

ROCKY BRANCH WATER WORKS DISTRICT
Farmerville, Louisiana

AUDIT REPORT

As of and For the Two Years Ended December 31, 2003 and 2002

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 Dator Rouge office of the Legislative Auditor and, where appropriate, at the office of the parish clerk of court.

Release Date 7-28-04

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ROCKY BRANCH WATER WORKS DISTRICT
Farmerville, Louisiana

AUDIT REPORT

As of and For the Two Years Ended December 31, 2003 and 2002

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ROCKY BRANCH WATER WORKS DISTRICT
Union Parish Police Jury
Farmerville, LA

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INDEPENDENT AUDITOR'S REPORT

Board of Directors
Rocky Branch Water Works
Farmerville, Louisiana
March 28, 2004

I have audited the accompanying general purpose financial statements of Rocky Branch Water Works, Farmerville, Louisiana, as of and for the years ended December 31, 2003 and 2002, as listed in the table of contents. These general purpose financial statements are the responsibility of the District'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 auditing standards generally accepted in the United States of America. Those 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 amounts 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 aspects, the financial position of the Rocky Branch Water Works, Farmerville, Louisiana, as of December 31, 2003 and 2002, and the results of its operations and cash flows of its proprietary fund types for the year then ended in conformity with accounting principles generally accepted in the United States of America.

My audit was made for the purpose of forming an opinion on the financial statements taken as a whole. The financial information listed as supplemental information schedules in the table of contents is presented for purposes of additional analysis, and is not a required part of the financial statements of Rocky Branch Water Works. Such information has been subjected to the auditing procedures applied in the audit of the financial statements and, in my opinion, is fairly presented in all material aspects in relation to the financial statements taken as a whole.

In accordance with Government Auditing Standards, I have also issued my report dated March 25, 2004, on my consideration of Rocky Branch Water Work's internal control structure and a report dated March 25, 2004, on its compliance with certain provisions of laws, regulations, contracts, and grants.



Frankie Sell, CPA
March 25, 2004

ROCKY BLANCH WATERWORKS DISTRICT
UNINCORPORATED POLICE LEVY
FAIRBANKS, ALASKA
PROPERTY FUND - ENTERPRISE FUND
All Fund Types and Account Groups
Balance Sheet, December 31, 2002 and December 31, 2001

	<u>2002</u>	<u>2001</u>
ASSETS		
Current Assets		
Cash	\$ 15,007	16,707
Accounts Receivable	1,000	1,000
Total Current Assets	<u>16,007</u>	<u>17,707</u>
Restricted Assets		
Cash	196,071	19,700
Total Restricted Assets	<u>196,071</u>	<u>19,700</u>
Property, Plant and Equipment		
Land	6,000	6,000
Water system	41,207	38,600
Less accumulated depreciation	<u>(25,114)</u>	<u>(28,000)</u>
Net Property, Plant and Equipment	<u>21,893</u>	<u>16,600</u>
TOTAL ASSETS	\$ 404,000	404,000
LIABILITIES AND FUND EQUITY		
LIABILITIES		
Current Liabilities (Payable from Current Assets)	\$ 200	200
Accounts Payable		
Total Current Liabilities	<u>200</u>	<u>200</u>
Current Liabilities (payable from restricted assets)		
Bond Debt		
Total Current Liabilities (payable from restricted assets)	<u>7,000</u>	<u>7,000</u>
Total Current Liabilities	<u>7,200</u>	<u>7,200</u>
Long Term Liabilities		
Long term Bond Debt	11,000	15,000
Total Long Term Liabilities	<u>11,000</u>	<u>15,000</u>
TOTAL LIABILITIES	<u>18,200</u>	<u>22,200</u>
Fund Equity		
Retained Earnings		
Balance in Bond Debt	41,000	41,000
Unreserved	<u>170,671</u>	<u>142,600</u>
TOTAL FUND EQUITY	<u>404,000</u>	<u>404,000</u>
TOTAL LIABILITIES AND FUND EQUITY	\$ 404,000	404,000

The accompanying notes are an integral part of this statement.

**ROCKY BRANCH WATERWORKS DISTRICT
 LINDEN PARISH POLICE JURY
 FARMERSVILLE, LOUISIANA
 FINANCIAL AND FUND-STATEMENT FUND
 STATEMENT OF REVENUES, EXPENSES AND
 CHANGES IN FUND BALANCES
 FOR THE YEAR ENDING ON DECEMBER 31, 2008**

	<u>2008</u>	<u>2007</u>
SERVICE INCOME	16,294	9,637
OTHER	000	0,000
TOTAL OPERATING REVENUES	<u>16,294</u>	<u>9,637</u>
OPERATING EXPENSES:		
WATER CHARGES	1,000	000
EDUCATION		400
SALARY TAX	2,870	2,800
SALARIES	10,500	10,000
OTHER	100	1,000
STAMPED TICKETS	400	1,000
DEALS & FEES	1,000	1,000
UTILITIES	10,000	8,000
MATERIAL AND SUPPLIES	1,000	10,000
POSTAGE	1,000	1,000
INSURANCE	500	0,000
OTHER EXPENSE	10,000	10,000
DEPRECIATION	000	000
PERMITS	000	000
REVENUE	1,000	10,000
TOTAL OPERATING EXPENSES	<u>42,000</u>	<u>52,000</u>
OPERATING INDEBT (LOSS)	<u>(25,706)</u>	<u>(42,363)</u>
NONOPERATING REVENUES (EXPENSES):		
INTEREST INCOME	1,000	1,000
INTEREST EXPENSE	(2,000)	(2,000)
TOTAL NONOPERATING REVENUES (EXPENSES)	<u>(1,000)</u>	<u>(1,000)</u>
NET INCOME (LOSS)	<u>0,000</u>	<u>(3,726)</u>
RETAINED EARNINGS AT BEGINNING OF YEAR	<u>25,706</u>	<u>29,432</u>
RETAINED EARNINGS AT END OF YEAR	<u>25,706</u>	<u>25,706</u>

THE ACCOUNTS AND NOTES ARE AN INTEGRAL PART OF THIS STATEMENT

**ROCKY BRANCH WATERWORKS DISTRICT
UNION PARISH POLICE JURY
FARMERVILLE, LOUISIANA**

**STATEMENTS OF CASH FLOWS
FOR THE YEARS ENDED DECEMBER 31, 2000, 1999
Increase (Decrease) in Cash and Cash Equivalents**

	<u>2000</u>	<u>1999</u>
Cash flows from operating activities:		
Net Income	26,908	(4,463)
Adjustments to reconcile net income to net cash provided by operating activities		
Depreciation	26,850	24,950
Changes in Assets and Liabilities		
Increase/Decrease in accounts receivable	(281)	28
Increase/Decrease in payable	(23)	(224)
Total Adjustments	<u>26,546</u>	<u>24,732</u>
Net Cash Provided (Used) By Operating Activities		
Cash Flows From Investing Activities		
Purchase of Equipment	<u>(105,797)</u>	<u>(105,424)</u>
Net Cash Provided (Used) By Investing Activities		
Cash Flows From Financing Activities		
Payment of Bond Principal	<u>(7,888)</u>	<u>(7,888)</u>
Purchase of Equipment		
Net Cash Provided (Used) For Capital and Related Financing Activities		
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	<u>(86,777)</u>	<u>(92,934)</u>
Cash and Cash Equivalents at Beginning of Year	196,528	289,462
CASH AND CASH EQUIVALENTS AT END OF YEAR	<u>109,751</u>	<u>196,528</u>

THE ACCOMPANYING NOTES ARE AN INTEGRAL PART OF THIS STATEMENT.

Supplemental disclosures of cash flow information:

Cash paid during the year for interest	<u>1,158</u>	<u>1,499</u>
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Disclosure of accounting policy:

For purposes of the statement of cash flows, the District considers all highly liquid debt instruments purchased with a maturity of three months or less to be cash equivalents.

Rocky Branch Water Works District
of Union Parish
Farmerville, Louisiana
Notes To The Financial Statements

Notes To The Financial Statements
As of and For the Two Years Ended December 31, 2003 and 2002

INTRODUCTION

The Rocky Branch Waterworks District was created by the Union Parish Police Jury, as authorized by Louisiana Revised Statute 53:2811. The waterworks district is governed by a five-member board of commissioners who are residents of and own real estate in the district. The board is appointed by the police jury and is compensated for its responsibility of providing water service to users within the boundaries of the district. The district serves approximately 400 residential and 50 commercial customers. The district has two employees.

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. BASIS OF PRESENTATION

The accompanying General purpose financial statements of the Rocky Branch Water Works have been prepared in conformity with generally accepted accounting principles (GAAP) as applied to governmental units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles.

B. REPORTING ENTITY

As the governing authority of the parish, for reporting purposes, the Union Parish Police Jury is the financial reporting entity for Union 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 inclusion would cause the reporting entity's financial statements to be misleading or incomplete.

Governmental Accounting Standards Board Statement No. 14 established criteria for determining which component units should be considered part of the Union Parish Police Jury for financial reporting purposes. The basic criterion for including a potential component unit within the reporting entity is financial accountability. 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

Rocky Branch Water Works District
of Union Parish
Farmerville, Louisiana
Notes To The Financial Statements

2. The potential for the organization to provide specific financial benefits to or impose specific financial burdens on the police jury.
3. Organizations for which the police jury does not appoint a voting majority but are fiscally dependent on the police jury.
4. 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.

Because the police jury has the authority to perform the above three steps, the district was determined to be a component unit of the Union Parish Police Jury, the financial reporting entity. The accompanying financial statements present information only on the funds maintained by the district and do not present information on the police jury, the general government services provided by that governmental unit, or the other governmental units that comprise the financial reporting entity.

C. FUND ACCOUNTING

The Rocky Branch Water Works District of Union Parish is organized and operated on a fund basis whereby a self-balancing set of accounts (Enterprise Fund) is maintained that comprises its assets, liabilities, retained earnings, revenues, and expenses. The operations are financed and operated in a manner similar to a private business enterprise, where the intent of the governing body is that the cost (expenses, including depreciation) of providing services on a continuing basis be financed or recovered primarily through user charges.

D. BASIS OF ACCOUNTING

The accounting and financial reporting treatment applied to a fund is determined by its measurement focus. The Enterprise Fund is accounted for on a flow of economic resources measurement focus and a determination of net income and capital maintenance. With this measurement focus, all assets and all liabilities associated with the operation of this fund is included on the balance sheet. The Enterprise Fund uses the accrual basis of accounting. Revenues are recognized when earned and expenses are recognized at the time liabilities are incurred. The Enterprise Fund uses the following practices in recording certain revenues and expenses:

Revenues

Revenues consist of income from users of the sewer line in the district. Billing is done monthly, and the payments are collected and deposited. Interest income is a result of bank accounts bearing interest.

Expenses

Expenses are reported when the liability occurs.

Barky Branch Water Works District
of Union Parish
Farmerville, Louisiana
Notes To The Financial Statements

Repairs capitalized in 2011 - 4,293

Repairs capitalized in 2015 - 4,250

E. ENCUMBRANCES

Encumbrance Accounting is not used.

F. USE OF ESTIMATES

The preparation of financial statements in conformity with accounting principals generally accepted in the United States of America 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.

G. CASH AND CASH EQUIVALENTS AND INVESTMENTS

Cash includes amounts in demand deposits, interest-bearing demand deposits, and time deposits. Cash equivalents include amounts in time deposits and those investments with original maturities of 90 days or less. Under state law, the district may deposit funds in demand deposits, interest-bearing demand deposits, or time deposits with state banks organized under Louisiana law or any other state of the United States, or under the laws of the United States.

Under state law, the district may invest in United States bonds, treasury notes, or certificates. These are classified as investments if their original maturities exceed 90 days; however, if the original maturities are 90 days or less, they are classified as cash equivalents. The district has no investments.

H. RESTRICTED ASSETS

Certain proceeds of the enterprise fund revenues are set aside for specific payments and are classified on the balance sheet as restricted assets because their use is limited by applicable requirements. 1. (Road Cements) Restricted assets include the "customer deposits" account, which is used to segregate water meter deposits used to pay any outstanding water bills when customers discontinue service.

I. FIXED ASSETS

Fixed assets of the district are valued at historical cost and are included on the balance sheet of the fund, net of accumulated depreciation. Construction period interest is immaterial and is not capitalized. Depreciation of all exhaustible fixed assets is charged as an expense against

Rocky Branch Water Works District
of Union Parish
Farmerville, Louisiana
Notes To The Financial Statements

operations. Depreciation is computed using the straight-line method over the estimated useful lives of periods from 5 to 40 years.

J. COMPENSATED ABSENCES

The district does not have a formal leave policy.

K. LONG-TERM LIABILITIES

Long-term liabilities are recognized within the General Fund.

L. FUND EQUITY

Contributed Capital

Grants, entitlements, or shared revenues received that are restricted for the acquisition or construction of capital assets are recorded as contributed capital. Contributed capital is not accreted.

Reserves

Reserves represent those portions of fund equity legally segregated for a specific future use.

2. CASH AND CASH EQUIVALENTS

At December 31, 2003, the district has cash and cash equivalents (bank balances) totaling \$127,254 as follows:

Demand Deposits	18,583
Restricted Assets	<u>108,671</u>
TOTAL	<u>127,254</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. These securities are held in the name of the pledging fiscal agent bank in a holding or custodial bank that is mutually acceptable to both parties. At December 31, 2003, the district has \$127,254 in deposits (collected bank balances). These deposits are secured from risk by \$100,000 of federal deposit insurance and \$27,254 of pledged securities held by the custodial bank in the name of AmSouth National Bank.

Even though the pledged securities are considered uncollateralized (Category 3) under the provisions of GASB Statement 3, Louisiana Revised Statute 39:3229 imposes a statutory requirement on the:

Kinky Branch Water Works District
of Union Parish
Farmerville, Louisiana
Notes To The Financial Statements

~~cannot come to agreement and the budget resolution within 10 days of being notified by the district that the fiscal agent has failed to pay deposited funds upon demand.~~

3. RECEIVABLES

The following is a summary of receivables at December 31, 2003:

Class of Receivable	Current Assets	Total
Accounts Receivable	1,862	1,862

Management has determined that the amounts of the receivables that are uncollectible are immaterial; therefore, no provision for uncollectible receivables has been included in these financial statements.

4. FIXED ASSETS

A summary of fixed assets at December 31, 2003, follows:

	Cost	Accumulated Depreciation	Net
Land	4,200	0	4,200
Water System	602,134	299,134	317,208
TOTAL	616,872	299,134	321,718

5. PENSION PLAN

The district has no pension plan, except social security benefits resulting from salary withholding and employer mandated payments.

6. ACCOUNTS PAYABLE

The following is a summary of payables at December 31, 2003:

Accounts	253.00
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7. LONG-TERM LIABILITIES

The following is a summary of long-term transactions during the year:

Long-Term liability payable at January 1, 2003 (including current portion)	\$2,000
Payments during 2003:	7,000
2001:	7,000
Long-Term liability payable at December 31, 2003 (including current portion)	35,000
Less current portion	7,000
Long-Term liability payable at December 31, 2003	31,000

**Rocky Branch Water Works District
of Union Parish
Farmerville, Louisiana
Notes To The Financial Statements**

The long-term liability at December 31, 2003, and 2002, consists of 1 note payable under contract State Department of Agriculture, Farmers Home Administration, under the Water and Waste Disposal Systems for Rural Communities Loan Program (CFDA 10.418).

The original loan was dated May 1, 1969, in the amount of \$132,000 with an interest rate of five per cent. The loan agreement requires the district to establish and maintain:

1. An amortization account with monthly deposits of 1/12 of the annual principal and interest payment to pay promptly and fully the principal and interest on the loan as it becomes due and payable.
2. A reserve account with monthly deposits of 3 percent of the required monthly amortization account deposit. The monthly deposits must continue until been accumulated the sum of \$9,000 in the reserve account. The reserve account is to pay for the principal and interest on the loan on default of the

Guarantor
purpose of the
default of the

1. A depreciation and contingencies account with monthly deposits of \$10 with an maximum amount established to care for depreciation, extensions, additions, improvements, and replacements necessary to operate the district properly.

At December 31, 2003, and 2002, the reserve balances for the amortization account, reserve account, and depreciation and contingencies account are as follows:

	2003	2002
Amortization Account	4,347	3,783
-Reserve Account	22,135	20,966
Depreciation & Contingencies Account	36,343	23,891
Other CDA's	55,746	83,716
TOTAL	118,671	131,756

The annual requirements to amortize all long-term debt outstanding as of December 31, 2003, are as follows:

	Principal	Interest	Total
2004	7,150	1,900	9,050
2005	7,300	1,850	9,150
2006	7,450	1,800	9,250
2007	7,600	1,750	9,350
2008	7,800	1,700	9,500
Thereafter	700		700
TOTAL	33,000	9,000	42,000

8. OTHER POST-EMPLOYMENT BENEFITS

Barky Branch Water Works District
of Union Parish
Farmerville, Louisiana
Notes To The Financial Statements

None.

9. RELATED PARTY TRANSACTIONS

None.

10. LITIGATION AND CLAIMS

None.

11. SUBSEQUENT EVENTS

None.

12. OTHER SUPPORT

None.

SUPPLEMENTARY INFORMATION

Supplemental Information Schedule
As of and For the Two Years Ended December 31, 2003 and 2002

COMPENSATION PAID TO BOARD MEMBERS

The following schedule of compensation paid to board members is presented in compliance with House Concurrent Resolution No. 54 of the 1979 Session of the Louisiana Legislature.

*Schedule of Compensation Paid Board Members as of and for the Years Ended
December 31, 2003 and 2002*

	<u>2003</u>	<u>2002</u>
Jerry Farris	\$ 180.00	180.00
J.C. Ainsworth, (President)	180.00	210.00
Philip Smith	120.00	180.00
Nicky Hays	180.00	210.00
Bill Hodge	180.00	180.00
	<u>\$ 840.00</u>	<u>960.00</u>

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

Board of Commissioners
Rocky Branch Water Works
Farmersville, Louisiana
March 25, 2008

I have audited the general purpose financial statements of the Rocky Branch Water Works, a component unit of the Union Parish Police Jury as of and for the years ended December 31, 2007 and 2006 and have issued my report thereon dated March 25, 2008. I conducted my audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

Compliance

As part of obtaining reasonable assurance about whether Rocky Branch Water Works, Farmersville, Louisiana's general purpose 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*, which are described in the "Communication of Reportable Conditions to Management."

Internal Control Over Financial Reporting

In planning and performing my audit, I considered Rocky Branch Water Works, Farmersville, Louisiana's, internal control over financial reporting in order to determine my auditing procedures for the purpose of expressing my opinion on the general purpose 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 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 general purpose 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 the Rocky Branch Water Work's management and the Louisiana Legislative Auditor. However, this report is a matter of public record and its distribution is not limited.



Jaminie Self, CPA
Monroe, Louisiana
March 25, 2004

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COMMUNICATION OF REPORTABLE CONDITIONS TO MANAGEMENT

Board of Commissioners
Rocky Branch Water Works
Farmerville, Louisiana
March 25, 2004

In planning and performing my audit of the general purpose financial statements of Rocky Branch Water Works for the years ended December 31, 2003 and 2002, I considered its internal control in order to determine my auditing procedures for the purpose of expressing my opinion on the general purpose financial statements and not to provide assistance on the internal control. However, I noted certain matters involving internal control and its operation that I consider to be reportable conditions under standards established by the American Institute of Certified Public Accountants. Reportable conditions involve matters coming to my attention relating to significant deficiencies in the design or operation of the internal control that, in my judgment, could adversely affect Rocky Branch Water Work's ability to record, process, summarize, and report financial data consistent with the assertions of management in the general purpose financial statements.

The Rocky Branch Water Works District does not have adequate segregation of duties, which has been noted as not cost beneficial.

My consideration of internal control would not necessarily disclose all matters in internal control that might be reportable conditions and, accordingly, would not necessarily disclose all reportable conditions that are also considered to be material weaknesses as defined above. However, some of the reportable conditions described above is believed to be a material weakness.

This report is intended solely for the information and use of Rocky Branch Water Works, management, and the Louisiana Legislative Auditor. However, this report is a matter of public record and its distribution is not limited.



Jimmie Self, CPA
Monroe, Louisiana
March 25, 2004

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MANAGEMENT RECOMMENDATIONS

Board of Directors
Rocky Branch Water Works
Farmerville, Louisiana
March 21, 2004

The prior year audit findings:

Corrected, except for inadequate segregation of duties, which has been noted as not cost-beneficial to correct.

During my audit, the following came to my attention:

- (1) The Rocky Branch Water Works, because it is cost prohibitive cannot solve the problem of inadequate segregation duties.
- (2) The Rocky Branch Water Works books did not have correct beginning balances at 2002 and 2003.

Recommendations:

- (1) Due to inadequate segregation of duties, 2 members of the Board should sign all checks. Also no person should sign a check made payable to him or her.
- (2) The Rocky Branch Water Works should be sure the books reflect the audited beginning balance.

Conclusions:

The management agrees to comply with both recommendations.

Schedule of Findings and Questioned Costs
For the Years Ended December 31, 2003 and 2002

I have audited the financial statements of Rocky Branch Water Works (District as of) and for the years ended December 31, 2003 and 2002, and have issued my report dated March 25, 2004. I conducted my audit in accordance with generally accepted auditing standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States, (and the provisions of OMB Circular A-115.) My audit of the financial statements as of December 31, 2003 and 2002 resulted in an unqualified opinion (qualified, adverse, disclaimer).

Section I Summary of Auditor's Reports

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

Internal Control

Material Weakness yes no Reportable Conditions yes no

Compliance

Compliance material to Financial Statements yes no

b. Federal Awards

Internal Control

Material Weakness yes no Reportable Conditions yes no

Type of Opinion On Compliance

For Major Programs

Unqualified

Disclaimer

Qualified

Adverse

Are their findings required to be reported in accordance with Circular A-115, Section 200(a)? yes no

c. Identification of Major Programs:

CFDA Number (s) (Range)

Name of Federal Program (or Cluster) _____

Dollar threshold used to distinguish between Type A and Type B Programs:

10% of total Federal awards - 100 M or less - \$100,000

Is the audit a "low-risk", as defined by OMB Circular A-115? yes no N/A