

WEST ALLEN PARISH WATER DISTRICT

Notes to Financial Statements - Continued

December 31, 1990

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - CONTINUED

1. Organizations for which the police jury does not appoint a voting majority but are financially dependent on the police jury.
2. Organizations for which the reporting entity financial statements would be misleading if data of the organization is not included because of the nature or significance of the relationship.

Because the police jury appoints a voting majority to the board and has the ability to impose its will, the District was determined to be a component unit of the Allen Parish Police Jury, the financial reporting entity. The accompanying financial statements present information only on the funds administered by the District and do not present information on the police jury, the general government services provided by the governmental unit, or the other governmental units that comprise the financial reporting entity.

2. Fund Accounting

The West Allen Parish Water District uses funds and account groups to report on its financial position and the results of its operations. Fund accounting is designed to demonstrate legal compliance and to aid financial management by segregating transactions relating to certain government functions or activities. A fund is a separate accounting entity with a self-balancing set of accounts.

The following funds and account groups are used by the District.

Governmental Fund Type:

Debt Service Fund-

The Debt Service Fund is used to account for the accumulation of resources for, and the payment of, general long-term debt.

Enterprise Fund Type:

Enterprise Fund-

The Enterprise Fund is used to account for operations that are financed and operated in a manner similar to private business enterprises where the costs (expenses, including depreciation of providing water services to the general public on a continuing basis is financed through user charges.

ERKATHINE, CASHEA & CHELLORY, L.L.P.

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February 26, 1997

To Management and
The Board of Commissioners
West Allen Parish Water District

In planning and performing our audit of the general purpose financial statements of West Allen Parish Water District as of and for the year ended December 31, 1996, we considered the district's internal control structure to plan our auditing procedures for the purpose of expressing our opinion on the financial statements and not to provide assurance on the internal control structure.

However, during our audit, we noted certain matters involving the internal control structure and other operational matters that are presented for your consideration. We previously reported on the District's internal control structure in our report dated February 28, 1997. This letter does not affect our report dated February 28, 1997, on the financial statements of West Allen Parish Water District. We will review the status of these comments during our next audit engagement. Our comments and recommendations, all of which have been discussed with appropriate members of management, are intended to improve the internal control structure or result in other operating efficiencies. We will be pleased to discuss these comments in further detail at your convenience, to perform any additional study of these matters, or to assist you in implementing the recommendations. Our comments are summarized as follows:

Excess Funds in Bond Retained Cash Accounts:

Excess Funds as December 31, 1996 in the bond retained cash accounts are as follows:

	On Deposit as December 31, 1996	Required balance as December 31, 1996	Excess Funds
Banking account	\$ 42,807.87	\$ 21,887.80	\$ 20,920.07
Reserve account	28,728.83	22,280.80	6,448.03
Depreciation account	12,470.27	\$7,379.27	5,091.00

Excess Funds \$ 32,459.10

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

Board of Commissioners
West Allen Parish Water District
New Orleans, Louisiana

February 26, 1997

We have audited the general purpose financial statements of the West Allen Parish Water District, a component unit of the Allen Parish Board of Supervisors, as of and for the year ended December 31, 1996, and have issued our report thereon dated February 20, 1997.

We conducted our audit in accordance with generally accepted auditing standards and 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 general purpose financial statements are free of material misstatement.

Compliance with laws, regulations, contracts and grants applicable to the West Allen Parish Water District is the responsibility of management. As part of obtaining reasonable assurance about whether the general purpose financial statements are free of material misstatement, we performed tests of the DISTRICT's compliance with certain provisions of laws, regulations, contracts and grants. However, the objective of our audit of the general purpose 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 under Government Auditing Standards.

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

Angus Cannon & Gibblett

operation, and we assessed control risk in order to determine our auditing procedures for the purpose of expressing our opinion on the general purpose financial statements and not to provide an opinion on the internal control structure. Accordingly, we do not express such an opinion.

We noted a certain matter involving the internal control structure and its operation that we consider to be a reportable condition 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 the internal control structure that, in our judgment, could adversely affect the entity's ability to record, process, summarize and report financial data consistent with the assertions of management in the general purpose financial statements.

The reportable condition is that the District does not have adequate segregation of duties within the internal control structure. However, because of the District's size and resources, proper segregation of duties is not feasible.

A material weakness is a reportable condition in which the design or operation of one or more of the internal control structure elements does not reduce to a relatively low level the risk that errors or irregularities in amounts that would be material in relation to the general purpose financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions.

Our consideration of the internal control structure would not necessarily disclose all matters in the internal control structure that might be reportable conditions and, accordingly, would not necessarily disclose all reportable conditions that are also considered to be material weaknesses as defined above. However, we believe the reportable condition described above to not a material weakness.

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

Raymond C. Kelly, P. C.

GLASSERSON, CASHEA & GULLILOHY, L.L.P.
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INDEPENDENT AUDITORS' REPORT ON INTERNAL CONTROL
STRUCTURE BASED ON AN AUDIT OF GENERAL PURPOSE FINANCIAL
STATEMENTS PERFORMED IN ACCORDANCE WITH
GOVERNMENT AUDITING STANDARDS

Board of Commissioners
West Allen Parish Water District
Bossier, Louisiana

February 28, 2007

We have audited the general purpose financial statements of the West Allen Parish Water District, a component unit of the Allen Parish Police Jury, as set out for the year ended December 31, 2006, and have issued our report thereon dated February 28, 2007.

We have conducted our audit in accordance with generally accepted auditing standards and 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 general purpose financial statements are free of material misstatements.

The management of the West Allen Parish Water District is responsible for establishing and maintaining an 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 an 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 recorded in accordance with management's authorization and recorded properly to permit the preparation of general purpose 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 general purpose financial statements of the West Allen Parish Water District for the year ended December 31, 2006, 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 planned in

WEST ALLEN PARKER WATER DISTRICT

Statement of Revenues, Expenses and Changes in
Retained Earnings - Budget and Actual - Proprietary Fund Type

Year Ended December 31, 1992

	Budget	Actual	Variance Favorable (Unfavorable)
OPERATING REVENUES			
Charges for services	\$ 150,000	\$ 144,847	\$ 5,153
Miscellaneous revenues	<u>2,358</u>	<u>6,482</u>	<u>4,124</u>
TOTAL OPERATING REVENUES	152,358	151,329	1,029
OPERATING EXPENSES			
Advertising	400	897	(497)
Amortization	-	212	(212)
Bank charges	-	100	(100)
Depreciation	22,000	22,800	(800)
Dump	100	208	(108)
Insurance - general	22,400	9,357	1,043
Insurance - health	5,800	5,563	1,237
Miscellaneous	800	428	372
Office	1,900	2,124	(224)
Out dish	5,100	5,128	(28)
Postage	1,800	2,000	(200)
Professional fees	2,200	1,224	976
Repairs and maintenance	-	-	-
Retirement	2,300	2,300	0
Salaries	40,400	48,878	(8,478)
Supplies	10,800	12,000	(1,200)
Taxes	100	2,189	(2,089)
Training	200	2,000	(1,800)
Transportation	2,000	2,000	0
Utilities	<u>3,200</u>	<u>8,200</u>	<u>5,000</u>
TOTAL OPERATING EXPENSES	122,358	128,827	(6,469)
OPERATING INCOME	30,000	22,502	7,498
NON-OPERATING REVENUES (EXPENSES)			
Interest income	14,000	19,812	5,812
Interest expense	<u>(14,000)</u>	<u>(12,321)</u>	<u>1,679</u>
TOTAL NON-OPERATING EXPENSES	0	7,491	(7,491)
NET INCOME	30,000	20,011	9,989
RETAINED EARNINGS - BEGINNING	212,000	212,000	0
RETAINED EARNINGS - ENDING	\$ 242,000	\$ 232,011	\$ 9,989

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

CHERRY, CANNON & COMPANY, L.L.P.
CERTIFIED PUBLIC ACCOUNTANTS

WEST ALLEN PUBLIC WATER DISTRICT

NOTES TO FINANCIAL STATEMENTS - Continued

December 31, 1994

NOTE 2 - RISK MANAGEMENT

The District is exposed to various risks of loss related to torts, theft of, damage to and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The District maintains commercial insurance coverage covering each of these risks of loss. Management believes such coverage is sufficient to preclude any significant uninsured losses to the District. Settled claims have not exceeded this commercial coverage in any of the past three fiscal years.

WEST ALLEN PARKER WATER DISTRICT

Notes to Financial Statements - Continued

December 31, 1984

NOTE D - RETIREMENT COMMITMENTS

The District contributes to a pension plan through the National Rural Water Association for all employees. Total payroll for the District was \$48,878 and total payroll tax covered employees was \$18,883.

Covered employees are required to contribute 3.04% of their total compensation but may contribute up to 10.04% of their total compensation. The District is required to contribute 7.84% of total compensation. Total contributions made by the District and employees were \$1,322 and \$868, respectively.

Full time employee membership is mandatory as a condition of employment. Eligibility requirements consist of minimum age of 21, twelve months of service and 1,000 hours worked. Participants are immediately fully vested.

National Rural Water Association issues an annual publicly available financial report that includes financial statements and required supplementary information for the system. That report is available upon request.

NOTE E - PER DIEM

In accordance with Louisiana Revised Statute 33:2819, per diem is allowed not to exceed \$85 per meeting attended, up to twenty-four regular meetings and twelve special meetings.

On January 1, 1984, the allowance per diem was at \$48. On November 5, 1984, the Board approved an increase in per diem to \$59.

Per diem paid commissions for the year ended December 31, 1984 were as follows:

Hoffman, Billie M.	\$	710
Keevan, Martha		790
Killam, Carl		840
LeVelle, Jimmy		750
Shirley, Opalyn		790
Thippin, Carl		790
Thomblay, Kitty		728
	\$	<u>5,128</u>

Continued

WEST ALLEN PARISH WATER DISTRICT

Notes to Financial Statements - Continued

December 31, 1994

NOTE E - COMPONENTS OF RESTRICTED ASSETS

Enterprise Fund:

	Revenue Bond Sinking	Revenue Bond Reserve	Revenue Bond Contingency	Customer Deposits	TOTALS
Cash and Interest receivable	\$ 82,380	\$ 36,124	\$ 12,178	\$ 7,843	\$ 138,525

Certain proceeds of enterprise fund revenue bonds, as well as certain resources set aside for their repayment, are classified as restricted assets on the balance sheet because their use is limited by applicable bond covenants. The "bond sinking" account is used to segregate resources accumulated for debt service payments over the term of the bonds. The "bond reserve" account is used to report resources set aside to make up potential future deficiencies in the revenue bond current debt service account. The "bond contingency" account is used to report resources set aside to meet unexpected contingencies or to fund asset renewals and replacements.

The amount of retained earnings reserved for revenue bond retirement is detailed as follows:

RESTRICTED ASSETS: revenue bond sinking, reserve and contingency funds	\$ 51,870
Less:	
Current maturities of revenue bonds, payable from restricted assets	38,880
Accrued interest, payable from restricted assets	21,882
Retained earnings reserved	\$ 51,118

NOTE F - CONTRIBUTED CAPITAL

During the year, contributed capital changed by the following amount:

CONTRIBUTION FROM CUSTOMERS	\$ 3,000
CONTRIBUTED CAPITAL, BEGINNING	442,448
CONTRIBUTED CAPITAL, ENDING	\$ 445,448

Continued

WEST ALLEN PARKING WATER DISTRICT

Notes to Financial Statements - Continued

December 31, 1996

NOTE B - CASH DEPOSITS - CONTINUED

These deposits are stated at cost, which approximates market. Under state law, these deposits (or the remaining bank balances) must be secured by federal deposit insurance or the pledge of securities owned by the fiscal agent bank. The market value of the pledged securities plus the federal deposit insurance must at all times equal the amount on deposit with the fiscal agent. These securities are held in the name of the pledging fiscal agent bank in a holding or custodial bank that is mutually acceptable to both parties. At December 31, 1996, the District has \$481,873 in deposits (included bank balances). These deposits are assured from risk by \$137,436 of federal deposit insurance and \$344,438 of pledged securities held by the custodial bank in the name of the fiscal agent bank under category B.

Even though the pledged securities are considered uncollateralized (Category B) under the provisions of Rule Statement No. 3, Louisiana Revised Statute 9:1175 imposes a statutory requirement on the custodial bank to advertise and sell the pledged securities within 30 days of being notified by the creditor that the fiscal agent has failed to pay deposited funds upon demand.

NOTE C - FIXED ASSETS

A summary of changes in proprietary fund fixed assets for the year ended December 31, 1996 is as follows:

	Fixed Assets		
	Beginning of Year	Net Additions	End of Year
Distribution system	\$ 1,387,812	\$ -	\$ 1,387,812
Office and shop building	14,840	-	14,840
Equipment	48,883	2,428	51,311
Land	55,222	-	55,222
	1,506,757	\$ 2,428	1,509,185
Less accumulated depreciation	478,268	-	514,736
TOTALS	\$ 1,028,489		\$ 994,449

Depreciation expense was \$25,551 for the year ended December 31, 1996.

Continued

WEST ALLEN PARKER WATER DISTRICT

Notes to Financial Statements - Continued

December 31, 1994

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - CONTINUED

B. Statement of Cash Flow

For purpose of the statement of cash flows, the district considers all highly liquid debt instruments purchased with a maturity of three months or less when purchased to be cash equivalents. The statement reflects ending cash and cash equivalents of \$394,494 which represents unrestricted and restricted amounts of \$128,827 and \$265,667, respectively.

C. Budgets

An enterprise fund budget is adopted on a basis consistent with generally accepted accounting principles. All annual appropriations lapse at fiscal year end.

On or before the last meeting of each year, the budget is prepared by function and activity, and includes information on the past year, current year estimates and requested appropriations for the next fiscal year.

The proposed budget is presented to the government's Board of Commissioners for review. The board holds a public hearing and may add to, subtract from or change appropriations, but may not change the form of the budget. The budget was amended once for the year ended December 31, 1994.

Expenditures may not legally exceed budgeted appropriations at the activity level.

D. Fund Equity

Contributed Capital-

Customer revenues received that are restricted for the acquisition or construction of capital assets are recorded as contributed capital. Contributed capital is not amortized.

Reserves-

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

Continued

WEST ALLEN PARKS WATER DISTRICT

Notes to Financial Statements - Continued

December 31, 1994

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - CONTINUED

7. Compensated Absences

The District has the following policy relating to vacation and sick leave:

- Vacation - One week after 1 year of service,
 - Two weeks after 2 years of service,
 - Three weeks after 10 years of service,
 - Four weeks after 20 years of service,
 - Maximum of one week may be carried over to the next year.
- Sick Leave - 10 days per year,
- Maximum of 10 days may be carried over to the next year.

The District's recognition and measurement criteria for compensated absences follows:

GAAP Statement No. 14 provides that vacation leave and other compensated absences with similar characteristics should be accrued as a liability as the benefits are earned by the employees if both of the following conditions are met:

- a. The employees' rights to receive compensation are attributable to services already rendered.
- b. It is probable that the employer will compensate the employees for the benefits through paid time off or some other means, such as cash payments at termination or retirement.

GAAP Statement No. 14 also provides that a liability for sick leave should be accrued using one of the following termination approaches:

- a. An accrual for earned sick leave should be made only to the extent it is probable that the benefits will result in termination payments, rather than be taken as absences due to illness or other contingencies, such as medical appointments and funerals.
- b. Alternatively, a governmental entity should estimate its accrued sick leave liability based on the sick leave accumulated at the balance sheet date by those employees who currently are eligible to receive termination payments as well as other employees who are expected to become eligible in the future to receive such payments.

As December 31, 1994, the District did not have an accrual for compensated absences.

CLARKSON, CARRON & CARROLL, L.L.P.
CERTIFIED PUBLIC ACCOUNTANTS

Continued

These excess funds may be transferred to the operating account and utilized for any District purpose.

In addition, the depreciation account is the only one of the three that require interest earnings to remain within the account. Interest earnings on the other accounts may be transferred into the operating account to be utilized for any District purpose.

TRAVEL CARD

Travel Card reimbursement checks should be made payable to Glenda Pelletier, an assistant of the funds, and not payable to cash. This will prevent a check from being cashed by an unauthorized individual.

Holiday Pay for Hourly Employees

The Board should clarify holiday pay for hourly employees. We noted where an hourly employee was paid for five hours on a holiday. The normal daily hours worked for this employee is four hours plus one hour for daily trip to the bank.

We recommend classification of four or five hours pay for holidays.

Travel Documentation

Upon the implementation of a district credit card and with increased visiting and travel, we emphasize the required documentation of dates, attendees and business purpose on all travel and meal invoices. This documentation should be required on all tickets whether paid by credit card or directly reimbursed by the District.

Accrued Sick Leave

Currently, the District's policy is that accrued sick leave may be accumulated up to a maximum of thirty days. The Board should consider adopting a policy that accumulated sick leave will not be paid to an employee upon termination, resignation, retirement or any other employment termination.

This report is intended solely for the information and use of the Board of Directors, management and others within the organization.

Angela Canty ? Gentry

NEWY ALLEN FINANCIAL STATEMENT DISTRICT

Notes to Financial Statements - continued

December 31, 1980

NOTE 3 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - continued

3. Basis of Accounting

The accounting and financial reporting treatment applied to a fund is determined by its measurement focus. All governmental funds are accounted for using a current financial resources measurement focus. With this measurement focus, only current assets and current liabilities generally are included on the balance sheet. Operating statements of these funds present increases (i.e., revenues and other financing assets) and decreases (i.e., expenditures and other financing uses) in net current assets.

All proprietary funds are accounted for on a flow of economic resources measurement focus and a determination of net income and capital maintenance. With this measurement focus, all assets and all liabilities associated with the operation of these funds are included on the balance sheet. Fund equity (i.e., net total assets) is segregated into contributed capital and retained earnings components. Proprietary fund-type operating statements present increases (e.g., revenues) and decreases (e.g., expenses) in net total assets.

The modified accrual basis of accounting is used by all governmental fund types. Under the modified accrual basis of accounting, revenues are recognized when susceptible to accrual (i.e., when they become both 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. A one-year availability period is used for revenue recognition for all governmental fund revenues. Expenditures are recorded when the related fund liability is incurred. Principal and interest on general long-term debt are recorded as fund liabilities when due or when amounts have been accumulated in the debt service fund for payments to be made early in the following year.

Those revenues susceptible to accrual are interest and charges for services.

The accrual basis of accounting is utilized by proprietary fund types. Under this method, revenues are recorded when earned and expenses are recorded as the time liabilities are incurred.

Continued

WEST ALLEN TOWN WATER DISTRICT
 NOTES TO FINANCIAL STATEMENTS - CONTINUED

December 31, 1988

NOTE D - 1988-1998 Debt

A. Debt Outstanding

The following is a summary of bond transactions of the District for the year ended December 31, 1988:

	General Obligation	Revenue	Total
Bonds payable, Beginning	\$ 200,000	\$ 448,000	\$ 648,000
Bonds received	230,000	—0,000	230,000
Bonds payable, Ending	\$ 430,000	\$ 448,000	\$ 878,000

Bonds payable at December 31, 1988 are comprised of the following individual issues:

Revenue Bond	
\$138,000 Utility Revenue Bonds dated 3/3/86; due in annual installments of \$6,000 - \$28,000 through March 7, 2008; Interest at 8.25%	\$ 448,000

B. Debt Service Requirements

The annual requirements for the next five years to amortize all debts outstanding as of December 31, 1988, including interest payments are as follows:

Year Ending December 31,	Requirements
1989	\$ 21,880
1990	21,880
1991	21,880
2000	21,500
2001	21,750

On March 6, 1990, the general obligation bond was extinguished in full. Cash funds of \$48,975 at December 31, 1988 remain on deposit after pay-off. These funds will be refunded to the taxpayers of the District during 1989.

Continued

WEST ALLEN PARISH WATER DISTRICT

NOTE TO FINANCIAL STATEMENTS

December 31, 1986

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The West Allen Parish Water District was created by the Allen Parish Police Jury under the provisions of Louisiana Revised Statute 18:1811 for the purpose of providing water to the rural area of West Allen Parish. The District is governed by a board of commissioners composed of seven members, five appointed by the Allen Parish Police Jury and two appointed by the Village of Iberville, LA.

The financial statements of the West Allen Parish Water 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 accepted standard-setting body for establishing governmental accounting and financial reporting principles. The more significant of the government's accounting policies are described below.

1. Reporting Entity

As the governing authority of the parish, for reporting purposes, the Allen Parish Police Jury is the financial reporting entity for West Allen Parish Water District. The financial reporting entity consists of (a) the primary government (Police Jury), (b) organizations for which the primary government is financially accountable, and (c) other organizations for which nature and significance of their relationship with the primary government are such that exclusion would cause the reporting entity's financial statements to be misleading or incomplete.

Governmental Accounting Standards Board Statement No. 14 established criteria for determining which component units should be considered part of the Allen Parish Police Jury for financial reporting purposes. The basic criterion for including a potential component unit within the reporting entity is financial accountability. The GASB has set forth criteria to be considered in determining financial accountability. This criterion includes:

1. Appointing a voting majority of an organization's governing body, and
 - a. The ability of the police jury to impose its will on that organization and/or
 - b. The potential for the organization to provide specific financial benefits to or impose specific financial burdens on the police jury.

WEST ALLEN TOWNSHIP WATER DISTRICT

Statement of Cash Flow - Proprietary Fund Type

Year Ended December 31, 1996

	<u>1996</u>	<u>1995</u>
CASH FLOW FROM OPERATING ACTIVITIES		
Operating income	\$ 12,142	\$ 12,888
Adjustments to reconcile operating income to net cash provided by operating activities		
Amortization	313	313
Depreciation	28,883	28,812
(Increase) decrease in accounts receivable	(1,524)	(513)
Interest receivable	359	(1,824)
Increase (decrease) in accounts payable	(2,622)	2,892
Bank deposits	2,088	2,310
Accrued interest payable	<u>(343)</u>	<u>(326)</u>
NET CASH FROM OPERATING ACTIVITIES	<u>42,326</u>	<u>51,552</u>
CASH FLOW FROM CAPITAL AND RELATED FINANCING ACTIVITIES		
Contributions from customers	3,490	3,478
Purchase of fixed assets	(5,899)	(5,454)
Principal paid on revenue bonds	(9,890)	(9,998)
Interest paid on revenue bonds	<u>(21,321)</u>	<u>(22,382)</u>
NET CASH FROM CAPITAL AND RELATED FINANCING ACTIVITIES	<u>(23,520)</u>	<u>(24,356)</u>
CASH FLOW FROM INVESTING ACTIVITIES		
Purchase of cash investments	(43,448)	(48,220)
Release of investments	<u>18,813</u>	<u>17,483</u>
NET CASH FROM INVESTING ACTIVITIES	<u>(24,635)</u>	<u>(30,737)</u>
NET INCREASE IN CASH AND CASH EQUIVALENTS	(5,829)	(3,541)
CASH AND CASH EQUIVALENTS AT BEGINNING OF YEAR	236,356	248,897
CASH AND CASH EQUIVALENTS AT END OF YEAR	\$ 180,527	\$ 245,356
SUPPLEMENTAL DISCLOSURES:		
Cash paid for interest	\$ 22,222	
RECONCILIATION OF CASH AND CASH EQUIVALENTS TO TOTAL CASH		
Cash and cash equivalents	\$ 184,404	
Non-cash equivalents	<u>32,820</u>	
Total Cash	\$ 217,224	

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

GRADSON COMPANY & ASSOCIATES, L.L.C.
CERTIFIED PUBLIC ACCOUNTANTS

WEST ALLEN BARDON WATER DISTRICT

Statement of Revenues, Expenses and Changes
in Retained Earnings - Proprietary Fund Type

Year Ended December 31, 1996

	<u>1996</u>	<u>1995</u>
OPERATING REVENUES		
Charges for services	\$ 144,507	\$ 134,780
Miscellaneous revenue	<u>8,800</u>	<u>8,184</u>
TOTAL OPERATING REVENUES	153,307	142,964
OPERATING EXPENSES		
Advertising	897	345
Recruitment	310	513
Bank charges	182	89
Contract labor	-	78
Depreciation	25,553	25,854
Deed	225	150
Insurance - general	8,337	8,889
Insurance - health	8,463	8,127
Miscellaneous	628	378
Office	3,104	2,480
Per diem	3,500	4,480
Postage	1,801	2,718
Professional fees	7,318	2,000
Retirement	1,320	3,490
Salaries	48,878	38,818
Supplies	15,828	13,380
Taxes and licenses	2,150	804
Training	3,913	504
Transportation	3,913	3,884
Utilities	<u>4,818</u>	<u>7,891</u>
TOTAL OPERATING EXPENSES	158,801	133,382
OPERATING INCOME	54,506	9,582
NON-OPERATING REVENUES (EXPENSES)		
Interest income	28,823	17,899
Interest expense	<u>(22,821)</u>	<u>(22,380)</u>
TOTAL NON-OPERATING REVENUE	6,002	(4,481)
NET INCOME	60,508	5,101
RETAINED EARNINGS - BEGINNING	621,085	616,328
RETAINED EARNINGS - ENDING	\$ 681,593	\$ 621,429

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

Cassidy, Connor & Edwards, LLP
CERTIFIED PUBLIC ACCOUNTANTS

MET ALLEN WATER BOARD

Statement of Revenues, Expenditures and Changes
in Fund Balance - Governmental Fund Type

Year Ended December 31, 1990

	<u>1990</u>	<u>1989</u>
REVENUES		
Interest earned	\$ 4,328	\$ 18,880
EXPENDITURES		
Gas refund to supplier	48,975	-
Water service	230,880	9,800
Principal retirement	11,100	12,700
Interest	287,628	18,700
TOTAL EXPENDITURES	<u>578,583</u>	<u>41,200</u>
Deficiency of revenues over expenditures	(574,255)	(22,320)
FUND BALANCE - BEGINNING	283,185	305,505
FUND BALANCE - ENDING	\$ <u>283,185</u>	\$ <u>283,185</u>

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

Totals

2000 199919991999

\$	3,000	\$	4,500
	40,070		-
	20,000		3,000
	17,000		10,000
	7,100		8,100
	-		200,000
	<u>400,000</u>		<u>400,000</u>
	<u>540,170</u>		<u>700,600</u>
	400,400		600,400
	40,000		30,000
	800,000		800,400
	-		200,000
	<u>0</u>		<u>50,000</u>
	<u>8,000,000</u>		<u>7,000,000</u>
\$	<u>1,000,000</u>	\$	<u>2,000,000</u>

WEST ALLEN FARMER WATER DISTRICT

Combined Balance Sheet - All Fund Types and Account Group (Continued)

DECEMBER 31, 1998

	Governmental		Proprietary
	<u>Fund Type</u>		<u>Fund Type</u>
	<u>Debt</u>		<u>Enterprise</u>
	<u>Service</u>		<u>Activities</u>
LIABILITIES AND FUND EQUITY			
LIABILITIES			
Accounts payable	\$ -		2,088
Due to taxpayers	40,870		-
Payable from restricted assets			
Revenue bonds	-		18,000
Accrued interest	-		17,888
Customer deposits	-		7,188
General obligation bonds payable	-		-
Revenue bonds payable	-		827,808
TOTAL LIABILITIES	<u>40,870</u>		<u>852,984</u>
FUND EQUITY			
Contributed capital	-		848,448
Retained earnings			
Reserve for debt service	-		40,870
Unreserved - undesignated	-		848,578
Fund balance			
Reserve for debt service	-		-
Unreserved - undesignated	-		-
TOTAL FUND EQUITY	<u>-</u>		<u>1,822,896</u>
TOTAL LIABILITIES AND FUND EQUITY	\$ 40,870		\$ 1,822,896

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

Details

Memorandum Order			
1955		1956	
4	380,717	0	148,000
	-		450,400
	12,748		11,210
	3,833		4,870
	3,330		3,330
	40,800		40,000
	00		-
	10,700		10,400
	00		-
	10,370		10,200
	0		-
	7,800		7,070
	1,071,000		2,100,330
	7,000		8,330
	-		200,000
0	<u>2,000,000</u>	0	<u>2,000,000</u>

Over Issued

WEST ALLEN PARKER WATER DISTRICT

Combined Balance Sheet - All Fund Types and Account Group

December 31, 1994

	Governmental		Proprietary
	Fund Type	Fund Type	
	2004	2004	2004
	Service	Service	Enterprise
ASSETS			
Cash			
Investments	\$ 41,976		\$ 344,742
Receivables	-		-
Accounts			
Interest	-		22,748
Prepaid Insurance	-		1,000
Restricted assets	-		1,334
Bond sinking fund			
Cash			
Interest receivable	-		42,444
Bond reserve fund	-		80
Cash			
Interest receivable	-		54,703
Bond contingency fund	-		73
Cash			
Interest receivable	-		12,176
Customer deposits	-		4
Cash	-		-
Fixed assets (net)	-		1,343
Good will (net)	-		1,972,388
Amount available in debt service fund	-		1,800
	<u> </u>	<u> </u>	<u> </u>
TOTAL ASSETS	\$ 42,976		\$ 3,368,633

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

Our audit was conducted for the purpose of forming an opinion on the general purpose financial statements taken as a whole. The Statement of Revenues, Expenses and Changes in Retained Earnings-Budget and Actual is presented for purposes of additional analysis and is not a required part of the general purpose financial statements of the West Allen Parish Water District. Such information has been subjected to the auditing procedures applied in the audit of the general purpose financial statements and, in our opinion, is fairly presented in all material respects in relation to the general purpose financial statements taken as a whole.

In accordance with Government Auditing Standards, we have also issued a report dated February 26, 1997 on our consideration of West Allen Parish Water District's internal control structure and a report dated February 26, 1997 on its compliance with laws and regulations.

Angela C. C. C. C. C.

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WEST ALLEN PRATER WARDEN DISTRICT
Bossier, Louisiana
ANNUAL FINANCIAL REPORT AND INDEPENDENT AUDITORS' REPORTS
For the Year ended December 31, 1986

Under provisions of state law, this report is a public document. A copy of the report has been submitted to the auditor, or reviewed, 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 APR 21 1987

WEST ALLEN TOWNSHIP WATER DISTRICT

Notes to Financial Statements - Continued

December 31, 1990

NOTE 6 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - CONTINUED

4. Cash and Cash Equivalents

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

Under state law, the District may invest in United States bonds, treasury notes, or certificates. These are classified as investments if their original maturities exceed 90 days; however, if the original maturities are 90 days or less, they are classified as cash equivalents.

5. Accounts Receivable

Uncollectible amounts due for accounts receivable are recognized as bad debts using the direct write-off method. Uncollectible amounts are recognized as bad debts at the time information becomes available which would indicate that the particular receivable is not collectible. This method does not result in a charge to bad debts that is materially different from the amount that would be charged if the reserve method were used.

6. Fixed Assets

All fixed assets are valued at historical cost. The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend useful lives are not capitalized. Improvements are capitalized and depreciated over the remaining useful lives of the related fixed assets, as applicable.

Depreciation of each class of depreciable property is computed using the straight-line method. Estimated useful lives are as follows:

Distribution system	50 years
Office and shop building	10 years
Equipment	3-7 years

Continued

WEST ALABAMA PARKING WATER DISTRICT

NOTES TO FINANCIAL STATEMENTS - Continued

December 31, 1998

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - CONTINUED

15. Bond Issue Cost

Bond issue costs for the proprietary fund type are deferred and is being amortized over the term of the bonds using the straight-line method, which approximates the effective interest method. Amortization expense is \$313 for the year ended December 31, 1998.

16. Total columns on statements

Total columns on the general purpose financial statements are captioned "memorandum only" to indicate that they are presented only to facilitate financial analysis. Data in these columns do not present financial position, results of operations or cash flows in conformity with generally accepted accounting principles. Neither are such data comparable to a consolidation. Interfund eliminations have not been made in the aggregation of this data.

17. Comparative Data

Comparative totals for the prior year have been presented in the accompanying financial statements in order to provide an understanding of changes in the government's financial position and operations.

NOTE B - CASH DEPOSITS

At December 31, 1998, the District has cash balances (book balances) totaling \$48,928 as follows:

Demand deposits	\$ 38,812
Interest-bearing demand deposits	87,508
Time deposits	<u>225,608</u>
Total	\$ 451,928

DATA USED