

BEAUREGARD PARISH WATERWORKS
DISTRICT NO. 2
BEAUREGARD PARISH POLICE JURY
DERIDDER, LOUISIANA

General Purpose Financial Statements
As of and for the Year Ended December 31, 2003

Under provisions of state law, this report is a public document. A copy of this report has been furnished 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: 7-28-04

BEAUREGARD PARISH WATERWORKS DISTRICT NO. 2
BEAUREGARD PARISH POLICE JULY
DEBRIDGE, LOUISIANA

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John A. Windham, CPA

INDEPENDENT AUDITOR'S REPORT

Board of Commissioners
Boutangard Parish Waterworks District No. 2
Singar, Louisiana

I have audited the accompanying general purpose financial statements of Boutangard Parish Waterworks District No. 2, a component unit of Boutangard Parish Police Jury, DeRidder, Louisiana, as of and for the year ended December 31, 2003, as listed in the table of contents. These general purpose financial statements are the responsibility of Boutangard Parish Waterworks District No. 2'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 and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that 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 respects, the financial position of Boutangard Parish Waterworks District No. 2, as of December 31, 2003 and the results of its operations and cash flows, of its proprietary fund type for the year then ended in conformity with accounting principles generally accepted in the United States of America.

Board of Commissioners
Bossier Parish Waterworks District No. 2
Bossier, Louisiana

In accordance with *Government Auditing Standards*, I have also issued my report dated June 25, 2004 on my consideration of Bossier Parish Waterworks District No. 2's internal control over financial reporting and my test of its compliance with certain provisions of laws, regulations, contracts and grants. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be read in conjunction with this report in considering the results of my audit.



DeBossier, Louisiana
June 25, 2004

BEAUREGARD PARISH WATERWORKS DISTRICT NO. 2
 BEAUREGARD PARISH POLICE JURY
 DEBIDDER, LOUISIANA
 PROPRIETARY FUND - ENTERPRISE FUND
 (All Types and Account Groups)

Statement A

BALANCE SHEET
 December 31, 2005

ASSETS

Current assets:	
Cash	\$ 243,213
Receivables:	
Taxes	254,683
Accounts	25,297
Grants	6,806
Other	3,258
Prepaid expense	15,117
Total current assets	<u>\$ 552,366</u>
Restricted assets - cash	
Revenue bond and interest sinking fund	\$ 326,070
Bond reserve	6,879
Depreciation and contingency	44,255
Total restricted assets	<u>\$ 377,204</u>
Property, plant and equipment	
Land	\$ 5,324
Plant and equipment	4,238,046
Construction in progress	687,497
Less accumulated depreciation	<u>(1,936,281)</u>
Net property, plant and equipment	<u>\$ 3,094,586</u>
Bond issuance cost - net	<u>\$ 31,985</u>
Total Assets	<u>\$ 3,947,361</u>

(Continued)

The accompanying notes are an integral part of this statement.

BEAUREGARD PARISH WATERWORKS DISTRICT NO. 2
 BEAUREGARD PARISH POLICE JURY
 DEBRIDEE, LOUISIANA
 PROPRIETARY FUND - ENTERPRISE FUND
 (All Types and Account Groups)

Statement A

BALANCE SHEET
 December 31, 2003

LIABILITIES AND FUND EQUITY

Liabilities:

Current liabilities (payable from current assets):

Accounts payable	\$	5,857
Contracts payable		58,858
Payroll taxes payable		1,297
Assessor's pension payable		8,781
Accrued general obligation bond interest		4,811
Current portion of general obligation bonds		<u>25,808</u>
Total current liabilities - (payable from current assets)	\$	<u>111,202</u>

Current liabilities (payable from restricted assets):

Accrued revenue bond interest	\$	20,540
Current portion of revenue bonds		<u>74,666</u>
Total current liabilities - (payable from restricted assets)	\$	<u>95,206</u>

Long-term debt

Revenue bonds (net of current portion)	\$	1,458,174
General obligation bonds (net of current portion)		<u>185,178</u>
Total long-term liabilities	\$	<u>1,643,352</u>

Total Liabilities

\$ 1,859,760

Fund Equity:

Contributed capital

Grants	\$	951,885
Customers		<u>70,752</u>
Total contributed capital	\$	<u>1,022,637</u>

Retained earnings

Reserved for revenue bond retirement	\$	282,154
Unreserved		<u>800,719</u>
Total retained earnings	\$	<u>1,082,873</u>

Total Fund Equity

\$ 2,087,498

Total Liabilities and Fund Equity

\$ 3,947,258

(Continued)

The accompanying notes are an integral part of this statement.

BEAUREGARD-PARISH WATERWORKS DISTRICT NO. 2
 BEAUREGARD-PARISH POLICE JURY
 DERIDDER, LOUISIANA
 PROPRIETARY - ENTERPRISE FUND

Statement B

STATEMENT OF REVENUE, EXPENSES, AND CHANGES IN RETAINED EARNINGS
 For the Year Ended December 31, 2003

Operating revenue:		
Water sales	\$	<u>305,611</u>
Operating expenses:		
Repairs and maintenance	\$	18,451
Advertising		308
Depreciation		104,857
Amortization		1,528
Utilities and telephones		46,811
Salaries and payroll taxes		88,229
Contract labor		14,592
Training		69
Insurance		46,208
Postage		1,656
Office supplies		4,364
Legal and audit		2,825
Commissioner fees		2,310
Licenses and permits		150
Rent		1,800
Dues and subscriptions		461
Gas and oil		7,448
State water assessment		4,100
Small tools and supplies		24,541
Sales taxes		911
Bank charges		30
Total operating expenses	\$	<u>389,542</u>
Operating income	\$	<u>(83,931)</u>
Non-operating revenues (expenses):		
Interest income	\$	5,325
Ad valorem taxes		236,689
Interest expense		(98,759)
Tax collection expense		(1,456)
Total non-operating revenues (expenses)	\$	<u>140,800</u>
Net income	\$	56,869
Retained earnings, beginning of year		<u>665,917</u>
Retained earnings, end of year	\$	<u>722,786</u>

The accompanying notes are an integral part of this statement.

BEAUREGARD PARISH WATERWORKS DISTRICT NO. 2
 BEAUREGARD PARISH POLICE JURY
 DENIDDER, LOUISIANA
 PROPRIETARY FUND - ENTERPRISE FUND

Statement C

STATEMENT OF CASH FLOWS
 For the Year Ended December 31, 2003

Cash flows from operating activities:	
Cash received from customers	\$ 128,401
Cash payments for goods and services	(185,004)
Cash payments for personal services	(89,725)
Net cash provided by operating activities	<u>\$ 53,672</u>
Cash flows from capital and related financing activities:	
Interest paid on long-term debt	\$ (101,313)
Fixed assets purchased	(244,500)
Principal paid on long-term debt	(76,189)
Contributed capital received	218,022
Net cash used for capital and related financing activities	<u>\$ (204,980)</u>
Cash flows from non-capital and related financing activities:	
Advances tax collections	\$ 214,023
Interest collected on all various taxes	3,511
Net cash provided from non-capital and related financing activities	<u>\$ 217,534</u>
Cash flows from investing activities:	
Interest received	<u>\$ 3,318</u>
Net decrease in cash	\$ (23,790)
Cash - beginning of year	<u>\$ 648,176</u>
Cash - end of year	<u>\$ 624,386</u>

(Continued)

The accompanying notes are an integral part of this statement.

BEAUREGARD-PARISH WATERWORKS DISTRICT NO. 2
BEAUREGARD PARISH POLICE JURY
DEBRIDEE, LOUISIANA
PROPRIETARY FUND - ENTERPRISE FUND

Statement C

STATEMENT OF CASH FLOWS
For the Year Ended December 31, 2003

Reconciliation of operating loss to net cash
provided by operating activities:

Operating income (loss)	\$	(51,804)
Adjustments to reconcile operating loss to net cash provided by operating activities:		
Depreciation		124,857
Amortization		3,326
Change in assets and liabilities:		
Increase in receivables		(1,170)
Increase in prepaid expense		(353)
Decrease in accounts payable		(12,521)
Decrease in payroll taxes payable		(386)
Total adjustments	\$	<u>107,988</u>
Net cash provided by operating activities	\$	<u>56,184</u> (Concluded)

The accompanying notes are an integral part of this statement.

BOAUREGARD PARISH WATERWORKS DISTRICT NO. 2
BOAUREGARD, LOUISIANA

NOTES TO THE FINANCIAL STATEMENTS
As of and for the Year Ended December 31, 2013

INTRODUCTION

The Boaregard Parish Waterworks District No. 2 was created by the Boaregard Parish Police Jury under Louisiana Revised Statute 33:3811. The purpose of the water district is to provide water service to rural residents of the district. The governing body is composed of five board members appointed by the Boaregard Parish Police Jury.

The district is located in central Boaregard Parish in the southwestern region of the State of Louisiana. The district provides rural water service to approximately 1,400 residents and employs approximately three employees.

(1) SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. BASIS OF PRESENTATION

The accompanying general purpose financial statements of the Boaregard Parish Waterworks District No. 2 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

The district is a component unit of the Boaregard Parish Police Jury, the financial reporting entity. The police jury is financially accountable for the district because it appoints a voting majority of the board and has the ability to impose its will on them.

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 Boaregard Parish Waterworks District No. 2 is organized and operated on a fund basis whereby a self-balancing set of accounts (Enterprise Fund) is maintained that comprises its assets, liabilities, fund equity, revenue, 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.

BEAUBOARD PARISH WATERWORKS DISTRICT NO. 2
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

B. 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 are included on the balance sheet. The Enterprise Fund uses the accrual basis of accounting. Revenues are recognized when earned and expenses are recognized as the time liabilities are incurred. The Enterprise Fund uses the following practices in recording certain revenues and expenses:

REVENUES

TAXES

Ad valorem taxes attach as an enforceable lien on property as of January 1, of each year. Taxes are levied by the district in September and are actually billed to the taxpayer in November. Billed taxes become delinquent on January 1 of the following year.

For the year ended December 31, 2003 taxes of 22.02 mills were levied on property with assessed taxable valuation totaling \$ 11,795,024 with 11.00 mills dedicated for debt retirement and 11.02 mills for operating and maintenance of the district.

Total taxes levied for the year ended December 31, 2003 were \$ 258,738 of which \$ 3,034 was collected resulting in a tax receivable balance of \$ 254,663 at December 31, 2003.

FEES

Fees for water provided to customers are based on consumption and are billed monthly. Amounts billed but not collected are reflected in accounts receivable.

EXPENSES

Expenses are recorded at the date services or products are purchased. Unpaid amounts are recorded in accounts payable.

C. CASH AND CASH EQUIVALENTS

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 three months or less. Under state law, the district may deposit

BOULEVARD PARISH WATERWORKS DISTRICT NO. 2

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

Bonds in demand deposits, interest bearing demand deposits, money market accounts, 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.

F. PREPAID ITEMS

The district includes in current assets the unexpired portion of expenses paid in the current year but not expiring until a date following the end of the current accounting year.

G. RESTRICTED ASSETS

Certain proceeds of the Enterprise Fund revenue bonds, as well as certain resources set aside for their repayment, are classified as restricted assets on the balance sheet because their use is limited by applicable bond covenants.

H. FIXED ASSETS

Fixed assets of the district are included on the balance sheet of the fund. Interest costs incurred during construction are not capitalized. Infrastructure are not capitalized. Depreciation of all exhaustive fixed assets are charged as an expense against operations. Depreciation is computed using the straight-line method over the estimated useful lives of 5 to 50 years.

I. COMPENSATED ABSENCES

The District has no formal leave policy and does not provide for the accumulation and vesting of leave.

J. LONG-TERM LIABILITIES

Long-term liabilities are recognized within the Enterprise Fund.

K. 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 amortized based on the depreciation recognized on that portion of the assets acquired from such contributions.

BEAUREGARD PARISH WATERWORKS DISTRICT NO. 2

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

RESERVES

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

L. FASB PRONOUNCEMENTS

Beauregard Parish Waterworks District No. 2 of the Parish of Beauregard has applied all applicable GASB (Government Accounting Standards Board) pronouncements as well as FASB (Financial Accounting Standards Board) statements and interpretations, APB (Accounting Principles Board) opinions and AICPA's Accounting Research Bulletins issued on or before November 30, 1989 unless those pronouncements conflict with or contradict GASB pronouncements. Also, applied are all FASB statements and interpretations issued after November 30, 1989, except for those that conflict with or contradict GASB pronouncements.

(2) CASH AND CASH EQUIVALENTS AND INVESTMENTS

At December 31, 2003, the district had cash and cash equivalents (book balance) totaling \$620,379 as follows:

Demand Deposits	\$ 126,070
Interest bearing demand deposits	90,119
Money market accounts	153,151
Time deposits	<u>111,229</u>
Total cash on deposit with banks	<u>\$ 620,379</u>

These deposits are stated at cost, which approximates market. Under state law, these deposits (or the resulting bank balances) must be secured by federal deposit insurance or the pledge of securities owned by the fiscal agent 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 had \$620,688 in deposits (collected bank balances). These deposits are secured from risk by \$483,270 of federal deposit insurance and \$137,418 of pledged securities held by the custodial banks in the name of the fiscal agent banks (GASB Category 2).

HAUBERGARD PARISH WATERWORKS DISTRICT NO. 2
 NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

Even though the pledged securities are considered uncollateralized (Category 3) under GASB Statement 3, Louisiana Revised Statute 39:1225 imposes a statutory requirement on the custodial banks to advertise and sell pledged securities within 10 days of being notified by the district that the fiscal agent has failed to pay deposited funds upon demand. State statutes relating to cash and cash equivalents are located at Note 1E, "Cash and Cash Equivalents."

(3) RECEIVABLES

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

Class of Receivable	Current Assets
Customer accounts	\$ 27,297
Ad valorem taxes	154,683
Grants	6,896
Revenues	<u>1,250</u>
 Total	 <u>\$ 290,026</u>

Uncollectible amounts due for ad valorem taxes and customer's utility receivables are recognized as bad debts through the direct write-off method as the time information becomes available which would indicate that a particular account is not collectible.

The allowance method for uncollectible accounts is not used due to immateriality based on prior years' experience.

(4) PAYABLES

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

Type of Payable	
Accounts payable	\$ 5,963
Contracts payable	58,058
Payroll taxes payable	1,597
Assessor's pension payable	<u>8,781</u>
 Total	 <u>\$ 74,399</u>

BEAUREGARD PARISH WATERWORKS DISTRICT NO. 2
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

(5) **PROPERTY, PLANT AND EQUIPMENT**

A summary of property, plant, and equipment at December 31, 2003 is as follows:

	Balance December 31, 2002	Additions	Accumulated Depreciation	Net
Land	\$ 5,324	\$ -	\$ -	\$ 5,324
Transportation equipment	78,589	-	63,260	15,329
Buildings	41,329	-	9,480	31,849
Furniture, fixtures, and equipment	127,368	29,767	87,680	69,455
Distribution system	3,938,690	3,293	1,761,861	2,199,092
Construction in progress	-	667,497	-	667,497
Total	\$ 4,211,360	\$ 908,557	\$ 1,906,201	\$ 3,203,516

All depreciable assets are depreciated using the straight-line method of depreciation.

The plant and distribution system uses a 30 to 40 year life; the furniture, fixtures and equipment, uses 5 to 10 year life; pumps and compressors are depreciated over 5 to 10 years.

(6) **LONG-TERM DEBT**

The following is a summary of the long-term debt transactions of the District for the year ended December 31, 2003:

	General Obligation Bonds	Revenue Bonds	Total
Bonds payable January 1, 2003	\$ 273,080	\$ 1,683,369	\$ 1,956,449
Bonds retired	(35,080)	(41,180)	(76,260)
Defined amount on refunding	(2,821)	(29,399)	(32,220)
Bonds payable December 31, 2003	\$ 235,179	\$ 1,572,840	\$ 1,788,019

BLAUGUARD PARISH WATERWORKS DISTRICT NO. 2
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

Bonds payable at December 31, 2003 are comprised of the following individual issues:

General obligation bonds:

\$375,000 General Obligation Refunding Bonds, Series 1998, dated June 1, 1998, due in annual installments of \$30,000 to \$45,000 through March 1, 2009, interest at 5.00%, issue secured by levy and collection of all ad valorem tax \$ 340,000

Revenue refunding bonds:

\$245,000 Taxable Water Revenue Refunding Bonds, Series 1998, dated June 1, 1998, due in annual installments of \$7,533 to \$28,319 through April 1, 2010; interest at 7.00% \$ 132,189

Revenue refunding bonds:

\$1,412,000 Water Revenue Refunding Bonds, Series 2002, dated September 1, 2002, due in annual installments of \$20,000 to \$157,000 beginning April 1, 2003 through April 1, 2017, interest at 5.00% \$ 1,192,000

The annual requirements to amortize all debt outstanding as of December 31, 2003 including interest payments of \$ 972,498 are as follows:

<u>Year Ending</u>	<u>General Obligation Bonds</u>	<u>Revenue Bonds</u>	<u>Total</u>
2004	\$ 46,323	\$ 134,099	\$ 280,421
2005	44,373	133,357	187,732
2006	47,900	133,441	280,341
2007	43,900	132,331	187,831
2008	48,373	131,187	189,482
2009-2013	46,323	789,200	835,523
2014-2017	-	643,125	643,125
Totals	<u>\$ 379,800</u>	<u>\$ 2,199,687</u>	<u>\$ 2,479,687</u>

A summary of bond issuance cost at December 31, 2003 is as follows:

Bond issuance cost	\$ 42,348
less accumulated amortization	<u>(13,153)</u>
Net bond issuance cost	<u>\$ 29,195</u>

BEAUBOULEVARD PARISH WATERWORKS DISTRICT NO. 2
 NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

(7) **COMMISSIONER FEES**

The following is a breakdown of commissioner's fees for the year ended December 31, 2003:

Names	Number of Meetings	Amount of per Diem		Total Paid
Bonnie Cagle	12	\$	10	\$ 420
Paul Cooley	15		10	525
M.B. Franko	15		10	525
Melvin Calbone	10		10	435
Russell Havens	11		10	385
Total				<u>\$ 2,310</u>

The schedule of compensation paid board members is presented in compliance with House Concurrent Resolution No. 54 of the 1979 Session of the Louisiana Legislature and within the provisions of R. S. 33:3819.

(8) **RETIREMENT COMMENTS**

All employees of the District are members of the Federal Social Security System. The District contributes 7.65% of gross salaries up to appropriate statutory limits to that system. The Federal Social Security administration administers the plan and pays benefits.

(9) **PRIOR AUDIT FINDINGS**

There were no prior year audit findings as of the year-end December 31, 2003.

(10) **CHANGES IN CONTRIBUTED CAPITAL**

The following is a summary of changes in contributed capital for the year ended December 31, 2003:

Balance - December 31, 2002	\$ 478,607
Additions:	
State of Louisiana - Facility Planning and Control	
Water Reometer Station and Line	323,998
Balance - December 31, 2003	<u>\$ 1,084,603</u>

BEAUBOARD-PARISH WATERWORKS DISTRICT NO. 2
 NOTES TO THE FINANCIAL STATEMENTS (CONCLUDED)

(11) **RESERVED RETAINED EARNINGS**

RESTRICTED ASSETS

Revenue bonds sinking funds	\$ 126,070
Revenue bonds reserve fund	6,870
Revenue bonds depreciation and contingency funds	<u>44,025</u>
Total	<u>\$ 177,965</u>

Less:

LIABILITIES PAYABLE FROM RESTRICTED ASSETS

Current portion of revenue bonds	\$ 74,000
Accrued interest on revenue bonds	<u>20,545</u>
Total	<u>\$ 94,545</u>

Reserved Retained Earnings	<u>\$ 83,420</u>
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John A. Windham, CPA

REPORT ON COMPLIANCE AND ON INTERNAL CONTROL OVER FINANCIAL REPORTING BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH GOVERNMENT ACCOUNTING STANDARDS

Board of Commissioners
Bossierite Parish Waterworks
District No. 2
Singer, Louisiana

I have audited the general purpose financial statements of Bossierite Parish Waterworks District No. 2, a component unit of the Bossierite Parish Police Jury, Bossierite, Louisiana, as of and for the year ended December 31, 2003, and have issued my report thereon dated June 25, 2004. 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 Bossierite Parish Waterworks District No. 2'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 these 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 Bossierite Parish Waterworks District No. 2'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

Board of Commissioners
Boutte/Parish Waterworks
District No. 2
Sligo, Louisiana

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 structure elements 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 solely for the information and use of the Board of Commissioners, Boutte/Parish Waterworks District No. 2's management, others within the organization and the Legislative Auditor and is not intended to be and should not be used by anyone other than those specified parties, although under Louisiana Revised Statute 24:513, this report is distributed by the Legislative Auditor as a public document.



Judith L. LeBlanc
June 25, 2004