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INDEPENDENT AUDITOR'S REPORT

Auditor
Fourth Municipal District,
Parish of Orleans

I have audited the accompanying general-purpose financial statements of the Auditor, Fourth Municipal District, Parish of Orleans, as of March 31, 1990, and for the year then ended, as listed in the table of contents. These general-purpose financial statements are the responsibility of the Auditor, Fourth Municipal District, Parish of Orleans. My responsibility is to express an opinion on these general-purpose financial statements based on my audit.

I conducted my audit in accordance with generally accepted auditing standards and 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 general-purpose financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the general-purpose financial statements. It will also include assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall general-purpose financial statements presentation. I believe that my audit provides a reasonable basis for my opinion.

In my opinion, the general-purpose financial statements referred to above present fairly, in all material respects, the financial position of the Auditor, Fourth Municipal District, Parish of Orleans, as of March 31, 1990, and the results of its operations for the year then ended in accordance with generally accepted accounting principles.

Justin J. Scurlan, CPA

New Orleans, Louisiana
July 15, 1990

Justin J. Scanlon, C.P.A.
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**INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE BASED ON AN
AUDIT OF GENERAL-PURPOSE FINANCIAL STATEMENTS
PERFORMED IN ACCORDANCE WITH GOVERNMENT ACCOUNTING STANDARDS**

Auditor:
Fourth Municipal District,
Parish of Orleans

I have audited the general-purpose financial statements of the Auditor, Fourth Municipal District, Parish of Orleans, as of and for the year ended March 31, 1996, and have issued my report thereon dated July 15, 1996.

I conducted my audit in accordance with generally accepted auditing standards and Government Auditing Standards, issued by the Comptroller General of the United States. These standards require that I plan and perform the audit to obtain reasonable assurance about whether the general-purpose financial statements are free of material misstatement.

Compliance with laws, regulations, contracts, and grants applicable to the Auditor's Office, Fourth Municipal District, Parish of Orleans, is the responsibility of the Auditor, Fourth Municipal District, Parish of Orleans' management. As part of obtaining reasonable assurance about whether the financial statements are free of material misstatement, I performed tests of the Auditor, Fourth Municipal District, Parish of Orleans' compliance with certain provisions of laws, regulations, contracts, and grants. However, the objective of my audit of the general-purpose financial statements was not to provide an opinion on overall compliance with such provisions. Accordingly, I do not express such an opinion.

The results of my tests disclosed no instances of noncompliance that are required to be reported under Government Auditing Standards.

This report is intended solely for the use of management and the Legislative Auditors. However, this report is a matter of public record, and its distribution is not limited.

Justin J. Scanlon, C.P.A.

New Orleans, Louisiana
July 15, 1996

**ANNEX
FOURTH MUNICIPAL DISTRICT
PARISH OF ORLEANS**

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ASSESSOR
FOURTH MUNICIPAL DISTRICT
PARISH OF ORLEANS

COMBINED BALANCE SHEET -
ALL FUND TYPES AND ACCOUNT GROUPS

March 31, 1996

	GOVERNMENTAL		ACCIDENT		TOTALS	
	FUNCTIONS		GROUP		(MEMORANDUM 000,000)	
	GENERAL FUND	FUND ASSETS	1995	1996		
ASSETS						
Cash	\$ 9,238	\$ -	\$ 9,238	\$ 11,813		
Fund assets (Other A/C and FD)	-	21,591	21,591	21,591		
Total assets	\$ 9,238	\$ 21,591	\$ 30,829	\$ 33,404		
LIABILITY AND FUND EQUITY						
Liabilities						
Accounts payable	\$ 6,827	\$ -	\$ 6,827	\$ 2,189		
Payroll taxes payable	1,943	-	1,943	1,873		
Deferred revenues	-	-	-	2,271		
Total liabilities	7,970	-	7,970	6,333		
Fund Equity						
Investment in general fund assets	-	21,591	21,591	21,591		
Fund balance - other - undesignated	1,268	-	1,268	1,580		
Total fund equity	1,268	21,591	22,859	23,171		
Total liabilities and fund equity	\$ 9,238	\$ 21,591	\$ 30,829	\$ 33,404		

The accompanying notes are an integral part of this financial statement.

**ANNEXURE
FIFTH MUNICIPAL DISTRICT
PART B - DELICATA**

**STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE
BUDGET (GAAP BASIS) AND ACTUAL
ALL GOVERNMENTAL FUND TYPES**

For the year ended March 31, 1996

	<u>GENERAL FUND</u>			<u>VARIANCE FAVORABLE / UNFAVORABLE</u>		
	<u>BUDGET</u>	<u>ACTUAL</u>				
Revenues						
Intergovernmental revenue						
Award of success allotment	\$	93,200	\$	99,148	\$	5,948
Interest income		54		84		30
Total revenues		93,254		99,232		5,978
Expenditures						
Personnel services and related benefits		82,100		80,853		1,247
Operating expenses		5,680		9,899		(4,219)
Materials and supplies		400		346		54
Interest income		(3,180)		(3,238)		(58)
Total expenditures		93,200		96,756		(3,556)
Excess of revenues over expenditures	\$	54		3,846	\$	3,892
Fund balance - (deficit) - beginning of year				(1,050)		
Fund balance - end of year			\$	2,796		

The accompanying notes are an integral part of this financial statement.

ANNEXURE
FOURTH MUNICIPAL DISTRICT
PARISH OF ORLEANS

NOTES TO FINANCIAL STATEMENTS - Continued

March 31, 1990

NOTE C - PENSION PLAN - Continued

	<i>Actual Value of Plan Assets</i>	\$	<u>66,428,428</u>
	<i>Unfunded Pension Benefit Obligation</i>	\$	<u>14,879,148</u>
11	<i>Amount of the Annuity, Fourth Municipal District, Parish of Orleans, Current Year Contract Payment</i>	\$	<u>38,128</u>
	<i>Amount of the Annuity, Fourth Municipal District, Parish of Orleans, Current Year Total Payment</i>	\$	<u>38,128</u>

25. All full-time employees of the Annexe, Fourth Municipal District, Parish of Orleans, are members of the Retirement system.

Retirement benefits are computed based on the highest thirty-six (36) consecutive or joint months of salary.

A participant may retire after twelve (12) years of creditable service and 55 years of age or older, or at age 50 with 18 years creditable service.

34. The Louisiana Annexe's Retirement Fund was created by provision of Act 91 of the 1950 Legislature, as amended, up to and including Act 256 of 1986 and received the following provisions:

The Annexe, Fourth Municipal District, Parish of Orleans, is required to contribute 4.75% of covered payroll which shall be remitted to the Louisiana Annexe's Retirement Fund.

The Annexe, Fourth Municipal District, Parish of Orleans, is required to deduct .7% from the salaries of the full-time employees, which shall be remitted to the Louisiana Annexe's Retirement Fund.

I noted certain matters involving the internal control structure and its operation that I consider to be reportable conditions under standards established by the American Institute of Certified Public Accountants. Reportable conditions involve matters coming to my attention relating to significant deficiencies in the design or operation of the internal control structure that, in my judgment, could adversely affect the corporation's ability to record, process, summarize, and report financial data consistent with the assertions of management in the general-purpose financial statements.

In my consideration of the internal control structure, I noted that as a material weakness, the size of the Avenue's operations is too small to have an adequate segregation of duties and other features of an adequate system of internal control. Management has decided that to employ such controls would not be cost beneficial.

A material weakness is a reportable condition in which the design or operation of one or more of the internal control structure elements does not reduce to a relatively low level the risk that errors or irregularities in amounts that would be material in relation to the general-purpose financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions.

My consideration of the internal control structure would not necessarily disclose all matters in the internal control structure that might be reportable conditions and, accordingly, would not necessarily disclose all reportable conditions that are also considered to be material weaknesses as defined above. However, I believe none of the reportable conditions described above is a material weakness.

This report is intended solely for the use of management and the Legislative Auditor. However, this report is a matter of public record, and its distribution is not limited.

Justin J. Shanken, CPA

New Orleans, Louisiana
July 25, 1996

Justin J. Scanlan, C.P.A.

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INDEPENDENT AUDITOR'S REPORT ON INTERNAL CONTROL STRUCTURE BASED ON AN AUDIT OF GENERAL-PURPOSE OR BASIC FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS

Assessor
Fourth Municipal District,
Parish of Orleans

I have audited the general-purpose financial statements of the Assessor, Fourth Municipal District, Parish of Orleans, as of and for the year ended March 31, 1996, and have issued my report thereon dated July 15, 1996.

I conducted my audit in accordance with generally accepted auditing standards and Government Auditing Standards, issued by the Comptroller General of the United States. These standards require that I plan and perform the audit to obtain reasonable assurance about whether the general-purpose financial statements are free of material misstatement.

The management of the Assessor, Fourth Municipal District, Parish of Orleans, is responsible for establishing and maintaining an internal control structure. In fulfilling this responsibility, estimates and judgments by management are required to assess the expected benefits and related costs of internal control structure policies and procedures. The objectives of an internal control structure are to provide management with reasonable, but not absolute, assurance that assets safeguarded from unauthorized use or disposition, and that transactions are recorded in accordance with management's authorization and recorded properly to permit the preparation of general-purpose financial statements in accordance with generally accepted accounting principles. Omissions of relevant limitations in any internal control structure, errors or irregularities, may nevertheless occur and not be detected. Also, projection of any evaluation of the structure to future periods is subject to the risk that possibilities may become inadequate because of changes in conditions, or that the effectiveness of the design and operation of policies and procedures may deteriorate.

In planning and performing my audit of the general-purpose financial statements of the Assessor, Fourth Municipal District, Parish of Orleans, for the year ended March 31, 1996, I obtained an understanding of the internal control structure. With respect to the internal control structure, I obtained an understanding of the design of relevant policies and procedures and whether they have been placed in operation, and I assessed control risk in order to determine my auditing procedures for the purpose of expressing my opinion on the general-purpose financial statements and not to provide an opinion on the internal control structure. Accordingly, I do not express such an opinion.

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DATE: 10/21/1996
PAGE: 1
OF: 10

ASSESSOR
THIRTEETH MUNICIPAL DISTRICT
PARISH OF ORLEANS
FINANCIAL STATEMENTS AND AUDITOR'S REPORT

March 21, 1996

Under provisions of state law, this report is a public document. A copy of the report has been submitted to the audited, or reviewed, entity and other appropriate public officials. The report is available for public inspection at the Baton Rouge office of the Legislative Auditor and, where appropriate, at the office of the parish clerk of court.

Release Date: OCT 02 1996

ANNEXURE
FOURTH MUNICIPAL DISTRICT
PARISH OF ORLEANS

NOTES TO FINANCIAL STATEMENTS - Continued

March 31, 1986

NOTE C - PENSION PLAN - Continued

4)	Employee actual contributions	\$	4,068
	Employer actual contributions		3,188
	Total Contributions	\$	<u>7,256</u>

The contributions are 12.5% of the total covered payroll.

5) The assumptions used for valuation were the same as those utilized for the prior year except for a restriction of the method used to calculate the assumed maximum benefit payable by the system and a change in the assumed rate of retirement.

6) The Louisiana Teacher's Retirement System, a non-sharing multiple-employer plan, does not conduct separate measurements of assets and pension benefit obligations for individual employees. Also, membership data is not available for individual employees. The amount shown below as the "pension benefit obligation" is a standardized disclosure measure of the present value of pension benefits for the state-wide plan.

Active Members		\$	33,128,496
Retirees, beneficiaries and terminated employees			<u>32,120,728</u>
Total pension benefit obligation		\$	<u>65,249,224</u>
Total net assets available for benefits		\$	<u>62,830,738</u>

7) The historical trend information shall be included in the separately issued Louisiana Teacher's Retirement Fund annual report.

ASSESSORS
FOURTH MUNICIPAL DISTRICT
PARISH OF ORLEANS

NOTES TO FINANCIAL STATEMENTS

March 31, 1996

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A summary of the entity's significant accounting policies consistently applied in the preparation of the accompanying financial statements follows:

1. Reporting Entity

As provided by Article VII, Section 24 of the Louisiana Constitution of 1974, there shall be seven assessors in New Orleans, who shall compose the Board of Assessors for Orleans Parish. One shall be elected from each municipal district of New Orleans, and each shall be a resident of the district from which he is elected. The assessors shall be elected at the same time as the municipal officers of New Orleans, for terms of four years each. In the event a vacancy occurs in any one of the seven assessors' office, the Board of Assessors shall appoint an interim assessor for the unexpired term.

The assessor receives all real and personal property in his municipal district subject to ad valorem taxation. The assessor is authorized to appoint an acting deputy in any temporary absence in his district. The deputy and substitute perform all functions of the office, but the assessor is officially and pecuniarily responsible for the actions of the deputy.

For financial reporting purposes, the assessor includes all funds, account groups, activities, or centers that are controlled by the assessor as an independently elected parish official. The activities of other independently elected parish officials and municipal level governments are not included within the accompanying financial statements as they are considered autonomous governments. These units of government issue financial statements separate from that of the parish assessor.

As March 31, 1996, there was real property assessments totaling \$44,179,877 and personal property assessments totaling \$7,248,475.

**ANNEXON
FOURTH MUNICIPAL DISTRICT
PARISH OF ORLEANS**

NOTES TO FINANCIAL STATEMENTS - Continued

March 31, 1996

NOTE B - GENERAL FIXED ASSETS - ACCIDENT GROUP

A summary of changes in general fixed assets follows:

	Balance 12/31/95	Additions	Balance 12/31/96
Furniture and equipment	\$ 21,581	\$ none	\$ 21,581

NOTE C - PENSION PLAN

All full-time employees of the Annexon, Fourth Municipal District, Parish of Orleans, are members of the Louisiana Annexon's Retirement System. In addition to employee payroll deductions, a portion of the Board's allotment is credited to the retirement system.

The retirement system is a state-wide defined benefit multiple employer public retirement system. The system is administered and controlled by a separate board of trustees, which coordinates rates approved by the Louisiana Legislature. Contributions of participants and the Board's allotment are pooled within the system to fund accrued benefits. The Annexon, Fourth Municipal District, Parish of Orleans does not guarantee the benefits granted by the retirement system.

Following is a summary of the Louisiana Annexon's Retirement Fund for the most recent valuation date, which was September 30, 1995:

**ASSESSOR
FOURTH MUNICIPAL DISTRICT
PARISH OF ORLEANS**

NOTES TO FINANCIAL STATEMENTS - Continued

March 31, 1996

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

7. Assessor's Salary and Personal Allowance:

The salary of each Assessor in the Parish of Orleans is paid by the Board of Assessor, Parish of Orleans, and therefore is not included in the accompanying financial statements. In addition to his annual salary, the Assessor, Fourth Municipal District, Parish of Orleans, is granted ten percent (10%) of his annual compensation as a personal expenditure allowance provided that the net receipts of the respective tax recipient bodies shall not be reduced. The amount of personal expenditures incurred by the Assessor, Fourth Municipal District, Parish of Orleans, is included in the accompanying General Purpose Financial Statements.

8. Total Columns of Combined Statements - Historical

Total columns are captioned "Historical Only" to indicate that they are presented only in conformance with financial analysis. Thus in these columns the net present financial position, results of operations or changes in financial position in conformity with generally accepted accounting principles. Neither is such data comparable to a consolidation.

9. Vacation and Sick Leave

Each employee, after one year of service, is entitled to two weeks vacation. There is no provision for the accumulating or rolling of vacation time. The Assessor does not have a formal sick leave policy.

10. Cash and cash equivalents

Cash and cash equivalents include cash and deposits with original maturities of 90 days or less. Under state law, the Assessor may deposit funds in demand deposits, interest bearing demand deposits, money market accounts, or time deposits with state banks organized under Louisiana law and national banks having their principal offices in Louisiana and may invest in United States bonds, officers in Louisiana and may invest in United States bonds, treasury notes or certificates. These are classified as investments if their original maturities exceed 90 days. At March 31, 1996, the cash on deposit in financial institutions were adequately covered by federal deposit insurance.

ASSESSOR
FOURTH MUNICIPAL DISTRICT
PARISH OF ORLEANS

NOTES TO FINANCIAL STATEMENTS - Continued

March 31, 1996

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

3. Basis of Accounting

The accounting and financial reporting treatment applied to a fund is determined by its measurement focus. The General Fund is accounted for using a current financial resources measurement focus. With this measurement focus, only current assets and current liabilities are generally included on the balance sheet. The operating statement of the General Fund presents increases and decreases in net current assets. The modified accrual basis of accounting is used by the General Fund.

Expenditures are generally recognized under the modified accrual basis of accounting when the related fund liability is incurred.

4. Budget and Budgetary Accounting

The Board of Assessors, Parish of Orleans, legally adopts an annual budget, which authorizes the annual appropriation of the Assessor's office. The budgetary practices include public notice, participation and inspection. Additionally, the Board of Assessors' budget authorizes supplementary appropriations during the year in the Assessor, Fourth Municipal District, Parish of Orleans. Since the Board of Assessors legally adopts a budget, the Assessor, Fourth Municipal District, Parish of Orleans, is not required to follow the legal budgetary practices of public notice, participation and inspection.

The annual budget prepared by the Assessor, Fourth Municipal District, Parish of Orleans, is on a basis consistent with generally accepted accounting principles. The budget is prepared by fund line. Revenues are estimated and expenditures of prior years are considered when preparing the budget for the current year.

The budget is submitted to the Board of Assessors. Revenues in excess of the office of the Assessor, Fourth Municipal District, Parish of Orleans, and any supplementary appropriations during the year are derived from a dedicated millage rate which is collected and allocated by the Board of Assessors based on the Board of Assessors' legally adopted budget. The budget is available for public inspection at the Assessor's office.

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FOURTH MUNICIPAL DISTRICT
PARISH OF ORLEANS

NOTES TO FINANCIAL STATEMENTS - Continued

March 31, 1996

NOTE 4 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

3. **Basic of Presentation**

The accompanying financial statements of the Assessor, Fourth Municipal District, Parish of Orleans, 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.

4. **Fund Accounting**

The accounts of the Assessor, Fourth Municipal District, Parish of Orleans, are organized on the basis of a fund and an account group 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 relating to certain government functions or activities. A fund is a separate accounting entity with a self-balancing set of accounts. An account group is a financial reporting device designed to provide accountability for certain assets and liabilities that are not recorded in the funds because they do not directly affect net expendable available resources. The fund presented in the financial statements is described as follows:

General Fund

The General Fund, as provided by Louisiana Revised Statute 47:1906, is classified as a governmental fund, and is the principal operating fund of the Assessor, Fourth Municipal District, Parish of Orleans, and accounts for all financial resources. Revenues are accounted for in this individual fund based upon the purpose for which they are to be spent and the means by which spending activities are controlled. Compensation received from the various leasing facilities, provided by Article 6 in Louisiana Revised Statute 47:1907-1908 is accounted for in the fund. General operating expenditures are paid from this fund.

4. **Fixed Assets**

Equipment used in government fund type operations are accounted for in the General Fund Assets Account Group, rather than in a governmental fund. These assets are recorded as expenditures in the governmental fund type when purchased. No disposition has been provided on general fund assets. All fixed assets are valued at historical cost.