

CARLSON PARISH WATERWORKS DISTRICT NO. 2  
SUPPLEMENTARY INFORMATION

FOR the year ended December 31, 1998

Schedule 1-COMPENSATION OF BOARD MEMBERS

The schedule of per diem paid to board members was prepared in compliance with House Concurrent Resolution No. 54 of the 1999 session of the Legislature.

As provided by Louisiana Revised Statute 33:6884, the board members received \$60 per diem for attendance at meetings of the board in 1998.

	Number Attended	Amount
Allen Schneider	9	\$ 540
Donald Brownard	14	840
Gerald Labaree	11	660
Richard Erickson	23	1380
Terrell Bates	13	780
Totals	60	\$3,600

Schedule 2-UNRECOVERED COSTS

During the year ended December 31, 1998, I noted no questioned costs arising from my audit.

Schedule 3-EXIT CONFERENCE

An exit conference was held on June 24, 1997, to discuss the proposed audit report with the following people in attendance:

W. Michael Elliott, CPA  
Marilyn Labaree - Chief Accountant - Water District No. 2

SUPPLEMENTARY INFORMATION

CAMERON PARISH WATERWORKS DISTRICT NO. 2

Notes to the Financial Statements (Continued)

NOTE 6--PENSION PLAN

Substantially all employees of the district are members of the Parochial Employees Retirement System. Aggregate pension cost totaled approximately \$ 11,429 for 1998. The District does not guarantee any of the benefits granted by the retirement system.

NOTE 7--LITIGATION

The District was not involved in any litigation nor did it have asserted claims lodged against it.

CAMDEN PARISH WATERWORKS DISTRICT NO. 2

Notes to the Financial Statements (Continued)

NOTE 4--CHANGES IN FIXED ASSETS (CONTINUED)

The following is a summary of changes in fixed assets as of December 31, 1996:

	Land	Buildings	Plant	Improvements other than buildings	Furniture, fixtures, & equipment	Total
Balance 12/31/95	\$1,000	\$ 93,240	\$484,939	\$458,692	\$114,530	\$1,149,371
Additions	---	35,321	---	8,609	1,385	45,315
Deletions	---	---	---	---	---	---
Balance 12/31/96	1,000	127,561	484,939	467,301	115,915	1,280,746
Less:						
Accumulated depreciation	---	(93,528)	(260,561)	(241,931)	(184,265)	(780,285)
Net fixed assets 12/31/96	\$1,000	\$ 34,033	\$224,378	\$225,370	\$ 31,650	\$ 516,431

The following estimated useful lives are used to compute depreciation:

Buildings	45 years
Improvements other than buildings	45 years
Furniture, fixtures, and equipment	3-10 years

NOTE 5--CONTRIBUTED CAPITAL

Changes during 1996 in the contributed capital account (shown net) are as follows:

Balance 12/31/95	\$ 267,438
Depreciation of assets acquired by contributed capital	(40,291)
Balance 12/31/96	\$ 227,147

CAMEROON PARISH WATERWORKS DISTRICT NO. 2

Notes to the Financial Statements (Continued)

NOTE 1--SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES  
(CONTINUED)

F. VACATION AND SICK LEAVE

The Cameroon Parish Waterworks District No. 2 has the following policy related to vacation and sick leave:

Employees of the district accrue from 5 to 20 days annual leave each year depending on length of service. Upon resignation or retirement, unused annual leave is forfeited. In addition, employees of the district accrue from 12 to 18 days of sick leave each year depending on length of service. Upon resignation or retirement, unused sick leave is forfeited.

NOTE 2--CASH AND CASH EQUIVALENTS COLLATERAL

At December 31, 1996, the carrying amount of the District's cash and investments was \$ 621,498 and the bank balance was \$ 428,879. Of the bank balance, \$ 309,000 was covered by federal depository insurance, and \$ 428,678 was covered by collateral held in the District's name by the pledging banks' telecopying agents.

NOTE 3--RECEIVABLES

Receivables at December 31, 1996 consist of the following:

all values shown	\$ 86,885
accounts	21,948
State revenue sharing	1,128
accrued interest	___ 1,225
Net total	
receivables	\$121,286

NOTE 4--CHANGES IN FIXED ASSETS

Fixed assets are recorded at cost or estimated cost less accumulated depreciation. Depreciation is calculated by the straight-line method over the estimated useful life of the various classes of assets.

CAMEROON PARISH WATERWORKS DISTRICT NO. 2

Notes to the Financial Statements (Continued)

NOTE 1--SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES  
(CONTINUED)

**B. BASIS OF ACCOUNTING**

Basis of accounting refers to when revenues and expenditures or expenses are reported in the financial statements. Basis of accounting relates to the timing of the measurements made, regardless of the measurement focus applied.

**C. BUDGETARY PRACTICE**

The Cameroon Parish Waterworks District No. 2 utilizes the following budgetary practices:

Annually the District adopts a budget for the Enterprise Fund as a management device for control of revenues and expenses. The budget is amended at various times during the year as the need arises. A comparison of revenues and expenses is not included with the accompanying statements.

**D. CASH AND CASH EQUIVALENTS**

Cash includes amounts in petty cash, demand deposits, interest earning demand deposits, and money market accounts. Cash equivalents include amounts in time deposits, with maturities of one year or less. Under state law, the District may deposit funds in demand deposits, interest bearing demand deposits, money market accounts, and time deposits with state banks organized under Louisiana law and national banks having their principal offices in Louisiana, or United States banks, treasury bills and notes, or certificates.

**E. FIXED ASSETS**

The fixed assets of the waterworks district are recorded for on the balance sheet of the Enterprise Fund. The fixed assets of the District are shown on the balance sheet at recorded or historical cost. Depreciation is computed by the straight line method based on the estimated useful life of the individual assets.

CAMERON PARISH WATERWORKS DISTRICT NO. 2

Notes to the Financial Statements

December 31, 1966

NOTE 1--SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The Cameron Parish Police Jury is a political subdivision of the State of Louisiana. Cameron Parish Police Jury is the reporting entity for Cameron Parish as defined by NCA Statement 3, (Defining the Governmental Reporting Entity).

In April of 1964, the Financial Accounting Foundation established the Governmental Accounting Standards Board (GASB) to promulgate generally accepted accounting principles and reporting standards with respect to activities and transactions of state and local governments. In November of 1964, the GASB issued a codification of governmental accounting and financial reporting standards. This codification is recognized as generally accepted accounting principles for state and local governments.

Cameron Parish Waterworks District No. 2 "District" is a component unit of Cameron Parish Police Jury as defined by GASB modification Section 2100. The District was created by the Cameron Parish Police Jury as authorized by Louisiana Revised Statutes 33:2011-21. The District is governed by a Board of five commissioners appointed by the Cameron Parish Police Jury, who are responsible for providing water service within the boundaries of the district.

A. FUND ACCOUNTING

Cameron Parish Waterworks District No. 2 is organized and operated on a fund basis on a Proprietary Fund type-Enterprise Fund. In an enterprise fund the accrual basis of accounting is utilized and revenues are recognized when earned and expenses are recognized when incurred. Enterprise Funds are used to account for operations that are financed and operated in a manner similar to private business enterprises where the intent of the governing body is that the costs (expenses, including depreciation) of providing goods or services to the general public on a continuing basis be financed or recovered primarily through user charges and ad valorem taxes.

## CAMERON PARISH WATERWORKS DISTRICT NO. 2

## Statement of Cash Flows

For the year ended December 31, 1996

## Operating activities

Net income	\$ 27,818
Adjustments to reconcile net income to net cash provided by operating activities:	
Depreciation	40,256
Changes in operating assets and liabilities:	
(Increase) decrease in receivables	(29,515)
(Increase) decrease in prepaid insurance	1,824
Increase (decrease) in accounts payable	1157
Increase (decrease) in deferred revenues	513
Increase (decrease) in retirement deductions payable	501
Increase (decrease) in sales tax payable	183
Increase (decrease) in motor deposits	3,962
Net cash provided by operating activities	43,142

## Investing activities

Purchase of equipment	(182,323)
Net cash used by investing activities	(182,323)

## Financing activities

Increase (decrease) in cash	819
Cash and cash equivalents, January 1, 1996	100,474
Cash and cash equivalents, December 31, 1996	\$ 101,293

The accompanying notes are an integral part of this statement.



EXHIBIT C

CANNON PAKING WATERWORKS NO. 2  
STATEMENTS OF REVENUES, EXPENSES AND UNOBTAINED EARNINGS  
(BUDGETARY BASIS) AND ACTUAL  
For the Year Ended December 31, 1964

	Budget	ACTUAL	Variance Favorable (Unfavorable)
Operating revenues:			
Water sales	\$ 221,240	\$221,438	\$ 19,807
Installation	1,128	1,930	802
Total revenues	222,368	223,368	999
Operating expenses:			
Salaries and related			
Benefits	147,435	154,632	7,197
Per diem of board members	2,800	1,800	(1,000)
Operation of plant	114,210	114,478	268
Depreciation	82,800	82,288	(512)
Total operating expenses	327,245	328,806	1,561
Operating income (loss)	(104,877)	(105,438)	(561)
Nonoperating revenues/ expenses:			
Ad valorem tax	59,080	63,381	4,301
Interest income	10,310	11,942	1,632
Merchandise	14,000	16,280	2,280
State revenue sharing	8,740	10,222	1,482
Miscellaneous income	2,828	2,822	(6)
Total nonoperating revenues:	97,958	104,648	6,690
Net income (loss):	(705)	21,810	22,515
Add depreciation	22,302	22,302	---
Increase (decrease) in retained earnings	19,487	44,114	24,627
Net. Earnings Jan. 1	925,130	925,130	---
Net. Earnings Dec. 31	\$,944,617	\$,969,244	\$ 24,627

The accompanying notes are an integral part of this statement.

CAMDEN PARK WATERWORKS DISTRICT NO. 2

Exhibit B

Statement of Revenues, Expenses and  
Changes in Retained Earnings

For the year ended December 31, 1996

Operating revenues:	
Charges for sales and services	\$ 283,454
Water sales	1,000
Installation service	---
Total operating revenues	284,454
Operating expenses:	
Salaries and related benefits	168,800
Per diem of board members	3,800
Operation of plant	119,476
Depreciation	89,246
Total operating expenses	381,322
Operating income (loss)	(96,868)
Nonoperating revenues (expenses):	
ad valorem tax	80,701
Interest income	31,342
Netting fee	16,300
State revenue sharing	18,200
Miscellaneous income	3,477
Total nonoperating revenues (expenses)	149,920
Net income	29,852
Add depreciation on assets acquired through contributed capital (Note 5)	28,200
Increase in retained earnings	48,052
Retained earnings, January 1, 1996	335,718
Retained earnings, December 31, 1996	\$ 383,770

The accompanying notes are an integral part of this statement.

## Exhibit A

LIABILITIES AND EQUITY

Current liabilities:	
Accounts payable	\$ 4,868
Deferred revenue	3,403
Sales taxes payable	394
Retirement deductions payable (Note 5)	1,001
Total current liabilities	9,666
Current liabilities payable from restricted assets:	
Customer deposits	6,889
Total current liabilities payable from restricted assets	6,889
Total liabilities	16,555
Equity:	
Distributed capital (Note 5)	257,028
Retained earnings:	
Reserved for general construction transferred	360,328
	823,283
Total retained earnings	563,349
Total equity	1,230,377
Total liabilities and equity	\$1,246,932

CALHOUN PARISH WATERWORKS DISTRICT NO. 2

BALANCE SHEET

December 31, 1966

ASSETS

Current assets:	
Cash and cash equivalents (Note 2)	\$ 250,988
Receivables (net, where applicable, of allowances for uncollectibles) (Note 3):	
Ad valorem taxes	96,495
Accounts	20,968
State revenue sharing	5,175
Accrued interest	3,794
Prepaid insurance	3,288
Total current assets	370,698
Restricted assets:	
Cash -- Motor deposit fund (Note 2)	7,826
Cash -- Construction fund (Note 2)	269,399
Total restricted assets	277,225
Fixed assets (Note 4)	
Land	1,000
Buildings	327,887
Fleet	426,389
Improvements other than buildings	464,399
Furniture, fixtures, and equipment	115,925
Less: accumulated depreciation	(228,005)
Fixed assets (net of accumulated depreciation)	503,595
Total assets	\$1,221,523

COMPONENT UNIT FINANCIAL STATEMENTS  
(COMBINED STATEMENTS - CONTINUED)

**ELLIOTT & ASSOCIATES, INC.**

*A Professional Accounting Corporation*

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SW 100-1797

W. Robert P. King, CPA

Board of Commissioners  
Cameron Parish Waterworks District No. 2  
Hackberry, Louisiana

I have audited the general purpose financial statements of Cameron Parish Waterworks District No. 2, as of and for the year ended December 31, 1986, and have issued my report thereon dated June 20, 1987.

I conducted my audit in accordance with generally accepted auditing standards and government auditing standards, issued by the Comptroller General of the United States. These standards require that I 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 Cameron Parish Waterworks District No. 2 is the responsibility of Cameron Parish Waterworks District No. 2's management. As part of obtaining reasonable assurance about whether the financial statements are free of material misstatement, I performed tests of Cameron Parish Waterworks District No. 2's compliance with certain provisions of laws, regulations, contracts, and grants. However, my objective was not to provide an opinion on overall compliance with such provisions.

The results of my tests indicate that, with respect to the items tested, Cameron Parish Waterworks District No. 2 complied, in all material respects, with the provisions referred to in the preceding paragraph. With respect to items not tested, nothing came to my attention that caused me to believe that Cameron Parish Waterworks District No. 2 had not complied, in all material respects, with these provisions.

This report is intended for the information of the Cameron Parish Waterworks District No. 2's management and the Legislative Body of the State of Louisiana. This restriction is not intended to limit the distribution of this report, which is a matter of public record.

*Elliott & Assoc. "APAC"*  
Louisville, Louisiana  
June 20, 1987

For the purpose of this report, I have classified the significant internal control structure policies and procedures in the following categories:

Cash receipts	Payroll
Purchasing/receiving	Property and equipment
Accounts payable	General Ledger
Cash disbursements	

For all of the internal control structure categories listed above, I obtained an understanding of the design of relevant policies and procedures and whether they have been placed in operation, and I assessed control risk.

My 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 account that would be material in relation to the general purpose financial statements being audited may occur and not be detected within a time period by employees in the normal course of performing their assigned functions. I noted no matters involving the internal control structure and its operation that I consider to be material weaknesses or defined above.

This report is intended for the information of the Cameron Parish Waterworks District No. 3's management and the Legislative Auditor of the State of Louisiana. This restriction is not intended to limit the distribution of this report, which is a matter of public record.

*Elliott Assoc. "AAE"*

Louisville, Louisiana  
June 20, 1987

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W. Michael Bluff, CPA

Board of Commissioners  
Cameron Parish Waterworks District No. 2  
Wackiberry, Louisiana:

I have audited the component unit financial statements of Cameron Parish Waterworks District No. 2, as of and for the year ended December 31, 1990, and have issued my report thereon dated June 20, 1993.

I conducted my audit in accordance with generally accepted auditing standards and Accounting Auditing Standards, issued by the Comptroller General of the United States. Those standards require that I plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement.

In planning and performing my audit of the component unit financial statements of Cameron Parish Waterworks District No. 2, for the year ended December 31, 1990, I considered its internal control structure in order to determine my auditing procedures for the purpose of expressing my opinion on the component unit financial statements and not to provide assurance on the internal control structure.

The management of Cameron Parish Waterworks District No. 2 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, 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 the procedures may become inadequate because of changes in conditions or that the effectiveness of the design and operation of policies and procedures may deteriorate.



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W. Alford Jones, CPA

**REPORT OF INDEPENDENT PUBLIC ACCOUNTANTS**

Board of Commissioners  
Cameron Parish Waterworks District No. 2  
Baskinville, Louisiana

I have audited the accompanying component unit financial statements of Cameron Parish Waterworks District No. 2 as of December 31, 1988, and for the year then ended. These component unit financial statements are the responsibility of Cameron Parish Waterworks District No. 2's management. My responsibility is to express an opinion on these financial statements based on my audit.

I conducted my audit in accordance with generally accepted auditing standards. These standards require that I plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. 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. I believe that my audit provides a reasonable basis for my opinion.

In my opinion, the component unit financial statements referred to above present fairly, in all material respects, the financial position of Cameron Parish Waterworks District No. 2 as of December 31, 1988, and the results of its operations and changes in financial position for the year then ended in conformity with generally accepted accounting principles.

My audit was made for the purpose of forming an opinion on the component unit financial statements taken as a whole. The accompanying financial information listed as schedules in the table of contents are presented for purposes of additional analysis and are not a required part of the component unit financial statements of Cameron Parish Waterworks District No. 2. The information in these schedules has been subjected to the auditing procedures applied in the audit of the component unit financial statements and, in my opinion, is fairly stated in all material respects in relation to the component unit financial statements taken as a whole.

*Elliott & Assoc. "APAC"*  
Louisville, Louisiana  
June 20, 1989

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CAMERON PARISH WATERWORKS  
DISTRICT NO. 2  
ANNUAL FINANCIAL REPORT  
DECEMBER 31, 1984

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.

Printed Date: JUL 30 1987