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**BAYOU DESIARD - BAYOU BARTHOLOMEW CUT-OFF
LOOP WATER CONSERVATION BOARD**

**Primary Government Financial Statements
For the Years Ended December 31, 1999 and 1998**

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 4/2/00

 Luffey
Huffman
& Monroe
(A Professional Accounting Corporation)
CERTIFIED PUBLIC ACCOUNTANTS

**BAYOU DESIARD - BAYOU BARTHOLOMEW CUT-OFF
LOOP WATER CONSERVATION BOARD**

DECEMBER 31, 1999 and 1998

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CERTIFIED PUBLIC ACCOUNTANTS

John L. Luffey, MBA, CPA
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**Board of Supervisors
Bayou DeSiard - Bayou Bartholomew Cut-Off
Loop Water Conservation Board**

We have compiled the accompanying balance sheet of **Bayou DeSiard - Bayou Bartholomew Cut-Off Loop Water Conservation Board** (the Board - a political agency of the state of Louisiana), as of December 31, 1999 and 1998, and the related statements of income and changes in retained earnings, and cash flows for the years then ended, in accordance with the Statements for Accounting and Review Services issued by the American Institute of Certified Public Accountants.

A compilation is limited to presenting in the form of financial statements information that is the representation of management. We have not audited or reviewed the accompanying financial statements and, accordingly, we do not express an opinion or any other form of assurance on them.

(A Professional Accounting Corporation)

March 30, 2000

**BAYOU DESIARD - BAYOU BARTHOLOMEW CUT-OFF
LOOP WATER CONSERVATION BOARD
BALANCE SHEETS**

	December 31,	
	1999	1998
ASSETS		
Current Assets		
Cash in Checking	\$ 29	\$ 1,156
Cash in Savings	46,566	49,624
Interest Receivable	-	-
	-	-
TOTAL ASSETS	\$ 46,595	\$ 50,780
LIABILITIES AND RETAINED EARNINGS		
Current Liabilities		
Accounts Payable	\$ -	\$ -
Total Liabilities	-	-
Retained Earnings		
Reserved for Capital Improvements	4,350	9,650
Reserved for Pumping Power	23,001	23,001
Designated for Repairs	19,244	18,129
	46,595	50,780
TOTAL LIABILITIES AND RETAINED EARNINGS	\$ 46,595	\$ 50,780

See accompanying notes and accountants' report.

**BAYOU DESIARD - BAYOU BARTHOLOMEW CUT-OFF
 LOOP WATER CONSERVATION BOARD
 STATEMENTS OF INCOME AND CHANGES IN RETAINED EARNINGS
 FOR THE YEARS ENDED DECEMBER 31, 1999 AND 1998**

	Year Ended December 31,	
	1999	1998
Operating Revenues		
Intergovernmental	\$ -	\$ -
Total Revenues	-	-
Operating Expenses		
Aquatic Plant Expenses	5,300	-
Office and Administrative Expenses	1,056	1,571
Total Operating Expenses	6,356	1,571
Operating Loss	(6,356)	(1,571)
Nonoperating Income		
Interest Income	2,171	1,316
Net Loss	(4,185)	(255)
Retained Earnings at Beginning of Year	50,780	51,035
RETAINED EARNINGS AT END OF YEAR	\$ 46,595	\$ 50,780

See accompanying notes and accountants' report.

**BAYOU DESIARD - BAYOU BARTHOLOMEW CUT-OFF
 LOOP WATER CONSERVATION BOARD
 STATEMENTS OF CASH FLOWS
 FOR THE YEARS ENDED DECEMBER 31, 1999 AND 1998**

	Year Ended December 31,	
	1999	1998
Cash Flows From Operating Activities:		
Operating Loss	\$ (6,356)	\$ (1,571)
Adjustments to Reconcile Loss From Operations to Net Cash Provided (Used) by Operating Activities :		
Increase in Accounts Receivable	-	56
Decrease in Accounts Payable	-	(100)
Total Adjustments	-	(44)
Net Cash Provided (Used) by Operating Activities	(6,356)	(1,615)
Cash Flows From Financing Activities		
Interest Income	2,171	1,316
Net Cash Provided by Financing Activities	2,171	1,316
Net Decrease in Cash and Cash Equivalents	(4,185)	(299)
Cash and Cash Equivalents at Beginning of Year	50,780	51,079
CASH AND CASH EQUIVALENTS AT END OF YEAR	\$ 46,595	\$ 50,780
SHOWN ON ACCOMPANYING BALANCE SHEETS AS:		
Current Assets:		
Cash in Checking	\$ 29	\$ 1,156
Cash in Savings	46,566	49,624
TOTAL CASH AND CASH EQUIVALENTS	\$ 46,595	\$ 50,780

See accompanying notes and accountants' report.

**BAYOU DESIARD - BAYOU BARTHOLOMEW CUT-OFF
LOOP WATER CONSERVATION BOARD
NOTES TO FINANCIAL STATEMENTS
FOR THE YEARS ENDED DECEMBER 31, 1999 and 1998**

NOTE 1 - GENERAL

Bayou DeSiard-Bayou Bartholomew Loop Cut-Off Water Conservation Board (the Board) was created by the Louisiana Legislature as a political agency of the State of Louisiana pursuant to R.S. 38:2751-2757, as amended. It is governed by a board of six members. The Ouachita Parish Police Jury appoints three members: one member is appointed directly by the Jury, one member is appointed from a list of three candidates submitted by the Monroe Utilities Commission, and one member is appointed from a list of three candidates submitted by the town council of the Town of Sterlington. The Morehouse Parish Police Jury appoints three members: one member is appointed directly by the Jury, one member is appointed from a list of three candidates submitted by the City of Bastrop, and one member is appointed from a list of three candidates submitted by the Bastrop Association of Commerce and Industry.

The Board was created to establish, maintain, and protect a favorable level of fresh water in the Bayou DeSiard - Bayou Bartholomew Cut-Off Loop water system for all beneficial uses and purposes. Subject to certain limitations, the Board is empowered to construct, operate, and maintain any facilities necessary to accomplish the above responsibilities. The oversight body for the Board is the Louisiana Department of Agriculture, as that state department administers water conservation rules.

The Board's activity is accounted for on a cost of services or "capital maintenance" measurement focus. This means that all assets and liabilities (whether current or noncurrent) associated with their activity are included on its balance sheet. As of December 31, 1999 and 1998 the Board did not have any Property, Plant and equipment. The Board's reported equity (net total assets) is segregated into retained earnings components. Proprietary fund type operating statements present increases (revenues) and decreases (expenses) in net total assets. With regard to its proprietary activities, the Board has elected not to apply Financial Accounting Standards Board statements and interpretations issued since November 30, 1989 unless they are adopted by the GASB.

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, accountability, or other purposes.

**BAYOU DESIARD - BAYOU BARTHOLOMEW CUT-OFF
LOOP WATER CONSERVATION BOARD
NOTES TO FINANCIAL STATEMENTS
FOR THE YEARS ENDED DECEMBER 31, 1999 and 1998**

NOTE 2 - CASH AND CASH IN SAVINGS

Statutes require that the Board invest surplus cash balances in obligations of the United States Treasury, time certificates of deposit, or any other federally insured investments. The Board considers all checking and money market accounts as cash equivalents.

The Board's deposits totaling \$46,595 and \$50,780 at December 31, 1999 and 1998 respectively, were fully insured by the coverage of the Federal Deposit Insurance Corporation.

NOTE 3 - RETAINED EARNINGS

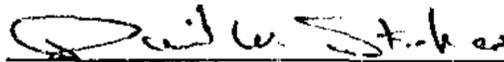
Prior to 1986, the City of Monroe contributed \$35,000 to be used in making capital improvements to the Aquifer System of which \$30,650 has been used, as of December 31, 1999, leaving a balance of \$4,350. Retained earnings have been reserved for these improvements. The City of Monroe provides funds to be used to cover the operating expenses of the water pumps, as the City of Monroe owns them. In fiscal year 1996, the City of Monroe contributed \$25,000 for pumping reserves. This amount, combined with the previous balance of \$8,783 totaled \$33,783 of which \$10,782 has been paid to the City of Monroe for pumping services, leaving a balance in the reserve of \$23,001 at December 31, 1999. In addition to the previously described reserved funds, the Board has designated the remaining retained earnings, \$19,244 for repairs to the pumping equipment as of December 31, 1999.

**BAYOU DESIARD - BAYOU BARTHOLOMEW CUT-OFF
LOOP WATER CONSERVATION BOARD
OUACHITA PARISH
MONROE, LOUISIANA**

AFFIDAVIT

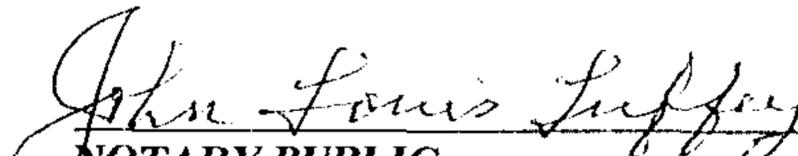
Personally came and appeared before the undersigned authority, David Stokes, who, duly sworn, deposes and says that the financial statements herewith given present fairly the financial position of the Bayou DeSiard - Bayou Bartholomew Cut-Off Loop Water Conservation Board as of December 31, 1999, and the results of operations for the year then ended, in accordance with the basis of accounting described within the accompanying financial statements.

In addition, David Stokes, who, duly sworn, deposes and says that the Bayou DeSiard - Bayou Bartholomew Cut-Off Loop Water Conservation Board received \$50,000 or less in revenues and other sources for the fiscal year ending December 31, 1999, and, accordingly, is not required to have an audit for the previously mentioned fiscal year end.



Signature

Sworn to and subscribed before me, this 31st Day of March, 2000.



NOTARY PUBLIC

Officer	<u>David Stokes</u>
Address	<u>6961 Eastlake Road</u>
	<u>Sterlington, LA 71280</u>
Telephone No.	<u>(318) 342-5155</u>