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**NORTH DELTA REGIONAL PLANNING AND
DEVELOPMENT DISTRICT, INCORPORATED**
Monroe, Louisiana

Financial Statements
As of and For the Year Ended June 30, 2004

Under provisions of state law, this report is a public document. A copy of the report has been submitted to the 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 1-19-05

**North Delta Regional Planning and
Development District, Incorporated
Monroe, Louisiana**

**Financial Statements
As of and for the Year Ended June 30, 2004**

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**North Delta Regional Planning and
Development District, Incorporated
Monroe, Louisiana**

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**North Delta Regional Planning and
Development District, Incorporated
Monroe, Louisiana**

**Financial Statements
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Francis I. Huffman, CPA
L. Fred Monroe, CPA
Esther Atteberry, CPA

John L. Luffey, MBA, CPA (1963-2002)

INDEPENDENT AUDITORS' REPORT

North Delta Regional Planning and Development District, Incorporated Monroe, Louisiana

We have audited the accompanying financial statements of the governmental activities, the business type activities, each major fund, and the aggregate remaining fund information of the North Delta Regional Planning and Development District, Incorporated, (the District) as of and for the year ended June 30, 2004, which collectively comprise the District's basic financial statements as listed in the accompanying table of contents. These financial statements are the responsibility of the District's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America, the standards for 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 Louisiana Legislative Auditor and the Louisiana Society of Certified Public Accountants. Those 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 financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the District as of June 30, 2004, and the respective changes in financial position and cash flows, where applicable, thereof for the year then ended in conformity with accounting principles generally accepted in the United States of America.

As described in Note 1, the District has implemented a new financial reporting model, as required by the provisions of GASB Statement No. 34, "Basic Financial Statements – and Management's Discussion and Analysis – for States and Local Governments" and Statement No. 37, "Basic Financial Statements – and Management's Discussion and Analysis - for State and Local Governments: Omnibus", as of July 1, 2003. This results in a change in the form and content of the basic financial statements.

**North Delta Regional Planning
and Development District, Incorporated
Monroe, Louisiana**

In accordance with *Government Auditing Standards*, we have also issued our report dated December 17, 2004 on our consideration of the District's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts and grants. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be read in conjunction with this report in considering the results of our audit.

The Management's Discussion and Analysis and the budgetary information on pages 4 through 11 and page 40 respectively, are not a required part of the basic financial statements but are supplementary information required by the Governmental Accounting Standards Board. We have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the required supplementary information. However, we did not audit the information and express no opinion on it.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the District's basic financial statements. The accompanying information listed as other supplemental information as listed in the Table of Contents is presented for purposes of additional analysis and are not a required part of the basic financial statements. This other supplemental information is the responsibility of management of the District. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion is fairly presented in all material respects in relation to the basic financial statements taken as a whole.



(A Professional Accounting Corporation)

December 17, 2004

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**REQUIRED SUPPLEMENTAL INFORMATION
(PART A)**

North Delta Regional Planning and Development District, Incorporated
Management's Discussion and Analysis (MD&A)
June 30, 2004

As management of the North Delta Regional Planning and Development District, Incorporated, (hereinafter referred to in this Management's Discussion and Analysis as the District) we offer readers of the District's financial statements this narrative overview and analysis of the financial activities of the District for the fiscal year ended June 30, 2004. It is designed to assist the reader in focusing on significant financial issues, identify changes in the District's financial position, and identify material deviations and individual fund issues or concerns.

The Management's Discussion and Analysis (MD&A) is an element of the new reporting model adopted by the Governmental Accounting Standards Board (GASB) in their Statement No. 34, (*Basic Financial Statements – and Management's Discussion and Analysis – for State and Local Government*) issued June, 1999. Certain comparative information between the current year and the prior year is required to be presented in the MD&A. However, because this is the first year of implementing the new reporting model, certain necessary comparative information of the previous year was not prepared. Considering the financial resources necessary to prepare this information for the prior year, and that the GASB Statement No. 34 permits the omission of the comparative information in the first year of adoption of the new reporting model, the District has elected to exclude the information in this report. Subsequent reports will include the comparative information.

Financial Highlights

- The assets of the District exceeded its liabilities at the close of the most recent fiscal year by \$147,247 (*net assets*). Of this amount, \$131,747 (*unrestricted net assets*) represents the portion of net assets which is not invested in capital assets or otherwise restricted.
- The government's total net assets decreased by \$74,012.
- As of the close of the current fiscal year, the District's governmental funds reported combined ending fund balances of \$293,444 an increase of \$18,768 for the year. Of this total amount, \$293,444 is available for spending at the government's discretion (*unreserved fund balance*).
- The District's total debt decreased by approximately \$71,296 during the current fiscal year.

Overview of the Financial Statements

This discussion and analysis is intended to serve as an introduction to the District's basic financial statements. The District's basic financial statements are comprised of three components: 1) government-wide financial statements, 2) fund financial statements, and 3) notes to the financial statements. This report also contains other supplementary information in addition to the basic financial statements themselves.

North Delta Regional Planning and Development District, Incorporated
Management's Discussion and Analysis (MD&A)
June 30, 2004

Government-wide financial statements. The government-wide financial statements are designed to provide readers with a broad overview of the District's finances, in a manner similar to a private-sector business.

The statement of net assets presents information on all of the District's assets and liabilities, with the difference between the two reported as net assets. Over time, increases or decreases in net assets may serve as a useful indicator of whether the financial position of the District is improving or deteriorating.

The statement of activities presents information showing how the District's net assets changed during the most recent fiscal year. All changes in net assets are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods (e.g., uncollected taxes).

Both of the government-wide financial statements distinguish functions of the District that are principally supported by intergovernmental revenues (governmental activities) from other functions that are intended to recover all or a significant portion of their costs through user fees and charges (business-type activities). The governmental activities of the District include general government, elderly assistance, economic development, and planning for highways and transportation. The business-type activities of the District include rural business relending.

The government-wide financial statements can be found on pages 13 and 14 of this report.

Fund financial statements. A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The District, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the District can be divided into two categories: governmental funds and proprietary funds.

Governmental funds. Governmental funds are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund financial statements focus on near-term inflows and outflows of spendable resources, as well as on balances of spendable resources available at the end of the fiscal year. Such information may be useful in evaluating a government's near-term financing requirements.

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for governmental funds with similar information presented for governmental activities in the government-wide financial statements.

North Delta Regional Planning and Development District, Incorporated
Management's Discussion and Analysis (MD&A)
June 30, 2004

By doing so, readers may better understand the long-term impact of the District's near-term financing decisions. Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures, and changes in fund balances provide a reconciliation to facilitate this comparison between governmental funds and governmental activities.

The District maintains several individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures, and changes in fund balances for the General Fund, Title III Supportive Services, Title III C-1 Congregate Meals, and Title III C-2 Home Delivered Meals, all of which are considered to be major funds. Data from the other governmental funds are combined into a single, aggregated presentation. Individual fund data for these nonmajor governmental funds is provided in the form of combining statements elsewhere in this report.

The District adopts an annual appropriated budget for its special revenue funds. A budgetary comparison statement has been provided on page 42 for the special revenue funds to demonstrate compliance with this budget.

The governmental fund financial statements can be found on pages 16 and 18 of this report.

Proprietary funds. The District maintains one type of proprietary funds. Enterprise funds in the fund financial statements are used to report the same data presented as business-type activities in the government-wide financial statements. Proprietary funds provide the same type of information as the government-wide financial statements, only in more detail. The major enterprise funds are the FmHA Revolving Loan, FmHA North Delta Admin, Loan Loss Reserve, and the Rural Business Enterprise Grant. There are no nonmajor enterprise funds.

The proprietary fund financial statements can be found on pages 20 through 22 of this report.

Notes to the financial statements. The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements begin on page 23 of this report.

Other information. In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information concerning the District compliance with budgets for its general fund and all major special revenue funds with a legally adopted annual budget. The combining statements for non-major governmental funds are presented immediately following the required supplementary information.

North Delta Regional Planning and Development District, Incorporated
Management's Discussion and Analysis (MD&A)
June 30, 2004

Government-wide Financial Analysis

As noted earlier, net assets may serve over time as a useful indicator of a government's financial position. In the case of the District, assets exceeded liabilities by \$147,247 at the close of the most recent fiscal year.

By far the largest amount of the District's net assets reflects its investment in notes receivable of \$1,182,697. These loans were made to citizens for new businesses and economic development.

Net Assets
June 30, 2004

	Governmental Activities	Business-Type Activities	Total
Current and other assets	\$ 338,859	\$ 1,218,655	\$ 1,557,514
Capital assets	15,500	-	15,500
Total assets	<u>354,359</u>	<u>1,218,655</u>	<u>1,573,014</u>
Current and other liabilities	45,415	5,128	50,543
Long-term liabilities	26,669	1,348,555	1,375,224
Total liabilities	<u>72,084</u>	<u>1,353,683</u>	<u>1,425,767</u>
Net Assets:			
Invested in capital assets, net of related debt:			
Restricted	15,500	-	15,500
Unrestricted	-	-	-
Unrestricted	266,775	(135,028)	131,747
Total net assets (Deficit)	<u>\$ 282,275</u>	<u>\$ (135,028)</u>	<u>\$ 147,247</u>

The balance of \$282,275 in net assets in the governmental activities represents the accumulated results of all past year's operations. Net assets increased by \$16,410 for the fiscal year. The changes in net assets are discussed later in this MD&A.

North Delta Regional Planning and Development District, Incorporated
Management's Discussion and Analysis (MD&A)
June 30, 2004

Governmental activities. Key elements of the changes in the governmental activities net assets are as follows:

North Delta Regional Planning and Development
District, Incorporated
Statement of Changes in Net Assets
For the Year Ended June 30, 2004

	<u>Governmental</u> <u>Activities</u>	<u>Business-Type</u> <u>Activities</u>	<u>Total</u>
Revenue			
Program Revenues:			
Charges in services	\$ 31,177	\$ 3,268	\$ 34,445
Operating grants and contributions	1,927,391	-	1,927,391
General Revenues:			-
Dues	23,881	-	23,881
Interest and investment earnings	45	115,518	115,563
Other general revenues	2,000	-	2,000
Total revenues	<u>1,984,494</u>	<u>118,786</u>	<u>2,103,280</u>
Expenses:			
General government	10,164	-	10,164
Elderly Assistance	1,559,228	-	1,559,228
Planning for highways and public transportation	227,870	-	227,870
Economic Development	170,822	-	170,822
Rural business lending	-	209,208	209,208
Total expenses	<u>1,968,084</u>	<u>209,208</u>	<u>2,177,292</u>
Increase (decrease) in assets before transfers	16,410	(90,422)	(74,012)
Transfers	-	-	-
Increase (decrease) in assets	<u>\$ 16,410</u>	<u>\$ (90,422)</u>	<u>\$ (74,012)</u>

North Delta Regional Planning and Development District, Incorporated
Management's Discussion and Analysis (MD&A)
June 30, 2004

Governmental Activities

Expenses are classified by functions/programs. General government accounts for \$10,164 while elderly assistance accounts for \$1,559,228 for the fiscal year 2004.

The District is a pass-through entity for the majority of federal and state revenues received from the Louisiana Governor's Office for Elderly Affairs. Of the revenue amount of \$1,556,503, approximately \$1,168,121 is passed through to the Councils on Aging in northeast Louisiana.

The related program revenues for fiscal 2004 directly related to these expenses totaled approximately \$1,927,391, which resulted in net program expenses of \$9,516. The remaining balance of expenses represents the cost to the taxpayers. The costs of governmental activities exceeding restricted state and federal grants are paid primarily from the following sources:

- Dues of approximately \$23,881

Business-type Activities

Business-type activities decreased the District's net assets by \$90,422. Key elements of this decrease are as follows.

- Bad debt expenses of approximately \$146,935 and operating expenses of \$16,760 exceeded the interest revenue from loans in the FmHA Revolving Loan Fund Water Fund.

Financial Analysis of the Governmental Funds

As noted earlier, the District uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

The focus of the District's governmental funds is to provide information on near-term inflows, outflows, and balances of spendable resources. Such information is useful in assessing the District's financing requirements. In particular, unreserved fund balance may serve as a useful measure of a government's net resources available for spending at the end of the fiscal year.

As of the end of the current fiscal year, the District's governmental funds reported combined ending fund balances of \$293,444, an increase of \$18,768 for the year. The ending fund balance constitutes unreserved fund balance, which is available for spending at the District's discretion.

**North Delta Regional Planning and Development District, Incorporated
Management's Discussion and Analysis (MD&A)
June 30, 2004**

General Fund Budgetary Highlights

In accordance with Louisiana Revised Statutes Title 39, Chapter 9, Louisiana Local Government Budget Act (LSA- R.S 39:1301 et seq), the District must adopt a budget for the General Fund and all Special Revenue funds prior to June 30. No budget was adopted for the General Fund. The original budgets for the special revenue funds were adopted on May 22, 2003, and the final budget amendments were adopted on June 1, 2004.

Budgeted revenues for the Special Revenue Funds were increased during FY 2004 to reflect the increased revenues per the actual Schedule of Funding from the Louisiana Governor's Office of Elderly Affairs which was not received until after the original budgets had been adopted. The change was an increase in revenues of approximately \$120,000.

A new program for fiscal year 2004 was the Louisiana Senior Rx. The District received a \$72,050 grant for administrative expenses in assisting senior citizens in the purchase of their medications.

Being that the District is a pass-through entity for most of the contract with Louisiana Governor's Office of Elderly Affairs, the expenditures were increased by approximately \$130,000 to reflect primarily the disbursements to the sub recipient Councils on Aging for the additional revenue noted above.

Two programs the District did not have for fiscal year 2004 that were administered in past years were the Senior Center and the Supplemental Senior Center. Funding for both programs is now being sent directly from the Louisiana Governor's Office of Elderly Affairs to the Councils of Aging, rather than as a flow through for the District.

Capital Asset and Debt Administration

Capital Assets.

The District's investment in capital assets for its governmental and business type activities as of June 30, 2004, amounts to \$15,500 (net of accumulated depreciation). This investment in capital assets is as follows:

North Delta Regional Planning and Development District, Incorporated
Management's Discussion and Analysis (MD&A)
June 30, 2004

Capital Assets
June 30, 2004

Office furniture and equipment	\$ 84,318
Less: accumulated depreciation	<u>(68,818)</u>
Total Capital Assets	<u><u>\$ 15,500</u></u>

More detail information for capital assets is found in Note 5 Changes in Capital Assets of the Notes to the Financial Statements.

Outstanding Debt.

The District's outstanding debt at June 30, 2004 is as follows:

Outstanding Debt
June 30, 2004

Farmers Home Administration (Fmha)	\$ 1,346,658
Compensated Absences	<u>28,566</u>
Total debt	<u><u>\$ 1,375,224</u></u>

More detail information for outstanding debt can be found in Note 12 Long-term Obligations of the Notes to the Financial Statements.

Economic Factors and Next Year's Budgets and Rates

Current factors considered in preparing the District's budget for the 2005 fiscal year indicates no significant change from the projected revenues and expenditures of the 2004 fiscal year.

Requests for Information

This financial report is designed to provide a general overview of the District's finances for all those with an interest in the government's finances. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to the Dot Crain, Accountant, 913 Stubbs Avenue, Monroe, LA, 71201.

**GOVERNMENT-WIDE
FINANCIAL STATEMENTS**

**NORTH DELTA REGIONAL PLANNING AND
DEVELOPMENT DISTRICT, INCORPORATED
Monroe, Louisiana**

**Statement of Net Assets
June 30, 2004**

	Primary Government		Total
	Governmental Activities	Business-type Activities	
Assets			
Cash and cash equivalents	\$ 210,501	\$ 70,120	\$ 280,621
Receivables	128,344	135,908	264,252
Notes receivable - short-term	-	346,888	346,888
Notes receivable - long-term	-	835,809	835,809
Allowance for bad debts	-	(214,974)	(214,974)
Prepaid items	14	-	14
Repossessed properties	-	44,904	44,904
Capital assets, net	15,500	-	15,500
Total Assets	<u>354,359</u>	<u>1,218,655</u>	<u>1,573,014</u>
Liabilities			
Accounts, salaries and other payables	45,415	593	46,008
Accrued interest payable	-	4,535	4,535
Long-term liabilities:			
Due within one year	-	68,796	68,796
Due in more than one year	26,669	1,279,759	1,306,428
Total liabilities	<u>72,084</u>	<u>1,353,683</u>	<u>1,425,767</u>
Net Assets			
Invested in capital assets, net of related debt	15,500	-	15,500
Unrestricted	266,775	(135,028)	131,747
Total net assets (Deficit)	<u>\$ 282,275</u>	<u>\$ (135,028)</u>	<u>\$ 147,247</u>

The accompanying notes are an integral part of this statement.

**NORTH DELTA REGIONAL PLANNING AND
DEVELOPMENT DISTRICT, INCORPORATED
Monroe, Louisiana**

**Statement of Activities
June 30, 2004**

	<u>Program Revenues</u>			<u>Net (Expense) Revenue and Changes in Net Assets</u>			
	<u>Expenses</u>	<u>Charges for Services</u>	<u>Operating Grants and Contributions</u>	<u>Capital Grants and Contributions</u>	<u>Governmental Activities</u>	<u>Primary Government Business-Type Activities</u>	<u>Total</u>
<u>Functions/Programs</u>							
Primary government:							
Governmental activities:							
General	\$ 10,164	\$ 18,487	\$ -	\$ -	\$ 8,323	\$ -	\$ 8,323
Elderly assistance	1,559,228	-	1,556,503	-	(2,725)	-	(2,725)
Planning for highways and public transportation	227,870		245,638	-	17,768	-	17,768
Economic development	170,822	12,690	125,250	-	(32,882)	-	(32,882)
Total governmental activities	<u>1,968,084</u>	<u>31,177</u>	<u>1,927,391</u>	<u>-</u>	<u>(9,516)</u>	<u>-</u>	<u>(9,516)</u>
Business-type activities:							
Rural business relending	209,208	3,268	-	-	-	(205,940)	(205,940)
Total primary government	<u>\$ 2,177,292</u>	<u>\$ 34,445</u>	<u>\$ 1,927,391</u>	<u>\$ -</u>	<u>(9,516)</u>	<u>(205,940)</u>	<u>(215,456)</u>
General revenues:							
Dues					23,881	-	23,881
Interest and investment earnings					45	115,518	115,563
Miscellaneous					2,000	-	2,000
Total general revenues					<u>25,926</u>	<u>115,518</u>	<u>141,444</u>
Change in net assets					16,410	(90,422)	(74,012)
Net assets (deficit) at beginning of year (restated)					<u>265,865</u>	<u>(44,606)</u>	<u>221,259</u>
NET ASSETS (DEFICIT) AT END OF YEAR					<u>\$ 282,275</u>	<u>\$ (135,028)</u>	<u>\$ 147,247</u>

The accompanying notes are an integral part of this statement.

FUND FINANCIAL STATEMENTS

**NORTH DELTA REGIONAL PLANNING AND
DEVELOPMENT DISTRICT, INCORPORATED**
Monroe, Louisiana
Balance Sheet
Governmental Funds
June 30, 2004

	Major Funds					Total
	General Fund	Title IIB Supportive Services	Title IIC-1 Congregate Meals	Title IIC-2 Home Delivered Meals	Other Governmental Funds	
Assets						
Cash and cash equivalents	\$ 206,541	\$ -	\$ -	\$ -	\$ 3,960	\$ 210,501
Receivables	3,441	-	-	-	124,903	128,344
Prepaid items	14	-	-	-	-	14
TOTAL ASSETS	<u>209,996</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>128,863</u>	<u>338,859</u>
Liabilities						
Accounts, salaries and other payables	8,059	-	-	-	37,356	45,415
Total liabilities	<u>8,059</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>37,356</u>	<u>45,415</u>
Fund equity:						
Fund balance:						
Unrestricted	201,937	-	-	-	91,507	293,444
TOTAL LIABILITIES AND FUND EQUITY	<u>\$ 209,996</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 128,863</u>	<u>\$ 338,859</u>

The accompanying notes are an integral part of this statement.

**NORTH DELTA REGIONAL PLANNING AND
DEVELOPMENT DISTRICT, INCORPORATED**

Monroe, Louisiana

**Reconciliation of the Governmental Funds
Balance Sheet to the Statement of Net Assets
June 30, 2004**

Fund balances - total governmental funds		\$ 293,444
Amounts reported for governmental activities are not financial resources and, therefore, are not reported in the governmental funds		
Governmental capital assets	84,318	
Less: accumulated depreciation	<u>(68,818)</u>	15,500
Long-term liabilities are not due and payable in the current period and, therefore, are not reported in the governmental funds		
Compensated absences payable		<u>(26,669)</u>
Net assets of governmental activities		\$ <u><u>282,275</u></u>

**NORTH DELTA REGIONAL PLANNING AND
DEVELOPMENT DISTRICT, INCORPORATED**
Monroe, Louisiana
Governmental Funds
**Statement of Revenues, Expenditures,
and Changes in Fund Balances**
For the Year Ended June 30, 2004

	Major Funds					Total
	General Fund	Title IIIB Supportive Services	Title IIIC-1 Congregate Meals	Title IIIC-2 Home Delivered Meals	Other Governmental Funds	
Revenues:						
Intergovernmental:						
Federal grants	\$ -	\$ 236,748	\$ 213,986	\$ 150,998	\$ 638,695	\$ 1,240,427
State grants	-	67,882	93,095	255,567	174,214	590,758
Other local revenue	-	-	-	-	108,896	108,896
Service fees	18,487	-	-	-	-	18,487
Interest	45	-	-	-	-	45
Membership dues	-	-	-	-	23,881	23,881
Miscellaneous	-	-	-	-	2,000	2,000
Total Revenues	<u>18,532</u>	<u>304,630</u>	<u>307,081</u>	<u>406,565</u>	<u>947,686</u>	<u>1,984,494</u>
Expenditures:						
General	9,738	-	-	-	-	9,738
Elderly assistance	-	304,630	307,081	406,565	540,227	1,558,503
Planning for highways and public transportation	-	-	-	-	226,438	226,438
Economic development	-	-	-	-	171,047	171,047
Total Expenditures	<u>9,738</u>	<u>304,630</u>	<u>307,081</u>	<u>406,565</u>	<u>937,712</u>	<u>1,965,726</u>
Excess (Deficiency) of Revenues Over Expenditures	8,794	-	-	-	9,974	18,768
Other Financing Sources/(Uses)						
Transfers in	40,182	-	-	-	109,224	149,406
Transfers out	(21,103)	-	-	-	(128,303)	(149,406)
Total Other Financing Sources/(Uses)	<u>19,079</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(19,079)</u>	<u>-</u>
Excess (Deficiency) of Revenues and Other Sources Over Expenditures and Other Uses	27,873	-	-	-	(9,105)	18,768
Fund Balances at Beginning of Year	<u>174,064</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>100,612</u>	<u>274,676</u>
FUND BALANCES AT END OF YEAR	<u>\$ 201,937</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 91,507</u>	<u>\$ 293,444</u>

The accompanying notes are an integral part of this statement.

**NORTH DELTA REGIONAL PLANNING AND
DEVELOPMENT DISTRICT, INCORPORATED
Monroe, Louisiana
Reconciliation of the Statement of Revenues,
Expenditures, and Changes in Fund Balances
of Governmental Funds
to the Statement of Activities
For the Year Ended June 30, 2004**

Net change in fund balances - total governmental funds	\$	18,768
Amount reported for governmental activities in the statement of activities are different because:		
Governmental funds report capital outlays as expenditures. However, in the statement of activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense.		
Capital outlay	-	
Depreciation expense	<u>(5,391)</u>	<u>(5,391)</u>
Some expenses reported in the statement of activities do not require the use of current financial resources and, therefore, are not reported as expenditures in government funds.		
Decrease in compensated absences payable		<u>3,033</u>
Change in net assets of governmental activities	\$	<u><u>16,410</u></u>

**NORTH DELTA REGIONAL PLANNING AND
DEVELOPMENT DISTRICT, INCORPORATED**

**Monroe, Louisiana
Statement of Net Assets
Proprietary Funds
June 30, 2004**

	Business-type Activities - Enterprise Funds				Total
	FmHA Revolving Loan	FnHa North Delta Admin	Loan Loss Reserve	Rural Business Enterprise Grant	
ASSETS					
Current assets:					
Cash and cash equivalents	\$ (67,453)	\$ (4,920)	\$ 66,918	\$ 75,575	\$ 70,120
Receivables	130,571	-	-	5,337	135,908
Notes receivable - short-term, net	310,549	-	-	6,303	316,852
Total current assets	<u>373,667</u>	<u>(4,920)</u>	<u>66,918</u>	<u>87,215</u>	<u>522,880</u>
Noncurrent assets:					
Notes receivable - long-term, net	623,919	-	-	26,952	650,871
Repossessed properties	44,904	-	-	-	44,904
Total noncurrent assets	<u>668,823</u>	<u>-</u>	<u>-</u>	<u>26,952</u>	<u>695,775</u>
Total assets	<u>\$ 1,042,490</u>	<u>\$ (4,920)</u>	<u>\$ 66,918</u>	<u>\$ 114,167</u>	<u>\$ 1,218,655</u>
LIABILITIES					
Current liabilities:					
Accounts, salaries and other payables	\$ -	\$ 593	\$ -	\$ -	\$ 593
Accrued interest payable	4,535	-	-	-	4,535
Current portion of long-term debt	68,796	-	-	-	68,796
Total current liabilities	<u>73,331</u>	<u>593</u>	<u>-</u>	<u>-</u>	<u>73,924</u>
Noncurrent liabilities:					
Compensated absences payable	-	1,897	-	-	1,897
Note payable	1,277,862	-	-	-	1,277,862
Total noncurrent liabilities	<u>1,277,862</u>	<u>1,897</u>	<u>-</u>	<u>-</u>	<u>1,279,759</u>
Total liabilities	<u>\$ 1,351,193</u>	<u>\$ 2,490</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,353,683</u>
NET ASSETS (DEFICIT)					
Unrestricted	<u>\$ (308,703)</u>	<u>\$ (7,410)</u>	<u>\$ 66,918</u>	<u>\$ 114,167</u>	<u>\$ (135,028)</u>

The accompanying notes are an integral part of this statement.

**NORTH DELTA REGIONAL PLANNING AND
DEVELOPMENT DISTRICT**

Monroe, Louisiana

**Statement of Revenues, Expenses
and Changes in Net Assets**

Proprietary Funds

June 30, 2004

	Business-type Activities - Enterprise Funds				Total
	FmHA Revolving Loan	FnHa North Delta Admin	Loan Loss Reserve	Rural Business Enterprise Grant	
OPERATING REVENUES					
Charges for services	\$ 3,268	\$ -	\$ -	\$ -	\$ 3,268
Miscellaneous revenues	-	-	-	-	-
Total operating revenues	<u>3,268</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>3,268</u>
OPERATING EXPENSES					
Salaries, wages and benefits	-	25,100	-	-	25,100
Legal	-	6,845	-	-	6,845
Travel and meeting	-	720	-	-	720
Bad debt expense	146,935	-	-	-	146,935
Other operating expenses	5,466	10,131	663	500	16,760
Total operating expenses	<u>152,401</u>	<u>42,796</u>	<u>663</u>	<u>500</u>	<u>196,360</u>
Operating income (loss)	(149,133)	(42,796)	(663)	(500)	(193,092)
NONOPERATING REVENUES (EXPENSES)					
Investment earnings	113,107	-	214	2,197	115,518
Interest expense	(12,848)	-	-	-	(12,848)
Transfers in (out)	(33,269)	30,000	3,269	-	-
Total nonoperating revenues (expenses)	<u>66,990</u>	<u>30,000</u>	<u>3,483</u>	<u>2,197</u>	<u>102,670</u>
Net income (loss)	(82,143)	(12,796)	2,820	1,697	(90,422)
Net assets beginning of year (as previously stated)	(226,560)	7,499	64,098	112,470	(42,493)
Change in accounting principal	-	(2,113)	-	-	(2,113)
Net assets beginning of year (as restated)	<u>(226,560)</u>	<u>5,386</u>	<u>64,098</u>	<u>112,470</u>	<u>(44,606)</u>
Net assets (deficit) end of year	<u>\$ (308,703)</u>	<u>\$ (7,410)</u>	<u>\$ 66,918</u>	<u>\$ 114,167</u>	<u>\$ (135,028)</u>

The accompanying notes are an integral part of this statement.

**NORTH DELTA REGIONAL PLANNING AND
DEVELOPMENT DISTRICT, INCORPORATED**
Monroe, Louisiana
Statement of Cash Flows
Proprietary Funds
For the Year Ended June 30, 2004

	Business-type Activities - Enterprise Funds				Total
	FmHA Revolving Loan	FnHa North Delta Admin	Loan Loss Reserve	Rural Business Enterprise Grant	
Cash flows from operating activities					
Cash received from customers	\$ 3,268	\$ -	\$ -	\$ -	\$ 3,268
Cash payments to suppliers for goods and services	(5,466)	(43,583)	(663)	(500)	(50,212)
Net cash (used for) operating activities	<u>(2,198)</u>	<u>(43,583)</u>	<u>(663)</u>	<u>(500)</u>	<u>(46,944)</u>
Cash flows from noncapital financing activities					
Transfers in	-	30,000	3,269	-	33,269
Transfers out	(33,269)	-	-	-	(33,269)
Net cash provided by (used for) noncapital financing activities	<u>(33,269)</u>	<u>30,000</u>	<u>3,269</u>	<u>-</u>	<u>-</u>
Cash flows from capital and related financing activities					
Principal paid on debt	(68,113)	-	-	-	(68,113)
Interest paid on debt	(14,147)	-	-	-	(14,147)
Net cash (used for) financing activities	<u>(82,260)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(82,260)</u>
Cash flows from investing activities					
Interest received on investments	34,639	-	214	3,259	38,112
Principal collections on loans	41,663	-	-	34,988	76,651
New loans made	(163,401)	-	-	-	(163,401)
Net cash provided by (used for) investing activities	<u>(87,099)</u>	<u>-</u>	<u>214</u>	<u>38,247</u>	<u>(48,638)</u>
Net increase (decrease) in cash and cash equivalents	(204,826)	(13,583)	2,820	37,747	(177,842)
Cash and cash equivalents, July 1, 2003	<u>137,373</u>	<u>8,663</u>	<u>64,098</u>	<u>37,828</u>	<u>247,962</u>
Cash and cash equivalents, June 30, 2004	<u>\$ (67,453)</u>	<u>\$ (4,920)</u>	<u>\$ 66,918</u>	<u>\$ 75,575</u>	<u>\$ 70,120</u>
Reconciliation of operating income to net cash provided by (used for) operating activities					
Operating income/(loss)	\$ (149,133)	\$ (42,796)	\$ (663)	\$ (500)	\$ (193,092)
Adjustments to reconcile operating income (loss) to net cash provided by operating activities					
Bad debts	146,935	-	-	-	146,935
Change in assets and liabilities					
Accounts, salaries and other payables	-	(787)	-	-	(787)
Net cash provided by (used for) operating activities	<u>\$ (2,198)</u>	<u>\$ (43,583)</u>	<u>\$ (663)</u>	<u>\$ (500)</u>	<u>\$ (46,944)</u>

The accompanying notes are an integral part of this statement.

**NORTH DELTA REGIONAL PLANNING AND
DEVELOPMENT DISTRICT, INCORPORATED
Monroe, Louisiana**

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2004**

Note 1 - Summary of Significant Accounting Policies

The accompanying financial statements of North Delta Regional Planning and Development District, Incorporated (the 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.

A. Financial Reporting Entity

The District was officially incorporated on February 24, 1969, as a nonprofit organization under the provision of Louisiana statutes of 1959, Title 12. The District functioned as a planning district by virtue of a 1973 Governor's Executive Order. In 1977, the District became one of eight regional planning and development districts created by the Louisiana legislature by Act No. 472, Section 1, (L.R.S. 33:140.61 and 140.62).

The District is comprised of the following parishes in Northeast Louisiana: Caldwell, East Carroll, Franklin, Jackson, Madison, Morehouse, Ouachita, Richland, Tensas, Union and West Carroll. The purpose of the District is to provide economic development assistance to the parishes in the District. The District accomplishes this objective by planning, coordinating and unifying various local, state and federal efforts to overcome the economic and social deficiencies in the eleven parish area. The board of directors consisting of 29 members representing the parishes of the District is the governing body. Board members receive no compensation for their services.

GASB Statement 14 establishes criteria for determining the governmental reporting entity and component units that should be included within the reporting entity. Under provisions of this Statement, the District is considered a primary government, since it is a special purpose government that has a separately elected governing body, is legally separate, and is fiscally independent of other state or local governments. As used in GASB Statement 14, fiscally independent means that the District may, without the approval or consent of another governmental entity, determine or modify its own budget, levy its own taxes or set rates or charges and issue bonded debt. The District also has no component units, defined by GASB Statement 14 as other legally separate organizations for which the elected District members are financially accountable. There are no other primary governments with which the District has a significant relationship.

**NORTH DELTA REGIONAL PLANNING AND
DEVELOPMENT DISTRICT, INCORPORATED
Monroe, Louisiana**

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2004**

B. New Accounting Standards Adopted

As of July 1, 2003, the District adopted three new statements of financial accounting standards and one new interpretation issued by the Governmental Accounting Standards Board (GASB):

- Statement No. 34 - *Basic Financial Statements - and Management's Discussion and Analysis - for State and Local Governments*
- Statement No. 37 - *Basic Financial Statements - and Management's Discussion and Analysis - for State and Local Governments: Omnibus*. This statement amends GASB Statements No. 21 and No. 34.
- Statement No. 38 - *Certain Financial Statement Disclosures* which modifies, establishes and rescinds certain financial statement disclosure requirements.
- Interpretation No. 6 - *Recognition and Measurements of Certain Liabilities & Expenditures in Governmental Fund Financial Statements* is an interpretation of NCGA Statements 1, 4, and 5; NCGA Interpretation 8; and GASB Statement Nos. 10, 16, and 18. It clarifies the existing modified accrual standards for distinguishing the portion of a liability that should be reported as a governmental fund liability/expenditure from the portion that should be reported as a general long-term liability.

Statement No. 34 (as amended by Statement No. 37) represents a very significant change in the financial reporting model used by state and local governments.

Statement No. 34 requires government-wide financial statements to be prepared using the accrual basis of accounting and economic resources measurement focus. Government-wide financial statements do not provide information by fund or account group, but distinguish between the District's governmental activities and business-type activities on the statement of net assets and statements of activities. Significantly, the District's statement of net assets includes both noncurrent assets and noncurrent liabilities of the District, which were previously recorded in the General Fixed Assets Account Group.

In addition to the government-wide financial statements, the District has prepared fund financial statements, which continue to use the modified accrual basis of accounting and the current financial resources measurement focus. The accrual basis of accounting is utilized by proprietary fund type. Under this method, revenues are recorded when earned and expenses are recorded at the time liabilities are incurred. The format of the financial statements has been modified by Statement No. 34 to focus on major funds, as opposed to presenting fund types.

**NORTH DELTA REGIONAL PLANNING AND
DEVELOPMENT DISTRICT, INCORPORATED
Monroe, Louisiana**

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2004**

Statement No. 34 also requires certain required supplementary information in the form of Management's Discussion and Analysis which includes an analytical overview of the District's financial activities. In addition, a budgetary comparison statement is presented that compares the adopted and modified General Fund budget with actual results.

C. *Basis of Presentation*

The District's basic financial statements consist of the government-wide statements on all of the activities of the government and the fund financial statements (individual major fund and combined non-major fund). The statements are prepared in accordance with accounting principles generally accepted in the United States of America as applied to governmental units. Private sector standards of accounting and financial reporting issued prior to December 1, 1989, generally are followed in both the government-wide financial statements and the proprietary fund financial statements to the extent that those standards do not conflict with or contradict guidance of the GASB. Governments also have the option of following subsequent private-sector guidance for their business-type activities and enterprise funds, subject to the same limitation. The District has elected not to follow subsequent private-sector guidance.

Government-wide Financial Statements

The government-wide financial statements include the statement of net assets and the statement of activities for all activities of the government. As a general rule, the effect of interfund activity has been removed from these statements. The government-wide presentation focuses primarily on the sustainability of the District as an entity and the change in aggregate financial position resulting from the activities of the fiscal period.

Governmental Activities represent programs which normally are supported by intergovernmental revenues.

Business-Type Activities are financed in whole or in part by fees charged to external parties for goods and services.

The statement of activities demonstrates the degree to which the direct expenses of a given function or segment is offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function or segment. Program revenues include: (1) charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function or segment, and (2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. Other items not properly included among program revenues are reported instead as general revenues.

**NORTH DELTA REGIONAL PLANNING AND
DEVELOPMENT DISTRICT, INCORPORATED
Monroe, Louisiana**

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2004**

Fund Financial Statements

The District uses funds, both major and non-major, 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 related to certain government functions or activities. A fund is a separate accounting entity with a self-balancing set of accounts that comprises its assets, liabilities, fund equity, revenues, and expenditures or expenses, as appropriate. Emphasis of fund reporting is on the major fund level in either the governmental or business-type categories. Non-major funds (by category) or fund type are summarized into a single column in the basic financial statements.

Funds are classified into three categories; governmental, proprietary, and fiduciary. Each category, in turn, is divided into separate "fund types". Governmental funds are used to account for a government's general activities, where the focus of attention is on the provision of services to the public as opposed to proprietary funds where the focus of attention is on recovering the cost of providing services to the public or other agencies through service charges or user fees. Fiduciary funds are used to account for assets held for others. The District's current operations require the use of the governmental, and proprietary categories. The fund types used by the District are described as follows:

Governmental activities presented as Governmental Funds in the fund financial statements:

General Fund - This fund is the general operating fund of the District. It is used to account for all financial resources of the District except for those required to be accounted for in another fund.

Special Revenue Funds - These funds are used to account for financial resources that are legally restricted to expenditures for specified purposes (not including expendable trusts or major capital projects).

Business-type activities presented as Enterprise Funds in the fund financial statements:

Enterprise Funds - These funds are used to account for operations (a) 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, or (b) where the governing body has decided that periodic determination of revenues earned, expenses incurred, and/or net income is appropriate for capital maintenance, public policy, management control,

**NORTH DELTA REGIONAL PLANNING AND
DEVELOPMENT DISTRICT, INCORPORATED
Monroe, Louisiana**

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2004**

accountability or other purposes. Enterprise funds are presented in the business-type activities column in government-wide financial statements and the major funds section of the basic financial statements.

In accordance with the provisions of GASB Statement 20, the District has elected not to apply FASB statements and interpretations issued after November 30, 1989, to proprietary activities unless they are adopted by the GASB.

D. Basis of Accounting and Measurement Focus

Government-Wide Financial Statements:

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows.

Fund Financial Statements:

The 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 are included on the balance sheet.

The modified accrual basis of accounting is used for reporting 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 with the current period or soon enough thereafter to be used to pay liabilities of the current period. Intergovernmental and other Grants have been treated as susceptible to accrual.

The District used the following practices in recognizing and reporting revenues and expenditures in the governmental fund types:

Revenues:

Entitlements and shared revenues are recorded as unrestricted grants-in-aid at the time of receipt or earlier if the susceptible to accrual criteria are met. Expenditure driven grants are recognized as revenue when the qualifying expenditures have been incurred and all other grant requirements have been met.

**NORTH DELTA REGIONAL PLANNING AND
DEVELOPMENT DISTRICT, INCORPORATED
Monroe, Louisiana**

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2004**

Other receipts become measurable and available when cash is received by the District and are recognized as revenue at that time.

Expenditures

Salaries are recorded as incurred.

Principal and interest on long-term obligation is recognized when due.

Compensated absences are recognized when benefits are earned by the employee.

Other Financing Sources (Uses)

Transfers between funds that are not expected to be repaid (or any other types, such as capital lease transactions, sale of fixed assets, debt extinguishments, long-term debt proceeds, et cetera) are accounted for as other financing sources (uses). These other financing sources (uses) are recognized at the time the underlying events occur.

Proprietary Funds

Proprietary funds are accounted for on the flow of economic resources measurement focus and use the accrual basis of accounting. Under this method, revenues are recorded when earned and expenses are recorded at the time the liabilities are incurred. With this measurement focus, all assets and all liabilities associated with the operation of these funds are included on the balance sheet.

C. Budgets

General Budget Policies

The District follows these procedures in establishing the budgetary data reflected in the combined financial statements.

The District adopts budgets for all special revenue funds. A General Fund budget is not required.

Each year prior to June 30, the Executive Director submits to the Board of Directors of the District proposed annual budgets for the special revenue funds' budgets that are not grant-oriented. Grant funds are included in special revenue funds and their budgets are adopted at the time the grant applications are approved by the grantor. The operating

**NORTH DELTA REGIONAL PLANNING AND
DEVELOPMENT DISTRICT, INCORPORATED
Monroe, Louisiana**

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2004**

budgets include proposed expenditures and the means of financing them.

Appropriations (unexpended budget balances) lapse at year-end.

Encumbrances

Encumbrance accounting is not employed in governmental funds.

Budgetary Basis of Accounting

All governmental fund budgets are prepared on the modified accrual basis of accounting; a basis consistent with generally accepted accounting principles (GAAP). Budgeted amounts are as originally adopted or as amended by the District. Formal budget integration (within the accounting records) is employed as a management control device. All budgets are controlled at the division, departmental or project level. Budget amounts included in the accompanying financial statements include the original adopted budget and all subsequent amendments. These revisions were considered insignificant by the District. All budget revisions are approved by the District.

D. Cash And Cash Equivalents

Cash includes amounts in demand deposits, interest-bearing demand deposits, and time deposit accounts. 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 and national banks having their principal offices in Louisiana.

E. Short Term Interfund Receivables/Payables

During the course of operation, numerous transactions occur between individual funds for services rendered. These receivables and payables are classified as due from other funds or due to other funds on the balance sheet. Short-term interfund loans are classified as interfund receivables/payables.

F. Inventory And Prepaid Items

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items.

**NORTH DELTA REGIONAL PLANNING AND
DEVELOPMENT DISTRICT, INCORPORATED
Monroe, Louisiana**

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2004**

G. Loans And Allowance For Loan Losses

Loans are stated at principal amounts outstanding. Interest on loans is primarily calculated by using the simple interest method on daily balances of the principal amount outstanding.

Collateral or other security is required to support financial instruments with credit risk. The amount of collateral obtained upon extension of credit is based on management's credit evaluation. Collateral held varies but may include unimproved and improved real estate, certificates of deposit or personal property.

The allowance for loan losses is established through a provision for loan losses charged to expense. Loans are charged against the allowance for loan losses when management believes that the collectibility of the principal is unlikely. The allowance represents an amount, which, in management's judgment, will be adequate to absorb probable losses on existing loans that may become uncollectible.

Management's judgment in determining the adequacy of the allowance is based on evaluations of collectibility of loans. These evaluations take into consideration such factors as changes in the nature and volume of the loan portfolio, current economic conditions that may affect the borrower's ability to pay, overall portfolio quality and review of specific problem loans.

Management believes that the allowance for loan losses is adequate. While management uses available information to recognize losses on loans, future additions to the allowance may be necessary based on changes in economic conditions. In addition, various regulatory agencies, as an integral part of their examination process, periodically review the District's allowance for loan losses. Such agencies may require the District to recognize additions to the allowance based on their judgment of information available to them at the time of their examination.

Capital Assets

Capital assets, which include machinery and equipment, furniture and fixtures, are reported in the governmental activities column in the government-wide financial statements.

All purchased capital assets are valued at cost where historical records are available and at estimated cost where no historical records are available. Donated fixed assets are valued at their fair market value on the date received. The costs of normal maintenance

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**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2004**

and repairs that do not add value to the asset or materially extend its useful life are not capitalized.

Depreciation of all exhaustible fixed assets used by proprietary funds is charged as an expense against their operations. Accumulated depreciation is reported on enterprise fund balance sheets. Depreciation on all capital assets, excluding land has been provided over the estimated useful lives of the assets using the straight-line method. The estimated useful lives are as follows:

Furniture & Fixtures	5 years
Office Equipment	5-7 years

I. Deferred Revenues

The District may report deferred revenues on its balance sheet. Deferred revenues arise when resources are received by the District before it has a legal claim to them, as when grant monies are received prior to the occurrence of qualifying expenditures. In subsequent periods, when the District has a legal claim to the resources, the liability for deferred revenue is removed from the combined balance sheet and the revenue is recognized.

J. Compensated Absences

Full-time employees of the District earn up to 15 days of vacation leave each year, depending on length of service. Regular, part-time employees earn prorated vacation leave based on hours worked and length of continuous service. Vacation leave may accumulate up to 30 days with unused accumulated leave time being paid to employees upon termination of employment, at the employee's current rate of pay. Payments at separation, however, will not exceed the number of days accrued each year.

Sick leave for full-time employees is earned at the rate of eight hours per month. Unused sick leave may accumulate with no limit; however, no compensation will be paid upon termination of employment.

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

GASB Statement No. 16 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' right to receive compensation are attributable to services already rendered.

**NORTH DELTA REGIONAL PLANNING AND
DEVELOPMENT DISTRICT, INCORPORATED
Monroe, Louisiana**

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2004**

- 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.

GASB Statement No. 16 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.

K. Interfund Transactions

Quasi-external transactions are accounted for as revenues, expenditures, or expenses. Transactions that constitute reimbursements to a fund for expenditures/expenses initially made from it that are properly applicable to another fund are recorded as expenditures/expenses in the reimbursing fund and as reductions of expenditures/expenses in the fund that is reimbursed. All other interfund transactions, except quasi-external transactions and reimbursements, are reported as transfers.

L. Use Of Estimates

The preparation of financial statements, in conformity with generally accepted accounting principles, requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities, and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues, expenditures and expenses during the reporting period. Actual results could differ from those estimates.

**NORTH DELTA REGIONAL PLANNING AND
DEVELOPMENT DISTRICT, INCORPORATED
Monroe, Louisiana**

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2004**

Note 2: Stewardship, Compliance, And Accountability

The following funds have deficits in the fund balance/retained earnings at June 30, 2004:

Fund	<u>Amount</u>
Special Revenue Funds	
Federal Transit Authority	\$ 418
Louisiana Workforce Investment	7,596
Enterprise Funds	
FmHA Revolving Loan	308,703
FmHA North Delta Admin	7,410

Note 3: Cash And Cash Equivalents

At June 30, 2004, the District has cash and cash equivalents (book balances) totaling \$280,621 as follows:

Demand deposit	\$ 59,749
Interest-bearing demand deposits	11,515
Petty cash	200
Subtotal	71,464
Plus investments reclassified as cash and cash equivalents	<u>209,157</u>
TOTAL	<u>\$ 280,621</u>

These deposits are stated at cost, which approximates market. Under state law, these deposits (or the resulting 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 year-end, the District's carrying amount of deposits was \$280,621 and the bank balance was \$309,359. Of the bank balance, \$100,000 was covered by federal depository insurance or by collateral held by the District's agent in the District's name (GASB Category 1) and \$202 was uncollateralized. The remaining balance, \$209,157, was federated treasury obligations and did not need to be collateralized.

**NORTH DELTA REGIONAL PLANNING AND
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Monroe, Louisiana**

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2004**

Note 4: Receivables

The receivables of \$264,252 at June 30, 2004, are as follows:

<u>Class of Receivable</u>	<u>General Fund</u>	<u>Special Revenue Funds</u>	<u>Enterprise Funds</u>	<u>Total</u>
Intergovernmental	\$ -	\$ 124,025	\$ -	\$ 124,025
Other	<u>3,441</u>	<u>878</u>	<u>135,908</u>	<u>140,227</u>
TOTAL	\$ <u>3,441</u>	\$ <u>124,903</u>	\$ <u>135,908</u>	\$ <u>264,252</u>

<u>Program</u>	<u>Fund</u>	<u>Funding Agency</u>	<u>Amount</u>
N/A	General	N/A (Reappor- tionment income)	\$ 3,441
Economic Dev Admin	Special Revenue	Dept of Commerce	25,000
Area Agency on Aging	Special Revenue	N/A - Other receivable	878
Council of Governments	Special Revenue	Ouachita COG	6,468
Federal Transit Authority	Special Revenue	Ouachita COG	14,664
Federal Highway Admin	Special Revenue	Ouachita COG	60,134
Tri-District	Special Revenue	N/A - Other receivable	764
Title III-D			
Preventive Health	Special Revenue	GOEA	7,607
Enterprise Zone	Special Revenue	LA Assoc. of Planning and Dev. Dist	4,625
FmHA Revolving Loan Fund	Enterprise	N/A - Loan interest	130,571
Rural Business Enterprise	Enterprise	N/A - Loan interest	5,337
LA Workforce Investment	Special Revenue	LA Workplace Investment Area	<u>4,763</u>
Total Receivables			\$ <u>264,252</u>

**NORTH DELTA REGIONAL PLANNING AND
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Monroe, Louisiana**

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2004**

Note 5 - Changes in Capital Assets

	Balance June 30, 2003	Additions	Retirements	Balance June 30, 2004
Governmental Activities:				
Depreciable assets:				
Office furniture and equipment	\$ 84,318	-	-	\$ 84,318
Less: accumulated depreciation	(63,427)	(5,391)	-	(68,818)
Total governmental activities capital assets, net	\$ 20,891	\$ (5,391)	\$ -	\$ 15,500

Depreciation expense was charged to functions as follows:

Governmental Activities:	
General	\$ 451
Elderly assistance	2,092
Planning for highways and public transportation	2,233
Economic development	615
Total depreciation expense - Government activities	\$ 5,391

Note 6: Repossessed Properties

Properties consist of commercial and residential land, buildings, and equipment. These properties were repossessed from borrowers who defaulted on their loan agreements made as part of the Farmer's Home Administration and Intermediary Relending Program. The proceeds from the subsequent sale of these assets are used to make new loans. At June 30, 2004 repossessed properties held by the District amounted to \$44,904.

Note 7: Retirement Systems

Substantially all employees of the District are eligible to participate in the Deferred Compensation Plan for Public Employees. For 2004, participants may contribute up to one

**NORTH DELTA REGIONAL PLANNING AND
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**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2004**

hundred percent of their gross salary, not exceeding \$13,000 or \$16,000 if the participant is at least 50 years of age. For 2005, the maximums are \$14,000 and \$19,000. The District will match up to at least five percent on their behalf.

The District's total payroll during the fiscal year ending June 30, 2003 was \$420,609. Employee contributions totaled \$19,344 and employer contributions totaled \$18,110.

Note 8: Accounts, Salaries And Other Payables

The payables of \$46,008 at June 30, 2004 consisted of the following:

	Government Funds	Business Funds	Total
Salaries	\$ 7,953	\$ -	\$ 7,953
Accounts and other	37,462	593	38,055
Total	\$ 45,415	\$ 593	\$ 46,008

Note 9: Compensated Absences

At June 30, 2004, employees of the District have accumulated and vested \$28,566 of employee leave benefits, which was computed in accordance with GASB Codification Section C60.

Note 10: Leases

Operating Leases – The District is a party to the following operating leases:

- Office space leased under a sixty month lease beginning June 1, 2001. Monthly payments are \$3,200 and total fiscal year ended June 30, 2004 rent expense under this lease equaled \$38,400.

Future minimum lease payments under this agreement are:

**NORTH DELTA REGIONAL PLANNING AND
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**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2004**

Year Ended	
June 30, 2005	38,400
June 30, 2006	35,200
Total	\$ 73,600

- 2002 Chevy Impala leased under a 24 – month lease beginning October 10, 2001. Monthly payments were \$781 and total lease payments for the year ended June 30, 2004 were \$2,343.
- 2004 Chevy Impala leased under a 24 month lease beginning in October 2003. Monthly payments are \$746 and total lease payments for the year ended June 30, 2004 were \$6,714.

Future minimum lease payments under this agreement are:

Year Ended	
June 30, 2005	\$ 8,952
June 30, 2006	2,237
Total	\$ 2,342

- In addition, the District has annual lease agreements for the following office equipment:
 - Ricoh 6645 Copier. Monthly payments are \$199 with annual rent expense of \$2,388.
 - Pitney Bowes mailing machine and scales. Monthly payments are \$200 with annual rent expense of \$2,400.

Note 11: Interfund Transfers

Transfers in and out are listed by fund for the year ended June 30, 2004.

**NORTH DELTA REGIONAL PLANNING AND
DEVELOPMENT DISTRICT, INCORPORATED
Monroe, Louisiana**

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2004**

	<u>Transfers In</u>	<u>Transfers Out</u>
Major Funds		
General Fund	\$ 40,182	\$ 21,103
NonMajor Funds		
Special Revenue Funds		
Title III E Caregiver		88,121
Economic Development Association		34,423
North Delta Caregiver	88,121	
Medicaid Waivers		5,759
Madison Parish E 911	21,103	
Enterprise Funds		
FmHA Revolving Loan		33,269
FmHA North Delta Admin	30,000	
Loan Loss Reserve	3,269	
Total	\$ 182,675	\$ 182,675

Note 12: Long-Term Obligations

The following is a summary of long-term obligation transactions for the year ended June 30, 2004:

	Enterprise Fund Notes Payable	Accrued Compensated Absences	Total
Balance, beginning of year	\$ 1,414,705	\$ 31,815	\$ 1,446,520
Additions	-	23,047	23,047
Deductions	-	(26,296)	(26,296)
Principal Payment	(68,047)	-	(68,047)
Balance, end of year	\$ 1,346,658	\$ 28,566	\$ 1,375,224

The enterprise notes payable shown above represents the District's drawdowns under a \$2 million intermediary relending program through the Farmers Home Administration (FmHA). Under this program, the district borrows funds from FmHA at 1% for 30 years then reloans the funds to qualified borrowers at market rates of interest. At June 30, 2004,

**NORTH DELTA REGIONAL PLANNING AND
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Monroe, Louisiana**

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2004**

the District had drawn down all of the \$2 million and had loaned out all of that amount. The terms of the program call for the District to pay only interest for the first three years of the program and then annual payments of \$82,260, which covers principal and interest, until the amount due the FmHA is fully paid. The first principal payment was made in January 1995. The amount due FmHA is secured by the loans made to qualified borrowers and the related underlying security devices. Debt service to maturity is as follows:

	Principal	Interest	Total
2005	\$ 68,796	\$ 13,464	\$ 82,260
2006	69,484	12,776	82,260
2007	70,177	12,083	82,260
2008	70,879	11,381	82,260
2009-2013	365,168	46,132	411,300
2014-2018	383,795	27,505	411,300
2019-2021	318,359	7,169	325,528
Total	\$ 1,346,658	\$ 130,510	\$ 1,477,168

Note 13: Litigation And Claims

Litigation – At June 30, 2004, the District was not involved in any litigation, nor were there claims pending which might have a material impact on the financial statements.

Grant Disallowances – The District participates in a number of state and federally assisted grant programs. The programs are subject to compliance audits under the single audit approach. Such audits could lead to requests for reimbursement by the grantor agency for expenditures disallowed under terms of the grants. District management believes that the amount of disallowances, if any, which may arise from future audits will not be material.

Note 14: Economic Dependency

The District receives a significant portion of its revenue from funds provided through grants or programs administered by the Louisiana Governor’s Office of Elderly Affairs. The grant amounts are appropriated each year by the federal and state governments. If significant budget cuts are made at the federal and/or state level, the amount of the funds the District receives could be reduced significantly and have an adverse impact on its operations. Management is not aware of any action that will adversely affect the amount of funds the District will receive in the next fiscal year.

**NORTH DELTA REGIONAL PLANNING AND
DEVELOPMENT DISTRICT, INCORPORATED
Monroe, Louisiana**

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2004**

Note 15: Income Tax Status

The District, a nonprofit corporation, has been granted tax-exempt status under Section 501(c)(4) of the Internal Revenue Code.

Note 16: Segment Information -- Enterprise Funds

The District maintains four enterprise funds. The FmHA Revolving Loan fund accounts for participation in an intermediary relending program through the Farmer's Home Administration. The FmHA North Delta Admin fund accounts for the District's administrative function over the FmHA Revolving Loan fund. The Loan Loss Reserve fund accounts for the District's loan loss reserve for both the FmHA Revolving Loan fund and the Rural Business Enterprise Grant fund. The Rural Business Enterprise Grant fund accounts for the District's participation in an intermediary relending program through the U. S. Department of Agriculture Rural and Economic Community Development Program.

	FmHA Revolving Loan	FmHA North Delta Admin	Loan Loss Reserve	Rural Business Enterprise Grant	Total
Operating Revenues	\$ 3,268	\$ -	\$ -	\$ -	\$ 3,268
Operating Income (Loss)	(149,133)	(43,012)	(663)	(500)	(193,308)
Operating Grants	-	-	-	-	-
Operating Transfers:					
In	-	30,000	3,269	-	33,269
Out	(33,269)	-	-	-	(33,269)
Net Income (Loss)	(82,143)	(13,012)	2,820	1,697	(90,638)
Net Working Capital	300,336	(5,513)	66,918	87,215	448,956
Total Assets	1,042,490	(4,920)	66,918	114,167	1,218,655
Total Equity (Deficit)	(308,703)	(7,410)	66,918	114,167	(135,028)

Note 17: Compensation of Board Members

The District's Board of Directors serve without compensation but are reimbursed transportation expenses at the rate of \$.32 per mile.

**REQUIRED SUPPLEMENTAL INFORMATION
(PART B)**

**NORTH DELTA REGIONAL PLANNING AND
DEVELOPMENT DISTRICT, INCORPORATED
Monroe, Louisiana**

**COMBINED SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET (GAAP BASIS) AND ACTUAL**

SPECIAL REVENUE FUNDS

For the Year Ended June 30, 2004

	<u>Budgeted Amounts</u>		<u>Actual Amounts (Budgetary Basis)</u>	<u>Variance With Final Budget Positive (Negative)</u>
	<u>Original Budget</u>	<u>Final Budget</u>		
REVENUES				
Intergovernmental Revenues:				
Louisiana Governor's Office of Elderly Affairs	\$ 1,466,802	\$ 1,589,780	\$ 1,556,503	\$ (33,277)
U. S. Department of Commerce	50,000	50,000	50,000	-
U. S. Department of Transportation	149,432	149,432	149,432	-
Ouachita Council of Governments	96,943	77,005	77,005	-
Delta Regional Authority	66,000	66,000	66,000	-
Louisiana Workforce Investment Area	19,200	19,200	19,200	-
Louisiana Association of Planning and Development Districts	9,250	9,250	9,250	-
Service Fees	-	-	12,690	12,690
Membership Dues	-	23,000	23,881	881
Miscellaneous	-	-	2,000	2,000
Total Revenues	<u>1,857,627</u>	<u>1,983,667</u>	<u>1,965,961</u>	<u>(17,706)</u>
EXPENDITURES				
Current:				
Salaries	344,265	381,106	385,287	(4,181)
Fringe	95,185	105,772	102,776	2,996
Travel	34,373	39,348	41,730	(2,382)
Operating Services	110,375	133,397	134,007	(610)
Operating Supplies	15,406	26,291	27,752	(1,461)
Other Costs	81,606	83,056	82,508	548
Capital Outlay	3,417	-	-	-
Grants to Subrecipients	1,161,310	1,209,039	1,181,927	27,112
Total Expenditures	<u>1,845,937</u>	<u>1,978,009</u>	<u>1,955,987</u>	<u>22,022</u>
Excess (Deficiency) of Revenues Over Expenditures	11,690	5,658	9,974	4,316
OTHER FINANCING SOURCES (USES)				
Operating Transfers In	-	-	109,224	109,224
Operating Transfers Out	-	-	(128,303)	(128,303)
Excess (Deficiency) of Revenues and Other Sources Over Expenditures and Other Uses	11,690	5,658	(9,105)	(14,763)
Fund Balances at Beginning of Year	<u>100,612</u>	<u>100,612</u>	<u>100,612</u>	<u>-</u>
FUND BALANCES AT END OF YEAR	<u>\$ 112,302</u>	<u>\$ 106,270</u>	<u>\$ 91,507</u>	<u>\$ (14,763)</u>

OTHER SUPPLEMENTAL INFORMATION

**NORTH DELTA REGIONAL PLANNING AND
DEVELOPMENT DISTRICT, INCORPORATED
Monroe, Louisiana
NONMAJOR GOVERNMENTAL FUNDS
COMBINING BALANCE SHEET**

June 30, 2004

	<u>Area Agency on Aging</u>	<u>Audit Fund</u>	<u>Title III D Preventive Health</u>	<u>Title III E Caregiver</u>
ASSETS				
Cash (book overdraft) and cash equivalents	\$ 4,751	\$ -	\$ -	\$ 12,157
Receivables	<u>869</u>	<u>-</u>	<u>7,607</u>	<u>-</u>
TOTAL ASSETS	<u>\$ 5,620</u>	<u>\$ -</u>	<u>\$ 7,607</u>	<u>\$ 12,157</u>
LIABILITIES AND FUND BALANCES				
Liabilities:				
Accounts, Salaries and Other Payables	\$ <u>5,620</u>	\$ <u>-</u>	\$ <u>7,607</u>	\$ <u>12,157</u>
Fund Balnces (Deficits):				
Unreserved - Undesignated	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
TOTAL LIABILITIES AND FUND BALANCES	<u>\$ 5,620</u>	<u>\$ -</u>	<u>\$ 7,607</u>	<u>\$ 12,157</u>

(Continued)

**NORTH DELTA REGIONAL PLANNING AND
DEVELOPMENT DISTRICT, INCORPORATED
Monroe, Louisiana
NONMAJOR GOVERNMENT FUNDS
COMBINING BALANCE SHEET (CONTINUED)**

June 30, 2004

	<u>Louisiana Senior Rx</u>	<u>NSIP Cash-In Lieu</u>	<u>Economic Develop- ment Association</u>	<u>North Delta Caregiver</u>
ASSETS				
Cash (Book Overdraft)	\$ 1,250	\$ -	\$ (17,446)	\$ 4,174
Receivables	<u>-</u>	<u>-</u>	<u>25,000</u>	<u>-</u>
TOTAL ASSETS	<u>\$ 1,250</u>	<u>\$ -</u>	<u>\$ 7,554</u>	<u>\$ 4,174</u>
 LIABILITIES AND FUND BALANCES				
Liabilities:				
Accounts, Salaries and Other Payables	\$ <u>1,250</u>	\$ <u>-</u>	\$ <u>699</u>	\$ <u>4,174</u>
Fund Balnces (Deficits):				
Unreserved - Undesignated	<u>-</u>	<u>-</u>	<u>6,855</u>	<u>-</u>
TOTAL LIABILITIES AND FUND BALANCES	<u>\$ 1,250</u>	<u>\$ -</u>	<u>\$ 7,554</u>	<u>\$ 4,174</u>

(Continued)

**NORTH DELTA REGIONAL PLANNING AND
DEVELOPMENT DISTRICT, INCORPORATED
Monroe, Louisiana
NONMAJOR GOVERNMENT FUNDS
COMBINING BALANCE SHEET (CONTINUED)**

June 30, 2004

	<u>Council of Govern- ments</u>	<u>Federal Transit Authority</u>	<u>Federal Highways Administration</u>	<u>Louisiana Workforce Investment</u>
ASSETS				
Cash (Book Overdraft)	\$ (6,300)	\$ (15,069)	\$ (59,477)	\$ (12,268)
Receivables	<u>6,478</u>	<u>14,664</u>	<u>60,133</u>	<u>4,763</u>
TOTAL ASSETS	<u>\$ 178</u>	<u>\$ (405)</u>	<u>\$ 656</u>	<u>\$ (7,505)</u>
 LIABILITIES AND FUND BALANCES				
Liabilities:				
Accounts, Salaries and Other Payables	\$ <u>178</u>	\$ <u>13</u>	\$ <u>413</u>	\$ <u>91</u>
Fund Balnces (Deficits):				
Unreserved - Undesignated	<u>-</u>	<u>(418)</u>	<u>243</u>	<u>(7,596)</u>
TOTAL LIABILITIES AND FUND BALANCES	<u>\$ 178</u>	<u>\$ (405)</u>	<u>\$ 656</u>	<u>\$ (7,505)</u>

(Continued)

**NORTH DELTA REGIONAL PLANNING AND
DEVELOPMENT DISTRICT, INCORPORATED
Monroe, Louisiana
NONMAJOR GOVERNMENT FUNDS
COMBINING BALANCE SHEET (CONTINUED)**

June 30, 2004

	Medicaid Waivers	Ombudsman	Tri- District Develop- ment	Madison Parish E 911
ASSETS				
Cash (Book Overdraft)	\$ -	\$ 156	\$ 52,913	\$ -
Receivables	-	-	764	-
TOTAL ASSETS	\$ -	\$ 156	\$ 53,677	\$ -
 LIABILITIES AND FUND BALANCES				
Liabilities:				
Accounts, Salaries and Other Payables	\$ -	\$ 156	\$ 11	\$ -
Fund Balnces (Deficits):				
Unreserved - Undesignated	-	-	53,666	-
TOTAL LIABILITIES AND FUND BALANCES	\$ -	\$ 156	\$ 53,677	\$ -

(Continued)

**NORTH DELTA REGIONAL PLANNING AND
DEVELOPMENT DISTRICT, INCORPORATED
Monroe, Louisiana
NONMAJOR GOVERNMENT FUNDS
COMBINING BALANCE SHEET (CONCLUDED)**

June 30, 2004

	Project Care	Enterprise Zone (DED)	Delta Regional Planning Authority	Total
ASSETS				
Cash (Book Overdraft)	\$ 3,425	1,313	\$ 34,381	\$ 3,960
Receivables	-	4,625	-	124,903
TOTAL ASSETS	\$ 3,425	5,938	\$ 34,381	\$ 128,863
 LIABILITIES AND FUND BALANCES				
Liabilities:				
Accounts, Salaries and Other Payables	\$ 3,425	6	\$ 1,556	\$ 37,356
Fund Balnces (Deficits):				
Unreserved - Undesignated	-	5,932	32,825	91,507
TOTAL LIABILITIES AND FUND BALANCES	\$ 3,425	5,938	\$ 34,381	\$ 128,863

**NORTH DELTA REGIONAL PLANNING AND
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Monroe, Louisiana
NONMAJOR GOVERNMENT FUNDS
COMBINING SCHEDULE OF REVENUES , EXPENDITURES
AND CHANGES IN FUND BALANCES**

For the Year Ended June 30, 2004

	<u>Area Agency on Aging</u>	<u>Audit Fund</u>	<u>Title III D Preventive Health</u>	<u>Title III E Caregiver</u>
REVENUES:				
Intergovernmental:				
Federal grants	\$ 77,852	\$ -	\$ 16,528	\$ 85,350
State grants	25,951	6,672	-	24,802
Other local revenue	-	-	-	-
Membership dues	-	-	-	-
Miscellaneous	-	-	-	-
Total Revenues	<u>103,803</u>	<u>6,672</u>	<u>16,528</u>	<u>110,152</u>
EXPENDITURES:				
Elderly assistance	103,803	6,672	16,528	22,031
Planning for highways and public transportation	-	-	-	-
Economic development	-	-	-	-
Total Expenditures	<u>103,803</u>	<u>6,672</u>	<u>16,528</u>	<u>22,031</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>88,121</u>
OTHER FINANCING SOURCES (USES)				
Transfers In	-	-	-	-
Transfers Out	-	-	-	(88,121)
Total Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>(88,121)</u>
Excess (Deficiency) of Revenues and Other Sources Over Expenditures and Other Uses	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balance (Deficit) , Beginning of Year	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
FUND BALANCE (DEFICIT), END OF YEAR \$	<u><u>-</u></u>	<u><u>-</u></u>	<u><u>-</u></u>	<u><u>-</u></u>

(Continued)

**NORTH DELTA REGIONAL PLANNING AND
DEVELOPMENT DISTRICT, INCORPORATED
Monroe, Louisiana
NONMAJOR GOVERNMENT FUNDS
COMBINING SCHEDULE OF REVENUES , EXPENDITURES
AND CHANGES IN FUND BALANCES (CONTINUED)**

For the Year Ended June 30, 2004

	Louisiana Senior Rx	NSIP Cash-In Lieu	Economic Develop- ment Association	North Delta Caregiver
REVENUES:				
Intergovernmental:				
Federal grants	\$ -	\$ 119,374	\$ 50,000	\$ -
State grants	72,050	-	-	-
Other local revenue	-	-	-	-
Membership dues	-	-	23,881	-
Miscellaneous	2,000	-	-	-
Total Revenues	74,050	119,374	73,881	-
EXPENDITURES:				
Elderly assistance	74,050	119,374		88,121
Planning for highways and public transportation	-	-	-	-
Economic development	-	-	77,123	-
Total Expenditures	74,050	119,374	77,123	88,121
Excess (Deficiency) of Revenues Over Expenditures	-	-	(3,242)	(88,121)
OTHER FINANCING SOURCES (USES)				
Transfers In	-	-	-	88,121
Transfers Out	-	-	(34,423)	-
Total Other Financing Sources (Uses)	-	-	(34,423)	88,121
Excess (Deficiency) of Revenues and Other Sources Over Expenditures and Other Uses	-	-	(37,665)	-
Fund Balance (Deficit) , Beginning of Year	-	-	44,520	-
FUND BALANCE (DEFICIT), END OF YEAR \$	-	-	6,855	-

(Continued)

**NORTH DELTA REGIONAL PLANNING AND
DEVELOPMENT DISTRICT, INCORPORATED
Monroe, Louisiana
NONMAJOR GOVERNMENT FUNDS
COMBINING SCHEDULE OF REVENUES , EXPENDITURES
AND CHANGES IN FUND BALANCES (CONTINUED)**

For the Year Ended June 30, 2004

	<u>Council of Govern- ments</u>	<u>Federal Transit Authority</u>	<u>Federal Highways Administration</u>	<u>Louisiana Workforce Investment</u>
REVENUES:				
Intergovernmental:				
Federal grants	\$ -	\$ 26,106	\$ 123,326	\$ -
State grants	-	-	-	-
Other local revenue	39,647	6,527	30,832	19,200
Membership dues	-	-	-	-
Miscellaneous	-	-	-	-
Total Revenues	<u>39,647</u>	<u>32,633</u>	<u>154,158</u>	<u>19,200</u>
EXPENDITURES:				
Elderly assistance	-	-	-	-
Planning for highways and public transportation	39,647	32,633	154,158	-
Economic development	-	-	-	19,200
Total Expenditures	<u>39,647</u>	<u>32,633</u>	<u>154,158</u>	<u>19,200</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
OTHER FINANCING SOURCES (USES)				
Transfers In	-	-	-	-
Transfers Out	-	-	-	-
Total Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (Deficiency) of Revenues and Other Sources Over Expenditures and Other Uses	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balance (Deficit) , Beginning of Year	<u>-</u>	<u>(418)</u>	<u>243</u>	<u>(7,596)</u>
FUND BALANCE (DEFICIT), END OF YEAR \$	<u><u>-</u></u>	<u><u>(418)</u></u>	<u><u>243</u></u>	<u><u>(7,596)</u></u>

(Continued)

**NORTH DELTA REGIONAL PLANNING AND
DEVELOPMENT DISTRICT, INCORPORATED
Monroe, Louisiana
NONMAJOR GOVERNMENT FUNDS
COMBINING SCHEDULE OF REVENUES , EXPENDITURES
AND CHANGES IN FUND BALANCES (CONTINUED)**

For the Year Ended June 30, 2004

	<u>Medicaid Waivers</u>	<u>Ombudsman</u>	<u>Tri- District Develop- ment</u>	<u>Madison Parish E 911</u>
REVENUES:				
Intergovernmental:				
Federal grants	\$ -	\$ 74,159	\$ -	\$ -
State grants	-	35,489	-	-
Other local revenue	-	-	12,690	-
Membership dues	-	-	-	-
Miscellaneous	-	-	-	-
Total Revenues	<u>-</u>	<u>109,648</u>	<u>12,690</u>	<u>-</u>
EXPENDITURES:				
Elderly assistance	-	109,648	-	-
Planning for highways and public transportation	-	-	-	-
Economic development	-	-	15,760	-
Total Expenditures	<u>-</u>	<u>109,648</u>	<u>15,760</u>	<u>-</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>-</u>	<u>-</u>	<u>(3,070)</u>	<u>-</u>
OTHER FINANCING SOURCES (USES)				
Transfers In	-	-	-	21,103
Transfers Out	<u>(5,759)</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Other Financing Sources (Uses)	<u>(5,759)</u>	<u>-</u>	<u>-</u>	<u>21,103</u>
Excess (Deficiency) of Revenues and Other Sources Over Expenditures and Other Uses	<u>(5,759)</u>	<u>-</u>	<u>(3,070)</u>	<u>21,103</u>
Fund Balance (Deficit) , Beginning of Year	<u>5,759</u>	<u>-</u>	<u>56,736</u>	<u>(21,103)</u>
FUND BALANCE (DEFICIT), END OF YEAR \$	<u><u>-</u></u>	<u><u>-</u></u>	<u><u>53,666</u></u>	<u><u>-</u></u>

(Continued)

**NORTH DELTA REGIONAL PLANNING AND
DEVELOPMENT DISTRICT, INCORPORATED
Monroe, Louisiana
NONMAJOR GOVERNMENT FUNDS
COMBINING SCHEDULE OF REVENUES , EXPENDITURES
AND CHANGES IN FUND BALANCES (CONCLUDED)**

For the Year Ended June 30, 2004

	<u>Project Care</u>	<u>Enterprise Zone (DED)</u>	<u>Delta Regional Planning Authority</u>	<u>Total</u>
REVENUES:				
Intergovernmental:				
Federal grants	\$ -	\$ -	\$ 66,000	\$ 638,695
State grants	-	9,250	-	174,214
Other local revenue	-	-	-	108,896
Membership dues	-	-	-	23,881
Miscellaneous	-	-	-	2,000
Total Revenues	<u>-</u>	<u>9,250</u>	<u>66,000</u>	<u>947,686</u>
EXPENDITURES:				
Elderly assistance	-	-	-	540,227
Planning for highways and public transportation	-	-	-	226,438
Economic development	-	9,250	49,714	171,047
Total Expenditures	<u>-</u>	<u>9,250</u>	<u>49,714</u>	<u>937,712</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>-</u>	<u>-</u>	<u>16,286</u>	<u>9,974</u>
OTHER FINANCING SOURCES (USES)				
Transfers In	-	-	-	109,224
Transfers Out	-	-	-	(128,303)
Total Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>(19,079)</u>
Excess (Deficiency) of Revenues and Other Sources Over Expenditures and Other Uses	<u>-</u>	<u>-</u>	<u>16,286</u>	<u>(9,105)</u>
Fund Balance (Deficit) , Beginning of Year	<u>-</u>	<u>5,932</u>	<u>16,539</u>	<u>100,612</u>
FUND BALANCE (DEFICIT), END OF YEAR \$	<u><u>-</u></u>	<u><u>5,932</u></u>	<u><u>32,825</u></u>	<u><u>91,507</u></u>

**NORTH DELTA REGIONAL PLANNING AND
DEVELOPMENT DISTRICT, INCORPORATED
Monroe, Louisiana**

SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL

**CONTRACTS AND GRANTS PROVIDED THROUGH
THE LOUISIANA GOVERNOR'S OFFICE OF ELDERLY AFFAIRS**

For the Year Ended June 30, 2004

	Budget	Actual	Variance Favorable (Unfavorable)
AREA AGENCY ON AGING			
Administration:			
Salaries	\$ 44,121	\$ 43,957	\$ 164
Fringe	12,729	12,568	161
Travel	6,207	7,396	(1,189)
Operating Services	31,212	31,003	209
Operating Supplies	4,734	4,727	7
Other Costs	4,800	4,152	648
Capital Outlay	-	-	-
TOTAL AREA AGENCY ON AGING	\$ 103,803	\$ 103,803	\$ -
OMBUDSMAN			
Administration:			
Salaries	\$ 49,813	\$ 49,751	\$ 62
Fringe	14,342	14,344	(2)
Travel	20,123	20,619	(496)
Operating Services	22,116	21,819	297
Operating Supplies	3,254	3,115	139
Other Costs	-	-	-
Capital Outlay	-	-	-
TOTAL OMBUDSMAN	\$ 109,648	\$ 109,648	\$ -
AUDIT FUND			
Administration:			
Operating Services	\$ 954	\$ 954	\$ -
Grants to Subrecipients:			
East Carroll COA	953	953	-
Franklin COA	953	953	-
Jackson COA	953	953	-
Richland COA	953	953	-
Union COA	953	953	-
Tensas COA	953	953	-
North Louisiana Legal Assistance	-	-	-
TOTAL AUDIT FUND	\$ 6,672	\$ 6,672	\$ -

(Continued)

**NORTH DELTA REGIONAL PLANNING AND
DEVELOPMENT DISTRICT, INCORPORATED
Monroe, Louisiana**

SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL (CONTINUED)

**CONTRACTS AND GRANTS PROVIDED THROUGH
THE LOUISIANA GOVERNOR'S OFFICE OF ELDERLY AFFAIRS**

For the Year Ended June 30, 2004

	<u>Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
TITLE III B - SUPPORTIVE SERVICES			
Grants to Subrecipients:			
East Carroll COA	\$ 31,799	\$ 31,799	\$ -
Franklin COA	65,453	65,453	-
Jackson COA	56,898	56,898	-
Richland COA	46,203	46,203	-
Union COA	55,591	55,591	-
Tensas COA	34,880	34,880	-
North Louisiana Legal Assistance	13,806	13,806	-
TOTAL TITLE III B - SUPPORTIVE SERVICES	\$ 304,630	\$ 304,630	\$ -
 TITLE III C-1 - CONGREGATE MEALS			
Grants to Subrecipients:			
East Carroll COA	\$ 60,080	\$ 60,080	\$ -
Franklin COA	48,021	48,021	-
Jackson COA	64,249	64,249	-
Richland COA	45,930	45,930	-
Union COA	60,348	60,348	-
Tensas COA	28,453	28,453	-
North Louisiana Legal Assistance	-	-	-
TOTAL TITLE III C-1 - CONGREGATE MEALS	\$ 307,081	\$ 307,081	\$ -
 TITLE III C-2 - HOME DELIVERED MEALS			
Grants to Subrecipients:			
East Carroll COA	\$ 54,996	\$ 54,996	\$ -
Franklin COA	43,596	43,596	-
Jackson COA	53,110	53,110	-
Richland COA	105,868	105,868	-
Union COA	73,836	73,836	-
Tensas COA	75,159	75,159	-
North Louisiana Legal Assistance	-	-	-
TOTAL TITLE III C-2 - HOME DELIVERED MEALS	\$ 406,565	\$ 406,565	\$ -

(Continued)

**NORTH DELTA REGIONAL PLANNING AND
DEVELOPMENT DISTRICT, INCORPORATED
Monroe, Louisiana**

SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL (CONTINUED)

**CONTRACTS AND GRANTS PROVIDED THROUGH
THE LOUISIANA GOVERNOR'S OFFICE OF ELDERLY AFFAIRS**

For the Year Ended June 30, 2004

	Budget	Actual	Variance Favorable (Unfavorable)
LOUISIANA MEDICATION ASST PROGRAM			
Administration:			
Salaries	\$ 36,843	\$ 36,934	\$ (91)
Fringe	11,410	9,656	1,754
Travel	5,720	6,118	(398)
Operating Services	12,357	12,755	(398)
Operating Supplies	6,570	7,368	(798)
Other Costs	1,150	1,219	(69)
Capital Outlay	-	-	-
	-	-	-
TOTAL LA MEDICATION ASST PROGRAM	\$ 74,050	\$ 74,050	\$ -
TITLE III D - PREVENTIVE HEALTH			
Grants to Subrecipients:			
East Carroll COA	\$ 2,051	\$ 2,051	\$ -
Franklin COA	3,432	3,432	-
Jackson COA	2,620	2,427	-
Richland COA	2,980	2,980	-
Union COA	3,585	3,388	-
Tensas COA	2,250	2,250	-
North Louisiana Legal Assistance	-	-	-
	-	-	-
TOTAL TITLE III D - PREVENTIVE HEALTH	\$ 16,918	\$ 16,528	\$ -
N.S.I.P.			
Grants to Subrecipients:			
East Carroll COA	\$ 18,207	\$ 13,353	\$ 4,854
Franklin COA	26,400	22,863	3,537
Jackson COA	16,482	17,168	(686)
Richland COA	36,906	19,222	17,684
Union COA	28,000	28,433	(433)
Tensas COA	20,098	18,335	1,763
	-	-	-
TOTAL N.S.I.P	\$ 146,093	\$ 119,374	\$ 26,719

(Continued)

**NORTH DELTA REGIONAL PLANNING AND
DEVELOPMENT DISTRICT, INCORPORATED
Monroe, Louisiana**

SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL (CONCLUDED)

**CONTRACTS AND GRANTS PROVIDED THROUGH
THE LOUISIANA GOVERNOR'S OFFICE OF ELDERLY AFFAIRS**

For the Year Ended June 30, 2004

	Budget	Actual	Variance Favorable (Unfavorable)
TITLE III E - CAREGIVER			
Administration:			
Salaries	\$ 7,279	\$ 7,299	\$ (20)
Fringe	2,002	1,966	36
Travel	53	50	3
Operating Services	1,533	1,544	(11)
Operating Supplies	148	156	(8)
Other costs	77,106	77,106	-
Grants to Subrecipients:			
East Carroll COA	2,671	2,671	-
Franklin COA	4,469	4,469	-
Jackson COA	3,413	3,413	-
Richland COA	3,880	3,880	-
Union COA	4,669	4,669	-
Tensas COA	2,929	2,929	-
	<u>110,152</u>	<u>110,152</u>	<u>-</u>
TOTAL TITLE III E - CAREGIVER	\$ 110,152	\$ 110,152	\$ -

**NORTH DELTA REGIONAL PLANNING AND
DEVELOPMENT DISTRICT, INCORPORATED
Monroe, Louisiana**

**SCHEDULE OF PRIORITY SERVICES -
TITLE III, PART B - GRANT FOR SUPPORTIVE SERVICES**

For the Year Ended June 30, 2004

			Percent of GOEA Grant
Access (30%):	Assisted Transportation	\$ -	
	Transportation	232,619	
	Information and Assistance	10,009	
	Outreach	<u>3,709</u>	
	Total Access Expenses	\$ 246,337	<u>80.86%</u>
In-Home (15%):	Homemaker	101,508	
	Chore	-	
	Telephoning, Visiting, Home Repairs	-	
	Adult/Daycare/Health	-	
	Personal Care	<u>-</u>	
	Total In-Home Expenses	101,508	<u>33.32%</u>
Legal (5%)	Legal Assistance	13,806	<u>4.53%</u>
Other Priority Services		8,334	
Non-Priority Services		<u>104,921</u>	
Total Title III B - Supportive Services Expenditures		474,906	
Less:	Participant Contributions	(16,378)	
	Other Public Support	(40,530)	
	Transfers In	<u>(113,368)</u>	
Title III B - Supportive Services Grant		\$ <u>304,630</u>	

**REPORTS REQUIRED BY *GOVERNMENT AUDITING STANDARDS*
AND OMB CIRCULAR A-133**

**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 Regional Planning
and Development District, Incorporated
Monroe, Louisiana**

We have audited the financial statements of the North Delta Regional Planning and Development District, Incorporated, (the District) as of and for the year ended June 30, 2004, and have issued our report thereon dated December 17, 2004. We conducted our audit in accordance with auditing standards generally accepted in the United States of America; 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 Louisiana Society of Certified Public Accountants and the Louisiana Legislative Auditor.

Compliance

As part of obtaining reasonable assurance about whether the District's 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 is required to be reported under *Government Auditing Standards*.

Internal Control over Financial Reporting

In planning and performing our audit, we considered the District's internal control over financial reporting 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 over financial reporting. Our consideration of the internal control over financial reporting would not necessarily disclose all matters in the internal control over financial reporting that might be a material weakness. 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 Regional Planning
and Development District, Incorporated
Monroe, Louisiana**

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 over financial reporting and its operation that we consider material weaknesses.

This report is intended for the information of management of the District, Federal and State awarding agencies and other entities granting funds to the District and the Legislative Auditor for the state of Louisiana and is not intended to be used and should not be used by anyone other than these specified parties. However, under Louisiana Revised Statute 24:513, this report is distributed by the Legislative Auditor as a public document.



(A Professional Accounting Corporation)

December 17, 2004



Francis I. Huffman, CPA
L. Fred Monroe, CPA
Esther Atteberry, CPA

John L. Luffey, MBA, CPA (1963-2002)

**REPORT ON COMPLIANCE WITH REQUIREMENTS
APPLICABLE TO EACH MAJOR PROGRAM AND INTERNAL CONTROL
OVER COMPLIANCE IN ACCORDANCE WITH OMB CIRCULAR A-133**

**North Delta Regional Planning
and Development District, Incorporated
Monroe, Louisiana**

Compliance

We have audited the compliance of North Delta Regional Planning and Development District, Incorporated, (the District) with the types of compliance requirements described in the U. S. Office of Management and Budget (OMB) Circular A-133 Compliance Supplement that are applicable to each of its major federal programs for the year ended June 30, 2004. The District's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

Compliance with the requirements of laws, regulations, contracts, and grants applicable to each of its major federal programs is the responsibility of the District's management. Our responsibility is to express an opinion on the District's compliance based on our audit.

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Those standards and OMB Circular A-133 require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about the District's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances. We believe that our audit provides a reasonable basis for our opinion. Our audit does not provide a legal determination on the District's compliance with those requirements.

In our opinion, the District, complied, in all material respects, with the requirements referred to above that are applicable to each of its major federal programs for the year ended June 30, 2004.

**North Delta Regional Planning
and Development District, Incorporated
Monroe, Louisiana**

Internal Control Over Compliance

The management of the District, is responsible for establishing and maintaining effective internal control over compliance with requirements of laws, regulations, contracts, and grants applicable to federal programs. In planning and performing our audit, we considered the District's internal control over compliance with requirements that could have a direct and material effect on a major federal program in order to determine our auditing procedures for the purpose of expressing our opinion on compliance and to test and report on the internal control over compliance in accordance with OMB Circular A-133.

Our consideration of the internal control over compliance would not necessarily disclose all matters in the internal control that might be material weaknesses. A material weakness is a reportable 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 noncompliance with applicable requirements of laws, regulations, contracts, and grants caused by error or fraud that would be material in relation to a major federal program 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 compliance and its operation that we consider to be material weaknesses.

This report is intended solely for the information and use of the audit committee, the District's management, and Federal awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties. However, under provisions of Louisiana Revised Statute 24:513, this report is distributed by the Legislative Auditor as a public document.



(A Professional Accounting Corporation)

December 17, 2004

**NORTH DELTA REGIONAL PLANNING AND
DEVELOPMENT DISTRICT, INCORPORATED**
Monroe, Louisiana

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

For the Year Ended June 30, 2004

<u>FEDERAL GRANTOR/ PASS-THROUGH GRANTOR/PROGRAM NAME</u>	<u>CFDA Number</u>	<u>Pass - Through Grantor's I.D. Number</u>	<u>Grant Period</u>	<u>Award Amount</u>	<u>Revenue Recognized</u>
United States Department of Commerce Direct Program: Economic Development - Support for Public Planning Organizations	11.302	N/A	01/01/01 - 12/31/03 01/01/04 - 01/01/06	150,000 150,000 \$	25,000 25,000 <u>50,000</u>
Total United States Department of Commerce					
United States Department of Health and Human Services/Passed Through the Louisiana Governor's Office of Elderly Affairs: Special Programs for the Aging - Title III B - Long-Term Care Ombudsman	93.042	588443	07/01/03 - 06/30/04	74,159	<u>74,159</u>
Title III B - Grants for Supportive Services and Senior Centers: Title III B - Supportive Services	93.044	588795	07/01/03 - 06/30/04	236,748	<u>236,748</u>
Title III C - Nutrition Services: Title III C - Area Agency Admin	93.045	588795	07/01/03 - 06/30/04	77,852	77,852
Title III C-1 - Congregate Meals	93.045	588795	07/01/03 - 06/30/04	213,986	213,986
Title III C-2 - Home Delivered Meal	93.045	588795	07/01/03 - 06/30/04	150,998	<u>150,998</u>
Total Title III - C - Nutrition Services					
					<u>442,836</u>

(Continued)

**NORTH DELTA REGIONAL PLANNING AND
DEVELOPMENT DISTRICT, INCORPORATED**
Monroe, Louisiana

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS (Concluded)

For the Year Ended June 30, 2003

<u>FEDERAL GRANTOR/ PASS-THROUGH GRANTOR/PROGRAM NAME</u>	<u>CFDA Number</u>	<u>Pass - Through Grantor's I.D. Number</u>	<u>Grant Period</u>	<u>Award Amount</u>	<u>Revenue Recognized</u>
	93.043	588795	07/01/03 - 06/30/04	16,918	16,528
Title III D - Preventive Health					
Title III E - National Family Caregiver Support	93.052	588795	07/01/03 - 06/30/04	94,770	85,350
Nutritional Services Incentive Program (NSIP)					
Food Distribution - Cash-in-Lieu of Commodities	93.053	588422	07/01/03 - 06/30/04	119,374	119,374
Total United States Department of Health and Human Services					<u>974,995</u>
United States Department of Agriculture					
Direct Programs:					
Farmer's Home Administration - Intermediary Relending Program **	10.767	N/A	---	-	-
Total U. S. Dept. of Agriculture					
United States Department of Transportation/ Passed-Through the Ouachita Council of Governments: Highway Planning and Construction: Federal Highway Administration	20.205	736-37-0031	07/01/03 - 06/30/04	123,326	123,326
Federal Transit Administration	20.507	736-37-0033	07/01/03 - 06/30/04	26,106	26,106
Total United States Department of Transportation					<u>149,432</u>
Delta Regional Authority	N/A	N/A	07/01/03 - 06/30/04		66,000
TOTAL FEDERAL AWARDS					<u>\$ 1,240,427</u>

** The District is indebted to the Department of Agriculture (Farmer's Home Administration) for a note of \$1,346,658 at year end.
* See Notes to Schedule of Expenditures of Federal Awards

**NORTH DELTA REGIONAL PLANNING AND
DEVELOPMENT DISTRICT, INCORPORATED
Monroe, Louisiana**

NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

For the Year Ended June 30, 2004

1: GENERAL

The accompanying Schedule of Expenditures of Federal Awards presents the activity of all Federal Awards programs of the North Delta Regional Planning and Development District, Incorporated, (the District) Monroe, Louisiana. The District's reporting entity is defined in Note 1 to the District's general-purpose financial statements. Federal awards received directly from federal agencies, as well as federal awards passed through other government agencies, is included on the schedule.

2: BASIS OF ACCOUNTING

The accompanying Schedule of Expenditures of Federal Awards is presented using the modified accrual basis of accounting, which is described in Note 1 to the District's financial statements.

RELATIONSHIP TO FINANCIAL STATEMENTS

Federal Awards revenues are reported in the District's financial statements as follows:

Governmental Funds:	
Major Funds	\$ 601,732
Other Governmental Funds	<u>638,695</u>
Total	<u>\$1,240,427</u>

In addition, the following federal funds were passed through to subrecipients:

Title III – Supportive Services	304,630
Title III - Congregate Nutrition	307,081
Title III – Home Delivered Meals	406,565
N.S.I.P Cash-in-Lieu of Commodities	146,093
Title III – Preventive Health	16,918
Title III – Caregiver	<u>22,031</u>
Total Federal Awards	<u>\$1,203,318</u>

**NORTH DELTA REGIONAL PLANNING AND
DEVELOPMENT DISTRICT, INCORPORATED
Monroe, Louisiana**

SCHEDULE OF FINDINGS AND QUESTIONED COSTS

For the Year Ended June 30, 2004

Section 1 – Summary of Auditor’s Results

Financial Statements:

Type of Auditor’s Report Issued: Unqualified

Internal Control Over Financial Reporting:

Material Weakness(es) identified? Yes No

Reportable Condition(s) identified not considered to be material weaknesses? Yes None reported

Noncompliance material to financial statements noted? Yes No

Federal Awards:

Internal Control Over Major Programs:

Material weakness(es) identified? Yes No

Reportable condition(s) identified not considered to be material weakness(es)? Yes None Reported

Type of auditor’s report issued on compliance for major programs: Unqualified

Any audit findings disclosed that are required to be reported in accordance with Circular A-133, Section .510(a)? Yes No

Dollar threshold used to distinguish between Type A and Type B programs \$300,000

Auditee qualified as low-risk auditee? Yes No

Identification of Major Programs:

<u>CFDA #</u>	<u>PROGRAM TITLE</u>
20.205	Highway Planning and Construction
93.052	Title III E – National Family Caregiver Support
93.053	Title III C – Nutrition Services Incentive Program

Section II – Financial Statement Findings and Questioned Costs:

None reported.

Section III – Federal Awards Findings and Questioned Costs:

None reported.

**NORTH DELTA REGIONAL PLANNING AND
DEVELOPMENT DISTRICT, INCORPORATED
SUMMARY STATUS OF PRIOR YEAR FINDINGS
FOR THE YEAR ENDED JUNE 30, 2004**

There were no findings included in the audit for the year ended June 30, 2003.