

TWIN PARISH PORT COMMISSION
DELCAMBRE, LOUISIANA

COMPONENT UNIT
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 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 8/25/04

**TWIN PARISH PORT COMMISSION
DELCAMBRE, LOUISIANA**

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DECEMBER 31, 2003**

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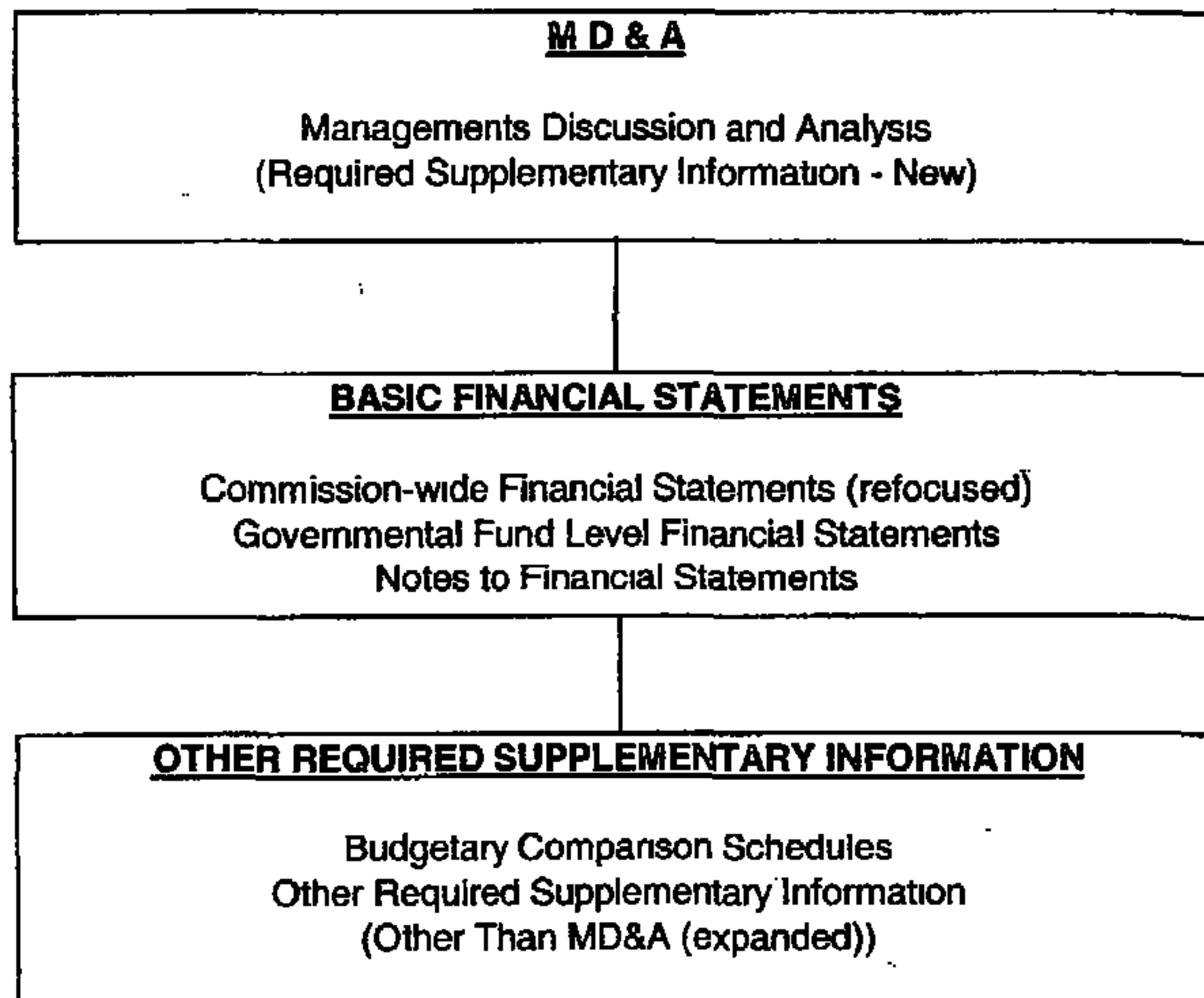
**TWIN PARISH PORT COMMISSION
DELCAMBRE, LOUISIANA**

MANAGEMENT'S DISCUSSION AND ANALYSIS (Unaudited)

DECEMBER 31, 2003

The Twin Parish Port Commission's (The Commission) management's discussion and analysis is intended to assist the reader in focusing on significant financial issues, provide an overview of the Commission's financial activity, identify changes in the Commission's financial position and its ability to address the next and subsequent year challenges. It also identifies any material deviations from the financial plan and identifies individual fund issues or concerns. This is a requirement of the Government Accounting Standards Board (GASB) Statement Number 34 "Basic Financial Statements and Management's Discussion and Analysis for State and Local Governments" and is intended to provide the financial results for the fiscal year ending December 31, 2003.

This is the first year of GASB 34 implementation for the Commission. As a result, the financial report is presented very differently from previous years. The following is an illustration on how this financial report is presented.



In future years the financial statements will be presented in a comparative format, including both prior and current year figures.

GASB 34 requires the presentation of two basic types of financial statements: Commission-wide and Fund Level financial statements.

COMMISSION-WIDE FINANCIAL STATEMENTS

The Commission-wide statements are new and provide a perspective of the Commission as a whole. These statements use the full accrual basis of accounting similar to private sector companies. There are two Commission-wide statements, the Statement of Net Assets and the Statement of Activities.

**TWIN PARISH PORT COMMISSION
DELCAMBRE, LOUISIANA**

MANAGEMENT'S DISCUSSION AND ANALYSIS (Unaudited)

DECEMBER 31, 2003

FINANCIAL ANALYSIS OF THE COMMISSION AS A WHOLE

Summary of Net Assets

	<u>2003</u>
Assets:	
Current Assets	\$ 163,000
Capital Assets, Net Book Value	<u>1,105,599</u>
Total Assets	<u>\$ 1,268,599</u>
Liabilities:	
Current Liabilities	<u>\$ 47,961</u>
Total Liabilities	<u>47,961</u>
Net Assets:	
Invested in Capital Assets, Net of Related Debt	1,105,599
Unrestricted	<u>115,039</u>
Total Net Assets	<u>1,220,638</u>
Total Liabilities and Net Assets	<u>\$ 1,268,599</u>

Net Assets

As indicated by the statement above, total net assets at December 31, 2003, are \$1,220,638. Net assets can be separated into three categories: invested in capital assets, net of related debt, restricted net assets, and unrestricted net assets.

Invested in Capital Assets, Net of Related Debt - Net capital assets are a combination of funds available for capital assets, plus capital assets at original cost less accumulated depreciation, net any related debt. The original cost of capital assets is \$1,393,569, which is an accumulation of capital assets year after year less any dispositions. The accumulated depreciation is the accumulation of depreciation expense since the acquisition of each capital asset still reported by the Commission as of December 31, 2003. In accordance with Generally Accepted Accounting Principles (GAAP), depreciation expense is recorded on the original cost of each asset, less an estimated salvage value, and expensed over the estimated useful life of each asset. Total accumulated depreciation is \$287,970. As of December 31, 2003, there was no outstanding long-term debt which was incurred to finance the acquisition of capital assets.

Restricted Net Assets - Restricted Net Assets consist of assets that have been limited to use in some manner by parties outside the Commission (such as creditors, grantors, contributors, laws and regulations, or other governments). In some cases, such restricted assets are directly associated with particular liabilities (for instance, restricted assets associated with bonds payable). An amount equal to these restricted assets, less any related liabilities, is reported as restricted net assets. As of December 31, 2003, the Commission had no restricted net assets.

Normally, assets subject to self-imposed restrictions are not reported as part of restricted net assets because a restriction that can be removed as easily as it is imposed is not really a restriction for financial statement purposes. However, restrictions imposed by the Commission's enabling legislation are not easily removed and are, therefore, properly included as part of restricted net assets.

**TWIN PARISH PORT COMMISSION
DELCAMBRE, LOUISIANA**

MANAGEMENT'S DISCUSSION AND ANALYSIS (Unaudited)

DECEMBER 31, 2003

Unrestricted Net Assets - Unrestricted net assets as of December 31, 2003 are \$116,119.

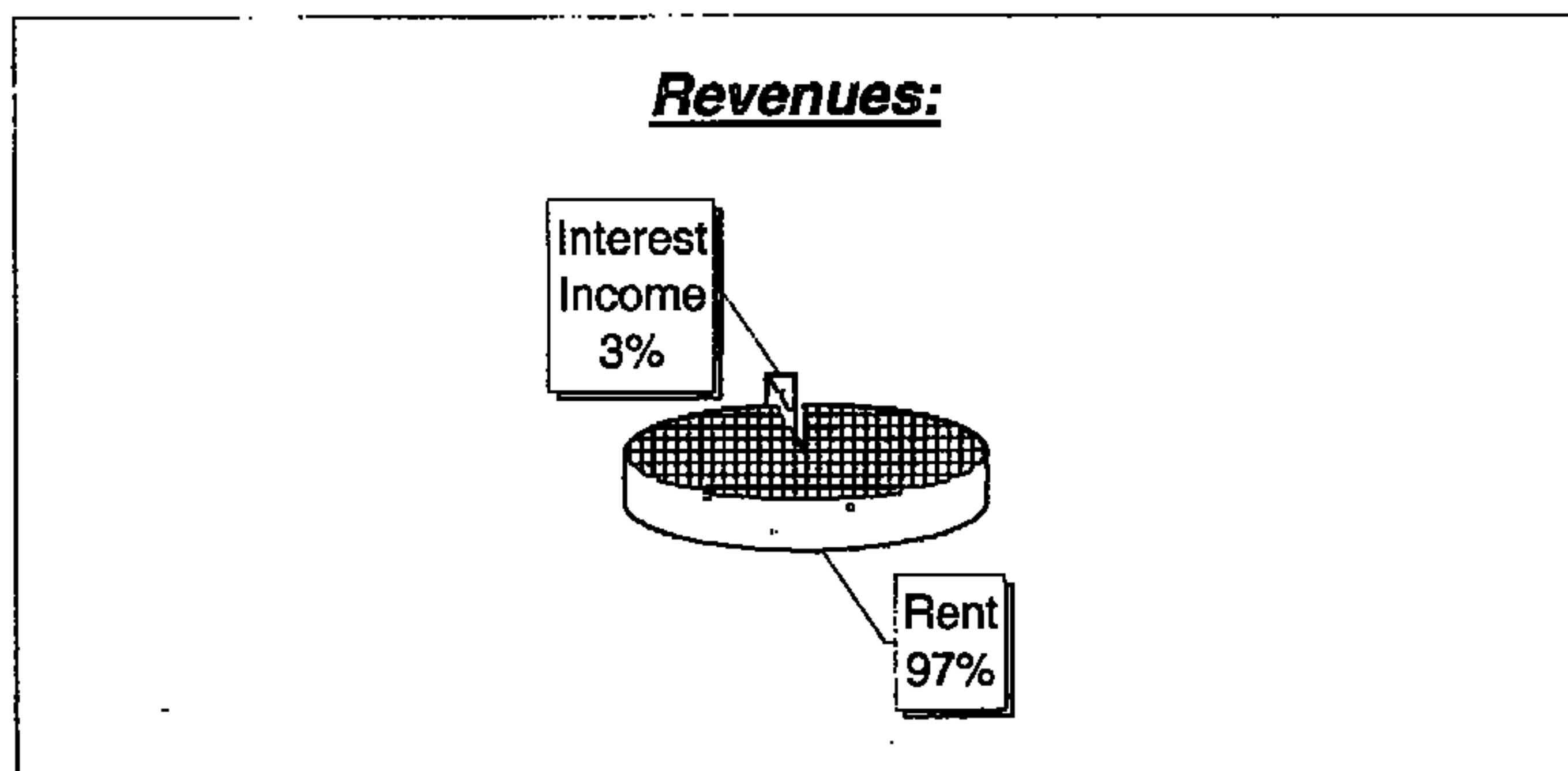
Results of Operations

	<u>Amount</u>	<u>% of Total</u>
Revenues:		
Rent	\$ 33,373	97.45%
Interest Income	874.00	2.55%
Total Revenues	34,247	100.00%
Expenses:		
Audit Fees	1,881	4.41%
Depreciation Expense	31,089	72.87%
Insurance	3,800	8.91%
Legal & Professional	5,194	12.17%
Telephone	654	1.53%
Other	48	0.11%
Total Expenses	42,666	100.00%
Change In Net Assets	\$ (8,419)	-24.58%

As indicated above, net assets decreased by \$7,339. This decrease was due almost entirely to the large amount of depreciation expense taken by the company.

Revenues

The following chart illustrates the Commission's sources of Revenue.



Rent revenues represent ninety-seven percent (97%) of total Commission revenues. The Commission has relied mainly on these revenues to fund its operations. A substantial amount of prior year fixed asset acquisitions were funded from grant revenues. However, no such activity was present during the current year.

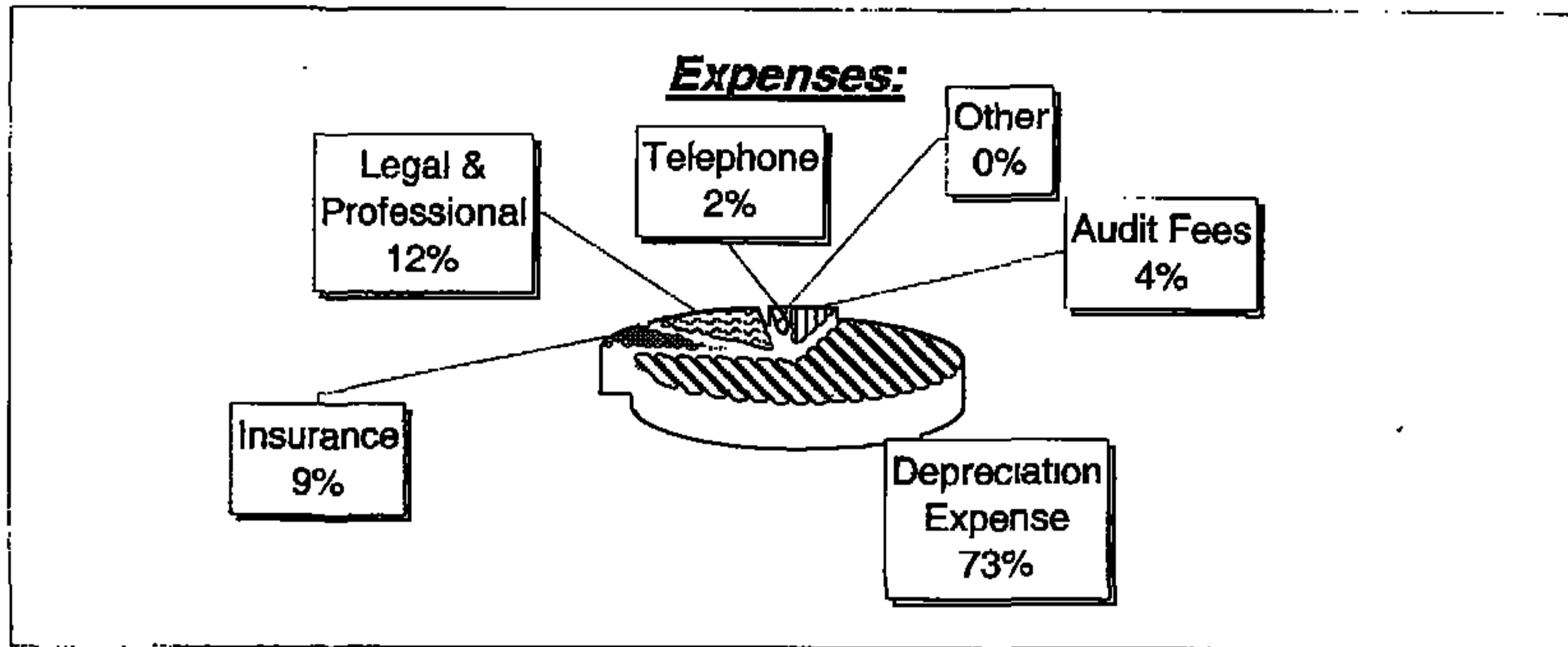
**TWIN PARISH PORT COMMISSION
DELCAMBRE, LOUISIANA**

MANAGEMENT'S DISCUSSION AND ANALYSIS (Unaudited)

DECEMBER 31, 2003

Expenses

The following chart illustrates the Commission's expenses:



Legal and professional fees include the monthly amounts paid to the Commission's attorney. The Commission did not perform any substantial planning of future improvements during the year. Therefore, there were no substantial amounts of engineering costs incurred during the year.

CAPITAL ASSETS

At December 31, 2003, investments in capital assets were as follows:

Land	\$ 150,000
Improvements	<u>1,243,569</u>
Gross Capital Assets	1,393,569
Accumulated Depreciation	<u>(287,970)</u>
Net Capital Assets	<u>\$ 1,105,599</u>

ECONOMIC FACTORS

Federal and State funding are critical to the continued improvements to the Commission's property. As stated earlier, a substantial part of all prior improvements were funded with grant revenues. The desirability of the Commission's property to the lessee is contingent upon the continued site improvements and maintenance. Therefore, the continuance of this grant funding is critical to the very viability of the Commission.

BUDGETS

The Commission prepares budgets on the GAAP basis of accounting. Budgets are prepared annually and approved by the Commission. Amendments are passed as necessary during the year. There were no revisions to the original budget for the year ended December 31, 2003.

**TWIN PARISH PORT COMMISSION
DELCAMBRE, LOUISIANA**

MANAGEMENT'S DISCUSSION AND ANALYSIS (Unaudited)

DECEMBER 31, 2003

CONTACTING THE COMMISSION'S FINANCIAL MANAGEMENT

This financial report is designed to provide our citizens, taxpayers, customers, investors, grantors, and creditors with a general overview of the Commission's finances and to demonstrate the Commission's accountability for the money it receives. If you have any questions about this report or need additional information, please contact the Twin Parish Port Commission, Post Office Box 101, Delcambre, Louisiana 70528-0101.

LANGLOIS



BROUSSARD

(A Corporation of Certified Public Accountants)

Etho P. Langlois, C.P.A.
Michael P. Broussard, C.P.A.

Scott R. Adams, C.P.A.
Patrick M. Baker, C.P.A.

Chip Costello, C.P.A.
Don Dennis, C.P.A., M.B.A.

Chris Nicholson, C.P.A., M.B.A., M.F.A.

INDEPENDENT AUDITORS' REPORT

Board of Commissioners
Twin Parish Port Commission
P. O. Box 101
Delcambre, Louisiana 70528-0101

We have audited the accompanying component unit financial statements of the Twin Parish Port Commission (The Commission), a component unit of the Iberia Parish Police Jury and the Vermilion Parish Police Jury, State of Louisiana as of and for the year ended December 31, 2003, as listed in the table of contents. These component unit financial statements are the responsibility of the Commission's management. Our responsibility is to express an opinion on these component unit financial statements based on our audit.


We conducted our audit in accordance with generally accepted auditing standards of 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 we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatements. 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. We believe that our audit provides a reasonable basis for our opinion.

In our opinion, the financial statements referred to above, present fairly, in all material respects, the financial position of the Commission as of December 31, 2003, and the results of operations for the year then ended in conformity with generally accepted accounting principles.

In accordance with Government Auditing Standards, we have also issued our report dated June 3, 2004, on our consideration of the Commission's internal control over financial reporting and our tests of its compliance with certain provision of laws, regulations, contracts, and grants.

Our audit was performed for the purpose of forming an opinion on the financial statements of the Commission taken as a whole. The accompanying budget comparison schedule is presented for purposes of additional analysis, and is not a required part of the financial statements. Such information has been subjected to the auditing procedures applied in the audit of the financial statements and, in our opinion, is fairly stated, in all material respects, in relation to the financial statements taken as a whole.

Management's Discussion and Analysis is not a required part of the basic financial statements but is supplementary information required by the Government Accounting Standards Board. We have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the supplementary information. However, we did not audit the information and express no opinion on it.


Langlois & Broussard
(A Corporation of Certified Public Accountants)

June 3, 2004

**TWIN PARISH PORT COMMISSION
DELCAMBRE, LOUISIANA**

COMMISSION-WIDE STATEMENT OF NET ASSETS

DECEMBER 31, 2003

ASSETS

CURRENT ASSETS:

Cash and Equivalents	\$ 129,264
Investments	25,118
Accounts Receivable	8,029
Prepaid Insurance	<u>589</u>
Total Current Assets	<u>163,000</u>

CAPITAL ASSETS:

Land	150,000
Improvements	<u>1,243,569</u>
Gross Capital Assets	1,393,569
Accumulated Depreciation	<u>(287,970)</u>
Net Capital Assets	<u>1,105,599</u>

TOTAL ASSETS

\$ 1,268,599

LIABILITIES AND NET ASSETS

LIABILITIES:

CURRENT LIABILITIES:

Accounts Payable	\$ 2,961
Due Iberia Parish	<u>45,000</u>
Total Current Liabilities	<u>47,961</u>
Total Liabilities --	<u>47,961</u>

NET ASSETS:

Invested in Capital Assets, Net of Related Debt	1,105,599
Unrestricted	<u>115,039</u>
Total Net Assets	<u>1,220,638</u>

TOTAL LIABILITIES AND NET ASSETS

\$ 1,268,599

The accompanying notes are an integral part of these financial statements.

**TWIN PARISH PORT COMMISSION
DELCAMBRE, LOUISIANA**

**RECONCILIATION OF THE BALANCE SHEET -
GOVERNMENTAL FUND (GENERAL FUND) TO THE
STATEMENT OF NET ASSETS**

**FOR THE YEAR ENDED
DECEMBER 31, 2003**

Total Fund Balances - Governmental Fund (General Fund)	\$ <u>115,039</u>
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Amounts Reported for the Governmental Activities in the Statement of Net Assets are Different Due to the Following.

Capital Assets Used in Governmental Fund Activities are Not Financial Resources and, Therefore, are Not Reported in the Funds:

Cost of Capital Assets	1,393,569
Accumulated Depreciation	<u>(287,970)</u>
Net Capital Assets	<u>1,105,599</u>

Net Assets of Governmental Activities	\$ <u>1,220,638</u>
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The accompanying notes are an integral part of these financial statements

**TWIN PARISH PORT COMMISSION
DELCAMBRE, LOUISIANA**

**COMMISSION-WIDE STATEMENT OF ACTIVITIES
AND CHANGES IN NET ASSETS**

**FOR THE YEAR ENDED
DECEMBER 31, 2003**

	<u>Program Revenues</u>	<u>Rental Income</u>	<u>Net Governmental Activities (Expense) Revenue and Changes In Net Assets</u>
FUNCTIONS / PROGRAMS:			
GOVERNMENTAL ACTIVITIES:			
LEASE OPERATIONS:			
Audit Fees	\$ 1,881		
Depreciation	31,089		
Insurance	3,800		
Legal & Professional	5,194		
Office	48		
Telephone	<u>654</u>		
Total Governmental Program Expenses	<u>\$ 42,666</u>	<u>\$ 33,373</u>	<u>\$ (9,293)</u>
GENERAL REVENUES:			
Interest Income			<u>874</u>
Total General Revenues			<u>874</u>
Changes in Net Assets			(8,419)
Beginning Net Assets			<u>1,229,057</u>
Ending Net Assets			<u>\$ 1,220,638</u>

The accompanying notes are an integral part of these financial statements

**TWIN PARISH PORT COMMISSION
DELCAMBRE, LOUISIANA**

**RECONCILIATION OF THE STATEMENT OF REVENUES,
EXPENDITURES, AND CHANGES IN FUND BALANCES -
GOVERNMENTAL FUND (GENERAL FUND) TO THE
COMMISSION-WIDE STATEMENT OF ACTIVITIES AND
CHANGES IN NET ASSETS**

**FOR THE YEAR ENDED
DECEMBER 31, 2003**

Total Net Change in Fund Balances - Governmental Fund (General Fund)	\$ 22,670
Amounts Reported for the Governmental Activities in the Statement of Activities are Different Due to the Following:	
Depreciation Expense	<u>(31,089)</u>
Change in Net Assets of Governmental Activities	<u>\$ (8,419)</u>

The accompanying notes are an integral part of these financial statements.

**TWIN PARISH PORT COMMISSION
DELCAMBRE, LOUISIANA**

**BALANCE SHEET
GOVERNMENTAL FUND (GENERAL FUND)**

PERIOD ENDING
DECEMBER 31, 2003

ASSETS

Cash and Equivalents
Investments
Accounts Receivable
Prepaid Insurance

\$ 129,264
25,118
8,029
589

TOTAL ASSETS

\$ 163,000

LIABILITIES AND FUND EQUITY

LIABILITIES:

Accounts Payable
Due Iberia Parish

\$ 2,961
45,000

Total Liabilities

47,961

FUND BALANCE:

Unreserved and Undesignated

115,039

Total Fund Equity

115,039

TOTAL LIABILITIES AND FUND EQUITY

\$ 163,000

The accompanying notes are an integral part of these financial statements

**TWIN PARISH PORT COMMISSION
DELCAMBRE, LOUISIANA**

**STATEMENT OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCES GOVERNMENTAL FUND
(GENERAL FUND)**

**FOR THE YEAR ENDED
DECEMBER 31, 2003**

REVENUES:

Rent	\$ 33,373
Interest Income	874
Total Revenues	<u>34,247</u>

EXPENDITURES:

Audit Fees	1,881
Insurance	3,800
Legal & Professional	5,194
Office	48
Telephone	654
Total Expenditures	<u>11,577</u>

Excess (Deficiency) of Revenues Over (Under) Expenditures	22,670
Beginning Fund Balance	<u>92,369</u>
Ending Fund Balance	<u>\$ 115,039</u>

The accompanying notes are an integral part of these financial statements.

**TWIN PARISH PORT COMMISSION
DELCAMBRE, LOUISIANA**

**FOR THE YEAR ENDED
DECEMBER 31, 2003**

NOTES TO THE FINANCIAL STATEMENTS

The Twin Parish Port Commission (the Commission) is a component unit of the Vermilion Parish and Iberia Parish Police Juries and is subject to their oversight. The Commission has a separate appointed board and provides services to residents within its geographic boundaries. The Commission is excluded from the financial reporting of the Vermilion Parish and Iberia Parish Police Juries because they do not have ability to exercise influence over their daily operations, approve budgets or provide funding.

During fiscal year 2003, the Commission adopted GASB Statement Number 34, "Basic Financial Statements and Management's Discussion and Analysis for State and Local Governments", as amended by GASB Statements Number 37 and 38. GASB Statement Number 34 established standards for external financial reporting for state and local governments.

Future year financial statements will be presented in comparative format, including both prior and current year figures.

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. NET ASSETS

The following is a summary of significant accounting policies followed in the preparation of these financial statements:

Invested in Capital Assets, Net of Related Debt consists of capital assets, net of accumulated depreciation and reduced by outstanding balances for bonds, notes, and other debt that are attributed to the acquisition, construction, or improvement of those assets.

Unrestricted Net Assets consist of net assets which do not meet the definition of any other category of net assets. Unrestricted net assets often are designated to indicate that management does not consider them to be available for general operations. Unrestricted net assets often have constraints on resources which are imposed by management, but can be removed or modified.

The Statement of Activities demonstrates the degree to which the direct expenses of a given function or segment are offset by program revenues. Program revenues include the following:

1. Charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function.
2. Grants and contributions that are restricted to meeting the operational or capital requirements of a particular function.

Taxes and other items not meeting the definition of program revenues are instead reported as general revenues.

B. GASB 34 ACCOUNTING, COMMISSION-WIDE FINANCIAL STATEMENTS

The Commission-wide statements are new and provide a perspective of the Commission as a whole. These statements use the full accrual basis of accounting similar to private sector companies. There are two Commission-wide statements: The Statement of Net Assets and The Statement of Activities and Changes in Net Assets.

**TWIN PARISH PORT COMMISSION
DELCAMBRE, LOUISIANA**

**FOR THE YEAR ENDED
DECEMBER 31, 2003**

NOTES TO THE FINANCIAL STATEMENTS

The Statement of Net Assets, for the first time, combines and consolidates governmental fund current financial resources (short-term spendable resources) with capital assets and long-term obligations, regardless if they are currently available or not

Consistent with the full accrual basis of accounting, The Statement of Activities accounts for current year revenues and expenses regardless of when the cash is received or paid.

C. GASB 34 ACCOUNTING, FUND LEVEL FINANCIAL STATEMENTS

The fund statements are similar to financial presentations of years past. The two account groups, General Fixed Assets and General Long-term Debt, are no longer reported. Consistent with previous years, the fund statements are reported using the flow of current financial resources measurement focus and the modified accrual basis of accounting. Under the modified accrual basis of accounting, revenues are recognized when they are both measurable and available. "Measurable" means the amount of the transaction can be determined. "Available" means collectible within the current period or soon enough thereafter to pay liabilities of the current period

The Commission considers all revenues available if they are collected within 60 days after year end. Expenditures are recorded when the related fund liabilities are incurred, except for unmatured interest on general long-term debt which is recognized when due, and certain claims and judgments which are recognized when the obligations are expected to be liquidated with expendable, available financial resources. Expenditures are accounted for in the period that goods and services are used. In addition, capital asset purchases are expensed and not recorded as assets. Debt payments are recorded as expenditures in the current year and debt proceeds are reflected as other financing sources in the fund operating statement. Future debt obligations are not reflected in the balance sheet.

D. FUND ACCOUNTING

The General Fund is the Commission's primary operating fund, accounting for all financial resources of the general government. Its revenues are derived primarily from rental income and periodic intergovernmental and grant revenues.

E. ENCUMBRANCES

Encumbrances accounting, under which purchase order, contracts, and other commitments for expenditures of monies are recorded in order to reserve fund balance, is not employed by the Commission

F. CASH AND CASH EQUIVALENTS

Cash includes amounts in demand deposits and interest bearing demand deposits. Cash equivalents include amounts in time deposits with original maturities of three months or less from the date of acquisition. Under state law, the Commission may deposit funds in demand deposits, interest bearing demand deposits, money market accounts, or time deposits with state banks organized under Louisiana law and national banks having their principal offices in Louisiana.

G. BUDGETS AND BUDGETARY ACCOUNTING

Budgets for the General Fund are adopted on a basis consistent with generally accepted accounting principles (GAAP). Budgetary amounts are as originally adopted, or as amended from time to time by the Board of Commissioners. The adopted budget and any duly authorized adopted amendments form the framework for which the chief executive or administrative officer and members of the governing authority of the political subdivision monitor revenues and control expenditures. The chief executive or administrative officer shall advise the governing authority or individual elected official in writing when

1 Revenue collections plus projected revenue collections for the remainder of the year, within a fund of the Commission are failing to meet estimated annual budgeted revenues by five percent.

**TWIN PARISH PORT COMMISSION
DELCAMBRE, LOUISIANA**

**FOR THE YEAR ENDED
DECEMBER 31, 2003**

NOTES TO THE FINANCIAL STATEMENTS

2. Actual expenditures plus projected expenditures for the remainder of the year, within each individual fund for any and all respective departments of the Commission are exceeding their estimated budget expenditures by five percent.

H. FIXED ASSETS

For modified accrual purposes, capital asset purchases are expensed at the time of acquisition and depreciation is not recorded. This expense is represented as Capital Outlays on the Governmental Fund Statement of Revenues, Expenditures, and Changes in Fund Balance. For full accrual purposes, fixed assets are represented on the Statement of Net Assets. Purchases are recorded at cost and depreciated using the straight line method. Depreciation expense is represented on the Statement of Activities.

The cost of normal maintenance and repairs that do not materially extend the useful lives of the fixed assets are not added to the cost of the asset in either method but are expensed as incurred.

I. ESTIMATES

The preparation of financial statements in accordance with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclose contingent assets and liabilities at the date of the financial statements, as well as the related revenues and expenses. The Commission regularly assesses these estimates and, while actual results may differ, believes that the estimates are reasonable.

NOTE 2: CASH AND CASH EQUIVALENTS

At December 31, 2003, the Commission's cash balances were as follows:

	<u>Bank</u>	<u>Book</u>
Cash on Hand	\$ 38,936	\$ 38,936
Demand Deposits	<u>90,328</u>	<u>90,328</u>
Total	<u>\$ 129,264</u>	<u>\$ 129,264</u>

All demand deposits are stated at cost, which approximates market. As of December 31, 2003, all deposits were entirely insured by federal deposit insurance.

NOTE 3: INVESTMENTS

At December 31, 2003, the Commission's investment balances were as follows.

Time Certificates of Deposit	<u>\$ 25,118</u>
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As of December 31, 2003, \$9,672 of the balance of investments were entirely insured by federal deposit insurance. The remaining balance of \$15,446 was uninsured and uncollateralized. Also, as of December 31, 2003, cost on all investments approximated market value.

**TWIN PARISH PORT COMMISSION
DELCAMBRE, LOUISIANA**

**FOR THE YEAR ENDED
DECEMBER 31, 2003**

NOTES TO THE FINANCIAL STATEMENTS

NOTE 4: ACCOUNTS RECEIVABLE

At December 31, 2003, the Commission's accounts receivable balances were as follows

Shaw Global, Inc. \$ 8,029

The Commission accounts for bad debts using the direct write-off method. Expense is recognized during the period in which a specific account is determined to be uncollectible. The effects of using this method approximates those of the allowance method

NOTE 5: RENTAL INCOME

The Commission leases land to a single lessee, Shaw Global, Inc. The lease is for a term of twenty-five (25) years, beginning November 1, 1996 Lease payments of \$2,781 are due monthly. The minimum future rentals for each of the five succeeding years are as follows:

2004	\$	33,372
2005		33,372
2006		33,372
2007		33,372
2008		33,372
2009 - 2013		166,860
2014 - 2018		166,860
2019 - 2021		97,335

NOTE 6: COOPERATIVE ENDEAVOR AGREEMENT

The Commission has a cooperative endeavor agreement with Iberia Parish hereby, in return for work performed, the Commission has pledged 75% of future tenant rentals to Iberia Parish until the amount of \$45,000 has been paid toward this construction project. Iberia Parish will notify the Commission when to begin payments. The total amount payable on this agreement at December 31, 2003, was \$45,000. No contact has been made by the Commission with Iberia Parish to begin repayment of this amount.

NOTE 7: FIXED ASSETS

The following schedule represents fixed asset activity for the year ended December 31, 2003

	1/1/03 Beginning Balance	Additions	Retirements	12/31/03 Ending Balance
Land	\$ 150,000	-	-	\$ 150,000
Land Improvements	1,243,569	-	-	1,243,569
Less Accumulated Depreciation	<u>(256,881)</u>	<u>(31,089)</u>	-	<u>(287,970)</u>
Net Capital Assets	<u>\$ 986,688</u>	<u>\$ (31,089.00)</u>	<u>\$ -</u>	<u>\$ 1,105,599</u>

**TWIN PARISH PORT COMMISSION
DELCAMBRE, LOUISIANA**

**STATEMENT OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCES GOVERNMENTAL FUND
(GENERAL FUND) - BUDGETARY COMPARISON SCHEDULE** **FOR THE YEAR ENDED
DECEMBER 31, 2003**

	<u>BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE</u>
REVENUES:			
Rent	\$ 33,000	\$ 33,373	\$ 373
Interest Income	840	874	34
Other	800	-	(800)
Total Revenues	<u>34,640</u>	<u>34,247</u>	<u>(393)</u>
EXPENDITURES:			
Advertising	50	-	50
Audit Fees	1,800	1,881	(81)
Bank Charges	70	-	70
Grants Given	500	-	500
Insurance	3,775	3,800	(25)
Legal & Professional	3,200	5,194	(1,994)
Office	400	48	352
Repairs & Maintenance	2,100	-	2,100
Supplies	150	-	150
Telephone	750	654	96
Other	3,000	-	3,000
Total Expenditures	<u>15,795</u>	<u>11,577</u>	<u>4,218</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	18,845	22,670	3,825
Beginning Fund Balance	<u>92,369</u>	<u>92,369</u>	<u>-</u>
Ending Fund Balance	<u>\$ 111,214</u>	<u>\$ 115,039</u>	<u>\$ 3,825</u>

LANGSTON

&

BROUSSARD

(A Corporation of Certified Public Accountants)

John P. Langston, C.P.A.
Nicholas P. Broussard, C.P.A.

Ernie Polson, C.P.A.
Patrick M. Gentry, C.P.A.
Chip Cottrell, C.P.A.
Don Doolin, C.P.A., C.D.A.
Chris Nelsonberg, C.P.A., C.D.A., C.M.A.

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

We have audited the component unit financial statements of the governmental activities of the Twin Parsh Port Commission (The Commission), a component unit of the Iberia Parish Police Jury and the Vermilion Parsh Police Jury as of and for the year ended December 31, 2003, and have issued our report thereon dated June 03, 2004. We conducted our 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 the Commission's financial statements are free of material misstatement, we 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 our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance that are required to be reported under Government Auditing Standards. However, we did note other immaterial instances of noncompliance that have been communicated in a separate letter.

INTERNAL CONTROL OVER FINANCIAL REPORTING

In planning and performing our audit, we considered the Commission's internal control over financial reporting in order to determine our auditing procedures for the purpose of expressing our opinions on the financial statements *and not to provide assurance on the internal control over financial reporting*. However, we noted certain matters involving the internal control over financial reporting and its operation that we consider to be reportable conditions. Reportable conditions involve matters coming to our attention relating to significant deficiencies in the design or operation of the internal control over financial reporting that, in our judgment, could adversely affect the Commission's ability to record, process, summarize, and report financial data consistent with the assertions of management in the financial statements.

Significant cash receipts were not deposited and recorded in a timely fashion. Checks were held for several months before being deposited. Certain checks were held over a year. Interest income was lost as a result of deposits not being made in a timely manner. *In addition, deposits were at a risk of being lost or destroyed while being held for many months. This finding was reported in the prior year and was not corrected in the current year.*

We consider this finding to be a material weakness.

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 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. Our consideration of the internal control over financial reporting would not necessarily disclose all matters in the internal control that might be reportable conditions and, accordingly, would not necessarily disclose all reportable conditions that are also considered to be material weaknesses.

This report is intended for the information of the Commission, the Legislative Auditor of the State of Louisiana, federal and state awarding agencies, and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties.



Langlois & Broussard
(A Corporation of Certified Public Accountants)

June 3, 2004

LANGLINAIS



BROUSSARD

(A Corporation of Certified Public Accountants)

Eric P. Langlais, C.P.A.
Michael P. Broussard, C.P.A.

Scott P. Patten, C.P.A.
Patrick M. Gentry, C.P.A.

Chip Cottrell, C.P.A.
Don Deane, C.P.A., M.B.A.
Chris Schloberg, C.P.A., M.B.A., C.M.A.

Board of Commissioners
Twin Parish Port Commission
P.O. Box 101
Delcambre, Louisiana 70528-0101

In planning and performing our audit of the financial statements of the Twin Parish Port Commission, a component unit of the Ibera Parish Police Jury and the Vermilion Parish Police Jury as of and for the year ended December 31, 2003, we considered its internal control in order to determine our auditing procedures for the purpose of expressing our opinion on the financial statements and not to provide assurance on the internal control. However, we noted certain matters involving the internal control and its operation that we consider to be reportable conditions under standards established by the American Institute of Certified Public Accountants. Reportable conditions involve matters coming to our attention relating to significant deficiencies in the design or operation of internal control that, in our judgment, could adversely affect Twin Parish Port Commission's ability to record, process, summarize, and report financial data consistent with the assertions of management in the general purpose financial statements

1. COLLATERALIZATION OF DEPOSITS

We noted during our analysis of the Commission's bank deposits that not all cash balances were either covered by FDIC insurance or were collateralized by securities by the financial institution. The Commission should take care to monitor the collateralization of its deposits and should contact its financial institution whenever there is a risk of exceeding the insured and collateralized totals.

Management's Response. Management has agreed with this finding and intends to examine the collateralization of deposits on a regular basis to avoid further problems.

2. CASH MANAGEMENT

Significant cash receipts were not deposited and recorded in a timely fashion. Checks were held for several months before being deposited. Interest income was lost as a result of deposits not being made in a timely manner. In addition, deposits were at risk of being lost or destroyed while being held for many months. Care should be taken to deposit checks in a timely manner to ensure proper accounting and reporting and to avoid cash flow shortages and lost revenues.

Management's Response. Management has agreed with this finding and intends to comply with proper cash accounting procedures

This report is intended for the information of the Commission, the Legislative Auditor of the State of Louisiana, federal awarding agencies, and pass-through entities.

LANGLINAIS & BROUSSARD
Certified Public Accountants

June 3, 2004

TWIN PARISH PORT COMMISSION
P. O. BOX 101
DELCAMBRE, LOUISIANA 70528
(337) 898-2288

June 18, 2004

Legislative Audit Advisory Council
State of Louisiana
P O. Box 94397
Baton Rouge, Louisiana 70804-9397

To Whom It May Concern,

In response to the management letter which is included in the financial statements of the Twin Parish Port Commission as of and for the year ended December 31, 2003, the following action has been taken to correct the comment listed

Finding - Collateralization of Deposits

Not all of the Commission's cash deposits were either covered by FDIC Insurance or collateralized by securities of the financial institution.

The Commission will make every effort to examine the collateralization of deposits on a regular basis to avoid further problems.

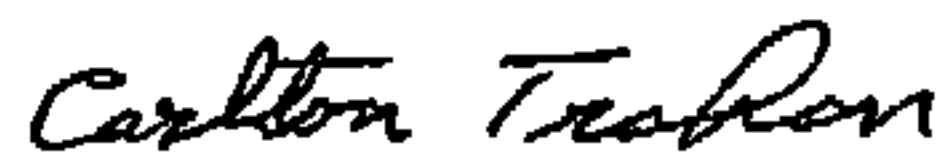
Finding - Cash Management

Management did not make timely deposits of funds into the Commission's cash account.

The Commission will make every effort to make timely deposits and comply with proper cash management procedures.

I hope the above noted action will correct the problems we have had in the past

Sincerely,



Mr. Carlton Trahan
Vice President
Twin Parish Port Commission