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CARRON PARISH WATERWORKS
DISTRICT NO. 8
CARRON PARISH PUBLIC JOB
Grand Cheniere, Louisiana

COMBINED UNIT FINANCIAL STATEMENTS
For the year ended December 31, 1987

Under provisions of state law, this report is a public document. A copy of this report has been submitted to the auditing, or accounting, and other appropriate public officials. The reports available for public inspection at the House of Representatives of the Louisiana State Capitol, where copies are, at the office of the parish clerk of court.

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CAMERON PARISH WATERWORKS
DISTRICT NO. 9
CAMERON PARISH POLICE JURY
Grand Cheniere, Louisiana

COMPOUND UNIT FINANCIAL STATEMENTS
For the year ended December 31, 1997

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ELLIOTT & ASSOCIATES, INC.

A Professional Accounting Corporation

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W-000001000-CPA

UNQUALIFIED OPINION ON GENERAL-PURPOSE FINANCIAL STATEMENTS-GOVERNMENTAL ENTITY

INDEPENDENT AUDITOR'S REPORT

Board of Commissioners
Cameron Parish Waterworks District No. 9
Grand Chenier, Louisiana

I have audited the accompanying general-purpose financial statements of the Cameron Parish Waterworks District No. 9, a component unit of the Cameron Parish Police Jury, as of and for the year ended December 31, 1993, as listed in the table of contents. These general-purpose financial statements are the responsibility of the Cameron Parish Waterworks District No. 9's management. My responsibility is to express an opinion on these general-purpose financial statements based on my audit.

I conducted my audit in accordance with generally accepted auditing standards and the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States. These standards require that I 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 accounts 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. I believe that my audit provides a reasonable basis for my opinion.

In my opinion, the general-purpose financial statements referred to above present fairly, in all material respects, the financial position of the Cameron Parish Waterworks District No. 9 as of and for the year ended December 31, 1993, 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, I have also issued a report dated September 31, 1993, on my consideration of the Cameron Parish Waterworks District No. 9's internal control over financial reporting and my tests of its compliance with laws, regulations, contracts and grants.

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

Clifford A. Jones, "ABAC"

Memphis, Louisiana
September 21, 1998

ELLIOTT & ASSOCIATES, INC.

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W. Robert Egan, CPA

**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
Cameron Parish Waterworks District No. 9
Grand Cheniere, Louisiana

I have audited the financial statements of the Cameron Parish Waterworks District No. 9 as of and for the year ended December 31, 1997, and have issued my report thereon dated September 23, 1998. I conducted my audit in accordance with generally accepted auditing standards and the standards applicable to financial audits prescribed in Government Auditing Standards, issued by the Comptroller General of the United States.

Compliance

As part of obtaining reasonable assurance about whether the Cameron Parish Waterworks District No. 9's financial statements are free of material misstatement, I performed tests of its compliance with certain provisions of laws, regulations, contracts and grants, and compliance 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 my audit and, accordingly, I do not express such an opinion. The results of my tests disclosed one instance of noncompliance that is required to be reported under Government Auditing Standards which is described as follows:

Finding: This audit report is not being issued within the six months of the close of its December 31, 1997 fiscal year-end. This is a violation of LA R.S. #24:513(A)(5)(a).

Management Response: The CPA performing the examination of accounts had an external quality review performed in December 1997. Based on the results of that review, a specific letter of comment suggested that, due to the firm's size, the firm should consider retaining another qualified CPA firm to review all governmental type reports prior to issuance to improve its quality control features.

The firm accepted the recommendation; however, implementation and coordination of the pre-issuance review has delayed the release of certain reports until after the statutory deadline. Future reports beginning with the next fiscal year will be issued within the statutory time frame.

Internal Control Over Financial Reporting

In planning and performing my audit, I considered the Cameron Parish Waterworks District No. 5's internal control over financial reporting in order to determine my auditing procedures for the purpose of expressing my opinion on the financial statements and not to provide assurance on the internal control over financial reporting. My consideration of the internal control over financial reporting would not necessarily disclose all matters in the internal control 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. I noted no matters involving the internal control over financial reporting and its operation that I consider to be material weaknesses.

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

Robert H. Acers, CPA

Louisville, Louisiana
September 28, 1988

Cameron Parish Waterworks District No. 9
STATEMENT OF FINANCES AND OPERATIONS DATA

For the Fiscal Year Ended December 31, 1987

I have audited the financial statements of Cameron Waterworks District No. 9 as of and for the year ended December 31, 1987, and have issued my report thereon dated September 21, 1988. I conducted my audit in accordance with generally accepted auditing standards and the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States. My audit of the financial statements as of December 31, 1987 resulted in an unqualified opinion.

Section I Summary of Auditor's Reports

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

Internal Control

Material Weaknesses Yes No
Reportable Conditions Yes No

Compliance

Compliance Material to Financial
Statements Yes No

b. Federal Awards

Internal Control

Material Weaknesses Yes No N/A
Reportable Conditions Yes No N/A

Type of Opinion on Compliance for Major Program

Unqualified Qualified
Disclaimer Adverse
N/A

Are their findings required to be reported in accordance with Circular
A-133, Section .510(c)?

Yes No N/A

c. Identification of Major Programs

<u>CERS Number(s)</u>	<u>Name of Federal Program</u>
<u>Score</u>	<u>Note</u>

Dollar threshold used to distinguish between Type A and Type B Programs: \$ N/A

Is the audit a "low-risk" audit, as defined by OIG Circular E-1337
() Yes () No (X) N/A

Section II Financial Statement Findings

1997.1 Late Filing: This audit report is not being issued within the 90 days of the close of its December 31, 1997 fiscal year-end. This is a violation of IA E.O. #34533(A)(5)(a), but does not have any effect on the financial statements. All future reports should be issued within the required time frame.

Section III Federal Award Findings and Questioned Costs

N/A

No independent auditor's report.

CANADON PARISH WATERWORKS
DISTRICT NO. 5

BALANCE SHEET

December 31, 1957

ASSETS

Current assets:	
Cash and cash equivalents (Note 2)	\$ 100,558
Receivables (Note 3)	
State revenue sharing	1,134
Account	13,686
Inventory, at cost	3,333
Total current assets	218,611
Restricted assets:	
Cash and cash equivalents (Note 2)	12,869
Ad valorem taxes receivable (Note 3)	172,925
Total restricted assets	185,794
Fixed assets (Note 4):	
Land	20,000
Buildings	588,478
Improvements other than buildings	4,375,118
Furniture, fixtures, and equipment	569,943
Less: accumulated depreciation	(1,531,233)
Fixed assets (net of accumulated depreciation)	3,541,314
Total assets	<u>\$3,945,560</u>

The accompanying notes are an integral part of this statement.

LIABILITIES AND EQUITY

Current liabilities:

Accounts payable	\$	4,898
Customer deposits		91
Deferred revenues		4,263
Repairs related payable		1,345
Accrued interest payable		5,408
All valorem deductions payable		5,499
Interest payable-bank loans		5,211
Current portion-note payable		21,807
Total current liabilities		42,622

Current liabilities payable from restricted assets:

All valorem deductions payable	912
Accrued interest payable (Note 4)	---
General obligation bonds payable-current (Note 5)	1,800
Total current liabilities payable from restricted assets	2,712

Long-term liabilities:

Note payable-long-term portion (Note 5)	86,222
General obligation bonds payable (net of current portion)-(Note 5)	20,888
Total liabilities	128,832

Equity:

Contributed capital (Note 6)	3,836,218
Retained earnings:	
Reserved for general obligation bond indentures	186,592
Unreserved-undesignated	1,254,612
Total retained earnings	2,138,204
Total equity	3,331,672
Total liabilities and equity	23,845,253

CAMERON PARISH WATERWORKS
DISTRICT NO. 9

Statement of Revenues, Expenses and
Changes in Retained Earnings

For the year ended December 31, 1993

Operating revenues:	
Water sales	\$ 46,000
Installation service	3,880
Total operating revenues	49,880
Operating expenses:	
Salaries and related benefits	108,180
Operation of plant	111,860
Board member per diem	3,120
Depreciation (Note 4)	112,540
Total operating expenses	335,680
Operating loss	(285,800)
Nonoperating revenues (expenses):	
Ad valorem taxes and state revenue sharing (Note 3)	138,145
Interest income	12,761
Interest expense (Note 5)	(7,470)
Reduction from ad valorem tax (Note 7)	(5,480)
Gain/loss from sale of fixed asset	(172)
Total nonoperating revenues (expenses)	132,314
Net loss	(153,486)
Add depreciation on assets acquired through contributed capital (Note 7)	88,820
Decrease in retained earnings	(64,670)
Retained earnings, beginning	2,355,815
Retained earnings, ending	22,120,329

The accompanying notes are an integral part of this statement.

CANCERON PARISH WATERWORKS
DISTRICT NO. 9

Exhibit C

Statement of Cash Flows
For the year ended December 31, 1997

CASH FLOWS FROM OPERATING ACTIVITIES	
Operating income	\$477,543
Adjustments to reconcile operating income to net cash provided by operating activities:	
Depreciation	118,848
Changes in assets and liabilities:	
Accounts receivable	1,897
Other current assets	1,236
Accounts payable	2,384
Other current liabilities	1,287
Deferred revenue	(1,333)
Customer deposits	434
Retirement deductions payable	(848)
Due to final agent	(238)
Net cash provided by operating activities	432,533
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES	---
CASH FLOWS FROM CAPITAL FINANCING ACTIVITIES	
Ad valorem taxes	122,600
State revenue sharing	(34)
acquisition of property, plant and equipment	(21,486)
Interest paid	(8,354)
Payment on long-term debt	(35,351)
Net cash provided by capital financing activities	56,395
CASH FLOWS FROM INVESTING ACTIVITIES	---
Interest received	12,181
increase in cash	(81,806)
CASH, BEGINNING OF YEAR	285,335
CASH, END OF YEAR	\$211,827
CLASSIFIED AS	
Current Assets	\$188,888
Restricted Assets	22,939
Totals	\$211,827

The accompanying notes are an integral part of this statement.

CAMERON PARISH WATERWORKS DISTRICT NO. 9

Notes to the Financial Statements

December 31, 1987

NOTE 1--SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The Cameron Parish Police Jury is a political subdivision of the State of Louisiana. The Cameron Parish Police Jury is the reporting entity for Cameron Parish as defined by NCGA Statement 3, (Defining the Governmental Reporting Entity).

In April of 1984, the Financial Accounting Foundation established the Governmental Accounting Standards Board (GASB) to promulgate generally accepted accounting principles and reporting standards with respect to activities and transactions of state and local governments. In November of 1984, the GASB issued a codification of governmental accounting and financial reporting standards. This codification is recognized as generally accepted accounting principles for state and local governments.

Cameron Parish Waterworks District No. 9 "District" is a component unit of the Cameron Parish Police Jury as defined by GASB codification Section 2180. The District was created by the Cameron Parish Police Jury as authorized by Louisiana Revised Statutes 33:1811-21. The District is governed by a Board of 5 commissioners appointed by the Cameron Parish Police Jury, who are responsible for providing water service within the boundaries of the district.

A. FUND ACCOUNTING

Cameron Parish Waterworks District No. 9 is organized and operated on a fund basis as a Proprietary Fund Type--Enterprise Fund. In an enterprise fund the accrual basis of accounting is utilized and revenues are recognized when earned and expenses are recognized when incurred. Enterprise Funds are used to account for operations 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.

CANTON PARISH WATERWORKS DISTRICT NO. 9

Notes to the Financial Statements (Continued)

NOTE 1--SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES
(CONTINUED)

B. BASIS OF ACCOUNTING

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

C. CASH AND CASH EQUIVALENTS AND INVESTMENTS

Cash includes amounts in petty cash, demand deposits, interest bearing demand deposits, and money market accounts. Cash equivalents include amounts in time deposits, with maturities of three months or less. Investments include amounts in treasury bills stated at cost. Under state law, the district may deposit funds in demand deposits, interest bearing demand deposits, money market accounts, and time deposits with state banks organized under Louisiana law and national banks having their principal offices in Louisiana, or United States banks, treasury bills and notes, or certificates.

D. RESTRICTED ASSETS

Certain proceeds of the Enterprise Fund general obligation bonds as well as certain revenues and assets for their repayment, are classified as restricted assets on the balance sheet because their use is limited by applicable bond covenants. The restricted assets include revenue bond reserve accounts and customer's meter deposits.

E. FIXED ASSETS AND LONG-TERM LIABILITIES

The fixed assets and long-term liabilities of the water district are accounted for on the balance sheet of the Enterprise Fund. The fixed assets of the district as shown on the balance sheet are recorded at historical cost. Depreciation is computed by the straight line method based on the estimated useful life of the individual assets.

CAMERON PARISH WATERWORKS DISTRICT NO. 9

Notes to the Financial Statements (Continued)

**NOTE 1--SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES
(CONTINUED)**

F. INVENTORY

Inventories are valued at cost. Inventories in the Enterprise Fund consist of expendable supplies held for use in repairs and extending water mains of the waterworks district. The cost is recorded as an expense at the time the item is purchased. At year end the physical inventory is adjusted to expenses and carried on the balance sheet as a current asset.

G. VACATION AND SICK LEAVE

The Cameron Parish Waterworks District No. 9 has the following policy related to vacation and sick leave:

Employees of the District accrue from 5 to 25 days annual leave each year depending on length of service. Upon resignation or retirement, unused annual leave is paid to the employee at the employee's current rate of pay. In addition, employees accrue from 12 to 18 days of sick leave each year depending on length of service. Upon resignation or retirement, unused sick leave is forfeited.

H. ACCOUNTS RECEIVABLE: WRITE OFF METHOD

The District has adopted a write off policy wherein any account that is deemed uncollectible is written off directly when the account's collection efforts have been deemed unsuccessful.

NOTE 2--CASH AND CASH EQUIVALENTS

At December 31, 1995, the book amount of the District's cash and cash equivalents was \$211,377 and the bank balance was \$211,877. Of the bank balance, \$148,677 was covered by federal depository insurance, and \$71,200 was covered by collateral held in the District's name by the pledging bank's monitoring agent. Included in the book balance is \$50 in petty cash.

CAMERON PARISH WATERWORKS DISTRICT NO. 9

Notes to the Financial Statements (Continued)

NOTE 3--RECEIVABLES

Receivables at December 31, 1997 consist of the following:

Ad valorem taxes--restricted	\$172,818
Accounts	12,888
State revenue sharing - unrestricted	3,134

Net total receivables	\$188,840
-----------------------	-----------

The amount included in the ad valorem receivables on the balance sheet is for ad valorem taxes which attach as an enforceable lien on property as of January 1 of each year. Taxes are levied to the taxpayers in November. Billed taxes become delinquent on January 1 of the following year. Revenues from ad valorem taxes are budgeted in the year billed.

The District utilizes the Cameron Parish Tax Collector/Sheriff to bill and collect its property taxes for debt service purposes using the assessed values determined by the tax assessor of Cameron Parish.

For the year ended December 31, 1997, taxes of 5.00 mills were levied on property with assessed valuation totaling \$18,041,814.

The total amount levied was \$171,988. Furthermore, collections of delinquent taxes and other adjustments resulted in total collections of \$188,148.

CARROLL PARKER METROPOLITAN DISTRICT NO. 9

Notes to the Financial Statements (Continued)

NOTE 4--CHANGES IN FIXED ASSETS

The following is a summary of changes in fixed assets as of December 31, 1997:

	Land	Buildings	Improvements other than buildings	Furniture, fixtures & equipment	Total
Balance, 12/31/96	\$28,008	\$508,478	\$4,285,738	\$167,682	\$4,991,856
Additions	---	---	28,388	2,105	31,486
Deletions	---	---	---	(489)	(489)
Balance, 12/31/97	28,008	508,478	4,375,318	169,297	4,972,863
Less: Accumulated depreciation	---	189,324	1,169,323	153,282	1,491,329
Net fixed assets 12/31/97	\$28,008	\$370,154	\$3,134,595	\$15,015	\$3,568,138

The following estimated useful lives are used to compute depreciation:

Buildings	48 years
Improvements other than buildings	48 years
Furniture, fixtures and equipment	3-11 years

CAMERON PARISH WATERWORKS DISTRICT NO. 9

NOTES TO THE FINANCIAL STATEMENTS (Continued)

NOTE 5--CHANGES IN LONG-TERM DEBT

The following is a summary of bond transactions of the Cameron Parish Waterworks District No. 9 for the year ended December 31, 1997:

Bonds payable, Dec 31, 1996	\$ 30,000
Bonds retired: 1997	<u>18,800</u>
Bonds payable, Dec. 31, 1997	25,000
Less: current portion	<u>18,800</u>
Long-term portion at Dec. 31, 1997	<u>\$ 6,200</u>

Bonds payable at December 31, 1997 are comprised of the following:

\$1,850,000 of general obligation bonds dated April 1, 1983; due in annual installments of \$5,000 - \$280,000 through 2003; interest at 8.25 - 9.50%	<u>\$ 18,000</u>
---	------------------

The annual requirements to amortize all general obligation bonds outstanding as of December 31, 1997, including interest payments of \$19,500 are as follows:

Year Ending	
1998	\$ 7,413
1999	7,337
2000	6,863
2001	6,188
2002	6,312
2003-2007	<u>5,237</u>
Total	<u>\$ 38,350</u>

During the year ended December 31, 1996, the District entered into the a five year loan agreement with Cameron State Bank and borrowed \$150,000 at 8.60% to help finance a new water well.

Under the terms of the agreement the District will pay an annual payment of \$33,509 on January first of each year from 1997 through 2001.

CANTON PARKER MARKOVICH DISTRICT NO. 9

Notes to the Financial Statements (Continued)

NOTE 5--CHARGE IN LONG-TERM DEBT (Continued)

The following is a summary of the note payable transaction for the year ended December 31, 1987:

Note payable - January 1, 1987	\$ 150,000
Less: principal payments	<u> (20,721)</u>
Balance - December 31, 1987	<u>\$ 129,279</u>

The annual requirements to amortize the debt as of December 31, 1987, including interest of \$14,820 are as follows:

Year Ended	
1988	\$ 32,502
1989	32,502
1990	32,508
1991	<u>32,502</u>
Total	<u>\$132,014</u>

NOTE 6--CONTRIBUTED CAPITAL

Changes during the year ended December 31, 1987 in the contributed capital account are as follows:

Balance, 12/31/86	\$1,604,169
Depreciation of assets acquired by contributed capital	<u> (12,882)</u>
Balance, 12/31/87	<u>\$1,591,287</u>

NOTE 7--LITIGATION

The District was not involved in any litigation nor did it have asserted claims lodged against it.

NOTE 8--RETAINED EARNINGS-RESERVED

The \$100,000 in reserved retained earnings represents the allocated portion of retained earnings dedicated to general obligation bond debt service.

COMPLEMENTARY INFORMATION

Schedule 1

CADDOUS PARISH WATERWORKS DISTRICT NO. 9

Compensation of Board Members

For the year ended December 31, 1993

The schedule of per diem paid to board members was prepared in compliance with House Concurrent Resolution No. 54 of the 1979 session of the Legislature.

As provided by Louisiana Revised Statute 33:4504, the board members received \$90 per diem for attendance at meetings of the board in 1993.

	<u>1993</u>	
	<u>Number</u>	
	<u>Attended</u>	<u>Amount</u>
Curtis Foyce	15	\$ 600
Malvin Theriot	13	750
Wendell Forthoferd	10	600
Josephine Gessie	15	660
John A. Connor	8	480
		<u>31,120</u>
Total		

Cameron Parish Waterworks District No. 3
SCHEDULE OF PRIOR YEAR FINDINGS

For the Fiscal Year Ended December 31, 1997

**SECTION I INTERNAL CONTROL AND COMPLIANCE MATERIAL TO THE
FINANCIAL STATEMENTS**

There were no prior year findings relating to internal control and compliance material to the financial statements.

**SECTION II INTERNAL CONTROL AND COMPLIANCE MATERIAL TO FEDERAL
AWARDS**

There were no prior year findings relating to internal control and compliance material to federal awards.

SECTION III MANAGEMENT LETTER

There was no management letter with prior year audit report.

See independent auditor's report.

Cameron Parish Waterworks District No. 3
MANAGEMENT'S CORRECTIVE ACTION PLAN

For the Fiscal Year Ended December 31, 1997

SECTION I INTERNAL CONTROL AND COMPLIANCE MATERIAL TO THE
FINANCIAL STATEMENT

1987.1 The Board will more closely will closely monitor the
timely completion of the December 31, 1998 audit by June
30, 1999 and require the auditor to complete it in a
timely fashion.

SECTION II INTERNAL CONTROL AND COMPLIANCE MATERIAL TO FEDERAL
AGENCY

N/A

SECTION III MANAGEMENT LETTER

N/A

See independent auditor's report.