIAL STATEMENTS' CLASSIFICATION

The Board has adopted Statement of Financial Accounting Standards (SFAS) No. 117, "Financial Statements of Not-for-Profit Organizations". Under SFAS No. 117, the Board is required to report information regarding its financial position and activities according to three classes of net assets: assets held in net assets, temporarily restricted net assets, and permanently restricted net assets. As permitted by this new statement, the Board has discontinued its use of fund accounting and has, accordingly, reclassified its financial statements to present the classes of net assets required. This reclassification had no effect on the change in net assets.

D. BASIS OF ACCOUNTING

Basis of accounting refers to when revenues and expenses are recognized and reported in the financial statements. Basis of accounting refers to the timing of the measurement made, regardless of the measurement basis applied. The financial statements are reported on the accrual basis of accounting. Revenues are recognized when they are earned, and expenses are recognized when they are incurred.

E. CASH AND CASH EQUIVALENTS

Cash and cash equivalents include demand deposits and time certificates of deposit with an original maturity of three months or less. Under state law, the Board 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. There were no cash equivalents at December 31, 1993.

F. INVESTMENTS

Under state law, the Board may invest in United States bonds, treasury notes, or certificates. The Board has investments in United States Treasury bills, which are held by the Federal Reserve for the customer accounts of First National Bank of Commerce.

Because the investments are not in the Board's name and are not held by the Board or its agent, the investments are unaffiliated unsecured and unregistered (Category 3) in applying the credit risk of GASB Codification Section 1.95.004. At December 31, 1993, the Board has an investment in a United States Treasury Bill reported on the balance sheet at an unamortized cost of \$ 9,117 and which has a market value of \$ 9,199.

G. USE OF ESTIMATES

The presentation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

II. FAIR VALUE DISCLOSURE

FASB Statement No. 107 "Disclosures About Fair Values of Financial Instruments" requires disclosure of fair value information about financial instruments, whether recognized or not in the balance sheet, for which it is practical to estimate that value. Statement No. 107 excludes certain financial instruments and all non-financial instruments from its disclosure requirements.

The following methods were used in estimating the fair value of disclosures for financial instruments:

- Cash - the carrying amount for cash approximates fair value.
- Investments - the fair value for investments is the quoted market price.

I. FIXED ASSETS AND LONG-TERM LIABILITIES

The Board owns no fixed assets, and long-term liabilities are reflected on the accompanying Statement of Financial Position.

II. COMPENSATED EMPLOYEES AND PENSION PLAN

The Board has no employees; therefore, it does not have a formal vacation and sick leave policy and does not contribute to a pension plan.

III. ALLOWANCE FOR UNCOLLECTIBLE AMOUNTS RECEIVABLE FROM DIRECT FINANCING/ LEASE AGREEMENTS

The amounts receivable from direct financing lease agreements represent amounts due from three corporations which are located in St. Charles Parish. The Board considers these amounts to be fully collectible. Therefore, an allowance is deemed necessary by the Board.

III. CASH AND CASH EQUIVALENTS

At December 31, 1995, the Board had cash and cash equivalents (bank balances) totaling \$1,876 in an interest bearing demand deposit account.

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 bank. The market value of the pledged securities plus the federal deposit insurance must at all times equal or exceed the amount on deposit with the financial agent. At December 31, 1995, the Board had \$1,876 in deposits (collected bank balances). These deposits are fully secured from risk by federal deposit insurance.

IV. FAIR VALUE OF FINANCIAL INSTRUMENTS

The estimated fair values of the Board's financial instruments were as follows at December 31, 1995:

THE INDUSTRIAL DEVELOPMENT BOARD
 OF THE PARISH OF ST. CHARLES,
 LOUISIANA, INCORPORATED
 Hahnville, Louisiana
 Notes to the Financial Statements (Continued)
 For the Year Ended December 31, 1995

Assets	Carrying Amount	Estimated Fair Value
Cash	\$3,878	\$3,878
Investments, held to maturity	8,757	8,898
Total Assets	<u>\$12,635</u>	<u>\$12,776</u>

4. RESTRICTED ASSETS - DIRECT FINANCING LEASES RECEIVABLE

The Board entered into direct financing lease agreements with various private corporations and leased industrial revenue bonds for the acquisition of various facilities. The various corporations lease these facilities from the Board for an amount necessary to pay principal, interest, and premiums, if any, on the industrial revenue bonds.

The minimum annual commitments from leases under the direct financing leases, including interest of \$4,903,555 to cover bonded debt, are as follows:

Year Ending December 31,	Amount
1996	\$824,000
1997	811,646
1998	811,480
1999	810,212
2000	810,362
Thereafter	8,008,758
TOTAL	<u>\$12,688,760</u>

5. CHANGES IN LONG-TERM DEBT

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

THE INDUSTRIAL DEVELOPMENT BOARD
OF THE PARISH OF ST. CHARLES,
LOUISIANA, INCORPORATED
Hahnville, Louisiana

Notes to the Financial Statements (Continued)
For the Year Ended December 31, 1995

	American Hospital	Nablers Brands, Incop.	King/Robt, Incop.	TOTAL
Bonds Payable at Jan. 1, 1995	\$4,380,000	\$1,625,000	\$1,862,800	\$7,867,800
Reductions 1995	0	0	661,715	661,715
Bonds Payable at Dec. 31, 1995	\$4,380,000	\$1,625,000	\$1,201,085	\$7,206,085

The industrial revenue bonds are comprised of the following three individual issues:

- A. \$4,350,000 issue of June 1, 1981, for the American Hospital Supply Corporation Project; bonds mature on June 1, 2004, with interest at 10.75 per cent. Interest payments commenced December 1, 1981, and are due thereafter on June 1 and December 1 of each year. The bonds may be redeemed prior to maturity on or after June 1, 1996, at the redemption price set forth in the bond indenture. Bank of New York serves as the trustee. \$4,350,000
- B. \$1,625,000 issue of June 1, 1981, for the Nablers Brands, Incorporated Project; bonds mature on June 1, 1983 and bear interest at 9 3/4 per cent. Interest payments commenced on December 1, 1981, and are due thereafter on June 1 and December 1 of each year. The bonds may be redeemed prior to maturity on or after June 1, 1990, at the redemption price set forth in the bond indenture. Louisiana National Bank of Baton Rouge is the trustee. 1,625,000
- C. \$2,488,000 issue of September 1, 1984, for the King/Robt, Incorporated Project, with interest at 11 per cent per annum, payable monthly and commenced October 1, 1984. The bonds shall mature on the first day of each month commencing on September 1, 1985, and in the principal amounts set forth in the amortization schedule of the Mortgage and Indenture of Trust dated September 1, 1984. Interest shall be paid semi-annually to the registered owner of the bonds commencing on March 1, 1985. The bonds are subject to optional prepayment upon 30 days written notice given by issuer to the issuer and master in whole or in part at the redemption price set forth in the bond indenture. Bank of New York serves as the trustee. 2,488,210

TOTAL INDUSTRIAL REVENUE BONDS:

\$7,196,150

All principal and interest obligations are limited in accordance with issue agreements whereby bond payments are equal to the semi-annual payments for principal and interest. The bonds are limited obligations of the Industrial Development Board of the Parish of St. Charles, Louisiana, Incorporated, payable solely from bond payments pledged and assigned to the trustee by the Board under a Mortgage and Indenture of Trust. The bonds are secured by a Mortgage and Indenture of Trust and are also insured by an unconditional Bond Guaranty Agreement between the State and the trustee. The issue, after compliance with the provisions of the

THE INDUSTRIAL DEVELOPMENT BOARD
OF THE PARISH OF ST. CHARLES,
LOUISIANA, INCORPORATED
Bakerville, Louisiana
Notes to the Financial Statements (Continued)
For the Year Ended December 31, 1995

loan agreement and the indenture, is obligated to purchase the project for the sum of \$1,000. The bonds are due, by years, as follows:

Year Ending December 31,	Principal Payments	Interest Payments	TOTAL
1996	308,500	\$15,846	\$324,346
1997	311,000	\$12,188	\$323,188
1998	315,000	789,170	\$1,104,170
1999	318,500	783,328	\$1,101,828
2000	348,110	783,217	\$1,131,327
Thereafter	3,650,728	949,611	4,600,339
TOTALS	\$7,770,238	\$4,933,500	\$12,703,738

6. LITIGATION

There is no litigation pending against the Board as of December 31, 1995.

7. SUBSEQUENT EVENTS

The Industrial Development Board of the Parish of St. Charles, Louisiana, Inc., adopted a resolution on April 18, 1995 authorizing an act of sale by the Industrial Development Board to Baxter Health Care Corporation, successor by merger to American Hospital Supply Corporation, cancelling and discharging the face of indenture, terminating and cancelling the lease and conveying title to the project to the issuer (Baxter Health Care Corporation), and redeeming all outstanding Industrial Development Revenue Bonds, Series 1981 (American Hospital Supply Corporation Project).

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

To the Members of the
Industrial Development Board of the
Parish of St. Charles, Louisiana, Incorporated
Hahnville, Louisiana

We have audited the general purpose financial statements of the Industrial Development Board of the Parish of St. Charles, Louisiana, Incorporated (the "Board") as of and for the year ended December 31, 1995, and have issued our report thereon dated March 27, 1996.

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

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

In planning and performing our audit of the general purpose financial statements of the listed firm for the year ended December 31, 1998, we obtained an understanding of the internal control structure. With respect to the internal control structure, we obtained an understanding of the design of relevant policies and procedures and whether they have been placed in operation, and we assessed control risk in order to determine our auditing procedures for the purpose of expressing our opinion on the financial statements and not to provide an opinion on the internal control structure. Accordingly, we do not express such an opinion.

Our consideration of the internal control structure would not necessarily disclose all matters in the internal control structure that might be material weaknesses under standards established by the American Institute of Certified Public Accountants. A material weakness is a condition in which the design or operation of one or more of the internal control structure elements does not reduce to a relatively low level the risk that errors or irregularities 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 structure and its operation that we consider to be material weaknesses as defined above.

This report is intended for the information of management and various federal and state stock agencies. However, this report is a matter of public record and its distribution is not limited.

Deloitte & Company

March 27, 1998

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INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE BASED ON AN AUDIT OF THE GENERAL PURPOSE FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS

To the Members of the
Industrial Development Board of the
Parish of St. Charles, Louisiana, Incorporated
Hahnville, Louisiana

We have audited the general purpose financial statements of the Industrial Development Board of the Parish of St. Charles, Louisiana, Incorporated (the "Board") as of and for the year ended December 31, 1995, and have issued our report thereon dated March 27, 1996.

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

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

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

This report is intended for the information of management and various federal and state audit agencies. However, this report is a matter of public record and its distribution is not limited.

Deloitte & Company

March 17, 1996