

WASHINGTON INDUSTRIAL DEVELOPMENT FOUNDATION, INC.
Notes to Financial Statements (continued)

NOTE 2 - LAND, BUILDINGS AND EQUIPMENT

A summary of land, buildings and equipment follows:

Land - Office	\$ 22,500
Land - Avenue F	10,000
Building - Office	55,700
Building - Avenue F	51,340
Equipment	<u>14,430</u>
	154,970
Less accumulated depreciation	<u>(36,094)</u>
Net land, buildings and equipment	\$118,876

NOTE 3 - CASH

At December 31, 1990, WIDF has cash (bank balances) totaling \$217,478 as follows:

Interest bearing demand deposits	\$ 37,478
Certificate of Deposit	<u>180,000</u>
	\$217,478

All funds were being held by financial institutions insured by FDIC. However, one bank held \$210,000, which is over the \$100,000 insurance limit.

WASHINGTON INDUSTRIAL DEVELOPMENT FOUNDATION, INC.

Table of Contents
December 31, 1996

	Page Number
Independent Auditor's Report on the Financial Statements	1-3
Financial Statements:	
Statement of Financial Position	3
Statement of Activities	4
Statement of Cash Flows	5
Notes to Financial Statements	6-8
Independent Auditor's Report on Internal Control as Part of an Audit of the Financial Statements	9-10
Independent Auditor's Report on Compliance as Part of an Audit on the Financial Statements	11-12

WASHINGTON INDUSTRIAL DEVELOPMENT FOUNDATION, INC.

STATEMENT OF CASH FLOWS
For the Year Ended December 31, 1998

CASH FLOWS FROM OPERATING ACTIVITIES:	
Net income	\$ 45,461
Adjustments to reconcile net income to net cash provided by operating activities:	
Depreciation	7,830
Changes in assets and liabilities:	
(Increase) decrease in operating assets:	
Accounts receivable	(800)
Increase (decrease) in operating liabilities:	
Accounts payable	(749)
Payroll taxes payable	628
Net cash provided by operating activities	\$ 52,310
CASH FLOWS FROM INVESTING ACTIVITIES:	
Purchases of property and equipment	(4,033)
Net cash provided (used) by investing activities	(4,033)
Net increase in cash	47,689
Cash at beginning of year	169,789
Cash at end of year	\$ 217,478

The accompanying notes are an integral part of this statement.

WASHINGTON INDUSTRIAL DEVELOPMENT FOUNDATION, INC.

STATEMENT OF FINANCIAL POSITION
December 31, 1996

ASSETS		
Current assets:		
Cash in banks	\$ 217,478	
Debt receivable	____1,405	
Total current assets		\$ 218,883
Land, buildings and equipment:		
Land, buildings and equipment	154,873	
Less accumulated depreciation	____(36,004)	
Net land, buildings and equipment		____118,869
Total Assets		\$ 337,751
LIABILITIES AND NET ASSETS		
Current liabilities:		
Accounts payable	\$ 49	
Payroll taxes payable	____833	
Total current liabilities		\$ 742
Net assets:		
Unrestricted	____337,009	
Total net assets		____337,009
Total Liabilities and Net Assets		\$ 337,751

The accompanying notes are an integral part of this statement.

WASHINGTON INDUSTRIAL DEVELOPMENT FOUNDATION, INC.

STATEMENT OF ACTIVITIES
For the year ended December 31, 1990

Changes in unrestricted net assets:		
Revenue and support:		
Membership dues	\$	67,287
Fund raising		35,847
Annual Meeting		715
Art Show Grant		3,590
Donated services		3,603
Interest		9,527
Rent income, net of \$1,000 depreciation expense		<u>2,301</u>
Total unrestricted revenue and support	\$	123,169
Expenses:		
Program services:		
Industrial development		<u>35,448</u>
Total program services expense		35,448
Support services:		
General administration		38,764
Fund raising		<u>13,432</u>
Total support services		<u>52,196</u>
Total expenses		<u>87,644</u>
Increase in unrestricted net assets		35,461
Net assets at beginning of year		<u>291,548</u>
Net assets at end of year	\$	<u>327,009</u>

The accompanying notes are an integral part of this statement.

**INDEPENDENT AUDITOR'S REPORT
ON THE FINANCIAL STATEMENTS**

To the Board of Directors of
Washington Industrial Development Foundation, Inc.

I have audited the accompanying statement of financial position of Washington Industrial Development Foundation, Inc. as of December 31, 1996, and the related statements of activities and cash flows for the year then ended. These financial statements are the responsibility of the Foundation's management. My responsibility is to express an opinion on these financial statements based on my audit.

I conducted my 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 I plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the 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. I believe that my audit provides a reasonable basis for my opinion.

In my opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Washington Industrial Development Foundation, Inc. as of December 31, 1996, 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, I have also issued a report dated April 25, 1997 on my consideration of Washington Industrial Development Foundation, Inc.'s internal control structure and a report dated April 28, 1997 on its compliance with laws and regulations.



Certified Public Accountant

Bogalusa, Louisiana
April 25, 1997

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**WASHINGTON INDUSTRIAL
DEVELOPMENT FOUNDATION, INC.**

Financial Statements and Independent Auditor's Reports

As of and for the Year Ended December 31, 1986

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

Release Date..... 12 31 87

RICHARD M. SEAL

CERTIFIED PUBLIC ACCOUNTANT • CERTIFIED GOVERNMENT FINANCIAL MANAGER

WASHINGTON INDUSTRIAL DEVELOPMENT FOUNDATION, INC.
Notes to Financial Statements (continued)

C. Equipment and Improvements

The Foundation capitalizes all expenditures for equipment in excess of \$500. Equipment and improvements are recorded at cost or at estimated fair value at date of gift, if donated. Depreciation is provided over the estimated useful lives of equipment and improvements on a straight-line basis.

D. Donated Services

The value of certain donated services is reflected as revenue in the accompanying financial statements at their fair market value on the date of gift. A substantial number of volunteers have donated significant amounts of their time; however, no amounts have been reflected in the statements for volunteer services since no objective basis is available to measure the value of those services.

E. Revenue Recognition

Membership dues are recorded as revenue in the applicable membership period.

F. Income Taxes

The Internal Revenue Service has determined that WIDF meets the requirements of Sec. 501(c)(2) of the Internal Revenue Code and is exempt from federal income tax under Sec. 501(a) of the Code, and has not been classified as a private foundation. Accordingly, no provisions for income taxes have been made in the accompanying financial statements.

G. Compensated Absences

Employees earn two weeks vacation leave and one week sick leave each year. The cost of leave privileges is recognized as a current-year expenditure when leave is actually taken. The liability for compensated absences at December 31, 1996 is not reflected in the accompanying financial statements; however, the amount is not material.

RICHARD M. SEAL

CERTIFIED PUBLIC ACCOUNTANT • CERTIFIED GOVERNMENT FINANCIAL MANAGER

INDEPENDENT AUDITOR'S REPORT ON INTERNAL CONTROL AS PART OF AN AUDIT OF THE FINANCIAL STATEMENTS

To the Board of Directors of
Washington Industrial Development Foundation, Inc.

I have audited the financial statements of Washington Industrial Development Foundation, Inc. as of and for the year ended December 31, 1995, and have issued my report dated April 23, 1997.

I conducted my 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 I plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement.

The management of Washington Industrial Development Foundation, Inc. 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 executed in accordance with management's authorization and recorded properly to permit the preparation of 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 to 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 my audit of the financial statements of Washington Industrial Development Foundation, Inc. for the year-ended December 31, 1996, I obtained an understanding of the internal control structure. With respect to the internal control structure, I obtained an understanding of the design of relevant policies and procedures and whether they have been placed in operation, and I assessed control risk in order to determine my auditing procedures for the purpose of expressing my opinion on the financial statements and not to provide an opinion on the internal control structure. Accordingly, I do not express such an opinion.

My 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 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. I noted no matters involving the internal control structure and its operation that I consider to be material weaknesses as defined above.

This report is intended for the information of the Finance Committee, management, and others within Washington Industrial Development Foundation, Inc., and the office of the Legislative Auditor. However, this report is a matter of public record and its distribution is not limited.


Richard M. Scott
Certified Public Accountant

Bogalusa, Louisiana
April 23, 1997

WASHINGTON INDUSTRIAL DEVELOPMENT FOUNDATION, INC.

NOTES TO FINANCIAL STATEMENTS

December 31, 1996

INTRODUCTION

Washington Industrial Development Foundation, Inc. (WIDF) was incorporated May 6, 1981 under the provisions of Louisiana Revised Statute 1990, Title 12, Chapter 2, as amended, and is governed by the provisions of its articles of incorporation and its by-laws. The primary goal of Washington Industrial Development Foundation, Inc. is to facilitate an intensive program of economic and industrial development in an effort to create a significant number of new job opportunities.

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. Basis of Accounting

The financial statements of WIDF have been prepared on the accrual basis.

B. Financial Statement Presentation

The financial statements presentation follows the recommendations of the Financial Accounting Standards Board in its Statement of Financial Accounting Standards (SFAS) No. 117, *Financial Statements of Not-for-Profit Organizations*. Under SFAS No. 117, Washington Industrial Development Foundation, Inc. is required to report information regarding its financial position and activities according to three classes of net assets: unrestricted net assets, temporarily restricted net assets, and permanently restricted net assets. However, Washington Industrial Development Foundation, Inc. has not received any restricted contributions and; therefore, record all revenues as unrestricted.