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TECHE-VERMILION FRESH WATER DISTRICT  
FINANCIAL REPORT  
DECEMBER 31, 1968

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 Union Rouge office of the Legislative Auditor and, where appropriate, at the office of the parish clerk of court.

Release Date 4-24-99

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**INDEPENDENT AUDITORS' REPORT**

To the Board of Commissioners  
Teche-Vermilion Fresh Water District  
Bayouville, Louisiana

We have audited the general purpose financial statements of Teche-Vermilion Fresh Water District and the individual fund and account group financial statements of Teche-Vermilion Fresh Water District as of and for the year ended December 31, 1998, as listed in the table of contents. These financial statements are the responsibility of Teche-Vermilion Fresh Water District's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with generally accepted auditing standards, the standards for financial and compliance audits contained in the Government Auditing Standards, issued by the Comptroller General of the United States, and the Louisiana Governmental Audit Code. Those 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 audit provides a reasonable basis for our opinion.

Governmental Accounting Standards Board Technical Bulletin No. 1, "Disclosures about Year 2000 Issues," requires disclosure of certain matters regarding the year 2000 issue in order for financial statements to be prepared in conformity with generally accepted accounting principles. Such required disclosures include:

- A key significant amount of resources committed to make computer systems and other electronic equipment year 2000-compliant;
- A general description of the year 2000 issue, including a description of the stages of work in process or completed as of the end of the reporting period to make computer systems and other electronic equipment critical to conducting operations year 2000-compliant; and
- The additional stages of work necessary for making the computer systems and other electronic equipment year 2000-compliant.

Techa-Vermilion Fresh Water District has omitted such disclosures. We do not provide the District's assurance that the District is or will be year 2000 ready, that year 2000 remediation efforts will be successful in whole or in part, or that parties with which the District does business will be year 2000 ready.

In our opinion, except for the omission of the information discussed in the preceding paragraph, the general purpose financial statements referred to above present fairly, in all material respects, the financial position of Techa-Vermilion Fresh Water District at December 31, 1998, and the results of its operations for the year then ended, in conformity with generally accepted accounting principles. Also, in our opinion, except for the omission of the information discussed in the preceding paragraph, the individual fund and account group financial statements referred to above present fairly, in all material respects, the financial position of the individual fund and each of the account groups of Techa-Vermilion Fresh Water District at December 31, 1998, and the results of operations of such fund for the year then ended, in conformity with generally accepted accounting standards.

In accordance with Government Auditing Standards, we have also issued a report dated March 18, 1999, on our consideration of Techa-Vermilion Fresh Water District's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts, and grants.

Our audit was made for the purpose of forming an opinion on the general purpose financial statements taken as a whole and on the individual fund and account group financial statements. The accompanying financial information listed as "Schedule" in the table of contents is presented for purposes of additional analysis and is not a required part of the financial statements of Techa-Vermilion Fresh Water District. Such information has been subjected to the auditing procedures applied in the audit of the general purpose, individual fund, and account group financial statements and, in our opinion, is fairly stated in all material respects in relation to such financial statements taken as a whole.

The financial information for the 1997 fiscal year which is included for comparative purposes was taken from the financial report of Techa-Vermilion Fresh Water District for that year in which we expressed an unqualified opinion on the combined, individual fund and account group financial statements.

*Ernst & Young, LLP*

Lafayette, Louisiana  
March 29, 1999

GENERAL PURPOSE FINANCIAL STATEMENTS  
COMBINED STATEMENTS - OVERVIEW

TECHNICAL SERVICES FROM WATER DISTRICT  
LAFAYETTE, LOUISIANA

COMBINED BALANCE SHEET -  
ALL FUND TYPES AND ACCOUNT GROUPS  
December 31, 2009

	Governmental Fund Type
ASSETS	--- Capital ---
Cash	\$ 164,788
Investments, at fair value	24,304,288
Receivables:	
ed program loans	937,058
State program sharing	63,565
Amount in RECEIPT	776,568
Land, buildings and improvements	-
Water control structures	-
Equipment and furnishings	-
Amount to be provided for retirement of general long-term debt	-----
<b>Total assets</b>	<b>\$ 25,635,850</b>
<b>LIABILITIES</b>	
Accounts payable	\$ 18,718
Accrued expenses	14,585
Accrued annual leave	-
Deferred revenue	2,189,348
Total liabilities	----- 2,212,651
<b>FUND EQUITY</b>	
Investment in general fund equity	-
Fund balances -	
Reserved for -	
Replacement of equipment	22,543,892
Unreserved -	
Designated for planned project improvements	260,000
Designated for operation and maintenance	260,000
Designated for contingencies	380,000
Designated for unrealized gains on investments	----- 220,000
Total fund equity	23,363,892
<b>Total liabilities and fund equity</b>	<b>\$ 25,635,850</b>

See Notes to Financial Statements.

Annual Group		Totals	
General Fixed Assets	General Long-Term Debt	(\$Million, Only)	
1991	1991	1991	1992
\$ -	\$ -	\$ 104,700	\$ 1,510,000
-	-	54,504,200	12,000,000
-	-	837,700	620,310
-	-	82,440	62,000
-	-	170,500	100,000
1,100,000	-	1,300,000	1,100,000
25,000,000	-	25,000,000	20,000,000
200,000	-	200,000	200,000
-	45,000	45,000	45,000
<b>226,000,000</b>	<b>\$ 45,000</b>	<b>226,000,000</b>	<b>222,000,000</b>
\$ -	\$ -	\$ 32,700	\$ 10,000
-	-	14,000	20,000
-	45,000	45,000	40,000
-	-	1,000,000	1,000,000
-	45,000	1,100,000	1,100,000
10,000,000	-	10,000,000	10,000,000
-	-	55,543,000	13,000,000
-	-	300,000	200,000
-	-	200,000	200,000
-	-	200,000	200,000
-	-	230,000	100,000
10,000,000	45,000	61,107,000	40,000,000
<b>226,000,000</b>	<b>\$ 45,000</b>	<b>226,000,000</b>	<b>222,000,000</b>

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TRUSS-VERMILION FRESH WATER DISTRICT  
LAKEVIEW, LOUISIANA

STATEMENT OF REVENUE, EXPENDITURES AND CHANGES IN FUND BALANCE -  
GOVERNMENTAL FUND TYPE  
Years Ended December 31, 1998 and 1997

	<u>General Fund</u>	
	<u>1998</u>	<u>1997</u>
<b>Revenues:</b>		
Taxes	\$ 869,879	\$ 914,187
Intergovernmental revenues	93,715	93,985
Investment income	1,891,600	1,894,181
Miscellaneous revenues	<u>16,242</u>	<u>1,947</u>
TOTAL REVENUES	<u>2,871,436</u>	<u>2,704,300</u>
<b>Expenditures:</b>		
CURRENT -		
General government	<u>1,181,431</u>	<u>1,610,488</u>
Excess of revenues over expenditures	886,589	913,958
Fund balance, beginning, as restated	<u>28,237,827</u>	<u>28,224,127</u>
Fund balance, ending	<u>29,124,416</u>	<u>29,138,085</u>

SEE NOTES TO FINANCIAL STATEMENTS.

TEANEK-WARILONG FRESH WATER DISTRICT  
 LAWRENCE, MISSISSIPPI

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -  
 BUDGET BASED BUDGET AND ACTUAL - GOVERNMENTAL FUND TYPE  
 Year Ended December 31, 1998  
 With comparative Actual Amounts for Year Ended December 31, 1997

	1998		Variance - Favorable Unfavorable	1997 Actual
	Budget	Actual		
<b>REVENUES:</b>				
Taxes -				
Ad valorem taxes	\$ 208,000	\$ 208,979	\$ 979	\$ 208,297
Intergovernmental revenues -				
State revenue sharing	88,800	88,778	(22)	81,800
Investment income	815,500	1,000,545	185,045	1,000,283
Miscellaneous revenues	1,200	18,293	17,093	1,840
Total revenues	<u>1,828,200</u>	<u>1,828,143</u>	<u>(557)</u>	<u>1,121,974</u>
<b>Expenditures:</b>				
Current -				
General government -				
Personnel services	289,800	294,448	4,648	270,400
Utilities	244,778	247,448	2,670	207,800
Other services and charges	810,400	848,428	38,028	300,281
Capital expenditures	<u>18,500</u>	<u>13,138</u>	<u>(5,362)</u>	<u>8,884</u>
Total expenditures	<u>1,363,250</u>	<u>1,393,432</u>	<u>30,182</u>	<u>1,018,484</u>
Excess of revenues over expenditures	<u>\$ 464,950</u>	<u>434,711</u>	<u>(30,239)</u>	<u>103,490</u>
Fund Balance, beginning, as detailed		<u>18,207,877</u>		<u>18,504,187</u>
Fund balance, ending		<u>\$18,642,588</u>		<u>\$18,607,677</u>

See Notes to Financial Statements.

TECHE-VERMILION FRESH WATER DISTRICT  
LAFAYETTE, LOUISIANA

NOTES TO FINANCIAL STATEMENTS

Note 1. Summary of Significant Accounting Policies

The financial statements of Teche-Vermilion Fresh Water District have been prepared in conformity with generally accepted accounting principles (GAAP) as applied to government units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The more significant of the District's accounting policies are described below.

Reporting entity:

The financial reporting entity consists of (1) the primary government, (2) organizations for which the primary government is financially accountable, and (3) other organizations for which the primary government is not accountable, but for which the nature and significance of their relationship with the primary government are such that exclusion would cause the reporting entity's financial statements to be misleading or incomplete. Component units are legally separate organizations for which the elected officials of the primary government are financially accountable. In addition, component units can be other organizations for which the nature and significance of their relationship with the primary government are such that exclusion would cause the reporting entity's financial statements to be misleading or incomplete.

Primary government:

Teche-Vermilion Fresh Water District - Teche-Vermilion Fresh Water District is a body corporate created under Act 41 of 1959. Its purpose is that of establishing, maintaining and protecting a fresh water supply in Bayou Teche and the Vermilion River in the parishes of Iberia, Lafayette, St. Martin and Vermilion. The District is governed by a board of commissioners composed of one member from each of the parishes constituting the District. The members are appointed by the police juries/parish councils of their respective parishes. The Chairman is appointed by the Commission. For financial reporting purposes, the District includes all funds, account groups and activities that are controlled by the District as an independent political subdivision of the State of Louisiana.

The activities of the parish governing authorities, school boards, independently elected parish officials and municipal level governments of the parishes constituting the District are not included within the accompanying financial statements, as they are considered autonomous governments. These units of government issue financial statements separate from that of the District.

## NOTES TO FINANCIAL STATEMENTS

### Fund accounting:

The District uses one fund and two 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 segregating transactions related to certain government functions or activities.

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

The General Fund (governmental fund type) is the general operating fund of the District. It is used to account for all the financial resources of the District.

### Basis of accounting:

The accounting and financial reporting treatment applied to a fund is determined by its measurement focus. All governmental funds are accounted for using a modified financial resources measurement focus. With this measurement focus, only current assets and current liabilities generally are included on the balance sheet. Operating statements of these funds present revenues *i.e.*, revenues and other financing sources and decreases *i.e.*, expenditures and other financing used in net current assets.

The modified accrual basis of accounting is used by all governmental fund types. Under the modified accrual basis of accounting, revenues are recognized when measurable and available *i.e.*, when they become both measurable and available. "Measurable" means the amount of the transaction can be determined and "available" means collectible within the current period or soon enough thereafter to be used to pay liabilities of the current period. Revenues for the 1998 tax assessment, including state revenue sharing, have been deferred as December 31, 1998, and will be recognized in 1999, the year for which such revenues have been budgeted. Expenditures are recorded when the related fund liability is incurred. Principal and interest on general long-term debt are recorded as fund liabilities when due. Purchases of operating supplies are regarded as expenditures at the time purchased.

Interest on investments is considered susceptible to accrual and is recognized as earned. Substantially all other revenues are recorded when received because they are not objectively determinable.

The District reports deferred revenue on its unadopted balance sheet. Deferred revenues arise when a potential revenue does not meet both the "measurable" and "available" criteria for recognition in the current period. Deferred revenues also arise when resources are received by the District before it has a legal claim to them. In subsequent periods, when

## NOTES TO FINANCIAL STATEMENTS

with certain recognition criteria are met, or when the District has a legal claim to the resources, the liability for deferred revenue is removed from the combined balance sheet and revenue is recognized.

### Budgets:

Budgets are adopted on a basis consistent with generally accepted accounting principles. An annual appropriated budget is adopted for the general fund. Budgeted amounts are as originally adopted, or as amended by the Board of Commissioners. All appropriations lapse at the end of the fiscal year.

### Investments:

The District implemented GASB #31 in the current year and, therefore, investments are stated at fair market value as determined by independent appraising services.

### Fixed assets:

General fixed assets are not capitalized in the funds used to acquire or construct them. Instead, capital acquisition and construction are reflected as expenditures in governmental funds, and the related assets are reported in the general fixed assets account group. All purchased fixed assets are valued at cost.

Assets in the general fixed assets account group are not depreciated.

### Compensated absences:

Employees of the District earn annual and sick leave at varying rates according to years of service with the District. Upon resignation or retirement, unused annual leave up to 300 hours is paid to employees at the employee's current rate of pay. Upon retirement, accumulated annual leave above 180 hours and accumulated sick leave is used in the retirement benefit computation as earned service. No payment is made for accrued and unused sick leave.

Years of accumulated vacation leave that is expected to be liquidated with expendable available financial resources is reported as an expenditure and a fund liability of the governmental fund that will pay it. Amounts of vested or accumulated vacation leave that are not expected to be liquidated with expendable available financial resources are reported in the general long-term debt account group. No expenditure is reported for these amounts. The amount of annual leave vested at December 31, 1988 totaled \$45,900 which has been accrued in the general long-term debt account group.

## NOTES TO FINANCIAL STATEMENTS

### Long-term obligations:

Long-term debt is recognized as a liability of a governmental fund when due. For other long-term obligations, only that portion expected to be financed from expendable available financial resources is reported as a fund liability of a governmental fund. The remaining portion of such obligations is reported in the general long-term debt account group.

### Fund equity:

Reserves represent those portions of fund equity not appropriate for expenditure or legally segregated for a specific future use. Designated fund balances represent tentative plans for future use of financial resources.

### Memorandum only - Total column:

The total column on the combined balance sheet is captioned "Memorandum only" to indicate that it is presented only to facilitate financial analysis. Data in this column does not present financial position in conformity with generally accepted accounting principles. Neither is such data comparable to a consolidation.

### Comparative data:

Comparative total data for the prior year have been presented in the accompanying financial statements in order to provide an understanding of changes in the district's financial position and operations. However, comparative U.S. presentation of prior year totals by fund type data have not been presented in each of the statements since their inclusion would make the statements unduly complex and difficult to read.

The governmental accounting standards board (GASB) issued GASB No. 21, "Accounting and Financial Reporting for Certain Investment and for External Investment Pools," effective for periods beginning after June 30, 1990. This Statement establishes fair value accounting and financial reporting standards. This Statement also required the restatement of prior year fund balance for the fair value increase in investments. This restatement resulted in the recognition of \$149,382 of unrealized gains on investments as of December 31, 1989. In addition, certain amounts in the 1987 financial statements have been reclassified to the 1988 presentation. Such reclassifications had no material effect on fund equity as previously reported, except as related to investments.

### Note 2. Legal Compliance - Budgets:

A modified accrual basis budget is formally adopted by the District prior to the beginning of the fiscal year and notices of its completion and availability are published. After its adoption, adjustment to the budget must be approved by resolution. All appropriations lapse at fiscal year end.

## NOTES TO FINANCIAL STATEMENTS

### NOTE 3. Deposits and Investments

#### Deposits:

At year end, the carrying amount of the District's deposits was \$104,080 and the bank balance was \$100,327. The bank balance was entirely covered by Federal Depositary Insurance or by collateral held by the District's fiscal agent in the District's name.

#### Investments:

The District's investments are categorized as either (i) insured or registered for which the securities are held by the District or its agent in the District's name, (ii) uninsured and unregistered for which the securities are held by the issuer's or dealer's trust department or agent in the District's name or (iii) uninsured and unregistered for which the securities are held by the issuer or dealer, or by its trust department or agent but not in the District's name. A categorization of the investments at December 31, 1988 follows:

Category 1 -	
U. S. Government securities	<u>\$14,300,000</u>

### NOTE 4. Ad Valorem Taxes

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 of the current year and January and February of the ensuing year. Taxes are billed and collected by the individual parishes comprising the District.

Ad valorem tax revenue is recognized in the year following the assessment, when the majority of the taxes are actually collected.

In 1988, a ten year tax renewal in the amount of 1.0 mills was approved by the voters of Iberville, Lafourcade, St. Martin and Vermilion parishes. The tax is for the purpose of constructing, establishing, extending, maintaining, operating and protecting a fresh water supply and sludge collection in Bayou Teche and the Vermilion River within the Teche-Vermilion Flood Water District. In 1989, the Commissioners reduced the rate to 1.27 mills. In 1990, the Commissioners reduced the rate to 1.00 mill. The tax will expire in the year 2001.

NOTES TO FINANCIAL STATEMENTS

Note 5. Changes in General Fixed Assets:

A summary of changes in general fixed assets follows:

	Balance 12/31/1998	Additions	Deletions	Balance 12/31/1999
Land, buildings and improvements	\$ 1,189,874	\$ -	\$ -	\$ 1,189,874
Water control structures	25,281,248	-	-	25,281,248
Equipment and furnishings	261,345	19,214	21,245	259,314
	<u>\$2,652,467</u>	<u>\$ 19,214</u>	<u>\$ 21,245</u>	<u>\$2,650,436</u>

Note 6. Changes in Long-Term Debt

The following is a summary of accumulated annual leave transactions of the South-Vermilion Parish Water District for the year ended December 31, 1999:

Balance, beginning	\$ 48,885
additional leave accrued	6,780
annual leave used/reduced	(12,380)
Balance, ending	<u>\$ 43,285</u>

Note 7. Defined Benefit Pension Plan

All permanent employees of the District are eligible for the Parishial Employees Retirement System (PERS) of Louisiana, a multiple-employer public employee retirement system. The payroll for District employees covered by the system for the year ended December 31, 1999 was \$338,059; the total District payroll was \$338,057.

All permanent District employees who work at least 28 hours a week and are under 48 years of age are members of the plan. Members of the plan may retire with thirty years of creditable service regardless of age, with twenty-five years of service at age 55, and with ten years of service at age 60. The retirement allowance is equal to 3% of the member's final compensation multiplied by his years of creditable service, with certain provisions made for those employees who were members of the supplemental plan prior to its revision date. Their retirement allowance may not exceed the greater of 10% of a member's final salary or compensation. The system also provides disability and survivor benefits. Benefits are established by ERISA statute. Covered employees are required to contribute 5.0% of their earnings to the plan; the District contributes 7.25%. The total contributions for the year was \$24,593 which consisted of \$26,588 from the District and \$11,345 from its employees. Contributions are also established by state statute.



NOTES TO FINANCIAL STATEMENTS

the "pension benefit obligation" is a standardized disclosure measure of the present value of pension benefits, adjusted for the effects of projected salary increases and step-rate benefits, estimated to be payable in the future as a result of employee service to date. The measure, which is the actuarial present value of credited projected benefits, is intended to help users assess the system's funding status on a going-concern basis. Assets programs made in accumulating sufficient assets to pay benefits when due, and make contributions among PERB and employees. The System does not make separate measurements of assets and pension benefit obligation for individual employees. The pension benefit obligation at December 31, 1999, the most recent report available for the PERB Plan A as a whole. Determined through an actuarial valuation performed as of that date, was \$881,843,181. The PERB Plan A net assets available for benefits on that date (valued at fair value) were \$874,373,943, resulting in an unfunded pension benefit obligation of \$7,469,238. The districts contribution represented approximately .14% of total contributions required of all participating employers.

Trend information:

Five-year historical trend information providing information about progress made in accumulating sufficient assets to pay benefits when due is prepared in the PERB December 31, 1999 annual report.

Note 8. Board Members Compensation

Board members receive \$75 per diem for attendance at each official meeting of the board, not to exceed two regular meetings per month and six special meetings per year. The following reflects the per diem earned by the Commissioners:

	Number	Amount
Ronald Sagura	21	\$ 1,575
Patrick J. Dominguez	20	1,500
Ronald Sagura	20	1,500
Ray Brigan	20	1,500
Total		<u>\$ 6,075</u>

Note 9. Reserves for Capital Expenditures

The District and the United States Corps of Engineers have entered into an agreement upon accepting the pumping station and all of its structures from the U.S. Government whereby the District is obligated to set aside reserves, in the amount of \$14,515,000 by the year 2004, for replacement of pumps, motors and all working parts. The District has established a reserve fund for these future capital expenditures, and the present allocation to meet this replacement is \$75,583,883.

NOTES TO FINANCIAL STATEMENTS

NOTE 10. Designation of Fund Balance

By resolution, the District has designated \$250,000 of the unreserved fund balance for planned project improvements anticipated in the next future. The District has also designated \$200,000 of the unreserved fund balance for future operation and maintenance of the Teche-Vermilion Fresh Water District. In addition, \$50,000 has been designated for contingencies of the Teche-Vermilion Fresh Water District. The District has designated the estimated gains on investments in the amount of \$200,040. The District does not intend to liquidate investments to realize the reported gains.

NOTE 11. Post Retirement Health Care and Life Insurance Benefits

The State of Louisiana provides certain continuing health care and life insurance benefits for Teche-Vermilion Fresh Water District's retired employees. Substantially, all of the District's employees become eligible for these benefits if they reach normal retirement age while working for the District. These benefits for retirees are provided through group benefits whose monthly premiums are paid jointly by the employee and the District. The cost of providing these benefits is reflected as an expenditure in the year it is paid. For the year ended December 31, 1996, there were three retirees and the costs of their benefits totaled \$6,704.

NOTE 12. Contingency

The District is the defendant in a lawsuit arising principally in the normal course of operations. In the opinion of management, the outcome of this lawsuit will not have a material adverse effect on the accompanying combined financial statements and accordingly, no provision for losses has been recorded.

NOTE 13. Net Increase in the Fair Value of Investments

The following is the change in the fair value of investments for the year ended December 31:

	1996	1995
Fair value at end of year	\$ 14,184,288	\$ 12,468,800
Add: Proceeds of investments sold	8,445,921	8,429,749
Less: Cost of investments purchased	18,428,817	13,297,491
Less: Fair value at beginning of year	(12,468,800)	(12,468,120)
Change in fair value of investments	\$ 85,592	\$ 143,838

**GENERAL FUND**

To account for resources traditionally associated with governments which are not required to be accounted for in another fund.

TYLER-VENUE-LEIGH FRESH WATER DISTRICT  
CAPAYETTE, LOUISIANA

## GENERAL FUND

SCHEDULE OF EXPENDITURES - BUDGET (ORAS BARRIS) AND ACTUAL  
YEAR ENDED DECEMBER 31, 1998

With Comparative Actual Amounts For Year Ended December 31, 1997

	1998		Variance - Favorable (Unfavorable)	1997 Actual
	Budget	Actual		
General government:				
Personal services -				
Salaries	\$ 302,168	\$ 318,957	\$ 16,789	\$ 318,188
Group Insurance	52,808	38,813	13,995	35,158
Retirement	25,000	28,288	3,288	28,800
	380,000	486,058	10,672	482,146
Utilities	844,238	843,448	790	888,280
Other services and charges -				
Bridging of water channel	500,000	128,800	3,200	-
Advertising	300	270	30	300
Assessors' compensation	7,000	8,275	11,275	7,310
Assessors' retirement	30,000	39,835	11,835	28,887
Compensation - Board				
members	4,000	3,825	175	3,205
Dues - board members	3,300	3,300	61,650	1,800
Fuel, oil and lubricants	1,000	5,000	4,000	5,778
Insurance - general	80,000	54,880	25,120	80,700
Maintenance contracts	3,000	470	2,530	1,820
Miscellaneous	3,000	2,920	80	513
Office improvements	400	-	400	1,100
Office supplies	3,300	3,263	3,847	1,800
Operating supplies	8,000	27,984	17,984	18,044
Professional services	57,000	55,813	1,187	60,000
Printing	800	1,883	1,083	400
Repairs	38,000	8,880	3,820	8,300
Repairs and maintenance	148,000	88,743	59,257	12,000
Telephones	8,000	5,970	2,030	4,100
Travel	38,000	21,481	16,519	8,100
	328,000	488,848	78,848	323,261
Capital expenditures -				
Office equipment	1,000	800	200	4,000
Miscellaneous equipment	50,000	18,300	31,700	-
Operation and maintenance				
equipment	1,000	-	1,000	5,000
Water control structures	500	-	500	-
	52,000	18,100	33,900	4,000
Total	\$2,886,200	\$1,791,613	\$1,094,587	\$2,181,688

**GENERAL LONG-TERM DEBT ACCOUNT GROUP**

To account for unmatured principal amounts on general long-term debt reported to be financed from governmental-type funds.

TECHE-VERMILION BRIDGE IMPROVEMENT DISTRICT  
LAFOURVILLE, LOUISIANA

STATEMENT OF GENERAL LONG-TERM DEBT  
December 31, 1998 and 1997

	1998	1997
Amount to be provided for payments of long-term debt:		
Amount to be provided from -		
Accrued annual revenues	\$ 48,218	\$ 48,218
General long-term debt payable:		
Accrued annual loans	\$ 48,218	\$ 48,218

THOMAS-DEBILDEAU FRESH WATER DISTRICT  
LAFAYETTE, LOUISIANA

SCHEDULE OF CHANGES IN GENERAL LONG-TERM DEBT  
YEAR ENDED DECEMBER 31, 1998

	Balance	Long-Term	Long-Term	Balance
		Debt	Debt	
Amount to be provided for retirement of long-term debt from:	<u>52,000,000</u>	<u>10,000,000</u>	<u>88,100,000</u>	<u>11,511,880</u>
Excess annual revenues	\$ <u>48,100</u>	\$ <u>5,000</u>	\$ <u>5,100</u>	\$ <u>95,000</u>
General long-term debt payable: accumulated annual leave	\$ <u>48,100</u>	\$ <u>5,000</u>	\$ <u>5,100</u>	\$ <u>95,000</u>

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

To the Board of Directors  
 Terre-Vernilion Fresh Water District  
 Lafayette, Louisiana

We have audited the general purpose financial statements of Terre-Vernilion Fresh Water District, and the individual fund and account group financial statements as of and for the year ended December 31, 1998, and have issued our Report Thereon dated March 10, 1999, which was qualified due to the omission of the year 2000 disclosures that are required by Governmental Accounting Standards Board Technical Bulletin 98-1, "Disclosures about Year 2000 Issues." 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 District's financial statements are free of material misstatement, we 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 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 District's internal control over financial reporting in order to determine our auditing procedures for the purpose of expressing our opinion on the general purpose 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 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. We noted no matters involving the internal control over financial reporting and the operations that we consider to be material weaknesses.

This report is intended for the information of management. Besides, this report is a matter of public record and its distribution is not limited.

*Bronson, Pook, Lewis & Brown, LLP*

Lafayette, Louisiana  
March 28, 2000

TRUDE-YVESVILLE FRESH WATER DISTRICT  
 SAPORTHE, LOUISIANA

SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
 Year Ended December 31, 1998

We have audited the financial statements of Trude-Yvesville Fresh Water District as of and for the year ended December 31, 1998, and have issued our report thereon dated March 18, 1999. 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. Our audit of the financial statements as of December 31, 1998 resulted in a qualified opinion.

Section I - Summary of Auditor's Reports

A. Report on Internal Control and Compliance Material to the Financial Statements

Internal Control

Material Weaknesses    \_\_\_ Yes    X No  
 Reportable Conditions \_\_\_ Yes    X None Reported

Compliance

Compliance Material to Financial Statements    \_\_\_ Yes    X No

Section II - Financial Statement Findings

No entries were reported.