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LESLIE INDUSTRIAL
DEVELOPMENT FOUNDATION

FINANCIAL REPORT

DECEMBER 31, 1987

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.

MAY 2 1988

Release Date _____

IBERIA INDUSTRIAL DEVELOPMENT FOUNDATION

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BROUSSARD, POCHE, LEWIS & BREAUX, L.L.P.
 CERTIFIED PUBLIC ACCOUNTANTS

One Blocker St.
 P.O. Box 9444
 New Orleans, Louisiana
 70117-9444
 Phone: (504) 584-0444
 Fax: (504) 584-4444

Office Offices:

Greenville, LA
 1215 W. 20th Street

Shreveport, LA
 1215 W. 20th Street

Monroe, LA
 1215 W. 20th Street

Metairie, LA
 1215 W. 20th Street

Thibodaux, LA
 1215 W. 20th Street

Bayou, LA
 1215 W. 20th Street

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

To the Board of Directors of
 Iberia Industrial Development Foundation

We have audited the accompanying statements of financial position of the Iberia Industrial Development Foundation (a Louisiana nonprofit corporation) as of December 31, 1997 and 1996, and the related statements of activities and cash flows for the years then ended. These financial statements are the responsibility of the foundation's management. Our responsibility is to express an opinion on these financial statements based on our audits.

We conducted our audits 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. These standards require that we 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. We believe that our audits provide a reasonable basis for our opinion.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of the Iberia Industrial Development Foundation as of December 31, 1997 and 1996, and the changes in its net assets and its cash flows for the years then ended in conformity with generally accepted accounting principles.

By /s/
 William H. Breaux, CPA
 1215 W. 20th Street
 Greenville, Louisiana 70042
 Phone: (504) 584-0444
 Fax: (504) 584-4444
 E-mail: wbreau@bpl.com
 License No. 12157, 1997

William H. Breaux, CPA
 1215 W. 20th Street
 Greenville, Louisiana 70042
 Phone: (504) 584-0444
 Fax: (504) 584-4444
 E-mail: wbreau@bpl.com

As discussed in Note 3 to the financial statements, in 1998 the Foundation changed its method of accounting for contributions and its method of financial reporting and financial statement presentation.

In accordance with Government auditing standards, we have also issued a report dated March 23, 1998 on our consideration of the Iberville Industrial Development Foundation's internal control over financial reporting and our basis of the compliance with certain provisions of law, regulations, contracts and grants.

Ernst & Young LLP
New Iberia, Louisiana
March 23, 1998

IBERIA INDUSTRIAL DEVELOPMENT FOUNDATION

STATEMENTS OF FINANCIAL POSITION
December 31, 1987 and 1988

	ASSETS	
	1987	1988
CURRENT ASSETS		
Cash and cash equivalents	\$ 17,879	\$ 83,545
Certificate of deposit	89,889	--
Accounts receivable	4,500	--
Accrued interest receivable	3,812	--
Due from affiliate	7,278	--
Total current assets	<u>113,358</u>	<u>83,545</u>
FIXED ASSETS		
Equipment	28,239	48,189
Less accumulated depreciation	<u>(17,721)</u>	<u>(19,189)</u>
	<u>10,518</u>	<u>29,000</u>
RESTRICTED ASSETS		
Cash	<u>9,842</u>	<u>--</u>
OTHER ASSETS		
INVESTMENTS	<u>100</u>	<u>--</u>
Total assets	<u>\$ 224,027</u>	<u>\$ 112,545</u>
	LIABILITIES AND NET ASSETS	
LIABILITIES		
Accounts payable	\$ 2,804	\$ --
Accrued payroll taxes	<u>1,912</u>	<u>3,843</u>
Total liabilities	<u>4,716</u>	<u>3,843</u>
NET ASSETS		
Unrestricted	80,642	83,700
Temporarily restricted	<u>9,842</u>	<u>2,889</u>
Total net assets	<u>90,484</u>	<u>86,589</u>
Total liabilities and net assets	<u>\$ 224,027</u>	<u>\$ 112,545</u>

See Notes to Financial Statements.

INDIA INDUSTRIAL DEVELOPMENT CORPORATION

Statement of Activities
 Year ended December 31, 1977 and 1976

	1977		
	Unaudited	Previously Audited	Total
EXPENSES AND OTHER SUPPORT:			
Main tax revenue	\$ 85,000	\$ --	\$ 85,000
Contributions	15,000	19,799	34,799
Membership revenue	26,376	--	26,376
Insurance revenue	3,488	200	3,688
Miscellaneous revenue	--	--	--
Net assets released from restrictions: Reversion of program participation	<u>20,000</u>	<u>120,000</u>	<u>--</u>
Total revenues and other support	<u>150,864</u>	<u>140,000</u>	<u>290,864</u>
EXPENSES:			
Management and general:			
Administrative fees	4,000	--	4,000
Advertising	2,000	--	2,000
Automobile	4,000	--	4,000
Depreciation	4,272	--	4,272
Insurance	5,000	--	5,000
Miscellaneous	700	--	700
Office	11,799	--	11,799
Professional	5,200	--	5,200
Professional fees	4,000	--	4,000
Repairs and maintenance	5,000	--	5,000
Retiree, wages, benefits and payroll taxes	40,237	--	40,237
Scholarships	1,000	--	1,000
Special projects	20,000	--	20,000
Travel and communications	<u>2,620</u>	<u>--</u>	<u>2,620</u>
	<u>141,660</u>	<u>--</u>	<u>141,660</u>
Change in net assets before loss on disposal	9,204	1,000	11,000
Loss on disposal of fixed assets	<u>(200)</u>	<u>--</u>	<u>(200)</u>
Change in net assets after loss on disposal	9,004	1,000	11,000
Net assets at beginning of year	<u>40,700</u>	<u>3,000</u>	<u>43,700</u>
Net assets at end of year	<u>\$ 49,704</u>	<u>\$ 4,000</u>	<u>\$ 53,704</u>

See Notes to Financial Statements.

1991		1990	
Budget	Revised Programs (20000000)	Budget	Total
\$ 19,000	\$ 11,000	\$ 11,000	
19,000	29,000	44,000	
19,000	4,000	29,000	
4,000	000	1,000	
4,000	10,000	100	
-----	-----	-----	-----
114,000	11,000	100,000	
3,000	000	0,000	
--	11,000	0,000	
4,000	--	1,000	
--	11,000	4,000	
3,000	00	0,000	
--	1000	000	
11,000	1100	0,000	
0,000	1000	0,000	
0,000	000	1,000	
--	14,000	000	
11,000	11,000	00,000	
--	11,000	--	
0,000	000,000	3,000	
0,000	00	0,000	
000,000	000,000	000,000	
--	00,000	00,000	
-----	-----	-----	-----
\$ 100,000	\$ 100,000	100,000	
-----	-----	-----	-----
\$ 100,000	\$ 100,000	100,000	
-----	-----	-----	-----
		\$ 100,000	

ISRAEL INDUSTRIAL DEVELOPMENT FOUNDATION

STATEMENTS OF CASH FLOWS

Years ended December 31, 1997 and 1998

	<u>1997</u>	<u>1998</u>
CASH FLOWS FROM OPERATING ACTIVITIES		
Change in net assets	\$ 14,370	\$ 14,370
Adjustments to reconcile change in net assets to net cash provided by operating activities:		
Depreciation	3,379	4,138
Loss on disposal of assets	588	--
(Increase) decrease in accounts receivable	18,900	6,500
(Increase) in accrued interest receivable	12,831	--
(Increase) in due from affiliates	17,370	--
Increase in accounts payable	2,594	--
Increase in accrued payroll taxes	<u>124</u>	<u>102</u>
Net cash provided by operating activities	<u>5,882</u>	<u>24,812</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of certificates of deposit	(48,880)	--
Purchase of investments	(280)	--
Purchase of equipment	<u>(18,844)</u>	<u>(1,812)</u>
Net cash (used in) investing activities	<u>(67,904)</u>	<u>(1,812)</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Transfer to Scholarship Fund	<u>(2,842)</u>	<u>--</u>
Net cash (used in) financing activities	<u>(2,842)</u>	<u>--</u>
Net (increase) (decrease) in cash	(62,280)	23,018
Cash and cash equivalents, beginning of year	<u>81,562</u>	<u>58,538</u>
Cash and cash equivalents, end of year	<u>\$ 19,282</u>	<u>\$ 81,556</u>

See Notes to Financial Statements.

IBERIA INDUSTRIAL DEVELOPMENT FOUNDATION

NOTES TO FINANCIAL STATEMENTS

Note 1. Nature of Activities and Significant Accounting Policies

The Iberia Industrial Development Foundation (IIDF) is a nonprofit corporation organized under the laws of the State of Louisiana for the purpose of promoting industrial and economic development for the Parish of Iberia.

A. Support and expenses

All contributions are considered to be available for unrestricted use unless specifically restricted by the donor. Amounts received that are restricted by the donor for specific purposes are reported as temporarily restricted support that increases those net asset classes. When a donor restriction expires, that is, when a stipulated time restriction ends or purpose restriction is accomplished, temporarily restricted net assets are reclassified to unrestricted net assets in the statement of activities as net assets released from restrictions.

Expenses are recorded when incurred in accordance with the accrual basis of accounting.

B. Allowance for doubtful accounts:

The IIDF considers accounts receivable, if any, to be fully collectible; accordingly, no allowance for doubtful accounts is required.

C. Sales tax revenue:

Ordinance 87-04-042 of the Iberia Parish Council, passed September 8, 1987, called for the imposition of a 2% hotel and rental tax in Iberia Parish for the benefit of the IIDF. Under an agreement with the same, the Iberia Parish Government acts as collecting agent for the tax, less a 2% fee for administrative purposes.

D. Distributions:

Included in support was a contribution from the City of New Iberia and the Iberia Parish Government, both in the amount of \$1,500 for 1987 and \$1,000 for 1990. Other contributions included a grant from the Mel-Mart Foundation of \$1,500 for 1987 and 1988.

E. Membership dues:

Membership dues are recognized as revenues on the calendar year basis. Membership is completely voluntary and dues, currently \$500 annually, are decided by the member-elected board of directors.

F. Equipment:

Expenses for the acquisition of equipment are capitalized at cost. Similarly, the fair value of donated furniture and equipment is capitalized. Depreciation is provided over the estimated useful lives of the assets (generally 5 - 10 years) on the straight-line method.

NOTES TO FINANCIAL STATEMENTS

Note 1. Summary of Significant Accounting Policies (Continued)

G. Federal income taxes:

The ISF qualifies for an exemption from Federal income tax under Section 513(c)(4) of the Internal Revenue Code. Therefore, no provision for income taxes is made in the accompanying financial statements.

H. Use of estimates:

The preparation 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.

I. Investments:

Investments which consist of certificates of deposit, are presented in the financial statements at cost which approximates fair market value.

J. Cash and cash equivalents:

For purposes of the statement of cash flows, the Foundation considers all highly liquid investments with a maturity of three months or less when purchased to be cash equivalents.

Note 2. Administrative Expenses

Under an agreement between the ISF and its sister organization, the Greater Iberia Chamber of Commerce, the ISF pays the Chamber for the services of Chamber employees and facilities. The amount is agreed to monthly and is part of the budget of both organizations. In 1997, the ISF paid the Chamber \$4,188 for only two months since ISF moved into a new office in November 1997. In 1998, the ISF paid the Chamber \$5,500.

Note 3. Temporarily Restricted Net Assets

Temporarily restricted net assets are available for the following purposes:

	<u>1997</u>	<u>1998</u>
Remaining contributions for incubator project	\$ --	\$ 7,889
Remaining contributions for Scholarships	<u>8,842</u>	<u>---</u>
	<u>\$ 8,842</u>	<u>\$ 7,889</u>

NOTES TO FINANCIAL STATEMENTS

Note 4. Net Assets Released from Restrictions

Net assets were released from donor restrictions by incurring expenses satisfying the restricted purpose.

	<u>1997</u>	<u>1996</u>
Purpose restrictions accomplished:		
Special Project Incubator	\$13,000	\$ 1,410
Scholarships awarded	3,200	--
Co-sponsorship contribution (Job Fair)	3,000	--
Ibaria Incubator contribution for IDP meeting expenses	7,070	--
Miscellaneous	<u>1</u>	<u>--</u>
	<u>\$26,271</u>	<u>\$ 1,410</u>

Note 5. Change in Accounting Method

During the fiscal year ended December 31, 1996, the IDP adopted the provisions of Statement on Financial Accounting Standards (SFAS) No. 114, "Accounting for Contributions Received and Contributions Made" and SFAS No. 117, "Financial statements for not-for-profit organizations."

In accordance with SFAS No. 114, contributions received are recorded as unrestricted, temporarily restricted, or permanently restricted support depending on the existence or nature of any donor restrictions. Restricted net assets are reclassified to unrestricted net assets upon satisfaction of the time or purpose restrictions. As permitted by SFAS No. 114, the IDP has retroactively applied the provisions of this statement. The adoption of SFAS No. 114 had no effect on the IDP's change in net assets as of December 31, 1995.

Under SFAS No. 117, the IDP 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. In addition, the IDP is required to present a statement of cash flows. As permitted by this new statement, the IDP has discretionarily its use of fund reporting and has, accordingly, reclassified its financial statements to present the three classes of net assets required. This reclassification had no effect on the change in net assets for the year ended December 31, 1996.

Note 6. Operating Lease

The foundation has entered into a noncancelable operating lease for a copy machine. The following is a schedule of the future minimum lease payments under the operating lease as of December 31, 1997:

Year Ending	
1998	\$ 3,840
1999	3,840
2000	<u>3,520</u>
	<u>\$ 11,200</u>

Lease expense for the year ended December 31, 1997 was 2120.



BROUSSARD, POCHE, LEWIS & BREAUX, L.L.P.
CERTIFIED PUBLIC ACCOUNTANTS

801 Maple St.
PO Box 7000
New Orleans, Louisiana
70114-0700
phone (504) 584-4300
fax (504) 584-6660

**INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE
AND ON INTERNAL CONTROL OVER FINANCIAL REPORTING
BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN
ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS**

Other Offices:

Chattanooga, TN
(615) 262-8800

Memphis, TN
(901) 442-2277

Shreveport, LA
(504) 938-4000

Lafayette, LA
(504) 482-8800

Shreveport, LA
(504) 482-8800

Little Rock, AR
(501) 482-8800

To the Board of Directors of the
Iberia Industrial Development Foundation
New Iberia, Louisiana

We have audited the financial statements of the Iberia Industrial Development Foundation (a Louisiana nonprofit corporation) as of and for the year ended December 31, 1997, and have issued our report thereon dated March 23, 1998. 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.

Compliance

As part of obtaining reasonable assurance about whether the Iberia Industrial Development Foundation's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grants, and agreements with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those 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 Iberia Industrial Development Foundation's internal control over financial reporting in order to determine our auditing procedures for the purpose of expressing our opinion on the 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 weaknesses 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 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. However, we noted other matters involving the internal control over financial reporting that we have reported to management of the Iberia Industrial Development Foundation in a separate letter dated March 23, 1998.

Accountant: Charles J. Poche
Registered: 00146, 00157
David W. Lewis, CPA
Registered: 00142, 00157
Scott R. Breaux, CPA
Registered: 00142, 00157
Scott R. Breaux, CPA
Registered: 00142, 00157
B. Lynn Walker, CPA
Registered: 00142, 00157
D. Jeffrey Lewis, CPA
Registered: 00142, 00157
Michael L. Anderson, CPA
Registered: 00142, 00157
Paul C. Smith, CPA
Registered: 00142, 00157
Joseph J. Anderson, CPA
Registered: 00142, 00157
Donald R. Lewis, CPA
Registered: 00142, 00157
Joseph R. Smith, CPA
Registered: 00142, 00157
David E. Williams, CPA
Registered: 00142, 00157

File #144

Richard L. Anderson, CPA #190
David Walker, CPA #198
Joseph R. Smith, CPA #199
Frank Wilson, CPA #198
Joseph R. Smith, CPA #199
Joseph L. Williams, CPA #199
Michael L. Anderson, CPA #198
Paul C. Smith, CPA #199

Members of the Association of
Certified Public Accountants
Chartered by the Louisiana State Board
of Accountancy

This report is intended for the information of the Foundation's board of directors, management, and the Legislative Auditor. However, this report is a matter of public record, and its distribution is not limited.

Angela Marie Beckwith
New Iberia, Louisiana
March 21, 1999



BROUSSARD, POCHE, LEWIS & BUREAU, L.L.P.

REGISTERED PUBLIC ACCOUNTANTS

802 Bayou St.
P.O. Box 9022
New Orleans, Louisiana
70116-9022
phone (504) 581-6161
fax (504) 581-6162

MARCH 20, 1998

Other Offices:

Crocker, LA
(504) 581-6161

Metairie, LA
(504) 885-2127

Abbeville, LA
(337) 896-1497

Slidell, LA
(504) 885-1499

Choudry Point, LA
(504) 881-1021

Bossier, LA
(504) 885-1021

Lawrence J. Poché, CPA*

Ernest C. Poché, CPA*

Donald W. Kelly, CPA*

Robert L. Brown, CPA*

Paul A. Berger, CPA*

Sam E. Stewart, CPA*

Y. Charles Adams, CPA*

Forrest H. Ryan, CPA*

F. Ann Hunter III, CPA*

Stephen L. Williams, CPA*

Clayton C. Williams, CPA*

David C. Sims III, CPA*

Michael P. Conley, CPA*

James F. Turner III, CPA*

Joseph J. Kelly, CPA*

Gregory P. Wilson, CPA*

Clifford H. Williams, CPA*

David R. Williams, CPA*

David R. Williams, CPA*

David R. Williams, CPA*

David R. Williams, CPA*

David R. Williams, CPA*

David R. Williams, CPA*

David R. Williams, CPA*

David R. Williams, CPA*

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David R. Williams, CPA*

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David R. Williams, CPA*

David R. Williams, CPA*

To the Board of Directors of the
Iberia Industrial Development Foundation
New Iberia, Louisiana

During our audit of the financial statements of the Iberia Industrial Development Foundation as of and for the year ended December 31, 1997, we developed the attached items which we believe merit your attention.

The comments and suggestions outlined on the following page are being presented for your consideration as ways in which operating procedures may be improved. We will be happy to discuss in greater detail the items presented. If you have any questions concerning these comments and suggestions, or if you can be of further assistance, please contact us at your convenience.

We wish to express our appreciation for your cooperation during our audit.

Very truly yours,

Broussard, Poché, Lewis & Bureau, L.L.P.
BROUSSARD, POCHE, LEWIS & BUREAU, L.L.P.

Ernest C. Poché
Partner

Enclosed

1 - Report, Broussard, Poché, Lewis & Bureau, L.L.P.

1 - Cover Sheet, Broussard, Poché, Lewis & Bureau, L.L.P.

1 - Letterhead, Broussard, Poché, Lewis & Bureau, L.L.P.

1 - Cover Sheet, Broussard, Poché, Lewis & Bureau, L.L.P.

1 - Report, Broussard, Poché, Lewis & Bureau, L.L.P.

1 - Cover Sheet, Broussard, Poché, Lewis & Bureau, L.L.P.

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1 - Cover Sheet, Broussard, Poché, Lewis & Bureau, L.L.P.

Fixed Assets

Finding:

During our audit, we noted where a physical inventory of fixed assets was performed during 1997, additionally, several fixed assets were included in the Foundation's general ledger fixed asset account that the Foundation no longer maintained.

Recommendation:

The Iberia Industrial Development Foundation should implement procedures whereby they would maintain a detailed list of all fixed assets and their locations. A physical inventory of fixed assets should be performed periodically. This would help to locate fixed assets when necessary.

Response:

The Iberia Industrial Development Foundation will begin performing periodic fixed asset inventory counts.

In-kind Contributions

Finding:

It was noted during our audit of the financial statements as of and for the year ended December 31, 1997 where in-kind contributions were received by the Iberia Industrial Development Foundation but not recorded in the financial statements.

Recommendation:

The Iberia Industrial Development Foundation should take appropriate measures to record all in-kind contributions in the financial statements in the period the services are received. Under SFAS No. 116, contributions of donated services that create or enhance nonfinancial assets or that require specialized skills that would typically need to be purchased if not provided by donation should be recorded at their fair values in the period received.

Response:

The Foundation will begin recording all in-kind contributions in its financial statements immediately.