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LAKE ST. JOHN WARDENWORKS DISTRICT
CONCORDIA PARISH POLICE JURY

Component Unit Financial Statements
and Independent Auditors' Reports
As of and for the Year Ended
December 31, 1987

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. 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 JUN 01 1988

LAKE ST. JOHN WATERWORKS DISTRICT
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SECTION E - COMPONENT UNIT FINANCIAL STATEMENTS

SWITZER, HOPKINS & MANGE

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INDEPENDENT AUDITORS' REPORT

Members of Board of Directors
Lake St. John Waterworks District
Concordia Parish Police Jury
Ferriday, Louisiana

We have audited the accompanying component unit financial statements of the Lake St. John Waterworks District, a component unit of the Concordia Parish Police Jury, as of December 31, 1997, and for the year then ended, as listed in the table of contents. These financial statements are the responsibility of management of the Lake St. John Waterworks District. 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 and government auditing standards, issued by the Comptroller General of the United States. These standards require that we 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. We believe that our audit provides a reasonable basis for our opinion.

In our opinion, the component unit financial statements referred to in the first paragraph present fairly, in all material respects, the financial position of the Lake St. John Waterworks District as of December 31, 1997 and the results of that fund's operations and the statement of cash flows for the years then ended in conformity with generally accepted accounting principles.

In accordance with Government Auditing Standards, we have also issued a report dated June 27, 1998 on our consideration of Lake St. John Waterworks District internal control over financial reporting and our test of its compliance with certain provisions of laws, regulations, contracts and grants.

Ferriday, Louisiana
June 27, 1997

Switzer, Hopkins & Mange

LINE 00, JOHN WATERHOUSE DISTRICT

CHICAGO POLICE POLICE DISTRICT
BALANCE SHEET
DECEMBER 31, 1999

		(Noncurrent only)
<u>ASSETS</u>	<u>1999</u>	<u>1998</u>
Current assets:		
Cash	\$ 256,534	\$ 229,122
Accounts receivable - customer utilities	13,718	12,985
Accrued interest on investments	1,873	1,124
Inventory - supplies, at cost	8,823	8,872
Prepaid expenses	3,372	1,888
Total current assets	<u>274,320</u>	<u>253,991</u>
Restricted assets:		
Cash - Meter Deposits (Note G)	<u>11,328</u>	<u>11,328</u>
Plant and equipment (Note H)		
Plant and equipment, at cost, net of accumulated depreciation (1999 \$291,046; 1998 \$282,524)	184,880	143,343
Work in process	<u>8,238</u>	<u>-</u>
	<u>193,118</u>	<u>143,343</u>
Total assets	<u>467,438</u>	<u>397,334</u>
<u>LIABILITIES AND FUND EQUITY</u>		
Liabilities:		
Current liabilities (arise from restricted assets)		
Customer deposits (Note G)	<u>11,328</u>	<u>11,328</u>
Fund equity:		
Contributed capital	17,328	17,328
Retained earnings	<u>314,682</u>	<u>268,678</u>
Total fund equity	<u>332,010</u>	<u>286,006</u>
Total liabilities and fund equity	<u>343,338</u>	<u>307,334</u>

The accompanying notes are an integral part of these statements.

PLAN OF JOHN WATERHOUSE DISTRICT
CONCORDIA PARKS POLICE JURY
CONCORDIA PARKS - UTILITY FUND
STATEMENT OF REVENUES, EXPENSES
AND CHANGES IN FUNDED BALANCES
FOR THE YEAR ENDED DECEMBER 31, 1977

	<u>1977</u>	(Memorandum Only) <u>1976</u>
Operating Revenues:		
Water sales	\$ 200,000	\$ 181,917
Installation and service charges	1,000	2,000
Fees	1,738	1,787
Other revenues	642	200
Total operating revenues	<u>203,380</u>	<u>185,904</u>
Operating Expenses:		
Salaries	20,570	20,300
Depreciation	2,440	2,440
Auto expense	2,100	2,400
Utilities	2,400	4,570
Repairs	11,400	12,700
Office supplies	2,800	2,700
Insurance	4,800	2,000
Chemicals	2,200	2,000
Cost of merchandise sold	1,500	1,000
Taxes	7,000	2,100
Fuel Allow	200	100
Accounting	2,000	2,000
Miscellaneous	200	2,700
Bad debts	200	-
Total operating expenses	<u>60,770</u>	<u>60,700</u>
Operating income	14,610	12,330
Non-operating revenues:		
Interest income	4,248	4,470
Net income	18,858	16,800
Retained earnings, beginning	<u>282,000</u>	<u>263,881</u>
Retained earnings, ending	<u>\$ 300,858</u>	<u>\$ 280,681</u>

the accompanying notes are an integral part of these statements.

LARK ST. JOHN MASSACHUSETTS DISTRICT
CONCORDIA FIREARMS POLICE JURY
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED DECEMBER 31, 1987

	1987	(Memorandum Only) 1988
Cash flows from operating activities:		
Cash received from customers	\$ 207,119	\$ 204,719
Cash payments to suppliers for goods and services	(48,127)	(38,837)
Cash payments to employees for services	(21,872)	(17,398)
Net cash provided by operating activities	<u>37,120</u>	<u>48,484</u>
Cash flows from non-capital financing activities:		
Increase in memberships	328	250
Increase in consumer deposits	329	340
Net cash provided by non-capital financing activities	<u>657</u>	<u>590</u>
Cash flows from capital and related financing activities:		
Acquisition of capital assets	(13,348)	(185)
Cash flows from investing activities:		
Investment income	8,182	8,182
Net increase in cash and cash equivalents	32,787	31,352
Cash and cash equivalents at beginning of year	<u>221,343</u>	<u>208,124</u>
Cash and cash equivalents at end of year	<u>\$ 254,130</u>	<u>\$ 239,476</u>
Reconciliation of operating income to net cash provided (used) by operating activities:		
Operating Income	\$ 16,666	\$ 27,336
Adjustments to reconcile operating income to net cash provided (used) by operating activities:		
Depreciation	8,661	8,663
Changes in assets and liabilities:		
(Increase) decrease in accounts receivable	5,189	(2,372)
(Increase) decrease in other assets	(188)	(2)
(Increase) decrease in liability	48	(2,878)
	<u>8,710</u>	<u>(6,589)</u>
	<u>\$ 25,376</u>	<u>\$ 20,747</u>

The accompanying notes are an integral part of these statements.

**LAKE ST. JOHN WATERWORKS DISTRICT
CONCORDIA PARISH POLICE JURY
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 1997**

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The Lake St. John Waterworks District was created by ordinance of the Concordia Parish Police Jury, as provided by Louisiana Revised Statutes 18:482-486. The water district is governed by a board of five commissioners who are qualified voters and residents of the district. The five commissioners are jointly referred to as the board of commissioners and are appointed by the Concordia Parish Police Jury. The commissioners serve terms of five years, which expire on a rotating basis. The water district was created for the purpose of owning and operating water processing and distribution facilities in the district.

1. FINANCIAL REPORTING ENTITY

Section 2100 of the GASB Codification of Governmental Accounting and Financial Reporting Standards (GASB Codification) established criteria for determining the governmental reporting entity and component units that should be included within the reporting entity. Oversight responsibility by the police jury is determined on the basis of the following criteria:

1. Appointment of governing board
2. Designation of management
3. Ability to significantly influence operations
4. Accountability for fiscal matters
5. Scope of public service

Because the police jury appoints the governing board and has the ability to significantly influence operations, the district was determined to be a component unit of the Concordia Parish Police Jury, the governing body of the parish and the governmental body with oversight responsibility. The accompanying financial statements present information only on the funds maintained by the district and do not present information on the police jury. The general government services provided by that governmental unit, or the other governmental reporting entity.

2. FUND ACCOUNTING

PROPRIETARY FUND -

Enterprise fund

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

LAKE ST. JOHN WATERWORKS DISTRICT
CONCORDIA PARISH POLICE JURY
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 1997

NOTE 3 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES CONTINUED

body is that the cost (expenses, including depreciation) of providing goods or services to the general public on a continuing basis be financed or recovered primarily through user charges.

The proprietary fund is accounted for on a cost of services or "capital maintenance" measurement focus, and all assets and all liabilities (whether current or noncurrent) associated with their activity are included on their balance sheet.

3. PROPERTY PLANT AND EQUIPMENT

Depreciation of all exhaustible fixed assets used by the proprietary fund is charged as an expense against their operations. All fixed assets are stated at historical cost. Depreciation has been provided over the estimated useful lives using the straight line method as follows:

Plant and water lines	50 years
Office equipment	7-10 years
Water well	10 years

4. BAIS OF ACCOUNTING

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

The proprietary fund is accounted for using the accrual basis of accounting. Their revenues are recognized when they are earned, and their expenses are recognized when they are incurred.

5. INVENTORIES

Inventory consists of \$8,818 and are recorded as an expense when consumed. Inventory of supplies is valued at cost.

6. DOD DEBTS

Bad debts are uncollectible amounts of customer utility receivables.

LAKE ST. JOHN WATERWORKS DISTRICT
CONCORDIA WATER POLICE JURY
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 1997

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES CONTINUED

F. TOTAL COLUMN - OVERVIEW

Total columns on the statements - overview 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 changes in financial position in conformity with generally accepted accounting principles.

G. CASH FLOW

For purposes of reporting cash flows, cash and cash equivalents are defined as those amounts included in the balance sheet caption "cash".

NOTE B - CHANGES IN FIXED ASSETS

A summary of plant and equipment at December 31, 1997 is as follows:

Land	\$ 2,800
Plant equipment	388,438
Office furniture and fixtures	19,130
Water wall	30,100
Total	<u>440,468</u>
Less accumulated depreciation	<u>(221,184)</u>
Net	<u>\$ 219,284</u>

NOTE C - RESTRICTED ASSETS

Certain cash accounts are restricted for customer deposits. The amount restricted was \$11,340 at December 31, 1997.

NOTE D - RETIREMENT COMMITMENTS

The Lake St. John Waterworks District employees are all members of the social security system and are members of no other retirement plan. The expense of the social security is reflected in taxes account in the statement of revenues and expenses.

NOTE E - CASH AND INVESTMENTS

At year end, the carrying amount of the District's deposits (checking and savings accounts) was \$382,094 and the bank's balance was \$384,861. Of the bank balance \$140,100 was covered by federal depository insurance and \$18,400 was covered by collateral held by its agent in the District's name.

LAKE ST. JOHN EMPLOYEES DISTRICT
CONCORDIA FIRE POLICE UNIT
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 1987

NOTE F - OTHER REQUIRED INDIVIDUAL FUND DISCLOSURES

The company does not accrue unpaid vacation pay on its financial statements and does not allow the carryover of unused vacation pay from one year to the next. The company has no policy for accrued vacation pay for terminated employees.

SECTION II - SUPPLEMENTAL INFORMATION SCHEDULE

LAKE ST. JOHN WATERWORKS DISTRICT
SCHEDULE OF FEES HIGH PAID
FOR THE YEAR ENDED DECEMBER 31, 1997

<u>NAME</u>	<u>AMOUNT</u>
Paul Nettles	\$ 40.00
Betty Ring	80.00
Norman Hayes	40.00
Gertrude Barber	80.00
Sandy Miller	<u>40.00</u>
Total	<u>\$ 280.00</u>

SECTION III - COMPLIANCE/INTERNAL CONTROL

SWITZER, HOPKINS & MANGE

Certified Public Accountants

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

Member of the Board of Directors
Lake St. John Waterworks
Ferriday, Louisiana

We have audited the general purpose financial statements of Lake St. John Waterworks District of and for the year ended December 31, 1997, and have issued our report thereon dated June 17, 1998. We conducted our audit in accordance with generally accepted auditing standards and the standard applicable to financial audits contained in Government Auditing Standards, issued by the comptroller general of the United States.

Compliance

As part of obtaining reasonable assurance about whether Lake St. John Waterworks District's general purpose financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grants, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit and, accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance that are required to be reported under Government Auditing Standards.

Internal Control over Financial Reporting

In planning and performing our audit, we considered Lake St. John Waterworks District's control over financial reporting in order to determine our auditing procedures for the purpose of expressing our opinion on the general purpose financial statements and not to provide assurance on the internal control over financial reporting. Our consideration of the internal control over financial reporting would not necessarily disclose all matters in the internal control over financial

Members of the Board of Directors
Lake St. John Waterworks
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reporting that might be material weaknesses. A material weakness is a condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that misstatements in amounts that would be material in relation to the 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. We noted no matters involving the internal control over financial reporting and its operation that we consider to be material weaknesses.

This report is intended for the information of the Board of Directors and the Legislative Auditor of the State of Louisiana. However, this report is a matter of public record and its distribution is not limited.

Ferriday, Louisiana
June 17, 1998

Switzer, Hopkins & Morgan