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SENATE DISTRICT NO. 1
OF JEFFERSON DAVIS PARISH
STATE OF LOUISIANA

COMPONENT UNIT FINANCIAL REPORT
(Compiled)

REPORT ON APPLYING AGREED-UPOON PROCEDURES

DECEMBER 31, 1967

Under provisions of state law, this report is a public document. A copy of the report has been submitted to the auditor, or approved, every two other appropriate public officials. The report is available for public inspection at the State Board office of the Legislative Auditor and, where appropriate, at the office of the parish clerk of court.

Release Date DEC 27 1968

GOVERNMENT TRAINING BOARD OF
OF NORTHWEST TERRITORIES

FINANCIAL REPORT
December 31, 1987

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WASTEWATER DISTRICT NO. 1
OF JEFFERSON COUNTY, MISSOURI

December 31, 1997

COMMISSIONERS

Bobby Louwens - President
J. S. Bandy - Vice President
Richard Duvall - Board Member
Bruce Smith - Board Member
Wayne Florsheim - Board Member

SECRETARY/TREASURER

Clarence B. Rogers

LEGAL COUNSEL

Michael Cassidy - District Attorney

McELROY, QUIRK & BURCH

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Mobile, Alabama 36602

Memphis, Tennessee 38103

Shreveport, Louisiana 70506

Greenville, South Carolina 29615

San Francisco, California 94104

Atlanta, Georgia 30308



Atlanta, Georgia 30308

Fort Worth, Texas 76102

Mobile, Alabama 36602

Memphis, Tennessee 38103

Shreveport, Louisiana 70506

San Francisco, California 94104

San Jose, California 95128

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INDEPENDENT ACCOUNTANT'S REPORT

Board of Directors

Gravelly Drainage District No. 1

of Jefferson Davis Parish

Wahki, Louisiana

We have compiled the accompanying general purpose financial statements of the Gravelly Drainage District No. 1 of Jefferson Davis Parish in compliance with the Jefferson Davis Parish Police Jury as of and for the year ended December 31, 1998, as listed in the table of contents, in accordance with Statements on Standards for Accounting and Review Services issued by the American Institute of Public Accountants.

A compilation is limited to presenting in the form of financial statements information that is the representation of management. We have not audited or reviewed the accompanying general purpose financial statements the Gravelly Drainage District No. 1 of Jefferson Davis Parish in compliance with the Jefferson Davis Parish Police Jury and, accordingly, do not express an opinion or any other form of assurance on them.

Lake Charles, Louisiana

May 28, 1999

**SEWAGE TREATMENT DISTRICT NO. 1
OF JEFFERSON PARISH, LOUISIANA**

**COMBINED BALANCE SHEET - ALL FUND TYPES AND ACCOUNT GROUPS
December 31, 1997**

See Accounting and Compliance Report

ASSETS	Governmental fund types		Amount Assigned	Totals Encumbrances
	Special Revenue	Bond Debt/5004	General Long-Term Debt	
Cash	\$ 49,448	\$ 23,964	\$ -	\$ 73,412
Certificates of deposit, at cost	428,945	-	-	428,945
Receivables	38,333	29,113	-	67,446
Due from other funds	3,337	-	-	3,337
Amount available in debt service fund	-	-	61,840	61,840
Amount to be provided for retirement of general long-term debt	-	-	58,800	58,800
Total assets	\$ 519,823	\$ 53,077	\$ 120,640	\$ 713,540
LIABILITIES AND FUND EQUITY				
Liabilities:				
Due to other funds	\$ -	\$ 3,337	\$ -	\$ 3,337
Bonds payable	-	-	128,880	128,880
Total liabilities	-	3,337	128,880	132,217
Fund equity:				
Fund balances:				
Unassigned	516,486	49,740	-	566,226
Undesignated	-	-	-	-
Total liabilities and fund equity	\$ 516,486	\$ 53,077	\$ 128,880	\$ 713,540

See Notes to Financial Statements.

SEWERAGE DISTRICT DISTRICT NO. 1
OF JEFFERSON HAVEN PARISH

COMBINED STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES--ALL GOVERNMENTAL FUND TYPES
YEAR ENDED DECEMBER 31, 1997

See Accountant's Compilation Report

	Governmental Fund Types		
	Special Revenues	Debt Service	Total Operations Expenses
Revenues:			
Taxes	\$ 48,320	\$ 66,860	\$ 115,180
Interest on investments and loans	18,823	121	18,944
TOTAL REVENUES	67,143	66,981	134,124
Expenditures:			
Current operating:			
Maintenance work	270	-	270
Contractual services and per diem	2,160	-	2,160
Legal and professional	4,205	-	4,205
Other	180	-	180
Assessment for Louisiana State Employees' Retirement System	1,019	1,119	2,138
Debt service:			
Principal	-	66,000	66,000
Interest and timed charges	-	5,787	5,787
TOTAL EXPENDITURES	8,734	72,906	81,640
Excess (deficiency) of revenues over expenditures	58,409	(6,925)	51,484
Other financing sources (uses):			
Operating transfers in	-	15,000	15,000
Operating transfers out	(15,000)	-	(15,000)
TOTAL OTHER FINANCING SOURCES (USES)	(15,000)	15,000	-
Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses	43,409	8,075	51,484
Fund balance at beginning of year	484,214	68,878	553,092
Fund balance at end of year	\$ 527,623	\$ 76,953	\$ 604,576

See Notes to Financial Statements.

<u>Debit Entries - Bonds</u>		
<u>Debit</u>	<u>Actual</u>	<u>Variance Favorable (Indifference)</u>
\$ 43,340	\$ 43,340	\$ -
<u>2,754</u>	<u>338</u>	<u>13,812</u>
<u>46,094</u>	<u>43,678</u>	<u>13,416</u>
	-	-
	-	-
	-	-
	1,318	13,430
55,000	55,000	-
<u>2,320</u>	<u>8,788</u>	<u>18,488</u>
<u>57,320</u>	<u>63,788</u>	<u>17,468</u>
<u>121,094</u>	<u>121,320</u>	<u>22,920</u>
31,000	31,000	3,094
<u>31,000</u>	<u>31,000</u>	<u>3,094</u>
<u>1</u>	<u>68,000</u>	<u>8,328</u>
	<u>68,000</u>	
<u>1</u>	<u>11,320</u>	

STURVITY DRAINAGE DISTRICT NO. 1
OF JEFFERSON PARISH, LOUISIANA

NOTES TO FINANCIAL STATEMENTS

1. Summary of Significant Accounting Policies

The accounting policies of Sturvity Drainage District No. 1 of Jefferson Parish, Louisiana, conform to generally accepted accounting principles as applicable to governmental units. Such accounting and reporting procedures also conform to the requirements of Louisiana Revised Statutes 24:517 and to the guides set forth in the Louisiana Municipal Bond and Accounting Guide, and to the Industry Audit Guide, Audits of State and Local Governmental Units. The following is a summary of the more significant policies:

A. Financial Reporting Entity

The accompanying financial statements include the various activities that are within the control and authority of the Board of Commissioners of the Sturvity Drainage District No. 1 of Jefferson Parish, Louisiana. The decision to include a potential component unit in the reporting entity was made by applying the criteria set forth in Statement No. 34 of the Governmental Accounting Standards Board. This statement defines the reporting entity as the primary government and those component units for which the primary government is financially accountable. Financial accountability is defined as appointment of a voting majority of the component unit's board, and either a) the ability to impose will by the primary government, or b) the possibility that the component unit will provide a financial benefit to or impose a financial burden on the primary government.

Based on the foregoing criteria, the Sturvity Drainage District No. 1 is a component unit of the Jefferson Parish Parish Police Jury and has no other fiscal or significant managerial responsibility over any other governmental unit that is not included in the financial statements of the Sturvity Drainage District No. 1 of Jefferson Parish, Louisiana.

NOTES TO FINANCIAL STATEMENTS

B. Fund Accounting

The accounts of the County Drainage District No. 1 of Jefferson Davis Parish are organized on the basis of Funds and account groups, each of which is considered a separate accounting entity. The operations of each fund are accounted for with a separate set of self-balancing accounts that comprise its assets, liabilities, fund equity, revenues and expenditures. Revenues are accounted for in these individual funds based upon the purpose for which they are to be spent and the means by which spending activities are conducted. The funds presented in the financial statements are described as follows:

GOVERNMENTAL FUNDS

Special Revenue Fund - Special Revenue Funds are used to account for specific revenue sources that are legally restricted to expenditures for specified purposes.

Debt Service Fund - Debt Service Fund is used to account for the accumulation of resources for, and the payment of, general long-term debt, principal, interest, and related cost.

C. Fixed Assets and Long-Term Liabilities

The County Drainage District has acquired no fixed assets at this date.

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, not with measurement of results of operations.

Because of their spending measurement focus, expenditures recognition for governmental fund types is limited to include amounts represented by non-current 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.

NOTES TO FINANCIAL STATEMENTS

D. Basis of Accounting

Basis of accounting refers to when revenues and expenditures or expenses 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.

The governmental funds are maintained on the modified accrual basis of accounting, utilizing the following practices in recording revenues and expenditures.

Revenues - The governmental fund types use a current financial resources measurement focus and are accounted for using the modified accrual basis of accounting. The revenues are recognized when susceptible to accrual, i.e., 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.

These revenue susceptible to accrual are property taxes and interest revenue.

Expenditures - Expenditures are generally recognized under the modified accrual basis of accounting when the related fund liability is incurred.

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

E. Budgets and Budgetary Accounting

The Secretary-Treasurer prepares a proposed budget and submits same to the Board of Commissioners prior to the beginning of each fiscal year. The operating budget includes proposed expenditures and the means of financing them.

NOTES TO FINANCIAL STATEMENTS

The budget was adopted by the Board of Commissioners at their August 9, 1957 meeting.

Any revisions that alter total expenditures of any fund must be approved by the Board of Commissioners. Formal budgetary integration is employed as a management control device during the year for the Special Revenue and Debt Service Funds. All budgetary appropriations lapse at the end of each fiscal year.

Budgets for the Special Revenue and Debt Service Funds are adopted on a basis consistent with generally accepted accounting principles (GAAP). Budgeted amounts are as originally adopted.

F. Cash and Certificates of Deposit

Cash balances of all funds are combined and invested in certificates of deposit. Interest earned on these time deposits is distributed to the individual funds on the basis of invested balances of the participating funds during the year.

The District is authorized by state statute to open depositories in only those banks with branch offices in the state. State Statute also authorizes the District to invest in U.S. Bonds and Treasury Notes and other federally insured instruments. Investments in time certificates of deposit can be placed with local and state banks or with national banks having their principal office in the state.

G. Total Columns on Combined Statements-District

Total columns on the combined statements coverages are explained hereinafter only to indicate 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.

NOTES TO FINANCIAL STATEMENTS

1. Ad Valorem Taxes

Ad valorem taxes were levied by the Gravity Drainage District No. 1 of Jefferson Davis Parish for the year 1997 in the amount of 21.22 mills on the dollar assessed valuation on all taxable property in the District, of which 1.56 mills is for the purpose of paying the principal and interest due on the issue of \$489,890 of Public Improvement Bonds, and 19.66 mills for the purpose of maintaining and operating the drainage works within the District. The taxes are collected by the Jefferson Davis Parish Sheriff and then are transferred to the District.

The ad valorem taxes are levied November 1st of each year. Ad valorem taxes are due by December 31st and are delinquent January 1st. Delinquent property taxes are assessed interest at one and one-quarter percent per month for the period of delinquency. Property owners with taxes still delinquent by March are notified by certified mail of impending sale. Sale of delinquent properties is held each year on the Wednesday closest to May 15th.

2. Cash and Certification of Deposits

The Gravity Drainage District No. 1 maintains demand (cash) and time deposits (certification of deposits) through local depository banks which are members of the Federal Reserve System.

Deposits in excess of federally insured amounts are required by Louisiana state statute to be protected by collateral of equal market value. Authorized collateral includes general obligations of the U.S. Government, obligations issued or guaranteed by an agency established by the U.S. Government, general obligation bonds of any state of the U.S., or of any Louisiana parish, municipality or school district.

Cash and Certifications of Deposits of the District are classified into three categories to give an indication of the level of risk assumed at year end. Category 1 represents those deposits insured (inclusive of FDIC) or collateralized with securities held by the District or its agent in the District's name. Category 2 represents deposits collateralized with securities held by the pledging financial institution's trust department or agent in the District's name. Category 3 represents deposits uncollateralized including any securities held for the entity but not in the District's name.

NOTES TO FINANCIAL STATEMENTS

Balances at December 31, 1987 were as follows:

	<u>Carrying Amount</u>	<u>Cash Balance</u>
Demand Deposits-Interest Bearing (Category I)	\$ 83,400	\$ 83,400
Time Deposits-Interest Bearing (Category II)	<u>426,345</u>	<u>426,345</u>
TOTAL	<u>\$ 509,745</u>	<u>\$ 509,745</u>

Detailization of deposits are stated at cost, which also equals fair market values.

3. Individual Fund Receivable and Payable Balances

At December 31, 1987 these balances consisted of:

FUND	Interfund Receivable	Interfund Payable
Special Revenue Fund	\$ 1,117	-
Debt Service Fund	<u> </u>	<u>1,117</u>
	<u>\$ 1,117</u>	<u>\$ 1,117</u>

4. Changes in Long-Term Debt

The following is a summary of changes in long-term debt for the year ended December 31, 1987:

	<u>Balance 1-1-87</u>	Additions	Retirements	<u>Balance 12-31-87</u>
General obligation bonds	\$ 125,000	<u> </u>	<u>125,000</u>	\$ 125,000

Bonds payable at December 31, 1987 are comprised of the following issue:

General Obligation Bond	
1987, 1988, 1989 Public Improvement serial bonds due in	
annual installments of \$15,000 to \$40,000 through 1990;	
interest at 8.75-9.125%	<u>\$ 125,000</u>

NOTES TO FINANCIAL STATEMENTS

The annual requirements to amortize debt outstanding as of December 31, 1997, including interest payments of \$7,399, are as follows:

Annual Requirements to Amortize Long-Term Debt
December 31, 1997

Year Ending December 31.	General Obligation
1998-1999	\$ 127,399

5. Schedule of Commissioners' and Officers' Compensation

Commissioners:	
J. B. BARNETT	\$ 500
M. J. BOUQUET	500
Bobby Louviere	700
Bruce Smith	800
Wayne Fleming	<u>600</u>
Total	<u>\$ 2,800</u>
Secretary-Treasurer:	
Clarence E. Sizemore	<u>\$ 800</u>

6. Assessment for the Louisiana State Employees' Retirement System

The Jefferson Davis Parish Sheriff's Office reduced the November 1998 assessment for the yearly contribution to the Louisiana State Employees' Retirement Fund in the amount of 10.60%. Since this fund is not on behalf of any of the District's employees, no additional disclosure is required.

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INDEPENDENT ACCOUNTANT'S REPORT ON APPLYING AGREED-UPOON PROCEDURES

Board of Directors
Gravity Drainage District No. 1
of Jefferson Davis Parish
Louisiana

We have performed the procedures included in the Louisiana Government Audit Guide and summarized below, which were agreed to by the management of Gravity Drainage DISTRICT No. 1 of Jefferson Davis Parish, Louisiana and the Legislative Auditor, State of Louisiana, solely to obtain the users in existing management's assertions about Gravity Drainage District No. 1 of Jefferson Davis Parish, Louisiana's compliance with certain laws and regulations during the year ended December 31, 1997 included in the accompanying Louisiana Anticipation Questionnaire. This agreed-upon procedures engagement was performed in accordance with standards established by the American Institute of Certified Public Accountants. The sufficiency of those procedures is solely the responsibility of the specified users of the report. Consequently, we make no representation regarding the sufficiency of the procedures described below either for the purpose for which this report has been requested or for any other purpose.

Public Bid Law

1. Select all expenditures made during the year for material and supplies exceeding \$5,000, or public works exceeding \$25,000, and determine whether such purchases were made in accordance with RSA-RS 18:2313-2321 (the public bid law).

There were no expenditures made during the year ended December 31, 1997 exceeding these amounts subject to the public bid law. Only two payments exceeded \$5,000; one for \$65,767.00 in payments of principal and interest on bonded debt; and one transfer between funds for \$15,000.

Code of Ethics for Public Officials and Public Employees

2. Obtain from management a list of the immediate family members of each board member as defined by GAS-MS 421100-1204 (the code of ethics), and a list of outside business interests of all board members and employees, as well as their immediate families.

Management provided us with the required list including the stated information.

3. Obtain from management a listing of all employees paid during the period under examination.

There were no employees paid by the District during the year ended December 31, 1987.

4. Determine whether any of those employees included in the listing obtained from management in agreed-upon procedure (I) were also included on the listing obtained from management in agreed-upon procedure (II) as immediate family members.

There were no employees of the District.

subpart

5. Obtain a copy of the legally adopted budget and all amendments.

Management provided us with a copy of the original budget. There were no amendments to the budget during the year.

6. Trace the budget adoption to the minute book.

We traced the adoption of the original budget to the minutes of a meeting held on August 7, 1987, which indicated that the budget had been adopted by the commissioners of Gravity Drainage District No. 3 of Jefferson Davis Parish, Louisiana by a unanimous vote. No amendments were made to the budget during the year.

7. Compare the revenues and expenditures of the final budget to actual revenues and expenditures to determine if actual revenues or expenditures exceed budget amounts by more than 5%.

We compared the revenues and expenditures of the final budget to actual revenues and expenditures. Actual revenues of the Special Revenue Funds exceeded budget by 13.8%. Actual expenditures of the Special Revenue Funds for the year were 15% under budgeted amounts due to the withholding of payment because of unsatisfactory performance on a service contract. Actual expenditures for the Debt Service Fund exceeded budgeted amounts 11%.

Accounting and Reporting

8. Randomly select 6 disbursements made during the period under examination and:

- (a) trace payments to supporting documentation as to proper amount and payee;

We examined supporting documentation for each of the six selected disbursements and found that payment was for the proper amount and made to the correct payee.

- (b) determine if payments were properly coded to the correct fund and general ledger account; and

All of the payments were properly coded to the correct fund and general ledger account.

- (c) determine whether payments received approval from proper authorities.

Each of the disbursements were traced to the district's minute book where they were approved by the full commission.

Meetings

9. Examine evidence indicating that agendas for meetings recorded in the minute book were posted or advertised as required by LA&RS 42:1 through 42:12 (the open meetings law).

We were informed that the Davy Dejeaux District No. 1 of Jefferson Davis Parish, Louisiana is not required to post or advertise each meeting and the accompanying agenda. The Louisiana Adversarial Questionnaire indicated the District was in compliance with LA&RS 42:1 through 42:12.

Notes

10. Examine bank deposits for the period under examination and determine whether any such deposits appear to be proceeds of bank loans, bonds, or like indebtedness.

We inspected copies of all bank deposit slips for the period under examination and noted no deposits which appeared to be proceeds of bank loans, bonds, or like indebtedness.

Advances and Gifts

11. Examine payroll records and minutes for the year to determine whether any payments have been made to employees which may constitute loans, advances, or gifts.

A reading of the minutes of the DISTRICT for the year indicated no approval for the type of payments noted. We noted no instances which would indicate payments to employees which would constitute loans, advances, or gifts.

We were not engaged to, and did not, perform an examination, the objective of which would be the expression of an opinion on management's assertions. Accordingly, we do not express such an opinion. Had we performed additional procedures, other matters might have come to our attention that would have been reported to you.

THIS REPORT IS INTENDED SOLELY FOR THE USE OF MANAGEMENT OF PARISHY BRUNING DISTRICT NO. 1 OF WILCHITTOE PARISH, LOUISIANA AND THE LEGISLATIVE JUDICARY, STATE OF LOUISIANA, AND SHOULD NOT BE USED BY THOSE WHO HAVE NOT AGREED TO THE PROCEDURES AND TAKEN RESPONSIBILITY FOR THE SUFFICIENCY OF THE PROCEDURES FOR THEIR PURPOSES. HOWEVER, THIS REPORT IS A MATTER OF PUBLIC RECORD AND ITS DISTRIBUTION IS NOT LIMITED.

Mr. Elroy Quirk & Associates

Lake Charles, Louisiana
May 26, 1994

APPENDIX A - LOUISIANA ATTESTATION QUESTIONNAIRE

May 18, 1998 Date

1805 E. Bayou, Slidell, LA 70458
Slidell, Louisiana 70458
Attn: Mr. Walter, Telephone 827-3070
 (Auditors)

In connection with your compilation of our financial statements as of and for the period then ended, and as required by Louisiana Revised Statute 24:813 and the Louisiana Governmental Audit Guide, we make the following representations to you. We accept full responsibility for our compliance with the following laws and regulation and the internal controls over compliance with such laws and regulations. We have evaluated our compliance with the following laws and regulations prior to making these representations.

These representations are based on the information available to us as of May 18, 1998 (date).

Public Bid Law

It is true that we have complied with the public bid law, LSA-RS Title 55:1212, and, where applicable, the regulations of the Division of Administration, State Purchasing Office.

Yes No

Code of Ethics for Public Officials and Public Employees

It is true that no employees or officials have accepted anything of value, whether in the form of a service, loan, or promise, from anyone that would constitute a violation of LSA-RS 42:1101-1104.

Yes No

It is true that no member of the immediate family of any member of the governing authority, or the chief executive of the governmental entity, has been employed by the governmental entity after April 1, 1980, under circumstances that would constitute a violation of LSA-RS 42:1119.

Yes No

Budgeting

We have complied with the state budgeting requirements of the Local Government Budget Act (LSA-RS 28:1301-14) or the budget requirements of LSA-RS 28:42.

Yes No

Accounting and Reporting

Louisiana Governmental Audit Guide

Accounting and Reporting

All non-exempt governmental records are available as a public record and have been retained for at least three years, as required by LSA-RS 44:1, 44:7, 44:21, and 44:58.

Yes No

We have filed our annual financial statements in accordance with LSA-RS 24:514, 24:583, and/or 58:82, as applicable.

Yes No

We have had our financial statements audited or compiled in accordance with LSA-RS 24:515.

Yes No

Meetings

We have complied with the provisions of the Open Meetings Law, provided in RS 42:1 through 42:12.

Yes No

Debt

It is true we have not incurred any indebtedness, other than credit for 90 days or less to make purchases in the ordinary course of administration, nor have we entered into any lease-purchase agreements, without the approval of the State Bond Commission, as provided by Article VII, Section 8 of the 1974 Louisiana Constitution, Article VI, Section 33 of the 1974 Louisiana Constitution, and LSA-RS 47:1410.B2.

Yes No

Advances and Bonuses

It is true we have not advanced wages or salaries to employees or paid bonuses in violation of Article VII, Section 14 of the 1974 Louisiana Constitution, LSA-RS 14:128, and AG opinion 79-128.

Yes No

We have disclosed to you all known noncompliance of the foregoing laws and regulations, as well as any contradictions to the foregoing representations. We have made available to you documentation relating to the foregoing laws and regulations.

We have provided you with any communications from regulatory agencies or other sources concerning any possible noncompliance with the foregoing laws and regulations, including any communications received between the end of the period under examination and the issuance of this report. We acknowledge our responsibility to disclose to you any known noncompliance which may occur subsequent to the issuance of your report.

	Secretary	5/19/98	Date
	Treasurer	5/19/98	Date
	President	5/20/98	Date

Note-Quasi-public entities should delete reference to the above statutes, unless required to follow such laws by contract with their public funding agencies. The quasi-public entities should include a representation that they have complied with the contractual provisions under which they have received state and/or local funds.

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GRAVITY DRAINAGE DISTRICT NO. 3
OF JEFFERSON DAVIS PARISH
STATE OF LOUISIANA

COMBINED UNIT FINANCIAL REPORT
(Comp 12-62)

REPORT ON ANALYZING AGREED-UPON PROCEDURES

DECEMBER 31, 1967

Under provisions of state law, this report is a public document. A copy of the report has been submitted to the auditor, or reviewed, copy and other appropriate public officials. The report is available for public inspection at the State Board office of the Legislative Auditor and, where appropriate, at the office of the parish clerk of court.

Release Date DEC 22 1968

BEAULTY CHAIRMAN DISTRICT #1
OF JEFFERSON DAVIS PARISH

FINANCIAL REPORT
December 31, 1987

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SEWAGE DRAINAGE DISTRICT NO. 1
OF JEFFERSON DAVIS PARISH

NOVEMBER 21, 1997

MEMBERSHIP

Bobby Louisiana - President
J. B. Bennis - Vice President
Melwood Toucet - Board Member
Bruce Weeks - Board Member
Wayne Platon - Board Member

SECRETARY/TREASURER

Clarence E. Rogers

LEGAL COUNSEL

Michael Cassidy - District Attorney

McELROY, QUIRK & BURCH

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INDEPENDENT ACCOUNTANT'S REPORT

Board of Directors
Gravity Drainage District No. 1
of Jefferson Davis Parish
Mandeville, Louisiana

We have compiled the accompanying general purpose financial statements of the Gravity Drainage District No. 1 of Jefferson Davis Parish in compliance with the Jefferson Davis Parish Police Jury) as of and for the year ended December 31, 2005, as listed in the table of contents, in accordance with statements on standards for Accounting and Review Services issued by the American Institute of Public Accountants.

A compilation is limited to presenting in the form of financial statements information that is the responsibility of management. We have not audited or reviewed the accompanying general purpose financial statements of the Gravity Drainage District No. 1 of Jefferson Davis Parish in compliance with the Jefferson Davis Parish Police Jury) and, accordingly, do not express an opinion or any other form of assurance on them.

Lake Charles, Louisiana
May 22, 2006

**GRAVITY DRAINAGE DISTRICT NO. 1
OF JEFFERSON DAVIS PARISH**

COMBINED BALANCE SHEET - ALL FUND TYPES AND ACCOUNT GROUPS
December 31, 1997
See Accountant's Compilation Report

	GOVERNMENTAL		ACCOUNT	TOTALS
	Fund Types		GROUP	
	Special	Debt	General	
ASSETS	Revenue	Service	Long-Term Debt	Nonmajor Fund
Cash	\$ 49,448	\$ 23,958	\$ -	\$ 73,406
Certificates of deposit, at cost	428,945	-	-	428,945
Receivables	38,328	39,128	-	77,456
Due from other funds	1,287	-	-	1,287
Amount available to debt service fund	-	-	41,958	41,958
Amount to be provided for retirement of general long-term debt	-	-	18,258	18,258
Total assets	\$ 518,008	\$ 63,086	\$ 60,216	\$ 641,310
LIABILITIES AND FUND EQUITY				
LIABILITIES:				
Due to other funds	\$ -	\$ 1,127	\$ -	\$ 1,127
Bonds payable	-	-	128,888	128,888
Total liabilities	-	1,127	128,888	130,015
Fund equity:				
Fund balance:				
Unassigned	518,008	61,958	-	579,966
Total liabilities and fund equity	\$ 518,008	\$ 63,086	\$ 128,888	\$ 710,082

See Notes to Financial Statements.

GRAVITY DRAINAGE DISTRICT NO. 1
OF JEFFERSON Davis PARISH

COMBINED STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES--ALL GOVERNMENTAL FUND TYPES
YEAR ENDED DECEMBER 31, 1997
SEE ACCOUNTANT'S COMPILING REPORT

	Governmental Fund Types		
	Special Revenues	State Services	Total (Memorandum only)
Revenues:			
Taxes	\$ 48,322	\$ 94,846	\$ 143,168
Interest on investments and loans	28,822	222	29,044
Total revenues	<u>77,144</u>	<u>95,068</u>	<u>172,212</u>
Expenditures:			
Current operating:			
Maintenance work	278	-	278
Contractual services and per diem	3,750	-	3,750
Legal and professional	4,338	-	4,338
Other	182	-	182
Assessment for Louisiana State Employees' Retirement System	1,328	1,318	2,646
Debt service:			
Principal	-	51,408	51,408
Interest and fiscal charges	-	9,288	9,288
Total expenditures	<u>9,738</u>	<u>61,614</u>	<u>71,352</u>
Excess (deficiency) of revenues over expenditures	<u>67,406</u>	<u>33,454</u>	<u>100,860</u>
Other financing sources (uses):			
Operating transfers in	-	15,408	15,408
Operating transfers out	<u>(15,408)</u>	-	<u>(15,408)</u>
Total other financing sources (uses)	<u>(15,408)</u>	<u>15,408</u>	<u>-</u>
Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses	52,000	48,862	100,860
Fund balance at beginning of year	<u>228,224</u>	<u>26,828</u>	<u>255,052</u>
Fund balance at end of year	<u>2,318,221</u>	<u>2,01,816</u>	<u>2,320,037</u>

See Notes to Financial Statements.

HEALTH DRAINAGE DISTRICT NO. 1
OF JEFFERSON PARISH

COMBINED STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES—BUDGET (ORAS BASED) AND ACTUAL
ALL GOVERNMENTAL FUND TYPES
YEAR ENDED DECEMBER 31, 1987
See ACCOUNTANT'S Compilation Report

	Special Revenue Funds		
	Budget	Actual	Variance Favorable Unfavorable
Revenues:			
Taxes	\$ 44,000	\$ 48,500	\$ 4,500
Interest on investments and loans	15,200	18,822	3,622
Total revenues	59,200	67,322	8,122
Expenditures:			
Current operating:			
Maintenance work	37,800	370	37,430
Contractual services and per diem	2,300	3,750	11,450
Legal and professional	-	4,705	44,755
Other	-	600	1,800
Retirement for Louisiana State Employees' Retirement System	600	1,318	1718
Bond service:			
Principal	-	-	-
Interest and fiscal charges	-	-	-
Total expenditures	38,800	47,723	9,923
Excess (deficiency) of revenues over expenditures	20,400	19,599	18,400
Other financing sources (uses):			
Operating transfers in	-	-	-
Operating transfers out	111,800	115,800	13,000
Total other financing sources (uses)	111,800	115,800	13,000
Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses	\$ 9,600	\$ 4,799	\$ 4,400
Fund balance at beginning of year		451,218	
Fund balance at end of year		456,017	

See Notes to Financial Statements.

Public Services Funds

<u>Budget</u>	<u>Actual</u>	<u>Balance</u> <u>(Deficit)</u>
\$ 43,800	\$ 44,048	\$ 248
<u>3,358</u>	<u>333</u>	<u>(3,025)</u>
<u>\$47,158</u>	<u>\$44,381</u>	<u>(\$2,777)</u>
	3,338	(1,318)
55,000	55,000	-
<u>3,380</u>	<u>3,380</u>	<u>(6,688)</u>
<u>\$58,380</u>	<u>\$58,380</u>	<u>(\$7,006)</u>
<u>\$112,538</u>	<u>\$102,761</u>	<u>\$19,777</u>
13,000	13,000	3,000
<u>13,000</u>	<u>13,000</u>	<u>3,000</u>
<u>\$</u>	<u>6,718</u>	<u>\$</u>
	<u>68,878</u>	
	<u>\$</u>	

STURVY DRAINAGE DISTRICT NO. 1
OF JEFFERSON DEVIS PARISH

NOTES TO FINANCIAL STATEMENTS

1. Summary of Significant Accounting Policies

The accounting policies of Sturvy Drainage District No. 1 of Jefferson Devis Parish, Louisiana, conform to generally accepted accounting principles as applicable to governmental units. Such accounting and reporting procedures also conform to the requirements of Louisiana Revised Statutes Title 2 and to the guides set forth in the Louisiana Municipal Audit and Accounting Guide, and to the industry audit guide, audits of state and local governmental units. The following is a summary of the more significant policies:

A. Financial Reporting Entity

The accompanying financial statements include the various activities that are within the control and authority of the board of commissioners of the Sturvy Drainage District No. 1 of Jefferson Devis Parish, Louisiana. The decision to include a potential component unit in the reporting entity was made by applying the criteria set forth in Statement No. 14 of the Governmental Accounting Standards Board. This statement defines the reporting entity as the primary government and those component units for which the primary government is financially accountable. Financial accountability is defined as appointment of a voting majority of the component unit's board, and either a) the ability to impose will by the primary government, or b) the possibility that the component unit will provide a financial benefit to or impose a financial burden on the primary government.

Based on the foregoing criteria, the Sturvy Drainage District No. 1 is a component unit of the Jefferson Devis Parish police jury and has no other fiscal or significant managerial responsibility over any other governmental unit that is not included in the financial statements of the Sturvy Drainage District No. 1 of Jefferson Devis Parish, Louisiana.

NOTES TO FINANCIAL STATEMENTS

B. FUND ACCOUNTING

The accounts of the Gravity Drainage District No. 3 of Jefferson Parish are organized on the basis of funds and account group, each of which is considered a separate accounting entity. The operations of each fund are accounted for with a separate set of self-balancing accounts that comprise its assets, liabilities, fund equity, revenues and expenditures. Revenues are allocated to its these individual funds based upon the purpose for which they are to be spent and the means by which spending activities are controlled. The funds presented in the financial statements are described as follows:

GOVERNMENTAL FUNDS

Special Revenue Fund - Special Revenue Funds are used to account for specific revenue sources that are legally restricted to expenditures for specified purposes.

Debt Service Fund - Debt Service Fund is used to account for the accumulation of resources for, and the payment of, general long-term debt, principal, interest, and related cost.

C. Fixed Assets and Long-Term Liabilities

The Gravity Drainage District has acquired no fixed assets at this date.

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, not with measurement of results of operations.

Because of their spending measurement focus, expenditure recognition for governmental fund types is limited to exclude amounts represented by non-current 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.

NOTES TO FINANCIAL STATEMENTS

D. Basis of Accounting

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

The governmental funds are maintained on the modified accrual basis of accounting, utilizing the following practices in recording revenues and expenditures.

Revenues - The governmental fund types use a current financial resources measurement basis and are accounted for using the modified accrual basis of accounting. The revenues are recognized when susceptible to accrual, i.e., 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.

Those revenues susceptible to accrual are property taxes and interest revenue.

Expenditures - Expenditures are generally recognized under the modified accrual basis of accounting when the related fund liability is incurred.

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities as the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from these estimates.

E. Budgetary and Budgetary Accounting

The Secretary-Treasurer prepares a proposed budget and submits same to the Board of Commissioners prior to the beginning of each fiscal year. The operating budget includes proposed expenditures and the means of financing them.

NOTES TO FINANCIAL STATEMENTS

The budget was adopted by the Board of Commissioners at their August 7, 1997 meeting.

Any revisions that affect total expenditures of any fund must be approved by the Board of Commissioners. Formal budgetary integration is employed as a management control device during the year for the Special Revenue and Debt Service Funds. All budgetary appropriations lapse at the end of each fiscal year.

Budgets for the Special Revenue and Debt Service Funds are adopted on a basis consistent with generally accepted accounting principles (GAAP). Budgeted amounts are as originally adopted.

F. Cash and Certificates of Deposit

Cash balances of all funds are combined and invested in certificates of deposit. Interest earned on these time deposits is distributed to the individual funds on the basis of invested balances of the participating funds during the year.

The District is authorized by state statutes to open depositories in only those banks with branch offices in the state. State statutes also authorize the District to invest in U.S. Bonds and Treasury Notes and other federally insured instruments. Investments in time certificates of deposit can be placed with Louisiana state banks or with national banks having their principal office in the state.

G. Total Columns on Combined Statements-Overview

Total columns on the combined statements-overview are Capitalized Recommenation only to indicate 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.

NOTES TO FINANCIAL STATEMENTS

H. Ad Valorem Taxes

All valorem taxes were levied by the Sewerage Drainage District No. 1 of Jefferson Davis Parish for the year 1997 in the amount of \$1.07 mills on the dollar assessed valuation on all taxable property in the district, of which 0.74 mills is for the purpose of paying the principal and interest due on the issue of \$695,000 of Public Improvement bonds, and 0.33 mills for the purpose of maintaining and operating the drainage works within the District. The taxes are collected by the Jefferson Davis Parish Sheriff and then are transferred to the District.

The ad valorem taxes are levied November 1st of each year. Ad valorem taxes are due by December 31st and are delinquent January 1st. Delinquent property taxes are assessed interest at one and one-quarter percent per month for the period of delinquency. Property owners with taxes still delinquent by March are notified by certified mail of impending sale. Sale of delinquent properties is held each year on the Wednesday closest to May 15th.

I. Cash and Certificates of Deposit

The Sewerage Drainage DISTRICT NO. 1 maintains Demand, Certificate and Time Deposits (Certificates of Deposit) through local depository banks which are members of the Federal Reserve System.

Deposits in excess of Federally insured amounts are required by Louisiana state statute to be protected by collateral of equal market value. Authorized collateral includes general obligations of the U.S. government, obligations issued or guaranteed by an agency established by the U.S. government, general obligation bonds of any state of the U.S., or of any Louisiana parish, municipality or school district.

Cash and certificates of deposit of the District are classified into three categories to give an indication of the level of risk assumed at year end. Category 1 represents those deposits insured (including FDIC or collateralized with securities held by the DISTRICT or its agent in the District's name). Category 2 represents deposits collateralized with securities held by the pledging financial institution's Trust Department or agent in the District's name. Category 3 represents deposits uncollateralized (including any securities held for the entity but not in the District's name).

NOTES TO FINANCIAL STATEMENTS

Balance at December 31, 1987 were as follows:

	<u>Carrying Amount</u>	<u>Book Balance</u>
Demand deposits-interest bearing (Category 1)	\$ 93,682	\$ 93,682
Time deposits-interest bearing (Category 2)	<u>428,848</u>	<u>428,848</u>
Total	<u>\$ 522,530</u>	<u>\$ 522,530</u>

Certificates of deposit are stated at cost, which also equals fair market value.

B. Individual Fund Balances and Payable Balances

As December 31, 1987 these balances consisted of:

Fund	Interfund Receivable	Interfund Payable
Special Revenue Fund	\$ 1,117	-
DEPT SERVICE FUND	<u> </u>	<u>3,322</u>
	<u>\$ 1,117</u>	<u>\$ 3,322</u>

C. Changes in Long-Term Debt

The following is a summary of changes in long-term debt for the year ended December 31, 1987:

	Balance <u>1-1-87</u>	Additions	Retirements	Balance <u>12-31-87</u>
General obligation bonds	<u>\$ 128,000</u>	<u> </u>	<u>\$ (128,000)</u>	<u>\$ 128,000</u>

Bonds payable at December 31, 1987 are comprised of the following issues:

General Obligation Bonds

\$400,000 1979 Public Improvement serial bonds due in
annual installments of \$10,000 to \$40,000 through 1989;
interest at 8.50-8.125%

\$ 128,000

NOTES TO FINANCIAL STATEMENTS

The annual requirements to amortize debt outstanding as of December 31, 1987, including interest payments of \$7,385, are as follows:

**Annual Requirements to Amortize Long-Term Debt
December 31, 1987**

Year Ending December 31,	General Obligation
1988-1989	\$ 127,320

3. Schedule of Commissioners' and Officers' Compensation:

Commissioners:	
J. H. Burdick	\$ 550
R. J. Duquet	550
Robert Lavigne	750
Bruce Mehta	500
Wayne Phelton	<u>430</u>
Total	\$ 2,830
 Secretary-Treasurer:	
CAROLAN E. ROMERO	<u>300</u>

4. Assessment for the Louisiana State Employees' Retirement System

The Jefferson Davis Parish Sheriff's Office reduced the November tax assessment for the yearly contribution to the Louisiana State Employees' Retirement Fund in the amount of \$5,438. Since this fund is not on behalf of any of the District's employees, no additional disclosure is required.

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INDEPENDENT ACCOUNTANT'S REPORT ON APPLIED FINANCIAL PROCEDURES

Board of Directors
Gravity Drainage District No. 1
of Jefferson Davis Parish,
Louisiana

We have performed the procedures included in the Louisiana Government Audit Guide and enumerated below, which were agreed to by the management of Gravity Drainage District No. 1 of Jefferson Davis Parish, Louisiana and the Legislative Auditor, State of Louisiana, solely to assist the users in understanding management's assertions about Gravity Drainage District No. 1 of Jefferson Davis Parish, Louisiana's compliance with certain laws and regulations during the year ended December 31, 1997 included in the accompanying Louisiana Attention Questionnaire. This agreed-upon procedures engagement was performed in accordance with standards established by the American Institute of Certified Public Accountants. The sufficiency of these procedures is solely the responsibility of the specified users of the report. Consequently, we make no representation regarding the sufficiency of the procedures described below either for the purpose for which this report has been requested or for any other purpose.

Public Bid Law

1. Review all expenditures made during the year for material and supplies exceeding \$4,000, or public works exceeding \$25,000, and determine whether such purchases were made in accordance with LAH-88 08-2211-2211 (the public bid law).

There were no expenditures made during the year ended December 31, 1997 violating these amounts subject to the public bid law. Only two payments exceeded \$4,000; one for 449,167.69 in payment of principal and interest on bonded debt; and one transfer between funds for \$21,000.

CODE OF ETHICS FOR PUBLIC OFFICERS and Public Employees

2. Obtain from management a list of the immediate family members of each board member as defined by LA-RS 49:1591-1594 (the code of ethics), and a list of outside business interests of all board members and employees, as well as their immediate families.

Management provided us with the required list including the noted information.

3. Obtain from management a listing of all employees paid during the period under administration.

There were no employees paid by the District during the year ended December 31, 1987.

4. Determine whether any of those employees included in the listing obtained from management in agreed-upon procedure (1) were also included in the listing obtained from management in agreed-upon procedure (2) as immediate family members.

There were no employees of the District.

Budgeting

5. Obtain a copy of the legally adopted budget and all amendments.

Management provided us with a copy of the original budget. There were no amendments to the budget during the year.

6. TRACE the budget adoption to the minute book.

We traced the adoption of the original budget to the minutes of a meeting held on August 7, 1987, which indicated that the budget had been adopted by the commissioners of Gravelly Division DISTRICT NO. 3 of Jefferson Davis Parish, Louisiana by a unanimous vote. No amendments were made to the budget during the year.

7. COMPARE the revenues and expenditures of the final budget to actual revenues and expenditures to determine if actual revenues or expenditures exceed budget amounts by more than 5%.

We compared the revenues and expenditures of the final budget to actual revenues and expenditures. Actual revenues of the Special Revenue Funds exceeded budget by 13.8%. Actual expenditures of the Special Revenue Funds for the year were 81% under budgeted amounts due to the withholding of payment because of unsatisfactory performance on a service contract. Actual expenditures for the Debt Service Fund exceeded budgeted amounts 11%.

Accounting and Reporting

8. Randomly select 4 disbursements made during the period under examination and:

- (a) trace payments to supporting documentation as to proper amount and payee;

We examined supporting documentation for each of the six selected disbursements and found that payment was for the proper amount and made to the correct payee.

- (b) determine if payments were properly coded to the correct fund and general ledger account; and

All of the payments were properly coded to the correct fund and general ledger account.

- (c) determine whether payments received approval from proper authorities.

Each of the disbursements were traced to the district's minute book where they were approved by the full commission.

Meetings

9. Examine evidence indicating that agendas for meetings recorded in the minute book were posted or advertised as required by LA 86-42:1 through 42:12 (the open meetings law).

We were informed that the STAFFING BRIDGES District No. 3 of Jefferson Davis Parish, Louisiana is not required to post or advertise each meeting and the accompanying agenda. The Louisiana Advertising Questionnaire indicated the District was in compliance with LA 86-42 41:1 through 42:12.

PAGE

10. Examine bank deposits for the period under examination and determine whether any such deposits appear to be proceeds of loans, bonds, or like indebtedness.

We inspected copies of all bank deposit slips for the period under examination and noted no deposits which appeared to be proceeds of bank loans, bonds, or like indebtedness.

ADVANCES AND PAYMENTS

11. Examine payroll records and minutes for the year to determine whether any payments have been made to employees which may constitute bonuses, advances, or gifts.

A reading of the minutes of the district for the year indicated no approval for the types of payments noted. We noted no instances which would indicate payments to employees which would constitute bonuses, advances, or gifts.

We were not engaged to, and did not, perform an examination, the objective of which would be the expression of an opinion on management's accounting. Accordingly, we do not express such an opinion. Had we performed additional procedures, other matters might have come to my attention that would have been reported to you.

This report is intended solely for the use of management of Harvey Drainage District No. 1 of Calcasieu Parish, Louisiana and the Legislative Auditor, State of Louisiana, and should not be used by those who have not agreed to the procedures and taken responsibility for the sufficiency of the procedures for their purposes. However, this report is a matter of public record and its distribution is not limited.

W. H. Cherry, District Auditor

Lake Charles, Louisiana
May 23, 1998