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**FALSE RIVER AIR PARK COMMISSION
NEW ROADS, LOUISIANA**

**ANNUAL FINANCIAL REPORT
FOR THE YEAR ENDED DECEMBER 31, 1999**

**A JOINT VENTURE OF THE
POLICE JURY OF THE PARISH OF POINTE COUPEE
NEW ROADS, LOUISIANA
and
CITY OF NEW ROADS, LOUISIANA**

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

Release Date JUL 26 2000

**FALSE RIVER AIR PARK COMMISSION
8662 AIRPORT SPUR
NEW ROADS, LOUISIANA 70760
(504) 638-3192**

GOVERNING BOARD

<u>Commissioner</u>	<u>Appointed By</u>	<u>Term Expires</u>
Charlie Bonnette, Chairman	Pointe Coupee Police Jury	August 31, 2004
John M. Olinde, Secr/Trea	Pointe Coupee Police Jury	August 31, 2002
James E. Saizon, Jr.	Pointe Coupee Police Jury	August 31, 2000
Louis A. Hebert	City of New Roads	August 31, 2001
John L. Ewing	City of New Roads	August 31, 2002
Christopher Battley	City of New Roads	August 31, 2003

MANAGER

Yvonne Chenevert

MEETING DATE

First Thursday of Every Month
at Airport Terminal

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George F. Delaune

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OFFICERS ASSOCIATION

INDEPENDENT AUDITOR'S REPORT ON THE FINANCIAL STATEMENTS

Mr. Charlie Bonnette, Chairman
and Members of the Board of Commissioners
False River Air Park Commission
New Roads, Louisiana

I have audited the accompanying general purpose financial statements of FALSE RIVER AIR PARK COMMISSION, NEW ROADS, LOUISIANA, a joint-venture of the Pointe Coupee Parish Police Jury and City of New Roads, Louisiana, as of and for the year ended December 31, 1999, as listed in the Table of Contents. These general purpose financial statements are the responsibility of the Commission'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; and with provisions of Louisiana Revised Statute 24:513 and the provisions of the *Louisiana Governmental Audit Guide*, published jointly by the Society of Louisiana Certified Public Accountants and the Louisiana Legislative Auditor. Those standards and the Guide require that I 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. 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 False River Air Park Commission, New Roads, Louisiana, as of December 31, 1999, and the results of its operations for the year then ended in conformity with generally accepted accounting principles.

In accordance with *Government Auditing Standards*, I have also issued my report dated April 27, 2000, on my consideration of the Commission'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 False River Air Park Commission, New Roads, Louisiana, taken as a whole. The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by U.S. Office of Management and Budget Circular A-133, *Audits of States, Local Government, and Non-Profit Organizations*, 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 my opinion, is fairly stated, in all material respects, in relation to the general-purpose financial statements taken as a whole.

George F. Delaune, CPA

April 27, 2000

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FALSE RIVER AIR PARK COMMISSION
 NEW ROADS, LOUISIANA
 COMBINED BALANCE SHEET - ALL FUND TYPES AND ACCOUNT GROUPS
 DECEMBER 31, 1999

	Governmental Fund Type		Account Groups		Totals (Memorandum Only)	
	General	Capital Project	General Fixed Assets	General Long Term Debt	1999	1998
ASSETS						
Cash	\$ 7,562				\$ 7,562	\$ 3,520
Receivables -						
Rentals						335
Due from other governments -						
Federal						281,102
State		\$ 6,391			6,391	31,234
Inventory - fuel	1,977				1,977	2,639
Property, plant, and equipment			\$ 3,037,932		3,037,932	2,658,177
Amount due for retirement of lease obligation						8,694
TOTAL ASSETS	\$ 9,539	\$ 6,391	\$ 3,037,932		\$ 3,053,862	\$ 2,985,701
LIABILITIES & FUND EQUITY						
Liabilities:						
Accounts payable	\$ 2,245				\$ 2,245	\$ 2,378
Payroll tax liabilities						40
Construction costs payable		\$ 641			641	312,336
Retainage payable		5,750			5,750	34,611
Capital lease obligation						8,694
Total Liabilities	2,245	6,391			8,636	358,059
Fund Equity:						
Investment in general fixed assets			\$ 3,037,932		3,037,932	2,658,177
Fund balances -						
Unreserved - undesignated	7,294				7,294	(30,535)
Total Fund Equity	7,294		3,037,932		3,045,226	2,627,642
TOTAL LIABILITIES & FUND EQUITY	\$ 9,539	\$ 6,391	\$ 3,037,932		\$ 3,053,862	\$ 2,985,701

The accompanying notes are an integral part of these statements.

FALSE RIVER AIR PARK COMMISSION
 COMBINED STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
 GOVERNMENTAL FUND TYPES
 FOR THE YEAR ENDED DECEMBER 31, 1999

	General Fund	Capital Project	Totals (Memorandum Only)	
			1999	1998
Revenues:				
Charges for services -				
Hangers	\$ 7,244		\$ 7,244	\$ 6,909
Ag-sites	4,283		4,283	3,021
Property	3,047		3,047	3,047
Office space	5,500		5,500	6,000
Fuel sales	16,275		16,275	12,810
Total Charges for Services	36,349		36,349	31,787
Intergovernmental revenues -				
Capital grants -				
Federal		\$ 384,590	384,590	811,238
State		42,732	42,732	272,771
Operating grants -				
State	14,675		14,675	
Parish of Pointe Coupee	25,619		25,619	31,947
City of New Roads	25,619		25,619	31,947
Total Intergovernmental Revenues	65,913	427,322	493,235	1,147,903
Miscellaneous revenues -				
Royalties and leases	1,824		1,824	233
Interest earned	247		247	174
Reimbursement from capital projects				3,515
Sale of fixed assets	4,996		4,996	
Miscellaneous				63
Total Miscellaneous Revenues	7,067		7,067	3,985
Total Revenues	109,329	427,322	536,651	1,183,675
Expenditures:				
Operations -				
Salaries and benefits	20,044		20,044	18,206
Professional fees	1,700		1,700	1,717
Utilities	9,569		9,569	10,366
Contract labor -				
Maintenance	11,127		11,127	5,308
Janitor	1,261		1,261	1,026
Insurance	9,851		9,851	9,138
Telephone	3,385		3,385	3,574
Promotions				855
Membership dues	180		180	150
Meetings and seminars	914		914	841
Rent	1,967		1,967	4,000

The accompanying notes are an integral part of these statements.

	General Fund	Capital Project	Totals (Memorandum Only)	
			1999	1998
Expenditures:				
Operations -				
Fuel purchases	9,741		9,741	8,950
Repairs and supplies -				
Grounds	2,860		2,860	2,307
Buildings & hangars	2,232		2,232	2,132
Runways and roads	1,898		1,898	862
Communications	11,957		11,957	7,167
Machinery and equipment	802		802	228
Fuel tanks and pumps	1,673		1,673	5,303
Office	2,230		2,230	2,459
All other	2,114		2,114	1,206
Total Operations	95,505		95,505	85,795
Capital Outlays -				
Equipment				3,135
Construction		393,716	393,716	1,125,744
Total Capital Outlays		393,716	393,716	1,128,879
Debt Service -				
Principal payment	8,694		8,694	3,932
Interest expense	907		907	868
Total Debt Service	9,601		9,601	4,800
Total Expenditures	105,106	393,716	498,822	1,219,474
Excess (Deficiency) of Revenues Over Expenditures before Transfers	4,223	33,606	37,829	(35,799)
Fund Balance - January 1	3,071	(33,606)	(30,535)	5,264
FUND BALANCE - December 31	\$ 7,294		\$ 7,294	\$ (30,535)

The accompanying notes are an integral part of these statements.

FALSE RIVER AIR PARK COMMISSION
NEW ROADS, LOUISIANA
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES -
BUDGET AND ACTUAL (GAAP BASIS) - GOVERNMENTAL FUND TYPE - GENERAL FUND
FOR THE YEAR ENDED DECEMBER 31, 1999

	1999		Variance Favorable (Unfavorable)	1998
	Budget	Actual		Actual
Revenues:				
Charges for services -				
Hangers	\$ 7,482	\$ 7,244	\$ (238)	\$ 6,909
Ag-sites	3,615	4,283	668	3,021
Hay property	3,047	3,047		3,047
Office space	6,000	5,500	(500)	6,000
Fuel sales	15,000	16,275	1,275	12,810
Total Charges for Services	35,144	36,349	1,205	31,787
Intergovernmental revenues -				
Operating grants -				
State	14,675	14,675		
Parish of Pointe Coupee	28,000	25,619	(2,381)	31,947
City of New Roads	28,000	25,619	(2,381)	31,947
Total Intergovernmental Revenues	70,675	65,913	(4,762)	63,894
Miscellaneous revenues -				
Royalties and leases	1,600	1,824	224	233
Interest earned		247	247	174
Reimbursement from capital projects				3,515
Sale of fixed assets	5,000	4,996	(4)	
Miscellaneous				63
Total Miscellaneous Revenues	6,600	7,067	467	3,985
Total Revenues	112,419	109,329	(3,090)	99,666
Expenditures:				
Operations -				
Salaries and benefits	20,044	20,044		18,206
Professional fees	1,500	1,700	(200)	1,717
Utilities	10,000	9,569	431	10,366
Contract labor -				
Maintenance	12,000	11,127	873	5,308
Janitor	3,000	1,261	1,739	1,026
Insurance	7,800	9,851	(2,051)	9,138
Telephone	4,000	3,385	615	3,574
Membership dues	1,600		1,600	855
Promotions		180		150
Meetings and seminars	1,000	914	86	841
Rent	2,000	1,967	33	4,000

The accompanying notes are an integral part of these statements.

	1999		Variance Favorable (Unfavorable)	1998
	Budget	Actual		Actual
Expenditures:				
Operations -				
Fuel purchases	10,000	9,741	259	8,950
Repairs and supplies -				
Grounds	4,800	2,860	1,940	2,307
Buildings and hangars	2,500	2,232	268	2,132
Runways and roads	2,000	1,898	102	862
Communications	6,000	11,957	(5,957)	7,167
Machinery and equipment	1,000	802	198	228
Fuel tanks and pumps	2,000	1,673	327	5,303
Office	1,000	2,230	(1,230)	2,459
All other	100	2,114	(2,014)	1,206
Total Operations	92,344	95,505	(2,981)	85,795
Capital Outlays -				
Equipment				3,135
Construction				8,129
Total Capital Outlays				11,264
Debt Service -				
Principal payment	8,694	8,694		3,932
Interest expense	907	907		868
Total Debt Service	9,601	9,601		4,800
Total Expenditures	101,945	105,106	(2,981)	101,859
Excess (Deficiency) of Revenues Over Expenditures	10,474	4,223	(6,071)	(2,193)
Fund Balance - January 1	3,071	3,071		5,264
FUND BALANCE - December 31	\$ 13,545	\$ 7,294	\$ (6,071)	\$ 3,071

The accompanying notes are an integral part of these statements.

**FALSE RIVER AIR PARK COMMISSION
NEW ROADS, LOUISIANA
NOTES TO THE FINANCIAL STATEMENTS**

NOTE 1 - INTRODUCTION

The False River Air Park Commission, New Roads, Louisiana (the "Commission") is a joint venture created by a resolution of the Pointe Coupee Parish Police Jury (the "Parish") and the City of New Roads (the "City") in May 1974. The Commission operates under a commission form of government and provides an airport authority under the provisions of Louisiana Revised Statutes (LRS) 2:131, et seq. Said Commission operates under the powers as outlined under LRS 2:135.

The Commission is composed of six (6) members. Three (3) are appointed by the Parish and three (3) are appointed by the City.

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Basis of Presentation

The accompanying financial statements of the False River Air Park Commission, New Roads, Louisiana 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.

Reporting Entity

GASB Statement No. 14 established criteria for determining the governmental reporting entity and component units that should be included within the reporting entity. For financial reporting purposes, in conformance with GASB Statement No. 14, the False River Air Park Commission includes all funds, account groups, et cetera, that are within the oversight responsibility of the False River Air Park Commission.

The GASB has set forth criteria to be considered in determining financial accountability. This criteria includes:

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

**FALSE RIVER AIR PARK COMMISSION
NEW ROADS, LOUISIANA
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)**

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

As the governing authority of the parish, for reporting purposes, the Pointe Coupee Parish Police Jury is the financial reporting entity for Pointe Coupee Parish. The financial reporting entity consists of [a] the primary government (police jury), [b] organizations for which the primary government is financially accountable, and [c] other organizations for which nature and significance of their relationship with the primary government are such that exclusion would cause the reporting entity's financial statements to be misleading or incomplete. Because the police jury may suffer financial burden and is fiscally responsible to the Commission, the Commission was determined to be a component unit of the Pointe Coupee Parish Police Jury.

Certain units of local government over which the False River Air Park Commission exercises no oversight responsibility, such as the parish police jury, parish school board, and municipalities within the parish, are excluded from the accompanying financial statements. These units of government are considered separate reporting entities and issue financial statements separate from those of the False River Air Park Commission.

Fund Accounting

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

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

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

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

Capital Project Fund -- accounts for financial resources received and used for the acquisition, construction, or improvement of capital facilities not reported in the other governmental funds.

FALSE RIVER AIR PARK COMMISSION
NEW ROADS, LOUISIANA
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

Basis of Accounting

The accounting and financial reporting treatment applied to a fund is determined by its measurement focus. The governmental funds are accounted for using a current financial resources measurement focus. With this measurement focus, only current assets and current liabilities are generally included on the balance sheet. Operating statements of these funds present increases and decreases in net current assets. The modified accrual basis of accounting is used by the governmental funds. The governmental funds use the following practices in recording revenues and expenditures:

Revenues

Fees, charges and commissions are recognized as revenue in the month in which they are earned and billed.

Federal and state grants and reimbursements are recorded when the Commission is entitled to the funds.

Substantially all other revenues are recorded when received by the Commission.

Expenditures

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

Budgets

A proposed operating budget for the fiscal year, prepared on GAAP Basis, is approved by the Board of Commissioners and adopted in accordance with the Local Government Budget Law. The operating budget includes proposed expenditures and the means of financing them.

During the year, monthly budgetary comparison statements are used as management tools to control operations.

The Commission exercises budgetary control at the line item level. Unexpended appropriations lapse at the end year end and must be reappropriated in the next year's budget to be expended.

Encumbrances

The Commission does not follow the encumbrance method of accounting.

FALSE RIVER AIR PARK COMMISSION
NEW ROADS, LOUISIANA
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

Cash

Cash includes amounts in demand deposits and investment in Louisiana Asset Management Pool, Inc. (LAMP). Under state law, the Commission may deposit or invest funds in demand deposits, interest-bearing demand deposits, money market accounts, United States bonds, treasury notes and bills, or certificate or time deposits of state banks organized under Louisiana law and national banks having their principal offices in Louisiana. In addition, local governments in Louisiana are authorized to invest in the Louisiana Asset Management Pool, Inc. (LAMP), a non-profit corporation formed by an initiative of the State Treasurer and organized under the laws of the State of Louisiana, which operates a local government investment pool. Investments are stated at cost.

Bad Debts

The Commission uses the direct charge-off method whereby uncollectible amounts due from charges are recognized as bad debts at the time information becomes available which would indicate the uncollectibility of the particular receivable. The direct charge-off method is used because it does not cause a material departure from GAAP and it approximates the valuation method.

Inventories

Inventory of aviation fuel is valued at cost using the FIFO method. All other supplies are immaterial and are recorded as expenditures when purchased.

Fixed Assets

Fixed assets are recorded as expenditures at the time purchased or constructed, and the related assets are capitalized (reported) in the general fixed assets account group. The Commission has elected to capitalize public domain ("infrastructure") fixed assets consisting of certain improvements other than buildings, including runways and lighting systems. Interest costs incurred during construction are capitalized. No depreciation has been provided on general fixed assets. All fixed assets are valued at historical cost or estimated historical cost if actual historical cost is not available. Donated fixed assets are stated at their estimated fair value on the date donated.

Compensated Absences

The Commission has no vacation or sick leave policies.

FALSE RIVER AIR PARK COMMISSION
NEW ROADS, LOUISIANA
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

Long-Term Obligations

Long-term obligations expected to be financed from governmental funds are reported in the general long-term obligations account group. Expenditures for principal and interest payments for long-term obligations are recognized in the governmental funds when due.

Fund Equity

The unreserved fund balances for governmental funds represent the amount available for budgeting future operations.

Comparative Data

Comparative total data for the prior year have been presented in the accompanying financial statements in order to provide an understanding of changes in the Commission's financial position and operations. However, complete comparative data (i.e., presentation of prior year totals by fund type in each of the statements) have not been presented since their inclusion would make the statements unduly complex and difficult to read.

Total Columns on Combined Statements

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

NOTE 3 - CASH

At December 31, 1999, the status of deposited funds and collateralized balances are as follows:

Balance per bank statements	\$ 5,595
Secured by Federal Deposit insurance	<u>5,595</u>
Unsecured and Uncollateralized	<u><u>0</u></u>

These deposits are stated at cost, which approximates market. Under state law, these deposits must be secured by federal deposit insurance or the pledge of securities owned by the fiscal agent bank. The market value of the pledged securities plus the federal deposit insurance must at all times equal the amount on deposit with the fiscal agent.

**FALSE RIVER AIR PARK COMMISSION
NEW ROADS, LOUISIANA
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)**

Cash also includes \$2,161 invested in the Louisiana Asset Management Pool, Inc. (LAMP), a local government investment pool (see Summary of Significant Accounting Policies). In accordance with GASB Codification Section 150.165, the investment in LAMP at December 31, 1999, is not categorized in the three risk categories provided by GASB Codification Section 150.164 because the investment is in the pool of funds and therefore not evidenced by securities that exist in physical or book entry form. LAMP is administered by LAMP, Inc., a non-profit corporation organized under the laws of the State of Louisiana, which was formed by an initiative of the State Treasurer in 1993. The corporation is governed by a board of directors comprising the State Treasurer, representatives from various organizations of local government, the Government Finance Officers Association of Louisiana, and the Society of Louisiana CPAs. Only local governments having contracted to participate in LAMP have an investment interest in its pool of assets. The primary objective of LAMP is to provide a safe environment for the placement of public funds in short-term, high-quality investments. The LAMP portfolio includes only securities and other obligations in which local governments in Louisiana are authorized to invest. Accordingly, LAMP investments are restricted to securities issued, guaranteed, or backed by the U.S. Treasury, the U.S. government or one of its agencies, enterprises, or instrumentalities, as well as repurchase agreements collateralized by those securities. The dollar weighted average portfolio maturity of LAMP assets is restricted to not more than 90 days, and consists of no securities with a maturity in excess of 397 days. LAMP is designed to be highly liquid to give its participants immediate access to their account balance.

NOTE 4 - CAPITAL GRANTS

Rehabilitate of Parallel Taxiway and Apron Areas

On October 27, 1998, the Parish of Pointe Coupee and City of New Roads executed an agreement with the U.S. Department of Transportation/Federal Aviation Administration and Louisiana Department of Transportation and Development (DOTD), for improvement to parallel taxiway and apron areas. This AIP Project No. 3-22-0074-0698 and State Project No. 939-01-0011 was funded 90% by USDOT/FAA and 10% by DOTD estimated at \$459,417. On December 9, 1998, a supplement to the agreement estimated at \$329,903; making the estimated project at \$789,320. The following is a summary of completed construction costs accepted on September 1, 1999:

	Amount Paid	Currently Due	Retainage Due	Total Costs
Construction	\$ 676,434	\$	\$ 3,312	\$ 679,746
Engineering	45,674	641	2,438	48,753
Construction Inspection Services	45,589			45,589
Administration	2,039			2,039
	<u>\$ 769,736</u>	<u>\$ 641</u>	<u>\$ 5,750</u>	<u>\$ 776,127</u>

FALSE RIVER AIR PARK COMMISSION
NEW ROADS, LOUISIANA
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

NOTE 5 - OPERATING GRANTS

Annual appropriations are made by the Parish and City to defer the operating costs of the False River Air Park. These appropriations are budgeted by the governmental entities and are susceptible to change depending upon economic conditions and the financial burden of their respective operations.

NOTE 6 - CHANGES IN GENERAL FIXED ASSETS

A summary of changes in general fixed assets follows:

	<u>1/1/99</u>	<u>Additions</u>	<u>Deletions</u>	<u>12/31/98</u>
Land	\$ 202,487			\$ 202,487
Land improvements	19,106			19,106
Buildings and sidewalks	91,093			91,093
Roads and runways	1,890,658	\$ 776,127		2,666,785
Radios and antennas	14,197			14,197
Machinery and equipment	44,951		\$ (13,961)	30,990
Water well	5,134			5,134
Furniture and fixtures	8,140			8,140
Construction in progress	382,411	393,716	(776,127)	0
Totals	<u>\$ 2,658,177</u>	<u>\$ 1,169,843</u>	<u>\$ (790,088)</u>	<u>\$ 3,037,932</u>

Since its inception in 1974, equipment and improvements have been contributed by the Office of Aviation, originally under the Louisiana Department of Public Works and presently under the Louisiana Department of Transportation and Development and jointly by the Parish and City. Because of the inability to obtain reliable cost data necessary for accurate accountability, these assets are not included in general fixed assets. Consequently, General Fixed Assets as presented above represent only those assets and improvements disbursed by the Commission for the years after December 31, 1985.

**FALSE RIVER AIR PARK COMMISSION
NEW ROADS, LOUISIANA
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)**

NOTE 7 - CHANGES IN GENERAL LONG-TERM OBLIGATIONS

The Commission records items under capital leases as assets and obligations in the accompanying financial statements. During the year 1999, the Commission had one capital lease for a fast-pay fueling system in the amount of \$20,593.

The following is a summary of the long-term obligation transactions for the year ended December 31, 1999:

	Capital Lease
Long-term obligations payable at January 1, 1999	\$ 8,694
Additions	0
Deductions	(8,694)
	\$ 0
Long-term obligations payable at December 31, 1999	\$ 0

NOTE 8 - PENSION PLAN AND RETIREMENT COMMITMENTS

All employees of the Commission belong to the Federal Social Security and Medicare System.

NOTE 9 - CONTINGENT LIABILITIES

There is no pending litigation against the Commission.

NOTE 10 - COMPENSATION PAID TO BOARD MEMBERS

In compliance with House Concurrent Resolution No. 54 of the 1979 Session of the Louisiana Legislature, compensation paid to board members is as follows:

Charlie Bonnette	\$ 0
John M. Olinde	0
James E. Saizon, Jr.	0
Christopher Battley	0
John L. Ewing	0
Louis A. Hebert	0
	\$ 0
	\$ 0

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OTHER REPORTS REQUIRED BY
GOVERNMENT AUDITING STANDARDS

The following pages contain a report on compliance with laws and regulations and on internal control over financial reporting as required by *Government Auditing Standards*, issued by the Comptroller General of the United States. This report is based solely on the audit of the financial statements and includes, where appropriate, any reportable conditions and/or material misstatements in internal control or compliance matters that would be material to the presented financial statements.

George F. Delaune

CERTIFIED PUBLIC ACCOUNTANT
(A Professional Corporation)

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INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE AND ON INTERNAL CONTROL OVER FINANCIAL REPORTING BASED ON AN AUDIT OF THE GENERAL PURPOSE FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH *GOVERNMENT AUDITING STANDARDS*

Mr. Charlie Bonnette, Chairman
and the Members of the Board of Commissioners
False River Air Park Commission
New Roads, Louisiana

I have audited the financial statements of FALSE RIVER AIR PARK COMMISSION, NEW ROADS, LOUISIANA (the "Commission"), a joint venture of the Pointe Coupee Parish Police Jury and City of New Roads, Louisiana, for the year ended December 31, 1999, and have issued my report thereon dated April 27, 2000. I conducted my audit in accordance with generally accepted auditing standards and 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 Commission's financial statements are free of material misstatement, I performed tests of its compliance with certain provisions of laws, regulations, contracts and grants, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of my audit and, accordingly, I do not express such an opinion. The results of my 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 my audit, I considered the Commission'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 over financial reporting that might be material weaknesses. A material weakness is a condition in which the

design or operation of one or more on the internal control components does not reduce to a relatively low level the risk that misstatements in amounts that would be 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, the Police Jury of the Parish of Pointe Coupee, New Roads, Louisiana (oversight entity), the City of New Roads, Louisiana, and the Legislative Auditor for the State of Louisiana. However, this report is a matter of public record and its distribution is not limited.

George F. Delaune, CPA

April 27, 2000

George F. Delaune

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INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE WITH REQUIREMENTS APPLICABLE TO EACH MAJOR PROGRAM AND INTERNAL CONTROL OVER COMPLIANCE IN ACCORDANCE WITH OMB CIRCULAR A-133

Mr. Charlie Bonnette, Chairman
and the Members of the Board of Commissioners
False River Air Park Commission
New Roads, Louisiana

I have audited the compliance of FALSE RIVER AIR PARK COMMISSION, NEW ROADS, LOUISIANA (the "Commission"), a joint venture of the Pointe Coupee Parish Police Jury and City of New Roads, Louisiana, with the types of compliance requirements described in the *U.S. Office of Management and Budget (OMB) Circular A-133 Compliance Supplement* that are applicable to each of its major federal programs for the year ended December 31, 1999. The Commission's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs. Compliance with the requirements of laws, regulations, contracts and grants applicable to each of its major federal programs is the responsibility of the Commission's management. My responsibility is to express an opinion on the Commission's compliance based on my audit.

I conducted my audit of compliance in accordance with generally accepted auditing standards; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Those standards and OMB Circular A-133 require that I plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about the Commission's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances. I believe that my audit provides a reasonable basis for my opinion. My audit does not provide a legal determination on the Commission's compliance with those requirements.

In my opinion, False River Air Park Commission complied, in all material respects, with the requirements referred to above that are applicable to each of its major federal programs for the

year ended December 31, 1999. However, the results of my auditing procedures disclosed no instances of noncompliance with those requirements that are required to be reported in accordance with OMB Circular A-133.

Internal Control Over Compliance

The management of False River Air Park Commission is responsible for establishing and maintaining effective internal control over compliance with requirements of laws, regulations, contracts and grants applicable to federal programs. In planning and performing my audit, I considered the Commission's internal control over compliance with requirements that could have a direct and material effect on a major federal program in order to determine my auditing procedures for the purpose of expressing my opinion on compliance and to test and report on internal control over compliance in accordance with OMB Circular A-133.

My consideration of the internal control over compliance 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 on the internal control components does not reduce to a relatively low level the risk that noncompliance with applicable requirements of laws, regulations, contracts and grants that would be material in relation to a major federal program 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, the Police Jury of the Parish of Pointe Coupee, New Roads, Louisiana (oversight entity), the City of New Roads, Louisiana, and the Legislative Auditor for the State of Louisiana. However, this report is a matter of public record and its distribution is not limited.

George F. Delaune, CPA

April 27, 2000

**FALSE RIVER AIR PARK COMMISSION
SCHEDULE OF FINDINGS
YEAR ENDED DECEMBER 31, 1999**

A. SUMMARY OF AUDIT RESULTS

1. The auditor's report expresses an unqualified opinion on the general purpose financial statements of False River Air Park Commission.
2. No reportable conditions were disclosed during the audit of the general purpose financial statements.
3. No instances of noncompliance were considered nonmaterial to the general purpose financial statements of False River Air Park Commission during the audit.
4. No reportable conditions were disclosed during the audit of the major federal award programs of False River Air Park Commission.
5. The auditor's report on compliance for the major federal award programs for False River Air Park Commission expresses an unqualified opinion.
6. The programs tested as major programs included:
 - a. Airport Improvement Program - CFDA No. 20.106
7. The threshold for distinguishing Type A programs was \$300,000.
8. False River Air Park Commission was determined to be a low-risk auditee.

B. FINDINGS — FINANCIAL STATEMENTS AUDIT

None

C. FINDINGS AND QUESTIONED COSTS — MAJOR FEDERAL AWARD PROGRAMS AUDIT

None

FALSE RIVER AIR PARK COMMISSION
 NEW ROADS, LOUISIANA
 SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
 YEAR ENDED DECEMBER 31, 1999

Federal Grantor/ Pass-Through Grantor/ Program Name	CFDA Number	Agency or Pass-through Number	Federal Disbursements/ Expenditures
<i>U.S. Department of Transportation</i>			
Federal Aviation Administration			
Airport Improvement Program			
Rehabilitation of Parallel Taxiway & Apron *	20.106	N/A	\$ 665,692
Total			<u>\$ 665,692</u>