

RECEIVED
LEGISLATIVE AUDITOR

04 JUL -1 AM 11:20

BAYOU MALLET GRAVITY DRAINAGE DISTRICT
OF ACADIA PARISH
EUNICE, LOUISIANA

FINANCIAL REPORT

DECEMBER 31, 2003

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 9.1.04

CONTENTS

	Page
ACCOUNTANT'S COMPILATION REPORT	1
GENERAL-PURPOSE FINANCIAL STATEMENTS	
Balance sheet - all fund types and account groups - general fund	2
Statement of revenues, expenditures, and changes in fund balance - all governmental fund types - general fund	3
Statement of revenues, expenditures, and changes in fund balance - budget (GAAP basis) and actual - all governmental fund types - general fund	4
Notes to financial statements	5-8
ACCOUNTANT'S COMPILATION REPORT ON APPLYING AGREED-UPON PROCEDURES	9-12
Schedule of findings and recommendations	13
LOUISIANA ATTESTATION QUESTIONNAIRE	14 and 15



BROUSSARD, POCHE', LEWIS & BREAUX, L.L.P.

CERTIFIED PUBLIC ACCOUNTANTS

122 East 5th St.
P.O. Drawer 307
Crowley, Louisiana
70527-0307
phone: (337) 783-0650
fax: (337) 783-7238

Other Offices:

Lafayette, LA
(337) 988-4930
Opelousas, LA
(337) 942-5217
Abbeville, LA
(337) 898-1497
New Iberia, LA
(337) 364-4554
Church Point, LA
(337) 684-2855

Eugene C. Gilder, CPA*
Donald W. Kelley, CPA*
Herbert Lemoine II, CPA*
Frank A. Stagno, CPA*
Scott J. Broussard, CPA*
L. Charles Abshire, CPA*
Kenneth R. Dugas, CPA*
P. John Blanchet III, CPA*
Stephen L. Lambousy, CPA*
Craig C. Babineaux, CPA*
Peter C. Borrello, CPA*
George J. Trappey III, CPA*
Gregory B. Milton, CPA*
S. Scott Soileau, CPA*
Patrick D. McCarthy, CPA*
Martha B. Wyatt, CPA*
Troy J. BreauX, CPA*
Fayette T. Dupre', CPA*
Mary A. Castille, CPA*
Joey L. BreauX, CPA*
Terrel P. Dressel, CPA*

Retired:

Sidney L. Broussard, CPA 1980
Leon K. Poche', CPA 1984
James H. BreauX, CPA 1987
Erma R. Walton, CPA 1988
George A. Lewis, CPA* 1992
Geraldine J. Wimberley, CPA* 1995
Rodney L. Savoy, CPA* 1996
Larry G. Broussard, CPA* 1996
Lawrence A. Cramer, CPA* 1999
Michael P. Crochet, CPA* 1999
Ralph Friend, CPA 2002

ACCOUNTANT'S COMPILATION REPORT

To the Board of Commissioners
Bayou Mallet Gravity Drainage District
of Acadia Parish
Acadia Parish Police Jury
Eunice, Louisiana

We have compiled the accompanying general purpose financial statements of the Bayou Mallet Gravity Drainage District of Acadia Parish, a component unit of the Acadia Parish Police Jury, as of and for the year ended December 31, 2003, in accordance with Statements on Standards for Accounting and Review Services issued by the American Institute of Certified Public Accountants.

A compilation is limited to presenting in the form of financial statements information that is the representation of management of the Bayou Mallet Gravity Drainage District of Acadia Parish. We have not audited or reviewed the accompanying general purpose financial statements and, accordingly, we do not express an opinion or any other form of assurance on them.

In accordance with the *Louisiana Governmental Audit Guide* and the provisions of State law, we have issued a report, dated May 31, 2004, on the results of our agreed-upon procedures.

BROUSSARD, POCHE', LEWIS & BREAUX, L.L.P.

Crowley, Louisiana
May 31, 2004

BAYOU MALLET GRAVITY DRAINAGE DISTRICT
OF ACADIA PARISH
ACADIA PARISH POLICE JURY

BALANCE SHEET- ALL FUND TYPES AND ACCOUNT GROUPS
GENERAL FUND
December 31, 2003
See Accountant's Compilation Report

ASSETS

Cash and cash equivalents	\$	49,787
Certificates of deposit		105,969
Accounts receivables:		
Ad valorem taxes		62,106
State revenue sharing		9,929
Accrued interest receivables		589
Total assets	\$	<u>228,380</u>

LIABILITIES AND FUND EQUITY

Liabilities:		
Accounts payable	\$	2,095
Fund equity:		
Fund balance - unreserved and undesignated		<u>226,285</u>
Total liabilities and fund equity	\$	<u>228,380</u>

See Notes to Financial Statements.

BAYOU MALLET GRAVITY DRAINAGE DISTRICT
OF ACADIA PARISH
ACADIA PARISH POLICE JURY

STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCE - ALL GOVERNMENTAL FUND TYPES
GENERAL FUND
Year Ended December 31, 2003
See Accountant's Compilation Report

Revenues:	
Taxes:	
Ad valorem	\$ 62,106
Intergovernmental:	
State revenue sharing	9,929
Interest	2,497
Total revenues	\$ 74,532
Expenditures:	
Current:	
Public works:	
Secretary fees	\$ 2,900
Per diem paid to board members	5,050
Insurance	341
Pension deduction	2,096
Maintenance	46,473
Audit	1,800
Uncollected taxes	5,866
Total expenditures	\$ 64,526
Excess of revenues over expenditures	\$ 10,006
Fund balance, beginning	216,279
Fund balance, ending	\$ 226,285

See Notes to Financial Statements.

BAYOU MALLET GRAVITY DRAINAGE DISTRICT
OF ACADIA PARISH
ACADIA PARISH POLICE JURY

STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCE - BUDGET (GAAP BASIS) AND ACTUAL -
ALL GOVERNMENTAL FUND TYPES

GENERAL FUND

Year Ended December 31, 2003

See Accountant's Compilation Report

	<u>Budget</u>	<u>Actual</u>	<u>Variance - Favorable (Unfavorable)</u>
Revenues:			
Taxes:			
Ad valorem	\$ 63,000	\$ 62,106	\$ (894)
Intergovernmental:			
State revenue sharing	10,000	9,929	(71)
Interest	8,000	2,497	(5,503)
Total revenues	\$ 81,000	\$ 74,532	\$ (6,468)
Expenditures:			
Current:			
Public works:			
Secretary fees	\$ 3,000	\$ 2,900	\$ 100
Per diem paid to board members	6,500	5,050	1,450
Insurance	2,500	341	2,159
Office expense	500	-	500
Pension deduction	1,500	2,096	(596)
Maintenance	65,000	46,473	18,527
Audit	1,800	1,800	-
Uncollected taxes	-	5,866	(5,866)
Appropriation to Acadia Soil and Water Conservation District	500	-	500
Total expenditures	\$ 81,300	\$ 64,526	\$ 16,774
Excess (deficiency) of revenues over expenditures	\$ (300)	\$ 10,006	\$ 10,306
Fund balance, beginning	196,055	216,279	20,224
Fund balance, ending	\$ 195,755	\$ 226,285	\$ 30,530

See Notes to Financial Statements.

**BAYOU MALLET GRAVITY DRAINAGE DISTRICT
OF ACADIA PARISH
ACADIA PARISH POLICE JURY**

**NOTES TO FINANCIAL STATEMENTS
See Accountant's Compilation Report**

Note 1. Summary of Significant Accounting Policies

The Bayou Mallet Gravity Drainage District of Acadia Parish (the "Drainage District") was created by the Acadia Parish Police Jury, as authorized by Louisiana Revised Statutes 38:1751-1802. The ordinance creating this district was dated August 12, 1969. The Bayou Mallet Gravity Drainage District of Acadia Parish is governed by a five-member Board of Commissioners appointed by the Acadia Parish Police Jury. The Drainage District is authorized to construct, maintain, and improve the system of natural drainage within the district, where drainage is accomplished by using the natural force of gravity. This is accomplished by cutting and opening new drains, ditches, and canals.

Basis of presentation:

The accompanying financial statements of the Drainage District have been prepared in conformity with generally accepted accounting principles (GAAP) as applied to governmental units. The Governmental Accounting Standards Board (GASB) is the generally accepted standard-setting body for establishing governmental accounting and financial reporting principles. The more significant accounting policies of the Drainage District are described below:

Financial reporting entity:

Because the Acadia Parish Police Jury appoints the Board of Commissioners and controls the scope of public service, the Drainage District was determined to be a component unit of the Acadia Parish Police Jury, the governing body of the parish and the governmental body with oversight responsibility. The accompanying financial statements present information only on the funds maintained by the Drainage District and do not present information on the Acadia Parish Police Jury, the general governmental services provided by that governmental unit, or the other governmental units that comprise the governmental reporting entity.

Basis of presentation – fund accounting:

The Drainage District uses funds and account groups to report on its financial position and the results of its operations. Fund accounting segregates funds according to their intended purpose and is used to aid management in demonstrating compliance with finance-related legal and contractual provisions. The minimum number of funds is maintained consistent with legal and managerial requirements.

A fund is an independent fiscal and accounting entity with a separate set of self-balancing accounts that comprise its assets, liabilities, reserves, fund equity, revenues, and expenditures or expenses, as appropriate. Government resources are allocated to and accounted for in individual funds based upon the purposes for which they are to be spent and the restrictions, if any, on the spending activities. The various funds are summarized by type and grouped in the financial statements of this report as follows:

NOTES TO FINANCIAL STATEMENTS
See Accountant's Compilation Report

Governmental Funds

Governmental funds are used to account for all or most of the governmental entity'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 include:

General Fund:

The General Fund is the general operating fund of the Drainage District and accounts for all financial resources except those required to be accounted for in another fund. All general tax revenues and other receipts that are not allocated by law or contractual agreement to some other fund are accounted for in this fund. General operating expenditures and capital improvement costs that are not paid through other funds are paid from the General Fund.

Basis of accounting:

Basis of accounting refers to when revenues and expenditures or expenses are recognized in the accounts and reported in the financial statements; measurement focus refers to what is being measured. Basis of accounting relates to the timing of the measurements made, regardless of the measurement focus applied.

The governmental funds use a current financial resources measurement focus. With this measurement focus, only current assets and current liabilities generally are included on the balance sheet. Their reported fund balance (net current assets) is considered a measure of "available spending resources." Operating statements of these funds present increases (i.e., revenues and other financing sources) and decreases (i.e., expenditures and other financing uses) in net current assets. Accordingly, they are said to present a summary of sources and uses of "available spending resources" during a period. The modified accrual basis of accounting is utilized by the governmental fund types. Their revenues are recognized when susceptible to accrual, i.e., when they become measurable and available. "Measurable" means the amount of the transaction can be determined and "available" means collectible within the current period or soon enough thereafter to be used to pay liabilities of the current period. Taxpayer-assessed income, gross receipts, and sales taxes are considered measurable when in the hands of intermediary collecting governments and are recognized as revenue at that time. Anticipated refunds of such taxes are recorded as liabilities and reductions of revenue when they are measurable and their validity seems certain. Expenditure-driven grant revenues are recorded when the qualifying expenditures have been incurred and all other grant requirements have been met. Expenditures are generally recognized under the modified accrual basis of accounting when the related fund liability is incurred, if measurable. Exceptions to this general rule include: (1) accumulated unpaid vacation, sick pay, and other employee amounts which are not accrued because they do not vest or accumulate; and (2) principal and interest on general long-term debt which is recognized when due.

NOTES TO FINANCIAL STATEMENTS
See Accountant's Compilation Report

Budgets and budgetary accounting:

The Drainage District follows these procedures in establishing the budgetary data reflected in the financial statements:

1. The Secretary-Treasurer submits to the Board of Commissioners a proposed operating budget for the fiscal year commencing the following January 1. The operating budget includes proposed expenditures and the means of financing them.
2. Due to the fact that expenditures do not exceed \$250,000, it is not necessary to have a public hearing.
3. The budget is then legally enacted through passage of an ordinance. Budget amounts shown in this report are as amended by the Drainage District.
4. Budgets are adopted on a basis consistent with generally accepted accounting principles (GAAP).

All budget appropriations lapse at year-end. Actual results may not legally vary from budgeted amounts by more than 5% at the individual fund level.

Encumbrances:

Encumbrances represent commitments related to unperformed contracts for goods or services. Encumbrance accounting, under which purchase orders, contracts, and other commitments for the expenditure of resources are recorded in order to reserve that portion of the applicable appropriation, is not utilized by the Drainage District.

Use of estimates:

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

Vacation and sick leave:

The Drainage District does not have a formal policy on vacation and sick leave.

Cash and investments:

For purposes of reporting cash flows, the Drainage District considers all highly liquid investments purchased with an original maturity of three months or less to be cash equivalents.

NOTES TO FINANCIAL STATEMENTS
See Accountant's Compilation Report

Note 2. Property Taxes

Property taxes attach as an enforceable lien on property at January 1. Taxes are levied on September 1 and or due by December 31. The taxes are generally collected in December of the current year and January and February of the ensuing year. Property tax revenues are recognized when levied to the extent that they result in current receivables.

The Drainage District was authorized to and has levied 5.04 mills of ad valorem tax for 2003, for the operation and maintenance of the Drainage District.

Note 3. Cash and Investments

For reporting purposes, cash and cash equivalents include demand deposits, interest-bearing demand deposits, and time deposits. Under State law, the Drainage District may deposit funds in demand deposits, interest-bearing demand deposits, money market accounts, or time deposits with State banks having their principal office in the State of Louisiana, or any other federally insured investment. The Drainage District may also invest in shares of any homestead and building and loan association in any amount not exceeding the federally insured amount. Deposits (bank balances) totaling \$49,963 at December 31, 2003 are fully secured by federal deposit insurance.

Note 4. Compensation Paid to the Board of Commissioners

The detail of compensation paid to the Board of Commissioners for the year ended December 31, 2003, is as follows:

Hubert Stagg, Jr.	\$ 1,100
J. D. Sittig, Jr.	1,100
Darrell Veillon	650
Richard Ruppert	1,100
Bobby Dupre	<u>1,100</u>
Total compensation paid	<u>\$ 5,050</u>

The compensation paid to the Board of Commissioners is presented in compliance with House Concurrent Resolution No. 54 of the 1979 Session of the Louisiana Legislature. In accordance with Louisiana Revised Statute 33:1233, the Mayor and Board of Aldermen have elected the monthly payment method of compensation.

Note 5. New Reporting Standard

In June 1999, the GASB issued Statement No. 34, Basic Financial Statements and Management's Discussion and Analysis for State and Local Governments. This standard established new financial reporting requirements for state and local governments throughout the United States. When implemented, it will require new information and restructure much of the information that governments have presented in the past. Comparability with reports issued in all prior years will be affected. The Drainage District is required to implement this standard for the fiscal year ended December 31, 2004. The District has not yet determined the full impact that adoption of GASB Statement No. 34 will have on the financial statements.



BROUSSARD, POCHE', LEWIS & BREAU, L.L.P.

CERTIFIED PUBLIC ACCOUNTANTS

122 East 5th St.
P.O. Drawer 307
Crowley, Louisiana
70527-0307
phone: (337) 783-0650
fax: (337) 783-7238

Other Offices:

Lafayette, LA
(337) 988-4930

Opelousas, LA
(337) 942-5217

Abbeville, LA
(337) 898-1497

New Iberia, LA
(337) 364-4554

Church Point, LA
(337) 684-2855

Eugene C. Gilder, CPA*
Donald W. Kelley, CPA*
Herbert Lemoine II, CPA*
Frank A. Stagno, CPA*
Scott J. Broussard, CPA*
L. Charles Abshire, CPA*
Kenneth R. Dugas, CPA*
P. John Blanchet III, CPA*
Stephen L. Lambousy, CPA*
Craig C. Babineaux, CPA*
Peter C. Borrello, CPA*
George J. Trappey III, CPA*
Gregory B. Milton, CPA*
S. Scott Soileau, CPA*
Patrick D. McCarthy, CPA*
Martha B. Wyatt, CPA*
Troy J. Breau, CPA*
Fayette T. Dupre', CPA*
Mary A. Castille, CPA*
Joey L. Breau, CPA*
Terrel P. Dressel, CPA*

Retired:

Sidney L. Broussard, CPA 1980
Leon K. Poche', CPA 1984
James H. Breau, CPA 1987
Erma R. Walton, CPA 1988
George A. Lewis, CPA* 1992
Gerakline J. Wimberley, CPA* 1995
Rodney L. Savoy, CPA* 1996
Larry G. Broussard, CPA* 1996
Lawrence A. Cramer, CPA* 1999
Michael P. Crochet, CPA* 1999
Ralph Friend, CPA 2002

ACCOUNTANT'S COMPILATION REPORT ON APPLYING AGREED-UPON PROCEDURES

To the Board of Commissioners
Bayou Mallet Gravity Drainage District
of Acadia Parish
Acadia Parish Police Jury
Eunice, Louisiana

We have performed the procedures included in the *Louisiana Government Audit Guide* and enumerated below, which were agreed to by the management of Bayou Mallet Gravity Drainage District and the Legislative Auditor, State of Louisiana, solely to assist the users in evaluating management's assertions about Bayou Mallet Gravity Drainage District's compliance with certain laws and regulations during the year ended December 31, 2003, included in the accompanying *Louisiana Attestation Questionnaire*. This agreed-upon procedures engagement was performed in accordance with standards established by the American Institute of Certified Public Accountants. The sufficiency of these procedures is solely the responsibility of the specified users of the report. Consequently, we make no representation regarding the sufficiency of the procedures described below either for the purpose for which this report has been requested or for any other purpose.

Public Bid Law

1. Select all expenditures made during the year for material and supplies exceeding \$15,000 or public works exceeding \$100,000 and determine whether such purchases were made in accordance with LSA-RS 38:2211-2251 (the public bid law).

There were no expenditures made during the period for materials and supplies exceeding \$15,000 nor were expenditures made for public works exceeding \$100,000.

Code of Ethics for Public Officials and Public Employees

2. Obtain from management a list of the immediate family members of each board member as defined by LSA-RS 42:1101-1124 (the code of ethics), and a list of outside business interests of all board members and employees, as well as their immediate families.

To the Board of Commissioners
Bayou Mallet Gravity Drainage District
of Acadia Parish
Acadia Parish Police Jury
Eunice, Louisiana

Management provided us with the required list of board members including the noted information. However, for the year ended December 31, 2003, the District did not have any employees.

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

For the year ended December 31, 2003, the District did not have any employees.

4. Determine whether any of those employees included in the listing obtained from management in agreed-upon procedure (3) were also included on the listing obtained from management in agreed-upon procedure (2) as immediate family members.

As noted in agreed-upon procedure (3), the District did not have any employees for the year ended December 31, 2003.

Budgeting

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

Management provided us with a copy of the original budget and the amended budget.

6. Trace the budget adoption and amendments to the minute book.

We traced the adoption of the original budget to the minutes of a meeting held on December 9, 2002. The budget was amended on September 8, 2003.

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

We compared the revenues and expenditures of the budget to actual revenues and expenditures. Actual expenditures for the year did not exceed budgeted amounts by more than 5%. Actual revenues for the year failed to meet budgeted amounts by more than 5%.

Accounting and Reporting

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

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

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

To the Board of Commissioners
Bayou Mallet Gravity Drainage District
of Acadia Parish
Acadia Parish Police Jury
Eunice, Louisiana

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

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

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

Inspection of documentation supporting each of the six selected disbursements indicated approvals.

Meetings

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

Bayou Mallet Gravity Drainage District is only required to post a notice of each meeting and the accompanying agenda on the door of the District's office building; management has asserted that such documents were properly posted.

Debt

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

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

Advances and Bonuses

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

The District did not have any employees during the year ended December 31, 2003.

Prior Comments and Recommendations

12. Review any prior year suggestions, recommendations, and/or comments and indicate the extent to which such matters have been resolved.

Our prior year report dated May 16, 2003, did not include any comments or unresolved matters addressed in the summary schedule of prior year findings.

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

To the Board of Commissioners
Bayou Mallet Gravity Drainage District
of Acadia Parish
Acadia Parish Police Jury
Eunice, Louisiana

This report is intended solely for the use of management of Bayou Mallet Gravity Drainage District and the Legislative Auditor, State of Louisiana, and should not be used by those who have not agreed to the procedures and taken responsibility for the sufficiency of the procedures for their purposes. Under Louisiana Revised Statute 24:513, this report is distributed by the Legislative Auditor, State of Louisiana, as a public document.

BROUSSARD, POCHI, LEWIS & BREUX, L.L.P.

Crowley, Louisiana
May 31, 2004

**BAYOU MALLET GRAVITY DRAINAGE DISTRICT
OF ACADIA PARISH
ACADIA PARISH POLICE JURY**

**SCHEDULE OF FINDINGS AND RECOMMENDATIONS
Year Ended December 31, 2003**

I. Internal Control and Compliance Material to the Financial Statements

Budget Compliance

Finding: During the year 2003, actual revenues failed to meet the budget by more than 5%.

Cause: The District amended the budget; however, it was not amended properly to insure that revenues did not fail to meet budgeted revenues by more than 5%.

Effect: During the year 2003, actual revenues failed to meet the budget by more than 5% as required by the Local Government Budget Act (LSA-RS 39:1301-1316).

Recommendation and Response: We recommend, and management agrees that the budget be amended so that actual revenues meet budget revenues by more than 5% as required by the Local Government Budget Act (LSA-RS 39:1301-1316).

II. Internal Control and Compliance Material to Federal Awards

The District did not receive any federal awards for the year ended December 31, 2003.

III. Management Letter

The District did not receive a management letter for the year ended December 31, 2003.

LOUISIANA ATTESTATION QUESTIONNAIRE
(For Attestation Engagements of Government)
_____ (Date Transmitted)

Broussard, Poché, Lewis & Breaux
P.O. Drawer 307
Crowley, LA 70527

(Auditors)

In connection with your compilation of our financial statements as of December 31, 2008 and for the year then ended, and as required by Louisiana Revised Statute 24:513 and the *Louisiana Governmental Audit Guide*, we make the following representations to you. We accept full responsibility for our compliance with the following laws and regulation and the internal controls over compliance with such laws and regulations. We have evaluated our compliance with the following laws and regulations prior to making these representations.

These representations are based on the information available to us as of 6/24/09.

Public Bid Law

It is true that we have complied with the public bid law, LSA-RS Title 38:2212, and, where applicable, the regulations of the Division of Administration, State Purchasing Office.
Yes [] No []

Code of Ethics for Public Officials and Public Employees

It is true that no employees or officials have accepted anything of value, whether in the form of a service, loan, or promise, from anyone that would constitute a violation of LSA-RS 42:1101-1124.
Yes [] No []

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

Budgeting

We have complied with the state budgeting requirements of the Local Government Budget Act (LSA-RS 39:1301-14) or the budget requirements of LSA-RS 39:34.
Yes [] No []

Accounting and Reporting

All non-exempt governmental records are available as a public record and have been retained for at least three years, as required by LSA-RS 44:1, 44:7, 44:31, and 44:36.
Yes [] No []

We have filed our annual financial statements in accordance with LSA-RS 24:514, 33:463, and/or 39:92, as applicable.
Yes [] No []

**BAYOU MALLET GRAVITY DRAINAGE DISTRICT
OF ACADIA PARISH
ACADIA PARISH POLICE JURY**

**MANAGEMENT'S CORRECTIVE ACTION PLAN
Year Ended December 31, 2003**

I. Internal Control and Compliance Material to the Financial Statements

Budget Compliance

Finding: During the year 2003, actual revenues failed to meet the budget by more than 5%.

Recommendation and Response: We recommend, and management agrees that the budget be amended so that actual revenues meet budget revenues by more than 5% as required by the Local Government Budget Act (LSA-RS 39:1301-1316).

II. Internal Control and Compliance Material to Federal Awards

The District did not receive any federal awards for the year ended December 31, 2003.

III. Management Letter

The District did not receive a management letter for the year ended December 31, 2003.

Responsible Party: Hubert Stagg, Jr., President