

17

RECEIVED
EXHIBIT 100
SEP 20 10 08

**OFFICIAL
FILE COPY**
DO NOT BIND THIS

These materials
come from the
COPY and PASTE
BOOK, in PDF

98001856
2010

**COMPONENT UNIT
FINANCIAL STATEMENTS**

**LAFAYETTE BASIN LEVEE DISTRICT
STATE OF LOUISIANA**

For the Year Ended June 30, 2008

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 SEP 20 2009

TABLE OF CONTENTS

	Page
INDEPENDENT AUDITORS' REPORT	
	1
REPORT ON COMPLIANCE AND ON INTERNAL CONTROL OVER FINANCIAL REPORTING BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS	2 and 3
FINANCIAL STATEMENTS	
Combined balance sheet - all fund types and account groups	4
Statement of revenues, expenditures, and changes in fund balance - general fund	5
Statement of revenues, expenditures, and changes in fund balance - general fund - budgeted and actual	6
Notes to financial statements	7 - 10
Other Supplementary Information	
Schedule of per diem paid based members	10

Ann T. Helbert

Certified Public Accountant
6071 Magazine Road
Thibodaux, Louisiana

(504) 440-0804

September 14, 1998

INDEPENDENT AUDITOR'S REPORT

Board of Lease Commissioners of the
Lafourche Basin Levee District
State of Louisiana
Vacherie, Louisiana

I have audited the accompanying component unit financial statements of the Lafourche Basin Levee District, (the District), a component unit of the State of Louisiana, as of June 30, 1998, and for the year then ended, as listed in the foregoing table of contents. These component unit financial statements are the responsibility of the Board of Lease Commissioners. 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 the standards applicable to financial audits contained in Governmental 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 component unit financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the component unit financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall component unit financial statement presentation. I believe that my audit provides a reasonable basis for my opinion.

In my opinion, the component unit financial statements referred to above present fairly, in all material respects, the financial position of the Lafourche Basin Levee District at June 30, 1998, and the results of its operations 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 September 14, 1998 on my consideration of Lafourche Basin Levee District's internal control structure over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts and grants.

Respectfully submitted,

Ann T. Helbert

Ann T. Helbert
Certified Public Accountant

Ann T. Hebert

Certified Public Accountant
901 Poydras Road
Triborough, Louisiana

(504) 445-0904

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

Board of Levee Commissioners of the
Lafourche Basin Levee District
State of Louisiana
Wichita, Louisiana

I have audited the component unit financial statements of Lafourche Basin Levee District of and for the year ended June 30, 1998, and have issued my report thereon dated September 14, 1998. I conducted my 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 Lafourche Basin Levee District's component unit financial statements are free of material misstatement, I 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 those provisions was not an objective of my audit and, accordingly, I do not express such an opinion. The results of my tests disclosed no instances of noncompliance that are required to be reported under Government Auditing Standards.

There are no prior year compliance conditions.

Internal Control Over Financial Reporting

In planning and performing my audit, I considered the Lafourche Basin Levee District's internal control over financial reporting in order to determine my auditing procedures for the purpose of expressing my opinion on the component unit financial statements and not to provide assurance on 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. I noted no matters involving the internal control over financial reporting and its operation that I consider to be material weaknesses.

There are no prior year internal control conditions.

This report is intended for the information of the management, the Board, and the Legislative Auditor of the State of Louisiana. However, this report is a matter of public record and its distribution is not limited.



Ann T. Hobbs
Certified Public Accountant

September 14, 2008

LAFOURCHÉ BASIN LEVEE DISTRICT
STATE OF LOUISIANA

COMBINED BALANCE SHEET - ALL FUND TYPES AND ACCOUNT GROUPS
June 30, 1985

	GENERAL FUND	ACCOUNT GROUPS GENERAL FIXED ASSETS	GENERAL LONG-TERM OBLIGATIONS	TOTAL (Maximum Cash)
ASSETS				
Cash	\$ 133,882	\$ -	\$ -	\$ 133,882
Investments	4,087,824	-	-	4,087,824
Receivables				
Intergovernmental	8,889	-	-	8,889
Other	25,899	-	-	25,899
Prepaid taxes	7,218	-	-	7,218
Installation Costs Receivable	88,898	-	-	88,898
Fixed Assets	-	2,878,822	-	2,878,822
Amount to be provided for retirement of general long-term obligations	-	-	81,422	81,422
TOTAL ASSETS	\$ 4,268,542	\$ 2,878,822	\$ 81,422	\$ 7,228,786
LIABILITIES AND FUND EQUITY				
Liabilities				
Accounts payable	\$ 23,827	\$ -	\$ -	\$ 23,827
Intergovernmental payables	189,852	-	-	189,852
Deferred Revenues	88,898	-	-	88,898
Compensated Absences	-	-	81,422	81,422
Total Liabilities	292,577	-	81,422	293,999
Fund Equity				
Investment in general fixed assets	-	2,878,822	-	2,878,822
Reserve for Levee Protection	1,599,008	-	-	1,599,008
Fund balance - unreserved				
Designated for transfer to St. Charles Parish	154,926	-	-	154,926
Undesignated	2,400,274	-	-	2,400,274
Total Fund Equity	4,054,208	2,878,822	-	6,933,030
TOTAL LIABILITIES AND FUND EQUITY	\$ 4,268,542	\$ 2,878,822	\$ 81,422	\$ 7,228,786

See accompanying notes to financial statements.

**LAFOURCHE BOON LEVER DISTRICT
STATE OF LOUISIANA**

**STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
GENERAL FUND**

For the Year Ended June 30, 1990

Revenues

Ad valorem taxes	\$ 1,012,801
Intergovernmental revenues - State Revenue Sharing	71,824
Royalties	222,898
Use of money	187,408
Other revenues	71,185
Total Revenues	2,454,908

Expenditures

Personnel services	728,847
Related benefits	286,488
Travel	73,833
Operating services	272,298
Supplies	145,215
Professional services	85,378
Capital outlay	285,228
Other charges	85,008
Total Expenditures	1,772,991

Excess of Revenues over Expenditures 781,908

Other Financing Sources (Uses)

Sale of Fixed Assets	80,788
Transfer to South Lafourche Levee District	(200,000)
Transfer to St. Charles Parish Council	(245,078)
Transfer to Lafourche Parish Council	(410,000)
Total Other Financing Sources (Uses)	(774,290)

**Excess of Expenditures and Other Uses
Over Revenues and Other Sources** 302,284

Fund Balance at Beginning of Year 3,798,180

Fund Balance at End of Year \$ 4,858,384

See accompanying notes to financial statements.

LAFOURCHE BASIN LEVEE DISTRICT
STATE OF LOUISIANA

STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
GENERAL FUNDS - BUDGETED AND ACTUAL
For the Year Ended June 30, 1998

Revenues	Actual	Budget	Variance- Favorable (unfavorable)
Ad valorem taxes	\$ 1,812,001	\$ 1,541,450	\$ 270,551
Intergovernmental revenues - State Revenue Sharing	31,004	69,100	1,816
Royalties	320,880	300,000	(21,140)
Use of money	197,400	171,000	26,400
Other revenues	71,185	13,500	57,685
Total Revenues	3,473,470	2,995,050	478,420
Expenditures			
Personnel services	758,847	732,807	2,600
Retired benefits	200,480	200,344	1,136
Travel	13,000	10,000	3,000
Operating services	212,380	221,188	(8,808)
Supplies	115,215	200,500	85,285
Professional services	80,370	82,150	(1,780)
Capital outlay	385,328	480,024	(94,696)
Other charges	65,000	3,500	(61,170)
Total Expenditures	1,733,281	1,680,113	53,168
Excess of Revenues over Expenditures	740,189	1,314,937	(574,748)
Other Financing Sources (Uses)			
Sale of Fixed Assets	60,100	60,100	-
Transfer to South Lafourche Levee District	(200,000)	(200,000)	-
Transfer to St. Charles Parish Council	(245,070)	(810,150)	571,080
Transfer to Lafourche Parish Council	(18,000)	-	(18,000)
Total Other Financing Sources (Uses)	(392,970)	(949,050)	556,080
Excess of Expenditures and Other Uses Over Revenues and Other Sources	302,294	(634,116)	936,410
Fund Balance at Beginning of Year	3,708,180	3,708,180	-
Fund Balance at End of Year	\$ 4,010,384	\$ 3,074,064	\$ 936,320

See accompanying notes to financial statements.

LAFOURCHE BASIN LEVEE DISTRICT
STATE OF LOUISIANA

NOTES TO FINANCIAL STATEMENTS
For the Year Ended June 30, 1998

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The Lafourche Basin Levee District and its Board of Levee Commissioners were created by Louisiana Revised Statute 38:291 to provide flood protection for flood areas within its district. The Lafourche Basin Levee District generally includes all or portions of the following parishes: Ascension, Assumption, Lafourche, St. Charles, St. James, and St. John the Baptist. The Board of Levee Commissioners of the Lafourche Basin Levee District administers the operations and responsibilities of the levee district in accordance with the provisions of Louisiana statutes. Members of the Board of Levee Commissioners are appointed by the governor in accordance with the provision of Louisiana Revised Statute 38:284.

The Lafourche Basin Levee District prepared its financial statements in accordance with the standards issued by the Governmental Accounting Standards Board (GASB).

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 audited by the Louisiana Legislative Auditor.

A. FUND ACCOUNTING

The accounts of the Lafourche Basin Levee District are organized on the basis of a fund (General Fund) and account groups. The General Fund of the levee district is considered a fund of the State of Louisiana. The operations of the General Fund are accounted for with a separate set of self-balancing accounts that comprise its assets, liabilities, fund equity, revenues, and expenditures. The General Fund is the general operating fund of the levee district and is used to account for all of its financial statements.

B. FIXED ASSETS AND LONG-TERM OBLIGATIONS

The accounting and reporting treatment applied to property, plant and equipment and long-term liabilities associated with a fund are determined by its measurement focus. All governmental fund types are accounted for on a spending "financial flow" measurement focus. This means that only current assets and current liabilities are generally included on their balance sheets. Their reported fund balance (net current assets) is considered a measure of "available spendable resources". Governmental fund spending statements present increases (revenues and other financing sources) and decreases (expenditures and other financing uses) in net current assets. Accordingly, they are said to present a summary of sources and uses of "available spendable resources" during a period.

Fixed assets used in the governmental fund type operations (general fund assets) are accounted for in the general fund assets account group, either (but) in the governmental funds. Public domains or infrastructures are not capitalized. No depreciation has been provided on general fund assets. All assets are valued at historical cost.

At June 30, 1998, the levee district had stewardship responsibility for \$2,879,027 in

LAFORCHE PARISH LEVY DISTRICT
STATE OF LOUISIANA

NOTES TO FINANCIAL STATEMENTS
For the Year Ended June 30, 1998

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - *Continued*

B. FIXED ASSETS AND LONG-TERM DEBTIONS - *Continued*

General fixed assets valued at historical cost. A summary of changes in general fixed assets is as follows:

	Balance July 1, 1997	Additions	Deletions	Balance June 30, 1998
Land	\$ 130,000	\$ -	\$ -	\$ 130,000
Buildings	418,750	-	-	418,750
Movable property	2,740,000	365,000	170,000	2,935,000
Total	\$ 2,890,000	\$ 365,000	\$ 170,000	\$ 3,085,000

For the year ended June 30, 1998, equipment with a cost of \$158,405 was sold for \$54,185 and a vehicle with a cost of \$17,000 was sold for \$2,080.

In accordance with Louisiana Revised Statutes 39:301-330, the levy district has complied with the movable property status of the State of Louisiana.

The long-term liability for accumulated unpaid annual benefits (compensated absences) of General Fund employees, which is expected to be financed from governmental funds, is accounted for in the general long-term obligations account group, not in the General Fund. Except for the liability for compensated absences which is \$81,400 at June 30, 1998, there are no long-term liabilities directly attributable to the levy district.

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

C. BASIS OF ACCOUNTING

Basis of accounting refers to where revenues and expenditures are recognized and reported in the financial statements. Basis of accounting refers to the timing of the measurements made, regardless of the measurement focus applied.

The records of the Board of Levy Commissioners of the Lafourche Parish Levy District are maintained on the cash basis of accounting. However, the General Fund reported in the accompanying financial statements has been converted to the modified accrual basis of accounting utilizing the following practices:

LAFOLCHRE BASIN LEVEE DISTRICT
STATE OF LOUISIANA

NOTES TO FINANCIAL STATEMENTS
For the Year Ended June 30, 1988

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

C. BASIS OF ACCOUNTING - Continued

Revenues

All income taxes and the related state revenue sharing (which is based on population and acreage) in the parish) are recorded in the year the taxes are assessed. Ad valorem 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, January, and February of the fiscal year.

Interest income on time deposits is recorded when the time deposits have matured and the interest is available.

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.

Transfers

Transfers to the South Lafourche Levee District, St. Charles Parish and Lafourche Parish Council are accounted for as other financing sources (uses).

D. BUDGETARY PRACTICES

The Board of Levee Commissioners of the Lafourche Basin Levee District adopted a budget for the year ended June 30, 1985 for the General Fund in June of 1987 which was amended March 5, 1988.

The Board of Levee Commissioners approves the budget on a functional basis. However, appropriations and expenditures are limited only by the amount of the funds available.

E. ENCUMBRANCES

Encumbrance accounting, under which purchase orders, contracts, and other commitments for the expenditures of monies are recorded in order to reserve that portion of the applicable appropriation, is employed as an extension of formal budgetary integration in the General Fund. Encumbrances outstanding at year end are reported as reservation of fund balances since they do not constitute expenditures or liabilities. The district clerk had no outstanding encumbrances at June 30, 1988.

LAFOURCHE BASIN LEVEE DISTRICT
STATE OF LOUISIANA

NOTES TO FINANCIAL STATEMENTS
For the Year Ended June 30, 1998

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

F. CASH, CASH EQUIVALENTS, AND INVESTMENTS

For financial statement reporting purposes, cash and cash equivalents include cash, demand deposits, and other obligations with a maturity date of ninety days or less from date of original purchase. Under state law the Lafourche Basin Levee District may deposit funds within a fiscal agent bank selected and designated by the Interim Emergency Board. Further, the levee district may invest in obligations of the United States, time certificates of deposit at 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.

As reflected, the Lafourche Basin Levee District had cash and cash equivalents totaling \$733,000 at June 30, 1998. 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, 1998 were secured as follows:

	Cash	Investments or Certificates of Deposit	Total
Accounts on Balance Sheet	\$ 533,000	\$ 4,087,824	\$ 4,620,824
 Bank balances at June 30, 1998			
Insured (FDIC) or collateralized with securities held by the entity or its agent	\$ 117,251	\$ -	\$ 117,251
Collateralized with securities held by the pledging financial institution's trust department or agent in the entity's name	114,778	4,015,089	4,129,867
Total	\$ 232,029	\$ 4,015,089	\$ 4,247,118

LAFAYETTE PARISH LEASE DISTRICT
STATE OF LOUISIANA

NOTES TO FINANCIAL STATEMENTS
For the Year Ended June 30, 1998

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

F. CASH, CASH EQUIVALENTS, AND INVESTMENTS - Continued

Market value of investments in U. S. Agency - FPMR (Treasury) Notes at June 30, 1998 was \$4,070,000.

G. ANNUAL AND SICK LEAVE

Employees of the lease district earn and accumulate annual and sick leave at stated rates, based on their years of 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 300 hours of unused annual leave at the employee's hourly rate of pay at the time of termination. Upon retirement, unused annual leave in excess of 300 hours plus unused sick leave is considered in computing the years of service for retirement benefit purposes. The liability for unused annual leave, payable at June 30, 1998, is estimated to be \$97,407, which is recorded in the general long-term obligations account group.

H. COMPENSATORY LEAVE

Employees who are considered having non-exempt status according to the guidelines contained in the Fair Labor Standards act may be paid for compensatory leave earned (overtime). Upon termination or transfer an employee will be paid for any five and one-half compensatory hours earned and may or may not be paid for any straight hour for hour compensatory hours earned. Compensation paid will be based on the employee's hourly rate of pay at termination or transfer. There is no accrued compensatory liability at June 30, 1997.

I. TOTAL COLUMBIA BALANCE SHEET - OVERVIEW

The total column on the balance sheet - overview is captioned Memorandum Only to indicate that it is presented only to facilitate financial analysis. Data in this column does not present financial position or results of operations, in conformity with generally accepted accounting principles. Neither is such data comparable to a consolidation.

NOTE 2 - RECEIVABLES

Intergovernmental -

Amounts due from other governmental units at June 30, 1998 consisted of the following:

St. Charles Parish Street	\$	4,775
Lafayette Parish Street		3,105
Assumption Parish Street		70
	\$	8,950

LAFORCHE BASIN LEVEE DISTRICT
STATE OF LOUISIANA

NOTES TO FINANCIAL STATEMENTS
For the Year Ended June 30, 1998

NOTE 3 - INSTALLMENT SALE RECEIVABLE

Balance
6/30/98

In July 1993, the levee district entered into an installment sale agreement with Assumption Parish Police Jury. A building with an original cost of \$148,390, was sold to Assumption Parish for \$75,080 with a downpayment of \$7,508 and a balance receivable of \$67,572 to be paid \$7,580 in nine installments due January of each year through the year 2002. \$ 30,800

In October, 1997, the levee district entered into an installment sale agreement with St. James Parish Council for \$27,486.20 with a downpayment of \$4,290.84 and a balance receivable of \$23,195.36 to be paid \$4,290.84 in four installments due December of each year through the year 2002. 17,189

In November, 1997, the levee district entered into an installment sale agreement with Assumption Parish Police Jury for \$23,800.00 with a downpayment of \$3,140.80 and a balance receivable of \$20,659.20 to be paid \$1,748.80 in thirteen installments due November of each year until paid. 21,080

\$ 69,069

NOTE 4 - RETIREMENT SYSTEM

Substantially all employees of the Board of Levee Commissioners of the Lafourche Basin Levee District are members of the social security system. In addition to mandatory payroll deductions, levee district funds are permitted to match the employee contribution. Aggregate contributions to the social security system are funded through employee and employer contributions which for the year were \$55,030 and \$55,838, respectively. The levee district does not have any liability for employee pension benefits.

NOTE 5 - LITIGATION

The Lafourche Basin Levee District is involved in litigations as of June 30, 1998. No liability to the levee district is expected in these matters.

NOTE 6 - TRANSFERS

The Lafourche Basin Levee District and the South Lafourche Basin Levee District have parity with Lafourche Parish. To partially relieve the Board of Levee Commissioners of the Lafourche Basin Levee District of providing protection for the lands in parity of its district (in Lafourche Parish) from tidal overflow and from unusual weather conditions such as hurricanes, Louisiana Revised Statutes provide for annual transfers of \$200,000 from the Board of Levee Commissioners of the Lafourche Basin Levee District to the Board of Commissioners of the South Lafourche Basin Levee District.

Of all taxes collected by the Lafourche Basin Levee District from property located within the

LAFOURCHE PARISH LEVEE DISTRICT
STATE OF LOUISIANA

NOTES TO FINANCIAL STATEMENTS
For the Year Ended June 30, 1998

NOTE 6 - TRANSFERS - continued

parish of Lafourche and St. Charles Parish located west of the Mississippi River, not less than fifty percent of each collection shall be expended for the purposes of levee construction, levee maintenance, and other flood control and drainage works within the parishes or portions of those parishes from which the taxes were collected. These expenditures shall be in cash or in-kind services as determined by the parish governing body and shall be certified as received by the parish's governing body at the end of each fiscal year. The Board of Levee Commissioners transferred \$245,875 and \$270,000 in cash to St. Charles Parish and Lafourche Parish, respectively.

NOTE 7 - PER DIEM FUNDING AGREEMENTS

Per diem payments are presented on Schedule 1. The per diem payments are authorized by Louisiana Revised Statute 35:208 and are presented in compliance with House Concurrent Resolution No. 54 of the 1979 Session of the Louisiana Legislature. The Board president was paid a salary of \$1,080 per month for a total of \$13,000, in lieu of per diem.

NOTE 8 - FUND EQUITY

Designations of fund balance represent tentative management plans that are subject to change.

OTHER SUPPLEMENTARY INFORMATION

LAFOURCHE BASIN LEVEE DISTRICT
STATE OF LOUISIANA

SCHEDULE OF PER DIEM PAID BOARD MEMBERS
For the Year Ended June 30, 1999

Lesley Sullivan, Jr.	\$	1,875
Patrice Gosselin		1,875
Nelson Lewis, Sr.		2,300
Terry Deloyne		2,300
Lawrence Carrouxocher		2,550
Lloyd Beuret		2,550
Joseph Bonadona		2,875
Dudley Hinton		2,475
Kenneth Pedler		800
Carl Bourgeois		2,250
	\$	21,800

NOTE: Per Diem is paid at the rate of \$75 per meeting with a maximum of 28 meetings per year.