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**WARD FOUR WATER DISTRICT OF
EVANGELINE PARISH, LOUISIANA**
Caldwell, Louisiana

Financial Report

Year Ended September 30, 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 4-15-98

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KOLDER, CHAMPAGNE, SLAVEN & RAINEY, LLC

CERTIFIED PUBLIC ACCOUNTANTS

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STATE OF LOUISIANA
JANUARY 12, 2007
KOLDER, CHAMPAGNE, SLAVEN &
RAINEY, LLC
1000 LAKESHORE DRIVE
BATON ROUGE, LA 70801

STATE OF LOUISIANA
FEBRUARY 12, 2007
KOLDER, CHAMPAGNE, SLAVEN &
RAINEY, LLC
1000 LAKESHORE DRIVE
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STATE OF LOUISIANA
MAY 12, 2007
KOLDER, CHAMPAGNE, SLAVEN &
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BATON ROUGE, LA 70801

STATE OF LOUISIANA
AUGUST 12, 2007
KOLDER, CHAMPAGNE, SLAVEN &
RAINEY, LLC
1000 LAKESHORE DRIVE
BATON ROUGE, LA 70801

DEPENDENT AUDITOR'S REPORT

The Board of Commissioners
Ward Four Water District of Evangeline Parish
Cadeaux, Louisiana

We have audited the accompanying general purpose financial statements of the Ward Four Water District of Evangeline Parish, a component unit of the Evangeline Parish Police Jury, as of and for the year ended September 30, 2007. These financial statements are the responsibility of the Board of Commissioners. 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 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 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.

In our opinion, the general purpose financial statements referred to above present fairly, in all material respects, the financial position of the Ward Four Water District of Evangeline Parish, as of September 30, 2007 and the results of its operations and cash flows 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 December 12, 2007 on our consideration of Ward Four Water District's internal control over financial reporting and our tests of its compliance with certain provisions of laws and regulations.

Our audit was performed for the purpose of forming an opinion on the general purpose financial statements taken as a whole. The accompanying financial information listed as "Supplemental Information" in the table of contents is presented for purposes of additional analysis and is not a required part of the general purpose financial statements. Such information has been subjected to the auditing procedures applied in the audit of the general purpose financial statements and, in our opinion, is fairly stated, in all material respects, in relation to the general purpose financial statements taken as a whole.

ISSUED BY
MEMBER OF THE AMERICAN INSTITUTE
OF CERTIFIED PUBLIC ACCOUNTANTS
1900 N. RIVERBLVD., SUITE 100
BOSTON, MASSACHUSETTS 02114

The financial information for the preceding year which is included for comparative purposes was taken from the financial report for that year in which we expressed an unqualified opinion on the general purpose financial statements.

Kohler, Champagne, Slava & Rainey, LLC
Certified Public Accountants

Villa Platte, Louisiana
December 22, 2007

GENERAL PURPOSE FINANCIAL STATEMENTS

**WAB FISH WATER DISTRICT OF
EUNELLE PARISH, LOUISIANA
Caldwell, Louisiana**

Proprietary Fund Type
Enterprise Fund
Comparative Balance Sheet
September 30, 1997 and 1996

	<u>1997</u>	<u>1996</u>
ASSETS		
Current assets:		
CASH	\$ 7,490	\$ 4,128
Accounts receivable	<u>4,732</u>	<u>1,614</u>
Total current assets	<u>12,222</u>	<u>5,742</u>
Restricted assets:		
Revenue bond and interest sinking account -		
Interest-bearing deposits	36,714	17,000
Revenue bond reserve account -		
Interest-bearing deposits	1,064	1,432
Certificate of Deposit	5,422	-
Revenue bond contingency account -		
Interest-bearing deposits	2,188	1,781
Customer deposits -		
Interest-bearing deposits	-	268
Certificate of Deposit	<u>12,182</u>	<u>16,182</u>
Total restricted assets	<u>58,568</u>	<u>36,563</u>
Property, plant and equipment, at cost, net of accumulated depreciation (1997 \$128,522; 1996 \$128,180)	<u>228,222</u>	<u>262,822</u>
Total assets	309,012	305,127

The accompanying notes are an integral part of this statement.

	<u>1987</u>	<u>1986</u>
LIABILITIES AND FUND EQUITY		
Liabilities:		
Current liabilities (payable from current assets) -		
Accounts payable	\$ 1,186	\$ 1,028
Note payable	-	1,788
Total current liabilities (payable from current assets)	<u>1,186</u>	<u>2,816</u>
Current liabilities (payable from restricted assets) -		
Revenue bonds payable	8,719	1,800
Accrued interest payable	12,845	10,480
Customers' deposits	<u>12,308</u>	<u>18,378</u>
Total current liabilities (payable from restricted assets)	<u>33,872</u>	<u>30,658</u>
Long-term liabilities:		
Revenue bonds payable	188,427	218,884
Note payable	-	3,378
Total long-term liabilities	<u>188,427</u>	<u>222,262</u>
Total liabilities	<u>323,885</u>	<u>355,734</u>
Fund equity:		
Contributed capital net of accumulated amortization (1987 \$23,788; 1986 \$24,480)	495,489	578,881
Retained earnings (deficit) - unreserved	<u>(200,524)</u>	<u>(110,827)</u>
Total fund equity	<u>294,965</u>	<u>468,054</u>
Total liabilities and fund equity	<u>\$618,850</u>	<u>\$823,788</u>

SEAL FOUR WATER DISTRICT OF
 WABASH PARISH, LOUISIANA
 Oakdale, Louisiana

Proprietary Fund Type
 Enterprise Fund

Comparative Statement of Revenues, Expenses and Changes in Retained Earnings
 Years Ended September 30, 1997 and 1996

	<u>1997</u>	<u>1996</u>
Operating revenues:		
Charges for services -		
Water sales	\$ 48,878	\$ 42,734
Connection charges	2,128	52
Late charges	2,178	828
Miscellaneous	-	380
Total operating revenues	<u>53,184</u>	<u>43,994</u>
Operating expenses	<u>70,328</u>	<u>68,128</u>
Operating loss	<u>(17,144)</u>	<u>(24,134)</u>
Nonoperating revenues (expenses):		
Interest income	1,042	1,738
Interest expense	<u>(18,262)</u>	<u>(18,726)</u>
Total nonoperating revenues (expenses)	<u>(17,220)</u>	<u>(16,988)</u>
Net loss	(14,738)	(18,168)
Add: Depreciation on fixed assets acquired by federal grant revenues externally restricted for capital acquisitions and construction that reduces contributed capital	<u>27,121</u>	<u>18,322</u>
Increase (decrease) in retained earnings	12,383	1288
Retained earnings (deficit), beginning as restated	<u>(8,148)</u>	<u>(10,328)</u>
Retained earnings (deficit), ending	\$12,383	\$(10,328)

The accompanying notes are an integral part of this statement.

WATER PURVEYOR DISTRICT OF
 ORANGEVILLE PARISH, LOUISIANA
 Orangeville, Louisiana

Proprietary Fund Type
 Enterprise Fund
 Comparative Statement of Cash Flows
 Years Ended September 30, 1997 and 1996

	<u>1997</u>	<u>1996</u>
Cash Flows from operating activities:		
Operating Loss	\$ (128,824)	\$ (19,143)
Adjustments to reconcile operating income to net cash provided by operating activities -		
Depreciation	27,244	28,244
Changes in assets and liabilities:		
(Increase) Decrease in accounts receivable	(3,154)	59
Increase (Decrease) in accounts payable	(764)	1,491
Increase (Decrease) in accrued interest payable	2,484	(82)
Total adjustments	<u>23,808</u>	<u>27,416</u>
Net cash provided by operating activities	<u>\$ 9,984</u>	<u>\$ 28,268</u>
Cash flows from capital and related financing activities:		
Proceeds from long-term debt	72,000	10,600
Principal paid on revenue bonds and notes	(21,710)	(3,769)
Interest paid on revenue bonds and notes	(26,347)	(13,794)
Net change in meter deposits	603	2,728
Acquisition of capital assets	(262,817)	(28,550)
Capital contributed from federal sources	<u>120,858</u>	<u>-</u>
Net cash used by capital and related financing activities	<u>\$ (11,973)</u>	<u>\$ (13,325)</u>
Cash flows from investing activities:		
Interest received on interest bearing deposits	<u>1,543</u>	<u>1,326</u>
Net increase in cash and cash equivalents	22,472	881
Cash and cash equivalents, beginning of period	<u>43,128</u>	<u>42,421</u>
Cash and cash equivalents, end of period	<u>\$ 65,599</u>	<u>\$ 43,302</u>
	*****	*****

The accompanying notes are an integral part of this statement.

WARD FOUR WATER DISTRICT OF
Evangeline Parish, Louisiana
Cadeja, Louisiana

Notes to the Financial Statements

(1) Summary of Significant Accounting Policies

The Ward Four Water District of Evangeline Parish (District) was created on August 17, 1980 by the Evangeline Parish Policy Jury, as authorized by Louisiana Revised Statutes 18:1781-1802. The District is governed by a five member board of commissioners appointed by the police jury and is authorized to construct, maintain, and improve the system of water supply within the district.

The accounting and reporting policies of the district conform to generally accepted accounting principles as applicable to governments. Such accounting and reporting procedures also conform to the requirements of the industry audit guide, Guide of State and Local Governmental Units.

The Water District is a component unit of the Evangeline Parish Policy Jury, the primary government. The commissioners of the district are appointed by the Evangeline Parish Police Jury.

The Water District serves approximately its customers and has two employees.

A. Basis of Presentation

The accompanying component unit financial statements of the Ward Four Water District 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 standard-setting body for establishing governmental accounting and financial reporting principles.

B. Reporting Entity

For financial reporting purposes, these component unit financial statements include all funds and activities that are controlled by the District as an independent political subdivision of the State of Louisiana. Although legally separate from the Evangeline Parish Policy Jury, the Evangeline Parish Police Jury appoints the Board of Commissioners and has the ability to impose its will on the District and therefore is considered to be a component unit of the Evangeline Parish Police Jury (primary government), the financial reporting entity.

WARD FOUR WATER DISTRICT OF
SPANGLEDOME PARKER, LOUISIANA
Caldwell, Louisiana

NOTES to the Financial Statements (Continued)

C. Fund Accounting

The District uses fund accounting 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 relating to certain governmental functions or activities. A fund is a separate accounting entity with a self-balancing set of accounts.

The District uses an enterprise fund to account for its proprietary fund operations. An enterprise fund is used to account for operations (a) that are financed and operated in a manner similar to private business enterprises - where the intent of the governing body is that the costs (expenses, including depreciation) of providing goods or services to the general public on a continuing basis be financed or recovered primarily through user charges; or (b) where the governing body has decided that periodic determination of revenues earned, expenses incurred, and/or net income is appropriate for capital maintenance, public policy, management control, accountability or other purposes.

D. Basis of Accounting

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

Proprietary funds are accounted for using the accrual basis of accounting whereby revenues are recognized when they are earned and expenses are recognized when incurred. Unbilled utility service receivables, resulting from utility services rendered between the date of meter reading and billing and the end of the month, are considered immaterial and are not recorded at year end.

E. Fixed Assets and Liabilities

All proprietary funds are accounted for on a cost of services or "capital maintenance" measurement focus, and all assets and all liabilities (whether current or noncurrent) associated with these activities are included on their balance sheets.

WABE FOUR WATER DISTRICT OF
BOONVILLE BORNEO, LOUISIANA
Cadeau, Louisiana

Notes to the Financial Statements (Continued)

Depreciation of all exhaustible fixed assets used by proprietary funds is charged as an expense against their operations. Depreciation has been provided over the estimated useful lives using the straight-line method. The estimated useful lives are as follows:

Equipment	5 years
Buildings	20 years
Utility Systems and Improvements	40 years

F. Interest-Bearing Deposits

Interest-bearing deposits are stated at cost, which approximates market.

G. Bad Debt

Uncollectible amounts due for customer's utility receivables are recognized as bad debts at the time information becomes available which would indicate the uncollectibility of the particular receivable. Although the specific charge-off method is not in conformity with generally accepted accounting practices (GAAP), an allowance for uncollectible receivables was made due to immateriality on September 14, 1997 and 1998.

H. Compensated Absence

Vacation and sick leave are recorded as expenditures of the period in which paid. Although sick leave accumulated and is available for employees when needed, it does not vest, nor is it payable at termination of employment. Vacation may be taken in the year accrued and cannot be carried over. Although this method is not in conformity with generally accepted accounting principles (GAAP), an accrual amount was recorded as of September 14, 1997, due to immateriality.

I. Reserves

Expenditures accounting, under which purchase orders, contracts, and other commitments for the expenditure of monies are recorded in order to reserve that portion of the applicable appropriation, is not employed by the District as an extension of formal budgetary interpretation in the funds.

WARD FOUR WATER DISTRICT OF
BAYLAND PARISH, LOUISIANA
Cadeau, Louisiana

NOTES TO THE FINANCIAL STATEMENTS (Continued)

J. Statement of Cash Flow

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

K. CASH POLICY

Contributed capital is recorded in proprietary funds that have received capital grants or contributions from developers, customers or other outside sources. Reserves represent those portions of fund equity not appropriable for expenditures or legally segregated for a specific future use.

(2) Cash and Interest-Bearing Deposits

Under state law, the District may deposit funds within a fiscal agent bank organized under the laws of the state of Louisiana, the law of any other state in the Union, or the laws of the United States. The District may invest in certificates and time deposits of the state banks organized under Louisiana law and national banks having principal offices in Louisiana. At September 30, 1997, the District had cash and interest-bearing deposits (bank balances) totaling \$46,790 as follows:

	<u>1997</u>
Demanded deposits	\$ 7,890
Interest bearing deposits	<u>38,900</u>
Total	\$46,790

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. 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 bank.

Deposit balances (bank balances) at September 30, 1997 of \$46,827 were secured in total by Federal deposit insurance.

**RAND FOUR WATER DISTRICT OF
SPRINGFIELD BRIDGE, LOUISIANA
Caldwin, Louisiana**

NOTES TO THE FINANCIAL STATEMENTS (Continued)

(13) Restricted Assets

Restricted assets consisted of the following at September 30:

	<u>1997</u>	<u>1996</u>
Revenue bond reserve	\$ 1,804	\$ 1,440
Revenue bond and interest sinking	37,434	1,870
Revenue bond contingency	8,158	1,381
Customers deposits	12,358	14,378
Certificates of deposit	<u>18,812</u>	<u>16,109</u>
	\$ 88,566	\$ 35,078
	*****	*****

(14) Fixed Assets

A summary of proprietary fund type fixed assets at September 30, follows:

	<u>1997</u>	<u>1996</u>
Equipment	\$ 24,201	\$ 28,840
Buildings	14,318	10,382
Water System	<u>1,826,178</u>	<u>888,838</u>
Total	1,864,707	928,060
Less: Accumulated depreciation	<u>118,332</u>	<u>106,200</u>
Net	\$ 1,746,375	\$ 821,860
	*****	*****

(15) CHANGES IN LONG-TERM DEBT

The following is a summary of debt transactions of the District for the year ended September 30, 1997:

	Note Number	CHANGES Revenue Bonds
Long-term obligations payable, September 30, 1996	\$ 9,967	\$281,494
Additions	-	72,000
Reductions	<u>9,967</u>	<u>2,168</u>
Long-term obligations payable at September 30, 1997	\$ -	\$351,326
	*****	*****

**NEW ORLEANS WATER DISTRICT OF
PAROCHIAL PARISH, LOUISIANA
Gretnole, Louisiana**

Notes to the Financial Statements (Continued)

Long-term debt payable as September 30, 1997 is composed of the following:

Utility Revenue Bonds:

\$119,000 Water Revenue Bonds due in annual installments of \$19,500 through December 31, 2034; interest at 6.8 percent	\$19,500
\$70,000 Water Revenue Bonds due in annual installments of \$4,000 through December 31, 2028; interest at 8.125 percent.	71,000
	\$281,300

Notes Payable:

\$10,000 original principal from Calcasieu Paroche National Bank due in monthly installments of \$219 through March 12, 2001; interest at 8.812 percent. Paid on February 27, 1997.	-
---	---

The annual requirements to amortize all debts outstanding as September 30, 1997, including interest payments of \$277,732 are as follows:

September 30.

1998	\$ 29,829
1999	29,829
2000	29,829
2001	29,829
2002	29,829
2003-2008	250,829
	\$280,200

(4) Type of Bonds, Restrictions on Use - Utility Revenues

Under the terms of the \$119,000 Water Revenue Bonds, dated December 17, 1990, and the \$70,000 Water Revenue Bonds dated October 2, 1994, all income and revenues (hereinafter referred to as revenues) of every nature, earned or derived from operations of the Water Utility System are pledged and dedicated to the retirement of said bonds and are to be set aside into the following special funds.

SEVEN FOUR THREE DISTRICT OF
EVANGELINE PARISH, LOUISIANA
Orlando, Louisiana

Notes to the Financial Statements (Continued)

Sinking Fund

The district is required to set aside WVOA Water Revenue Bond and Interest Sinking Fund each month a sum equal to 1/12th of the principal and the interest falling due on the next annual payment date for the bonds. Funds in this account are available only for the retirement of maturing bonds interest.

Reserve Fund

The Water Revenue Reserve fund is maintained solely for the purpose of paying the principal and interest on the bonds payable from the sinking fund or to which there would otherwise be default. The fund is required to be funded in an amount equal to the reserve fund requirement (\$26,822.82 at September 30, 1987).

Depreciation and Contingency Fund

The Contingency Fund was established to care for extensions, additions, improvements, renewals and replacements necessary to properly operate the system and to pay the principal of and the interest on the bonds, including any additional pari passu bonds issued hereafter in the manner provided by the Resolution, for the payment of which there is not sufficient money in the Sinking Fund or Reserve Fund.

The District was in compliance with all sufficient limitations and restrictions in the bond indenture as of September 30, 1987.

17) Contributed Capital

Amounts contributed to the enterprise fund for acquisition or construction of fixed assets are recognized as contributed capital. Contributed capital generated through grants severally restricted for capital acquisitions is amortized based on the depreciation recognized on that portion of the assets acquired or constructed from such grants. This depreciation is closed to the appropriate contributed capital account and is reflected as an adjustment to net income on the comparative Statement of Revenues, Expenses, and Changes in Retained Earnings.

**WIND FOLE WATER DISTRICT OF
SPRINGFIELD PARISH, LOUISIANA
Cadeau, Louisiana**

Notes to the Financial Statements (Continued)

Contributed capital for the Water District consists of the following:

	<u>1997</u>
Contributed capital from Federal grants	\$776,333
Less: Accumulated amortization	<u>\$1,156</u>
Net contributed capital	<u>\$775,177</u>

040 Litigation

As September 30, 1997, there is no litigation pending against the District.

191 Schedule of Operating Expenses

	<u>1997</u>	<u>1996</u>
Salaries	\$ 9,850	\$ 6,800
Payroll taxes	200	200
Sales tax expense	1,776	1,817
Auto allowance	800	1,200
Advertising	100	1,000
Repairs and maintenance	7,248	1,400
Office expense	3,614	2,513
Chlorine	700	810
Supplies	8,842	-
Chlorine	3,973	8,000
Telephone	900	-
Insurance	2,180	2,180
Depreciation expense	28,944	28,944
Post	100	100
Professional Fees	3,000	3,000
Miscellaneous	<u>100</u>	<u>100</u>
	<u>\$78,383</u>	<u>\$48,120</u>

SEWER FOUR WATER DISTRICT OF
 WABASHLOUISIANA PARISH, LOUISIANA
 Caldeate, Louisiana

NOTES TO THE FINANCIAL STATEMENTS (Continued)

(10) Trade Accounts Receivable

	<u>1987</u>	<u>1986</u>
0-30 days	\$4,189	\$1,634
31-120 days	<u>362</u>	<u>12</u>
	\$4,551	\$1,646
	*****	*****

(11) Board Member's Compensation

The following is a list of board members active during fiscal year end September 30, 1987. No compensation is paid to board members.

1987

Michael Johnson
 Joey Ardoin
 Rita LaCour
 Fernon Bourdon
 Nancy Jackson
 Kyle Stephens

(12) Beginning Retained Earnings Balance Restated

A complete list of meter deposits outstanding was not available until the fiscal year end September 30, 1987 audit. In order to correct the meter deposit liability as September 30, 1987, an adjustment to retained earnings was necessary in the amount of \$6,438.

Retained earnings, beginning as previously reported	\$ 18,621
correction of error	<u>6,438</u>
Retained earnings, beginning as restated	\$ 12,183

INTERNAL CONTROL AND COMPLIANCE

KOLDER, CHAMPAGNE, SLAVEN & RAINEY, LLC

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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

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Board of Commissioners
Ward Four Water District of Evangeline Parish
Cadeville, Louisiana

We have audited the financial statements of the Ward Four Water District of Evangeline Parish, a component unit of the Evangeline Parish Police Jury as of and for the year ended September 30, 1997, and have issued our report thereon dated December 22, 1997. 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 and regulations, 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 financial statements and not to provide assurance on the internal control over financial reporting. However, we noted a certain matter involving the internal control over financial reporting and its operation that we consider to be a reportable condition. Reportable conditions involve matters coming to our attention relating to significant deficiencies in the design or operation of the internal control over financial reporting that, in our judgment, would adversely affect the district's ability to record, process, summarize and report financial data consistent with the assertions of management in the financial statements.

OFFICE OF
THE COMPTROLLER OF
PUBLIC ACCOUNTS
STATE OF LOUISIANA
Baton Rouge, Louisiana

Inadequate Segregation of Accounting Functions

Findings:

Due to the small number of employees, the District did not have adequate segregation of functions within the accounting system.

Recommendation:

Based upon the size of the operation and the cost-benefit of additional personnel, it may not be feasible to achieve complete segregation of duties.

Response:

No response is considered necessary.

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 accounts 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. Our consideration of the internal control over financial reporting would not necessarily disclose all matters in the internal control that might be reportable conditions and, accordingly, would not necessarily disclose all reportable conditions that are also considered to be material weaknesses. However, we believe the reportable condition described above is a material weakness.

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

Kolder, Champagne, Slaven & Rainey, LLC
Certified Public Accountants

Wills Place, Louisiana
December 22, 1997

OTHER SUPPLEMENTARY INFORMATION

HAZARDOUS WASTE DISTRICT OF
SPANGELINE PARISH, LOUISIANA
Caddo, Louisiana

Schedule of Insurance in Force
Continued
September 30, 1997

REQUIREMENTS OF COVENANTS

Public Employees Pension Bond	\$ 48,000
General Liability and Property -	
Liability	100,000
Office building	5,000
contents	1,000
Equipment	100,000
Workers compensation	-