

BOARD OF REGISTRATION FOR PROFESSIONAL ENGINEERS  
AND LAND SURVEYORS

DEPARTMENT OF TRANSPORTATION

STATE OF LOUISIANA

SCHEDULE OF PROFESSIONAL SERVICE FEES  
MADE TO CONTRACTORS

FOR THE YEAR ENDED JUNE 30, 1946

NAME	AMOUNT
John Spinson	\$11,115
Chaffin, McCall, et al.	10,374
Eaton, Kenney & Brantley CENs	9,125
Pierre & Associates	9,150
Joe Richard	2,800
Total	<u>\$42,564</u>

L. LEASES (CONTINUED)

The minimum annual commitments under noncancelable operating leases are as follows:

Fiscal Year ending June 30:	Buildings and Office Facility
1987	\$ 85,323
1988	85,323
1989	85,323
1990	<u>26,568</u>
Total	<u>\$342,537</u>

M. GENERAL LONG-TERM OBLIGATIONS

Long-term obligations expected to be financed from governmental funds are accounted for in the general long-term obligation accounts group, not in the governmental funds.

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

Long-term obligations payable at July 1, 1985	\$ 34,400
Additions	11,310
Reductions	<u>(13,310)</u>
Long-term obligations payable at June 30, 1986	<u>\$ 32,400</u>

**Zahn, Kerney & Brossett**  
 Certified Public Accountants

INDEPENDENT AUDITORS' REPORT ON COMPLIANCE  
 BASED ON AN AUDIT OF GENERAL PURPOSE OR BASIC  
 FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH  
 GOVERNMENT AUDITING STANDARDS

Board of Registration for Professional  
 Engineers and Land Surveyors  
 Department of Transportation  
 State of Louisiana

We have audited the financial statements of the Board of Registration for Professional Engineers and Land Surveyors, a component unit of the Department of Transportation, State of Louisiana, as of and for the year ended June 30, 1996, and have issued our report thereon dated July 28, 1996.

We conducted our audit in accordance with generally accepted auditing standards, Government Auditing Standards, issued by the Comptroller General of the United States, and the provisions of Office of Management and Budget Circular A-128, "Audits of State and Local Governments." These standards and OMB Circular A-128 require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement.

Compliance with laws, regulations, contracts, and grants applicable to the Board of Registration for Professional Engineers and Land Surveyors, a component unit of the Department of Transportation, State of Louisiana, is the responsibility of the Board's management. As part of obtaining reasonable assurance about whether the financial statements are free of material misstatement, we performed tests of the Board's compliance with certain provisions of laws, regulations, contracts, and grants. However, the objective of our audit of the financial statements was not to provide an opinion on overall compliance with such provisions; accordingly, we do not express such an opinion.

The results of our tests disclosed no instances of noncompliance that are required to be reported herein, under government auditing standards.

This report is intended for the information of the Board, management, and the Legislative Audit Advisory Committee. However, this report is a matter of public record and its distribution is not limited.

*Robert Kerney & Brossett*

Metairie, Louisiana  
 July 28, 1996

**Zahn, Kenney & Brezette**  
Certified Public Accountants

**INDEPENDENT AUDITORS' REPORT ON INTERNAL CONTROL  
STRUCTURE BASED ON AN ASSESS OF GENERAL PURPOSE  
OR BASIC FINANCIAL STATEMENTS PERFORMED IN  
ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS**

Board of Registration for Professional  
Engineers and Land Surveyors  
Department of Transportation  
State of Louisiana

We have audited the financial statements of the Board of Registration for Professional Engineers and Land Surveyors, a component unit of the Department of Transportation, State of Louisiana, as of and for the year ended June 30, 1998, and have issued our report thereon dated July 28, 1998.

We conducted our audit in accordance with generally accepted auditing standards and Government auditing standards, issued by the Comptroller General of the United States and the provisions of Office of Management and Budget Circular A-128, "Audits of State of Local Governments." These standards and OMB Circular A-128 require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement.

In planning and performing our audit of the financial statements of the Board of Registration for Professional Engineers and Land Surveyors, for the year ended June 30, 1998, we considered its internal control structure in order to determine our auditing procedures for the purpose of expressing an opinion on the financial statements and not to provide assurance on the internal control structure.

The management of the Board of Registration for Professional Engineers and Land Surveyors is responsible for establishing and maintaining internal control structure. In fulfilling this responsibility, estimates and judgments by management are required to assess the expected benefits and related costs of internal control structure policies and procedures. The objectives of the internal control structure are to provide management with reasonable, but not absolute, assurance that assets are safeguarded against loss from unauthorized use or disposition, and that transactions are executed in accordance with management's authorization and recorded properly to permit the preparation of financial statements in accordance with generally accepted accounting principles. Because of inherent limitations in any internal control structure, errors or irregularities may nevertheless occur and not be detected. Also, projection of any evaluation of the structure to future periods is subject to the risk that procedures may become inadequate because of changes in conditions or that the effectiveness of the design and operation of policies and procedures may deteriorate.

In planning and performing our audit of the financial statements of the Board of Registration for Professional Engineers and Land Surveyors, for the year ended, we obtained an understanding of the internal control structure. With respect to the internal control structure, we obtained an understanding of the design of relevant policies and procedures and whether they have been placed in operation, and we assessed control risk in order to determine our auditing procedures for the purpose of expressing our opinion on the financial statements and not to provide an opinion on the internal control structure. Accordingly, we do not express such an opinion.

Our consideration of the internal control structure would not necessarily disclose all matters in the internal control structure that might be material weaknesses under standards established by the American Institute of Certified Public Accountants. A material weakness is a reportable condition in which the design or operation of one or more of the specific internal control structure elements does not reduce to a relatively low level the risk that errors or irregularities 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. We noted no matters involving the internal control structure and its operation that we consider to be material weaknesses as defined above.

This report is intended for the information of Board management and the Legislative Audit Advisory Committee. This restriction is not intended to limit the distribution of this report, which is a matter of public record.

*Rayhan, B. Swamecz & Brosseau*

Metairie, Louisiana  
July 28, 1998

**Zehr, Kenney & Brocote**  
Certified Public Accountants

To the Board of Registration for Professional  
Engineers and Land Surveyors  
Department of Transportation  
State of Louisiana

In planning and performing our audit of the financial statements of the Board of Registration for Professional Engineers and Land Surveyors (Board) for the year ended June 30, 1994, we considered the internal control structure 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 structure.

We previously reported on the Board's internal control structure in our report dated July 18, 1994. This letter does not affect our report dated July 24, 1994 on the financial statements of the Board. However, during our audit, we noted the following items that are opportunities for strengthening internal controls and operating efficiency.

- 1) Travel reimbursements should be reviewed to ensure that:
  - a) original invoices are attached for all expense items listed on the reimbursement request form;
  - b) alcoholic beverages are excluded from reimbursement;
  - c) meals reimbursements are only for board members or employees; and
  - d) the reimbursement request is properly completed, and mathematically accurate.
- 2) Documentation should be obtained for the payment made to the Louisiana Society of Professional Surveyors for their help in coordination procedures.
- 3) I.R.M. service contracts should be reviewed to ensure that the equipment covered is still active and worth the cost of the contract.
- 4) The computer network purchased for \$12,818 does not appear on the property management system inventory as of June 1994. Board staff should check with state property management personnel to ensure that it is properly included. If not, it should be added to the inventory listing.
- 5) The Board should obtain written legal opinion that the shared purchase of the copier machine, which is located on the architectural engineer's Board's office, is in accordance with state statutes.

202 Poydras Avenue, Suite 201 - New Orleans, Louisiana 70002 - (504) 531-6615

4774 Highway 22 - Mandeville, Louisiana 70448 - (504) 845-2260

BOARD OF REGISTRATION FOR PROFESSIONAL ENGINEERS  
AND LAND SURVEYORS

DEPARTMENT OF TRANSPORTATION

STATE OF LOUISIANA

SCHEDULE OF FEE DUES PAID BOARD MEMBERS

FOR THE YEAR ENDED JUNE 30, 1976

NAME	AMOUNT
Vernon F. Meyer	\$ 400
R.H. Primmann	2,800
Charles McDonald	2,800
Larry A. McKee	360
M.J. Thomsen	360
Herrie Hubert	1,200
Allison Leoney	700
Jorge W. Ferrer	2,800
Louise Mann Jr.	1,400
Sam M. Sullivan Jr.	2,500
Reida K. Plummer	1,400
Jerry Leoney	1,300
Robert I. Bacharach	1,500
R.B. Fenner	150
Total	<u>22,200</u>

(Schedule 1)

J. PENSION PLAN (CONTINUED)

payroll covered by the retirement system was \$275,170. Under present statutes, the Board does not guarantee any of the benefits granted by the retirement system.

K. POSTRETIREMENT HEALTH CARE AND LIFE INSURANCE BENEFITS

As June 30, 1996 there is one retired person that participates in the Board's group benefit program. The premiums paid for the year ended June 30, 1996 are \$192, which consists solely of life insurance. The participant is liable for one half of the life insurance premium with the Board matching the participants' portion.

L. LEASES

The Board of Registration for Professional Engineers and Land Surveyors records lease under capital leases as an asset and an obligation in the accompanying financial statements. Total rental and lease expenditures for equipment for fiscal year 1995-96 amounted to \$4,885.

The following is a summary of future minimum payments under capital leases and the present value of the net minimum lease payments as of June 30, 1996:

Fiscal Year ending June 30:

1997	\$ 3,189
1998	5,326
1999	5,326
2000	<u>3,885</u>
Total minimum lease payments	18,086
Less: Amounts representing executory costs	<u>21</u>
Net minimum lease payments	18,065
Less: Amount representing interest	<u>3,312</u>
Present value of net minimum lease payments	<u>\$14,753</u>



BOARD OF REGISTRATION FOR PROFESSIONAL ENGINEERS  
AND LAND SURVEYORS

DEPARTMENT OF TRANSPORTATION  
STATE OF LOUISIANA

STATEMENT OF REVENUES, EXPENDITURES  
AND CHANGES IN FUND BALANCE

FOR THE YEAR ENDED JUNE 30, 1996

GENERAL FUND

REVENUES

Licenses, permits, and fees	8908,195	
Use of money--		
Interest earnings	15,155	
Other	<u>1,188</u>	
Total revenues		9024,538

EXPENDITURES

Personnel services and related benefits	553,534	
Travel and other charges	48,682	
Materials and supplies	124,335	
Operating services	<u>208,452</u>	
Total expenditures		932,003
Excess of revenues over expenditures		18,000

FUND BALANCE

Fund Balance, July 1, 1995		612,328
Fund Balance, June 30, 1996		<u>630,328</u>

(See notes to financial statements)



BOARD OF REGISTRATION FOR  
PROFESSIONAL ENGINEERS AND LAND SURVEYORS

September 26, 1996

Legislative Auditor  
P.O. Box 94597  
Baton Rouge, Louisiana 70804-0597

Dear Sir:

The following comments are provided in response to Board Auditor's, Zahn, Kenney, & Threinen, letter dated July 26, 1996.

Item 1)

Employees, staff, and Board members have been advised to insure that all future travel expense reimbursement requests comply with the following:

- a. Authentic invoices document each listed expense;
- b. Alcoholic beverages are excluded;
- c. Meal reimbursements will only be allowed for Board members, Board delegates, Board guests, and Board employees;
- d. Reimbursement requests are properly completed by the claimant and are mathematically accurate;

Item 2)

An invoice from the Louisiana Society of Professional Surveyors for services rendered in the examination process has been obtained and placed in the financial records of the Board.

Item 3)

The IBM annual service contract covers the following hardware:

RS-6800 Computer	\$1750
CD-ROM Drive	\$221
Scam Tape Drive	\$873
QuickWriter Printer	\$259

All items are currently utilized in day to day operations of the office. However, the QuickWriter Printer may soon be replaced and the maintenance contract for same will be dropped immediately.

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Item 4)

The item noted as "computer network" (\$20,858) is actually the software used to connect the PC to the H54008. Listing software on the property list is optional and not recommended, so we do not list it. Determining what this item means delayed this memorandum because we thought the auditor was describing hardware.

Item 5)

The Xerox 2515 large format copier was purchased jointly by the Louisiana State Board of Architectural Examiners and the Louisiana State Board of Registration for Professional Engineers and Land Surveyors based upon both Boards approval. Our Board's approval came at its June, 1995 meeting and is in the meeting minutes. Each Board paid \$2,862.00. The purchase was based upon a selection of a product based upon price information from possible vendors which was provided to the Louisiana State Board of Architectural Examiners.

Many investigative complaints regarding both engineering and architecture are initially generated from the Office of the State Fire Marshal's review of plans submitted for code compliance review and subsequent permit approval or rejection. Having a copy of the initial plans submitted to the Fire Marshal's Office on those matters which are rejected for cause is considered by both Boards as being very important. However, the Fire Marshal's Office has no way to provide a copy of plans for matters which they wanted to refer to either Board for review and potential action regarding licenses. They also advised they could not obtain such a copier due to budget constraints. Therefore, the two Boards agreed to split the cost of such a copier easily by a code compliance reviewer. The State Fire Marshal's Office agreed to pay the yearly maintenance cost of the machine and both Boards agreed to take care of the cost of copy paper. The copier is jointly owned by both Boards.

I hope this response satisfies the requirements of the Legislative Auditor. If not, please advise me and additional action will be taken immediately.

With kindest regards, I am,

Very truly yours,



H. Glen Kent, Jr., P. E.  
Executive Secretary

BOARD OF REGISTRATION FOR PROFESSIONAL ENGINEERS  
AND LAND SURVEYORS

DEPARTMENT OF TRANSPORTATION

STATE OF LOUISIANA

SUPPLEMENTAL INFORMATION SCHEDULES

FOR THE YEAR ENDED JUNE 30, 1996

The schedule of per diem paid to board members is presented in compliance with House Concurrent Resolution No. 14 of the 1915 Session of the Louisiana Legislature. Board members were paid \$80 per day for each board meeting they attended, as authorized by Louisiana Revised Statute 17:685.

The schedule of professional service payments made to consultants is presented in compliance with the Legislative Auditor's required disclosures.

G. VACATION AND SICK LEAVE (CONTINUED)

As June 30, 1996, employees of the Board had accumulated and vested \$446,801 of employee leave benefits, which was computed in accordance with GASB Codification Section 608. The fiscal 200 hours of annual leave, \$78,435, has been recorded as a general long-term obligation.

H. TOTAL CHANGES IN STATEMENTS

The total column on the Balance Sheet is captioned Memorandum Only to indicate that it is presented only to facilitate financial analysis. Data in this column does not present financial position in conformity with generally accepted accounting principles. Neither is such data comparable to a consolidation.

I. GENERAL FIXED ASSETS

Fixed assets used in the governmental fund type operations are accounted for in the General Fixed Assets Account Group, rather than in governmental funds. Depreciation has not been provided for on these fixed assets. All fixed assets are valued at historical cost or estimated historical cost.

The changes in general fixed assets (all furniture and equipment) follows:

Balance at June 30, 1995	\$146,818
Additions	37,858
Deletions	<u>(1,250)</u>
Balance at June 30, 1996	<u>\$183,426</u>

J. PENSION PLAN

All full-time employees, both classified and unclassified, participate in the State of Louisiana's Retirement Plan, LERSB. In addition to the employee contribution withheld at 7.54% of gross salary, the Board contributes an additional 12% of gross salary. Contributions to the system are funded through employee and employer contributions of \$60,893 and \$82,548 respectively. The total current year payroll of the agency was \$504,124 and its current year

L. CASH AND CASH EQUIVALENTS (CONTINUED)

	<u>Cash</u>
Carrying amount on Balance Sheet	\$ 48,675
Bank Balances:	
1. Insured (FDIC)	\$ 48,675
2. Uninsured/overinsured, including any securities held for the entity but not in the entity's name	-----
Total Bank Balances	\$ 48,675

M. INVESTMENTS

Under Louisiana Revised Statutes 37:480, the Board shall receive, disburse, and account for all money paid out or received. The Board invests in United States Treasury Bills. These securities are held in the name of the Board by Whitney National Bank of New Orleans. These investments are shown on the balance sheet at actual cost. The investments at June 30, 1976 are as follows:

<u>U.S. Government Securities</u>	<u>Category 1 Cash</u>	<u>Carrying Amount</u>	<u>Market Value</u>
U.S. Treasury Bill 902784272	\$ 48,687	\$ 48,687	\$ 70,000
U.S. Treasury Bill 902784108	18,975	18,975	40,000
U.S. Treasury Bill 902784189	47,487	47,487	50,000
U.S. Treasury Bill 902784383	47,487	47,487	50,000
U.S. Treasury Bill 902784304	189,325	189,325	200,000
U.S. Treasury Bill 902784389	<u>48,675</u>	<u>48,675</u>	<u>50,000</u>
Total Investments	<u>\$412,956</u>	<u>\$412,956</u>	<u>\$660,000</u>

N. VACATION AND SICK LEAVE

The Board of Registration for Professional Engineers and Land Surveyors has the following policy related to vacation and sick leave:

Every full-time employee earns annual and sick leave for each hour of regular duty, including time the employee is on paid leave or observing a paid holiday. Leave earned is calculated by multiplying hours worked during the pay period by a rate multiplier from a table based on years of state service. Annual and sick leave can be carried forward without limit; however, upon separation no sick leave will be paid and only 300 hours of annual leave will be paid.

## D. BUDGET PRACTICES

The Board of Registration for Professional Engineers and Land Surveyors utilizes the following budgetary practices:

On November 1, 1995 the Board approved the 1996-97 budget which was subsequently submitted to the Department of Transportation. The Board has no outstanding encumbrances. The budget is prepared using historical data and projections. The Chairman of the Board is empowered to authorize disbursement of funds, in the beneficial interest of the Board and without its prior approval, up to an aggregate amount of two thousand dollars (\$2,000). Disbursements made under this authorization are reported to and ratified by the Board at its next regular meeting.

## E. CASH AND CASH EQUIVALENTS

For reporting purposes, cash and cash equivalents include cash, demand deposits, time deposits and certificates of deposits. Under state law the Board of Registration for Professional Engineers and Land Surveyors may deposit funds within a fiscal agent bank selected and designated by the Board. Further, the Board may invest in time certificates of deposit of state banks organized under the laws of Louisiana, national banks having their principal office in the state of Louisiana, in savings accounts or shares of savings and loan associations and savings banks and in share accounts and share certificate accounts of federally or state-chartered credit unions.

As reflected on Statement 8, the Board had cash and cash equivalents totaling \$48,679 as June 30, 1996. Cash and cash equivalents are stated at cost, which approximates market. Under state law these deposits must be secured by federal deposit insurance or the pledge of securities owned by the fiscal agent bank. The market value of the pledged securities plus the federal deposit insurance must at all times equal the amount on deposit with the fiscal agent. As of June 30, 1996, the amount on deposits was not in excess of \$100,000. The deposits as June 30, 1996 were secured as follows:

A. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Annually the State of Louisiana issues general purpose financial statements which include the activity contained in the accompanying financial statements. The general purpose financial statements are issued by the Louisiana Division of Administration/Office of Statewide Reporting and Accounting Policy and audited by the Louisiana Legislative Auditor.

B. FUND ACCOUNTING

The accounts of the Board of Registration for Professional Engineers and Land Surveyors are organized into a General Fund and two account groups, each of which is considered a separate accounting entity. The operations of the fund are accounted for with a set of self-balancing accounts that comprise its assets, liabilities, fund equity, revenues and expenditures.

The fund and account groups presented in the financial statements are described as follows:

GENERAL FUND

The general fund is used to account for the general operations of the Board. The various revenues and expenditures are accounted for in this fund.

ACCOUNT GROUPS

The two account groups are not "Funds." They are concerned only with the measurement of financial position, not with measurement of results of operations.

C. BASIS OF ACCOUNTING

Basis of accounting refers to when revenues and expenditures are recognized and reported in the financial statements. Basis of accounting refers to the timing of the measurements made, regardless of the measurement focus applied. The Board's records are maintained on the modified accrual basis of accounting. Under the modified accrual basis of accounting all revenue is recognized when measurable and available rather than when earned, and all expenditures are recognized when the obligation is incurred.



BOARD OF REGISTRATION FOR PROFESSIONAL ENGINEERS  
AND LAND SURVEYORS

DEPARTMENT OF TRANSPORTATION  
STATE OF LOUISIANA

INDEX TO FINANCIAL STATEMENTS

4. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The Board of Registration for Professional Engineers and Land Surveyors is a component unit of the State of Louisiana created within the Louisiana Department of Transportation, as provided by Louisiana Revised Statutes 10:481 through 10:703, 16:1890 and 16:803. The Board is composed of eleven members, appointed by the Governor, who serve for terms of six years, not to be reappointed. The Board is charged with the responsibility of administering the registration law for professional engineers and land surveyors. The Board shall have the power to make, adopt, alter, amend, and promulgate all bylaws and rules not inconsistent with the constitution and laws of the state, which may be reasonably necessary for the proper performance of its duties and the regulation of the proceedings before it. Operations of the Board are funded with money received directly from applicants and registrants of the Board. The Board is not to receive state funds through appropriations or otherwise; and shall not expend any such state funds.

The Board of Registration for Professional Engineers and Land Surveyors prepares its financial statements in accordance with the standards established by the GASB. GASB Codification Section 1108 establishes criteria for determining the governmental reporting entity and has defined the governmental reporting entity to be the State of Louisiana. The accompanying statements present only transactions of the Board of Registration for Professional Engineers and Land Surveyors, a component unit of the State of Louisiana.

BOARD OF REGISTRATION FOR PROFESSIONAL ENGINEERS  
AND LAND SURVEYORS

DEPARTMENT OF TRANSPORTATION  
STATE OF LOUISIANA

STATEMENT OF REVENUES, EXPENDITURES  
AND CHANGES IN FUND BALANCE  
SUBJECT AND TOTAL

FOR THE YEAR ENDING JUNE 30, 1996

GENERAL FUND

	Budget	Actual	Variance Favorable (Unfavorable)
<b>REVENUES</b>			
Licenses, permits and fees	\$818,000	808,395	(9,605)
Use of money and property - Interest	13,000	35,353	22,353
Other	<u>3,000</u>	<u>1,350</u>	<u>(1,650)</u>
Total revenues	<u>\$834,000</u>	<u>\$845,100</u>	<u>\$11,100</u>
<b>EXPENDITURES</b>			
Personal services & related benefits	\$413,000	\$353,304	\$ 59,696
Travel and other charges	39,000	48,882	(8,882)
Materials and supplies	100,000	124,355	(24,355)
Operating services	<u>351,000</u>	<u>299,462</u>	<u>51,538</u>
Total expenditures	<u>\$903,000</u>	<u>\$826,003</u>	<u>76,997</u>
Excess (deficiency) of revenues over expenditures	(114,000)	18,097	132,003
<b>FUND BALANCE</b>			
Fund Balance, July 1, 1995	622,326	619,316	
Fund Balance, June 30, 1996	<u>\$508,326</u>	<u>\$637,367</u>	

(See notes to Financial Statements)

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**FINANCIAL STATEMENTS AND  
INDEPENDENT AUDITORS' REPORT**

**BOARD OF REGISTRATION FOR  
PROFESSIONAL ENGINEERS AND LAND SURVEYORS**

**DEPARTMENT OF TRANSPORTATION**

**STATE OF LOUISIANA**

**JUNE 30, 1946**

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

Released Date **OCT 2 1946**

BOARD OF REGISTRATION FOR PROFESSIONAL ENGINEERS  
AND LAND SURVEYORS

DEPARTMENT OF TRANSPORTATION

STATE OF LOUISIANA

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**Zahn, Kenney & Breaette**  
Certified Public Accountants

INDEPENDENT AUDITORS' REPORT

Board of Registration for Professional  
Engineers and Land Surveyors  
Department of Transportation  
State of Louisiana

We have audited the accompanying financial statements of the Board of Registration for Professional Engineers and Land Surveyors, a component unit of the Department of Transportation, State of Louisiana, as of and for the year ended June 30, 1998, as listed in the table of contents. These financial statements are the responsibility of the management of Board of Registration for Professional Engineers and Land Surveyors, Department of Transportation, State of Louisiana. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with generally accepted auditing standards. These 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 in the first paragraph present fairly, in all material respects, the financial position of the Board of Registration for Professional Engineers and Land Surveyors, as of June 30, 1998, and the results of its operations for the year then ended in conformity with generally accepted accounting principles.

Our audit was made for the purpose of forming an opinion on the financial statements taken as a whole. The information presented on pages 16 and 17 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 presented in all material respects in relation to the financial statements taken as a whole.

*Zahn, Kenney & Breaette*

Metairie, Louisiana  
July 26, 1998

We will review the status of these comments during our next audit engagement. We have already discussed these matters with Board management. We will be pleased to perform any additional study of these matters or to assist in implementation of procedures to verify them.

*John Kennedy E Presette*  
Shreve, Louisiana  
July 28, 1994

BOARD OF REGISTRATION FOR PROFESSIONAL ENGINEERS  
AND LAND SURVEYORS

DEPARTMENT OF TRANSPORTATION  
STATE OF LOUISIANA

BALANCE SHEET

JUNE 30, 1986

ASSETS	GOVERNMENTAL	ACCOUNT GROUPS		TOTAL (DEBITORS/DEBIT ONLY)
	FUND TYPE	General	General	
	Fund	Fund	Long-Term Obligations	
Cash (Note E)	\$ 88,881	\$	\$	\$ 88,881
Investments (Note F)	417,866			417,866
Fixed assets (Note I)		183,433		183,433
Amount to be provided for payment of accrued annual leave (Note G)			18,433	18,433
Amount to be provided for retirement of general long-term obligations (Note L)			13,826	13,826
<b>Total assets</b>	<b>\$ 506,630</b>	<b>\$183,433</b>	<b>\$ 32,259</b>	<b>\$719,322</b>
<b>LIABILITIES AND FUND EQUITY</b>				
<b>Liabilities</b>				
Accounts payable	\$ 44,966	\$	\$	\$ 44,966
Accrued salaries	13,126			13,126
Accrued annual leave			18,433	18,433
Capital lease obligations			13,826	13,826
<b>Total liabilities</b>	<b>68,092</b>		<b>32,259</b>	<b>100,351</b>
<b>Fund Equity</b>				
Investment in general fixed assets		183,433		183,433
Fund balance, unreserved and undesignated	431,362			431,362
<b>Total liabilities &amp; fund equity</b>	<b>\$ 506,630</b>	<b>\$183,433</b>	<b>\$ 32,259</b>	<b>\$719,322</b>

(See notes to financial statements)