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ANNUAL FINANCIAL STATEMENTS
FOR THE YEAR ENDING DECEMBER 31, 1997

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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 JUL 22 1998

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INDEPENDENT AUDITOR'S REPORT

To the Board of Commissioners
District Five Road and Public Works
Commission of St. Landry Parish
Lafayette, Louisiana

We have audited the accompanying general purpose financial statements of District Five Road and Public Works Commission of St. Landry Parish, a component unit of the St. Landry Parish Police Jury, as of and for the year ended December 31, 1997. These general purpose financial statements are the responsibility of District Five Road and Public Works Commission's management. Our responsibility is to express an opinion on these general purpose financial statements based on our audit.

We conducted our audit in accordance with generally accepted auditing standards and the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the general purpose financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the general purpose financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall general purpose financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

In our opinion, the general purpose financial statements referred to above present fairly, in all material respects, the financial position of District Five Road and Public Works Commission of St. Landry Parish, as of December 31, 1997 and the results of its operations for the year then ended, in conformity with generally accepted accounting principles.

In accordance with Government Auditing Standards, we have also issued our report dated June 26, 1998 on our consideration of District Five Road and Public Works Commission's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts and grants.

John S. Dowling & Company
Lafayette, Louisiana
June 26, 1998

STATEMENTS OF ASSETS AND LIABILITIES, FUND BALANCES, AND FUND EQUITIES
GENERAL FUND - FISCAL YEAR 2010
UNAPPORTIONED BUDGETARY ACCOUNTS

| | ENCUMBRANCE AMOUNTS (ENCUMBRANCE) | ACCUMULATED DEBIT BALANCES | | TOTAL | |
|---|---|----------------------------|--------------------------|------------------------|--------------------------|
| | | AMOUNTS ENCUMBRANCE | AMOUNTS (ENCUMBRANCE) | AMOUNTS ENCUMBRANCE | AMOUNTS (ENCUMBRANCE) |
| ASSETS | | | | | |
| Cash on hand and in bank | 214,700 | | | 214,700 | 214,700 |
| Due from other departments, net of advances | 645,700 | | | 645,700 | 645,700 |
| Due from individuals | 11,000 | | | 11,000 | 11,000 |
| Revenues awaiting disbursement | | 219,000 | | | 219,000 |
| Inventory and supplies | | | 11,000 | | 11,000 |
| Interest to be received for retirement of General Long-Term Debt | | | 11,000 | | 11,000 |
| TOTAL ASSETS | 2,120,000 | 2,120,000 | 2,120,000 | 2,120,000 | 2,120,000 |
| LIABILITIES AND FUND EQUITIES | | | | | |
| Accounts payable | 24,000 | | | 24,000 | 24,000 |
| Unearned sales proceeds | 2,000 | | | 2,000 | 2,000 |
| Unearned subscription | 1,000 | | | 1,000 | 1,000 |
| Advance participation notes payable | 10,000 | | | 10,000 | 10,000 |
| Unearned fund balance payable | | 11,000 | | | 11,000 |
| Unearned fund balance payable | | 11,000 | | | 11,000 |
| Total Liabilities | 28,000 | 28,000 | 28,000 | 28,000 | 28,000 |
| Fund balance | | | | | |
| Unassigned or general fund assets | | | 1,870,000 | | 1,870,000 |
| Assigned fund balance | | | | 220,000 | 220,000 |
| Total Fund Balance | 2,092,000 | 2,092,000 | 2,092,000 | 2,092,000 | 2,092,000 |
| Total Liabilities and Fund Balance | | | | | |
| | | | | | |

The accompanying notes are an integral part of these statements.

**SIXTH FIVE YEAR AND PUBLIC WORKS COMMISSION OF ST. LAWRENCE PARISH
 LOCAL GOVERNMENT
 STATEMENT OF REVENUES, EXPENSES/TIRES AND CHANGES IN FUND BALANCES -
 ALL GOVERNMENTAL FUND TYPES - FISCAL YEAR
 FOR THE YEAR ENDED DECEMBER 31, 1991**

| | 1991 | TOTAL Increase/Decrease 1991 - 1990 |
|---------------------------|-----------------|--|
| REVENUES | | |
| Taxes | | |
| Property taxes | 6448,343 | 6438,571 |
| Intergovernmental | | |
| State revenue sharing | 26,800 | 26,176 |
| Insurance | | |
| On property taxes | 260 | 228 |
| On investments | 820 | 683 |
| Miscellaneous | | |
| Rayon Marie reimbursement | | 10,000 |
| Timber sales | | 3,306 |
| Other | | 1,890 |
| | <u>6721,663</u> | <u>6738,224</u> |
| Total revenues | | |
| EXPENDITURES | | |
| Current operating | | |
| Labour cost | | |
| Direct to work | 155,712 | 148,689 |
| Office | 21,550 | 13,889 |
| Summer camps | 8,382 | 1,199 |
| Payroll taxes | 12,888 | 10,788 |
| Food supplies | | |
| Aggregate | 86,645 | 138,877 |
| Culverts | 13,817 | 60,541 |
| Pavement repair | 10,488 | 8,955 |
| Herbicides | 1,118 | 936 |
| Dirt | 438 | |
| Batter control | 33,457 | 50,823 |
| Insurance | 60,213 | 55,552 |
| Equipment | | |
| Borrow | 28,114 | 64,317 |
| Repairs and maintenance | 28,947 | 45,488 |
| Tires/tubes | 16,460 | 6,566 |
| Diesel | 18,507 | 24,800 |
| Fuel | 14,081 | 15,568 |
| Excavator | 6,843 | 8,623 |
| Oil and filters | | |
| Office and supplies | 41,375 | 23,088 |
| Contracted services | 26,888 | 12,088 |
| Engineering | | 948 |
| Miscellaneous | | 943 |
| Capital outlay | 30,471 | 26,716 |

Continued on next page.

DISTRICT FIVE BOARD AND PUBLIC WORKS COMMISSION OF ST. LAMAR PARISH
 LAFAYETTE, LOUISIANA
 STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES -
 ALL GOVERNMENTAL FUND TYPES - GENERAL FUND (CONTINUED)
 FOR THE YEAR ENDED DECEMBER 31, 1997

| | 1997 | TOTAL (Memorandum Only) 1996 |
|--|-----------------|---------------------------------------|
| Debt service | | |
| Principal retirement | \$13,500 | \$03,600 |
| Interest | 8,888 | 8,250 |
| Total expenditures | \$22,388 | \$11,850 |
| EXCESS (DEFICIENCY) OF REVENUES OVER CURRENT EXPENDITURES | \$1,002 | \$18,733 |
| OTHER FINANCING SOURCES | | |
| Sale proceeds | -----\$- | \$25,890 |
| EXCESS (DEFICIENCY) OF REVENUES AND OTHER SOURCES OVER EXPENDITURES | \$1,002 | \$44,623 |
| FUND BALANCE, beginning of year | \$21,521 | \$22,800 |
| FUND BALANCE, end of year | \$22,523 | \$67,423 |

The accompanying notes are an integral part of this statement.

CONTRACT WITH ROAD AND PUBLIC WORKS COMMISSION OF ST. LOUIS PARISH
PERIOD: 1967-1968
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES -
BUDGET (ON A BASIS) AND ACTUAL -
GENERAL FUND
FOR THE YEAR ENDING DECEMBER 31, 1967

| | 1967 | | VARIANCE FAVORABLE (UNFAVORABLE) |
|-------------------------|------------------|------------------|--|
| | BUDGET | ACTUAL | |
| REVENUES | | | |
| Taxes | | | |
| Property taxes | \$419,728 | \$441,471 | \$21,743 |
| Intra-governmental | | | |
| State revenue sharing | 27,768 | 24,858 | 2,910 |
| Interest | | 158 | 158 |
| On property taxes | | 828 | 828 |
| On investments | | | 320 |
| Total revenues | <u>\$447,496</u> | <u>\$467,217</u> | <u>\$19,721</u> |
| EXPENDITURES | | | |
| Current operating | | | |
| Labor cost | | | |
| Direct to roads | 158,080 | 158,787 | (707) |
| Office | | 21,521 | (21,521) |
| Summer camps | | 8,282 | (8,282) |
| Payroll taxes | | 13,897 | (13,897) |
| Road supplies | | | |
| Aggregate | 50,808 | 54,768 | (3,960) |
| Salvage | 20,808 | 18,856 | 1,952 |
| Pothole repair | 15,808 | 16,366 | (558) |
| Herbicides | 4,808 | 1,214 | 3,594 |
| Signs | 2,808 | 428 | 2,380 |
| Money earned | 28,080 | 24,827 | 3,253 |
| Insurance | 28,080 | 40,719 | (12,639) |
| Equipment | | | |
| Rentals | 62,080 | 60,114 | 1,966 |
| Repairs and maintenance | 42,080 | 41,374 | (706) |
| Tires/tubes | 5,080 | 8,388 | (3,308) |
| Signal | 15,508 | 18,427 | (2,919) |
| Gasoline | 15,508 | 14,286 | 1,222 |
| Oil and filters | 8,808 | 8,421 | 387 |
| Office and supplies | 58,808 | 60,145 | (1,337) |

Continued on next page.

DISTRICT FIVE ROAD AND PUBLIC WORKS COMMISSION OF ST. LABREY PARISH
 LEBLANC, LOUISIANA
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES -
BUDGET (DEBT SERVICE) AND ACTUAL -
GENERAL FUND (CONTINUED)
 FOR THE YEAR ENDED DECEMBER 31, 1997

| | 1997 | | VARIANCE FAVORABLE (UNFAVORABLE) |
|--|-----------------|-----------------|--|
| | BUDGET | ACTUAL | |
| Contracted services | \$15,000 | \$34,000 | \$(19,000) |
| Capital outlay | 20,000 | 21,000 | (1,000) |
| Debt service | | | |
| Principal retirement | 242,301 | 242,309 | (8) |
| Interest | 10,312 | 8,244 | 2,068 |
| Total expenditures | 252,613 | 250,553 | 2,060 |
| EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES | (13,613) | (18,800) | (5,187) |
| OTHER FINANCING SOURCES | | | |
| Note proceeds | 240,000 | 240,000 | 0 |
| EXCESS (DEFICIENCY) OF REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES | 126,387 | 71,199 | (55,188) |
| FUND BALANCE, beginning of year | | 23,807 | |
| FUND BALANCE, end of year | | 206,318 | |

The accompanying notes are an integral part of this statement.

**DISTRICT FIVE ROAD AND PUBLIC WORKS COMMISSION OF ST. LANDRY PARISH
LOUISIANA
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 1991**

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

District Five Road and Public Works Commission of St. Landry Parish (the Commission), is a political subdivision of the State of Louisiana and possesses all the powers necessary to construct, repair, operate, and maintain roads, bridges, and road drainage facilities as well as the rights, powers, and authority enumerated for road districts in Part II of Chapter 2 of Title 48. The Commission was created by Louisiana Revised Statute 48:906.1.

The Commission is governed by 13 commissioners appointed by the St. Landry Parish Police Jury. Presently, the commissioners receive no compensation for their service.

A. BASIS OF PRESENTATION

The accompanying financial statements of District Five Road and Public Works Commission of St. Landry Parish have been prepared in conformity with generally accepted accounting principles (GAAP) as applied to governmental units. The Governmental Accounting Standards Board (GASB) is the accepted standards-setting body for establishing governmental accounting and financial reporting principles.

B. REPORTING ENTITY

As the governing authority of the parish, for reporting purposes, the St. Landry Parish Police Jury is the financial reporting entity for St. Landry Parish. The financial reporting entity consists of (a) the primary government (police jury), (b) organizations for which the primary government is financially accountable, and (c) other organizations for which 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.

Governmental Accounting Standards Board Statement No. 14 established criteria for determining which component units should be considered part of the St. Landry Parish Police Jury for financial reporting purposes. The basic criterion for including a potential component unit within the reporting entity is financial accountability. The GASB has set forth criteria to be considered in determining financial accountability. This criteria includes:

1. Appointing a voting majority of an organization's governing body, and
 - a. The ability of the police jury to impose its will on that organization and/or
 - b. The potential for the organization to provide specific financial benefits to or impose specific financial burdens on the police jury.
2. Organizations for which the police jury does not appoint a voting majority but are financially dependent on the police jury.

CONTRACT FIRE FUND AND PUBLIC WORKS COMMISSION OF ST. LAUREY PARISH
LABARDU, LOUISIANA
NOTE TO THE FINANCIAL STATEMENTS
DECEMBER 31, 1981

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

- b. Organizations for which the reporting entity financial statements would be misleading if data of the organization is not included because of the nature or significance of the relationship.

Because the police jury appoints the commissioners of District Fire Fund and Public Works Commission and the function of the Commission serves as a substantial contribution to similar services provided by the police jury, the Commission was determined to be a component unit of the St. Landry Parish Police Jury, the financial reporting entity. The accompanying financial statements present information only on the funds maintained by the Commission and do not present information on the police jury, the general government services provided by that governmental unit, or the other governmental units that comprise the financial reporting entity.

C. **FUND ACCOUNTING**

The Commission uses funds and account groups to report on its financial position and the results of its operations. Fund accounting is designed to assure accurate legal compliance and to aid financial management by segregating transactions relating to certain government functions or activities.

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

Funds of the Commission are classified as governmental funds. Governmental funds account for the Commission's general activities, including the collection and disbursement of specific or legally restricted monies, the acquisition or construction of general fixed assets, and the servicing of general long-term debt. The Commission uses one governmental fund as follows:

General Fund - the general operating fund of the Commission which accounts for all financial resources.

The Commission uses two account groups as follows:

General Fixed Assets Account Group - established to account for all fixed assets used in governmental fund type operations.

General Long-term Debt Account Group - established to account for all long-term obligations.

DISTRICT FIVE ROAD AND PUBLIC WORKS COMMISSION OF ST. LOUIS PARISH
TERREBO, LOUISIANA
NOTE TO THE FINANCIAL STATEMENTS
DECEMBER 31, 1987

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

D. BASIS OF ACCOUNTING

The accounting and financial reporting treatment applied to a fund is determined by its measurement focus. The governmental funds are accounted for using a current 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 transactions (i.e., revenues and other financing sources) and decreases (i.e., expenditures and other financing uses) in net current assets.

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

All governmental fund types are accounted for using the modified accrual basis of accounting. The revenues are recognized when they become measurable and available. Available means collectible within the current period or soon enough thereafter to be used to pay liabilities of the current period. Expenditures are recorded when the related fund liability is incurred, if measurable.

Revenues from local sources consist primarily of property taxes. Property tax revenues and revenue sharing revenues received from the State of Louisiana are recognized when assessable to accrual. Miscellaneous revenues are recorded as revenues when received in cash because they are generally not measurable until actually received. Investment earnings are recorded as earned since they are measurable and available.

Purchase of various operating supplies are regarded as expenditures at the time purchased. The costs of governmental fund type inventories are recorded as expenditures when purchased and items on hand at year-end, if material, are recorded as assets. Expenditures for insurance and similar services which extend over more than one accounting period are accounted for as expenditures of the period of acquisition.

E. BUDGETS

The Commission legally adopted a budget for the General Fund for the year ended December 31, 1987. The budget for the General Fund is prepared on a cash basis. As prepared all appropriations lapse. The budget amounts shown in the financial statements are the final authorized amounts as revised for the year. The level of budgetary control is by total appropriations; however, for report purposes, the budgetary information has been expanded.

F. ENCUMBRANCES

The Commission does not employ the encumbrance system of accounting.

**DISTRICT FIVE ROAD AND PUBLIC WORKS COMMISSION OF ST. LAFAYETTE
LOUISIANA
STATE TO THE FINANCIAL STATEMENTS
DECEMBER 31, 1972**

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

G. INVESTMENTS IN CASH

Investments are stated at cost or amortized cost, which approximates market.

Louisiana statutes authorize the District to invest in United States bonds, treasury notes or certificates, time certificates of deposit in state and national banks, or any other federally insured investment.

H. FIXED ASSETS AND LONG-TERM DEBT

Fixed assets of governmental funds are recorded as expenditures at the time they are purchased or constructed, and the related assets are capitalized (reported in the General Fixed Assets Account Group).

The Commission has effected net to capitalize public demands (infrastructure) fixed assets consisting of certain improvements other than buildings, including roads, bridges, and drainage systems. No depreciation has been provided on general fixed assets. Interest costs during construction are not capitalized. All fixed assets are valued at historical cost.

Long-term liabilities expected to be financed from governmental fund types are accounted for in the General Long-term Debt Account Group, not in the governmental funds.

The account group is not a "fund." It is concerned only with the measurement of financial position. It is not involved with measurement of results of operations.

Amounts of their spending measurement flows, expenditures recognition for governmental fund types excludes amounts represented by recurring liabilities. Since they do not affect net current assets, such long-term amounts are not recognized as governmental fund type expenditures or fund liabilities. They are instead reported as liabilities in the General Long-Term Debt Account Group.

I. DEFERRER PARTICIPATION NOTES PAYABLE

Revenue anticipation notes payable are shown in the General Fund's balance sheet because they are short-term liabilities. The due dates of these notes are March 1 of the following year and are repaid when property tax revenues are received.

J. COMPENSATED ABSENCE

Annual leave is accrued based on years of service to the Commission and can only be used in the calendar year earned or in the first quarter of the following year. Any annual leave not taken at this time is put into a reserve for use as sick leave due to a long-term illness when the employee will recover and return to work. Upon termination, accrued annual leave accumulated in the previous year only will be paid to the employee.

DISTRICT FIVE SONS AND DAUGHTERS WORKS COMMISSION OF ST. LOUISY PARISH
LEWIS, LOUISIANA
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 1997

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

Sick leave is accrued at the rate of 1 1/2 hours biweekly. Upon termination, accrued sick leave will be paid to the employee.

Employees also accumulate compensatory time which is to be used for doctor's appointments, funerals, etc. Hours accumulated in 12 months may stay on books for 6 months after the end of the year and alternatively will be put in reserve to be used as sick leave on the 31st of December of each year.

F. RECLASSIFIED ITEMS

Certain items of the prior years have been reclassified in order to conform to the current period's presentation.

L. TOTAL CHANGES ON COMBINED STATEMENTS

Total columns on the combined statements are captioned "memorandum only" to indicate that they are presented only to facilitate financial analysis. Data in these columns do not present financial position, results of operations, or changes in financial position, in conformity with generally accepted accounting principles. Neither is such data comparable to a consolidation. Interfund eliminations have not been made in the aggregate of this data.

3. CASH

As December 31, 1997 the bank and book balances of cash in interest-bearing and noninterest-bearing checking accounts were as follows:

| | Bank Balance | Book Balance |
|---------------------|-----------------|-----------------|
| Interest-bearing | \$57,617 | \$57,617 |
| Noninterest-bearing | 51,368 | 51,172 |
| Total | 113,585 | 108,789 |

Cash is fully secured by Federal Deposit Insurance.

DISTRICT FIVE ROAD AND PUBLIC WORKS COMMISSION OF ST. LANDRY PARISH
LAHOLA, LOUISIANA
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 1992

3. AD VALOREM TAXES

District Five Road and Public Works Commission of St. Landry Parish, Louisiana levies a special tax of Fifteen (15) mills on all taxable property. This tax, which was approved at a special election held on October 16, 1989, will be assessed for a period of 20 years, beginning with the year 1990 and ending with the year 2005, for the purpose of constructing, acquiring, operating and maintaining the roads, bridges and road drainage facilities of the Commission and acquiring the necessary equipment therefore.

The Commission's ad valorem property tax is levied each October 1 on the assessed value listed as of the prior January 1 for all real and business personal property located in the District. Property taxes are due on October 1 and become delinquent by January 1 of the following year. The St. Landry Parish Sheriff bills, collects, and distributes the property taxes for the District using the assessed values determined by the Tax Assessor of St. Landry Parish.

The Commission is required to remit a percentage of the total ad valorem taxes per the tax roll to a State Pension Fund. This amount is determined by the legislative auditor each year. Since the Sheriff collects all taxes for the parish, the tax collected in the first month is reduced by the Sheriff for the pension fund amount owed and the remainder is remitted to the taxing district. Therefore, the ad valorem tax receivable and revenues are shown net of Pension Fund distributions. A breakdown of tax receivable is as follows:

| | Total Per Tax Roll | Pension Fund Requirements | Allowance for Uncollectible Taxes | Tax Received in December | Tax Receivable |
|------|-----------------------|------------------------------|---|-----------------------------|-------------------|
| 1992 | \$643,170 | \$70,384 | \$1,114 | \$569,792 | \$668,162 |

4. CHANGES IN GENERAL FIXED ASSETS

A summary of changes in General Fixed Assets for the year 1992 are as follows:

| | Balance Beginning of Year | Additions | Deletions | Balance End of Year |
|------------------------|---------------------------------|---------------|-----------|---------------------------|
| Furniture and Fixtures | \$8,798 | \$2,803 | | \$11,601 |
| Equipment | 187,358 | 39,854 | | 227,212 |
| Automs | 16,144 | 30,468 | | 46,612 |
| Building | 2,088 | | | 2,088 |
| Land | 17,688 | | | 17,688 |
| Total | 232,072 | 73,125 | 0 | 305,197 |

CONTROL FIVE ROAD AND PUBLIC WORKS COMMISSION OF ST. LOUIS, MISSOURI
LEWIS, LOUISIANA
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 1993

3. REVENUE ANTICIPATION NOTES

On July 7, 1993, the Commission issued Revenue Anticipation Notes in the amount of \$260,000, bearing interest at the rate of 8.5 percent and having a maturity date of March 7, 1998. The notes were secured by a pledge and dedication of the Commission's 15 mill property tax.

4. LONG-TERM DEBT

The Commission issued \$40,000 of Certificates of Indebtedness, Series 1994 bearing interest at the rate of 5 percent and having a final maturity of March 1, 1998. The certificates are secured by a pledge and dedication of the Commission's 15 mill property tax. These certificates were issued for the purpose of purchasing equipment.

On February 29, 1994, the Commission issued \$25,000 of Certificates of Indebtedness, Series 1995 bearing interest at the rate of 5.75 percent and having a final maturity of March 1, 2000. The certificates are secured by a pledge and dedication of the Commission's 15 mill property tax and were issued for the purpose of purchasing and improving property.

Changes in long-term liabilities during the year ended December 31, 1993 are as follows:

| | <u>Composited Certificates of Indebtedness</u> | | | <u>Total</u> |
|--------------------|--|--------------------|--------------------|---------------|
| | <u>Amount</u> | <u>Series 1994</u> | <u>Series 1995</u> | |
| Balance - 1/1/93 | 45,788 | \$25,000 | \$18,988 | \$90,788 |
| Payments in 1993 | | 18,000 | (4,550) | (13,550) |
| Increase in 1993 | <u>4,328</u> | ----- | ----- | <u>4,328</u> |
| Balance - 12/31/93 | <u>50,116</u> | <u>17,000</u> | <u>14,038</u> | <u>81,154</u> |

Annual debt service requirements to maturity on the Certificates of Indebtedness are as follows:

| For the year ended December 31, | <u>Interest</u> | <u>Principal</u> | <u>Total</u> |
|---------------------------------|-----------------|------------------|---------------|
| 1998 | \$1,848 | \$12,700 | \$14,548 |
| 1999 | 1,048 | 14,000 | 15,048 |
| 2000 | <u>612</u> | <u>3,261</u> | <u>3,873</u> |
| | <u>3,508</u> | <u>20,000</u> | <u>23,508</u> |

DISTRICT FIVE ROAD AND PUBLIC WORKS COMMISSION OF ST. LOUISY PARISH
PERIOD: 10/1/1988
MOVES TO THE FINANCIAL STATEMENTS
ENDING 12, 1988

10. BUDGET RECONCILIATION

A reconciliation of the figures shown on pages 3 and 4 to the cash basis figures shown on pages 3 through 4 follows:

| | <u>1988</u> |
|-------------------------------------|------------------|
| <u>Revenues</u> | |
| Revenues - page 3 | |
| Add: Prior year property tax | \$685,640 |
| Prior year state revenue sharing | 425,840 |
| Current year state revenue sharing | 38,376 |
| Less: Current year property tax | (548,983) |
| Current year state revenue sharing | (12,380) |
| Revenues - page 4 | <u>\$778,613</u> |
| <u>Expenditures</u> | |
| Expenditures - page 4 | (\$38,383) |
| Add: Prior year accounts payable | 19,400 |
| Prior year payroll taxes accrued | 865 |
| Prior year accrued expenditures | 5,000 |
| Prior year notes payable | 210,000 |
| Less: Current year accounts payable | (18,178) |
| Current year payroll taxes accrued | (1,985) |
| Current year accrued expenditures | (15,865) |
| Expenditures - page 3 | <u>\$68,383</u> |
| <u>Fund Balance</u> | |
| Fund Balance - page 4 | (\$78,908) |
| Add: Current year payables | 280,813 |
| Less: Current year receivables | (628,021) |
| Fund balance - page 3 | <u>\$13,908</u> |

John Newton Head, CPA
 Jack Lando, Jr., CPA
 Francis J. Sully, CPA
 Dwight Ingram, CPA
 Clara S. Reynolds, CPA
 James L. Nichols, Jr., CPA
 G. Kenneth Prew, S. CPA
 Damon J. East, CPA



JOHN S. DOWLING & COMPANY
 A CORPORATION OF CERTIFIED PUBLIC ACCOUNTANTS

JOHN S. DOWLING, CPA
 (1968-1984)

THOMAS DODD, CPA
 Retired

**REPORT ON COMPLIANCE AND ON INTERNAL CONTROL OVER FINANCIAL
 REPORTING MADE BY AN AUDITOR OF FEDERAL FINANCIAL
 STATEMENTS PERFORMED IN ACCORDANCE
 WITH GOVERNMENT AUDITING STANDARDS**

To the Board of Commissioners
 District Five Road and Public Works
 Commission of St. Landry Parish
 Lakeou, Louisiana

We have audited the general purpose financial statements of District Five Road and Public Works Commission of St. Landry Parish, as of and for the year ended December 31, 1997, and have issued our report thereon dated June 26, 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 District Five Road and Public Works Commission of St. Landry Parish'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 these provisions was not an objective of our audit and, accordingly, we do not express such an opinion. The results of our tests disclosed the following instances of noncompliance that is required to be reported under Government Auditing Standards, for which the ultimate resolution cannot presently be determined. Accordingly, no provision for any liability that may result has been recognized in District Five Road and Public Works Commission of St. Landry Parish's 1997 financial statements.

Condition: The total actual expenditures exceeded total budgeted expenditures by 8.45 percent.

Criteria: Louisiana Revised Statute 39:331B states that the budget must be amended when the total actual expenditures exceed total actual budgeted expenditures by more than 5 percent.

Effect: Budgeted expenditures were exceeded by 8.45 percent.

Cause: The budget was not amended to reflect an increase in expenditures.

Management's Response: In the future, we will amend the budget on a timely basis so that expenditures will not exceed the budget by 5 percent or more.

To the District Five Road and Public Works
Commission of St. Landry Parish
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Internal Control Over Financial Reporting

In planning and performing our audit, we considered District Five Road and Public Works Commission of St. Landry Parish'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 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 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 District Five Road and Public Works Commission of St. Landry Parish, in a separate letter dated June 26, 1998.

This report is intended for the information of District Five Road and Public Works Commission of St. Landry Parish, its Commissioners and the appropriate regulatory agency. However, this report is a matter of public record and its distribution is not limited.

John S. Douling & Company

Opolevas, Louisiana
June 26, 1998

John Horton, CPA
Paul Lambert, J. CPA
Francis J. Soley, CPA
George L. Taylor, CPA
Charles B. Tolson, CPA
James L. Whitaker, J. CPA
G. Kenneth King, Jr. CPA
Dennis J. Earl, CPA

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Harold Dyer, CPA
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To the Board of Commissioners
District Five Road and Public Works
Commission of St. Landry Parish
Lafayette, Louisiana

In planning and performing our audit of the general purpose financial statements of District Five Road and Public Works Commission of St. Landry Parish, for the year ended December 31, 1971, we considered its internal control in order to determine what auditing procedures for the purpose of expressing our opinion on the general purpose financial statements and not to provide assurance on the internal control.

Our consideration of internal control was for the limited purpose described in the preceding paragraph and would not necessarily disclose all matters that might be reportable conditions. In addition, because of inherent limitations in internal control, errors or fraud may occur and not be detected by such controls. However, we noted the following item involving internal control which needs to be addressed:

Some of the transactions reviewed during the course of the audit were not recorded in the proper general ledger accounts. Some of the items noted were capital outlays and payroll taxes being recorded as office supplies. It was also noted that items other than wages were being recorded in labor accounts. The result of the misclassifications was employee and auditor spending considerable time adjusting general ledger accounts to enable the financial statements to be audited.

We also noted accounting adjustments being made to months that were already finalized and printed out. Any adjustments relating to prior months should be made in the current working month by the use of general journal entries.

We also commented that supplies and materials relating to outside workers and work performed by the District be recorded to general ledger accounts other than office supplies to present a more accurate presentation of expenses.

The following is a suggestion for improving your system, procedures and operations:

Reduce Anticipatory Loans

The District should try to reduce its dependence on the use of revenue anticipatory loans due to the uncertainty, relating to property tax collections.

Division Five Road and Public Works
Commission of St. Landry Parish
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This report is intended for the information of the Division Five Road and Public Works Commission of St. Landry Parish, its Board of Commissioners and the appropriate regulatory body. However, this report is a matter of public record, and its distribution is not limited.

John S. Dowling & Company

Opinion, Louisiana
June 26, 1998