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PARISH OF IBERIA DISTRICT  
New Iberia, Louisiana

For the Years Ended June 30, 1988 and 1987

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**OTHER REPORTS**

- Independent Auditor's Report on Compliance and on Internal Control Over Financial Reporting (Based on an Audit of Financial Statements Performed in Accordance with Government Auditing Standards) .....

Other provisions of state law, this report is a public document. A copy of this report has been submitted to the audited, or reviewed, entity and other appropriate public officials. This 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 .....

## *Dressel & Friend*

REGISTERED PROFESSIONAL ACCOUNTANTS  
AND CPAs 5115 TERRY STREET  
NEW ORLEANS, LOUISIANA 70118-3002

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### **Independent Auditor's Report**

Board of Commissioners  
Port of Iberia District  
New Iberia, Louisiana

We have audited the accompanying general purpose financial statements of the Port of Iberia District, as of and for the years ended June 30, 1998 and 1997, as listed in the table of contents. These general purpose financial statements are the responsibility of the Port of Iberia District 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. These standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall general purpose financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

Government Accounting Standards Board Technical Bulletin 98-1, 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:

- any 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 progress 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.

Port of Iberia District has omitted such disclosures. We do not provide assurance that Port of Iberia District is or will be year 2000 ready, that Port of Iberia District's year 2000 remediation efforts will be successful in whole or in part, or that parties with which Port of Iberia 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 the Port of Iberia District, as of June 30, 1998 and 1997, and the results of its operations and the cash flows of its proprietary fund type for the years then ended in conformity with generally accepted accounting principles.

In accordance with Government Auditing Standards, we have also issued our report dated December 9, 1998 on our consideration of the Port of Iberia District's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts and grants.



Daniel S. Friend, CPAs

New Iberia, Louisiana  
December 9, 1998

PORT OF BEREA DISTRICT  
New Bern, Louisiana

COMPARATIVE BALANCE SHEETS  
(ALL FUND TYPES AND ACCOUNT GROUPS)

JUNE 30 AS INDICATED

	<u>ASSETS</u>	
	2008	2007
<b>CURRENT ASSETS</b>		
Cash and cash equivalents:		
Unrestricted	\$ 2,038,531	\$ 3,681,124
Restricted	0	0
Total Cash and cash equivalents	<u>\$ 2,038,531</u>	<u>\$ 3,681,124</u>
Receivables:		
Lease of property	163,418	67,424
Accrued Interest	0	8,874
Capital Outlay Funds Receivable	93,973	253,480
Other Receivables	268,589	268,383
Loan-to Sewerage District	0	18,080
<b>TOTAL CURRENT ASSETS</b>	<u>\$ 2,742,421</u>	<u>\$ 4,298,045</u>
<b>FIXED ASSETS</b>		
Buildings, equipment & land	\$ 21,345,649	\$ 20,141,488
Accumulated Depreciation	<u>(3,232,082)</u>	<u>(3,345,489)</u>
<b>TOTAL FIXED ASSETS</b>	<u>\$ 18,113,567</u>	<u>\$ 16,795,999</u>
<b>OTHER ASSETS</b>		
Board Issue Cost	5,111	5,951
<b>TOTAL OTHER ASSETS</b>	<u>\$ 5,111</u>	<u>\$ 5,951</u>
<b>TOTAL ASSETS</b>	<u>\$ 20,861,139</u>	<u>\$ 20,299,995</u>
	<b>LIABILITIES AND FUND EQUITY</b>	
<b>CURRENT LIABILITIES</b>		
Accounts Payable	\$ 60,613	\$ 45,668
Payroll Taxes Payable	2,478	844
Retirement Payable	4,442	2,181
Construction Project Payable	718,880	986,723
Accrued Vacation Payable	4,048	1,187
Accrued Wages Payable	3,080	0
Interest Payable	1,320	1,620
Bonds Payable	25,000	25,000
Note Payable	277,000	278,236
Capital Lease-Rent	2,091	1,858
Retainage Payable	18,080	18,080
<b>TOTAL CURRENT LIABILITIES</b>	<u>\$ 573,944</u>	<u>\$ 1,305,138</u>

The accompanying notes and auditor's report are an integral part of these financial statements.

PORT OF BEREA DISTRICT  
New Iberia, Louisiana

COMPARATIVE BALANCE SHEETS (ALL FUND TYPES AND ACCOUNT GROUPS)		JUNE 30 AS INDICATED	
	2008	2007	
<b>LONG-TERM LIABILITIES:</b>			
Notes Payable	\$ 158,833	\$ 183,800	
Bond Payable	140,000	150,000	
Capital Lease-Verco	3,158	8,199	
<b>TOTAL LONG-TERM LIABILITIES</b>	<u>\$ 301,991</u>	<u>\$ 341,999</u>	
<b>TOTAL LIABILITIES</b>	<b>\$ 823,981</b>	<b>\$ 1,689,295</b>	
<b>FUND EQUITY</b>			
Contributed Capital (Net of Accumulated Amortization)	\$ 24,403,054	\$ 24,144,113	
Retained Earnings Unreserved (Exhibit 1)	8,208,084	4,478,495	
<b>TOTAL FUND EQUITY</b>	<u>\$ 32,611,138</u>	<u>\$ 28,622,608</u>	
<b>TOTAL LIABILITIES AND FUND EQUITY</b>	<u><b>\$ 33,433,119</b></u>	<u><b>\$ 30,311,903</b></u>	

The accompanying notes and accountant's report are an integral part of these financial statements.

PORT OF IBERIA DISTRICT  
New Iberia, Louisiana

COMPARATIVE STATEMENTS OF REVENUES, EXPENSES & CHANGES IN RETAINED EARNINGS	FOR THE YEARS ENDED JUNE 30 AS INDICATED	
	2008	2007
<b>OPERATING REVENUES</b>		
Leases	\$ 640,823	\$ 1,185,741
Contract Storage	143,858	584,370
Tonnage & Docking Fees	89,901	89,214
Beet Shell Rentals	5,750	5,859
Business Fees	8,827	8,837
Water Franchise Fee	5,753	1,438
Expense Reimbursements	151	2,583
Miscellaneous Income	2,887	4,888
<b>TOTAL OPERATING REVENUES</b>	<b>\$ 1,087,650</b>	<b>\$ 1,768,262</b>
<b>OPERATING EXPENSES</b>		
Accounting Fees	\$ 2,407	\$ 1,188
Advertising	22,778	27,648
Auditing Fees	8,800	8,288
Auto Allowances	11,848	18,380
Business Promotion	1,708	2,678
Casual Labor	0	1,925
Depreciation	898,863	643,674
Deck Subcontractors	127,647	408,240
Deos & Subscriptions	8,987	8,721
Employee Benefits	2,854	2,980
Employee Retirement	7,698	5,082
Environmental Expenses	3,888	12,100
Insurance	57,790	80,004
Legal Fees	33,272	33,048
Miscellaneous	1,090	6,379
Office Expense	19,219	21,128
Outside Services	18,584	38,374
Port Improvements & Development	41,682	32,381
Repairs & Maintenance	38,919	34,301
Salaries-Doctors	55,080	43,384
Salaries-Other	44,751	40,471
Security	20,090	0
Taxes-Payroll	1,776	324
Travel	34,991	39,278
Telephone	7,240	7,898
Utilities	19,075	35,241
<b>TOTAL OPERATING EXPENSES</b>	<b>\$ 1,288,638</b>	<b>\$ 1,541,285</b>
<b>OPERATING INCOME</b>	<b>\$ (182,971)</b>	<b>\$ 218,807</b>

The accompanying notes and Accountant's report are an integral part of these financial statements.

PORT OF IBERIA DISTRICT  
New Iberia, Louisiana

COMPARATIVE STATEMENTS OF REVENUES, EXPENSES & CHANGES IN RETAINED EARNINGS	FOR THE YEARS ENDED JUNE 30 AS INDICATED	
	2008	2007
OTHER REVENUE (EXPENSE)		
Amortization Expense	\$ (940)	\$ (940)
Interest Income	150,800	108,200
Interest Expense	(24,860)	(18,717)
TOTAL OTHER REVENUE (EXPENSES)	<u>\$ 125,000</u>	<u>\$ 157,513</u>
NET INCOME	\$ (57,860)	\$ 378,618
DEPRECIATION ON FIXED ASSETS ACQUIRED BY CONTRIBUTED CAPITAL	<u>\$ 680,000</u>	<u>\$ 640,674</u>
INCREASE IN RETAINED EARNINGS	\$ 622,140	\$ 1,029,292
RETAINED EARNINGS AT BEGINNING OF YEAR	<u>4,438,685</u>	<u>3,419,183</u>
RETAINED EARNINGS AT END OF YEAR	<u>\$ 5,060,825</u>	<u>\$ 4,438,685</u>

The accompanying notes and accountant's report are an integral part of these financial statements.

PORT OF IBERIA DISTRICT  
New Iberia, Louisiana

COMPARATIVE STATEMENT OF CASH FLOWS	FOR THE YEAR ENDED	
	JUNE 30, 2018	JUNE 30, 2017
<b>CASH FLOWS FROM OPERATING ACTIVITIES:</b>		
Operating Income	\$ 182,870	\$ 219,007
Adjustments to reconcile operating income to net cash used by remaining activities:		
Depreciation expense	808,560	643,874
Change in assets & liabilities:		
(Increase) Decrease in receivables	(98,200)	(85,000)
Increase (Decrease) in accounts payable	14,840	26,857
Increase (Decrease) in payroll taxes payable	1,576	(1,744)
Increase (Decrease) in other payables	8,287	(13,750)
Increase (Decrease) in deposits	0	(1,200)
Total Adjustments	\$ 629,163	\$ 578,967
Net Cash provided by operating activities	\$ 412,033	\$ 797,864
<b>CASH FLOWS FROM CAPITAL RELATED FINANCING ACTIVITIES:</b>		
Grants	\$ 1,199,091	\$ 4,548,360
Capital asset acquisitions	(2,942,000)	(8,607,730)
Bond Issue Cost	(100)	0
Interest Paid	(25,050)	(18,071)
Principal paid on capital lease-Rent	(1,850)	(1,000)
Principal Paid on Bond	(28,000)	(28,000)
Principal Paid on Biogenics Property Note	(25,200)	0
Refinancing	0	13,000
Loan Proceeds for Biogenics Property	0	218,200
Net cash used by capital related financing activities	\$ (1,990,210)	\$ 37,260
<b>CASH FLOWS FROM INVESTING ACTIVITIES:</b>		
Interest on investments	\$ 150,417	\$ 172,478
Net cash provided by investing activities	\$ 150,417	\$ 172,478
<b>NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS, BEGINNING OF YEAR</b>	<b>\$ 11,244,580</b>	<b>\$ 980,700</b>
<b>CASH AND CASH EQUIVALENTS, END OF YEAR</b>	<b>\$ 12,395,355</b>	<b>\$ 2,081,200</b>
<b>CASH AND CASH EQUIVALENTS, END OF YEAR</b>	<b>\$ 12,395,355</b>	<b>\$ 2,081,200</b>

The accompanying notes and accountant's report are an integral part of these financial statements



PORT OF IBERIA DISTRICT  
New Iberia, Louisiana

NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2009

**INTRODUCTION**

The Port of Iberia District is a political subdivision of the State of Louisiana created under the provisions of Louisiana Revised Statute 34:241. The district is governed by a board of commissioners consisting of seven members who serve without compensation. Two of the members are appointed by the City of New Iberia, one member each by the Towns of Jeanerette and Lousville, and three members are appointed by the Iberia Parish Council. The board is responsible for the regulation of commerce and traffic within the district.

Operations of the district are administered through an executive director who also serves as the port director. The operations of the district are financed primarily through lease payments and capital outlay grants from state and federal agencies. The district's offices and operations are located in an area that is 5 miles south of the City of New Iberia and encompasses more than 1,000 acres of land, both public and private, and is the base of operations for more than 80 companies. There are 7 miles of access roadways, 3 miles of railroad frontage, steel bulkheading, sewerage system, underground electrical service, eleven and one-half miles of water frontage, a seven and one-half mile water channel that provides access to the Intercoastal Waterway, and a 15,000 square foot public dock warehouse.

**5. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

**Basic of Presentation:** The accompanying financial statements of the Port of Iberia District have been prepared in conformity with generally accepted accounting principles as applied to governmental units. The Governmental Accounting Standards Board is the accepted standard setting body for establishing governmental accounting and financial reporting principles. The District applies all GASB pronouncements as well as the Financial Accounting Standards Board pronouncements issued on or before November 30, 1989, unless those pronouncements conflict with or contradict GASB pronouncements.

**Basic of Accounting:** The accounting and financial reporting treatment applied to a fund is determined by its measurement focus. The Enterprise Fund is accounted for on a flow of economic resources measurement focus. With this measurement focus, all assets and liabilities associated with the operation of this fund are included on the balance sheet. The Enterprise Fund uses the accrual basis of accounting. Revenues are recognized when earned and expenses are recognized at the time liabilities are incurred. Annual leases are billed in advance and recognized as income when billed.

PORT OF IBERIA DISTRICT  
New Iberia, Louisiana

NOTES TO FINANCIAL STATEMENTS

JUNE 30, 1998

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - CONTINUED

**Reporting Entity.** For financial reporting purposes, in conformance with Section 2100 of the GASB Codification of Governmental Accounting and Financial Reporting Standards (GASB Codification), the district includes all funds, account groups, activities, or centers, that are controlled by the district as an independent political subdivision. As an independent political subdivision, the district is solely responsible for its operations, which include the hiring or retention of employees, authority over budgeting, responsibility for deficits, and the receipt and disbursement of funds. Accordingly, the district is a separate governmental reporting entity.

**Fund Accounting.** The district is organized and operated on a fund basis whereby a separate self-balancing set of accounts (Enterprise Fund) is maintained that comprises its assets, liabilities, fund equity, revenues, and expenses. The operations are financed and operated in a manner similar to a private business enterprise, where the intent of the governing body is that costs (expenses, including depreciation) of providing services on a continuing basis be financed or recovered primarily through user charges.

**Budgetary Accounting.** Annually, the district adopts a cash basis budget for the operations of the Enterprise Fund. A comparison of revenues and expenses to budget is not included in the accompanying financial statements since it is not required by generally accepted accounting principles.

**Cash and Cash Equivalents and Investments.** Cash includes amounts on hand and interest-bearing demand deposits. Cash equivalents include amounts in time deposits. Under state law, the district may deposit funds in demand deposits, interest-bearing demand deposits, money market accounts, or time deposits with state banks organized under Louisiana law and national banks having their principal offices in Louisiana.

Under state law, the district may invest in United States bonds, treasury notes or certificates. These are classified as investments if their original maturities exceed 90 days; however, if the original maturities are 90 days or less, they are classified as cash equivalents. Investments are stated at the lower of cost or market at the balance sheet date.

**Fixed Assets.** Fixed assets are recorded on the basis of original cost. Depreciation of all depreciable fixed assets used by the proprietary fund type operations are charged as expense against operations.

PORT OF IBERIA DISTRICT  
New Orleans, Louisiana

NOTE TO FINANCIAL STATEMENTS JUNE 30, 1998

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES -CONTINUED

Depreciation on fixed assets has been computed on the basis of estimated lives under the straightline method. Estimated lives are as follows:

Furniture and Fixtures	5-10 Years
Steel Scaffolding	30 Years
Buildings & Improvements	10-40 Years

Expenditures for maintenance and repairs are charged directly to the appropriate operating account at the time the expense is incurred. Expenditures determined to represent additions and betterments are capitalized.

The cost of assets sold or retired and the related amounts of accumulated depreciation are eliminated from the accounts in the year of sale or retirement. Any resulting gain or loss is reflected in the Statement of Revenue, Expenses and Changes in Retained Earnings.

**Compensated Absence.** The district's formal policy on vacation and sick leave provides that permanent employees of the district accrue from 9 to 18 days of vacation and sick leave per year depending on the length of service. A maximum of 45 days of vacation leave and 360 days of sick leave may be accumulated. The policy provides for the payment of accumulated vacation leave not to exceed 45 working days upon retirement or voluntary separation of employment. The policy does not provide for the payment of accumulated sick leave.

**Fixed Assets.** Grants, entitlements, or shared revenue received that are restricted for the acquisition or construction of capital assets are recorded as contributed capital. Contributed capital is amortized based on the depreciation recognized on that portion of the assets acquired from such contributions. This depreciation is closed to the contributed capital account and is reflected as an adjustment to net income.

**Capitalization of Interest Cost.** Interest cost on assets intended for lease that are constructed as discrete projects shall be capitalized when the following conditions are present: expenditures for the asset have been made, activities that are necessary to get the asset ready for its intended use are in progress and interest cost is being incurred.

PORT OF IBERIA DISTRICT  
New Iberia, Louisiana

NOTES TO FINANCIAL STATEMENTS

JUNE 30, 1998

2. CASH AND CASH EQUIVALENTS

At June 30, the District has cash and cash equivalents (book balances) as follows:

	1998	1997
Petty Cash	\$ 200	\$ 300
Interest-Bearing Demand Deposits	610,081	1,714,081
Time Deposits	<u>1,623,280</u>	<u>1,660,653</u>
Total	<u>\$ 2,233,561</u>	<u>\$ 2,585,134</u>

These deposits are stated at cost, which approximates market. Under state law, these deposits (or the resulting bank balances) 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 securities are held in the name of the pledging fiscal agent bank in a holding or custodial bank that is mutually acceptable to both parties. At June 30, 1998, the district has \$2,616,815 in deposits (collected bank balances). Of these deposits, \$408,080 was secured from risk by federal deposit insurance and \$3,694,875 by pledged securities held by the custodial banks in the name of the fiscal agent bank (GASB Category 3).

Even though the pledged securities are considered uncollateralized (Category 3) under the provisions of GASB Statement 3, Louisiana Revised Statute 38:1209 imposes a statutory requirement on the custodial bank to advertise and sell the pledged securities within 90 days of being notified by the district that the fiscal agent has failed to pay deposited funds upon demand.

3. At June 30, 1998 the District had other receivables as follows:

Receivable from a Contractor	\$ 250,221
Travel Advances-Receivable	<u>319</u>
	<u>\$ 250,540</u>

The Port of Iberia leased one of its sites to a tenant, and part of the lease contract was that a crane would be provided. There was a crane on the site that when originally built was designed to meet the requirements as stated in the lease. Before the tenant used the

PORT OF IBERIA DISTRICT  
New Orleans, Louisiana

NOTES TO FINANCIAL STATEMENTS

JUNE 30, 1999

3 - CONTINUED

crane, it was determined that the crane could not handle the weight as specified in the lease. The Port has rebuilt the crane. At June 30, 1997 and 1998 the expenditures to rebuild the crane totaled \$268,371. The Port is treating these expenditures as a receivable from the contractor who originally installed the crane. To date the contractor has not indicated that the expenditures will be reimbursed.

4. FIXED ASSETS

A summary of fixed assets at June 30, 1999 follows:

	Accumulated Cost	Depreciation	Book Value
Land	\$ 7,898,000	-	\$ 7,898,000
Buildings & Improvements	2,901,480	171,800	2,729,680
Furniture and fixtures	99,057	70,214	28,843
Bulkheading	5,867,585	1,189,818	4,677,767
Public Dock Expenses	1,528,511	389,304	1,139,207
Area CHC-2 Site	4,854,581	188,354	4,666,227
Dynamic Offshore Expansion	295,191	42,530	252,661
Acadiana Navigational Channel	7,381,596	498,780	6,882,816
Chart Site Development	1,210,581	81,132	1,129,449
Port Drainage Project	1,240,318	13,781	1,226,537
Port Water Project	251,878	8,389	243,489
Public Dock Bulkheading	2,488,149	22,485	2,465,664
Red Fox Loadout Project	781,813	3,173	778,640
Total	\$21,295,689	\$ 2,237,082	\$19,058,607

5. CHANGES IN LONG-TERM OBLIGATIONS

A summary of long-term obligation transactions at June 30, follows:

Balance payable, Beginning of Year	1998	1997
Additions	\$ 468,280	\$ 258,080
Payments	-	218,280
Balance payable, End of Year	\$ 468,280	\$ 468,280
Portion classified as current	217,000	218,280
Long-term portion at end of Year	\$ 255,280	\$ 250,000

PORT OF IBERIA DISTRICT  
New Iberia, Louisiana

NOTES TO FINANCIAL STATEMENTS

JUNE 30, 1998

5. CHANGES IN LONG-TERM OBLIGATIONS - CONTINUED

	1998	1997
Recap of long term obligations		
Louisiana State Bond Commission	\$250,000	\$250,000
Obligation for land on Poysson Road	<u>183,808</u>	<u>218,200</u>
	<u>\$433,808</u>	<u>\$468,200</u>

The \$250,000 loan is to be reimbursed to the Louisiana State Bond Commission over a 5-year period at \$50,000 annually without any interest expense. The installments due March 1999, 1997, 1999, 1993 and 1994 were deferred by the state. During the 1993 regular session of the Louisiana Legislature, HCR287 was adopted to grant \$250,000 to the Port of Iberia. In lieu of payment to the Port of Iberia, the State Bond Commission was to cancel the \$250,000 Note Payable to the State of Louisiana, as per written correspondence from Governor Edwin W. Edwards and an act of the 1993 Louisiana Legislature. The Attorney General's Office has indicated that the way this was handled was unconditional. This problem has not been resolved as of the date of these financial statements.

On January 3, 1997 the District purchased 80 acres of land on Poysson Road for \$244,280. The purchase was financed by the seller at an interest rate of 7% per annum, payable in 16 equal and consecutive semi-annual installments of \$20,312 each, the first installment due on July 3, 1997, the second payment due on January 3, 1998, and continuing on the same dates each year until the year 2004. The purchase price was \$244,280. A payment of \$25,000 was made, leaving a balance of \$219,280 to be financed.

Balance Payable, end of Year	\$183,808
Current Portion	<u>27,932</u>
Long-Term Portion	<u>\$155,876</u>

On July 15, 1995 the District obtained a copy machine under a capital lease from the Xerox Corporation for \$10,000. The lease payments are \$210 per month for 90 months, ending on August 11, 2000.

Balance Payable, end of Year	\$ 3,180
Current Portion	<u>2,081</u>
Long-Term Portion	<u>\$ 1,099</u>

PORT OF IBERIA DISTRICT  
New Iberia, Louisiana

NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2008

6. PENSION PLAN

All employees of the Port of Iberia District are members of the following statewide retirement system: Paratotal Employees Retirement System of Louisiana (System). These systems are cost-sharing, multiple-employer defined benefit pension plans administered by a separate board of trustees. Pertinent information relative to each plan follows:

**Plan Description.** The system is composed of two distinct plans, Plan A and Plan B, with separate assets and benefit provisions. All employees of the District are members of Plan A.

All permanent employees working at least 35 hours per week who are not covered by another pension plan and are paid wholly or in part from municipal funds are eligible to participate in the System. Under Plan A, employees who retire at or after age 60 with at least 10 years of creditable service, at or after age 55 with at least 20 years of creditable service, or at any age with at least 30 years of creditable service are entitled to a retirement benefit, payable monthly for life, equal to 5 percent of their final-average salary for each year of creditable service. Final-average salary is the employee's average salary over the 36 consecutive or joined months that produce the highest average. Employees who terminate with at least the amount of creditable service stated above, and do not withdraw their employee contributions, may retire at the ages specified above and receive the benefit accrued to their date of termination. The System also provides death and disability benefits. Benefits are established or amended by state statute.

The System issues an annual publicly available financial report that includes financial statements and required supplementary information for the system. That report may be obtained by writing to the Paratotal Employees Retirement System of Louisiana, P.O. Box 14070, Baton Rouge, Louisiana 70808, or by calling (504) 388-1367.

PORT OF IBERIA DISTRICT  
New Orleans, Louisiana

NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2008

6. PENSION PLAN - CONTINUED

Funding Policy: Under Plan A, members are required by state statute to contribute 6.60 percent of their annual covered salary and the Port of Iberia District is required to contribute at an actuarially determined rate. The current rate is 7.75 percent of annual covered payroll. Contributions to the System also include one-fourth of one percent (except Orleans and East Baton Rouge Parishes) of the taxes shown to be collectible by the tax rolls of each parish. Those tax dollars are divided between Plan A and Plan B based proportionately on the salaries of the active members of each plan. The contribution requirements of plan members and the Port of Iberia District are established and may be amended by state statute. As provided by Louisiana Revised Statute 11:103, the employer contributions are determined by actuarial valuation and are subject to change each year based on the results of the valuation for the prior fiscal year. The Port of Iberia District contributions to the System under Plan A for the years ending June 30, 1996, 1997, and 1998, were \$7,898, \$6,862, and \$7,998, respectively, equal to the required contributions for each year.

7. LEASE OF LAND BY DISTRICT

The district is presently leasing approximately 140 acres of land from the City of New Orleans for a period of 99 years at a cost of \$1 per year. The effective dates of the lease are from July 25, 1948, to July 27, 2047.

8. LEASE OF LAND AND FACILITIES TO OTHERS

Minimum future rentals on noncancelable operating leases for the next five years are as follows:

1909	\$ 1,077,710
2000	824,395
2001	774,200
2002	708,076
2003	<u>671,000</u>
Total	<u>\$ 3,965,381</u>



PORT OF IBERM DISTRICT  
New Iberia, Louisiana

NOTES TO FINANCIAL STATEMENTS JUNE 30, 1998

9. LITIGATION

At June 30, 1998, the District is not a defendant in any lawsuits, the loss of which would have a material impact on the financial statements.

10. CONTRIBUTED CAPITAL

A summary of contributed capital at June 30, 1998 follows:

State of Louisiana:

Act 18 of the 1980 Extraordinary Session of the Louisiana Legislature	\$ 5,180,800
Act 804 of the 1981 Regular Session of the Louisiana Legislature	1,050,800
Act 877 of the 1984 Regular Session of the Louisiana Legislature	575,800
Act 1044 of the 1985 Regular Session of the Louisiana Legislature	280,800
Act 709 of the 1988 Regular Session of the Louisiana Legislature	250,800
Act 853 of the 1991 Regular Session of the Louisiana Legislature	173,732
Act 1013 of the 1991 Regular Session of the Louisiana Legislature	2,187,981
Act 45 of the 1994 Regular Session of the Louisiana Legislature	365,071
Louisiana Department of Transportation and Development - Office of Public Works - Secretary's Emergency Fund	800,000
Louisiana Transportation Trust Fund	1,382,178

PORT OF BEREA DISTRICT  
New Beria, Louisiana

NOTES TO FINANCIAL STATEMENTS JUNE 30, 1999

10. CONTRIBUTED CAPITAL - CONTINUED

Louisiana Department of Transportation and Development	10,000,000
United States Department of Commerce	3,453,857
United States Department of Economic Development Administration	1,320,800
Beria Parish Council	324,500
Stirling Budget, Incorporated	1,370,772
Louisiana and Delta Railroad Company	10,000
Allen Tank Company	10,000
Bayou Management Services	110,000
Lands	24,000
Grant Investors	15,000
Red Fox	<u>181,532</u>
TOTAL	\$ 28,913,878
Less funds used for channel maintenance	<u>3,178,827</u>
TOTAL CONTRIBUTED CAPITAL AT JUNE 30, 1999	\$ 25,735,051
Less accumulated amortization	<u>3,234,507</u>
NET CONTRIBUTED CAPITAL AT JUNE 30, 1999	<u>\$ 22,500,544</u>

11. BOARD OF COMMISSIONERS COMPENSATION

The Board of Commissioners of the Port of Beria serve without compensation.

PORT OF IBERIA DISTRICT  
New Iberia, Louisiana

NOTES TO FINANCIAL STATEMENTS

JUNE 30, 1998

12. BOND PAYABLE

Long-term portion of Bonds Payable at June 30:

	1998	1997
Balance Payable	\$165,000	\$165,000
Current Portion	<u>25,000</u>	<u>25,000</u>
Long-term Portion	<u>\$140,000</u>	<u>\$140,000</u>

The Board of Commissioners adopted a resolution authorizing the incurrence of debt and issuance of \$200,000 of Certificate of Indebtedness, Series 1993, of the Port of Iberia District, State of Louisiana, for the purpose of constructing capital improvements to encourage the location of an industrial enterprise.

The certificate of indebtedness are comprised of the following individual issues maturing on November 1 of each year, in the amounts and bearing interest at the rates designated below:

Year Ended	Principal	Interest
<u>June 30</u>	<u>Amount</u>	<u>Rate</u>
1999	25,000	4.80
2000	25,000	4.75
2001	25,000	4.80
2002	30,000	5.80
2003	30,000	5.80
2004	<u>30,000</u>	5.80
TOTAL	<u>\$165,000</u>	

Bond issue sold in the amount of \$0,000 was incurred in association with the issuance of the certificate of indebtedness. The bond issue sold is accounted for as a deferred charge and amortized over the life of the issuance, which is ten years.

PORT OF BEREA DISTRICT  
New Iberia, Louisiana

NOTES TO FINANCIAL STATEMENTS

JUNE 30, 1988

13. FINANCIAL ASSISTANCE

During the year ended June 30, 1987, the Port of Iberia District received the following from the State of Louisiana to finance the projects indicated:

Public Dock Bulk Handling	\$ 800,000
Sewerage Project	604,850
Water Project	<u>20,000</u>
	<u>\$1,424,850</u>

During the year ended June 30, 1988, the Port of Iberia District received the following from the State of Louisiana to finance the project indicated:

Red Fox Lockout Project	\$ 600,000
Sewerage Project	<u>110,000</u>
	<u>\$ 710,000</u>

The Port of Iberia District received and expended funds received from the United States Department of Economic Development during the years ended June 30 as indicated below:

	1988	1987
Extension and Improvement of Public Dock Bulkhandling	\$ 110,000	\$1,100,000

# Dressel & Friend

CHARITABLE SERVICES ACCOUNTANTS  
4401 ROUTE 91, SUITE 200 WEST  
NEW ORLEANS, LOUISIANA 70006-0912

OFFICE OF  
SUPERVISOR AND CHIEF OF  
BUREAU OF PUBLIC ACCOUNTANTS  
STATE OF LOUISIANA  
225-343-7000 EXT. 2000

WALTER J. DRESSER, CPA  
DIRECTOR OF PUBLIC ACCOUNTS

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**INDEPENDENT AUDITORS' 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 Commissioners  
Port of Iberia District  
New Iberia, Louisiana

We have audited the financial statements of the Port of Iberia District, as of and for the years ended June 30, 1998 and 1997, and have issued our report thereon dated December 9, 1998, which was qualified due to the omission of the year 2000 disclosures that are required by Governmental Accounting Standards Board Technical Bulletin 99-1, 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 Port of Iberia 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, obtaining 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. However, we noted incidental instances of noncompliance that we have reported to management of the Port of Iberia District in a separate letter dated December 9, 1998.

AA

Page 1 of 2

### Internal Control Over Financial Reporting

In planning and performing our audit, we considered the Post of Iberia District'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, if any, are 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 in management of the Post of Iberia District in a separate letter dated December 9, 1998.

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



Drexel E. Friend, CPA's

New Iberia, Louisiana  
December 9, 1998

*Drossel & Friend*  
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**MEMBER**  
AMERICAN INSTITUTE OF  
CERTIFIED PUBLIC ACCOUNTANTS  
INSTITUT DES COMPTABLES  
EN FRANCE

MEMBER FIDELITY & BOND  
401 WILSON STREET

December 9, 1998

Board of Commissioners  
Port of Iberia District  
New Iberia, Louisiana

In connection with our audit of the financial statements of the Port of Iberia District, for the year ended June 30, 1998, we present the following comments and recommendations which we feel will improve the Port's accounting system and system of internal control and insure that the Port complies with all relevant laws and regulations.

- (1) Cash deposits with financial institutions are required by law to be secured by federal deposit insurance or the pledge of securities owned by the financial institution. During the course of our audit it came to our attention that at June 30, 1997, one of the financial institutions did not have securities pledged to adequately cover the cash on deposit with that financial institution.

We recommend that a list of pledged securities be requested periodically (no less than quarterly) from each financial institution and compare market value of pledged securities on this list with the cash deposits at the financial institution. The market value of the securities on this list plus the \$100,000 of federal deposit insurance should exceed the cash deposits.

**Response by Port of Iberia District**

The amount of funds that was not secured was \$3,628. This was on a CD that had a balance of \$204,725 at June 30, 1998. The reason that this was not fully secured was caused by interest being added to the CD and the market value of the securities that were pledged went down. We have had some problems with pledged securities from this financial institution in the past. This CD has matured since June 30, 1998, and we have withdrawn it. We no longer have any funds on deposit with this financial institution.

We have reviewed the items that were commented on in last year's management letter. These items have been taken care of.

These suggestions have been made after careful consideration and review and are intended to be used by management and the Board of Commissioners as you feel necessary.

We would like to take this opportunity to express our thanks for the confidence you have placed in our firm by allowing us to perform this audit. If you have any questions, or need any assistance in implementing the above procedures, please feel free to contact us.

Sincerely,

*Drossel & Friend*  
Drossel & Friend, CPAs

**Port of Iberia District  
Schedule of Prior Year Findings  
For the Year Ended June 30, 1998**

<b>Section I Internal control and compliance material to the financial statements</b>	
1996-97 NA	
<b>Section II Internal Control and compliance material to federal awards</b>	
1996-97 NA	
<b>Section III Management Letter</b>	
1996-97 -CD opened was not collateralized	Resolved- CD was withdrawn from financial institution