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**NORTH DELTA LAW  
ENFORCEMENT DISTRICT, INC.  
Monroe, Louisiana**

**Financial Statements  
With Independent Auditor's Report  
As of and for the Two Years Ended  
September 30, 1997**

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 11/1/98

NORTH DELTA LAW  
IMPROVEMENT DISTRICT, INC.  
Monroe, Louisiana

Financial Statements  
With Independent Auditor's Report  
As of and for the Two Years Ended September 30, 1997

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*M. Carleen Dumas*  
CERTIFIED PUBLIC ACCOUNTANT

308 LINDALEIGH ROAD • CALIBORN, LOUISIANA 71222 • TELEPHONE 337/944-5700

**Independent Auditor's Report**

NORTH DELTA LAW  
ENFORCEMENT DISTRICT, INC.  
Monroe, Louisiana

I have audited the accompanying statement of financial position of North Delta Law Enforcement District, Inc., as of September 30, 1997, and the related statements of activities and cash flows for each of the years in the two year period then ended. These financial statements are the responsibility of the management of North Delta Law Enforcement District, Inc. 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 and the standards applicable to financial audits contained in *Governments 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. 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 financial statements referred to in the first paragraph present fairly, in all material respects, the financial position of North Delta Law Enforcement District, Inc., as of September 30, 1997, and the changes in its net assets and its cash flows for each of the years in the two year period then ended, in conformity with generally accepted accounting principles.

In accordance with *Governments Auditing Standards*, I have also issued my report dated January 27, 1998, on my consideration of North Delta Law Enforcement District, Inc.'s, internal control over financial reporting, and my tests of the district's compliance with certain provisions of laws, regulations, contracts, and grants.

As discussed in Note 1A to the financial statements, for the year ended September 30, 1996, North Delta Law Enforcement District, Inc., changed its financial statement presentation.

  
M. Carleen Dumas  
Caliborn, Louisiana

January 27, 1998

## FINANCIAL STATEMENTS

NORTH DELTA LAW  
ENFORCEMENT DISTRICT, INC.  
Monroe, LouisianaStatement of Financial Position  
September 30, 1993

## ASSETS

Current assets:	
Cash	\$21,221
Due from grantor	<u>3,543</u>

TOTAL ASSETS \$24,764

## LIABILITIES AND NET ASSETS

Current liabilities:	
Accounts payable	\$51
Payroll withholdings payable	<u>130</u>
Total liabilities	<u>181</u>
Unrestricted net assets	<u>24,583</u>

TOTAL LIABILITIES AND NET ASSETS \$24,764

See accompanying notes.

NORTH DELTA LAW  
ENFORCEMENT DISTRICT, INC.  
Monroe, Louisiana

Statement of Activities - By Years -  
For the Two Years Ended September 30, 1997

	Year Ended September 30,	
	1997	1996
<b>UNRESTRICTED NET ASSETS</b>		
<b>Revenue:</b>		
Federal grant reimbursements	\$14,173	\$15,804
State grant reimbursements	103,868	103,194
Membership dues	12,800	31,876
Total revenue	130,841	150,874
<b>Expenses:</b>		
Program services - assistance to law enforcement agencies:		
Salaries and related benefits	18,373	18,372
Materials and supplies	91	320
Travel and other	4,582	4,726
Allocations to law enforcement agencies	100,868	100,186
Total expenses	124,914	123,604
<b>INCREASE IN NET ASSETS</b>	5,927	2,492
<b>NET ASSETS AT BEGINNING OF YEAR</b>	31,456	17,094
<b>NET ASSETS AT END OF YEAR</b>	\$37,383	\$19,586

See accompanying notes.

## Statement C

NORTH DELTA LAW  
ENFORCEMENT DISTRICT, INC.  
Monroe, Louisiana

Statement of Cash Flow - By Years -  
For the Two Years Ended September 30, 1997

	Year Ended September 30,	
	1997	1996
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Increase in net assets	\$2,127	\$5,462
Adjustments to reconcile increase in net assets to net cash provided (used) by operating activities:		
(decrease) decrease in operating assets:		
Due from grantor	10,275	(12,818)
Increase (decrease) in operating liabilities:		
Accounts payable	(13,448)	12,500
Payroll withholdings payable	130	
Deferred revenue	<u>83</u>	<u>(2,635)</u>
Net cash provided (used) by operating activities	83	(481)
<b>CASH AT BEGINNING OF YEAR</b>	<u>21,338</u>	<u>21,629</u>
<b>CASH AT END OF YEAR</b>	<u>\$21,321</u>	<u>\$21,148</u>

See accompanying notes.

**NORTH DELTA LAW ENFORCEMENT  
DISTRICT, INC.**  
Monroe, Louisiana

Notes to the Financial Statements  
As of and for the Two Years Ended September 30, 1997

**1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

North Delta Law Enforcement District, Inc., a non-profit organization, encompasses all of Sub-state Law Enforcement District II, which consists of the parishes of Caldwell, East Carroll, Franklin, Jackson, Madison, Morehouse, Ouachita, Richland, Terrest, Union, and West Carroll, and the municipalities within these parishes. The district is governed by the North Delta Law Enforcement Advisory Council, as created by Louisiana Revised Statute 15:1210. The council is responsible for identifying problems and needs of the various law enforcement agencies within the district, assigning priorities to those needs, reviewing proposals and applications from local agencies for programs to be financed with the aid of funds from the state and federal government, and overseeing the direction, management, and administration of the corporation.

**A. FINANCIAL STATEMENT PRESENTATION**

In 1996, North Delta Law Enforcement District, Inc., elected to adopt Statement of Financial Accounting Standards (SFAS) No. 117, *Financial Statements of Not-for-Profit Organizations*. Under SFAS No. 117, North Delta Law Enforcement District, Inc., is required to report information regarding its financial position and activities according to three classes of net assets: unrestricted net assets, temporarily restricted net assets, and permanently restricted net assets based upon the existence or absence of donor-imposed restrictions. In addition, North Delta Law Enforcement District, Inc., is required to present a statement of cash flows. As permitted by this new statement, North Delta Law Enforcement District, Inc., has discontinued its use of fund accounting and has, accordingly, reclassified its financial statements to present the three classes of net assets required. This reclassification had no effect on the change in net assets for the year ended September 30, 1996.

**B. BASIS OF ACCOUNTING**

Basis of accounting refers to when revenues and 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



**NORTH DELTA LAW  
ENFORCEMENT DISTRICT, INC.**  
Monroe, Louisiana  
**Notes to the Financial Statements**

accompanying financial statements are prepared on the accrual basis of accounting. Revenues are recognized when they are earned, and expenses are recognized when they are incurred.

**C. ESTIMATES**

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from these estimates.

**D. REVENUE**

North Delta Law Enforcement District, Inc., receives approximately 91% of its support from the Louisiana Commission on Law Enforcement and Administration of Criminal Justice through the reimbursement of expenses under federal and state grant agreements. Revenue is recognized when the expenses have been incurred. In order to receive funding, the organization must comply with the terms of the grants.

**E. CASH**

Cash balances at September 30, 1997 consist of demand deposits. As reflected on Statement A, the district has cash (check balances) totaling \$21,271 at September 30, 1997 which are fully secured by FDIC insurance.

**2. DUE FROM GRANTOR**

Due from grantor at September 30, 1997, in the amount of \$3,343, consists of a reimbursement for expenses incurred prior to year end under a grant agreement.

NORTH DELTA LAW  
ENFORCEMENT DISTRICT, INC.  
Monroe, Louisiana  
Notes to the Financial Statements

**3. LITIGATION AND CLAIMS**

At September 30, 1997, the district is not involved in any litigation nor is it aware of any unasserted claims.

**4. INCOME TAX STATUS**

North Delta Law Enforcement District, Inc., is exempt from federal income taxes under Section 501(c)(3) of the Internal Revenue Code. Accordingly, no provision for income taxes has been made in these financial statements.

**Independent Auditor's Report**  
**Required by Government Auditing Standards**

The following independent auditor's report on compliance and internal control over financial reporting are presented in compliance with the requirements of Government Auditing Standards, issued by the Comptroller General of the United States and the Louisiana Governmental Audit Code, issued by the Society of Louisiana Certified Public Accountants and the Louisiana Legislative Auditor.

*M. Carlton Pumas*  
CERTIFIED PUBLIC ACCOUNTANT

508 INDUSTRIAL ROAD • CALACAN, LOUISIANA 71225 • TELEPHONE 338/664-5720

**Independent Auditor's Report on Compliance and on  
Internal Control Over Financial Reporting  
Based on an Audit of Financial Statements  
Performed in Accordance with Government Auditing Standards**

**NORTH DELTA LAW  
ENFORCEMENT DISTRICT, INC.**  
Monroe, Louisiana

I have audited the financial statements of North Delta Law Enforcement District, Inc., as of September 30, 1997, and for each of the years in the two-year period then ended, and have issued my report thereon dated January 27, 1998. I conducted my audit in accordance with generally accepted auditing standards; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and the *Louisiana Governmental Audit Guide*, issued by the Society of Louisiana Certified Public Accountants and the Louisiana Legislative Auditor.

**Compliance**

As part of obtaining reasonable assurance about whether North Delta Law Enforcement District, Inc.'s, financial statements are free of material misstatement, I performed tests of the district's 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 my audit and, accordingly, I do not express such an opinion. The results of my 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 my audit, I considered North Delta Law Enforcement District, Inc.'s internal control over financial reporting in order to determine my auditing procedures for the purpose of expressing my opinion on the financial statements and not to provide assurance on the internal control over financial reporting. My consideration of the internal control over financial reporting would not necessarily disclose all matters in the internal control over financial 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

NORTH DELTA LAW  
ENFORCEMENT DISTRICT, INC.  
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Independent Auditor's Report  
on Compliance and on  
Internal Control, etc.,  
September 30, 1997

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. I noted no matters involving the internal control over financial reporting and its operations that I consider to be material weaknesses.

This report is intended for the information of the board of directors and management of North Delta Law Enforcement District, Inc., and other interested state and federal agencies and should not be used for any other purpose.



Charles D. Jones  
Dallas, Louisiana  
January 27, 1998