

LINCOLN PARISH GEOGRAPHIC
INFORMATION SYSTEM DISTRICT
RUSTON, LOUISIANA

Financial Statements
For the Year Ended December 31, 2011

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 JUN 20 2012

LINCOLN PARISH GEOGRAPHIC INFORMATION SYSTEM DISTRICT
RUSTON, LOUISIANA
FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2011

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INDEPENDENT AUDITOR'S REPORT

Board of Commissioners
Lincoln Parish Geographic
Information System District
Ruston, Louisiana

I have audited the accompanying financial statements of the governmental activities and the fund information of the Lincoln Parish Geographic Information System District, as of and for the year ended December 31, 2011, which collectively comprise the basic financial statements of the Lincoln Parish Geographic Information System District as listed in the table of contents. These financial statements are the responsibility of the Lincoln Parish Geographic Information System District's management. My responsibility is to express an opinion on these financial statements based on my audit.

I conducted my audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that I plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. I believe that my audit provides a reasonable basis for my opinions.

In my opinion, the financial statements referred to above present fairly, in all material respects, the financial position of the governmental activities and fund information for the Lincoln Parish Geographic Information System District as of December 31, 2011, and the respective changes in financial position thereof for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, I have also issued my report dated May 18, 2012, on my consideration of the Lincoln Parish Geographic Information System District's internal control over financial reporting and my tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. The purpose of that report is to describe the scope of my testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be considered in assessing the results of my audit.

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis and budgetary comparison information on pages 3 through 5 and 17 through 18 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. I have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge I obtained during our audit of the basic financial statements. I do not express an opinion or provide any assurance on the information because the limited procedures do not provide me with sufficient evidence to express an opinion or provide any assurance.

WILLIAM R. HULSEY
Certified Public Accountant



May 18, 2012

**REQUIRED SUPPLEMENTAL INFORMATION (PART A)
MANAGEMENT'S DISCUSSION AND ANALYSIS**

**LINCOLN PARISH GEOGRAPHIC INFORMATION SYSTEM DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS (MD&A)**

Our discussion and analysis of the Geographic Information System District provides an overview of the District's activities for the year ended December 31, 2011. Please read it in conjunction with the District's financial statements

USING THIS ANNUAL REPORT

This annual report consists of a series of financial statements. The Statement of Net Assets and the Statement of Activities provide information about the activities of the District as a whole.

Reporting the District as a Whole

The Statement of Net Assets and the Statement of Activities

These statements include all assets and liabilities using the accrual basis of accounting, which is similar to the accounting used by most private-sector entities. All of the current year's revenues and expenses are taken into account regardless of when cash is received or paid.

These two statements report the District's net assets and changes in them. The District's net assets (the difference between assets and liabilities) measure the District's financial position. The increases or decreases in the District's net assets are an indicator of whether its financial position is improving or not.

THE DISTRICT AS A WHOLE

For the year ended December 31, 2011 and 2010, net assets changed as follows.

	2011		2010
Beginning Net Assets	\$ 238,968		\$ 138,529
Increase	110,779		100,439
Ending Net Assets	\$ 349,747		\$ 238,968

THE DISTRICT'S FUNDS

The following schedule presents a summary of revenues and expenditures for the years ended December 31, 2011 and 2010:

Revenues	2011 Amount	Percent Of Total	2010 Amount	Percent Of Total
User Fees	\$453,968	66.41%	\$427,419	76.10%
Construction Permit Fees	104,738	15.32%	121,738	21.67%
Delta Regional Authority	124,911	18.27%	12,500	2.23%
Total Revenues	\$683,573	100.00%	\$561,657	100.00%

Expenditures	2011 Amount	Percent Of Total	2010 Amount	Percent Of Total
Public Safety	\$483,697	84.45%	\$421,264	91.34%
Capital Outlay	89,097	15.55%	39,954	8.66%
Total Expenditures	\$572,794	100.00%	\$461,218	100.00%

BUDGETARY HIGHLIGHTS

The District's total actual revenues in its general fund exceeded its budgeted revenues by \$46,617 for 2011. The District's total budgeted expenditures in its general fund exceeded its actual expenditures by \$24,345 for 2011. This is attributed primarily to increased code enforcement and the Delta Regional Authority grant award.

CAPITAL ASSETS AND DEBT ADMINISTRATION

Capital Assets

At December 31, 2011, the District had \$47,230 invested in capital assets as follows:

Asset	December 31, 2010 Balance	Additions	Disposals	December 31, 2011 Balance
Machinery and Equipment	\$123,184	\$ -	\$ -	\$ 123,184
Total Capital Assets	123,184	-	-	123,184
Less Accumulated Depreciation	(59,293)	(16,661)	-	(75,954)
Total Capital Assets, Net	\$ 63,891	\$ (16,661)	\$ -	\$ 47,230

Debt

At year end, the District had no liability for compensated absences.

ECONOMIC FACTORS AND NEXT YEAR'S BUDGETS AND RATES

The District's revenues are derived from user fees and construction permit fees. Recently implemented legislation has mandated increased emphasis on permits being issued on new and existing structures. These additional fees will be paid to the District and should provide additional revenue but it is unclear, at this point, how much will be realized.

CONTACTING THE DISTRICT'S FINANCIAL MANAGEMENT

This financial report is designed to provide our citizens, taxpayers, and creditors with a general overview of the District's finances and to show the District's accountability for the money it receives. If you have any questions about this report or need additional financial information, contact the following:

Contact Person: Pam Jones
Title: Chairman

GOVERNMENT-WIDE FINANCIAL STATEMENTS

LINCOLN PARISH GEOGRAPHIC INFORMATION SYSTEM DISTRICT
RUSTON, LOUISIANA
STATEMENT OF NET ASSETS
DECEMBER 31, 2011

	<u>Governmental Activities</u>
ASSETS	
Cash	\$ 289,962
Accounts Receivable	22,856
Due From Other Governments - LPPJ	2,535
Capital Assets:	
Depreciable	<u>47,230</u>
TOTAL ASSETS	<u>\$ 362,583</u>
LIABILITIES	
Accounts Payable	\$ 3,188
Deferred Revenue	9,553
Due To Other Governments - LPPJ	<u>95</u>
Total Liabilities	12,836
NET ASSETS	
Invested in Capital Assets.	
Net of Related Debt	47,230
Unrestricted	<u>302,517</u>
Total Net Assets	<u>349,747</u>
TOTAL LIABILITIES AND NET ASSETS	<u>\$ 362,583</u>

The accompanying notes are an integral part of this financial statement

LINCOLN PARISH GEOGRAPHIC INFORMATION SYSTEM DISTRICT
RUSTON, LOUISIANA
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED DECEMBER 31, 2011

Function/Program Activities	Expenses	Program Revenues		Net (Expense) Revenue and Changes in Net Assets
		Charges for Services	Operating Grants and Contributions	
Government Activities:				
Public Safety	<u>\$ 572,794</u>	<u>\$ 558,662</u>	<u>\$ 124,911</u>	<u>\$ -</u>
				<u>\$ 110,779</u>

General Revenues:

Interest Earned	<u>-</u>
Changes in Net Assets	<u>110,779</u>
Net Assets - Beginning	<u>238,968</u>
Net Assets - Ending	<u>\$ 349,747</u>

The accompanying notes are an integral part of this financial statement

FUND FINANCIAL STATEMENTS

LINCOLN PARISH GEOGRAPHIC INFORMATION SYSTEM DISTRICT
RUSTON, LOUISIANA
BALANCE SHEET - GOVERNMENTAL FUNDS
DECEMBER 31, 2011

	<u>GIS Mapping Fund</u>	<u>GIS IT Director Fund</u>	<u>GIS Project Reserve Fund</u>	<u>Total Governmental Funds</u>
ASSETS				
Cash	\$ 256,323	\$ 20,277	\$ 13,362	\$ 289,962
Accounts Receivable	22,772	-	84	22,856
Due From Other Governments - LPPJ	2,535	-	-	2,535
Due From Other Funds	5,016	-	43,164	48,180
TOTAL ASSETS	<u>\$ 286,646</u>	<u>\$ 20,277</u>	<u>\$ 56,610</u>	<u>\$ 363,533</u>
LIABILITIES				
Accounts Payable	\$ 3,188	-	\$ -	\$ 3,188
Deferred Revenue	9,553	-	-	9,553
Due To Other Governments - LPPJ	95	-	-	95
Due To Other Funds	43,164	-	5,016	48,180
Total Liabilities	<u>56,000</u>	<u>-</u>	<u>5,016</u>	<u>61,016</u>
FUND BALANCE				
Assigned	230,646	-	-	230,646
Unassigned	-	20,277	51,594	71,871
Total Fund Balances	<u>230,646</u>	<u>20,277</u>	<u>51,594</u>	<u>302,517</u>
TOTAL LIABILITIES AND FUND BALANCE	<u>\$ 286,646</u>	<u>\$ 20,277</u>	<u>\$ 56,610</u>	<u>\$ 363,533</u>

LINCOLN PARISH GEOGRAPHIC INFORMATION SYSTEM DISTRICT
RUSTON, LOUISIANA
RECONCILIATION OF TOTAL GOVERNMENTAL
FUND BALANCES TO NET ASSETS OF
GOVERNMENTAL ACTIVITIES
DECEMBER 31, 2011

Total Governmental Fund Balances \$ 302,517

*Amounts reported for governmental activities
in the statement of net assets are different*

Capital assets used in governmental activities
are not financial resources and therefore
are not reported in the funds.

47,230

Net Assets of Governmental Activities

\$ 349,747

The accompanying notes are an integral part of this financial statement

LINCOLN PARISH GEOGRAPHIC INFORMATION SYSTEM DISTRICT
RUSTON, LOUISIANA
STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - GOVERNMENTAL FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2011

	GIS Mapping Fund	GIS IT Director Fund	GIS Project Reserve Fund	Total Governmental Funds
Revenues				
User Fees	\$ 451,968	-	\$ 1,956	\$ 453,924
Construction Permit Fees	104,738	-	-	104,738
Delta Regional Authority	124,911	-	-	124,911
Total Revenues	681,617	-	1,956	683,573
Expenditures				
Public safety				
Salaries & Related Expenses	303,744	-	-	303,744
Utilities	2,805	-	-	2,805
Telephone	3,568	-	-	3,568
Internet Service	24,768	-	-	24,768
Professional Services	113,475	-	9,483	122,958
Office Supplies & Expense	3,948	-	-	3,948
Travel	5,245	-	-	5,245
Capital Outlay	89,097	-	-	89,097
Total Expenditures	546,650	-	9,483	556,133
Excess of Revenues Over Expenditures	134,967	-	(7,527)	127,440
Other Financing Sources (Uses)				
Operating Transfers In	-	-	-	-
Operating Transfers Out	-	-	-	-
Total Other Financing Sources (Uses)	-	-	-	-
Excess (Deficiency) of Revenues and Other Sources Over Expenditures And Other Uses	134,967	-	(7,527)	127,440
Fund Balance, Beginning	95,679	20,277	59,121	175,077
FUND BALANCE, ENDING	\$ 230,646	\$ 20,277	\$ 51,594	\$ 302,517

LINCOLN PARISH GEOGRAPHIC INFORMATION SYSTEM DISTRICT
RUSTON, 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 DECEMBER 31, 2011

Net Change in Fund Balances - Total Governmental Funds \$ 127,440

Amounts reported for governmental activities in the statement of activities are different because:

Governmental funds report capital outlays as expenditures while governmental activities report depreciation expense to allocate those expenditures over the life of the assets:

Capital assets purchases capitalized	-
Depreciation Expense	(16,661)
	(16,661)

The decrease in compensated absences liability does not require the use of current financial resources but is recorded as an expense in the statement of activities	-
	-

Change in Net Assets in Governmental Activities	\$ 110,779
	110,779

The accompanying notes are an integral part of this financial statement

LINCOLN PARISH GEOGRAPHIC INFORMATION SYSTEM DISTRICT
RUSTON, LOUISIANA
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2011

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The Lincoln Parish Geographic Information System District (the "District") was created by the Police Jury of Lincoln Parish for the purpose of the development and application of geographic information systems, including but not limited to base data regarding property ownership, population, demographics, political boundaries, emergency service areas, etc. The District may also assist with homeland security and emergency preparedness. The governing body of the District consists of a seven member Board of Commissioners.

The District complies with accounting principles generally accepted in the United States of America (GAAP). GAAP includes all relevant Government Accounting Standards Board (GASB) pronouncements. In the government-wide financial statements, Financial Accounting Standards Board (FASB) pronouncements and Accounting Principles Board (APB) opinions issued on or before November 30, 1989 have been applied unless those pronouncements conflict with or contradict GASB pronouncements, in which case, GASB prevails. The accounting and reporting framework and the more significant accounting policies are discussed in subsequent sections of this note.

Basis of Presentation

In June, 1999, the GASB unanimously approved statement No. 34, *Basic Financial Statements – and Management's Discussion and Analysis – for State and Local Governments*. Certain of the significant changes in the presentation of its funds financial information include, for the first time a Management Discussion and Analysis (MD&A) section providing an analysis of the District's overall financial position and results of operations and financial statements prepared using full accrual accounting for all fund activities. These and other changes are reflected in the accompanying financial statements including the notes to the financial statements.

Measurement Focus, Basis of Accounting and Financial Statement Presentation

Government-Wide Financial Statements – The governmental-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. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

Governmental Fund Financial Statements – The governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period, the District considers revenues to be available if they are collected within 60 days of the end of the current fiscal year end.

Principal revenue sources considered susceptible to accrual are federal grants, interest on investments, sales and income taxes, and lease payments receivable. Some revenue items that are considered measurable and available to finance operations during the year from an accounting perspective are not available for expenditure due to the District's present appropriation system. These revenues have been accrued in accordance with accounting principles generally accepted in the United States of America since they have been earned and are expected to be collected within sixty days of the end of the period.

LINCOLN PARISH GEOGRAPHIC INFORMATION SYSTEM DISTRICT
RUSTON, LOUISIANA
NOTES TO FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED DECEMBER 31, 2011

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Measurement Focus, Basis of Accounting and Financial Statement Presentation (Continued)

Other revenues are considered to be measurable and available only when cash is received by the District. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. Modifications to the accrual basis of accounting include:

- Employees' vested annual leave is recorded as an expenditure when utilized. The amount of accumulated annual leave unpaid at December 31, 2011 has been reported only in the government-wide financial statements.
- Interest on general long-term obligations is recognized when paid.
- Debt service expenditures are recorded only when payment is due.

Fund Accounting

The financial activities of the District are recorded in individual funds, each of which is deemed to be a separate accounting entity. The District uses fund accounting to report on its financial position and results of 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.

Governmental Funds

General Fund – The General Fund is the general operating fund for the Lincoln Parish Geographic Information System District. It is used to account for all financial sources and uses of the Geographic Information System District, except those required to be accounted for in other funds.

Special Revenue Fund – The Special Revenue Fund is used to account for the proceeds of specific revenue sources that are legally restricted to expenditures for specified purposes. The equipment replacement fund was established in 1994 to account for funds to replace equipment.

Use of Estimates

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America 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 and expenses during the reporting period. Actual results could differ from those estimates.

Budgets and Budgetary Accounting

The budget for the General Fund is proposed by the Director and formally adopted by the Commissioners. The budget is prepared on a basis consistent with generally accepted accounting principles (GAAP). Budgetary amendments involving the transfer of funds from one function to another or involving increases in expenditures resulting from revenues exceeding amounts estimated require approval of the Commissioners. At year end, all appropriations lapse.

LINCOLN PARISH GEOGRAPHIC INFORMATION SYSTEM DISTRICT
RUSTON, LOUISIANA
NOTES TO FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED DECEMBER 31, 2011

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Cash and Cash Equivalents

Louisiana statutes permit the District to invest in United States' bonds, treasury notes, or certificates, or other obligations of the U.S. Government and agencies of the U S Government which are federally insured, and certificates of deposit of state banks having their principal office in the State of Louisiana, or in mutual or trust fund institutions which are registered and which have underlying investments limited to securities of the U S Government or its agencies.

The District's policy is to include short-term interest bearing deposits with a maturity of three months or less as cash in the financial statements

Valuation of Carrying Amounts of Deposits

Cash is reported at net book value - the year end bank balance plus any deposits in transit and less any outstanding checks that have not cleared the bank as of that date

Fund Equity

GASB Statement No. 54 establishes standards for five fund balance classifications that comprise a hierarchy based primarily on the extent to which a government is bound to observe constraints imposed upon the use of resources reported in government funds. The nonspendable fund balance classification includes amounts that cannot be spent because they are either (a) not in spendable form – prepaid items or inventories; or (b) legally or contractually required to be maintained intact.

The spendable portion of the fund balance comprises the remaining four classifications: *restricted*, *committed*, *assigned* and *unassigned*.

Restricted Fund Balance – This classification reflects the constraints imposed on resources either (a) externally by creditors, grantors, contributors, or laws or regulations of other governments, or (b) imposed by law through constitutional provisions or enabling legislation.

Committed Fund Balance – These amounts can only be used for specific purposes pursuant to constraints imposed by formal resolutions or ordinances of the Board of Commissioners – the government's highest level of decision making authority. Those committed amounts cannot be used for any other purpose unless the Board of Commissioners remove the specified use by taking the same type of action imposing the commitment. This classification also includes contractual obligations to the extent that existing resources in the fund have been specifically committed for use in satisfying those contractual requirements.

Assigned Fund Balance – This classification reflects the amounts constrained by the Board's "intent" to be used for specific purposes, but are neither restricted nor committed. The Board and management have the authority to assign amounts to be used for specific purposes. Assigned fund balances include all remaining amounts (except negative balances) that are reported in governmental funds, other than the general fund, that are not classified as nonspendable and are neither restricted nor committed.

LINCOLN PARISH GEOGRAPHIC INFORMATION SYSTEM DISTRICT
RUSTON, LOUISIANA
NOTES TO FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED DECEMBER 31, 2011

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Fund Equity (Continued)

Unassigned Fund Balance – This fund balance is the residual classification for the general fund. It is also used to report negative fund balances in other governmental funds.

When both restricted and unrestricted resources are available for use, it is the Board's policy to use externally restricted resources first, then unrestricted resources – committed, assigned and unassigned – in order as needed.

Receivables

All receivables are recorded at their gross value and, where appropriate, are reduced by the estimated portion that is expected to be uncollectible.

Interfund Transactions

Quasi-external transactions are accounted for as revenue and expenditures. Transactions that constitute reimbursements to a fund are recorded as expenditures in the reimbursing fund and as reduction of expenditures in the fund that is reimbursed. All other interfund transactions that are not to be repaid are recorded as transfers.

Fixed Assets

Fixed assets of the District are stated at cost and are reported in the government-wide financial statements. Depreciation of all exhaustible fixed assets are charged as an expense against operations. Depreciation is computed using the straight-line method over the estimated useful lives of 5 years.

Compensated Absences

Employees accrue from five to fifteen days of annual and sick leave each year depending on years of service with the Geographic Information System District. Annual leave must be used in the year it is earned. Sick leave, up to a maximum of fifteen days, may be carried forward to the next year for major illnesses only. Upon separation, all unused sick leave lapses.

NOTE 2 – CASH AND CASH EQUIVALENTS

Custodial Credit Risk – Deposits. The custodial credit risk is the risk that in the event of a bank failure, the District's deposits may not be returned to it. The District's policy to ensure there is no exposure to this risk is to require each financial institution to pledge its' own securities to cover any amount in excess of Federal Depository Insurance Coverage. Louisiana Revised Statute 39:1229 imposes a statutory requirement on the custodial bank to advertise and sell the pledged securities within 10 days of being notified by the District that the fiscal agent bank has failed to pay deposited funds upon demand. Accordingly, the District had no custodial credit risk related to its deposits at December 31, 2011. The District had cash and cash equivalents in demand deposits, totaling \$290,046 December 31, 2011.

LINCOLN PARISH GEOGRAPHIC INFORMATION SYSTEM DISTRICT
RUSTON, LOUISIANA
NOTES TO FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED DECEMBER 31, 2011

NOTE 2 – CASH AND CASH EQUIVALENTS (Continued)

These deposits are stated at cost, which approximates market. 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. Cash per books at year end was \$289,962. Cash and cash equivalents (bank balances other than these backed by the U.S. government) at December 31, 2011, are secured, as follows:

Bank Balances	\$ 290,046
FDIC Insurance	250,000
Pledged Securities (uncollateralized)	-
Total	<u>\$ 250,000</u>

NOTE 3 – PROPERTY AND EQUIPMENT

Capital asset activity for the year ended December 31, 2011 is as follows:

	December 31, 2010 <u>Balance</u>	<u>Additions</u>	<u>Disposals</u>	December 31, 2011 <u>Balance</u>
Depreciable Assets:				
Machinery & Equipment	\$ 123,184	\$ -	\$ -	\$ 123,184
Totals at Historical Cost	123,184	-	-	123,184
Less Accumulated Depreciation for				
Machinery & Equipment	(59,293)	(16,661)	-	(75,954)
Total Accumulated Depreciation	<u>(59,293)</u>	<u>(16,661)</u>	-	<u>(75,954)</u>
<u>CAPITAL ASSETS, NET</u>	<u>\$ 63,891</u>	<u>\$(16,661)</u>	<u>\$ -</u>	<u>\$ 47,230</u>

Depreciation was charged to the Public Safety function of the District for \$16,661

NOTE 4 – ACCOUNTS RECEIVABLE

Accounts receivable at December 31, 2011 were \$22,856 and consisted of user fees. Based on prior experience, the uncollectible receivables are considered immaterial, thus no provision has been made for such loss in these financial statements.

NOTE 5 - PENSION PLAN - PAROCHIAL RETIREMENT SYSTEM

Plan Description

The Parochial Employees' Retirement System, a Public Employee Retirement System, is a cost sharing multiple-employer plan that is governed by the Louisiana Revised Statutes, title II, Sections 1901 through 2015, specifically, and other general laws of the State of Louisiana.

Under the Parochial Retirement System, a member is eligible for normal retirement if he has at least 30 years of creditable service regardless of age or 25 years of creditable service and is at least 55 years old, or 10 years of creditable service and is at least 60 years old.

LINCOLN PARISH GEOGRAPHIC INFORMATION SYSTEM DISTRICT
RUSTON, LOUISIANA
NOTES TO FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED DECEMBER 31, 2011

NOTE 5 - PENSION PLAN - PAROCHIAL RETIREMENT SYSTEM (Continued)

The monthly retirement benefit is equal to three percent of the member's coverage monthly compensation for any 36 months of consecutive service in which compensation was highest, multiplied by years of creditable service, not to exceed 100% of member's final compensation.

Retirement benefits are payable monthly for the life of the retiree, and upon the retiree's death under certain conditions are payable to the retiree's surviving spouse and minor children. The District's payroll is included in the Lincoln Parish Police Jury, primary government financial statements.

The System issues an annual publicly available financial report that includes financial statements and required supplementary information for the System. That report may be obtained by writing to the Louisiana Parochial Employees' Retirement System, P O. Box 14619, Baton Rouge, Louisiana 70898

Funding Policy

Under the plan, members are required by state statute to contribute 9.5% of their annual covered salary and the District is required to contribute at an actuarially determined rate. The current rate is 15.75% of annual covered payroll. The District's contributions to the System for the years ending December 31, 2011, 2010, and 2009 are included in the Lincoln Parish Police Jury's retirement expense

NOTE 6 - FEDERALLY ASSISTED PROGRAMS

The Lincoln Parish Geographic Information System District has no federally financial assisted programs therefore, no schedule of federally assisted program activity has been presented in accordance with the Office of Management and Budget Circular A-133, Audits of State and Local Governments.

NOTE 7 - DEFERRED COMPENSATION PLAN

Employees of the Lincoln Parish Geographic Information System District may participate in a deferred compensation plan adopted under the provisions of Internal Revenue Code Section 457 (Deferred Compensation Plans with Respect to Service for State and Local Governments)

The deferred compensation plan is available to all employees of the Lincoln Parish Geographic Information System District. Under the plan, employees may elect to defer a portion of their salaries and avoid paying taxes on the deferred portion until the withdrawal date. The deferred compensation amount is not available for withdrawal by employees until termination, retirement, death, or unforeseeable emergency. In accordance with the provisions of GASB Statements No. 32 and No. 34, plan balances and activities are not reflected in the financial statements of the Lincoln Parish Geographic Information System District

NOTE 8 - LITIGATION

According to the Parish District Attorney, the District had no pending or threatened litigation as of December 31, 2011.

LINCOLN PARISH GEOGRAPHIC INFORMATION SYSTEM DISTRICT
RUSTON, LOUISIANA
NOTES TO FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED DECEMBER 31, 2011

NOTE 9 - COMPENSATION FOR THE BOARD OF COMMISSION

The members of the Commission for the Lincoln Parish Geographic Information System District receive no compensation.

NOTE 10 - STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY

Budget/Actual Variances

When comparing budget to actual amounts for the year ended December 31, 2011, all amounts fell within the 5% allowable budget variances.

NOTE 11 – GIS, IT and Contractual Revenue

The District provides services to other departments of Lincoln Parish as well as to component units of the Lincoln Parish Police Jury. These departments and component units are charged a monthly fee for providing GIS and IT services. During 2011, the District received \$450,590 for providing these services. Also, the District is responsible for code enforcement for new and existing structures throughout Lincoln Parish. During 2011, the District received \$104,738 for providing this service.

NOTE 12 – Delta Regional Authority

During 2011, the District entered into an agreement with the Delta Regional Authority by allowing the Geographic Information Systems to create a much needed dataset base for economic development. The Future Land use dataset will fill a much needed gap in the GIS database for Lincoln Parish. This dataset will be the foundation of the Economic Development data that will be produced for the parish in the future. This project also meets the DRA Strategic Plan goal of Business Development by targeting new and expanding business and industry, offering an online portal displaying parcels of land available for development along with available information such as size and dimensions of property, elevation and contours, utilities available, transportation infrastructure, and zoning and the planned future land use.

This is also a collaborative effort between the Lincoln Parish Police Jury and the City of Ruston to develop a one stop online portal designed to assist developers, real estate agents, business owners, and government officials by providing geographic information about potential land available to be developed. The portal will also offer an employment section to allow job seekers a place to post their job skills and resume and a section for developers and business owners to search for local candidates seeking employment. During 2011, the District received \$124,911 from the DRA, with \$9,553 being deferred until 2012. \$78,745 was spent for a GIS based suitability analysis during the year ended December 31, 2011.

The District has also been approved for funding in the amount of \$68,181 from the United States Department of Justice COPS grant. As of December 31, 2011, this amount has not been received.

NOTE 13 – SUBSEQUENT EVENTS

Subsequent events have been evaluated through May 18, 2012, which the day the financial statements were available to be issued, and it has been determined that no significant events have occurred for disclosure.

**REQUIRED SUPPLEMENTAL INFORMATION (PART B)
BUDGETARY COMPARISON SCHEDULES**

LINCOLN PARISH GEOGRAPHIC INFORMATION SYSTEM DISTRICT
RUSTON, LOUISIANA
BUDGETARY COMPARISON SCHEDULE - GENERAL FUND
FOR THE YEAR ENDED DECEMBER 31, 2011

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance With Final Budget Favorable (Unfavorable)</u>
	<u>Original</u>	<u>Final</u>		
<u>Revenues (Inflows):</u>				
User Fees	\$ 425,300	\$ 432,500	\$ 451,968	\$ 19,468
Construction Permit Fees	100,000	100,000	104,738	4,738
Delta Regional Authority	-	102,500	124,911	22,411
Total Revenues	525,300	635,000	681,617	46,617
<u>Expenditures (Outflows):</u>				
Salaries & Related Expenses	312,719	301,295	303,744	(2,449)
Utilities	2,500	2,800	2,805	(5)
Telephone	4,000	3,800	3,568	232
Internet Service	20,500	24,500	24,768	(268)
Professional Services	75,000	126,100	113,475	12,625
Office Supplies & Expense	7,000	6,000	3,948	2,052
Travel	20,000	6,500	5,245	1,255
Capital Outlay	45,000	100,000	89,097	10,903
Total Expenditures	486,719	570,995	546,650	24,345
<u>Excess Revenues Over Expenditures</u>	38,581	64,005	134,967	70,962
<u>Other Financing Uses</u>				
Transfers Out	(38,581)	(64,005)	-	64,005
<u>Fund Balance at Beginning of Year</u>	95,679	95,679	95,679	-
<u>FUND BALANCE AT END OF YEAR</u>	\$ 95,679	\$ 95,679	\$ 230,646	\$ 134,967

The accompanying notes are an integral part of this financial statement

LINCOLN PARISH GEOGRAPHIC INFORMATION SYSTEM DISTRICT
RUSTON, LOUISIANA
NOTES TO BUDGETARY COMPARISON SCHEDULES
FOR THE YEAR ENDED DECEMBER 31, 2011

The budgets for the funds are proposed by the Director and formally adopted by the Commissioners. The budgets are prepared on a basis consistent with generally accepted accounting principles (GAAP). Budgetary amendments involving the transfer of funds from one function to another or involving increases in expenditures resulting from revenues exceeding amounts estimated require approval of the Commissioners. At year end, all appropriations lapse.

State law requires the District to amend its budgets when revenues plus projected revenues within a fund are expected to fall short from budgeted revenues by five percent or more and when expenditures and other uses of a fund are expected to exceed budgeted amounts by five percent or more.

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

Board of Commissioners
Lincoln Parish Geographic
Information System District
Ruston, Louisiana

I have audited the financial statements of the Lincoln Parish Geographic Information System District as of and for the year ended December 31, 2011, and have issued my report thereon dated May 18, 2012. I conducted my audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

Internal Control Over Financial Reporting

In planning and performing my audit, I considered the Lincoln Parish Geographic Information System District's internal control over financial reporting as a basis for designing my auditing procedures for the purpose of expressing my opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the District's internal control over financial reporting. Accordingly, I do not express an opinion on the effectiveness of the District's internal control over financial reporting.

A deficiency in internal control exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct misstatements on a timely basis. A material weakness is a deficiency, or a combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis.

My consideration of internal control over financial reporting was for the limited purpose described in the first paragraph of this section and would not necessarily identify all deficiencies in internal control that might be deficiencies, significant deficiencies or material weaknesses. I did not identify any deficiencies in internal control over financial reporting that I consider to be material weaknesses, as defined above.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the Lincoln Parish Geographic Information System District's financial statements are free of material misstatement, I performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of my audit, and accordingly, I do not express such an opinion. The results of my tests disclosed one instance of noncompliance or other matters that are required to be reported under *Government Auditing Standards* which is described in the accompanying schedule of findings and questioned costs as item 11-1.

Board of Commissioners
Lincoln Parish Geographic
Information System District
Ruston, Louisiana
Page 2

This report is intended solely for the information and use of the committee, the Legislative Auditor, the Lincoln Parish Police Jury and federal awarding agencies and is not intended to be and should not be used by anyone other than these specified parties. Under Louisiana Revised Statute 24 513, this report is distributed by the Legislative Auditor as a public document

WILLIAM R HULSEY
Certified Public Accountant



May 18, 2012

LINCOLN PARISH GEOGRAPHIC INFORMATION SYSTEM DISTRICT
RUSTON, LOUISIANA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED DECEMBER 31, 2011

Board of Commissioners
 Lincoln Parish Geographic Information System District
 Ruston, Louisiana

I have audited the financial statements of the Lincoln Parish Geographic Information System District (the District) as of and for the year ended December 31, 2011, and have issued my report thereon dated May 18, 2012. I conducted my audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. My audit of the financial statements as of December 31, 2011, resulted in an unqualified opinion.

SECTION I - Summary of Auditors' Results

A. Report on Internal Control and Compliance Material to the Financial Statements

Internal Control

Material Weakness ___ yes X no
 Significant Deficiencies not considered to be
 Material Weaknesses ___ yes X no

Compliance

Compliance Material to Financial Statements X yes ___ no

B. Federal Awards

Material Weakness Identified ___ yes X no
 Significant Deficiencies not considered to be
 Material Weaknesses ___ yes X no

Type of Opinion on Compliance For Major Programs (No Major Programs)

Unqualified ___ Qualified ___
 Disclaimer ___ Adverse ___

Are their findings required to be reported in accordance with Circular A-133, Section 510 (a)? N/A

C. Identification of Major Programs: N/A

Name of Federal Program (or cluster)
 CFDA Number(s)

Dollar threshold used to distinguish between Type A and Type B Programs N/A

Is the auditee a "low-risk" auditee, as defined by OMB Circular A-133? N/A

LINCOLN PARISH GEOGRAPHIC INFORMATION SYSTEM DISTRICT
RUSTON, LOUISIANA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED DECEMBER 31, 2011

SECTION II - Financial Statement Findings

11-1 Incomplete Budgets

Condition.

During the 2010 Louisiana Legislative regular session, requirements were added to the state budget law effective January 1, 2011, that required a budget message and a side-by-side detailed comparison of information for the current year, year-to-date actual receipts and revenues received and estimates of all receipts and revenues to be received the remainder of the year; estimated and actual revenues itemized by source, year-to-date actual expenditures and estimates of all expenditures to be made the remainder of the year itemized by agency, department, function, and character, and the percentage change for each item of information. These items were not in the 2011-2012 proposed budget as required

Effect:

By not having these items in the proposed budget, the District is in violation of LA R S 39:1305 of the state budget law.

Recommendation:

We recommend that when the District adopts its next year's budget that these items also be included with the budget report.

Response:

The District will include these items in the 2011-2012 amended budgets and in next year's adopted budgets.

SECTION III - Federal Award Findings and Questioned Costs

No matters were reported.

LINCOLN PARISH GEOGRAPHIC INFORMATION SYSTEM DISTRICT
RUSTON, LOUISIANA
SUMMARY SCHEDULE OF PRIOR YEAR FINDINGS
FOR THE YEAR ENDED DECEMBER 31, 2011

There were no prior year findings in our report issued May 27, 2011. The GIS District was included under the Lincoln Parish Police Jury's audit report in prior year.