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**SOUTHEAST LOUISIANA  
FLOOD PROTECTION AUTHORITY – WEST**

**ANNUAL FINANCIAL REPORT**

**Year Ended June 30, 2013**

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 SEP 25 2013

**SOUTHEAST LOUISIANA  
FLOOD PROTECTION AUTHORITY – WEST  
June 30, 2013**

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## **FINANCIAL SECTION**

## **INDEPENDENT AUDITOR'S REPORT**

Board of Commissioners  
Southeast Louisiana Flood Protection Authority – West  
Marrero, Louisiana

### ***Report on the Financial Statements***

I have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the Southeast Louisiana Flood Protection Authority – West (the “West Authority”), a component unit of the State of Louisiana, as of and for the year ended June 30, 2013, and the related notes to the financial statements, which collectively comprise the West Authority’s basic financial statements as listed in the table of contents.

### ***Management’s Responsibility for the Financial Statements***

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

### ***Auditor’s Responsibility***

My responsibility is to express opinions on these basic financial statements based on my audit. I conducted my audit in accordance with auditing standards generally accepted in the United States 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 involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor’s judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity’s preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity’s internal control. Accordingly, I express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my audit opinions.

### ***Opinions***

In my opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of the West Authority as of June 30, 2013 and the respective changes in financial position and the budgetary comparison for the West Authority’s General fund, the West Jefferson Levee

District O&M Special Revenue Fund and the Algiers Levee District O&M Special Revenue Fund for the year then ended in conformity with accounting principles generally accepted in the United States of America.

***Other Matters***

**Required Supplementary Information**

Accounting principles generally accepted in the United States of America require that the Management's Discussion and Analysis on pages 3 through 16 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 my inquiries, the basic financial statements, and other knowledge I obtained during my 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.

**Other Information**

My audit was made for the purpose of forming an opinion on the financial statements that collectively comprise the West Authority's basic financial statements. The Individual Fund Statements and Schedules and the Supplementary Information are presented for purposes of additional analysis and are not a required part of the basic financial statements. The individual fund statements, schedules and supplementary information are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the financial statements. Such information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In my opinion, the individual fund statements, schedules, and supplementary information are fairly stated in all material respects in relation to the basic financial statements taken as a whole.

**Other Reporting Required by Government Auditing Standards**

In accordance with *Government Auditing Standards*, I have also issued a report dated August 18, 2013, on my consideration of the West Authority's internal control over financial reporting and on my tests of its compliance with certain provisions of laws, regulations, contracts, 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.



Paul C. Rivera, CPA  
Marrero, Louisiana  
August 18, 2013

**SOUTHEAST LOUISIANA  
FLOOD PROTECTION AUTHORITY – WEST**

**MANAGEMENT'S DISCUSSION AND ANALYSIS**

**June 30, 2013**

As management of the Southeast Louisiana Flood Protection Authority – West (the “West Authority”), we offer readers of the West Authority’s financial statements this narrative overview and analysis of the financial activities of the West Authority as of June 30, 2013 and for the fiscal year then ended. We encourage readers to consider the information presented here in conjunction with the financial statements. All amounts, unless otherwise noted, are expressed in thousands of dollars (\$1,000’s).

***FINANCIAL HIGHLIGHTS***

- The assets of the West Authority exceeded its liabilities at the close of the most recent fiscal year by \$24,567 (*net position*). Of this amount, \$9,038 or 36.8 percent reflects its investment in capital assets (e.g., land, buildings, equipment, vehicles and infrastructure), \$500 or 2.0 percent is *restricted* for capital projects, and \$15,029 (*unrestricted net position*) or 61.2 percent may be used to meet the government’s ongoing obligations to citizens and creditors.
- The West Authority’s total net position increased by \$2,565 or 11.7 percent during 2013.
- As of the close of the current fiscal year, the West Authority’s governmental funds reported combined ending fund balances of \$16,760, an increase of \$2,296 or 15.9 percent. Approximately \$9,573 (57.1 percent) is reported as committed fund balance, \$7,083 (42.3 percent) is assigned fund balance, and \$104 (0.6 percent) is unassigned fund balance and is available for spending at the government’s discretion.
- At the end of the current fiscal year, unassigned fund balance for the West Authority’s General Fund was \$104, which was 21.6 percent of total general fund expenditures (which is slightly higher than the previous year percentage of 18.9 percent).
- The WJLD O&M Special Revenue Fund had fund balance of \$12,818, an increase of \$953 from last year. This amount was 260.1 percent of its total current year expenditures.
- The ALD O&M Special Revenue Fund had fund balance of \$3,337, an increase of \$1,327 from last year. This amount was 670.6 percent of its total current year expenditures.
- WJLD and ALD both maintain reserves in Emergency Funds. The committed fund balances relating to these reserves totaled \$7,793 and \$1,780, respectively.
- In 2008, the West Authority issued Certificates of Indebtedness for the West Jefferson Levee District in the amount of \$2,000 to provide funds for the construction of an emergency command center. Payments on this debt totaled \$417 for 2013 (\$400 principal and \$17 interest and paying agent fees). This debt was paid out during 2013.
- The U.S. Army Corps of Engineers continues to work on the Westbank Hurricane Protection Project and is covering 100 percent of the costs at this time. During 2011, previously capitalized infrastructure assets (levees) were removed due to their being replaced or greatly improved upon by the COE and the Coastal Protection and Restoration Authority.
- WJLD O&M paid out \$228 in back taxes during 2013 to the Lafitte Area Independent Levee District for monies collected by WJLD O&M in previous years. These collections went to WJLD because the Jefferson Parish Assessor’s office did not break out the tax rolls between the two distinct entities until 2012.

## **OVERVIEW OF THE FINANCIAL STATEMENTS**

This discussion and analysis are intended to serve as an introduction to the Southeast Louisiana Flood Protection Authority – West’s (the “West Authority”) basic financial statements. The West Authority’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.

**Government-wide financial statements.** The “government-wide financial statements” are designed to provide readers with a broad overview of the West Authority’s finances, in a manner similar to a private-sector business.

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

The “statement of activities” presents information showing how the government’s net position changed during the most recent fiscal year. All changes in net position 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 expense are reported in this statement for some items that will only result in cash flows in future fiscal periods (e.g., uncollected taxes and earned but unused vacation leave).

Both of the government-wide financial statements distinguish functions of the West Authority that are principally supported by taxes and 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 West Authority only has governmental activities in the public works function. This function includes executive, administrative, and maintenance/construction activities.

The State of Louisiana (the primary government) issues financial statements that include the activity contained in these financial statements. The State’s financial statements are issued by the Louisiana Division of Administration – Office of Statewide Reporting and Accounting Policy and are audited by the Louisiana Legislative Auditor. The West Authority is a “component unit” of the State of Louisiana.

The West Authority, in turn, has two component units of its own, the West Jefferson Levee District and the Algiers Levee District, that are included (i.e., “blended”) in these financial statements. Both of these levee districts are separate legal entities from the West Authority, however, because the West Authority’s Board serves as their oversight boards, they are, in substance, part of the West Authority. The government-wide financial statements of the West Authority can be found on pages 18 and 19 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 West Authority, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. The West Authority’s funds are classified as “governmental 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. By doing so, readers may better understand the long-term impact of the government’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 fund” and “governmental activities”.

The West Authority and its component units maintain various funds that are grouped for management purposes into various fund types. Information is presented separately in the Governmental Fund Balance Sheet and in the Governmental Statement of Revenues, Expenditures, and Changes in Fund Balances for the General Fund, the WJLD O&M Special Revenue Fund, The ALD O&M Special Revenue Fund, the WJLD Emergency Special Revenue Fund, the ALD Emergency Special Revenue Fund, the WJLD Westbank Hurricane Capital Projects Fund, and the WJLD Lafitte Levee Capital Projects Fund. All of these funds are considered to be “major” funds.

The West Authority adopts annual budgets for its General fund, the WJLD O&M Special Revenue Fund and the ALD O&M Special Revenue Fund. A budgetary comparison statement has been provided for each fund to demonstrate compliance with this budget. The basic governmental fund financial statements can be found on pages 20 - 26 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 can be found on pages 27 - 62 of this report.

**Other information.** Individual fund statements and schedules, which show additional detailed financial information, are presented immediately following the notes to the financial statements on pages 63 – 74. Supplementary information, including a Schedule of Commissioners’ Per Diem, a Schedule of State Funding, a Schedule of Expenditures of Federal Awards, and the Division of Administration’s Reporting Package, is included on pages 75 - 146. The Compliance reports required by *Government Auditing Standards* are on pages 147 to 152.

## **GOVERNMENT-WIDE FINANCIAL ANALYSIS**

As noted earlier, net position may serve over time as a useful indicator of a government’s financial position. In the case of the West Authority, assets exceeded liabilities by \$24,567 at June 30, 2013.

A large portion of the West Authority’s net position (36.8 percent) reflects its investment in capital assets (e.g., land, buildings, furniture and fixtures, vehicles and heavy equipment, and infrastructure); less any related debt used to acquire those assets that is still outstanding. The West Authority used these capital assets to provide services to citizens; consequently, these assets are *not* available for future spending. Although the West Authority’s investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other resources, since the capital assets themselves cannot be used to liquidate these liabilities.

**SOUTHEAST LOUISIANA FLOOD PROTECTION AUTHORITY - WEST  
NET POSITION**

	<b>Governmental Activities</b>				
	<b>2013</b>		<b>2012</b>		
Current and other assets	\$	16,875	\$	14,607	
Capital assets		9,038		8,981	
Total assets		<u>25,913</u>		<u>23,588</u>	
Long-term liabilities outstanding		1,231		1,443	
Other liabilities		115		143	
Total liabilities		<u>1,346</u>		<u>1,586</u>	
<b>Net Position</b>					
Invested in capital assets, net of related debt		9,038	36.8%	8,581	39.0%
Restricted		500	2.0%	500	2.3%
Unrestricted		15,029	61.2%	12,921	58.7%
Total net assets	\$	<u>24,567</u>		<u>22,002</u>	

*Restricted net position* of \$500 are reported (2.0 percent of the total) to show that funds are restricted for use on the projects that are funded through the capital project fund (in this case, the Westbank Hurricane Levee Protection project).

The remaining balance of *unrestricted net position* (\$15,029 or 61.2 percent) may be used to meet the government's ongoing obligations to citizens and creditors.

At June 30, 2013, the West Authority is able to report positive fund balances in all three categories of net position.

The West Authority's net position increased by \$2,565, or 11.7%, during 2013.

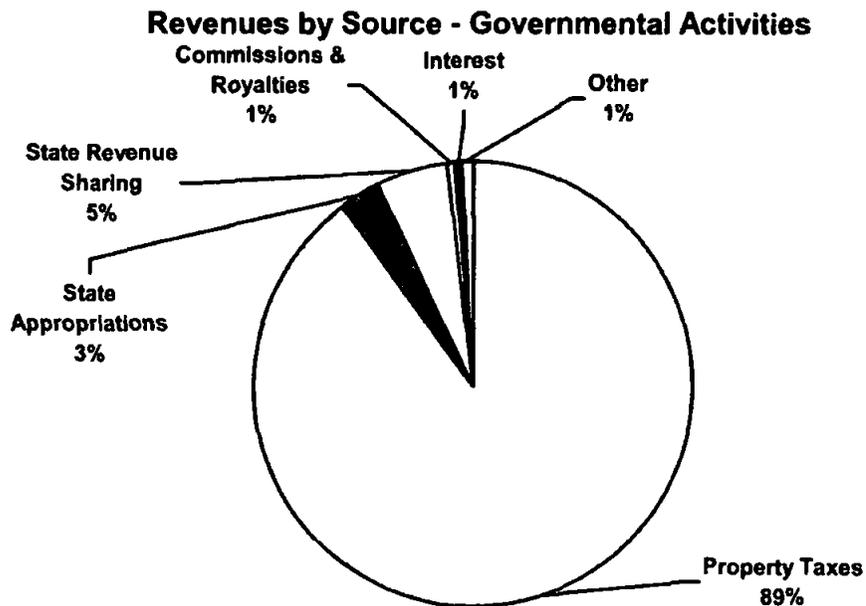
**Governmental Activities.** Governmental activities increased the West Authority's net position by \$2,565. Key elements of this increase are as follows:

**SOUTHEAST LOUISIANA FLOOD PROTECTION AUTHORITY - WEST  
CHANGES IN NET POSITION**

	<u>Governmental Activities</u>	
	<u>2013</u>	<u>2012</u>
<b>Revenues:</b>		
<b>Program revenues:</b>		
Operating grants and contributions	\$ 63	\$ 75
Capital grants and contributions	271	418
<b>General revenues:</b>		
Property taxes	7,223	7,553
State appropriations	250	100
State revenue sharing	426	470
Commissions and royalties	53	43
Interest	51	46
Gain (loss) on sale of equipment	48	46
Other	9	107
<b>Total revenues</b>	<u>8,394</u>	<u>8,858</u>
<b>Expenses:</b>		
<b>Public works</b>		
Executive	378	447
Administrative	959	936
Maintenance	3,985	4,106
Nondepartmental	490	469
Interest on long-term debt	17	33
<b>Total expenses</b>	<u>5,829</u>	<u>5,991</u>
<b>Increase in net position</b>	<u>2,565</u>	<u>2,867</u>
<b>Extraordinary Items</b>		
Compromise Settlement with OLD	-	(4,006)
	-	(4,006)
<b>Increase in net position</b>	2,565	(1,139)
<b>Net position - Beginning of year</b>	22,002	23,141
<b>Net position - end of year</b>	<u>\$ 24,567</u>	<u>\$ 22,002</u>

- Operating grants totaled \$63, a decrease of \$(12), due primarily to FEMA grants received related to Hurricanes Gustav and Ike in 2008, and Tropical Storm Lee in 2012.
- Capital grants totaled \$271, a decrease of \$(147), due primarily to a drop in revenues related to the Westbank Hurricane Protection Levee Project with the Louisiana Department of Transportation and Development (Project # 750-99-0102). Revenues of \$418 were recognized in the prior year from the same source for the same project.
- Property taxes totaled \$7,223, a decrease of \$(330). Taxes for the West Jefferson Levee District made up \$4,834 of this total, a decrease of \$(106) or 2.1 percent. This decrease relates to a payment of \$228 being paid to the Lafitte Area Independent Levee District that was netted against current year tax revenues. The WJLD levied the same millage rate as in the previous year. The remaining \$2,389 represents taxes allocated to the Algiers Levee District. This amount is \$224 or 8.6 percent lower than last year due to lower assessed values in Orleans Parish in the area covered by the district.

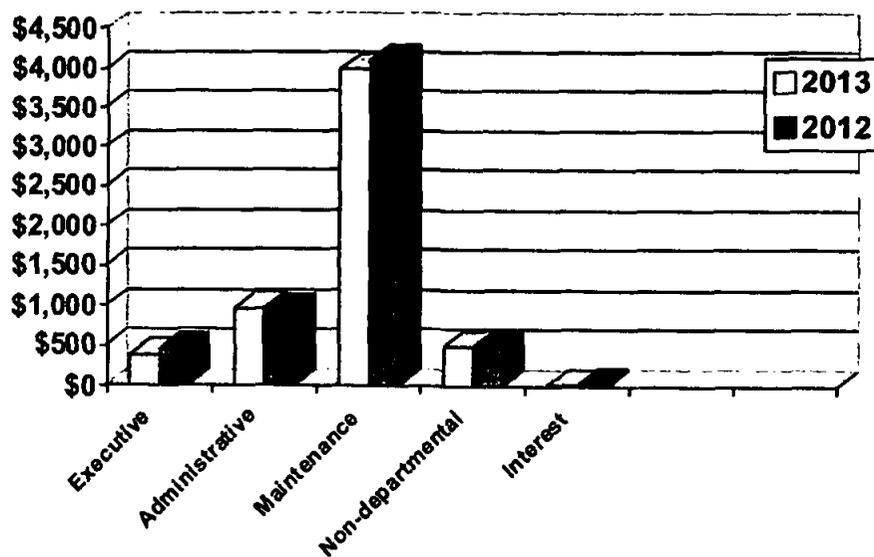
- State appropriations are provided for operations of the West Authority by the State Department of Natural Resources. The total amount received for 2013 was \$250, while the prior year totaled \$100. This amount is set by statute at a max of \$500, but it was cut to \$250 during the current year due to budgetary problems at the state level.
- State revenue sharing totaled \$426 - \$426 for the West Jefferson Levee District and \$-0- for the Algiers Levee District. These amounts are distributed based on the enabling statute. Algiers did not receive a share during the current year as the money was distributed in total to the Orleans Levee District. The City of New Orleans is investigating if ALD is due any funds.
- Commissions and royalties totaled \$53, an increase of \$10. Most of this increase related to oil and gas royalties from companies drilling on district owned property.
- Interest income was \$51, an increase of \$5 as rates remained stagnantly low but a bit higher than last year.
- Gain or loss on sale of equipment was \$48 this year as surplus assets were auctioned off.
- An extraordinary item of \$(4,006) was recognized in the prior year due to the compromise settlement reached with the Orleans Levee District (OLD). This agreement relieved the Algiers Levee District of its proportionate share of the outstanding debt of the Orleans Levee District.



Expenses totaled \$5,829. A description of each function follows:

- The Executive function totaled \$378, a decrease of \$(69) from last year. This includes costs for the Commissioners' per diems, legal and auditing fees, consulting fees and dues and subscriptions. The SELFPA-W General Fund saw a decrease of \$(10), primarily in travel and computer consulting fees. The WJLD O&M Fund also saw a decrease of \$(15), primarily in computer consulting services. The ALD O&M Fund saw a decrease of \$(30), primarily in legal and computer consulting fees. There was also a drop of \$(15) in depreciation expense under this function.
- The Administrative function totaled \$959, an increase of \$23 from last year. SELFPA-W General Fund saw an increase of \$35, primarily in salaries, health insurance, and retirement costs. The WJLD O&M Fund saw a decrease of \$(64), primarily in salaries, health and life insurance, and retirement costs. The ALD O&M Fund saw a decrease of \$(3), primarily in conventions and office supplies. There was also an increase of \$65 in depreciation in this function as well. Finally, there was a decrease of \$(8) in compensated absences charged to this function.
- The Maintenance function totaled \$3,985, a decrease of \$(121) from last year. The WJLD O&M Fund saw an increase of \$235, as increases were seen in salaries, retirement, consulting fees, and levee maintenance and supplies. The ALD O&M Fund saw a decrease of \$(60), as utilities, gas & oil, and levee supplies dropped. The Westbank Hurricane Protection Levee spent \$273 on repairs and acquisition costs, which was \$(220) less than last year. There was also a decrease of \$(37) in depreciation expense charged to this function. Finally, there was a decrease of \$(35) in compensated absences charged to this function.
- Non-departmental function totaled \$490, an increase of \$21. This amount represents the cost of liability insurance for each fund and withholdings from the ad valorem tax allocations of the West Jefferson Levee District for assessor and pension costs. The increase was primarily from an increase in the amounts withheld for the Jefferson Parish Assessor's office.
- Interest on long-term debt totaled \$17 for 2013 as payments on the Certificates of Indebtedness were made during the year.
- As can be seen in the graph below, the expenses in each function remained relatively the same as the prior year.

**Southeast Louisiana Flood Protection Authority - West  
Expenses by Function/Segment**



## **FINANCIAL ANALYSIS OF THE GOVERNMENT'S FUNDS**

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

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

At June 30, 2013, the West Authority's governmental funds reported a combined ending fund balance of \$16,760, an increase of \$2,296 or 15.9 percent in comparison to the prior year. Of the total, \$104 is reported in the General Fund, \$16,156 is in Special Revenue Funds, and \$500 is in Capital Project Funds.

The **General Fund** is the chief operating fund of the West Authority. At June 30, 2013, the unassigned fund balance of the General Fund totaled \$104. As a measure of the General Fund's liquidity, it may be useful to compare fund balance to total fund expenditures. For 2013, unassigned fund balance represents 21.6 percent of total general fund expenditures (a slight increase from the prior year percentage of 18.9).

The fund balance of the West Authority's General fund increased by \$15 during the current fiscal year. Key factors in this increase are as follows:

- The General Fund's revenues totaled \$252, expenditures totaled \$480, and other financing sources (uses) totaled \$243, resulting in the net increase of \$15.
- Intergovernmental revenues (state appropriations) totaled \$250, which was \$150 more than last year. This represents 99.3 percent of General Fund revenues. This amount higher than last year due to a partial restoration of the amount paid.
- As noted above, the West Authority's expenditures totaled \$480. This was made up of the following:
  - \$71 in the Executive Function – made up of per diems for the Commissioners, legal and auditing fees, consulting fees, travel expenditures, and dues and subscriptions
  - \$385 in the Administrative Function – made up mostly of administrative salaries and benefits, supplies, charges for telephones and other administrative costs.
  - \$3 in Maintenance Function – related to utilities.
  - \$21 in Non-departmental Function – made up of unallocated liability insurance costs.
  - \$-0- in Capital Outlay.

The **WJLD O&M Special Revenue Fund** is the chief operating fund of the West Jefferson Levee District. At June 30, 2013, the fund balance of this Special Revenue Fund totaled \$12,818, an increase of \$953 or 8.0 percent from prior year. Of this amount, \$7,793 is committed to funding emergency activities.

As a measure of the WJLD O&M Fund's liquidity, it may be useful to compare both assigned fund balance and total fund balance to total fund expenditures. For 2013, assigned fund balance represents 101.9 percent of total fund expenditures and total fund balance represents 260.1 percent of total fund expenditures. These are increases/decreases over last year's percentages of 106.0 percent and 249.6 percent.

The fund balance of the WJLD O&M Special Revenue fund increased by \$953 during the current fiscal year. Key factors in this increase are as follows:

- The WJLD O&M Fund's revenues totaled \$5,423, expenditures totaled \$4,928, and other financing sources (uses) totaled \$458, resulting in the net increase of \$953.
- Property taxes totaled \$4,834, a decrease of \$(105) or 2.1 percent, due primarily to the payment of \$228 to the Lafitte Area Independent Levee District for prior year taxes collected on its behalf and remitted during the current year.
- Intergovernmental revenues totaled \$489, a decrease of \$(14) from last year. \$12 of this decrease was seen in the FEMA reimbursements and \$3 came from a drop in state revenue sharing appropriations.
- Services charges totaled \$52, an increase of \$10 from last year. Most of this increase was caused by a slight increase in oil & gas royalties.
- Interest totaled \$40, an increase of \$8 from last year. This was due to slightly higher interest rates and cash balances.
- Miscellaneous income totaled \$7, a decrease of \$(67) from last year. In the prior year, there was a large sale of flood protection materials to an outside agency. This did not recur this year.
- As noted above, the WJLD O&M Fund's expenditures totaled \$4,928. This was made up of the following:
  - \$177 in the Executive Function – made up of per diems for the Commissioners, legal and auditing fees, consulting fees, travel expenditures, and dues and subscriptions. This function saw a decrease of \$(15) due to decreases in professional services (primarily computer fees).
  - \$377 in the Administrative Function – made up mostly of administrative costs. This function saw a decrease of \$(64), primarily in salaries, health and life insurance, retirement, conventions, and internet costs.
  - \$3,174 in the Maintenance Function – made up of levee maintenance-related costs. This function saw an increase of \$235, primarily in salaries, retirement, and levee materials and supplies.
  - \$409 in the Non-departmental Function – made up of unallocated liability insurance costs and withholdings by the State from the ad valorem tax revenues. This function saw an increase of \$23, primarily in costs withheld for the Jefferson Parish Assessor's office.
  - \$417 in Debt Service, related to paying off the outstanding certificates of indebtedness (\$400 principal and \$17 interest). These bonds were fully paid out in the current year.
  - \$374 in Capital Outlay – due to the purchase of tractors, mowers and other equipment.
- Other Financing Sources (Uses) netted out to \$459. This amount is made up of \$511 in transfers in, \$(182) in transfers out, and \$130 was recognized in proceeds from the sale of equipment.

The **ALD O&M Special Revenue Fund** is the chief operating fund of the Algiers Levee District. At June 30, 2013, the fund balance of this Special Revenue Fund totaled \$3,337, an increase of \$1,327 or 66.0 percent from the prior year. Of this amount, \$1,780 is committed to funding emergency activities.

As a measure of the ALD O&M Fund's liquidity, it may be useful to compare both assigned fund balance and total fund balance to total fund expenditures. For 2013, assigned fund balance represents 312.8 percent of total fund expenditures and total fund balance represents 670.6 percent of total fund expenditures. This is an increase of 65.0 percent and 334.4, respectively, from last year's percentages of 247.8 percent and 336.2 percent.

The fund balance of the ALD O&M Special Revenue fund increased by \$1,327 or 66.0 percent. Key factors in this increase are as follows:

- The ALD O&M Fund's revenues totaled \$2,397, expenditures totaled \$498, other financing sources (uses) totaled \$(572), resulting in the net increase of \$1,327.
- Property taxes totaled \$2,389, a decrease of \$(224) or 8.8 percent from the prior year. The decrease was a result of decreases in the Orleans Parish assessment rolls and the amounts collected. The levied millages were the same as last year.
- Intergovernmental revenues (state revenue sharing) totaled \$-0-, a decrease of \$(41) from last year. It appears that the City of New Orleans distributed all of the state revenue sharing to the Orleans Levee District. The City is investigating to see if any of this belongs to ALD.
- Interest totaled \$7, down \$(4) from last year as cash balances decreased.
- As noted above, the ALD O&M Fund's expenditures totaled \$498. This was made up of the following:
  - \$90 in the Executive Function – made up of legal fee, accounting fees, and computer consulting fees.
  - \$31 in the Administrative Function – made up of telephone, internet, and office supplies
  - \$147 in the Maintenance Function – made up of utilities and levee maintenance-related costs.
  - \$61 in non-departmental costs – primarily related to insurance.
  - \$169 in capital outlay – purchases of mowers and tractors for the district.
- Other Financing Sources (Uses) netted out to \$(572). This amount is made up of \$-0- in transfers in and \$(572) in transfers out to the WJLD O&M Fund for maintenance services.
- An Extraordinary Item was recorded in the prior year in the amount of \$(4,006). This represented the payment made to the Orleans Levee District under a compromise settlement with them which relieved ALD O&M of its proportionate share of any and all future debt service on the Orleans Levee District debt. The settlement allows ALD O&M to collect its property taxes directly from the City of New Orleans at the gross amount levied. No debt service deductions will be taken from future remittances. ALD O&M also forgoes any claims to the non-flood assets of the Orleans Levee District. This was a one-time occurrence and did not recur in the current year.

The **WJLD Westbank Hurricane Levee Capital Project fund** has a total fund balance of \$500 at year-end, the same as last year. \$271 was received from State's Coastal Protection and Restoration Fund for work done on the Westbank Hurricane Protection Levee. \$273 was spent on surveys, abstracts, and legal fees on the Westbank Hurricane Levee in the current year.

For budgetary purposes, the West Authority budgets the activities of the **WJLD Emergency Special Revenue fund** and the **ALD Emergency Special Revenue Fund** separately from the O&M funds of each district. At June 30, 2013, these funds had fund balances of \$7,793 and \$1,780, respectively. For GAAP purposes, these funds are merged into the applicable O&M Special Revenue Fund and the fund balances are shown as committed fund balance.

## **BUDGETARY HIGHLIGHTS**

### **Revenues**

The **West Authority's General Fund's** original budget called for revenues of \$502 (which included state funding of \$500 - the maximum allowed under law), while the amended budget had revenues of \$252 (after the state agreed to only fund half of the amount called for). Overall, revenues came in right at budget.

The **WJLD O & M Special Revenue Fund's** final budget called for revenues of \$5,461, an increase of \$358 over the original budget. The largest increase was seen in property taxes (up \$378).

Intergovernmental revenues were decreased \$(30) to reflect a drop in state revenue sharing. Service Charges (primarily oil and gas royalties) were increased \$10 to reflect an increase in royalties received. Finally, Interest income was dropped \$(6) due to declining rates and miscellaneous income went up \$7.

Overall, revenues came in \$124 or 2.2 percent under budget. The largest variance was in property taxes as collections came in \$125 less than budgeted.

The **ALD O & M Special Revenue Fund's** final budget called for revenues of \$2,444, a decrease of \$(70) from the original. The largest decreases were in property taxes (which decreased \$10) and in intergovernmental (which decreased \$51 due to no payments of state revenue sharing being received). Overall, revenues came in \$49 or 2.0 percent less than budgeted (primarily in property taxes).

### **Expenditures**

Overall, the expenditures of the West Authority and its major operating funds came in at or near budget.

The **West Authority's General Fund** expenditures were \$12 less than the budgeted amount of \$492. All functions were basically right at or slightly over or under budget.

The **WJLD O&M Special Revenue Fund** expenditures were \$3 more than the budgeted amount of \$4,763. All functions were basically right at or slightly over or under budget.

The **ALD O&M Special Revenue Fund** expenditures were \$4 more than the budgeted amount of \$493. All functions were basically right at or slightly over or under budget.

### **Budget Amendments**

Amendments were made during the year to the expenditures of the West Authority and its two main component units.

The **SELFPA-W General Fund** budget dropped \$9. The largest changes were in Executive (up \$6 - mostly in salaries), Administrative (down \$5 - mostly in salaries and telephone costs), and Capital Outlay (down \$5 - as no equipment was purchased).

The **WJLD O&M Fund** budget dropped \$146. The largest changes were in Executive (down \$91), Administrative (down \$114), Non-departmental (up \$251), Debt Service (down \$33), and Property, Plant & Equipment (down \$153). Executive costs were reduced to reflect lower computer and professional consulting fees. Administrative costs were reduced in health insurance. The Maintenance Function saw a

drop in salaries offset by a large increase in health and life insurance. Non-departmental costs were increased to reflect the amounts withheld from the ad valorem tax collections for the assessor's office and the state pension plans. Property, Plant and Equipment was reduced due to anticipated purchases of heavy equipment being lowered.

The ALD O&M Fund budget dropped \$429. The largest changes were in Administrative (down \$21), Maintenance (down \$49), Debt Service (down \$400), and Property, plant and equipment (up \$60). Administrative costs were lowered in office supplies, conventions, and internet. Maintenance was lowered mainly in utilities. Debt Service was reduced as the requirement to contribute a certain amount of its property taxes to the Orleans Levee District for debt service was removed after the compromise settlement. Property, Plant and Equipment was increased due to anticipated purchases of heavy equipment.

The following is a recap of the changes made by Fund and Function.

Fund/Object Level	Original Budget	Amendments	Final Budget
<b>SELFPA-W General Fund</b>			
Executive	\$ 72	\$ 6	\$ 78
Administrative	394	(5)	389
Maintenance	5	(1)	4
Non-departmental	25	(4)	21
Property, plant and equipment	5	(5)	-
	<u>\$ 501</u>	<u>\$ (9)</u>	<u>\$ 492</u>
<b>WJLD O &amp; M Special Revenue Fund</b>			
Executive	\$ 252	\$ (91)	\$ 161
Administrative	534	(114)	420
Maintenance	2,987	(6)	2,981
Non-departmental	158	251	409
Debt service	450	(33)	417
Property, plant and equipment	528	(153)	375
	<u>\$ 4,909</u>	<u>\$ (146)</u>	<u>\$ 4,763</u>
<b>ALD O &amp; M Special Revenue Fund</b>			
Executive	\$ 101	\$ (16)	\$ 85
Administrative	49	(21)	28
Maintenance	199	(49)	150
Non-departmental	63	(3)	60
Debt service	400	(400)	-
Property, plant and equipment	110	60	170
	<u>\$ 922</u>	<u>\$ (429)</u>	<u>\$ 493</u>

**CAPITAL ASSET AND DEBT ADMINISTRATION**

**Capital Assets.** The West Authority's investment in capital assets for its governmental activities as of June 30, 2013 amounts to \$9,038 (net of accumulated depreciation and outstanding debt). This investment in capital assets includes land, buildings, furniture and equipment, vehicles and heavy equipment. The West Authority's investment in capital assets increased by \$457 or 5.3 percent.

Major capital asset events during the current fiscal year included the following:

- \$544 was spent on Vehicles and Heavy Equipment, mostly new tractors, mowers, and trailers
- \$337 was removed from Vehicles and Heavy Equipment, as surplus items were sold
- Current year depreciation expense totaled \$405.
- The capital-related debt was paid off during the year.

**SOUTHEAST LOUISIANA FLOOD PROTECTION AUTHORITY - WEST  
CAPITAL ASSETS (NET OF DEPRECIATION)**

	Governmental Activities	
	2013	2012
Land	\$ 5,788	\$ 5,788
Construction in progress	-	-
Buildings	1,679	1,774
Furniture and equipment	133	187
Vehicles and heavy equipment	1,438	1,232
Infrastructure	-	-
<b>Total</b>	<b>9,038</b>	<b>8,981</b>
Related Debt	-	400
<b>Net Investment in Fixed Assets</b>	<b>\$ 9,038</b>	<b>\$ 8,581</b>

The infrastructure assets (primarily levees) were removed from the books of the West Authority in 2011 as it was determined that the levees previously capitalized by the West Jefferson Levee District had been replaced or greatly improved upon by the construction of the new Westbank Hurricane Protection Levee. This new levee was built post-Katrina by the Corps of Engineers (COE) and the Coastal Protection and Restoration Authority (CPRA). These assets are now carried on their books.

Additional information on the West Authority's capital assets can be found in Note D.3 in the footnotes.

**Long-term Debt.** At the end of the current fiscal year, the West Authority long-term debt totaled \$1,231. This amount is made up of \$274 in compensated absences, \$-0- in Certificates of Indebtedness, and \$957 in Other Post-Employment Benefits (OPEB).

\$2,000 in Certificates of Indebtedness was issued in 2008 to finance the construction of the Emergency Command Center. During 2013, payments of \$417 (including \$17 of interest) were made on this debt. At year end, \$-0- remains due.

The \$957 in OPEB relates to the calculated amount of unfunded actuarial contributions that have been accrued on the financial statements. To date, the West Authority is not able to fund the actuarially calculated liability for OPEB.

Additional information on the West Authority's long-term debt can be found in Note D.4 and Note G.3 in the footnotes.

### ***ECONOMIC FACTORS AND NEXT YEAR'S BUDGETS AND RATES***

- The unemployment rate for the New Orleans Metropolitan Area, which includes the Parish of Jefferson, is currently 5.2 percent, which is a decrease from last year's rate of 6.1 percent. Since Hurricanes Katrina and Rita, the rate has fluctuated as the population in the metropolitan area shifts. The easing of the national recession has also played a part in decreasing this rate.
- Inflationary trends in the region compare favorably to national indices.
- It is anticipated that the State appropriation for operations will continue in the coming years and will continue in the very least at its current rate of \$250.
- The millage rates for the West Jefferson Levee District and the Algiers Levee District are expected to stay about the same. It has been the West Authority's policy to roll their millages forward when allowed to in order to keep up with inflation. If the local housing market reflects the economic recovery being seen elsewhere, there might be a slight rise in ad valorem taxes.

All of these factors were considered in preparing the West Authority's budgets for the 2013/2014 fiscal year.

### ***REQUESTS FOR INFORMATION***

This financial report is designed to provide a general overview of the West Authority'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 Board President, Southeast Louisiana Flood Protection Authority – West, 7001 River Road, Marrero, LA 70072.

## **BASIC FINANCIAL STATEMENTS**



SOUTHEAST LOUISIANA FLOOD PROTECTION AUTHORITY - WEST  
STATE OF LOUISIANA

STATEMENT OF ACTIVITIES  
FOR THE YEAR ENDED JUNE 30, 2013

FUNCTION/BUREAU	EXPENSES	PROGRAM REVENUES			NET (EXPENSE) REVENUE AND CHANGES IN NET ASSETS
		CHARGES FOR SERVICES	OPERATING GRANTS AND CONTRIBUTIONS	CAPITAL GRANTS AND CONTRIBUTIONS	PRIMARY GOVERNMENT GOVERNMENTAL ACTIVITIES
<b>Primary Government</b>					
Governmental Activities:					
Public Works					
Executive	\$ 377,608	\$ -	\$ -	\$ -	\$ (377,608)
Administrative	958,656	-	-	-	(958,656)
Maintenance	3,984,758	-	62,575	-	(3,922,183)
Nondepartmental	490,362	-	-	271,023	(219,339)
Unallocated depreciation expense	-	-	-	-	-
Interest on long-term debt	16,673	-	-	-	(16,673)
Total governmental activities	<u>\$ 5,828,057</u>	<u>\$ -</u>	<u>\$ 62,575</u>	<u>\$ 271,023</u>	<u>(5,494,459)</u>
		<b>GENERAL REVENUES:</b>			
					7,223,147
					250,000
					426,415
					52,688
					-
					50,510
					47,861
					-
					8,714
					-
		<b>TRANSFERS IN (OUT)</b>			
					<u>8,059,335</u>
		<b>TOTAL GENERAL REVENUE AND TRANSFERS</b>			
					2,564,876
		<b>CHANGE IN NET ASSETS</b>			
		<b>NET POSITION</b>			
					22,002,127
					<u>\$ 24,567,003</u>

The accompanying notes are an integral part of this statement.

SOUTHEAST LOUISIANA FLOOD PROTECTION AUTHORITY - WEST  
STATE OF LOUISIANA

GOVERNMENTAL FUNDS  
BALANCE SHEET (GAAP BASIS)  
JUNE 30, 2013

	SELFPA-W GENERAL FUND	WJLD OPERATIONS AND MAINTENANCE	ALD OPERATIONS AND MAINTENANCE	WJLD EMERGENCY FUND	ALD EMERGENCY FUND	WJLD WESTBANK HURRICANE PROTECTION LEVEE	TOTAL GOVERNMENTAL FUNDS
<b>ASSETS</b>							
Cash and cash equivalents	\$ 376,389	\$ 12,069,015	\$ 3,768,032	\$ -	\$ -	\$ 524,056	\$ 16,737,492
Investments	-	-	-	-	-	-	-
Receivables (net of allowance for uncollectibles)	-	41,811	13,146	-	-	82,465	137,422
Due from other funds	432,787	749,952	-	-	-	-	1,182,739
<b>TOTAL ASSETS</b>	<b>\$ 809,176</b>	<b>\$ 12,860,778</b>	<b>\$ 3,781,178</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 606,521</b>	<b>\$ 18,057,653</b>
<b>LIABILITIES AND FUND BALANCES</b>							
<b>Liabilities</b>							
Accounts payable	\$ 3,989	\$ 18,811	\$ 11,069	\$ -	\$ -	\$ 55,125	\$ 88,994
Accrued payroll and deductions	2,576	23,601	-	-	-	-	26,177
Due to other funds	698,633	-	432,787	-	-	51,319	1,182,739
Revenue grant anticipation notes payable	-	-	-	-	-	-	-
<b>TOTAL LIABILITIES</b>	<b>705,198</b>	<b>42,412</b>	<b>443,856</b>	<b>-</b>	<b>-</b>	<b>106,444</b>	<b>1,297,910</b>
<b>Fund Balances</b>							
Nonspendable	-	-	-	-	-	-	-
Restricted	-	-	-	-	-	-	-
Committed	-	7,792,686	1,780,227	-	-	-	9,572,913
Assigned	-	5,025,680	1,557,095	-	-	500,077	7,082,852
Unassigned	103,978	-	-	-	-	-	103,978
<b>TOTAL FUND BALANCES</b>	<b>103,978</b>	<b>12,818,366</b>	<b>3,337,322</b>	<b>-</b>	<b>-</b>	<b>500,077</b>	<b>16,759,743</b>
<b>TOTAL LIABILITIES AND FUND BALANCES</b>	<b>\$ 809,176</b>	<b>\$ 12,860,778</b>	<b>\$ 3,781,178</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 606,521</b>	

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

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

9,037,782

Long-term liabilities, including bonds payable, are not due and payable in the current period and therefore are not reported in the funds.

(1,230,522)

Net Assets of Governmental Activities

\$ 24,567,003

SOUTHEAST LOUISIANA FLOOD PROTECTION AUTHORITY - WEST  
STATE OF LOUISIANA

GOVERNMENTAL FUNDS  
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES (GAAP BASIS)  
FOR THE YEAR ENDED JUNE 30, 2013

	SELPPA-W GENERAL FUND	WJLD OPERATIONS AND MAINTENANCE	ALD OPERATIONS AND MAINTENANCE	WJLD EMERGENCY FUND	ALD EMERGENCY FUND	WJLD WESTBANK HURRICANE PROTECTION LEVEE	TOTAL GOVERNMENTAL FUNDS
<b>REVENUES</b>							
Taxes							
Property taxes	\$ -	\$ 4,834,383	\$ 2,388,764	\$ -	\$ -	\$ -	\$ 7,223,147
Intergovernmental							
Federal	-	62,575	-	-	-	-	62,575
State	250,000	426,415	-	-	-	271,023	947,438
Parish/Local	-	-	-	-	-	-	-
Service charges, fees, and commissions	-	52,338	350	-	-	-	52,688
Interest	975	40,144	7,511	-	-	1,880	50,510
Miscellaneous	880	7,334	500	-	-	-	8,714
<b>TOTAL REVENUES</b>	<b>251,855</b>	<b>5,423,189</b>	<b>2,397,125</b>	<b>-</b>	<b>-</b>	<b>272,903</b>	<b>8,345,072</b>
<b>EXPENDITURES</b>							
Current							
Public Works							
Executive	71,212	177,286	90,437	-	-	-	338,935
Administrative	384,415	377,496	30,635	-	-	-	792,546
Maintenance	3,344	3,173,541	146,796	-	-	273,299	3,596,980
Non-departmental	21,294	408,657	60,411	-	-	-	490,362
Debt Service							
Principal	-	400,000	-	-	-	-	400,000
Interest	-	16,673	-	-	-	-	16,673
Capital outlay							
Property, plant and equipment	-	374,246	169,420	-	-	-	543,666
Levee construction projects	-	-	-	-	-	-	-
<b>TOTAL EXPENDITURES</b>	<b>480,265</b>	<b>4,927,899</b>	<b>497,699</b>	<b>-</b>	<b>-</b>	<b>273,299</b>	<b>6,179,162</b>
<b>EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES</b>	<b>(228,410)</b>	<b>495,290</b>	<b>1,899,426</b>	<b>-</b>	<b>-</b>	<b>(396)</b>	<b>2,165,910</b>
<b>OTHER FINANCING SOURCES (USES)</b>							
Transfers in	243,254	511,357	-	-	-	-	754,611
Transfers out	-	(182,440)	(572,171)	-	-	-	(754,611)
Sale of capital assets	-	129,595	-	-	-	-	129,595
Bond proceeds	-	-	-	-	-	-	-
Donation of equipment	-	-	-	-	-	-	-
<b>TOTAL OTHER FINANCING SOURCES (USES)</b>	<b>243,254</b>	<b>458,512</b>	<b>(572,171)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>129,595</b>
<b>EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES AND OTHER SOURCES (USES)</b>	<b>14,844</b>	<b>953,802</b>	<b>1,327,255</b>	<b>-</b>	<b>-</b>	<b>(396)</b>	<b>2,295,505</b>
<b>FUND BALANCE</b>							
Beginning of year	89,134	11,864,564	2,010,067	-	-	500,473	14,464,238
End of year	\$ 103,978	\$ 12,818,366	\$ 3,337,322	\$ -	\$ -	\$ 500,077	\$ 16,739,743

The accompanying notes are an integral part of this statement.

**SOUTHEAST LOUISIANA FLOOD PROTECTION AUTHORITY - WEST  
STATE OF 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, 2013**

Amounts reported for governmental activities in the Statement of Activities (page 19) are different because:

Net change in fund balances - total governmental funds (page 21)	\$ 2,295,505
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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. This is the amount by which capital outlays exceeded depreciation in the current period.	138,797
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The net effect of various miscellaneous transactions involving capital assets (i.e., sales, trade-ins, and donations) is to increase net assets.	(81,734)
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The issuance of long-term debt (e.g., bonds, leases) provides current financial resources to governmental funds, while the payment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net assets. Also, governmental funds report the effect of issuance costs, premiums, discounts, and similar items when debt is first issued, whereas, these amounts are deferred and amortized in the Statement of Activities. This amount is the net effect of these differences in the treatment of long-term debt and related items.

Issuance of long-term debt (certificates of indebtedness)	-
Payment of long-term debt (certificates of indebtedness)	400,000
Increase in compensated absences	4,796

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 governmental funds, including expense of annual required contribution for OPEB.	(192,488)
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Net change in net position of governmental activities plus extraordinary item (page 19)	<u>\$ 2,564,876</u>
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The accompanying notes are an integral part of this statement.

SOUTHEAST LOUISIANA FLOOD PROTECTION AUTHORITY - WEST  
STATE OF LOUISIANA

GENERAL FUND  
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2013

	GAAP ACTUAL	BUDGETARY TO GAAP DIFFERENCES	BUDGETARY ACTUAL	FINAL BUDGET	VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)	ORIGINAL
<b>REVENUES</b>						
Intergovernmental						
State	\$ 250,000	\$ -	\$ 250,000	\$ 250,000	\$ -	\$ 500,000
Service charges, fees, and commissions	-	-	-	-	-	-
Interest	975	-	975	1,000	(25)	1,390
Miscellaneous	880	-	880	900	(20)	-
<b>TOTAL REVENUES</b>	<b>251,855</b>	<b>-</b>	<b>251,855</b>	<b>251,900</b>	<b>(45)</b>	<b>501,390</b>
<b>EXPENDITURES</b>						
Current						
Public Works						
Executive	71,212	-	71,212	78,472	7,260	71,886
Administrative	384,415	-	384,415	388,574	4,159	393,764
Maintenance	3,344	-	3,344	3,721	377	5,240
Non-departmental	21,294	-	21,294	21,294	-	25,500
Capital outlay						
Property, plant and equipment	-	-	-	-	-	5,000
<b>TOTAL EXPENDITURES</b>	<b>480,265</b>	<b>-</b>	<b>480,265</b>	<b>492,061</b>	<b>11,796</b>	<b>501,390</b>
<b>EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES</b>	<b>(228,410)</b>	<b>-</b>	<b>(228,410)</b>	<b>(240,161)</b>	<b>11,751</b>	<b>-</b>
<b>OTHER FINANCING SOURCES (USES)</b>						
Transfers in	243,254	-	243,254	243,254	-	-
Transfers out	-	-	-	-	-	-
Sale of capital assets	-	-	-	-	-	-
Donation of equipment	-	-	-	-	-	-
<b>TOTAL OTHER FINANCING SOURCES (USES)</b>	<b>243,254</b>	<b>-</b>	<b>243,254</b>	<b>243,254</b>	<b>-</b>	<b>-</b>
<b>EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES AND OTHER SOURCES (USES)</b>	<b>14,844</b>	<b>-</b>	<b>14,844</b>	<b>3,093</b>	<b>11,751</b>	<b>-</b>
<b>FUND BALANCE</b>						
Beginning of year	89,134	-	89,134	89,134	-	89,134
End of year	\$ 103,978	\$ -	\$ 103,978	\$ 92,227	\$ 11,751	\$ 89,134

The accompanying notes are an integral part of this statement.

SOUTHEAST LOUISIANA FLOOD PROTECTION AUTHORITY - WEST  
STATE OF LOUISIANA

WEST JEFFERSON LEVEE DISTRICT - OPERATIONS AND MAINTENANCE SPECIAL REVENUE FUND  
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2013

	GAAP ACTUAL	BUDGETARY TO GAAP DIFFERENCES	BUDGETARY ACTUAL	FINAL BUDGET	VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)	ORIGINAL BUDGET
<b>REVENUES</b>						
Taxes						
Property taxes	\$ 4,834,383	\$ -	\$ 4,834,383	\$ 4,959,723	\$ (125,340)	\$ 4,582,140
Intergovernmental						
Federal	62,575	62,575	-	-	-	-
State	426,415	-	426,415	424,338	2,077	454,966
Service charges, fees, and commissions	52,338	-	52,338	52,512	(174)	42,935
Interest	40,144	24,245	15,899	16,300	(401)	22,191
Miscellaneous	7,334	-	7,334	7,300	(166)	-
<b>TOTAL REVENUES</b>	<b>5,423,189</b>	<b>86,820</b>	<b>5,336,369</b>	<b>5,460,373</b>	<b>(124,004)</b>	<b>5,102,232</b>
<b>EXPENDITURES</b>						
Current						
Public Works						
Executive	177,286	14,677	162,609	160,790	(1,819)	252,361
Administrative	377,496	-	377,496	420,394	42,898	533,719
Maintenance	3,173,541	147,194	3,026,347	2,980,844	(45,503)	2,986,896
Non-departmental	408,657	-	408,657	409,369	712	157,831
Debt Service						
Principal	400,000	-	400,000	400,000	-	400,000
Interest	16,673	-	16,673	16,673	-	49,747
Capital outlay						
Property, plant and equipment	374,246	-	374,246	375,003	757	527,900
Levee construction projects	-	-	-	-	-	-
<b>TOTAL EXPENDITURES</b>	<b>4,927,899</b>	<b>161,871</b>	<b>4,766,028</b>	<b>4,763,073</b>	<b>(2,955)</b>	<b>4,908,454</b>
<b>EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES</b>	<b>495,290</b>	<b>(75,051)</b>	<b>570,341</b>	<b>697,300</b>	<b>(126,959)</b>	<b>193,778</b>
<b>OTHER FINANCING SOURCES (USES)</b>						
Transfers in	511,357	-	511,357	511,357	-	608,867
Transfers out	(182,440)	1,041,642	(1,224,082)	(1,224,082)	-	(1,020,000)
Sale of capital assets	129,595	-	129,595	129,595	-	177,535
Bond proceeds	-	-	-	-	-	-
Donation of equipment	-	-	-	-	-	-
<b>TOTAL OTHER FINANCING SOURCES (USES)</b>	<b>458,512</b>	<b>1,041,642</b>	<b>(583,130)</b>	<b>(583,130)</b>	<b>-</b>	<b>(213,598)</b>
<b>EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES AND OTHER SOURCES (USES)</b>	<b>953,802</b>	<b>966,591</b>	<b>(12,789)</b>	<b>114,170</b>	<b>(126,959)</b>	<b>(39,820)</b>
<b>FUND BALANCE</b>						
Beginning of year	11,864,564	6,826,093	5,038,469	5,038,469	-	5,038,469
End of year	\$ 12,818,366	\$ 7,792,686	\$ 5,025,680	\$ 5,152,619	\$ (126,959)	\$ 4,998,649

The accompanying notes are an integral part of this statement.

SOUTHEAST LOUISIANA FLOOD PROTECTION AUTHORITY - WEST  
STATE OF LOUISIANA

ALGIERS LEVEE DISTRICT - OPERATIONS AND MAINTENANCE SPECIAL REVENUE FUND  
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2013

	GAAP ACTUAL	BUDGETARY TO GAAP DIFFERENCES	BUDGETARY ACTUAL	FINAL BUDGET	VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)	ORIGINAL BUDGET
<b>REVENUES</b>						
Taxes						
Property taxes	\$ 2,388,764	\$ -	\$ 2,388,764	\$ 2,437,865	\$ (49,101)	\$ 2,447,865
Intergovernmental						
State	-	-	-	-	-	51,400
Service charges, fees, and commissions	350	-	350	350	-	-
Interest	7,511	1,903	5,608	6,000	(392)	6,390
Miscellaneous	500	-	500	-	500	9,020
<b>TOTAL REVENUES</b>	<b>2,397,125</b>	<b>1,903</b>	<b>2,395,222</b>	<b>2,444,215</b>	<b>(48,993)</b>	<b>2,514,675</b>
<b>EXPENDITURES</b>						
Current						
Public Works						
Executive	90,437	-	90,437	84,928	(5,509)	101,023
Administrative	30,635	-	30,635	28,626	(2,009)	49,129
Maintenance	146,796	-	146,796	149,618	2,822	198,793
Non-departmental	60,411	-	60,411	60,411	-	62,665
Debt Service						
Principal	-	-	-	-	-	400,000
Interest	-	-	-	-	-	-
Capital outlay						
Property, plant and equipment	169,420	-	169,420	169,700	280	110,000
Levee construction projects	-	-	-	-	-	-
<b>TOTAL EXPENDITURES</b>	<b>497,699</b>	<b>-</b>	<b>497,699</b>	<b>493,283</b>	<b>(4,416)</b>	<b>921,610</b>
<b>EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES</b>	<b>1,899,426</b>	<b>1,903</b>	<b>1,897,523</b>	<b>1,950,932</b>	<b>(53,409)</b>	<b>1,593,065</b>
<b>OTHER FINANCING SOURCES (USES)</b>						
Transfers in	-	-	-	-	-	-
Transfers out	(572,171)	1,250,000	(1,822,171)	(1,822,171)	-	(1,588,867)
Sale of capital assets	-	-	-	-	-	-
Donation of equipment	-	-	-	-	-	-
<b>TOTAL OTHER FINANCING SOURCES (USES)</b>	<b>(572,171)</b>	<b>1,250,000</b>	<b>(1,822,171)</b>	<b>(1,822,171)</b>	<b>-</b>	<b>(1,588,867)</b>
<b>EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES AND OTHER SOURCES (USES)</b>	<b>1,327,255</b>	<b>1,251,903</b>	<b>75,352</b>	<b>128,761</b>	<b>(53,409)</b>	<b>4,198</b>
<b>FUND BALANCE</b>						
Beginning of year	2,010,067	528,324	1,481,743	1,481,743	-	1,481,743
End of year	\$ 3,337,322	\$ 1,780,227	\$ 1,557,095	\$ 1,610,504	\$ (53,409)	\$ 1,485,941

The accompanying notes are an integral part of this statement.

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**SOUTHEAST LOUISIANA  
FLOOD PROTECTION AUTHORITY – WEST  
STATE OF LOUISIANA  
NOTES TO FINANCIAL STATEMENTS  
June 30, 2013**

**NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

The financial statements of the Southeast Louisiana Flood Protection Authority – West (the “West Authority”) 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. The more significant of the West Authority’s accounting policies are described below.

1. Reporting Entity

GASB Codification Section 2100 establishes criteria for determining the governmental reporting entity and its component units. Component units are defined as legally separate organizations for which the elected or appointed officials of a primary government are financially accountable. The criteria used in determining whether financial accountability exists include the appointment of a voting majority of an organization's governing board, the ability of the primary government to impose its will on that organization or whether there is a potential for the organization to provide specific financial benefits or burdens to the primary government. Fiscal dependency may also play a part in determining financial accountability. In addition, a component unit can be another organization for which the nature and significance of its relationship with a primary government is such that exclusion would cause the reporting entity's financial statements to be misleading or incomplete.

The West Authority was created by Act 1 of the First Extraordinary Session of 2006. The governing board of commissioners administers the operations and responsibilities in accordance with the provisions of Louisiana statutes. The West Authority is charged with overseeing the levee districts on the Westbank of the New Orleans Metropolitan area, which include the West Jefferson Levee District and the Algiers Levee District. The members of the Board are appointed by the Governor of the State of Louisiana from a list of nominations submitted by a nominating committee as provided by statute.

For financial reporting purposes, it has been determined that the West Authority is a component unit of the State of Louisiana. Annually, the State of Louisiana (the primary government) issues general purpose financial statements which include the activity contained in the accompanying financial statements. The State's general purpose financial statements are issued by the Louisiana Division of Administration - Office of Statewide Reporting and Accounting Policy and are audited by the Louisiana Legislative Auditor.

**SOUTHEAST LOUISIANA  
FLOOD PROTECTION AUTHORITY – WEST  
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NOTES TO FINANCIAL STATEMENTS  
June 30, 2013**

**NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

As noted above, the West Authority is charged with the responsibility of overseeing the West Jefferson Levee District and the Algiers Levee District. Both of these levee districts are separate legal entities from the West Authority, however, because the West Authority's Board serves as their oversight board, they are, in substance, part of the West Authority and are included (i.e., blended) within the West Authority's financial report.

The West Jefferson Levee District was incorporated on August 1, 1980, under the provisions of Act 820 of the 1980 Legislative session, as amended (Civil Service code). It was charged with providing flood protection for those areas contained within the Parish of Jefferson to the west of the Mississippi River. Act 475 of the 2007 Legislative session amended the district by carving out a portion of the covered area and designating it the Lafitte Area Independent Levee District. All lands and other assets in the designated area were turned over by the West Jefferson Levee District to the new Lafitte Area Independent Levee District. West Jeff continues to cover those areas in Jefferson Parish to the west of the Mississippi River that are not within the boundaries of the Lafitte Area Independent Levee District.

The Algiers Levee District was also formed by Act 475 of the 2007 Legislative session. This Act carved a section out of the existing Orleans Levee District, specifically that portion of the Parish of Orleans on the west side of the Mississippi River.

2. Government-wide and Fund Financial Statements

**Government-wide Financial Statements**

The government-wide financial statements (i.e., the statement of net position and the statement of activities) report information on all of the nonfiduciary activities of the West Authority. For the most part, the effect of interfund activity has been removed from these statements. *Governmental activities*, which normally are supported by taxes and intergovernmental revenues, are reported separately from *business-type activities*, which rely to a significant extent on fees and charges for support. Because of the nature of the West Authority's operations, the West Authority reports only governmental activities.

The statement of activities demonstrates the degree to which the direct expense 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. Taxes and other items not properly included among program revenues are reported instead as *general revenues*.

**SOUTHEAST LOUISIANA  
FLOOD PROTECTION AUTHORITY – WEST  
STATE OF LOUISIANA  
NOTES TO FINANCIAL STATEMENTS  
June 30, 2013**

**NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**Fund Financial Statements**

Funds are used by the West Authority 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. The funds of the West Authority are classified into the “governmental” category. The category, in turn, is divided into separate “fund types”.

Governmental funds are used to account for all or most of a government’s general activities, including the collection and disbursement of earmarked monies (special revenue funds), the acquisition or construction of general fixed assets (capital project funds), and the servicing of general long-term debt (debt service funds). The General Fund is used to account for all financial activities of the general government not accounted for in some other fund.

Major individual governmental funds are reported as separate columns in the fund financial statements. The West Authority reports the following major governmental funds:

The *SELFPA-W General Fund* is the general operating fund of the West Authority. It is used to account for all financial resources except those required to be accounted for in another fund.

The *WJLD Operations and Maintenance Special Revenue Fund* is the general operating account for the West Jefferson Levee District. It is used to account for all financial resources dedicated to administration and maintenance costs of the district.

The *ALD Operations and Maintenance Special Revenue Fund* is the general operating account for the Algiers Levee District. It is used to account for all financial resources dedicated to administration and maintenance costs of the district.

The *WJLD Emergency Operations Special Revenue Fund* accounts for monies that are restricted to expenditures in the West Jefferson Levee District related to emergencies. For GAAP purposes, this fund is now merged into the WJLD Operations and Maintenance Special Revenue Fund.

The *ALD Emergency Operations Special Revenue Fund* accounts for monies that are restricted to expenditures in the Algiers Levee District related to emergencies. For GAAP purposes, this fund is now merged into the ALD Operations and Maintenance Special Revenue Fund.

**SOUTHEAST LOUISIANA  
FLOOD PROTECTION AUTHORITY – WEST  
STATE OF LOUISIANA  
NOTES TO FINANCIAL STATEMENTS  
June 30, 2013**

**NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES CONTINUED)**

The *WJLD Westbank Hurricane Protection Levee Capital Project Fund* is used to account for financial resources dedicated by the West Jefferson Levee District to be used for acquisition or construction of major capital facilities and structures related to the Westbank Hurricane Levee system.

**3. Measurement Focus, Basis of Accounting, and Financial Statement Presentation**

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. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met. As a general rule, the effect of interfund activity has been eliminated from the government-wide financial statements.

Governmental fund financial statements are reported using a *current financial resources measurement focus* and 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 within the current period or soon enough thereafter to be used to pay liabilities of the current period. The West Authority considers property taxes as available if they are collected within 60 days after year end. A one-year availability period is used for revenue recognition for all other governmental fund revenues. Property taxes, intergovernmental revenues, and interest associated with the current fiscal year are all considered to be susceptible to accrual and so have been recognized as revenues of the current fiscal period. Expenditures are recorded when the related fund liability is incurred. Principal and interest on general long-term debt, as well as expenditures related to compensated absences and claims and judgments, only when payment is due.

**4. Assets, Liabilities, and Net position or Equity**

**A. *Cash and Investments***

For reporting purposes, cash and cash equivalents includes amounts in demand deposits, time deposits, and certificates of deposit. Louisiana Revised Statutes allow the West Authority to invest in time certificates of deposit of state banks organized under the laws of Louisiana, national banks having their principal office in the State of Louisiana, in savings accounts or shares of savings and loan associations and savings banks and in share accounts and share certificate accounts of federally or state chartered credit unions.

**SOUTHEAST LOUISIANA  
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NOTES TO FINANCIAL STATEMENTS  
June 30, 2013**

**NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

State statutes authorize the West Authority to invest in obligations of the U.S. Treasury, commercial paper, corporate bonds and repurchase agreements. In accordance with GASB Statement No. 31, investments, if any, are generally stated at fair value. If the investment is in money market securities and has a maturity date of less than 90 days from the balance sheet date, the investment is stated at cost or amortized cost.

**B. *Interfund Receivables and Payables***

Activity between funds that are representative of lending/borrowing arrangements outstanding at year end are referred to as either “due to/from other funds” (i.e., the current portion of interfund loans) or “advances to/from other funds” (i.e., the non-current portion of interfund loans). As a general rule, all interfund balances are eliminated in the government-wide financial statements.

**C. *Inventories***

The cost of materials and supplies acquired by the West Authority are recorded as expenditures at the time of purchase. It is management's opinion that the inventory of such materials and supplies at June 30, 2013 would not be material to the financial statements.

**D. *Prepaid Items***

Payments made to vendors for services that will benefit periods beyond June 30, 2013, are recorded as expenditures when paid. It is management’s opinion that the prepaid amount June 30, 2013, if any, would not be material to the financial statements.

**E. *Capital Assets***

Capital assets, which include property, plant, equipment, and infrastructure assets (e.g., levees, floodwalls, sector gates and similar items), are reported in the applicable governmental activities column in the government-wide financial statements. Capital assets are defined by the West Authority as assets with an initial, individual cost of more than \$500 and an estimated useful life in excess of two years. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at estimated fair market value at the date of donation.

**SOUTHEAST LOUISIANA  
FLOOD PROTECTION AUTHORITY – WEST  
STATE OF LOUISIANA  
NOTES TO FINANCIAL STATEMENTS  
June 30, 2013**

**NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend asset lives are not capitalized. Major outlays for capital assets and improvements are capitalized as projects are constructed and are included in construction in progress. The levees are divided into “reaches” and are capitalized as such. Any major “lifts” or improvements to an existing levee/reach are capitalized as an addition to that levee/reach.

Property, plant, equipment, and infrastructure are depreciated using the straight-line method (with a mid-year convention) over the following estimated useful lives:

<u>Asset Category</u>	<u>Estimated Life in Years</u>
Buildings	40
Furniture and fixtures	5
Autos and trucks	5
Mowers	5
Tractors	7-10
Heavy equipment	5
Radios	3
Infrastructure (levees, floodwalls, floodgates, etc.)	50

**F. *Compensated Absences***

It is the West Authority’s policy to permit employees to accumulate earned but unused vacation and sick pay benefits. There is no liability for unpaid accumulated sick leave since the West Authority does not have a policy to pay any amounts when employees separate from service to the West Authority. All vacation pay is accrued when incurred in the government-wide financial statements. A liability for these amounts is reported in the governmental funds only if they have matured, for example, as a result of employee resignations and retirements. In accordance with GASB Statement No. 16, an additional liability is recorded for salary related payments associated with the future payments of compensated absences.

**G. *Long-Term Obligations***

In the government-wide financial statements, long-term debt and other long-term debt obligations are recognized as liabilities in the applicable governmental activities statement of net position.

**SOUTHEAST LOUISIANA  
FLOOD PROTECTION AUTHORITY – WEST  
STATE OF LOUISIANA  
NOTES TO FINANCIAL STATEMENTS  
June 30, 2013**

**NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

In the fund financial statements, governmental fund types recognize bond premiums and discounts, as well as bond issuance costs, during the current period. The face amount of debt issued is reported as other financing sources. Premiums received on debt issuances are reported as other financing sources, while discounts on debt issuances are reported as other financing uses. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as debt service expenditures. Payments of principal and interest are recorded as expenditures only when due.

**H. Fund Equity**

In accordance with Government Accounting Standards Board (GASB) Statement No. 54 - *Fund Balance Reporting and Governmental Fund Type Definitions*, fund balances of the governmental fund types are categorized into one of five categories - Non-spendable, Restricted, Committed, Assigned, or Unassigned In the fund financial statements.

For *assigned fund balances*, the President and/or Director may assign amounts to a specific purpose via internal memorandum, with the board's approval.

While the West Authority has not established a policy for its use of unrestricted fund balance, it does consider that committed amounts would be reduced first, followed by assigned amounts, and then unassigned amounts when expenditures are incurred for purposes for which amounts in any of the unrestricted fund balance classifications could be used.

**NOTE B - RECONCILIATION OF GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS**

**1. Explanation of Certain Differences Between the Governmental Fund Balance Sheet and the Government-wide Statement of Net position**

The governmental fund balance sheet includes a reconciliation between *fund balance – total governmental funds* and *net position – governmental activities* as reported in the government-wide statement of net position. One element of that reconciliation explains that “long-term liabilities, including bonds payable, are not due and payable in the current period and therefore are not reported in the funds.” The details of this \$(1,230,522) difference are as follows:

**SOUTHEAST LOUISIANA  
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STATE OF LOUISIANA  
NOTES TO FINANCIAL STATEMENTS  
June 30, 2013**

**NOTE B - RECONCILIATION OF GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENT (CONTINUED)**

Compensated Absences Payable	\$ (273,482)
Unfunded Annual Required Contribution for OPEB	(957,040)
 Net adjustment to reduce <i>fund balance - total governmental funds</i> to arrive at <i>net assets - governmental activities</i>	 \$ (1,230,522)

**2. Explanation of Certain Differences Between the Governmental Fund Statement of Revenues, Expenditures, and Changes in Fund Balances and the Government-wide Statement of Activities**

The governmental fund statement of revenues, expenditures, and changes in fund balances includes a reconciliation between *net changes in fund balances - total governmental funds* and *changes in net position of governmental activities* as reported in the government-wide statement of activities. One element of that reconciliation explains that “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.” The details of this \$138,797 difference are as follows:

Capital Outlay	\$ 543,666
Depreciation expense	(404,869)
 Net adjustment to increase <i>net changes in fund balances - total governmental funds</i> to arrive at <i>changes in net assets - governmental activities</i>	 \$ 138,797

Another element of that reconciliation states that “the net effect of various miscellaneous transactions involving capital assets (i.e., sales, trade-ins, and donation) is to increase or decrease net position”. The details of this \$(81,734) difference are as follows:

Disposal of general fixed assets (equipment, vehicles, etc.)	\$ (337,243)
Removal of accumulated depreciation on general fixed assets disposed of	255,509
 Net adjustment to increase <i>net changes in fund balances - total governmental funds</i> to arrive at <i>changes in net assets - governmental activities</i>	 \$ (81,734)

**SOUTHEAST LOUISIANA  
FLOOD PROTECTION AUTHORITY – WEST  
STATE OF LOUISIANA  
NOTES TO FINANCIAL STATEMENTS  
June 30, 2013**

**NOTE C - STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY**

1. Budget

Formal budgetary accounting is employed as a management control device during the year for the SELFPA-W General Fund, the WJLD Operations and Maintenance Special Revenue Fund, and the ALD Operations and Maintenance Special Revenue Fund. Budgetary data for the WJLD and ALD Emergency Special Revenue Funds are not presented since these funds are restricted for emergency purposes only and are considered unpredictable. Budgetary data for the Capital Project funds are not presented since these funds are budgeted over the life of the respective project, not on an annual basis.

Expenditures may not exceed appropriations at the object level within the fund. All annual appropriations which are not expended lapse at year end.

The budgets are adopted on a basis consistent with generally accepted accounting principles (GAAP), except that the WJLD and ALD Operations and Maintenance Special Revenue Funds do not include activity related to the two emergency funds. Thus, there is a perspective difference between Budgetary-Basis Actual and GAAP-Basis Actual (See Note C.4).

Encumbrances are not recorded for budgetary purposes.

The Board of Commissioners of the West Authority submits the annual budgets to the Department of Transportation and Development - Office of Public Works (DOTD) and the Legislative Auditor for the succeeding fiscal year. The operating budgets include proposed expenditures and the means of financing them.

The DOTD reviews the budgets and makes recommendations pertaining thereto to the Board of Commissioners of the West Authority and the Legislative Auditor. Not less than ninety days before the end of the fiscal year, the Board of Commissioners adopts the annual budget after considering the recommendations of the DOTD. Amendments to the budget are made by the Board from time to time as is necessary.

The original budgets were adopted on June 25, 2012. The amended budgets were adopted on June 17, 2013. The budgeted amounts are included, respectively, as the original and final budgets in the accompanying statements.

**SOUTHEAST LOUISIANA  
FLOOD PROTECTION AUTHORITY – WEST  
STATE OF LOUISIANA  
NOTES TO FINANCIAL STATEMENTS  
June 30, 2013**

**NOTE C - STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY (CONTINUED)**

**2. Budget Amendments**

The West Authority made several supplemental budgetary appropriations during the year. The most significant of the changes made are described below.

**Revenues**

The West Authority's General Fund final budget called for revenues of \$251,900, a decrease of \$(249,490) from the original budget. The major line-item for the state allocation of operating costs to the West Authority was cut by \$(250,000) due to cutbacks at the State level. An amended agreement was signed that would provide up to \$250,000 instead of the \$500,000 paid in prior years.

The WJLD O & M Special Revenue Fund's final budget called for revenues of \$5,460,373, an increase of \$358,141 from the original budget. The largest change was seen in the Property taxes – up \$377,583. Intergovernmental Revenues were decreased \$(30,628) due to a drop in state revenue sharing. Service Charges & Commissions increased by \$9,577 due to increases in oil & gas royalties, along with an increase in permits (rights of way).

The ALD O & M Special Revenue Fund's final budget called for revenues of \$2,444,215, a decrease of \$(70,460) from the original. The largest changes came in property taxes, which dropped \$(10,000), and Intergovernmental, which dropped \$(51,400), due to a drop in state revenue sharing.

**Expenditures**

The expenditures of the West Authority and its two main component units also changed during the year. The following is a recap of the changes made.

<b>Fund/Object Level</b>	<b>Original Budget</b>	<b>Amendments</b>	<b>Final Budget</b>
<b>SELFPA-W General Fund</b>			
Executive	\$ 71,886	\$ 6,586	\$ 78,472
Administrative	393,764	(5,190)	388,574
Maintenance	5,240	(1,519)	3,721
Non-departmental	25,500	(4,206)	21,294
Property, plant and equipment	5,000	(5,000)	-
	<u>\$ 501,390</u>	<u>\$ (9,329)</u>	<u>\$ 492,061</u>

**SOUTHEAST LOUISIANA  
FLOOD PROTECTION AUTHORITY – WEST  
STATE OF LOUISIANA  
NOTES TO FINANCIAL STATEMENTS  
June 30, 2013**

**NOTE C - STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY (CONTINUED)**

<b>Fund/Object Level</b>	<b>Original Budget</b>	<b>Amendments</b>	<b>Final Budget</b>
<b>WJLD O &amp; M Special Revenue Fund</b>			
Executive	\$ 252,361	\$ (91,571)	\$ 160,790
Administrative	533,719	(113,325)	420,394
Maintenance	2,986,896	(6,052)	2,980,844
Non-departmental	157,831	251,538	409,369
Debt service	449,747	(33,074)	416,673
Property, plant and equipment	527,900	(152,897)	375,003
	<u>\$ 4,908,454</u>	<u>\$ (145,381)</u>	<u>\$ 4,763,073</u>
<b>ALD O &amp; M Special Revenue Fund</b>			
Executive	\$ 101,023	\$ (16,095)	\$ 84,928
Administrative	49,129	(20,503)	28,626
Maintenance	198,793	(49,175)	149,618
Non-departmental	62,665	(2,254)	60,411
Debt service	400,000	(400,000)	-
Property, plant and equipment	110,000	59,700	169,700
	<u>\$ 921,610</u>	<u>\$ (428,327)</u>	<u>\$ 493,283</u>

The SELFPA-W's General Fund expenditures decreased \$(9,329) as follows: Executive went up \$6,586 due to increases in the amount of commissioner's per-diems paid out. Administrative costs were decreased \$(5,190) due to decreases in salaries and telephone costs. Finally, property, plant and equipment decreased \$(22,300) to reflect the purchase of less equipment than originally planned. Property, plant and equipment decreased \$(5,000) as planned capital outlays did not occur.

The WJLD O & M Special Revenue Fund expenditures decreased \$(145,381) as follows: Executive decreased \$(91,571), primarily due to decreases in computer fees and other consulting fees. Administrative decreased \$(113,325), with the largest decreases coming in salaries, health and life insurance, conventions/workshops, and property and equipment rentals. Maintenance was down \$(6,052) due mainly to decreases in salaries, parts and supplies, outside services, and general supplies. These decreases were offset by increases in health and life insurance, retirement, and levee supplies. Non-departmental costs increased \$251,538 due to the grossing up of the property tax revenues for costs deducted for the assessor's office and the state pension plans. Debt service costs were reduced \$(33,074) in accordance with the debt service payment schedule. Property, plant, and equipment decreased by \$(152,897) to account for a drop in anticipated purchases of mowers, cutters, and heavy equipment (tractors).

The ALD O & M Special Revenue fund expenditures decreased \$(428,327) as follows: Executive costs went down \$(16,095) due to a drop in computer fees. Maintenance went down \$(49,175), primarily because of a drop in property and equipment rental. Debt Services was dropped \$(400,000) as the compromise settlement with Orleans Levee District in FY 2012 removed the requirement for them to withhold debt service from their tax

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**NOTE C - STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY (CONTINUED)**

remittances. Finally, capital outlay was increased \$59,700 to account for an increase in the actual purchases of vehicles, mowers and tractors.

**Other Financing Sources (Uses)**

Each fund also recognizes Other Financing Sources and Uses, primarily transfers in and out. These amounts changed as funding requirements changed.

**3. Expenditures in Excess of Appropriations**

For the year ended June 30, 2013, expenditures exceeded budget at various object levels within the following funds:

Fund/Object	Budget	Actual	Over Budget
<b>WJLD Operations and Maintenance Special Revenue Fund</b>			
Executive	\$ 160,790	\$ 162,609	\$ (1,819)
Maintenance	2,980,844	3,026,347	(45,503)
<b>ALD Operations and Maintenance Special Revenue Fund</b>			
Executive	\$ 84,928	\$ 90,437	\$ (5,509)
Maintenance	28,626	30,635	(2,009)

All of the overages were incidental and resulted from slight increases over what was originally estimated. The over budget items were funded through available fund balance.

**4. Reconciliation of Budgetary Basis to GAAP Basis of Accounting in Fund Financials**

The Statements of Revenues, Expenditures and Changes in Fund Balances – Budget and Actual present a comparison of the legally adopted budget with the actual data on the budgetary basis. Since accounting principles on the budgetary basis differ from those used to present financial statements in conformity with generally accepted accounting principles (GAAP), a reconciliation of the resulting differences in excess (deficiency) of revenues and other sources over expenditures and other uses for the year ended June 30, 2013 is presented below.

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	SELFPA-W General Fund	WJLD O&M Special Revenue	ALD O&M Special Revenue	WJLD Emergency Special Revenue	WJLD Emergency Special Revenue
Excess (deficiency) of revenues and other sources over expenditures and other uses (budgetary basis)	\$ 14,844	\$ (12,789)	\$ 75,352	\$ 966,591	\$ 1,251,903
<b>Perspective Differences</b> To merge the emergency special revenue funds into the O&M funds, as per GASB 54. Under the new accounting standards, these emergency funds can no longer be presented as special revenue funds for GAAP basis financial statements.	-	966,591	1,251,903	(966,591)	(1,251,903)
Excess (deficiency) of revenues and other sources over expenditures and other uses (GAAP basis)	\$ 14,844	\$ 953,802	\$ 1,327,255	\$ -	\$ -

**NOTE D - DETAILED NOTES ON ALL ACTIVITIES AND FUNDS**

**1. Deposits with Financial Institutions**

At June 30, 2013, deposits with financial institutions consisted of the following:

	Cash	Certificates of Deposit	Total
Deposits in Bank Accounts per Balance Sheet	\$ 16,737,492	\$ -	\$ 16,737,492
<b>Bank Balances of Deposits Exposed to Custodial Credit Risk:</b>			
A. Uninsured and uncollateralized	\$ -	\$ -	\$ -
B. Uninsured and collateralized with securities held by the pledging institution	-	-	-
C. Uninsured and collateralized with securities held by the pledging institution's trust department or agent but not in the Authority's name	-	-	-
<b>Total Bank Balances Exposed to Custodial Credit Risk</b>	\$ -	\$ -	\$ -
<b>Total Bank Balances - All Deposits</b>	\$ 16,772,021	\$ -	\$ 16,772,021

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**NOTE D - DETAILED NOTES ON ALL ACTIVITIES AND FUND (CONTINUED)**

In addition, the West Jefferson Levee District has two escrow accounts related to the Westbank Hurricane Protection Levee Project. In the first, the District has \$160,634 on deposit with the U.S. Army Corps of Engineers (COE). The second account has \$334,256, which was contributed by the Parish of Jefferson for construction of the Mount Kennedy Pump Station. These amounts are not reported on the financial statements, as they are being held in jointly-owned escrow accounts pursuant to the cooperative endeavor agreements signed with the COE. As the district makes deposits into the escrow accounts, an expenditure is recognized. COE is allowed to draw on the escrow funds as needed in connection with the Westbank Hurricane Protection Levee project (See Note F).

**2. Receivables**

Receivables at year end for the West Authority's individual major funds, in the aggregate, total \$137,432, as follows:

Description	SELFPA-W General Fd	WJLD O & M Fd	ALD O & M Fd	WJLD Westbank Hurricane Protection Levee	Total
Ad Valorem taxes	\$ -	\$ 39,734	\$ 13,146	\$ -	\$ 52,880
State Revenue Sharing	-	2,077	-	-	2,077
State Coastal Protection and Restoration fund	-	-	-	82,465	82,465
Other	-	-	-	-	-
	<u>\$ -</u>	<u>\$ 41,811</u>	<u>\$ 13,146</u>	<u>\$ 82,465</u>	<u>\$ 137,422</u>

The \$41,811 receivable in the WJLD O&M Special Revenue Fund relates to property taxes received in the month of July 2013 that relate to the current fiscal year's tax sale held by the Jefferson Parish Tax Collector Fund and the final payment of state revenue sharing.

The \$13,146 receivable in the ALD O&M Special Revenue Fund relates to property taxes received in the month of July 2013 that relate to the current fiscal year's taxes held by the New Orleans Department of Revenue.

The \$82,465 receivable in the Westbank Hurricane Protection Levee Capital Project Fund is made up of invoices claimed under an agreement with the State Coastal Protection and Restoration Authority for the Westbank Hurricane Levee Project (See Note F).

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**NOTE D - DETAILED NOTES ON ALL ACTIVITIES AND FUND (CONTINUED)**

**3. Capital Assets**

The following is a summary of changes in capital assets during the fiscal year:

	Balance July 1, 2012	Additions	Deletions	Balance June 30, 2013
<b>Governmental Activities:</b>				
<b>Capital Assets, Not Being Depreciated</b>				
Land	\$ 5,787,724	\$ -	\$ -	\$ 5,787,724
Construction in progress	-	-	-	-
<b>Total Capital Assets, not depreciated</b>	<b>\$ 5,787,724</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 5,787,724</b>
<b>Capital Assets, Being Depreciated</b>				
Buildings	\$ 3,895,475	\$ -	\$ -	\$ 3,895,475
Furniture and Equipment	422,272	-	-	422,272
Machinery, Vehicles and Heavy Equip	2,252,859	543,666	(337,243)	2,459,282
Infrastructure	-	-	-	-
<b>Total Capital Assets Being Depreciated</b>	<b>6,570,606</b>	<b>543,666</b>	<b>(337,243)</b>	<b>6,777,029</b>
<b>Less Accumulated Depreciation:</b>				
Buildings	2,121,179	95,643	-	2,216,822
Furniture and Equipment	235,735	53,355	-	289,090
Machinery, Vehicles and Heavy Equip	1,020,697	255,871	(255,509)	1,021,059
Infrastructure	-	-	-	-
<b>Total Accumulated Depreciation</b>	<b>3,377,611</b>	<b>404,869</b>	<b>(255,509)</b>	<b>3,526,971</b>
<b>Capital Assets Being Depreciated, Net</b>	<b>\$ 3,192,995</b>	<b>\$ 138,797</b>	<b>\$ (81,734)</b>	<b>\$ 3,250,058</b>
<b>Total Governmental Activities Capital Assets, Net</b>	<b>\$ 8,980,719</b>	<b>\$ 138,797</b>	<b>\$ (81,734)</b>	<b>\$ 9,037,782</b>

Infrastructure assets, including levees and floodgate structures remain at \$-0- for 2013. It should be noted that during 2011, it was determined that the Westbank Hurricane Protection Levee, which had been started by the West Jefferson Levee District (WJLD) years ago and capitalized as infrastructure, was no longer in existence or in use by the West Authority. As discussed in Note F, in the aftermath of Hurricane Katrina, the Corps of Engineers (COE) took over constructing and improving the Westbank Hurricane levee system. The West Jefferson Levee District was replaced as the local sponsor by the Louisiana Coastal Protection and Restoration Authority (LCPRA). By 2011, the COE and the CPRA have essentially replaced or improved upon nearly every reach of the levee system that was previously capitalized by the WJLD. As such, all infrastructure improvements related to this levee system and the related accumulated depreciation were deleted from the books of the WJLD and transferred to the books of the LCPRA. The only asset remaining is the land purchased by WJLD as the footprint of the levee system, as this land remains titled in the name of the WJLD.

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**NOTE D - DETAILED NOTES ON ALL ACTIVITIES AND FUND (CONTINUED)**

Depreciation expense was charged to the functions/segments of the West Authority as follows:

<b>Component Unit/ Governmental Activity</b>	<b>Total</b>
Public Works	
Executive	\$ 38,673
Administrative	128,571
Maintenance	237,625
Unallocated depreciation	-
<b>Total Depreciation Expense</b>	<b>\$ 404,869</b>

**4. Long-Term Debt**

**Certificates of Indebtedness**

On April 30, 2008, the West Authority issued Certificates of Indebtedness in the name of the West Jefferson Levee District in the amount of \$2,000,000 to finance the construction of the emergency command center. The certificates were secured by the pledge and dedication of excess annual revenues of the district over and above statutory, necessary and usual charges for the fiscal years ending June 30, 2008 to June 30, 2013. The certificates carried an interest rate of 4.10 percent, with payments of principal in the amount of \$400,000 due each year beginning on May 1, 2009. Interest was payable on May 1<sup>st</sup> and November 1<sup>st</sup> of each year. The final maturity date was May 1, 2013. The amount outstanding at year end was \$-0-, as the bonds were paid off as of that date.

**Compensated Absences**

West Authority employees, primarily those of the West Jefferson Levee District, earn annual and sick leave at various rates depending on the number of years of service. The amount of annual and sick leave that may be accumulated by each employee is unlimited.

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Upon termination, an employee is compensated for up to 300 hours of unused annual leave at the employee's hourly rate of pay at the time of termination. Upon retirement, the number of hours of unused sick leave is computed and considered in computing the years of service for retirement benefit purposes. Compensatory time is accrued up to a balance of 240 hours at a rate of time and one-half. An employee who exceeds 240 hours receives either monetary consideration or compensatory time for the amount of hours earned in excess of the 240 hour limit. Upon termination, an employee is paid for unused compensatory time. The amount outstanding at year end was \$273,482.

**Changes in Long-Term Debt**

The following is a summary of changes in general long-term obligations of the West Authority for the fiscal year ended June 30, 2013:

<u>Type of Debt</u>	<u>Balance 7/1/2012</u>	<u>Additions (Reductions)</u>	<u>Balance 6/30/2013</u>	<u>Due Within One Year</u>	<u>Due in More Than One Year</u>
Certificates of Indebtedness	\$ 400,000	\$ (400,000)	\$ -	\$ -	\$ -
Compensated Absences	278,278	(4,796)	273,482	273,482	-
Other Post Employment Benefits (Note H)	764,552	192,488	957,040	-	957,040
	<u>\$ 1,442,830</u>	<u>\$ (212,308)</u>	<u>\$ 1,230,522</u>	<u>\$ 273,482</u>	<u>\$ 957,040</u>

The West Authority considers all of the compensated absences as due in less than one year. Thus, the government-wide financial statement of net position shows \$273,482 as payable within one year and \$957,040 as payable in more than one year.

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**NOTE D - DETAILED NOTES ON ALL ACTIVITIES AND FUNDS (CONTINUED)**

**5. Fund Balance Components**

The specific purpose details of fund balance categories are as follows:

<u>Fund Balance/Category</u>	<u>SELFPA-W General Fund</u>	<u>WJLD O&amp;M Special Revenue</u>	<u>ALD O&amp;M Special Revenue</u>	<u>WJLD Westbank Hurricane Capital Project</u>	<u>Total</u>
<b>Committed to:</b>					
Emergency operations	\$ -	\$ 7,792,686	\$ 1,780,227	\$ -	\$ 9,572,913
<b>Assigned to:</b>					
Levee Operations & Maintenance	-	5,025,680	1,557,095	-	6,582,775
Westbank Hurricane Levee	-	-	-	500,077	500,077
<b>Unassigned</b>	103,978	-	-	-	103,978
<b>Total Fund Balance</b>	<u>\$ 103,978</u>	<u>\$ 12,818,366</u>	<u>\$ 3,337,322</u>	<u>\$ 500,077</u>	<u>\$ 16,759,743</u>

Under Policy and Procedures Memorandum 2010 -101, the West Authority has created emergency reserve funds within the WJLD O&M and ALD O&M Special Revenue Funds. These committed reserves can only be spent when an emergency is declared by the Board. The fund balances assigned to Levee Operations & Maintenance reflect the designations placed on these funds by the ad valorem tax levies that fund these activities. The amount assigned to the Westbank Hurricane Levee project reflects the balance in the capital project fund that is being used to provide ancillary services to the Corps of Engineers and the Coastal Protection and Restoration Authority in the construction of the Westbank Hurricane Protection Levee (see Note F).

**6. Interfund Transactions**

**Interfund Transfers**

<u>Fund</u>	<u>Transfers To/From</u>	<u>Transfer In</u>	<u>Transfer Out</u>
SELFPA-W General Fund	WJLD O & M Special Revenue	\$ 182,440	\$ -
	ALD O & M Special Revenue	60,814	-
		<u>243,254</u>	<u>-</u>
WJLD O & M Special Revenue	SELFPA-W General Fund	-	182,440
	ALD O & M Special Revenue	511,357	-
		<u>511,357</u>	<u>182,440</u>
ALD O & M Special Revenue	SELFPA-W General Fund	-	60,814
	WJLD O & M Special Revenue	-	511,357
		<u>-</u>	<u>572,171</u>
<b>Total All Funds</b>		<u>\$ 754,611</u>	<u>\$ 754,611</u>

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The Algiers Levee O & M Fund reimbursed the West Jefferson Levee O & M Fund \$511,357 for operating and administrative costs directly attributable to their activities.

On a budgetary basis, the West Jefferson Levee O & M Fund shows a transfer of \$1,041,642 to the WJLD Emergency Fund and the ALD Emergency Fund shows a transfer of \$1,250,000 to the Algiers Levee O & M Fund. Since these emergency funds are merged into the respective O&M funds for GAAP purposes, these transfers are eliminated from the fund financial statements.

**Interfund Receivables and Payables**

A summary of interfund balances on a GAAP basis at June 30, 2013 is as follows:

Fund	Due To/From	Due From	Due To
SELFPA-W General Fund	WJLD O & M Special Revenue	\$ -	\$ 698,633
	ALD O & M Special Revenue	432,787	-
		<u>432,787</u>	<u>698,633</u>
WJLD O & M Special Revenue	SELFPA-W General Fund	698,633	-
	WJLD Westbank Hurricane Protection Capital Proje	51,319	-
		<u>749,952</u>	<u>-</u>
ALD O & M Special Revenue	SELFPA-W General Fund	-	432,787
	ALD Emergency Special Revenue	-	-
		<u>-</u>	<u>432,787</u>
WJLD Westbank Hurricane Protection Capital Proje	WJLD O & M Special Revenue	-	51,319
		<u>-</u>	<u>51,319</u>
Total All Funds		<u>\$ 1,182,739</u>	<u>\$ 1,182,739</u>

Interfund balances/transfers are eliminated and not presented in the Statement of Activities.

**7. Ad Valorem Taxes**

**West Jefferson Levee District**

Article 6, § 39 of the 1974 Louisiana Constitution provides that for the purposes of constructing and maintaining levees, levee drainage, flood protection, hurricane flood protection, and for all other purposes incidental thereto, the West Jefferson Levee District may levy annually, a tax not to exceed 5.00 mills. If the district needs to raise additional funds in excess of the amount collected constitutionally, the taxes in excess of 5.00 mills must be approved by a majority vote of the electorate.

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The district levies an ad valorem (property tax) on real property within the district boundaries to finance operations and maintenance activities. The levy is generally made as of November 15 of each year. The tax is then due, and becomes an enforceable lien on the property, on the first day of the month following the filing of the tax roll by the Parish Assessor with the Louisiana Tax Commission (usually December 1). The tax is delinquent 30 days after its due date.

Ad valorem taxes are levied based on property values determined by the Jefferson Parish Assessor's Office (a separate entity). All land and residential improvements are assessed at 10 percent of its fair market value, and other property at 15 percent of its fair market value. Taxes are billed and collected by the Jefferson Parish Sheriff's Office and Ex-Officio Tax Collector (a separate entity), which receives a certain millage for its services. The taxes remitted by the Sheriff to the district are net of assessor's commission and pension fund contributions.

The number of mills levied for operations and maintenance on the 2012 and the 2011 tax rolls were 5.03 for each year, with 2012 being a "roll-forward" year. This millage rate generated revenues of \$5,062,025 in the current year.

<u>Description</u>	<u>Amount Recognized</u>
Ad Valorem Taxes - Current	\$ 4,953,852
Ad Valorem Taxes - Back Tax	108,173
Tax Revenue Received	<u>5,062,025</u>
Amount Paid to Lafitte Area Independent Levee District	(227,672)
Net Amount Recognized by WJLD O&M	<u>\$ 4,834,353</u>

Act 475 of the 2007 Legislative session carved out a portion of the West Jefferson Levee District (WJLD) into a new Lafitte Area Independent Levee District. As per the creating statute, WJLD turned over all assets and funds in the newly created area to the Lafitte Levee District. Several capital assets were transferred to the new district; however, due to the timing of the reorganization and delays in setting up the new district, WJLD continued to receive the ad valorem taxes for the entire area for the tax roll years 2008 to 2011, thus, some of these taxes were due to the Lafitte Area Independent Levee District.

For 2013, the Assessor's Office split the Lafitte Area Independent Levee District away from WJLD. Thus, for the 2012 and 2013 tax rolls, all of the taxes received by WJLD belonged to WJLD.

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In September 2012, the West Authority reached an agreement with the Lafitte Area Independent Levee District and WJLD paid them back taxes totaling \$227,672. These funds were deducted from the current year's ad valorem taxes (see the table above).

**Algiers Levee District**

Article 6, § 39 of the 1974 Louisiana Constitution provides that for the purposes of constructing and maintaining levees, levee drainage, flood protection, hurricane flood protection, and for all other purposes incidental thereto, the Orleans Levee District may levy annually, a tax not to exceed 5.46 mills. If the district needs to raise additional funds in excess of the amount collected constitutionally, the taxes in excess of 5.46 mills must be approved by a majority vote of the electorate. The area covered by this tax includes the area included in the newly formed Algiers Levee District.

In 1983, the voters of the Parish of Orleans elected to continue a 6.55 mill tax on assessed property for a period of 30 years (1985 to 2015) to finance hurricane and flood protection projects and to fund the retirement of levee improvement bonds. An additional millage of 0.75 mills is levied pursuant to a special election held in 1974 to provide a "general maintenance" tax to finance the general maintenance expenditures of the Orleans Levee District. Again, the areas covered by these taxes include the area now governed by the newly created Algiers Levee District.

The actual millage rates levied for 2013 were 5.46 constitutional, 6.15 levee improvements, and 0.75 for general maintenance. These were the slightly less than the amounts levied last year.

The Algiers Levee District levies an ad valorem (property tax) on real property within the district boundaries to finance operations and maintenance activities based on the assessed values of the prior August 15. As provided by LRS 47:1997(b), ad valorem taxes are assessed for the calendar year, become due on January 1 of each year and delinquent on February 1 of each year. The taxes are generally collected between January and April of each year.

Ad valorem taxes are levied based on property values in the City of New Orleans determined by an Elected Board of Assessors (a separate entity). All land and residential improvements are assessed at 10 percent of its fair market value, and other property at 15 percent of its fair market value. Taxes are billed and collected by the City's Revenue Department (a separate entity). The taxes are remitted by the City to the Algiers Levee District.

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**NOTE D - DETAILED NOTES ON ALL ACTIVITIES AND FUNDS (CONTINUED)**

As noted previously, the Algiers Levee District was formed by Act 475 of the 2010 Legislative session by carving an area out of the Orleans Levee District and placing it under the control of the West Authority. For the current fiscal year, the following revenues were recognized by the Algiers Levee District:

<u>Description</u>	<u>Amount Recognized</u>
Ad Valorem Taxes - Current	\$ 2,305,924
Ad Valorem Taxes - Back Tax	82,840
Net Tax Revenue Amount	<u>2,388,764</u>
State Revenue Sharing	-
Net Amount Recognized by ALD	<u>\$ 2,388,764</u>

For 2013, there was no state revenue sharing allocated to the ALD O&M Special Revenue Fund. It is believed that these funds were inadvertently distributed to the Orleans Levee District. The City of New Orleans is reviewing their calculations and distributions to determine the status of these funds.

**8. Intergovernmental Revenues**

Pursuant to Act 1 of the First Extraordinary Session of 2006, the State provides operating funds of up to \$500,000 to the West Authority. During 2013, as per the cooperative agreement with the State, the amount recognized by the West Authority totaled \$250,000.

**NOTE E - COMMITMENTS AND CONTINGENCIES**

**1. Risk Management**

The West Authority and its component units are exposed to various risks of loss resulting from personal injury; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. To protect against these risks of loss, the West Authority purchases various types of insurance from commercial carriers.

Under these policies, general liability coverage is provided for up to a maximum of \$1,000,000 per occurrence (\$2,000,000 in the aggregate); automobile coverage is \$1,000,000 for combined single limits for all automobiles; \$2,000,000 for products/completed operations; and worker's compensation is provided at the statutory limits of \$1,000,000/\$1,000,000/\$1,000,000. In each policy, the West Authority or its component unit is responsible for the applicable deductible.

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**NOTE E - COMMITMENTS AND CONTINGENCIES (CONTINUED)**

2. Contingent Liabilities

**Federal and State Financial Assistance**

Amounts received or receivable from grantor agencies are subject to audit and adjustments by grantor agencies, principally the federal and state governments. Any disallowed claims, including amounts already collected, may constitute a liability of the applicable fund. The amount, if any, of expenditures which may be disallowed by the grantor cannot be determined at this time, although the West Authority expects such amounts, if any, to be immaterial.

**Litigation**

The West Authority and its component units are defendants in a number of claims and lawsuits. The West Authority's attorney has reviewed these claims and lawsuits in order to evaluate the likelihood of an unfavorable outcome to the West Authority and to arrive at an estimate, if any, of the amount or range of potential loss to the West Authority.

As a result of such a review, the various claims and lawsuits have been categorized into "probable", "reasonably possible", and "remote" categories, as defined in GASB Codification Section C50 for Claims and Judgments. In the opinion of management, the West Authority has adequate legal defenses or insurance coverage with respect to each of these claims and lawsuits and does not believe that they will materially affect the West Authority's financial statements.

**NOTE F – JOINT VENTURE – WESTBANK HURRICANE PROTECTION LEVEE**

Pursuant to a project cooperative agreement (PCA) dated December 18, 1980, the West Jefferson Levee District (WJLD) and the U.S. Army Corps of Engineers (COE) began constructing a hurricane protection levee system within the District's boundaries under a "cost-sharing" agreement. Under the original agreement, the project was limited to the West of Harvey Canal and the District was to provide 35 percent of the cost as a local match. The WJLD's share was to be made up of expropriations, easements, land acquisitions, relocation assistance and in-kind construction work.

In August 2005, Hurricane Katrina struck the area. In the aftermath of the storm, the Westbank and Vicinity Hurricane Levee project was modified and placed under the control of the COE.

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**NOTE F – JOINT VENTURE – WESTBANK HURRICANE PROTECTION LEVEE  
(CONTINUED)**

In the wake of Hurricane Katrina, several changes were made/proposed to the project. In December 2006, the United States Congress passed the 3<sup>rd</sup> Supplemental Emergency Bill which provided approximately \$200.0 million to the District to repair deficient flood-walls and to accelerate completion of those parts of the project not yet finished. 100 percent of the funding was to be provided by the Federal Government through the COE.

In June 2009, Congress passed the 4<sup>th</sup> Supplemental Emergency Bill which provided an additional \$495.0 million to raise the authorized elevation of levees in the area to meet the requirements of a 100 year event. Flood-wall construction was to be funded at 100 percent by the Federal Government, but levee construction was now funded at 65 percent Federal and 35 percent State/Local. This appropriation was to be spent on the Westbank Hurricane Protection Levee and the Lake Ponchartrain Levee (managed by the East Jefferson Levee District). The bill did not allocate the funding between agencies/jurisdictions.

The 4<sup>th</sup> Supplemental Emergency Bill also provided \$1.584 billion to replace all flood-walls within the New Orleans Metropolitan area, including the Parishes of Orleans, St. Bernard, and Jefferson (which includes the area managed by the West Jefferson Levee District). The bill did not allocate the funding between agencies/jurisdictions.

The State amended the Project Cooperative Agreement (PCA) between the State DOTD, the COE, and the levee districts to provide for these changes. Amendment No. 2 to the agreement defined the funding and responsibilities for the 3<sup>rd</sup> Supplemental Emergency Bill. Amendment No. 3 to the agreement addressed the funding and responsibilities for the 4<sup>th</sup> Supplemental Emergency Bill.

To provide for the continued construction of hurricane flood protection for coastal Louisiana, the State legislature amended existing legislation that created the Louisiana Coastal Protection and Restoration Authority (LCPR) to add hurricane flood protection to its responsibility. This organization was charged with the duty of providing “one voice” from which to speak on all issues involving coastal restoration and hurricane protection for the State of Louisiana.

It is in this regard that the LCPR executed a Project Partnership Agreement with the U.S. Army Corps of Engineers (COE) on November 6, 2008, to cover the relationship between non-federal interests and the Corps for continued construction of the West Bank and Vicinity Hurricane Protection Project.

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**NOTE F - JOINT VENTURE - WESTBANK HURRICANE PROTECTION LEVEE  
(CONTINUED)**

In this agreement, the State agreed to provide for the 35% required nonfederal match needed for the project. Thus, the COE (federal agent) and the LCPRA (state agent) are now responsible for all construction, repairs, and expropriations related to this levee system. The Southeast Louisiana Flood Protection Authority – West (West Authority) through its West Jefferson Levee District accepted the responsibility of managing the duties of land acquisition and relocation of impacted utilities/facilities.

The cost of this activity is being borne by the LCPRA through the payment of reimbursable items as submitted by the West Jefferson Levee District. During 2013, the WJLD expended \$273,299 on surveys, abstracts, appraisals and other legal costs associated with land acquisitions for this project in the WJLD Westbank Hurricane Protection Levee Capital Projects Fund. Of this amount, \$271,023 was reimbursed through the LCPRA under State Project No. 750-99-0102.

As of June 30, 2013, all of the major reaches of the Westbank Hurricane and Vicinity Levee System have been completed. The West Authority maintains full responsibility for maintenance and repairs to the Gulf Inter-coastal Waterway (GIWW) and the Western Closure Complex (WCC), as well as the pump stations at the GIWW and at the Bayou Segnette Structure. In all other areas, the West Authority is required to monitor and maintain the levees (i.e., cut grass, provide inspections, control rights of way, etc.).

It should be noted that since these post-Katrina projects essentially replaced or greatly improved upon the original Westbank Hurricane levee system constructed by the COE and the WJLD, the original infrastructure assets capitalized by WJLD were removed from the books of the West Authority in FY 2011 (See Note D.4).

**NOTE G - OTHER INFORMATION**

**I. Pension Plan**

**Plan Description and Provisions**

The West Authority contributes to the Louisiana State Employees' Retirement System (the "System"), a cost-sharing multiple-employer defined benefit public employee retirement system (PERS). The System is a statewide public retirement system for the benefit of State Agencies and their staffs, which is administered and controlled by a separate board of trustees. The System was established and provided for within Title 11 of Chapter 401 of the Louisiana Revised Statutes.

**SOUTHEAST LOUISIANA  
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**NOTE G - OTHER INFORMATION (CONTINUED)**

Contributions of participating agencies, together with shared local and state revenues, are pooled within the System to fund accrued benefits, with employer/employee contribution rates approved by the Legislature. The System provides retirement and disability benefits, annual cost of living adjustments, and death benefits to plan members and beneficiaries.

The System issues a publicly available financial report that includes financial statements and required supplementary information for the System. That report may be obtained by writing to Louisiana State Employees' Retirement System, 8401 United Plaza Boulevard, Baton Rouge, Louisiana 70809.

**Funding Policy**

In addition to ad valorem and insurance premium taxes that are remitted to the System (which constitute the major funding of the System), plan members are required by State statute to contribute 7.65 percent of gross salary and the West Authority is required to contribute at an actuarially determined rate. The current rate is 29.10 percent of annual covered payroll. The contribution requirements of plan members and the West Authority are established and may be amended by the System's Board of Trustees.

The contributions for the year ended June 30, 2013 were as follows:

	<b>Covered Payroll</b>	<b>Amount</b>	<b>Percent of Covered Payroll</b>
Employee	\$ 1,835,342	\$ 139,883	7.62%
Employer	1,835,342	525,781	28.65%

The West Authority's contributions for the previous two fiscal years were \$439,895 and \$367,427, which equaled the required contributions for each year.

2. Deferred Compensation

The West Authority offers the employees of the West Jefferson Levee District a deferred compensation plan (the "plan") created in accordance with Internal Revenue Code (IRC) Section 457. The plan, available to all employees of the district, permits them to defer a portion of their salary until future years. The West Authority matches any contributions into the plan on a one-for-one basis up to \$35. During the year, the West Authority expended \$46,791 as a match on deferred compensation.

**SOUTHEAST LOUISIANA  
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**NOTE G - OTHER INFORMATION (CONTINUED)**

The deferred compensation is not available to employees until termination, retirement, death, or an unforeseeable emergency. Investments are managed by the Plan's trustee (Great Western). The choice of the investment option(s) are made by the Plan participants. In 1996, the U.S. Congress passed the Small Business Job Protection Act of 1996, which requires that employer governments place all amounts deferred under IRC Section 457 into a trust for the exclusive benefit of participants and their beneficiaries. Thus, the District does not have ownership of the plan assets and does not report them in the West Authority's financial statements.

3. Post-employment Health Care Benefits

**Plan Description**

The West Authority participates in a fully insured health insurance and life insurance program administered by the Louisiana Office of Group Benefits (OGB).

Medical benefits are provided through the Louisiana Office of Group Benefits (OGB) and involve several statewide networks and one HMO with a premium structure by region. The plan provisions are contained in the official plan documents of the OGB, available at [www.groupbenefits.org](http://www.groupbenefits.org) - "Quick Links" - "Health Plans". The OGB plan is a fully insured, multiple-employer arrangement and has been deemed to be an *agent multiple-employer plan* (within the meaning of paragraph 22 of GASB 45) for financial reporting purposes and for this valuation. The OGB "Medicare Advantage" plan has been assumed to apply to those employees after Medicare eligibility for purposes of this valuation. Medical benefits are provided to employees upon actual retirement. Employees are covered by the Louisiana State Employees' Retirement System (LASERS), whose retirement eligibility (DROP entry) provisions as follows: 30 years of service at any age; age 55 and 25 years of service; or, age 60 and 10 years of service.

Life insurance coverage under the OGB program is available to retirees by election and the blended rate (active and retired) is \$0.96 per \$1,000 of insurance. The employer pays 50% of the cost of the retiree life insurance. Since GASB 45 requires the use of "unblended" rates, we have used the 94GAR mortality table described above to "unblend" the rates so as to reproduce the composite blended rate overall as the rate structure to calculate the actuarial valuation results for life insurance. All of the assumptions used for the valuation of the medical benefits have been used except for the trend assumption; zero trend was used for life insurance. Insurance coverage amounts are reduced at age 65 and again at age 70 according to the OGB plan provisions.

**SOUTHEAST LOUISIANA  
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NOTES TO FINANCIAL STATEMENTS  
June 30, 2013**

**NOTE G - OTHER INFORMATION (CONTINUED)**

**Contribution Rates**

Employees do not contribute to their post employment benefits costs until they become retirees and begin receiving those benefits. The plan provisions and contribution rates are contained in the official plan documents of the OGB.

**Funding Policy**

Until 2007, the West Authority recognized the cost of providing post-employment medical and life benefits (the West Authority's portion of the retiree medical and life benefit premiums) as an expense when the benefit premiums were due and thus financed the cost of the post-employment benefits on a pay-as-you-go basis. Effective with the fiscal year beginning July 1, 2008, the West Authority implemented Government Accounting Standards Board Statement No. 45, *Accounting and Financial Reporting by Employers for Post-employment Benefits Other Than Pensions* (GASB 45). The funding policy is not to fund the ARC except to the extent of the current year's retiree funding costs.

In 2013 and 2012, the West Authority's portion of health care and life insurance funding cost for retired employees totaled \$159,160 and \$147,370, respectively. These amounts were applied toward the Net OPEB Benefit Obligation as shown in the following table.

**Annual Required Contribution**

The West Authority's Annual Required Contribution (ARC) is an amount actuarially determined in accordance with GASB 45. The ARC is the sum of the Normal Cost plus the contribution to amortize the Unfunded Actuarial Accrued Liability (UAAL). A level dollar, open amortization period of 30 years (the maximum amortization period allowed by GASB 43/45) has been used for the post-employment benefits. The total ARC for 2013 and 2012 is \$365,279 and \$351,230, as set forth below:

	<u>2013</u>	<u>2012</u>
Normal Cost	\$ 109,154	\$ 104,956
30-year UAL Amortization Amount	256,125	246,274
	<u>\$ 365,279</u>	<u>\$ 351,230</u>

**SOUTHEAST LOUISIANA  
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June 30, 2013**

**NOTE G - OTHER INFORMATION (CONTINUED)**

**Net Post-employment Benefit Obligation (Asset)**

The table below shows the West Authority's Net Other Post-employment Benefit (OPEB) Obligation for fiscal year ending June 30:

	<u>2013</u>	<u>2012</u>
Beginning Net OPEB Obligation:	\$ 764,552	\$ 570,871
Annual Required Contribution	365,279	351,230
Add: Interest on Net OPEB Obligation (Asset)	30,583	22,835
Less: ARC Adjustment	<u>(44,214)</u>	<u>(33,014)</u>
OPEB Cost	351,648	341,051
Less: Contributions	-	-
Less: Current Year Retiree Premiums	(159,160)	(147,370)
Change in Net OPEB Obligation	<u>192,488</u>	<u>193,681</u>
Ending Net OPEB Obligation:	<u>\$ 957,040</u>	<u>\$ 764,552</u>

The following table shows the West Authority's annual post employment benefits (PEB) cost, percentage of the cost contributed, and the net unfunded post employment benefits (PEB) liability for this year and last year:

<u>Fiscal Year Ended</u>	<u>Annual OPEB Cost</u>	<u>Percentage of Annual Cost Contributed</u>	<u>Net PEB Liability (Asset)</u>
6/30/2013	\$ 351,647	45.26%	\$ 957,040
6/30/2012	\$ 341,051	43.21%	\$ 764,552

**SOUTHEAST LOUISIANA  
FLOOD PROTECTION AUTHORITY – WEST  
STATE OF LOUISIANA  
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**NOTE G - OTHER INFORMATION (CONTINUED)**

**Funded Status and Funding Progress**

In the fiscal years ending June 30, 2013 and 2012, the West Authority made no contributions to its post employment benefits plan. The plan was not funded at all, has no assets, and hence has a funded ratio of zero. As of July 1, 2010, the most recent valuation, the Actuarial Accrued Liability (AAL) at the end of the year June 30, 2013 was \$4,606,093, which is defined as that portion, as determined by a particular actuarial cost method (the West Authority uses the Projected Unit Credit Cost Method), of the actuarial present value of post employment plan benefits and expenses which is not provided by normal cost. Since the plan was not funded in fiscal year 2012/2013, the entire actuarial accrued liability of \$4,606,093 was unfunded.

	<u>2013</u>	<u>2012</u>
Actuarial Accrued Liability (AAL)	\$ 4,606,093	\$ 4,428,936
Actuarial Value of Plan Assets	-	-
Unfunded Actuarial Accrued Liability (UAAL)	<u>\$ 4,606,093</u>	<u>\$ 4,428,936</u>
Funded Ratio (Actuarial Value of Assets/AAL)	0.0%	0.0%
Covered Payroll (active plan members)	<u>\$ 1,947,616</u>	<u>\$ 1,903,629</u>
UAAL as a percentage of covered payroll	236.50%	232.66%

**Actuarial Methods and Assumptions**

Actuarial valuations involve estimates of the value of reported amounts and assumptions about the probability of events far into the future. The actuarial valuation for post employment benefits includes estimates and assumptions regarding (1) turnover rate; (2) retirement rate; (3) health care cost trend rate; (4) mortality rate; (5) discount rate (investment return assumption); and (6) the period to which the costs apply (past, current, or future years of service by employees). Actuarially determined amounts are subject to continual revision as actual results are compared to past expectations and new estimates are made about the future.

The actuarial calculations are based on the types of benefits provided under the terms of the substantive plan (as understood by the West Authority and its employee plan members) at the time of the valuation and on the pattern of sharing costs between the West Authority and its plan members to that point. The projection of benefits for financial reporting purposes does not explicitly incorporate the potential effects of legal or contractual funding limitations on the pattern of cost sharing between the West Authority and plan members in the future. Consistent with the long-term perspective of actuarial calculations, the actuarial methods and assumptions used include techniques that are designed to reduce short-term volatility in actuarial liabilities and the actuarial value of assets.

**SOUTHEAST LOUISIANA  
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NOTES TO FINANCIAL STATEMENTS  
June 30, 2013**

**NOTE G - OTHER INFORMATION (CONTINUED)**

**Actuarial Cost Method**

The ARC is determined using the Projected Unit Credit Cost Method. The employer portion of the cost for retiree medical care in each future year is determined by projecting the current cost levels using the healthcare cost trend rate and discounting this projected amount to the valuation date using the other described pertinent actuarial assumptions, including the investment return assumption (discount rate), mortality, and turnover.

**Actuarial Value of Plan Assets**

Since the OPEB obligation has not yet been funded, there are not any assets. It is anticipated that in future valuations, should funding take place, a smoothed market value consistent with Actuarial Standards Board ASOP 6, as provided in paragraph number 125 of GASB Statement 45.

**Turnover Rate**

An age-related turnover scale based on actual experience as described by administrative staff has been used. The rates, when applied to the active employee census, produce an annual turnover of approximately 10%.

**Post employment Benefit Plan Eligibility Requirements**

It is assumed that entitlement to benefits will commence five years after earliest eligibility to enter the DROP. This consists of a three year DROP period plus an additional two year delay. Medical benefits are provided to employees upon actual retirement. Employees are covered by the Louisiana State Employees' Retirement System (LASERS), whose retirement eligibility (DROP entry) provisions as follows: 30 years of service at any age; age 55 and 25 years of service; or, age 60 and 10 years of service. Entitlement to benefits continues through Medicare to death.

**Investment Return Assumption (Discount Rate)**

GASB Statement 45 states that the investment return assumption should be the estimated long-term investment yield on the investments that are expected to be used to finance the payment of benefits (that is, for a plan which is funded). Based on the assumption that the ARC will not be funded in the near future, we have performed this valuation using a 4% annual investment return assumption.

**SOUTHEAST LOUISIANA  
FLOOD PROTECTION AUTHORITY – WEST  
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NOTES TO FINANCIAL STATEMENTS  
June 30, 2013**

**NOTE G - OTHER INFORMATION (CONTINUED)**

**Health Care Cost Trend Rate**

The expected rate of increase in medical cost is based on a grading schedule beginning with 8.0% annually, down to an ultimate annual rate of 5.0% for ten years out and later.

**Mortality Rate**

The 1994 Group Annuity Reserving (94GAR) table, projected to 2002, based on a fixed blend of 50% of the unloaded male mortality rate and 50% of the unloaded female mortality rates, was used. This is a recently published mortality table which has been used in determining the value of accrued benefits in defined benefit pension plans. Projected future mortality improvement has not been used since it is our opinion that this table contains a sufficiently conservative margin for the population involved in this valuation.

**Method of Determining Value of Benefits**

The "value of benefits" has been assumed to be the portion of the premium after retirement date expected to be paid by the West Authority for each retiree and has been used as the basis for calculating the actuarial present value of OPEB benefits to be paid. The OGB medical rates provided are "unblended" rates for active and retired as required by GASB 45 for valuation purposes. For current and future retirees after age 65, it has been assumed that 50% elect the OGB Medicare Advantage program and 50% elect the standard OGB post-65 program.

**Inflation Rate**

Included in both the Investment Return Assumption and the Healthcare Cost Trend rates noted above is an implicit inflation assumption of 2.50% annually.

**Projected Salary Increase**

This assumption is not applicable since neither the benefit structure nor the valuation methodology involves salary.

**Post-retirement Benefit Increases**

The plan benefit provisions in effect for retirees as of the valuation date have been used and it has been assumed for valuation purposes that there will not be any changes in the future.

**SOUTHEAST LOUISIANA  
FLOOD PROTECTION AUTHORITY – WEST  
STATE OF LOUISIANA  
NOTES TO FINANCIAL STATEMENTS  
June 30, 2013**

**NOTE G - OTHER INFORMATION (CONTINUED)**

**OPEB Costs and Contributions – Last Three Fiscal Years**

Listed in the table below is a summary of OPEB costs and contributions for the last three fiscal years.

	<u>OPEB Costs and Contributions</u>		
	<u>2013</u>	<u>2012</u>	<u>2011</u>
OPEB Cost	\$ 351,648	\$ 341,051	\$ 331,011
Contributions	-	-	-
Retiree Premiums	159,160	147,370	136,454
Total Contributions and Premiums	<u>159,160</u>	<u>147,370</u>	<u>136,454</u>
Change in net OPEB Obligation	<u>\$ 192,488</u>	<u>\$ 193,681</u>	<u>\$ 194,557</u>
% of Contribution to Cost	0.00%	0.00%	0.00%
% of Contributions plus Premiums to Cost	45.26%	43.21%	41.22%

**4. Economic Dependence**

As discussed in Note D.8 above, the West Authority's primary source of revenue is a state appropriation of \$250,000 for operations. These revenues accounted for 99.3 percent of the revenues of the West Authority's General Fund during 2013. The appropriation is part of the State's budget and is to be renewed each year as part of the State's budget process.

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**INDIVIDUAL FUND STATEMENTS AND SCHEDULES**

SOUTHEAST LOUISIANA FLOOD PROTECTION AUTHORITY - WEST  
STATE OF LOUISIANA

GENERAL FUND  
SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2013

	GAAP ACTUAL	BUDGETARY TO GAAP DIFFERENCES	BUDGETARY ACTUAL	FINAL BUDGET	VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)	ORIGINAL BUDGET
<b>EXPENDITURES</b>						
<b>CURRENT</b>						
<b>PUBLIC WORKS</b>						
<b>EXECUTIVE</b>						
Commissioners						
Per diem	\$ 37,040	\$ -	\$ 37,040	\$ 38,100	\$ 1,060	\$ 27,529
Travel	10,636	-	10,636	11,032	396	10,000
Conferences/workshops	-	-	-	-	-	-
Payroll taxes	13	-	13	15	2	3
Official journal	2,568	-	2,568	7,917	5,349	4,000
Dues and subscriptions	3,152	-	3,152	3,500	348	2,985
Professional services						
Legal	8,516	-	8,516	9,000	484	9,439
Accounting and auditing	858	-	858	858	-	840
Computer	5,341	-	5,341	5,250	(91)	11,130
Other	3,088	-	3,088	2,800	(288)	5,960
Office rent	-	-	-	-	-	-
Total Executive	<u>71,212</u>	<u>-</u>	<u>71,212</u>	<u>78,472</u>	<u>7,260</u>	<u>71,886</u>
<b>ADMINISTRATIVE</b>						
Salaries	202,855	-	202,855	203,202	347	212,630
Health and life insurance	27,677	-	27,677	29,678	2,001	22,000
Retirement	53,967	-	53,967	52,119	(1,848)	45,000
Deferred compensation match	4,420	-	4,420	5,011	591	10,000
Payroll taxes	2,950	-	2,950	2,724	(226)	2,786
Employee physicals and testing	1,182	-	1,182	1,246	64	3,000
Travel	-	-	-	-	-	2,892
Postage	2,677	-	2,677	2,152	(525)	2,360
Office supplies	15,206	-	15,206	13,997	(1,209)	12,996
Repairs and maintenance						
Buildings	-	-	-	-	-	-
Equipment	4,136	-	4,136	4,079	(57)	5,100
Telephone	7,947	-	7,947	8,418	471	20,000
Internet	48,724	-	48,724	48,001	(723)	40,000
Property and equipment rental	12,674	-	12,674	17,947	5,273	15,000
Gas and oil	-	-	-	-	-	-
Total Administrative	<u>384,415</u>	<u>-</u>	<u>384,415</u>	<u>388,574</u>	<u>4,159</u>	<u>393,764</u>
<b>MAINTENANCE</b>						
Equipment rental	-	-	-	-	-	-
Repairs and maintenance						
Buildings	-	-	-	-	-	-
Equipment	-	-	-	-	-	-
Utilities	3,344	-	3,344	3,721	377	5,240
General supplies	-	-	-	-	-	-
Total Maintenance	<u>3,344</u>	<u>-</u>	<u>3,344</u>	<u>3,721</u>	<u>377</u>	<u>5,240</u>
<b>NON-DEPARTMENTAL</b>						
Insurance premiums	21,294	-	21,294	21,294	-	25,500
Total Non-Departmental	<u>21,294</u>	<u>-</u>	<u>21,294</u>	<u>21,294</u>	<u>-</u>	<u>25,500</u>
<b>DEBT SERVICE</b>						
Principal	-	-	-	-	-	-
Interest	-	-	-	-	-	-
<b>CAPITAL OUTLAY</b>						
Property, plant and equipment	-	-	-	-	-	5,000
Lease construction projects	-	-	-	-	-	5,000
<b>TOTAL EXPENDITURES</b>	<u>\$ 480,265</u>	<u>\$ -</u>	<u>\$ 480,265</u>	<u>\$ 492,061</u>	<u>\$ 11,796</u>	<u>\$ 501,390</u>

SOUTHEAST LOUISIANA FLOOD PROTECTION AUTHORITY - WEST  
STATE OF LOUISIANA

WEST JEFFERSON LEVEE DISTRICT  
OPERATIONS AND MAINTENANCE - SPECIAL REVENUE FUND  
SCHEDULE OF REVENUES - BUDGET AND ACTUAL (BUDGETARY BASIS)  
FOR THE YEAR ENDED JUNE 30, 2013

REVENUES	GAAP ACTUAL	BUDGETARY TO GAAP DIFFERENCES	BUDGETARY ACTUAL	FINAL BUDGET	VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)	ORIGINAL BUDGET
<b>Taxes</b>						
Property Taxes	\$ 4,834,383	\$ -	\$ 4,834,383	\$ 4,959,723	\$ (125,340)	\$ 4,582,140
<b>Intergovernmental</b>						
FEMA Reimbursements	62,575	62,575	-	-	-	-
State Revenue Sharing	426,415	-	426,415	424,338	2,077	454,966
SELFPA-W Admin Fee	-	-	-	-	-	-
	<u>488,990</u>	<u>62,575</u>	<u>426,415</u>	<u>424,338</u>	<u>2,077</u>	<u>454,966</u>
<b>Service charges, fees and commissions</b>						
Oil & gas royalties	46,444	-	46,444	46,512	(68)	42,935
Permit fees	5,894	-	5,894	6,000	(106)	-
	<u>52,338</u>	<u>-</u>	<u>52,338</u>	<u>52,512</u>	<u>(174)</u>	<u>42,935</u>
<b>Interest</b>						
Interest - cash accounts	-	-	-	-	-	-
Interest - investments	40,144	24,245	15,899	16,300	(401)	22,191
	<u>40,144</u>	<u>24,245</u>	<u>15,899</u>	<u>16,300</u>	<u>(401)</u>	<u>22,191</u>
<b>Miscellaneous</b>	<u>7,334</u>	<u>-</u>	<u>7,334</u>	<u>7,500</u>	<u>(166)</u>	<u>-</u>
<b>TOTAL REVENUES</b>	<u>\$ 5,423,189</u>	<u>\$ 86,820</u>	<u>\$ 5,336,369</u>	<u>\$ 5,460,373</u>	<u>\$ (124,004)</u>	<u>\$ 5,102,232</u>

SOUTHEAST LOUISIANA FLOOD PROTECTION AUTHORITY - WEST  
STATE OF LOUISIANA

WEST JEFFERSON LEVEE DISTRICT  
OPERATIONS AND MAINTENANCE - SPECIAL REVENUE FUND  
SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL (BUDGETARY BASIS)  
FOR THE YEAR ENDED JUNE 30, 2013

	GAAP ACTUAL	BUDGETARY TO GAAP DIFFERENCES	BUDGETARY ACTUAL	FINAL BUDGET	VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)	ORIGINAL BUDGET
<b>EXPENDITURES</b>						
<b>CURRENT</b>						
<b>PUBLIC WORKS</b>						
<b>EXECUTIVE</b>						
Official journal	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 2,000
Dues and subscriptions	1,534	-	1,534	1,497	(37)	1,493
Professional services						
Legal	73,520	-	73,520	74,000	480	81,111
Accounting and auditing	8,085	-	8,085	8,085	-	7,920
Computer	56,467	6,112	50,355	50,406	51	118,870
Other	37,680	8,565	29,115	26,802	(2,313)	40,967
Total Executive	177,286	14,677	162,609	160,790	(1,819)	252,361
<b>ADMINISTRATIVE</b>						
Salaries	220,711	-	220,711	251,785	31,074	260,617
Health and life insurance	35,296	-	35,296	38,629	3,333	112,200
Retirement	54,868	-	54,868	60,796	5,928	67,462
Deferred compensation match	4,352	-	4,352	5,322	970	3,468
Payroll taxes	3,233	-	3,233	3,788	555	3,080
Worker's compensation	4,479	-	4,479	4,479	-	4,057
Civil service fees	6,896	-	6,896	6,896	-	7,000
Travel	506	-	506	546	40	4,593
Convention/workshops	7,158	-	7,158	7,365	207	15,000
Postage	461	-	461	848	387	1,180
Office supplies	5,033	-	5,033	5,055	22	10,313
Janitorial supplies	2,068	-	2,068	1,799	(269)	2,550
Repairs and maintenance						
Buildings	16,375	-	16,375	16,602	227	10,000
Equipment	660	-	660	-	(660)	-
Telephone	(461)	-	(461)	500	961	2,000
Internet	15,861	-	15,861	15,984	123	20,000
Property and equipment rental	-	-	-	-	-	10,199
Total Administrative	377,496	-	377,496	420,394	42,698	533,719
<b>MAINTENANCE</b>						
Salaries	1,602,394	52,167	1,550,227	1,498,090	(52,137)	1,602,999
Health and life insurance	451,416	-	451,416	461,004	9,588	349,855
Retirement	420,022	-	420,022	409,372	(10,650)	325,000
Deferred compensation match	38,019	-	38,019	38,535	516	38,815
Payroll taxes	18,927	-	18,927	17,252	(1,675)	19,220
Worker's compensation	40,314	-	40,314	40,314	-	39,675
Unemployment insurance	7,595	-	7,595	-	(7,595)	-
Uniforms	20,452	-	20,452	22,745	2,293	21,124
Employee physicals and testing	5,488	-	5,488	6,904	1,416	5,846
Other consultants	22,949	22,949	-	-	-	-
Repairs and maintenance						
Buildings	60,307	13,257	47,050	46,751	(299)	40,000
Equipment	-	-	-	-	-	-
Insurance - vehicles	36,866	-	36,866	36,866	-	38,539
Utilities	31,534	-	31,534	35,010	3,476	42,400
Property and equipment rental	32,309	14,036	18,273	22,087	3,814	31,259
Professional services - surveying	3,901	-	3,901	-	(3,901)	-
Parts and supplies	59,755	-	59,755	60,291	536	113,019
Outside repairs	80,264	-	80,264	82,236	1,972	118,892
Small tools and equipment	5,665	-	5,665	7,377	1,712	14,185
Gas and oil	99,122	-	99,122	107,573	8,451	103,901
Vehicle supplies	-	-	-	-	-	-
Tires	6,723	-	6,723	6,757	34	12,299
Levee supplies	67,422	35,687	31,735	33,100	1,365	14,121
Levee maintenance & repair	29,899	-	29,899	23,989	(5,910)	10,861
General supplies	32,198	9,098	23,100	24,591	1,491	44,886
Total Maintenance	3,173,541	147,194	3,026,347	2,980,844	(45,503)	2,986,896
<b>NON-DEPARTMENTAL</b>						
Insurance premiums	176,494	-	176,494	176,494	-	152,095
Ad valorem tax withholdings and commissions	-	-	-	-	-	-
Assessor	72,431	-	72,431	72,509	78	2,880
Sheriff	2,380	-	2,380	3,014	634	2,856
State retirement systems	157,352	-	157,352	157,352	-	-
Total Non-Departmental	408,657	-	408,657	409,369	712	157,831
<b>DEBT SERVICE</b>						
Principal	400,000	-	400,000	400,000	-	400,000
Interest	16,673	-	16,673	16,673	-	49,747
	416,673	-	416,673	416,673	-	449,747
<b>CAPITAL OUTLAY</b>						
Property, plant and equipment	374,246	-	374,246	375,003	757	527,900
Levee construction projects	-	-	-	-	-	-
	374,246	-	374,246	375,003	757	527,900
<b>TOTAL EXPENDITURES</b>	<b>\$ 4,927,899</b>	<b>\$ 161,871</b>	<b>\$ 4,766,028</b>	<b>\$ 4,763,073</b>	<b>\$ (2,955)</b>	<b>\$ 4,908,454</b>

SOUTHEAST LOUISIANA FLOOD PROTECTION AUTHORITY - WEST  
STATE OF LOUISIANA

ALGIERS LEVEE DISTRICT  
OPERATIONS AND MAINTENANCE - SPECIAL REVENUE FUND  
SCHEDULE OF REVENUES - BUDGET AND ACTUAL (BUDGETARY BASIS)  
FOR THE YEAR ENDED JUNE 30, 2013

	GAAP ACTUAL	BUDGETARY TO GAAP DIFFERENCES	BUDGETARY ACTUAL	FINAL BUDGET	VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)	ORIGINAL BUDGET
REVENUES						
Taxes						
Property Taxes	\$ 2,388,764	\$ -	\$ 2,388,764	\$ 2,437,865	\$ (49,101)	\$ 2,447,865
Intergovernmental						
State Revenue Sharing	-	-	-	-	-	51,400
SELFPA-W Admin Fee	-	-	-	-	-	-
Federal or State Grants	-	-	-	-	-	51,400
Service charges, fees and commissions						
Oil & gas royalties	-	-	-	-	-	-
Permit fees	350	-	350	350	-	-
	350	-	350	350	-	-
Fines and forfeitures						
Interest						
Interest - cash accounts	-	-	-	-	-	-
Interest - investments	7,511	1,903	5,608	6,000	(392)	6,390
	7,511	1,903	5,608	6,000	(392)	6,390
Miscellaneous	500	-	500	-	500	9,020
TOTAL REVENUES	\$ 2,397,125	\$ 1,903	\$ 2,395,222	\$ 2,444,215	\$ (48,993)	\$ 2,514,675

SOUTHEAST LOUISIANA FLOOD PROTECTION AUTHORITY - WEST  
STATE OF LOUISIANA

ALGIERS LEVEE DISTRICT  
OPERATIONS AND MAINTENANCE - SPECIAL REVENUE FUND  
SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL (BUDGETARY BASIS)  
FOR THE YEAR ENDED JUNE 30, 2013

	GAAP ACTUAL	BUDGETARY TO GAAP DIFFERENCES	BUDGETARY ACTUAL	FINAL BUDGET	VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)	ORIGINAL BUDGET
<b>EXPENDITURES</b>						
<b>CURRENT</b>						
<b>PUBLIC WORKS</b>						
<b>EXECUTIVE</b>						
Official journal	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 2,000
Dues and subscriptions	1,534	-	1,534	1,540	6	1,493
Professional services						
Legal	39,816	-	39,816	40,087	271	29,452
Accounting and auditing	3,308	-	3,308	3,308	-	3,240
Computer	20,600	-	20,600	20,673	73	50,000
Other	25,179	-	25,179	19,320	(5,859)	14,838
Total Executive	90,437	-	90,437	84,928	(5,509)	101,023
<b>ADMINISTRATIVE</b>						
Convention/workshops	-	-	-	-	-	7,000
Postage	433	-	433	450	17	1,180
Office supplies	5,033	-	5,033	5,126	93	10,313
Repairs and maintenance						
Buildings	5,498	-	5,498	5,632	134	5,000
Equipment	2,411	-	2,411	-	(2,411)	-
Telephone	1,399	-	1,399	1,500	101	2,000
Internet	15,861	-	15,861	15,918	57	20,000
Total Administrative	30,635	-	30,635	28,626	(2,009)	49,129
<b>MAINTENANCE</b>						
Repairs and maintenance						
Buildings	15,551	-	15,551	15,389	(162)	13,520
Equipment	-	-	-	-	-	-
Insurance - vehicles	12,618	-	12,618	12,618	-	12,846
Utilities	15,066	-	15,066	16,135	1,069	16,494
Property and equipment rental	-	-	-	-	-	47,916
Parts and supplies	19,667	-	19,667	19,947	280	20,001
Outside repairs and maintenance	27,678	-	27,678	28,000	322	19,263
Small tools and equipment	1,939	-	1,939	2,120	181	3,995
Gas and oil	33,927	-	33,927	36,536	2,609	41,040
Tires	2,301	-	2,301	2,347	46	3,206
Levee supplies	9,607	-	9,607	9,760	153	2,075
General supplies	8,442	-	8,442	6,766	(1,676)	18,437
Total Maintenance	146,796	-	146,796	149,618	2,822	198,793
<b>NON-DEPARTMENTAL</b>						
Insurance premiums	60,411	-	60,411	60,411	-	62,665
Claims and judgments	-	-	-	-	-	-
Ad valorem tax withholdings and commissions	-	-	-	-	-	-
Assessor	-	-	-	-	-	-
Sheriff	-	-	-	-	-	-
State retirement systems	-	-	-	-	-	-
Total Non-Departmental	60,411	-	60,411	60,411	-	62,665
<b>DEBT SERVICE</b>						
Principal - Orleans Levee District	-	-	-	-	-	400,000
Interest	-	-	-	-	-	400,000
<b>CAPITAL OUTLAY</b>						
Property, plant and equipment	169,420	-	169,420	169,700	280	110,000
Levee construction projects	-	-	-	-	-	-
Total Capital Outlay	169,420	-	169,420	169,700	280	110,000
<b>TOTAL EXPENDITURES</b>	<b>\$ 497,699</b>	<b>\$ -</b>	<b>\$ 497,699</b>	<b>\$ 493,283</b>	<b>\$ (4,416)</b>	<b>\$ 921,610</b>

**SOUTHEAST LOUISIANA FLOOD PROTECTION AUTHORITY - WEST  
STATE OF LOUISIANA**

**WEST JEFFERSON LEVEE DISTRICT EMERGENCY FUND - SPECIAL REVENUE FUND  
SCHEDULE OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCE (BUDGETARY AND GAAP)  
For The Year Ended June 30, 2013**

	<u>GAAP ACTUAL</u>	<u>BUDGETARY TO GAAP DIFFERENCES</u>	<u>BUDGETARY ACTUAL</u>	<u>FINAL BUDGET</u>	<u>VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)</u>	<u>ORIGINAL BUDGET</u>
<b>REVENUES</b>						
Intergovernmental						
Federal	\$ -	\$ (62,575)	\$ 62,575	\$ 26,100	36,475	\$ -
State	-	-	-	-	-	-
Interest	-	(24,245)	24,245	16,500	7,745	-
Miscellaneous	-	-	-	71,500	(71,500)	-
<b>TOTAL REVENUES</b>	<u>-</u>	<u>(86,820)</u>	<u>86,820</u>	<u>114,100</u>	<u>(27,280)</u>	<u>-</u>
<b>EXPENDITURES</b>						
<b>MAINTENANCE</b>						
<b>PERSONNEL</b>						
Maintenance	-	(52,167)	52,167	44,000	(8,167)	-
<b>TOTAL PERSONNEL</b>	<u>-</u>	<u>(52,167)</u>	<u>52,167</u>	<u>44,000</u>	<u>(8,167)</u>	<u>-</u>
<b>PROFESSIONAL SERVICES</b>						
Computer consultants	-	(6,112)	6,112	3,300	(2,812)	-
Other consultants	-	(31,514)	31,514	-	(31,514)	-
<b>TOTAL PROFESSIONAL SERVICES</b>	<u>-</u>	<u>(37,626)</u>	<u>37,626</u>	<u>3,300</u>	<u>(34,326)</u>	<u>-</u>
<b>REPAIRS AND MAINTENANCE</b>						
<b>Maintenance</b>						
Building	-	(13,257)	13,257	-	(13,257)	-
Outside repairs	-	-	-	-	-	-
Equipment rental	-	(14,036)	14,036	28,000	13,964	-
Miscellaneous	-	-	-	-	-	-
Parts and supplies	-	-	-	-	-	-
Uniforms	-	-	-	-	-	-
Levee materials	-	(35,687)	35,687	8,850	(26,837)	-
<b>TOTAL REPAIRS AND MAINTENANCE</b>	<u>-</u>	<u>(62,980)</u>	<u>62,980</u>	<u>36,850</u>	<u>(26,130)</u>	<u>-</u>
<b>OPERATING</b>						
Property and equipment rental	-	-	-	-	-	-
General supplies	-	(9,098)	9,098	-	(9,098)	-
Other	-	-	-	-	-	-
<b>TOTAL OPERATING</b>	<u>-</u>	<u>(9,098)</u>	<u>9,098</u>	<u>-</u>	<u>(9,098)</u>	<u>-</u>
<b>SUBTOTAL - CURRENT EXPENDITURES</b>	<u>-</u>	<u>(161,871)</u>	<u>161,871</u>	<u>84,150</u>	<u>(77,721)</u>	<u>-</u>
<b>CAPITAL OUTLAY</b>						
Equipment	-	-	-	-	-	-
Vehicles and heavy equipment	-	-	-	-	-	-
<b>TOTAL CAPITAL OUTLAY</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>TOTAL EXPENDITURES</b>	<u>-</u>	<u>(161,871)</u>	<u>161,871</u>	<u>84,150</u>	<u>(77,721)</u>	<u>-</u>
<b>OTHER FINANCING SOURCES (USES)</b>						
Transfers In	-	(1,041,642)	1,041,642	1,360,674	319,032	-
Transfers Out	-	-	-	-	-	-
<b>TOTAL OTHER FINANCING SOURCES (USES)</b>	<u>-</u>	<u>(1,041,642)</u>	<u>1,041,642</u>	<u>1,360,674</u>	<u>319,032</u>	<u>-</u>
<b>EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES AND OTHER SOURCES (USES)</b>	<u>-</u>	<u>(966,591)</u>	<u>966,591</u>	<u>1,390,624</u>	<u>369,473</u>	<u>-</u>
<b>FUND BALANCE</b>						
Beginning of year	-	(6,826,095)	6,826,095	5,389,463	(1,436,632)	5,389,463
End of Year	<u>\$ -</u>	<u>\$ (7,792,686)</u>	<u>\$ 7,792,686</u>	<u>\$ 6,780,087</u>	<u>\$ (1,067,159)</u>	<u>\$ 5,389,463</u>

SOUTHEAST LOUISIANA FLOOD PROTECTION AUTHORITY - WEST  
STATE OF LOUISIANA

ALGIERS LEVEE DISTRICT EMERGENCY FUND - SPECIAL REVENUE FUND  
SCHEDULE OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCE (BUDGETARY AND GAAP)  
For The Year Ended June 30, 2013

	GAAP ACTUAL	BUDGETARY TO GAAP DIFFERENCES	BUDGETARY ACTUAL	FINAL BUDGET	VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)	ORIGINAL BUDGET
<b>REVENUES</b>						
Intergovernmental						
Federal	\$ -	\$ -	\$ -	\$ -	-	\$ -
State	-	-	-	-	-	-
Interest	-	(1,903)	1,903	6,000	(4,097)	-
<b>TOTAL REVENUES</b>	<u>-</u>	<u>(1,903)</u>	<u>1,903</u>	<u>6,000</u>	<u>(4,097)</u>	<u>-</u>
<b>EXPENDITURES</b>						
<b>MAINTENANCE</b>						
<b>REPAIRS AND MAINTENANCE</b>						
Maintenance						
Building	-	-	-	-	-	-
Outside repairs	-	-	-	-	-	-
Miscellaneous	-	-	-	-	-	-
Parts and supplies	-	-	-	-	-	-
Uniforms	-	-	-	-	-	-
Tires	-	-	-	-	-	-
<b>TOTAL REPAIRS AND MAINTENANCE</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>CAPITAL OUTLAY</b>						
Equipment	-	-	-	-	-	-
Vehicles and heavy equipment	-	-	-	-	-	-
<b>TOTAL CAPITAL OUTLAY</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>TOTAL EXPENDITURES</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>OTHER FINANCING SOURCES (USES)</b>						
Transfers In	-	-	-	527,054	527,054	-
Transfers Out	-	(1,250,000)	1,250,000	(3,043,214)	(4,293,214)	-
<b>TOTAL OTHER FINANCING SOURCES (USES)</b>	<u>-</u>	<u>(1,250,000)</u>	<u>1,250,000</u>	<u>(2,516,160)</u>	<u>(3,766,160)</u>	<u>-</u>
<b>EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES AND OTHER SOURCES (USES)</b>	-	(1,251,903)	1,251,903	(2,510,160)	(3,770,257)	-
<b>FUND BALANCE</b>						
Beginning of year	-	(528,324)	528,324	3,038,565	2,510,241	3,038,565
End of Year	<u>\$ -</u>	<u>\$ (1,780,227)</u>	<u>\$ 1,780,227</u>	<u>\$ 528,405</u>	<u>\$ (1,260,016)</u>	<u>\$ 3,038,565</u>

**SOUTHEAST LOUISIANA FLOOD PROTECTIN AUTHORITY - WEST  
STATE OF LOUISIANA**

**WEST JEFFERSON LEVEE DISTRICT  
WESTBANK HURRICANE PROTECTION LEVEE - CAPITAL PROJECT FUND  
SCHEDULE OF EXPENDITURES BY REACH  
For The Year Ended June 30, 2013**

Algiers Canal (Reach #510)		
Other attorneys	\$	2,800
Total Algiers Canal		<u>2,800</u>
Sector Gate Complex (Reach #530)		
Other attorneys	\$	1,050
Abstract and title fees		-
Surveys/testing		-
Total Sector Gate Complex		<u>1,050</u>
Cousins Pump Station (Reach #535)		
Engineering		-
Total Cousins Pump Station		<u>-</u>
Cousins Pump Station/Culvert (Reach #550)		
Other attorneys		831
Total Cousins Pump Station/Culvert		<u>831</u>
Cousins Pump Station/Culvert #2 (Reach 555)		
Relocation		-
Total Cousins Pump Station/Culvert #2		<u>-</u>
GIWW Western Closure (Reach #565)		
Other attorneys		4,724
Abstract and title fees		1,600
Surveys/testing		680
Engineering		7,484
Appraisal fees		19,162
Total GIWW Western Closure		<u>33,650</u>
Hero Pump Station to Algiers Canal (Reach #570)		
Other attorneys		14,700
Abstract and title fees		812
Surveys/testing		-
Appraisal fees		7,500
Total Hero Pump Station to Algiers Canal		<u>23,012</u>
Hero Canal (Reach #580)		
Other attorneys		22,344
Abstract and title fees		1,800
Surveys/testing		-
Appraisal fees		10,000
Total Hero Canal		<u>34,144</u>

**SOUTHEAST LOUISIANA FLOOD PROTECTIN AUTHORITY - WEST  
STATE OF LOUISIANA**

**WEST JEFFERSON LEVEE DISTRICT  
WESTBANK HURRICANE PROTECTION LEVEE - CAPITAL PROJECT FUND  
SCHEDULE OF EXPENDITURES BY REACH  
For The Year Ended June 30, 2013**

<b>Hero Canal to Oakville - Levees WBV-9a (Reach #581)</b>	
Abstract and title fees	-
<b>Total Hero Canal to Oakville - Levees WBV-9a</b>	<u>-</u>
<b>Hero to Oakville, Hwy 23 Crossing (Reach # 582)</b>	
Abstract and title fees	-
Surveys/testing	-
<b>Total Hero to Oakville, Hwy 23 Crossing</b>	<u>-</u>
<b>Cataouatche Levee (Reach #800)</b>	
Other attorneys	-
Appraisal fees	-
<b>Total Cataouatche Levee</b>	<u>-</u>
<b>Churhill Farms Borrow Pit (Reach #801)</b>	
Other attorneys	4,758
<b>Total Churhill Farms Borrow Pit</b>	<u>4,758</u>
<b>Bayou Segnette P/S to Company Canal (Reach #805)</b>	
Other attorneys	16,261
Abstract and title fees	266
Surveys/testing	-
<b>Total Bayou Segnette P/S to Company Canal</b>	<u>16,527</u>
<b>Bayou Segnette Floodwall to Lake Cataouatche Pump Stn (Reach #815)</b>	
Other attorneys	-
<b>Total Bayou Segnette Floodwall</b>	<u>-</u>
<b>Lake Cataouatche Pump Station to Hwy (Reach #820)</b>	
Other attorneys	-
<b>Total Lake Cataouatche Pump Station to Hwy</b>	<u>-</u>
<b>Western Tie In - East-West Levee - WBV-72 (Reach # 825)</b>	
Other attorneys	10,150
Abstract and title fees	18,934
Appraisal fees	57,500
<b>Total Western Tie In - East-West Levee -WBV-72</b>	<u>86,584</u>
<b>Western Tie In - Closure Structure WB-74 (Reach #826)</b>	
Other attorneys	-
Surveys/testing	-
<b>Total Western Tie In - Closure Structure WB-74</b>	<u>-</u>

**SOUTHEAST LOUISIANA FLOOD PROTECTIN AUTHORITY - WEST  
STATE OF LOUISIANA**

**WEST JEFFERSON LEVEE DISTRICT  
WESTBANK HURRICANE PROTECTION LEVEE - CAPITAL PROJECT FUND  
SCHEDULE OF EXPENDITURES BY REACH  
For The Year Ended June 30, 2013**

Project Management (Reach #900)	
Other attorneys	5,477
Other consultants	36,000
Bank charges	2,000
Total Project Management	<u>43,477</u>
Old Westwego to New Westwego (Reach #905)	
Surveys/testing	340
Total Old Westwego to New Westwego	<u>340</u>
New Westwego to Orleans Village (Reach #910)	
Other attorneys	10,114
Abstract and title fees	-
Total New Westwego to Orleans Village	<u>10,114</u>
Orleans Village to Highway 45 (Reach #915)	
Other attorneys	10,543
Total Orleans Village to Highway 45	<u>10,543</u>
Estelle Pump Station to Cousins (Reach #940)	
Other attorneys	5,469
Abstract and title fees	-
Surveys/testing	-
Total Estelle Pump Station to Cousins	<u>5,469</u>
<b>TOTAL EXPENDITURES</b>	<b>\$ <u>273,299</u></b>

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## **SUPPLEMENTARY INFORMATION**

**SOUTHEAST LOUISIANA FLOOD PROTECTION AUTHORITY - WEST  
STATE OF LOUISIANA**

**SCHEDULE OF COMMISSIONERS' PER DIEMS  
For The Year Ended June 30, 2013**

<u>NAME</u>	<u>PER DIEM PAID</u>
Edward Camnetar	\$ 3,138
Paul Dauphin	5,028
Kendall Gaddy	1,485
Susan Maclay (1)	12,000
Michael Merritt	7,290
Gerard Viera	3,982
Wesley Wilkinson	4,117
	<u>\$ 37,040</u>

(1) - the President of the Board is paid \$1,000 per month.

**SOUTHEAST LOUISIANA FLOOD PROTECTION AUTHORITY - WEST  
STATE OF LOUISIANA**

**SCHEDULE OF STATE FUNDING  
For The Year Ended June 30, 2013**

<u>DESCRIPTION OF FUNDING</u>	<u>AMOUNT</u>
<b>General Revenues:</b>	
State Appropriation - Dept of Natural Resources - SELFPA-W funding	<u>\$ 250,000</u>
State Revenue Sharing	
West Jefferson Levee District	426,415
Algiers Levee District	-
	<u>426,415</u>
<b>Capital Grants:</b>	
Coastal Protection and Restoration Fund - DOTD State Project No. 750-99-0102 (WB Hurricane and Protection Levee)	271,022
	<u>271,022</u>
<b>TOTAL</b>	<u><u>\$ 947,437</u></u>

STATE OF LOUISIANA  
Annual Financial Statements  
Fiscal Year Ended June 30, 2013

**SOUTHEAST LOUISIANA FLOOD PROTECTION AUTHORITY – WEST**  
**7001 RIVER ROAD**  
**MARRERO, LA 70072**  
(Agency Name & Mailing Address)

Division of Administration  
Office of Statewide Reporting  
and Accounting Policy  
P. O. Box 94095  
Baton Rouge, Louisiana 70804-9095

Legislative Auditor  
P. O. Box 94397  
Baton Rouge, Louisiana 70804-9397

LLAFileroom@lla.la.gov

Physical Address:  
1201 N. Third Street  
Claiborne Building, 6<sup>th</sup> Floor, Suite 6-130  
Baton Rouge, Louisiana 70802

Physical Address:  
1600 N. Third Street  
Baton Rouge, Louisiana 70802

AFFIDAVIT

Personally came and appeared before the undersigned authority, SUSAN MACLAY, PRESIDENT of SOUTHEAST LOUISIANA FLOOD PROTECTION AUTHORITY – WEST (THE “WEST AUTHORITY”), who duly sworn, deposes and says, that the financial statements herewith given present fairly the financial position of THE WEST AUTHORITY at June 30, 2013 and the results of operations for the year then ended in accordance with policies and practices established by the Division of Administration or in accordance with Generally Accepted Accounting Principles as prescribed by the Governmental Accounting Standards Board. Sworn and subscribed before me, this 29<sup>th</sup> day of

August, 2013.

Susan A. MacLay  
Signature of Agency Official

Owen Boadelon  
NOTARY PUBLIC  
#3250

Prepared by: PAUL C. RIVERA, CPA

Title: OWNER – EXTERNAL AUDITOR

Telephone No.: 504-371-4390

Date: AUGUST 18, 2013

Email Address: RIVERAPCPA@COX.NET

**STATE OF LOUISIANA  
SOUTHEAST LOUISIANA FLOOD PROTECTION AUTHORITY - WEST  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
AS OF JUNE 30, 2013**

Management's Discussion and Analysis of the SOUTHEAST LOUISIANA FLOOD PROTECTION AUTHORITY – WEST (THE "WEST AUTHORITY")'S (BTA) financial performance presents a narrative overview and analysis of THE WEST AUTHORITY'S (BTA) financial activities for the year ended June 30, 2013. This document focuses on the current year's activities, resulting changes, and currently known facts in comparison with the prior year's information. Please read this document in conjunction with the additional information contained in the transmittal letter presented on pages 76 - \_\_\_\_\_ and the WEST AUTHORITY'S (BTA) financial statements, which begin on page 82.

**FINANCIAL HIGHLIGHTS**

- ★ The WEST AUTHORITY's (BTA) assets and deferred outflows exceeded liabilities and deferred inflows at the close of fiscal year 2013 by \$24,567, which represents an 11.7% increase from last fiscal year. The assets increased by \$2,325 (or 9.9%).
- ★ The WEST AUTHORITY's (BTA) revenue decreased \$(88) (or 58.7%) and the net results from activities increased by \$3,704 (or 325.2%).

**OVERVIEW OF THE FINANCIAL STATEMENTS**

The following graphic illustrates the minimum requirements for Special Purpose Governments Engaged in Business-Type Activities established by Governmental Accounting Standards Board Statement 34, *Basic Financial Statements—and Management's Discussion and Analysis—for State and Local Governments*.

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**Management's Discussion and Analysis**



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**Basic Financial Statements**



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**Required Supplementary Information  
(other than MD&A)**

These financial statements consist of three sections - Management's Discussion and Analysis (this section), the Basic Financial Statements (including the notes to the financial statements), and Required Supplementary Information.

**Basic Financial Statements**

The basic financial statements present information for the WEST AUTHORITY (BTA) as a whole, in a format designed to make the statements easier for the reader to understand. The statements in this section include the Statement of Net Position; the Statement of Revenues, Expenses, and Changes in Net Position; and the Statement of Cash Flows.

**STATE OF LOUISIANA  
SOUTHEAST LOUISIANA FLOOD PROTECTION AUTHORITY - WEST  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
AS OF JUNE 30, 2013**

The Statement of Net Position (pages \_\_ - \_\_) presents assets, deferred outflows of resources, liabilities, and deferred inflows of resources separately. The difference between assets plus deferred outflows and liabilities plus deferred inflows is net position, which may provide a useful indicator of whether the financial position of the WEST AUTHORITY (BTA) is improving or deteriorating.

The Statement of Revenues, Expenses, and Changes in Net Position (pages \_\_ - \_\_) presents information showing how THE WEST AUTHORITY'S (BTA) assets changed as a result of current year operations. Regardless of when cash is affected, all changes in net position are reported when the underlying transactions occur. As a result, there are transactions included that will not affect cash until future fiscal periods.

The Statement of Cash Flows (pages \_\_ - \_\_) presents information showing how THE WEST AUTHORITY'S (BTA) cash changed as a result of current year operations. The cash flow statement is prepared using the direct method and includes the reconciliation of operating income(loss) to net cash provided(used) by operating activities (indirect method) as required by GASB Statement 34.

**FINANCIAL ANALYSIS OF THE ENTITY**

Statement of Net Position  
as of June 30, 2013  
(in thousands)

	Total	
	2013	2012
Current and other assets	\$ 16,875	\$ 14,607
Capital assets	9,038	8,981
Total assets	<u>25,913</u>	<u>23,588</u>
Total deferred outflow of resources	-	-
Other liabilities	115	143
Long-term debt outstanding	1,231	1,443
Total Liabilities	<u>1,346</u>	<u>1,586</u>
Total deferred inflow of resources	-	-
Net position:		
Net investment in capital assets	9,038	8,581
Restricted	500	500
Unrestricted	15,029	12,921
Total net position	<u>\$ 24,567</u>	<u>\$ 22,002</u>

Restricted assets represent those assets that are not available for spending as a result of legislative requirements, donor agreements, or grant requirements. Conversely, unrestricted assets are those that do not have any limitations on how these amounts may be spent.

**STATE OF LOUISIANA  
SOUTHEAST LOUISIANA FLOOD PROTECTION AUTHORITY - WEST  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
AS OF JUNE 30, 2013**

Assets of the WEST AUTHORITY (BTA) increased by \$2,325, or 9.9%, from June 30, 2012 to June 30, 2013. The primary reason is due to the increase of cash on hand. Other causes include

**Statement of Revenues, Expenses, and Changes in Net Position  
for the years ended June 30, 2013  
(in thousands)**

	Total	
	2013	2012
Operating revenues	\$ 62	\$ 150
Operating expenses	5,811	5,958
Operating income(loss)	<u>(5,749)</u>	<u>(5,808)</u>
Non-operating revenues	8,331	8,708
Non-operating expenses	<u>(17)</u>	<u>(33)</u>
Income(loss) before transfers	<u>2,565</u>	<u>2,867</u>
Transfers in	-	-
Transfers out	-	-
Extraordinary Item - compromise settlement with OLD	-	(4,006)
	<u>-</u>	<u>(4,006)</u>
Net increase(decrease) in net position	<u>\$ 2,565</u>	<u>\$ (1,139)</u>

The WEST AUTHORITY's (BTA) total revenues decreased by \$(88) or (58.7%). The total cost of all programs and services decreased by \$(147) or 2.5%.

**CAPITAL ASSET AND DEBT ADMINISTRATION**

**Capital Assets**

At the end of fiscal year ended June 30, 2013, the WEST AUTHORITY (BTA) had \$9,038 invested in a broad range of capital assets, including LAND, BUILDINGS, MACHINERY & EQUIPMENT (see accompanying Table). This amount represents a net increase (including additions and deductions) of \$457, or 5.3%, over last year.

**STATE OF LOUISIANA  
SOUTHEAST LOUISIANA FLOOD PROTECTION AUTHORITY - WEST  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
AS OF JUNE 30, 2013**

This year's major additions included (in thousands):

- \$544 WAS SPENT ON VEHICLES AND HEAVY EQUIPMENT.
- \$337 WAS REMOVED FROM FIXED ASSETS DUE TO SALE OF EQUIPMENT
- CURRENT YEAR DEPRECIATION EXPENSE WAS \$405
- ALL CAPITAL-RELATED DEBT WAS PAID OFF DURING 2013

	<u>2013</u>	<u>2012</u>
Land	\$ 5,788	\$ 5,788
Buildings and improvements	1,679	1,774
Equipment	1,571	1,419
Infrastructure		-
Intangible Assets		-
Totals \$	<u>9,038</u>	<u>\$ 8,981</u>

**Debt**

The WEST AUTHORITY (BTA) had \$-0- bonds and notes outstanding at year-end, compared to \$400 thousand last year, a decrease of 100 % as shown in the accompanying table.

**Outstanding Debt at Year-end  
(in thousands)**

	<u>2013</u>	<u>2012</u>
General Obligation Bonds	\$ -	\$ -
Revenue Bonds and Notes	-	400
Totals \$	<u>-</u>	<u>\$ 400</u>

New debt resulted from \_\_\_\_\_ . The \_\_\_\_\_ (BTA)'s bond rating continues to carry the \_\_\_\_\_ rating for general obligation bonds, and \_\_\_\_\_ rating for other debt.

The \_\_\_\_\_ (BTA) has claims and judgments of \$ \_\_\_\_\_ outstanding at year-end compared with \$ \_\_\_\_\_ last year. Other obligations include accrued vacation pay and sick leave.

**VARIATIONS BETWEEN ORIGINAL AND FINAL BUDGETS**

Revenues were approximately \$ \_\_\_\_\_ million over/under budget and expenditures were more than/less than budget due in part to \_\_\_\_\_ .

**STATE OF LOUISIANA  
SOUTHEAST LOUISIANA FLOOD PROTECTION AUTHORITY - WEST  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
AS OF JUNE 30, 2013**

**ECONOMIC FACTORS AND NEXT YEAR'S BUDGETS AND RATES**

The WEST AUTHORITY's (BTA) elected and appointed officials considered the following factors and indicators when setting next year's budget, rates, and fees:

- UNEMPLOYMENT RATE OF 5.2%
- STATE CUT FUNDING TO SELFPA-W GENERAL FUND FROM \$500 TO \$250. THIS \$250 WILL CONTINUE.
- MILLAGE RATES FOR WJLD AND ALD WILL REMAIN THE SAME.

The \_\_\_\_\_ (BTA) expects that next year's results will improve based on the following:

- 
- 
- 

**CONTACTING THE WEST AUTHORITY'S (BTA) MANAGEMENT**

This financial report is designed to provide our citizens, taxpayers, customers, and investors and creditors with a general overview of the WEST AUTHORITY's (BTA) finances and to show the WEST AUTHORITY's (BTA) accountability for the money it receives. If you have questions about this report or need additional financial information, contact BOARD PRESIDENT at 7001 RIVER ROAD, MARRERO, LA 70072 OR CALL 504-340-0318.

**STATE OF LOUISIANA  
SOUTHEAST LOUISIANA FLOOD PROTECTION AUTHORITY - WEST  
STATEMENT OF NET POSITION  
AS OF JUNE 30, 2013**

**Statement A**

**ASSETS**

**CURRENT ASSETS**

Cash and Cash equivalents	\$	<u>16,738</u>
Restricted Cash and Cash Equivalents		<u></u>
Investments		<u></u>
Derivative Instruments		<u></u>
Receivables (net of allowance for doubtful accounts)(Note U)		<u>137</u>
Due from other funds (Note Y)		<u></u>
Due from federal government		<u></u>
Inventories		<u></u>
Prepayments		<u></u>
Notes Receivable		<u></u>
Other Current Assets		<u></u>
<b>Total current assets</b>		<u><b>16,875</b></u>

**NONCURRENT ASSETS**

Restricted assets (Note F):		
Cash		<u></u>
Investments		<u></u>
Receivables		<u></u>
Investments		<u></u>
Notes Receivable		<u></u>
Capital assets, net of depreciation (Note D)		
Land non-depreciable easements		<u>5,788</u>
Buildings and improvements		<u>1,679</u>
Machinery and equipment		<u>1,571</u>
Infrastructure		<u>-</u>
Intangible assets		<u></u>
Construction/Development-in-progress		<u></u>
Other noncurrent assets		<u></u>
<b>Total noncurrent assets</b>		<u><b>9,038</b></u>
<b>Total assets</b>	<b>\$</b>	<u><b>25,913</b></u>

**DEFERRED OUTFLOWS OF RESOURCES**

Accumulated decrease in fair value of hedging derivatives	\$	<u>-</u>
<b>Total assets and deferred outflow of resources</b>	<b>\$</b>	<u><b>25,913</b></u>

**STATE OF LOUISIANA  
SOUTHEAST LOUISIANA FLOOD PROTECTION AUTHORITY - WEST  
STATEMENT OF NET POSITION  
AS OF JUNE 30, 2013**

**Statement A**

**LIABILITIES**

**CURRENT LIABILITIES:**

Accounts payable and accruals (Note V)	\$	<u>115</u>
Derivative instrument		
Due to other funds (Note Y)		
Due to federal government		
Deferred revenues		
Amounts held in custody for others		
Other current liabilities		
Current portion of long-term liabilities: (Note K)		
Contracts payable		
Compensated absences payable		<u>274</u>
Capital lease obligations		
Claims and litigation payable		
Notes payable		
Pollution remediation obligation		
Bonds payable (include unamortized costs)		
Other long-term liabilities		
Total current liabilities		<u>389</u>

**NONCURRENT LIABILITIES**

Contracts payable		
Compensated absences payable		
Capital lease obligations		
Claims and litigation payable		
Notes payable		
Pollution remediation obligation		
Bonds payable (include unamortized costs)		
OPEB payable		<u>957</u>
Other long-term liabilities		
Total noncurrent liabilities		<u>957</u>
Total liabilities		<u>1,346</u>

**DEFERRED INFLOWS OF RESOURCES**

Accumulated increase in fair value of hedging derivatives	\$	<u>-</u>
Deferred service concession arrangement receipts		<u>-</u>
Total deferred inflows of resources		<u>-</u>

**NET POSITION**

Net investment in capital assets		<u>9,038</u>
Restricted for:		
Capital projects		<u>500</u>
Debt service		
Unemployment compensation		
Other specific purposes		
Unrestricted		<u>15,029</u>
Total net position		<u>24,567</u>
Total liabilities, deferred inflows of resources, and net position	\$	<u>25,913</u>

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

**STATE OF LOUISIANA**  
**SOUTHEAST LOUISIANA FLOOD PROTECTION AUTHORITY - WEST**  
**STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION**  
**FOR THE YEAR ENDED JUNE 30, 2013**

**Statement B**

<b>OPERATING REVENUE</b>	
Sales of commodities and services	\$ _____
Assessments	_____
Use of money and property	_____
Licenses, permits, and fees	53
Federal grants and contracts	_____
State, local and nongovernmental grants and contracts	_____
Other	9
Total operating revenues	<u>62</u>
<b>OPERATING EXPENSES</b>	
Cost of sales and services	5,406
Administrative	_____
Depreciation	405
Amortization	_____
Total operating expenses	<u>5,811</u>
Operating income(loss)	<u>(5,749)</u>
<b>NON-OPERATING REVENUES (EXPENSES)</b>	
State appropriations	250
Intergovernmental revenues(expenses)	697
Taxes	7,223
Use of money and property	50
Gain on disposal of fixed assets	48
Loss on disposal of fixed assets	_____
Federal grants	63
Interest expense	(17)
Other revenue	_____
Other expense	_____
Total non-operating revenues(expenses)	<u>8,314</u>
Income(loss) before contributions, extraordinary items, & transfers	<u>2,565</u>
Capital contributions	_____
Extraordinary item	_____
Transfers in	_____
Transfers out	_____
Change in net assets	<u>2,565</u>
Total net assets – beginning	<u>22,002</u>
Total net assets – ending	<u>\$ 24,567</u>

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

**STATE OF LOUISIANA  
SOUTHEAST LOUISIANA FLOOD PROTECTION AUTHORITY - WEST  
STATEMENT OF ACTIVITIES  
FOR THE YEAR ENDED JUNE 30, 2013**

**Statement C**

	<u>Program Revenues</u>			<u>Net (Expense) Revenue and Changes in Net Position</u>	
	<u>Expenses</u>	<u>Charges for Services</u>	<u>Operating Grants and Contributions</u>		<u>Capital Grants and Contributions</u>
Entity	\$ <u>5,828</u>	\$ <u>-</u>	\$ <u>63</u>	\$ <u>271</u>	\$ <u>(5,494)</u>
General revenues:					
Taxes					<u>7,223</u>
State appropriations					<u>250</u>
State Revenue Sharing					<u>426</u>
Commissions and Royalties					<u>53</u>
Interest					<u>51</u>
Gain (loss) on sale of equipment					<u>48</u>
Miscellaneous					<u>8</u>
Special items					
Extraordinary item					
Transfers					
Total general revenues, special items, and transfers					<u>8,059</u>
Change in net assets					<u>2,565</u>
Net position - beginning as restated					<u>22,002</u>
Net position - ending					\$ <u>24,567</u>

The accompanying notes are an integral part of this statement.

**STATE OF LOUISIANA**  
**SOUTHEAST LOUISIANA FLOOD PROTECTION AUTHORITY – WEST (Continued)**  
**STATEMENT OF CASH FLOWS**  
**FOR THE YEAR ENDED JUNE 30, 2013**

**Statement D**

<b>Cash flows from operating activities</b>	
Cash receipts from customers	\$ _____
Cash receipts from grants and contracts	_____
Cash receipts from interfund services provided	_____
Other operating cash receipts, if any	61
Cash payments to suppliers for goods or services	(2,062)
Cash payments to employees for services	(3,239)
Cash payments for interfund services used, including payments "In Lieu of Taxes"	_____
Other operating cash payments, if any (* provide explanation)	_____
Net cash provided(used) by operating activities	<u>(5,240)</u>
<b>Cash flows from non-capital financing activities</b>	
State Appropriations	350
State Revenue Sharing	425
Federal receipts (FEMA)	112
Proceeds from sale of bonds	_____
Principal paid on bonds	_____
Interest paid on bond maturities	_____
Proceeds from issuance of notes payable	_____
Principal paid on notes payable	_____
Interest paid on notes payable	_____
Property Taxes	7,224
Transfers in	_____
Transfers out	_____
Other (**provide explanation)	_____
Net cash provided(used) by non-capital financing activities	<u>8,111</u>
<b>Cash flows from capital and related financing activities</b>	
Proceeds from sale of bonds	_____
Principal paid on bonds	(400)
Interest paid on bond maturities	(17)
Proceeds from issuance of notes payable	_____
Principal paid on notes payable	_____
Interest paid on notes payable	_____
Acquisition/construction of capital assets	(544)
Proceeds from sale of capital assets	130
Capital contributions	_____
State Grants - DNR- Coastal Resotration	334
Other (***) provide explanation)	_____
Net cash provided(used) by capital and related financing activities	<u>(497)</u>
<b>Cash flows from investing activities</b>	
Purchases of investment securities	_____
Proceeds from sale of investment securities	_____
Interest and dividends earned on investment securities	51
Net cash provided(used) by investing activities	<u>51</u>
Net increase(decrease) in cash and cash equivalents	<u>2,425</u>
Cash and cash equivalents at beginning of year	<u>14,313</u>
Cash and cash equivalents at end of year	<u>\$ 16,738</u>

**STATE OF LOUISIANA**  
**SOUTHEAST LOUISIANA FLOOD PROTECTION AUTHORITY – WEST (concluded)**  
**STATEMENT OF CASH FLOWS**  
**FOR THE YEAR ENDED JUNE 30, 2013**

**Statement D**

**Reconciliation of operating income(loss) to net cash provided(used) by operating activities:**

Operating income(loss)	\$ <u>(5,749)</u>
Adjustments to reconcile operating income(loss) to net cash provided(used) by operating activities:	
Depreciation/amortization	<u>405</u>
Provision for uncollectible accounts	<u>          </u>
Other	<u>          </u>
Changes in assets and liabilities:	
(Increase)decrease in accounts receivable, net	<u>          </u>
(Increase)decrease in due from other funds	<u>          </u>
(Increase)decrease in prepayments	<u>          </u>
(Increase)decrease in inventories	<u>          </u>
(Increase)decrease in other assets	<u>          </u>
Increase(decrease) in accounts payable and accruals	<u>(83)</u>
Increase(decrease) in compensated absences payable	<u>(5)</u>
Increase(decrease) in due to other funds	<u>          </u>
Increase(decrease) in deferred revenues	<u>          </u>
Increase(decrease) in OPEB payable	<u>192</u>
Increase(decrease) in other liabilities	<u>          </u>
Net cash provided(used) by operating activities	\$ <u>(5,240)</u>

**Schedule of noncash investing, capital, and financing activities:**

Borrowing under capital lease(s)	\$ <u>          </u>
Contributions of fixed assets	<u>          </u>
Purchases of equipment on account	<u>          </u>
Asset trade-ins	<u>          </u>
Other (specify)	<u>          </u>
<u>          </u>	<u>          </u>
<u>          </u>	<u>          </u>
<u>          </u>	<u>          </u>
<b>Total noncash investing, capital, and financing activities:</b>	<b>\$ <u>          </u></b>

The accompanying notes are an integral part of this statement.

**SOUTHEAST LOUISIANA FLOOD PROTECTION AUTHORITY - WEST  
STATEMENT OF CASH FLOWS  
FOR THE YEAR ENDED JUNE 30, 2013**

**Please provide an explanation of what is included in "other." If there are multiple reasons, please list each out separately along with the amount.**

**\* Other (operating cash payments)**

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**\*\*Other (cash flows from non capital financing activities)**

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**\*\*\*Other (cash flows from capital and related financing activities)**

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**STATE OF LOUISIANA  
SOUTHEAST LOUISIANA FLOOD PROTECTION AUTHORITY - WEST  
Notes to the Financial Statement  
As of and for the year ended June 30, 2013**

**INTRODUCTION**

The SOUTHEAST LOUISIANA FLOOD PROTECTION AUTHORITY – WEST (THE “WEST AUTHORITY”) was created by the Louisiana State Legislature under the provisions of Louisiana Revised Statute ACT 1 OF FIRST EXTRAORDINARY SESSION OF 2006, ACT 820 OF 1980 LEGISLATIVE SESSION, AND ACT 475 OF 2007 LEGISLATIVE SESSION. The following is a brief description of the operations of THE WEST AUTHORITY (BTA) and includes the parish/parishes in which the (BTA) is located:

**A. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

**BASIS OF ACCOUNTING**

In April of 1984, the Financial Accounting Foundation established the Governmental Accounting Standards Board (GASB) to promulgate generally accepted accounting principles and reporting standards with respect to activities and transactions of state and local governmental entities. The GASB has issued a Codification of Governmental Accounting and Financial Reporting Standards (GASB Codification). This codification and subsequent GASB pronouncements are recognized as generally accepted accounting principles for state and local governments. The accompanying financial statements have been prepared in accordance with such principles.

The accompanying financial statements of THE WEST AUTHORITY (BTA) present information only as to the transactions of the programs of THE WEST AUTHORITY (BTA) as authorized by Louisiana statutes and administrative regulations.

Basis of accounting refers to when revenues and expenses are recognized and reported in the financial statements. Basis of accounting relates to the timing of the measurements made, regardless of the measurement focus applied.

The accounts of THE WEST AUTHORITY (BTA) are maintained in accordance with applicable statutory provisions and the regulations of the Division of Administration – Office of Statewide Reporting and Accounting Policy as follows:

**Revenue Recognition**

Revenues are recognized using the full accrual basis of accounting; therefore, revenues are recognized in the accounting period in which they are earned and become measurable.

**Expense Recognition**

Expenses are recognized on the accrual basis; therefore, expenses, including salaries, are recognized in the period incurred, if measurable.

**STATE OF LOUISIANA**  
**SOUTHEAST LOUISIANA FLOOD PROTECTION AUTHORITY - WEST**  
**Notes to the Financial Statement**  
**As of and for the year ended June 30, 2013**

**B. BUDGETARY ACCOUNTING**

The appropriations made for the operations of the various programs of THE WEST AUTHORITY (BTA) are annual lapsing appropriations.

1. The budgetary process is an annual appropriation valid for one year.
2. The agency is prohibited by statute from over expending the categories established in the budget.
3. Budget revisions are granted by the Joint Legislative Committee on the Budget, a committee of the Louisiana Legislature. Interim emergency appropriations may be granted by the Interim Emergency Board.
4. The budgetary information included in the financial statements includes the original appropriation plus subsequent amendments as follows:

	<b>WEST AUTHORITY GENERAL FUND APPROPRIATIONS</b>	<b>WJLD O&amp;M FUND APPROPRIATIONS</b>	<b>ALD O&amp;M FUND APPROPRIATIONS</b>
Original approved budget	\$ 501	4,908	921
Amendments:	(9)	(145)	(428)
	_____	_____	_____
	_____	_____	_____
Final approved budget	\$ 492	4,763	493

**C. DEPOSITS WITH FINANCIAL INSTITUTIONS AND INVESTMENTS** (If all agency cash and investments are deposited in the State Treasury, disregard Note C.) See Appendices Packet - Appendix A at <http://www.doa.louisiana.gov/OSRAP/afrpackets.htm>, for information related to Note C.

**1. DEPOSITS WITH FINANCIAL INSTITUTIONS**

For reporting purposes, deposits with financial institutions include savings, demand deposits, time deposits, and certificates of deposit. Under state law THE WEST AUTHORITY (BTA) may deposit funds within a fiscal agent bank selected and designated by the Interim Emergency Board. Further, the (BTA) may invest in time certificates of deposit in any bank domiciled or having a branch office in the state of Louisiana, in savings accounts or shares of savings and loan associations and savings banks, and in share accounts and share certificate accounts of federally or state chartered credit unions.

For the purpose of the statement of cash flows and statement of net position presentation, all highly liquid investments (including negotiable CDs and restricted cash and cash equivalents) and deposits (including nonnegotiable CDs and restricted cash and cash

**STATE OF LOUISIANA**  
**SOUTHEAST LOUISIANA FLOOD PROTECTION AUTHORITY - WEST**  
**Notes to the Financial Statement**  
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equivalents) with a maturity of three months or less when purchased are considered to be cash equivalents.

Deposits in bank accounts are stated at cost, which approximates market. Under state law these deposits 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 pledged securities are required to be held in the name of the pledging fiscal agent bank in a holding or custodial bank in the form of safekeeping receipts held by the State Treasurer.

**GASB Statement 40, which amended GASB Statement 3, eliminated the requirement to disclose all deposits by three categories of risk. GASB Statement 40 requires only the disclosure of deposits that are considered to be exposed to custodial credit risk. An entity's deposits are exposed to custodial credit risk if the deposit balances are either 1) uninsured and uncollateralized, 2) uninsured and collateralized with securities held by the pledging financial institution, or 3) uninsured and collateralized with securities held by the pledging financial institution's trust department or agent, but not in the entity's name.**

The deposits at JUNE 30, 2013, consisted of the following:

	Cash	Nonnegotiable Certificates of Deposit	Other (Describe)	Total
Deposits per statement of net position (Reconciled bank balance)	\$ 16,738	\$ -	\$ -	\$ 16,738
Deposits in bank accounts per bank	\$ 16,772	\$ -	\$ -	\$ 16,772
Bank balances exposed to custodial credit risk:	\$	\$	\$	\$
a. Uninsured and uncollateralized				
b. Uninsured and collateralized with securities held by the pledging institution				
c. Uninsured and collateralized with securities held by the pledging institution's trust department or agent, but not in the entity's				

NOTE: The "Deposits in bank accounts per bank" will not necessarily equal the "Deposits per statement of net position" due to outstanding items.

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The following is a breakdown by banking institution, program, and amount of the "Deposits in bank accounts per bank" balances shown above:

	Banking Institution	Program	Amount
1.	CAPITAL ONE BANK	VARIOUS	\$ 16,772
2.			
3.			
4.			
Total			\$ 16,772

Cash in State Treasury and petty cash are not required to be reported in the note disclosure. However, to aid in reconciling amounts reported on the statement of net position to amounts reported in this note, list below any cash in treasury and petty cash that are included on the statement of net position.

Cash in state treasury	\$ _____
Petty cash	\$ _____

**2. INVESTMENTS**

The WEST AUTHORITY (BTA) does/does not maintain investment accounts as authorized by LRS 33:2955 (Note legal provisions authorizing investments by (BTA)).

**Custodial Credit Risk**

Investments can be exposed to custodial credit risk if the securities underlying the investment are uninsured, not registered in the name of the entity, and are either held by the counterparty or held by the counterparty's trust department or agent, but not in the entity's name. Repurchase agreements are not subject to credit risk if the securities underlying the repurchase agreement are exempt from credit risk disclosure. Using the following table, list each type of investment disclosing the total carrying amounts and market values, and any amounts exposed to custodial credit risk.

GASB Statement 40 amended GASB Statement 3 to eliminate the requirement to disclose all investments by three categories of risk. GASB Statement 40 requires only the separate disclosure of investments that are considered to be exposed to custodial credit risk. Those investments exposed to custodial credit risk are reported by type in one of two separate columns depending upon whether they are held by a counterparty, or held by a counterparty's trust department or agent not in the entity's name. In addition, the total reported amount and fair value columns still must be reported for total investments regardless of exposure to custodial credit risk.

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Type of Investment	Investments Exposed to Custodial Credit Risk		All Investments Regardless of Custodial Credit Risk Exposure	
	Uninsured, *Unregistered, and Held by Counterparty	Uninsured, *Unregistered, and Held by Counterparty's Trust Dept. or Agent Not in Entity's Name	Reported Amount Per Statement of Net Position	Fair Value
Negotiable CDs	\$ _____	\$ _____	\$ _____	\$ _____
Repurchase agreements	_____	_____	_____	_____
U.S. Government Obligations **	_____	_____	_____	_____
U.S. Agency Obligations***	_____	_____	_____	_____
Common & preferred stock	_____	_____	_____	_____
Mortgages (including CMOs & MBSs)	_____	_____	_____	_____
Corporate bonds	_____	_____	_____	_____
Mutual funds	_____	_____	_____	_____
Real estate	_____	_____	_____	_____
External Investment Pool (LAMP) ****	_____	_____	_____	_____
External Investment Pool (Other)	_____	_____	_____	_____
Other: (identify)	_____	_____	_____	_____
	_____	_____	_____	_____
	_____	_____	_____	_____
	_____	_____	_____	_____
	_____	_____	_____	_____
Total investments	\$ _____ - \$ _____	\$ _____ - \$ _____	\$ _____ - \$ _____	\$ _____ - \$ _____

\* Unregistered - not registered in the name of the government or entity

\*\* These obligations generally are not exposed to custodial credit risk because they are backed by the full faith and credit of the U.S. government. (See Appendices Packet, Appendix A, at <http://www.doa.louisiana.gov/OSRAP/afpockets.htm> for the definition of US Government Obligations)

\*\*\* These obligations may not be exposed to custodial credit risk (See Appendix A in the Appendices Packet for a discussion of FNMA & FHLMC)

\*\*\*\* LAMP investments should not be included in deposits AND should be identified separately in this table to ensure LAMP investments are not double-counted on the State level.

**3. CREDIT RISK, INTEREST RATE RISK, CONCENTRATION OF CREDIT RISK, AND FOREIGN CURRENCY RISK DISCLOSURES**

**A. Credit Risk of Debt Investments**

Disclose the credit risk of debt investments by credit quality ratings as described by rating agencies as of the fiscal year end, including the rating agency used (Moody's, S&P, etc.). All debt investments regardless of type can be aggregated by credit quality rating (if any are un-rated, disclose that amount).

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<u>Rating Agency</u>	<u>Rating</u>	<u>Fair Value</u>
_____	_____	\$ _____
_____	_____	_____
_____	_____	_____
_____	_____	_____
	Total	\$ _____

**B. Interest Rate Risk of Debt Investments**

1. Disclose the interest rate risk of debt investments by listing the investment type, total fair value, and breakdown of maturity in years for each debt investment type. (Note – This is the prescribed method, segmented time distribution, for the CAFR. Also, total debt investments reported in this table should equal total debt investments reported in Section A – Credit Risk of Debt Investments, unless you have an external investment pool as discussed in OSRAP Memo 11-22 at <http://www.doa.louisiana.gov/OSRAP/library/memos/11/OSRAP1122.pdf>)

<u>Type of Debt Investment</u>	<u>Fair Value</u>	<u>Investment Maturities (in Years)</u>			
		<u>Less Than 1</u>	<u>1 - 5</u>	<u>6 - 10</u>	<u>Greater Than 10</u>
U.S. Government obligations	\$ _____	\$ _____	\$ _____	\$ _____	\$ _____
U.S. Agency obligations	_____	_____	_____	_____	_____
Mortgage backed securities	_____	_____	_____	_____	_____
Collateralized mortgage obligations	_____	_____	_____	_____	_____
Corporate bonds	_____	_____	_____	_____	_____
Other bonds (describe)	_____	_____	_____	_____	_____
Mutual bond funds	_____	_____	_____	_____	_____
Other	_____	_____	_____	_____	_____
Total debt investments	\$ _____	\$ _____	\$ _____	\$ _____	\$ _____

2. List the fair value and terms of any debt investments that are highly sensitive to changes in interest rates due to the terms (e.g. coupon multipliers, reset dates, etc.) of the investment. See Appendices Packet at [www.doa.louisiana.gov/OSRAP/afrpackets.htm](http://www.doa.louisiana.gov/OSRAP/afrpackets.htm) (Appendix A) for examples of debt investments that are highly sensitive to changes in interest rates.

<u>Debt Investment</u>	<u>Fair Value</u>	<u>Terms</u>
_____	\$ _____	_____
_____	_____	_____
Total	\$ _____	

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**C. Concentration of Credit Risk**

List, by amount and issuer, investments in any one issuer that represents 5% or more of total external investments (not including U.S. government securities, mutual funds, and investment pools).

Issuer	Amount	% of Total Investments
_____	\$ _____	_____
_____	_____	_____
_____	_____	_____
<b>Total</b>	<b>\$ _____ -</b>	

**D. Foreign Currency Risk**

Disclose the U.S. dollar balances of any deposits or investments that are exposed to foreign currency risk (deposits or investments denominated in foreign currencies); list by currency denomination and investment type, if applicable.

Foreign Currency	Fair Value in U.S. Dollars	
	Bonds	Stocks
_____	\$ _____	\$ _____
_____	_____	_____
_____	_____	_____
<b>Total</b>	<b>\$ _____ -</b>	<b>\$ _____ -</b>

**4. DERIVATIVES (GASB 53)**

**A. Summary of Derivative Instruments**

Complete the following table, "Summary of Derivative Instruments" for all derivative instruments held by the entity at June 30, 20\_\_\_. If no derivative instruments were held by the entity at June 30, please state "None".

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**Summary of Derivative Instruments**

Type	Notional	Changes in Fair Value		Fair Value at June 30	
		Classification	Amount	Classification	Amount *
<u>Investment Derivative Instruments:</u>			\$		\$
<u>Fair Value Hedges:</u>			\$		\$
<u>Cash Flow Hedges:</u>			\$		\$

\*If fair value is based on other than quoted market prices, the methods and significant assumptions used to estimate those fair market values should be disclosed.

**B. Investment Derivative Instruments**

Investment derivative instruments include derivative instruments that are not effective or are no longer effective and cannot be classified as hedging derivative instruments. Separately list each investment derivative instrument included in the table above and discuss the exposure to risk from these investments for the following risks:

**1. Credit Risk of Investment Derivative Instruments**

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**2. Interest Rate Risk of Investment Derivative Instruments**

Investment Derivative Instrument	Notional Amount	Fair Value	Investment Maturities (in years)			
			Less than 1	1 - 5	6 - 10	More than 10

Disclose the reference rate for each investment derivative instrument along with any embedded options

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**3. Foreign Currency Risk of Investment Derivative Instruments**

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<u>Foreign Currency</u>	<u>Fair Value in U.S. Dollars</u>	
	<u>Bonds</u>	<u>Stocks</u>
	\$ _____	\$ _____
	_____	_____
	_____	_____
<b>Total</b>	<b>\$ _____ -</b>	<b>\$ _____ -</b>

**4. Reclassification from Hedging Derivative Instrument to Investment Derivative Instrument**

<u>Item Reclassified</u>	<u>Notional Amount</u>	<u>Ineffective @</u>	<u>Fair Value @</u>	<u>Ineffective @</u>	<u>Fair Value @</u>	<u>Change in Fair Value @</u>
		<u>6/30/13 (Y/N)</u>	<u>6/30/13</u>	<u>6/30/12 (Y/N)</u>	<u>6/30/12</u>	<u>6/30/13</u>
						-
						-
						-
						-

**C. Hedging Derivative Instruments**

Complete the following table- Terms and Objectives of Hedging Derivative Instruments - for all hedging derivative instruments held by the entity at June 30, 20\_\_.

<u>Terms and Objectives of Hedging Derivative Instruments</u>						
<u>Type</u>	<u>Notional</u>	<u>Objective</u>	<u>Effective Date</u>	<u>Maturity Date</u>	<u>Terms *</u>	<u>Counterparty Credit Rating</u>

\*Terms include reference rates, embedded options, and the amount of cash paid or received, if any, when a forward contract or swap (including swaptions) was entered into.

Interest rates and the various swap indices change over time. Use the schedule below to summarize payments on the swap and interest payments to bondholders for applicable hedging derivative instruments.

List each hedging derivative separately, and discuss the exposure to risk from these hedges for the following risks:

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Hedging Derivative Instrument	Counterparty Swap Payment			Interest Payments to Bondholders	Total Payments
	To	From	Net		

1. Credit Risk of Hedging Derivative Instruments


2. Interest Rate Risk of Hedging Derivative Instruments

Hedging Derivative Instrument	Notional Amount	Fair Value	Investment Maturities (in years)			
			Less than 1	1 - 5	6 - 10	More than 10

~~B~~  
3. Basis Risk of Hedging Derivative Instruments


4. Termination Risk of Hedging Derivative Instruments


5. Rollover Risk of Hedging Derivative Instruments


6. Market-Access Risk of Hedging Derivative Instruments

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7. Foreign Currency Risk of Hedging Derivative Instruments

Foreign Currency	Fair Value in U.S. Dollars	
	Bonds	Stocks
	\$ _____	\$ _____
	_____	_____
	_____	_____
Total	\$ _____	\$ _____

If any hedged items are a debt obligation, then its net cash flows are required to be disclosed in accordance with GASB Statement 38, paragraphs 10 – 11. This information, if applicable, should be provided below, and will be included in Note 8 of the CAFR.

Using the following chart, provide the principal and interest requirements to maturity for those hedged items that are a debt obligation. If your fiscal year ends other than June 30, change the date within the table. If the number of years for your debt to terminate exceeds the years listed, add those years to the table (in 5 year increments).

Debt and Lease Obligations for Hedged Debt (per GASB Statement 38, paragraph 10)

Fiscal Year Ending June 30	Principal	Interest	Hedging Derivative Instruments, Net	Total
2014	\$ _____	\$ _____	\$ _____	\$ _____
2015	_____	_____	_____	_____
2016	_____	_____	_____	_____
2017	_____	_____	_____	_____
2018	_____	_____	_____	_____
2019-2023	_____	_____	_____	_____
2024-2028	_____	_____	_____	_____
2029-2033	_____	_____	_____	_____
2034-2038	_____	_____	_____	_____
2039-2043	_____	_____	_____	_____
Total	_____	_____	_____	_____

*Note: The hedging derivative column reflects only net receipts/payments on derivative instruments that qualify for hedge accounting.*

List any terms by which the interest rates change for variable-rate debt.

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Using the following chart, provide the future minimum lease payments for those hedged items that are obligations under capital and noncancelable operating leases (per GASB

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Statement 38, paragraph 11). If your fiscal year ends other than June 30, change the date within the table. If the number of years for your lease extends beyond the years listed, add those years to the table (in 5 year increments).

Fiscal Year Ending June 30	Minimum Future Lease Payment
2014	\$ _____
2015	_____
2016	_____
2017	_____
2018	_____
2019-2023	_____
2024-2028	_____
2029-2033	_____
2034-2038	_____
2039-2043	_____

If effectiveness is determined by another quantitative method not identified in GASB Statement 53, provide the identity and characteristics of the method used, the range of critical terms the method tolerates, and the actual critical terms of the hedge.

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**D. Contingent Features**

Disclose any contingent features that are included in derivative instruments held at the end of the reporting period. The required disclosures include (1) the existence and nature of contingent features and the circumstances in which the features could be triggered, (2) the aggregate fair value of derivative instruments that contain those features, (3) the aggregate fair value of assets that would be required to be posted as collateral or transferred in accordance with the provisions related to the triggering of the contingent liabilities, and (4) the amount, if any, that has been posted as collateral by the government as of the end of the reporting period.

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**E. Hybrid Instruments**

If your entity has any hybrid instruments, disclosure of the companion instrument should be consistent with disclosures required of similar transactions. List any hybrid instruments below and provide information regarding any hybrid instruments and a reference to where the required disclosures can be found. If the required disclosures are not presented elsewhere, provide those disclosures below. If your entity does not have any hybrid instruments, state "None".

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**F. Synthetic Guaranteed Investment Contracts (SGICs)**

If your entity has a fully benefit-responsive SGIC, then a description of the nature of the SGIC and the SGIC's fair value (including separate disclosure of the fair value of the wrap contract and the fair value of the corresponding underlying investments) should be disclosed as of the end of the reporting period. Provide those required disclosures below. If your entity does not have any, state "None".

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**5. POLICIES**

Briefly describe the deposit and/or investment policies related to the custodial credit risk, credit risk of debt investments, concentration of credit risk, interest rate risk, and foreign currency risk disclosed in this note. If no policy exists concerning the risks disclosed, please state that fact.

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**6. OTHER DISCLOSURES REQUIRED FOR INVESTMENTS**

a. Investments in pools managed by other governments or mutual funds

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b. Securities underlying reverse repurchase agreements \_\_\_\_\_

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c. Unrealized investment losses \_\_\_\_\_

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d. Commitments as of \_\_\_\_\_ (fiscal close), to resell securities under yield maintenance repurchase agreements:

1. Carrying amount and market value at June 30 of securities to be resold

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2. Description of the terms of the agreement

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- e. Losses during the year due to default by counterparties to deposit or investment transactions \_\_\_\_\_  
\_\_\_\_\_
- f. Amounts recovered from prior period losses which are not shown separately on the statement of net position \_\_\_\_\_

Legal or Contractual Provisions for Reverse Repurchase Agreements

- g. Source of legal or contractual authorization for use of reverse repurchase agreements \_\_\_\_\_
- h. Significant violations of legal or contractual provisions for reverse repurchase agreements that occurred during the year \_\_\_\_\_

Reverse Repurchase Agreements as of Year-End

- i. Credit risk related to the reverse repurchase agreements (other than yield maintenance agreements) outstanding at year end, that is, the aggregate amount of reverse repurchase agreement obligations including accrued interest compared to aggregate market value of the securities underlying those agreements including interest \_\_\_\_\_  
\_\_\_\_\_
- j. Commitments on \_\_\_\_\_ (fiscal close) to repurchase securities under yield maintenance agreements \_\_\_\_\_
- k. Market value on \_\_\_\_\_ (fiscal close) of the securities to be repurchased \_\_\_\_\_
- l. Description of the terms of the agreements to repurchase \_\_\_\_\_
- m. Losses recognized during the year due to default by counterparties to reverse repurchase agreements \_\_\_\_\_
- n. Amounts recovered from prior-period losses which are not separately shown on the operating statement \_\_\_\_\_

Fair Value Disclosures (GASB 31)

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- o. Methods and significant assumptions used to estimate fair value of investments, if fair value is not based on quoted market prices \_\_\_\_\_  
\_\_\_\_\_
- p. Basis for determining which investments, if any, are reported at amortized cost  
\_\_\_\_\_
- q. For investments in external investment pools that are not SEC-registered, a brief description of any regulatory oversight for the pool  
\_\_\_\_\_
- r. Whether the fair value of your investment in the external investment pool is the same as the value of the pool shares \_\_\_\_\_
- s. Any involuntary participation in an external investment pool \_\_\_\_\_  
\_\_\_\_\_
- t. If you are unable to obtain information from a pool sponsor to determine the fair value of your investment in the pool, methods used and significant assumptions made in determining fair value and the reasons for having had to make such an estimate  
\_\_\_\_\_
- u. Any income from investments associated with one fund that is assigned to another fund  
\_\_\_\_\_

**Land and Other Real Estate Held as Investments by Endowments (GASB 52)**

- v. \_\_\_\_\_ (agency/entity) owns land or other real estate held as investments by endowments. (yes/no) Land or real estate held as investments by endowments is reported at fair value in the entity's financial statements and any applicable fair value note disclosures are reported in the preceding fair value disclosure section.

**D. CAPITAL ASSETS – INCLUDING CAPITAL LEASE ASSETS**

The fixed assets used in the Special Purpose Government Engaged only in Business-Type Activities are included on the statement of net position of the entity and are capitalized at cost. Depreciation of all exhaustible fixed assets used by the entity is charged as an expense against operations. Depreciation for financial reporting purposes is computed by the straight line method over the useful lives of the assets.

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Schedule of Capital Assets (includes capital leases)

<u>Agency</u>	Balance 6/30/2012	Prior Period Adjustments	Restated Balance 6/30/2012	Additions	*	**	Balance 6/30/2013
					Reclassifi- cation of CIP	Retirements	
Capital assets not depreciated:							
Land	\$ 5,788	\$ -	\$ 5,788	\$ -	\$ -	\$ -	\$ 5,788
Non-depreciable land improvements	-	-	-	-	-	-	-
Non-depreciable easements	-	-	-	-	-	-	-
Capitalized collections	-	-	-	-	-	-	-
Software - development in progress	-	-	-	-	-	-	-
Construction in progress	-	-	-	-	-	-	-
Total capital assets not depreciated	<u>\$ 5,788</u>	<u>\$ -</u>	<u>\$ 5,788</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 5,788</u>
Other capital assets:							
Depreciable land improvements	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
** Accumulated depreciation	-	-	-	-	-	-	-
Total land improvements	-	-	-	-	-	-	-
Buildings	3,896	-	3,896	-	-	-	3,896
** Accumulated depreciation	(2,122)	-	(2,122)	(95)	-	-	(2,217)
Total buildings	1,774	-	1,774	(95)	-	-	1,679
Machinery & equipment	2,676	-	2,676	544	-	(337)	2,883
** Accumulated depreciation	(1,257)	-	(1,257)	(310)	-	255	(1,312)
Total machinery & equipment	1,419	-	1,419	234	-	(82)	1,571
Infrastructure	-	-	-	-	-	-	-
** Accumulated depreciation	-	-	-	-	-	-	-
Total infrastructure	-	-	-	-	-	-	-
Software (internally generated & purchased)	-	-	-	-	-	-	-
Other intangibles	-	-	-	-	-	-	-
** Accumulated amortization - software	-	-	-	-	-	-	-
** Accumulated amortization - other intangibles	-	-	-	-	-	-	-
Total intangibles	-	-	-	-	-	-	-
Total other capital assets	<u>\$ 3,193</u>	<u>\$ -</u>	<u>\$ 3,193</u>	<u>\$ 139</u>	<u>\$ -</u>	<u>\$ (82)</u>	<u>\$ 3,250</u>
Capital asset summary:							
Capital assets not depreciated	\$ 5,788	\$ -	\$ 5,788	\$ -	\$ -	\$ -	\$ 5,788
Other capital assets, book value	6,572	-	6,572	544	-	(337)	6,779
Total cost of capital assets	12,360	-	12,360	544	-	(337)	12,567
Accumulated depreciation/amortization	(3,379)	-	(3,379)	(405)	-	255	(3,529)
Capital assets, net	<u>\$ 8,981</u>	<u>\$ -</u>	<u>\$ 8,981</u>	<u>\$ 139</u>	<u>\$ -</u>	<u>\$ (82)</u>	<u>\$ 9,038</u>

\* Should only be used for those completed projects coming out of construction-in-progress to capital assets.

\*\* Enter a negative number except for accumulated depreciation in the retirement column

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If other intangible assets were reported in the table above, list the types of intangible assets, their cost, and accumulated amortization for each type of intangible assets reported.

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**E. INVENTORIES**

The BTA's inventories are valued using \_\_\_\_\_ (method of valuation – FIFO, LIFO, weighted average, moving average, specific identification, etc). These are perpetual inventories and are expensed when used.

**F. RESTRICTED ASSETS**

Restricted assets in the \_\_\_\_\_ (BTA) at \_\_\_\_\_ (fiscal year end), reflected at \$ \_\_\_\_\_ in the non-current assets section on Statement A, consist of \$ \_\_\_\_\_ in cash with fiscal agent, \$ \_\_\_\_\_ in receivables, and \$ \_\_\_\_\_ investment in \_\_\_\_\_ (identify the type of investments held.) State the purpose of the restrictions:

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**G. LEAVE**

**1. COMPENSATED ABSENCES**

The WEST AUTHORITY (BTA) has the following policy on annual and sick leave: (Describe leave policy.)

An example disclosure follows:

Employees earn and accumulate annual and sick leave at various rates depending on their years of service. The amount of annual and sick leave that may be accumulated by each employee is unlimited. Upon termination, employees or their heirs are compensated for up to 300 hours of unused annual leave at the employee's hourly rate of pay at the time of termination. Upon retirement, unused annual leave in excess of 300 hours plus unused sick leave is used to compute retirement benefits.

The cost of leave privileges, computed in accordance with GASB Codification Section C60, is recognized as a current year expenditure in the fund when leave is actually taken; it is recognized in the enterprise funds when the leave is earned. The cost of leave privileges applicable to general government operations not requiring current resources is recorded in long-term obligations.

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**2. COMPENSATORY LEAVE**

Employees who are considered having non-exempt status according to the guidelines contained in the Fair Labor Standards Act may be paid for compensatory leave earned (K-time). Upon termination or transfer, an employee will be paid for any time and one-half compensatory leave earned and may or may not be paid for any straight hour-for-hour compensatory leave earned. Compensation paid will be based on the employees' hourly rate of pay at termination or transfer. The liability for accrued payable compensatory leave at \_\_\_\_\_ (fiscal year end) computed in accordance with the Codification of Governmental Accounting and Financial Reporting Standards, Section C60.105 is estimated to be \$ \_\_\_\_\_. The leave payable is recorded in the accompanying financial statements.

**H. RETIREMENT SYSTEM**

Substantially all of the employees of the (BTA) are members of the Louisiana State Employees Retirement System (LASERS), a single employer defined benefit pension plan. The System is a statewide public employee retirement system (PERS) for the benefit of state employees, which is administered and controlled by a separate board of trustees. (Note: If LASERS is not your entity's retirement system, indicate the retirement system that is and replace any wording in this note that doesn't apply to your retirement system with the applicable wording.)

All full-time (BTA) employees are eligible to participate in the System unless they elect to continue as a contributing member in any other retirement system for which they remain eligible for membership. Certain elected officials and officials appointed by the governor may, at their option, become members of LASERS. Normal benefits vest with 10 years of service. Generally, retirement age employees are entitled to annual benefits equal to \$300 plus 2.5% of their highest consecutive 36 months' average salary multiplied by their years of credited service except for members eligible to begin participation in the Defined Benefit Plan (DBP) on or after July 1, 2006. Act 75 of the 2005 Regular Session changes retirement eligibility and final average compensation for members who are eligible to begin participation in the DBP beginning July 1, 2006. Retirement eligibility for these members is limited to age 60, or thereafter, upon attainment of ten years of creditable service. Final average compensation will be based on the member's average annual earned compensation for the highest 60 consecutive months of employment.

Vested employees eligible to begin participation in the DBP before July 1, 2006, are entitled to a retirement benefit, payable monthly for life at (a) any age with 30 years of service, (b) age 55 with 25 years of service, or (c) age 60 with 10 years of service. In addition, these vested employees have the option of reduced benefits at any age with 20 years of service. Those hired on or after July 1, 2006 have only a single age option. They cannot retire until age 60 with a minimum of 10 years of service. The System also provides death and disability benefits and deferred benefit options, with qualifications and amounts defined by statute.

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Benefits are established or amended by state statute. The System issues a publicly available annual financial report that includes financial statements and required supplementary information for the System. For a full description of the LASERS defined benefit plan, please refer to the LASERS 2012 Financial Statements, specifically, footnotes A – Plan Description and C – Contributions. A copy of the report may be obtained by writing to the Louisiana State Employees Retirement System, Post Office Box 44213, Baton Rouge, Louisiana 70804-4213, or by calling (225) 922-0600 or (800) 256-3000. The footnotes to the Financial Statements contain additional details and are also available on-line at:

[http://www.lasersonline.org/uploads/CAFR\\_2012.pdf](http://www.lasersonline.org/uploads/CAFR_2012.pdf)

All members are required by state statute to contribute with the vast majority of employees of the state who became members before July 1, 2006 contributing 7.5% of gross salary. Act 75 of the 2005 Regular Session increases the member contribution rate from 7.5% to 8% for new members hired after June 30, 2006. The (BTA) is required to contribute at an actuarially determined rate as required by R.S. 11:102. The contribution rate for the fiscal year ended June 30, 2013, increased to 28.65% of annual covered payroll from the 25.60% and \_\_\_% required in fiscal years ended June 30, 2012 and 2011 respectively. The (BTA) contributions to the System for the years ending June 30, 2013, 2012, and 2011, were \$525,781, \$439,895, and \$367,427, respectively, equal to the required contributions for each year.

**I. OTHER POSTEMPLOYMENT BENEFITS (OPEB)**

GASB Statement 43, *Financial Reporting for Postemployment Benefit Plans Other Than Pension Plans* addresses accounting and financial reporting for OPEB trust and agency funds of the employer. GASB Statement 45, *Accounting and Financial Reporting by Employers for Postemployment Benefits Other than Pensions* establishes standards of accounting and financial reporting for OPEB expense/expenditures and related OPEB liabilities or OPEB assets, note disclosures, and required supplementary information (RSI) in the financial reports of governmental employers. See the GASB Statement 45 note disclosures requirements in section 2 of this note.

**1. Calculation of Net OPEB Obligation**

Complete the following table for only the net OPEB obligation (NOO) related to OPEB administered by the Office of Group Benefits. The ARC, NOO at the beginning of the year, interest, ARC adjustment, and Annual OPEB Expense have been computed for OGB participants (see OSRAP's website - <http://www.doa.louisiana.gov/OSRAP/afpackets.htm>) and select "GASB 45 OPEB Valuation Report as of July 1, 2012, to be used for fiscal year ending June 30, 2013." Report note disclosures for other plans, not administrated by OGB, separately.

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Fiscal year ending	Annual OPEB expense and net OPEB Obligation	6/30/2013
1. * ARC		\$365
2. * Interest on NOO		<u>\$30</u>
3. * ARC adjustment		<u>(\$44)</u>
4. * Annual OPEB Expense (1. + 2. - 3.)		<u>\$351</u>
5. Contributions (employer pmts. to OGB for retirees' cost of 2013 insurance premiums)		<u>(\$159)</u>
6. Increase in Net OPEB Obligation (4. - 5.)		<u>\$192</u>
7. *NOO, beginning of year (see actuarial valuation report on OSRAP's website)		<u>\$765</u>
8. **NOO, end of year (6. + 7.)		<u><u>\$957</u></u>

\*This must be obtained from the OSRAP website on the spreadsheet "GASB 45 OPEB Valuation Report as of July 1, 2012, to be used for fiscal year ending June 30, 2013."

\*\*This should be the same amount as that shown on the statement of net position for the year ended June 30, 2013 if your entity's only OPEB is administered by OGB.

For more information on calculating the annual OPEB expense and the net OPEB obligation, see **Appendices Packet - Appendix D** at [http://www.doa.louisiana.gov/OSRAP/afrp\\_packets.htm](http://www.doa.louisiana.gov/OSRAP/afrp_packets.htm).

**2. Note Disclosures**

If your only OPEB provider is OGB, your entity will have no OPEB note disclosures for OSRAP other than the OPEB calculation above; however, GASB Statement 45 note disclosures are required for separately issued GAAP financial statements. Please provide OSRAP with the applicable GASB Statements 43 and 45 note disclosures if your entity's OPEB group insurance plan is administered by an entity other than OGB. Following is a summary of the requirements of GASB Statement 45.

**I. Plan Description**

- a) Name of Plan
- b) Identify entity that administers the plan
- c) Type of plan
- d) Brief description of the types of benefits
- e) Authority under which benefit provisions are established or may be amended
- f) Whether the OPEB plan issues a stand-alone financial report or is included in the report of a PERS or another entity, and, if so how to obtain the report.

**II. Funding Policy**

- a) Authority under which the obligations of the plan members, employers, and other contributing entities (e.g., state contributions to local government plans) to contribute to the plan are established or may be amended.
- b) Required contribution rates of plan members (amount per member or percentage of covered payroll).

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- c) Required contribution rates of the employer in accordance with the funding policy (in dollars or as percentage of current-year covered payroll) and, if applicable, legal or contractual maximum contribution rates: If the plan is a single-employer or agent plan and the rate differs significantly from the ARC, disclose how the rate is determined (e.g., by statute or contract) or that the plan is financed on a pay-as-you-go basis. If the plan is a cost-sharing plan, disclose the required contributions in dollars and the percentage of that amount contributed for the current year and each of the two preceding years, and how the required contribution rate is determined (e.g., by statute or by contract, or on an actuarially determined basis) or that the plan is financed on a pay-as-you-go basis.

**III. Additional disclosures for sole and agent employers for each plan:**

- a) For current year (CY), annual OPEB cost and the dollar amount of contributions made. If the employer has a net OPEB obligation, also disclose the components of annual OPEB cost (ARC, interest on the net OPEB obligation, and the adjustment to the ARC), the increase or decrease in the net OPEB obligation, and the net OPEB obligation at the end of the year.
- b) For the current year and each of the two preceding years, disclose annual OPEB cost, percentage of annual OPEB cost contributed that year, and net OPEB obligation at the end of the year. (For the first two years, the required information should be presented for the transition year, and for the current and transition years, respectively.)
- c) Information about the funded status of the plan as of the most recent valuation date, including the actuarial valuation date, the actuarial value of assets, the actuarial accrued liability, the total unfunded actuarial liability (or funding excess), the actuarial value of assets as a percentage of the actuarial accrued liability (funded ratio), the annual covered payroll, and the ratio of the unfunded actuarial liability (or funding excess) to annual covered payroll. The information should be calculated in accordance with the parameters. However, employers that meet the criteria in GASB Statement 45, paragraph 11 may elect to use the alternative measurement method discussed in GASB Statement 45, paragraphs 33 through 35. Employers that use the aggregate actuarial cost method should prepare this information using the entry age actuarial cost method for that purpose only.
- d) Information about the actuarial methods and assumptions used in valuations on which reported information about the ARC, annual OPEB cost, and the funded status and funding progress of OPEB plans is based, including the following:
  - 1) Disclosure that actuarial valuations involve estimates of the value of reported amounts and assumptions about the probability of events far into the future, and that actuarially determined amounts are subject to continual revision as

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- actual results are compared to past expectations and new estimates are made about the future.
- 2) Disclosure that the required schedule of funding progress immediately following the notes to the financial statements presents multi-year trend information about whether the actuarial value of plan assets is increasing or decreasing over time relative to the actuarial accrued liability for benefits.
  - 3) Disclosure that calculations are based on the types of benefits provided under the terms of the substantive plan at the time of each valuation and on the pattern of sharing of costs between the employer and plan members to that point. In addition, if applicable, the employer should disclose that the projection of benefits for financial reporting purposes does not explicitly incorporate the potential effects of legal or contractual funding limitations (as discussed in the disclosure of funding policy in paragraph II(c) above) on the pattern of cost sharing between the employer and plan members in the future.
  - 4) Disclosure that actuarial calculations reflect a long-term perspective. In addition, if applicable, disclosure that, consistent with that perspective, actuarial methods and assumptions used include techniques that are designed to reduce short-term volatility in actuarial accrued liabilities and the actuarial value of assets.
  - 5) Identification of the actuarial methods and significant assumptions used to determine the ARC for the current year and the information required by paragraph III(c) above. The disclosures should include:
    - (a) The actuarial cost method.
    - (b) The method(s) used to determine the actuarial value of assets.
    - (c) The assumptions with respect to the inflation rate, investment return (including the method used to determine a blended rate for a partially funded plan, if applicable), postretirement benefit increases if applicable, projected salary increases if relevant to determination of the level of benefits, and, for postemployment healthcare plans, the healthcare cost trend rate. If the economic assumptions contemplate different rates for successive years (year-based or select and ultimate rates), the rates that should be disclosed are the initial and ultimate rates.
    - (d) The amortization method (level dollar or level percentage of projected payroll) and the amortization period (equivalent single amortization period, for plans that use multiple periods) for the most recent actuarial valuation and whether the period is closed or open. Employers that use the aggregate actuarial cost method should disclose that because the method does not identify or separately amortize unfunded actuarial liabilities, information about funded status and funding progress has been prepared using the entry age actuarial cost method for that purpose, and that the information presented is intended to approximate the funding progress of the plan.

**IV. Required Supplementary Information:**

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Sole and agent employers should present the following information for the most recent actuarial valuation and the two preceding valuations:

- a. Information about the funding progress of the plan, including, for each valuation, each of the elements of information listed in paragraph III(c) above.
- b. Factors that significantly affect the identification of trends in the amounts reported, including, for example, changes in benefit provisions, the size or composition of the population covered by the plan, or the actuarial methods and assumptions used. (The amounts reported for prior years should not be restated.) The information should be calculated in accordance with the parameters and should be presented as RSI. Employers that use the aggregate actuarial cost method should prepare the information using the entry age actuarial cost method and should disclose that fact and that the purpose of this disclosure is to provide information that approximates the funding progress of the plan.

If the cost-sharing plan in which an employer participates does not issue and make publicly available a stand-alone plan financial report prepared in accordance with the requirements of Statement 43, and the plan is not included in the financial report of a PERS or another entity, the cost-sharing employer should present as RSI in its own financial report schedules of funding progress and employer contributions for the plan (and notes to these schedules), prepared in accordance with the requirements of Statement 43. The employer should disclose that the information presented relates to the cost-sharing plan as a whole, of which the employer is one participating employer, and should provide information helpful for understanding the scale of the information presented relative to the employer.

**J. LEASES**

**NOTE: Where five-year amounts are requested, list the total amount (sum) for the five-year period, not the annual amount for each of the five years.)**

**1. OPERATING LEASES**

The total payments for operating leases during fiscal year \_\_\_\_\_ amounted to \$ \_\_\_\_\_. (Note: If lease payments extend past FY 2028, create additional columns and report these future minimum lease payments in five year increments.) A schedule of payments for operating leases follows:

Nature of lease	FY 2014	FY 2015	FY 2016	FY 2017	FY 2018	FY 2019-2023	FY 2024-2028
Office Space	\$ _____	\$ _____	\$ _____	\$ _____	\$ _____	\$ _____	\$ _____
Equipment	_____	_____	_____	_____	_____	_____	_____
Land	_____	_____	_____	_____	_____	_____	_____
Other	_____	_____	_____	_____	_____	_____	_____
Total	\$ _____	\$ _____	\$ _____	\$ _____	\$ _____	\$ _____	\$ _____

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**2. CAPITAL LEASES**

Capital leases (are/are not) recognized in the accompanying financial statements. The amounts to be accrued for capital leases and the disclosures required for capital and operating leases by National Council on Governmental Accounting (NCGA) Statement No. 5, as adopted by the Governmental Accounting Standards Board, and GASB Statement 62 should be reported on the following schedules:

Capital leases are defined as an arrangement in which any one of the following conditions apply: (1) ownership transfers by the end of the lease, (2) the lease contains a bargain purchase option, (3) the lease term is 75% of the asset life or, (4) the discounted minimum lease payments are 90% of the fair market value of the asset.

Schedule A should be used to report all capital leases including new leases in effect as of 6/30/13. In Schedule B, report only those new leases entered into during fiscal year 2012-2013.

**SCHEDULE A – TOTAL AGENCY CAPITAL LEASES EXCEPT LEAF**

<u>Nature of lease</u>	<u>Gross Amount of Leased Asset (Historical Cost)</u>	<u>Remaining interest to end of lease</u>	<u>Remaining principal to end of lease</u>
a. Office space	\$ _____	\$ _____	\$ _____
b. Buildings	_____	_____	_____
c. Equipment	_____	_____	_____
d. Land	_____	_____	_____
e. Other	_____	_____	_____
<b>Total</b>	<b>\$ _____ -</b>	<b>\$ _____ -</b>	<b>\$ _____ -</b>

The following is a schedule by years of future minimum lease payments under capital leases together with the present value of the minimum lease payments as of (last day of your fiscal year) and a breakdown of yearly principal and interest: (Note: If lease payments extend past FY2033, create additional rows and report these future minimum lease payments in five year increments.)

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Year ending June 30:	Total
2014	\$ _____
2015	_____
2016	_____
2017	_____
2018	_____
2019-2023	_____
2024-2028	_____
2029-2033	_____
Total minimum lease payments	_____ -
Less amounts representing executory costs	_____
Net minimum lease payments	_____ -
Less amounts representing interest	_____
Present value of net minimum lease payments	\$ _____ -

**SCHEDULE B – NEW AGENCY CAPITAL LEASES EXCEPT LEAF**

<u>Nature of lease</u>	<u>Gross Amount of Leased Asset (Historical Cost)</u>	<u>Remaining interest to end of lease</u>	<u>Remaining principal to end of lease</u>
a. Office space	\$ _____	\$ _____	\$ _____
b. Buildings	_____	_____	_____
c. Equipment	_____	_____	_____
d. Land	_____	_____	_____
e. Other	_____	_____	_____
Total	\$ _____ -	\$ _____ -	\$ _____ -

The following is a schedule by years of future minimum lease payments under capital leases together with the present value of the net minimum lease payments as of (last day of your fiscal year) and a breakdown of yearly principal and interest: (Note: If lease payments extend past FY 2033, create additional rows and report these future minimum lease payments in five year increments.)

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Year ending June 30:	Total
2014	\$ _____
2015	_____
2016	_____
2017	_____
2018	_____
2019-2023	_____
2024-2028	_____
2029-2033	_____
Total minimum lease payments	_____ -
Less amounts representing executory costs	_____
Net minimum lease payments	_____ -
Less amounts representing interest	_____
Present value of net minimum lease payments	\$ _____ -

**SCHEDULE C – LEAF CAPITAL LEASES**

<u>Nature of lease</u>	<u>Gross Amount of Leased Asset (Historical Cost)</u>	<u>Remaining interest to end of lease</u>	<u>Remaining principal to end of lease</u>
a. Office space	\$ _____	\$ _____	\$ _____
b. Equipment	_____	_____	_____
c. Land	_____	_____	_____
d. Other	_____	_____	_____
Total \$	\$ _____ -	\$ _____ -	\$ _____ -

The following is a schedule by years of future minimum lease payments under capital leases financed through the LEAF program, together with the present value of the net minimum lease payments as of (last day of your fiscal year) and a breakdown of yearly principal and interest: (Note: If lease payments extend past FY 2033, create additional rows and report these future minimum lease payments in five year increments.)

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Year ending June 30:	<u>Total</u>
2014	\$ _____
2015	_____
2016	_____
2017	_____
2018	_____
2019-2023	_____
2024-2028	_____
2029-2033	_____
Total minimum lease payments	_____ -
Less amounts representing executory costs	_____
Net minimum lease payments	_____ -
Less amounts representing interest	_____
Present value of net minimum lease payments	\$ _____ -

**3. LESSOR DIRECT FINANCING LEASES**

A lease is classified as a direct financing lease (1) when any one of the four capitalization criteria used to define a capital lease for the lessee is met and (2) when both the following criteria are satisfied:

- Collectability of the minimum lease payments is reasonably predictable.
- No important uncertainties surround the amount of the unreimbursable costs yet to be incurred by the lessor under the lease.

Provide a general description of the direct financing agreement and complete the chart below:

<u>Composition of lease</u>	<u>Date of lease</u>	<u>Minimum lease payment receivable</u>	<u>Remaining interest to end of lease</u>	<u>Remaining principal to end of lease</u>
a. Office space	_____	\$ _____	\$ _____	\$ _____
b. Buildings	_____	_____	_____	_____
c. Equipment	_____	_____	_____	_____
d. Land	_____	_____	_____	_____
e. Other	_____	_____	_____	_____
Less amounts representing executory costs		_____		
Minimum lease payment receivable		_____ -		
Less allowance for doubtful accounts		_____		
Net minimum lease payments receivable		_____ -		
Less estimated residual value of leased property		_____		
Less unearned income		_____		
Net investment in direct financing lease		\$ _____ -		

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Minimum lease payment receivables do not include contingent rentals which may be received as stipulated in the lease contracts. Contingent rental payments occur if, for example, the use of the equipment, land, or building etc., exceeds a certain level of activity each year. Contingent rentals received for fiscal year 2013 were \$ \_\_\_\_\_ for office space, \$ \_\_\_\_\_ for buildings, \$ \_\_\_\_\_ for equipment, \$ \_\_\_\_\_ for land, and \$ \_\_\_\_\_ for other.

The following is a schedule by year of minimum leases receivable for the remaining fiscal years of the lease as of \_\_\_\_\_ (the last day of your fiscal year): (Note: If lease receivables extend past FY 2033, please create additional rows and report these future minimum lease payment receivables in five year increments.)

Year ending _____:	
2014	\$ _____
2015	_____
2016	_____
2017	_____
2018	_____
2019-2023	_____
2024-2028	_____
2029-2033	_____
Total	\$ _____

**4. LESSOR – OPERATING LEASE**

When a lease agreement does not satisfy at least one of the four criteria (common to both lessee and lessor accounting), or both of the criteria for a lessor lease (collectability and no uncertain reimbursable costs), the lease is classified as an operating lease. In an operating lease, there is no simulated sale and the lessor simply records rent revenues as they become measurable and available.

Provide the cost and carrying amount, if different, of property on lease or held for lease organized by major class of property and the amount of accumulated depreciation as of \_\_\_\_\_ 20\_\_:

	<u>Cost</u>	<u>Accumulated depreciation</u>	<u>Carrying amount</u>
a. Office space	\$ _____	\$ _____	\$ _____
b. Building	_____	_____	_____
c. Equipment	_____	_____	_____
d. Land	_____	_____	_____
e. Other	_____	_____	_____
Total	\$ _____	\$ _____	\$ _____

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The following is a schedule by years of minimum future rentals receivable on non-cancelable operating lease(s) as of \_\_\_\_\_ (the last day of your fiscal year): (Note: If lease receivables extend past FY 2033, please create additional rows and report these future minimum lease payment receivables in five year increments.)

Year Ended June 30,	Office Space	Equipment	Land	Other	Total
2014	\$ -	\$ -	\$ -	\$ -	\$ -
2015	-	-	-	-	-
2016	-	-	-	-	-
2017	-	-	-	-	-
2018	-	-	-	-	-
2019-2023	-	-	-	-	-
2024-2028	-	-	-	-	-
2029-2033	-	-	-	-	-
<b>Total</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>

Current year lease revenues received in fiscal year \_\_\_\_\_ totaled \$ \_\_\_\_\_.  
 Contingent rentals received from operating leases received for your fiscal year was \$ \_\_\_\_\_ for office space, \$ \_\_\_\_\_ for buildings, \$ \_\_\_\_\_ for equipment, \$ \_\_\_\_\_ for land, and \$ \_\_\_\_\_ for other.

**K. LONG-TERM LIABILITIES**

The following is a summary of long-term debt transactions of the entity for the year ended June 30, 2013:

	Year ended June 30, 2013				Amounts due within one year
	Balance June 30, 2012	Additions	Reductions	Balance June 30, 2013	
<b>Notes and bonds payable:</b>					
Notes payable	\$ -	\$ -	\$ -	\$ -	\$ -
Bonds payable	400	-	400	-	-
Total notes and bonds	400	-	400	-	-
<b>Other liabilities:</b>					
Contracts payable	-	-	-	-	-
Compensated absences payable	278	-	4	274	274
Capital lease obligations	-	-	-	-	-
Claims and litigation	-	-	-	-	-
Pollution remediation obligation	-	-	-	-	-
OPEB payable	765	192	-	957	-
Other long-term liabilities	-	-	-	-	-
Total other liabilities	1,043	192	4	1,231	274
<b>Total long-term liabilities</b>	<b>\$ 1,443</b>	<b>\$ 192</b>	<b>\$ 404</b>	<b>\$ 1,231</b>	<b>\$ 274</b>

(Balances at June 30<sup>th</sup> should include current and non-current portion of L-T liabilities.)

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(Send OSRAP a copy of the amortization schedule for any new debt issued.) The totals must equal the statement of net position for each type of long-term liabilities.

**L. CONTINGENT LIABILITIES**

GAAP requires that the notes to the financial statements disclose any situation where there is at least a reasonable possibility that assets have been impaired or that a liability has been incurred along with the dollar amount if it can reasonably be estimated. The State has a Self-Insurance Fund administered by the Office of Risk Management and it negotiates, and settles certain tort claims against the State or State agencies. Those claims against the State not handled through the Office of Risk Management should be reported in the following note. Do not report impaired capital assets as defined by GASB Statement 42 below, rather disclose GASB Statement 42 impaired capital assets in the impairment note.

The “probable outcome” of litigation can be described as probable, reasonably possible, or remote. Probable means the future event is likely to occur; reasonably possible means the future event is more than remote but less than likely to occur; remote means the future event has a slight chance to occur. Losses or ending litigation that is probable in nature should be accrued in the financial statements and reflected on the account line, Claims and Litigation Payable.

The \_\_\_\_\_ (BTA) is a defendant in litigation seeking damages as follows: (List only litigation not being handled by the Office of Risk Management.

Date of Action	Check (✓) if handled by AG's Office	Description of Litigation and Probable outcome (probable, reasonably possible or remote)	Estimated Amount for Claims & Litigation (opinion of legal counsel)	Insurance Coverage
_____	_____	_____	\$ _____	\$ _____
_____	_____	_____	_____	_____
_____	_____	_____	_____	_____
			<b>\$ _____</b>	<b>\$ _____</b>

\* Check ONLY those cases in which the AG’s Office is representing or defending your entity. Also, if the AG’s Office is defending your entity in a lawsuit and you are not aware of the probable outcome or estimated liability for your entity, type “unknown” in the applicable fields and we will obtain the information from the AG’s Office.

Note: Liability for claims and judgments should include specific, incremental claim expenses if known or if it can be estimated. For example, the cost of outside legal assistance on a particular claim may be an incremental cost, whereas assistance from internal legal staff on a claim may not be incremental because the salary costs for internal staff normally will be incurred regardless of the claim. (See GASB 30, paragraph 9)

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(Only answer the following questions for those claims and litigation not being handled by the Office of Risk Management.)

Indicate the way in which risks of loss are handled (circle one).

- (a) Purchase of commercial insurance,
- (b) Participation in a public entity risk pool (e.g., Office of Risk Management claims)
- (c) Risk retention (e.g., Use of an internal service fund is considered risk retention because the entity as a whole has retained the risk of loss.)
- (d) Other (explain) \_\_\_\_\_

For entities participating in a risk pool (other than the Office of Risk Management), describe the nature of the participation, including the rights and the responsibilities of both the entity and the pool. \_\_\_\_\_

Describe any significant reductions in insurance coverage from coverage in the prior year by major categories of risk. Also, indicate whether the amount of settlements exceeded insurance coverage for each of the past three fiscal years. \_\_\_\_\_

Disclose any cases where it is probable that a liability has been incurred, but the effect of the liability has not been reflected in the financial statements because it cannot be estimated. \_\_\_\_\_

Disclose any guarantee of indebtedness even if there is only a remote chance that the government will be called on to honor its guarantee. \_\_\_\_\_

**Disallowed Cost:**

Those agencies collecting federal funds, which have been informed that certain of their previously claimed costs were disallowed, should disclose the requested information in the schedule shown below. Show each possible disallowance on a separate line in the chart.

	Program	Date of Disallowance	Amount	*Probability of Payment	Estimated Liability Amount**
1	_____	_____	\$ _____	_____	\$ _____
2	_____	_____	_____	_____	_____
3	_____	_____	_____	_____	_____
4	_____	_____	_____	_____	_____

\* Reasonably possible, probable, or remote

\*\* Indicate only if amount can be reasonably estimated by legal counsel

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**M. RELATED PARTY TRANSACTIONS**

FASB Codification Section 850 requires disclosure of the description of the relationship, the transaction(s), the dollar amount of the transaction(s) and any amounts due to or from that result from related party transactions. List all related party transactions. \_\_\_\_\_  
 \_\_\_\_\_  
 \_\_\_\_\_

**N. ACCOUNTING CHANGES**

Accounting changes made during the year involved a change in accounting \_\_\_\_\_ (principle, estimate or entity). The effect of the change is being shown in \_\_\_\_\_.

**O. IN-KIND CONTRIBUTIONS**

List all in-kind contributions that are not included in the accompanying financial statements.

<u>In-Kind Contributions</u>	<u>Cost/Estimated Cost/Fair Market Value/As Determined by the Grantor</u>
_____	\$ _____
_____	_____
_____	_____
Total	\$ _____

**P. DEFEASED ISSUES**

In \_\_\_\_\_, 20\_\_\_\_, the \_\_\_\_\_ (BTA), issued \$ \_\_\_\_\_ of taxable bonds. The purpose of the issue was to provide monies to advance refund portions of \_\_\_\_\_ bonds. In order to refund the bonds, portions of the proceeds of the new issue \$ \_\_\_\_\_, plus an additional \$ \_\_\_\_\_ of sinking fund monies together with certain other funds and/or securities, were deposited and held in an escrow fund created pursuant to an escrow deposit agreement dated \_\_\_\_\_ between the (BTA) and the escrow trustee. The amount in the escrow, together with interest earnings, will be used to pay the principal, redemption premium, and interest when due. The refunding resulted in reducing the total debt service payments by almost \$ \_\_\_\_\_ and gave the (BTA) an economic gain (difference between the present values of the debt service payments on the old and new debt) of \$ \_\_\_\_\_.

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**Q. REVENUES – PLEDGED OR SOLD (GASB 48)**

**1. PLEDGED REVENUES**

Pledged revenues are specific revenues that have been formally committed to directly collateralize or secure debt of the pledging government, or directly or indirectly collateralize or secure debt of a component unit. **Pledged revenues are revenue bonds that the State Bond Commission, the Louisiana Public Facilities Authority, or other local finance authority has authorized in your agency's name or in your agency's behalf.** Pledged revenues must be disclosed for each period in which the secured debt remains outstanding. **You must prepare a separate Note Q for each secured debt issued.**

Provide the following information about the specific revenue pledged:

a. Identify the specific pledged revenue:

- Pledged revenue is

\_\_\_\_\_

- Debt secured by the pledged revenue (amount) \_\_\_\_\_

- Approximate amount of pledge \_\_\_\_\_ (equal to the remaining principal and interest requirements)

b. Term of the commitment: \_\_\_\_\_ [number of years (beginning and ending dates by month and year) that the revenue will not be available for other purposes]

c. General purpose for the debt secured by the pledge: \_\_\_\_\_

d. Relationship of the pledged amount to the specific revenue: \_\_\_\_\_  
(the proportion of the specific revenue that has been pledged)

e. Comparison of the pledged revenues (current year information):

- Principal requirements:

- Interest requirements:

- Pledged revenues recognized during the period \_\_\_\_\_ (gross pledged revenue minus specified operating expenses)

**NOTE:** For any new Revenue Bonds, you must send a copy of the following pages:

- Cover page

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- Introductory statement
- Amortization schedule – terms and conditions
- Plan of financing – sources and used of funds
- Security for the bond (pledged revenue information)

**2. FUTURE REVENUES REPORTED AS A SALE**

Future revenues reported as a sale are proceeds that an agency/entity received in exchange for the rights to future cash flows from specific future revenues and for which the agency/entity's continuing involvement with those revenues or receivables is effectively terminated. (see Appendices Packet - Appendix E at <http://www.doa.louisiana.gov/OSRAP/afrpackets.htm>)

Provide the following information in the year of the sale ONLY:

- a. Identify the specific revenue sold:
  - the revenue sold is \_\_\_\_\_
  - the approximate amount \_\_\_\_\_
  - significant assumptions used in determining the approximate amount \_\_\_\_\_
- b. Period of the sale: \_\_\_\_\_
- c. Relationship of the sold amount to the total for that specific revenue: \_\_\_\_\_
- d. Comparison of the sale:
  - proceeds of the sale \_\_\_\_\_
  - present value of the future revenues sold \_\_\_\_\_
  - significant assumptions in determining the present value \_\_\_\_\_

**R. GOVERNMENT-MANDATED NONEXCHANGE TRANSACTIONS (GRANTS)**

The following government-mandated nonexchange transactions (grants) were received during fiscal year 2012-2013:

<u>CFDA Number</u>	<u>Program Name</u>	<u>State Match Percentage</u>	<u>Total Amount of Grant</u>
97.036	FEMA - HURRICANE ISAAC	25%	\$ 62
_____	_____	_____	_____
_____	_____	_____	_____
Total government-mandated nonexchange transactions (grants)			\$ 62

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**S. VIOLATIONS OF FINANCE-RELATED LEGAL OR CONTRACTUAL PROVISIONS**

At June 30, 20\_\_, the \_\_\_\_\_ (BTA) was not in compliance with the provisions of \_\_\_\_\_ Bond Reserve Covenant that requires \_\_\_\_\_. The \_\_\_\_\_ (BTA) did \_\_\_\_\_ to correct this deficiency.

**T. SHORT-TERM DEBT**

The \_\_\_\_\_ (BTA) issues short-term notes for the following purpose(s) \_\_\_\_\_.

Short-term debt activity for the year ended June 30, 20\_\_, was as follows:

List the type of Short-term debt (e.g., tax anticipation notes)	Beginning Balance	Issued	Redeemed	Ending Balance
_____	\$ _____	\$ _____	\$ _____	\$ _____

The \_\_\_\_\_ (BTA) uses the following revolving line of credit to finance \_\_\_\_\_ (list purpose for the S-T debt).

Short-term debt activity for the year ended June 30, 20\_\_, was as follows:

**U. DISAGGREGATION OF RECEIVABLE BALANCES**

Receivables at June 30, 2013, were as follows:

Fund (gen. fund, gas tax fund, etc.)	Customer Receivables	Taxes	Receivables from other Governments	Other Receivables	Total Receivables
WLD O&M SPEC REVENUE	\$ _____	\$ _____	\$ 42	\$ _____	\$ 42
WLD WB HURRICANE CAP PROJ	\$ _____	\$ _____	\$ 82	\$ _____	\$ 82
ALD O&M SPEC REVENUE	\$ _____	\$ _____	\$ 13	\$ _____	\$ 13
Gross receivables	\$ -	\$ -	\$ 137	\$ -	\$ 137
Less allowance for uncollectible accounts	-	-	-	-	-
Receivables, net	\$ -	\$ Balance -	\$ Draws 137	\$ Redeemed -	\$ Balance 137
Line of credit	\$ _____	\$ _____	\$ _____	\$ _____	\$ -
Amounts not scheduled for collection during the subsequent year	\$ _____	\$ _____	\$ _____	\$ _____	\$ -

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**V. DISAGGREGATION OF PAYABLE BALANCES**

Payables at June 30, 2013, were as follows:

Fund	Vendors	Salaries and Benefits	Accrued Interest	Other Payables	Total Payables
SELFPA-WGENFD	\$ 4	\$ 3	\$	\$	\$ 7
WJLDO&MSPECREV	19	23			42
ALDO&MSPECREV	11	-			11
WJLDWBHURRCAPPR	55	-			55
Total payables	\$ 89	\$ 26	\$ -	\$ -	\$ 115

**W. SUBSEQUENT EVENTS**

Disclose any material event(s) affecting the (BTA) occurring between the close of the fiscal period and issuance of the financial statement.

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**X. SEGMENT INFORMATION & REPORTING FUNDS OF A BLENDED COMPONENT UNIT**

Governments that report enterprise funds or that use enterprise fund accounting and reporting standards to report their activities are required to present segment information for those activities in the notes to the financial statements. For purposes of this disclosure, a segment is an identifiable activity (or group of activities), reported as or within an enterprise fund or another stand-alone entity that has one or more bonds or other debt instruments outstanding, with a revenue stream pledged in support of that debt. In addition, the activity's revenues, expenses, gains and losses, assets, and liabilities are required to be accounted for separately. This requirement for separate accounting applies if imposed by an external party, such as accounting and reporting requirements set forth in bond indentures. Disclosure requirements for each segment should be met by identifying the types of goods and services provided and by presenting condensed financial statements in the notes, including the elements in A through C below (GASB 34, paragraph 122, as modified by GASB 37, paragraph 17

**Disclose condensed financial statements for blended component units. Per GASB 61, paragraph 9(a), "For governments engaged only in business-type activities that use a single column for financial statement presentation, a component unit may be blended by consolidating its financial statement data with the single column of the primary**

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**government and presenting condensed combining information in the notes to the financial statements.”**

Type of goods or services provided by each segment or blended component unit:

Segment/Blended C.U. No. 1 \_\_\_\_\_  
 Segment/Blended C.U. No. 2 \_\_\_\_\_

**A. Condensed statement of net position:**

	Segment/Blended C.U. #1	Segment/Blended C.U. #2
Current assets	\$ _____	\$ _____
Due from other funds	_____	_____
Capital assets	_____	_____
Other assets	_____	_____
Total Assets	_____	_____
Deferred outflow of Resources	_____	_____
Current liabilities	_____	_____
Due to other funds	_____	_____
Long-term liabilities	_____	_____
Total Liabilities	_____	_____
Deferred inflow of Resources	_____	_____
Net investment in capital assets	_____	_____
Restricted assets - expendable	_____	_____
Restricted assets - nonexpendable	_____	_____
Unrestricted assets	_____	_____
Total Net Position	_____	_____

**B. Condensed statement of revenues, expenses, and changes in net position:**

	Segment/Blended C.U. #1	Segment/Blended C.U. #2
Operating revenues	\$ _____	\$ _____
Operating expenses	_____	_____
Depreciation and amortization	_____	_____
Operating income (loss)	-	-
Non operating revenues (expenses)	_____	_____
Capital contributions/additions to permanent and term endowments	_____	_____
Special and extraordinary items	_____	_____
Transfers in	_____	_____
Transfers out	_____	_____
Change in net position	-	-
Beginning net position	_____	_____
Ending net position	-	-

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**C. Condensed statement of cash flows**

	Segment/Blended C.U. #1	Segment/Blended C.U. #2
Net cash provided (used) by operating activities	\$ _____	\$ _____
Net cash provided (used) by noncapital financing activities	_____	_____
Net cash provided (used) by capital and related financing activities	_____	_____
Net cash provided (used) by investing activities	_____	_____
Beginning cash and cash equivalent balances	_____	_____

**Y. DUE TO/DUE FROM AND TRANSFERS**

1. List by fund type the amounts **due from other funds** detailed by individual fund at fiscal year end:

(Types of funds include general fund, statutory dedicated funds, discrete component unit funds, etc).

<u>Type of Fund</u>	<u>Name of Fund</u>	<u>Amount</u>
MAJOR FUND _____	SELEPA-W GEN FUND	\$ 433
MAJOR FUND _____	WJLD O&M SPEC REV	750
_____	_____	\$ <u>1,183</u>
Total due from other funds		\$ <u>1,183</u>

2. List by fund type the amounts **due to other funds** detailed by individual fund at fiscal year end:

<u>Type of Fund</u>	<u>Name of Fund</u>	<u>Amount</u>
MAJOR FUND _____	SELEPA-W GEN FUND	\$ 699
MAJOR FUND _____	ALD O&M SPEC REV	433
MAJOR FUND _____	WJLD WB HURR CAP FD	51
Total due to other funds		\$ <u>1,183</u>

3. List by fund type **all transfers from other funds for the fiscal year:**

<u>Type of Fund</u>	<u>Name of Fund</u>	<u>Amount</u>
MAJOR FUND _____	SELEPA-W GEN FUND	\$ 243
MAJOR FUND _____	WJLD O&M SPEC REV	511
Total transfers from other funds		\$ <u>754</u>

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**4. List by fund type all transfers to other funds for the fiscal year:**

<u>Type of Fund</u>	<u>Name of Fund</u>	<u>Amount</u>
MAJOR FUND _____	WILD O&M SPEC REV	\$ 182
MAJOR FUND _____	ALD O&M SPEC REV	572
Total transfers to other funds		\$ 754

**Z. LIABILITIES PAYABLE FROM RESTRICTED ASSETS**

Liabilities payable from restricted assets in the \_\_\_\_\_ (BTA) at \_\_\_\_\_ (fiscal year end), reflected at \$ \_\_\_\_\_ in the liabilities section on Statement A, consist of \$ \_\_\_\_\_ in accounts payable, \$ \_\_\_\_\_ in notes payable, and \$ \_\_\_\_\_ in \_\_\_\_\_.

**AA. PRIOR-YEAR RESTATEMENT OF NET POSITION**

The following adjustments were made to restate beginning net position for June 30, 20\_\_.

Ending net position 6/30/12 as reported to OSRAP on PY AFR	*Adjustments to ending net position 6/30/12 (after AFR was submitted to OSRAP) + or (-)	Restatements (Adjustments to beg. Balance 7/1/12) + or (-)	Beg net position @ 7/1/12 as restated
\$ _____	\$ _____	# _____	\$ _____
_____	_____	_____	_____
_____	_____	_____	_____
_____	_____	_____	_____
_____	_____	_____	_____

\*Include all audit adjustments accepted by the agency or entity.  
Each adjustment must be explained in detail on a separate sheet.

**BB. ASSETS RESTRICTED BY ENABLING LEGISLATION (GASB 46)**

Of the total assets reported on Statement A at June 30, 20\_\_, \$ \_\_\_\_\_ are restricted by enabling legislation. Enabling legislation authorizes a government to assess, levy, charge, or otherwise mandate payment of resources (from external resource providers) and includes a legally enforceable requirement that the resources be used only for the specific purposes stipulated in the legislation. Refer to the Appendices Packet, Appendix C, at <http://www.doa.louisiana.gov/OSRAP/afrpackets.htm>, for more details on the determination of the amount to be reported as required by GASB Statement 46.

List below the assets restricted by enabling legislation, the purpose of the restriction, and the Louisiana Revised Statute (LRS) that authorized the revenue:

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<u>Purpose of Restriction</u>	<u>LA Revised Statute Authorizing Revenue</u>	<u>Amount</u>
_____	_____	\$ _____
_____	_____	_____
_____	_____	_____
<b>Total</b>		\$ _____

**CC. IMPAIRMENT OF CAPITAL ASSETS & INSURANCE RECOVERIES**

GASB Statement 42 establishes accounting and financial reporting standards for the impairment of capital assets and for insurance recoveries. Governments are required to evaluate prominent events or changes in circumstances affecting capital assets to determine whether impairment has occurred. A capital asset generally should be considered impaired if both (a) the decline in service utility of the capital asset is large in magnitude and (b) the event or change in circumstance is outside the normal life cycle of the capital asset. See Appendices Packet, Appendix B, at <http://www.doa.louisiana.gov/OSRAP/afrpackets.htm>, for more information on GASB Statement 42 and the Impairment of Capital Assets.

The following capital assets became permanently impaired in FY 12-13: (Insurance recoveries related to impairment losses should be used to offset those impairment losses if received in the same year as the impairment. Include these insurance recoveries in the third column in the table below. Calculate the net impairment loss after insurance recoveries received in the current fiscal year in the fourth column. Include in the Financial Statement Classification column the account line in which the net impairment loss is reported in the financial statements. There are five indicators of impairment described in the Appendices Packet, Appendix B, at <http://www.doa.louisiana.gov/OSRAP/afrpackets.htm>, (1) physical damage, (2) enactment of laws, etc. List the appropriate number (1-5) to identify the indicator of impairment in the second to last column below.)

<u>Type of asset</u>	<u>Amount of Impairment Loss</u>	<u>Insurance Recovery in the same FY</u>	<u>Net Impairment Loss per Financial Stmt</u>	<u>Financial Statement Classification</u>	<u>Indicator of Impairment</u>	<u>Reason for Impairment (e.g. hurricane, fire)</u>
Buildings	\$ _____	\$ _____	\$ _____	_____	_____	_____
Movable Property	_____	_____	_____	_____	_____	_____
Infrastructure	_____	_____	_____	_____	_____	_____

Insurance recoveries received in FY 12-13 related to impairment losses occurring in previous years, and insurance recoveries received in FY 12-13 other than those related to impairment of capital assets, should be reported as program revenues, nonoperating revenues, or extraordinary items, as appropriate. Indicate in the following table the amount and financial statement classification (account line in which the insurance recovery is

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reported in the financial statements) of insurance recoveries not included in the table above:

<u>Type of asset</u>	<u>Amount of Insurance Recovery</u>	<u>Financial Statement Classification</u>	<u>Reason for insurance recovery (e.g. fire)</u>
Buildings	\$ _____	_____	_____
Movable Property	_____	_____	_____
Infrastructure	_____	_____	_____

The carrying amount of impaired capital assets that are idle at year-end should be disclosed, regardless of whether the impairment is considered permanent or temporary. The following capital assets were idle at the end of the fiscal year. (Include any permanently impaired capital assets listed above that are still idle at the end of the fiscal year, any temporarily impaired capital assets, and any assets impaired in prior years that are still idle at the end of the current fiscal year.)

<u>Type of asset</u>	<u>Carrying Value of Idle Impaired Assets</u>	<u>Reason for Impairment</u>
Buildings - permanently impaired	\$ _____	_____
Buildings - temporarily impaired	_____	_____
Movable Property - permanently impaired	_____	_____
Movable Property - temporarily impaired	_____	_____
Infrastructure - permanently impaired	_____	_____
Infrastructure - temporarily impaired	_____	_____

**DD. EMPLOYEE TERMINATION BENEFITS**

Termination benefits are benefits, other than salaries and wages that are provided by employers as settlement for involuntary terminations initiated by management, or as an incentive for voluntary terminations initiated by employees. Involuntary termination benefits include benefits such as severance pay or continued access to health insurance through the employer's group insurance plan. Voluntary termination benefits include benefits such as early retirement incentives.

Other termination benefits include:

1. Early retirement incentives such as cash payments. Some state agencies adopted layoff avoidance plans to provide a mechanism to balance budget deficits while delaying or avoiding layoffs.
2. Continued access to healthcare, including COBRA costs paid by the agency
3. Career counseling
4. Outplacement services

Payments for accrued annual leave are not considered termination benefits. Annual leave is a part of the compensation that the state offers in exchange for services received. As a

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result, payments for accrued annual leave upon termination are considered to be compensation for employee services. Do not report these amounts as termination benefits.

GASB Statement 47 requires the following disclosures about an employer's accounting for employee termination benefits.

1. A description of the termination benefit arrangement(s).
2. Year the state becomes obligated
3. The number of employees affected
4. Cost of termination benefits
5. Type of benefit(s) provided
6. The period of time over which the benefits are expected to be provided
7. If the termination benefit affects the defined benefit pension (OPEB) obligations, disclose the change in the actuarial accrued liability for the pension or OPEB plan attributable to the termination benefit.
8. When termination liabilities are reported, disclose the significant methods and assumptions used to determine the liabilities to be disclosed (for as long as the liability is reported).

If a termination benefit is not recognized because the expected benefits are not estimable, the employer should disclose that fact.

The agency recognizes the cost of providing termination benefits as expenditures when paid during the year. For FY 20\_\_, the cost of providing those benefits for \_\_\_\_ (number of) terminations totaled \$ \_\_\_\_\_. For state uniform payroll agencies, these amounts are coded to G/L account 2125, Salaries-Class-RIP.

The liability for the accrued terminations benefits payable at June 30, 20\_\_ is \$ \_\_\_\_\_. This liability consists of \_\_\_\_ (number of) terminations.

Provide a detailed description of termination benefits provided to employees as summarized above. Include names, job titles and amounts. Provide attachments as necessary. This information will be provided by OSRAP to all state uniform payroll agencies.

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[The termination benefits payable at fiscal year end should also be included on the statement of net position in the "compensated absences payable" account line.]

If a termination benefit is not recognized because the expected benefits are not estimable, the employer should disclose that fact. Briefly describe termination benefits provided to employees as discussed above. If none, please state that fact. \_\_\_\_\_

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A terminated employee can continue to access health benefits, however, if the COBRA participant is paying the ENTIRE premium then there is no state contribution on behalf of this individual. Therefore, when a terminated employee pays 100% of the premium, the state would not have a termination liability.

**EE. POLLUTION REMEDIATION OBLIGATIONS**

Pollution remediation costs (or revenue) should be reported in the statement of activities and statement of revenues, expenses, and changes in net position, if appropriate, as a program or operating expense (or revenue), special item, or extraordinary item in accordance with the guidance in Statement 34.

Disclosures:

For recognized pollution remediation liabilities and recoveries of pollution remediation outlays, governments should disclose the following:

- a. The nature and source of pollution remediation obligations (for example, federal, state, or local laws or regulations)
- b. The amount of the estimated liability (if not apparent from the financial statements), the methods and assumptions used for the estimate, and the potential for changes due to, for example, price increases or reductions, technology, or applicable laws or regulations
- c. Estimated recoveries reducing the liability.

For pollution remediation liabilities, or portions thereof, that are not yet recognized because they are not reasonably estimable, governments should disclose a general description of the nature of the pollution remediation activities.

See OSRAP Memo 09-24, <http://www.doa.louisiana.gov/OSRAP/library/memos/09/OSRAP0924.pdf> or the Q&A at [http://www.doa.la.gov/OSRAP/library/gasb34/GASB49\\_QA.pdf](http://www.doa.la.gov/OSRAP/library/gasb34/GASB49_QA.pdf) for more information on measuring pollution remediation liabilities.

SAMPLE disclosure: (This is a sample disclosure. Adapt as necessary to fit your specific agency.)

At fiscal year end, \_\_\_\_\_ (BTA) was a responsible party or potential responsible party in the remediation of \_\_\_\_\_ (friable asbestos, polluted ground water, removal of leaking underground fuel storage tanks, removal of lead-based paint, diesel spill cleanup, removal and replacement of contaminated soil, oversight and enforcement-related activities, post-remediation monitoring, etc.) on \_\_\_\_\_ agency's/entity's property. A possible explanation for this is \_\_\_\_\_. Further investigation to determine the full nature and

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extent of this contamination and required remediation has lead to a potential liability of \$ \_\_\_\_\_. The \_\_\_\_\_ (agency) paid \$ \_\_\_\_\_ in remediation costs for fiscal year 2013 and is reporting a balance of \$ \_\_\_\_\_ for the liability. At this time the complete cost for remediation is unable to be estimated as a result of future remediation contracts, inflation, and the amount of time involved. As these costs become estimable and costs incurred, the liability will be adjusted.

The following worksheet is provided to assist in completing required note disclosure and in determining the agency's pollution remediation activities, current year expenses, adjustments to pollution remediation obligations, and the amount of the year end liability.

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(BTA)

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\_\_\_\_\_  
 (agency/department)  
 GASB 49  
 Inventory Log  
 FYE 6/30/13

Project Name	e FP&C/ DEQ Project Number	f Trigger Year	g 6/30/12 Ending Balance	h Increases	i Decreases (expenditures including accruals)	j Decreases (other adjustments)	k 6/30/13 Ending Balance (including accruals)	l Percent Complete	m Current Portion of L/T Debt	n Non-Current Portion of L/T Debt	o Realizable Recoveries	p 13th Period Expenditures	q Notes
<u>Projects Reported @ 6/30/12: b</u>													
							0						
							0						
							0						
							0						
							0						
							0						
			0	0	0	0	0		0	0	0	0	
<u>Projects NOT Previously Reported: c</u>													
							0						
							0						
							0						
							0						
							0						
							0						
			0	0	0	0	0		0	0	0	0	
<u>Projects Begun after 7/1/12: d</u>													
							0						
							0						
							0						
							0						
							0						
							0						
			0	0	0	0	0		0	0	0	0	
<b>Totals</b>			0	0	0	0	0		0	0	0	0	

**STATE OF LOUISIANA**

**(BTA)**

**Notes to the Financial Statement**

**As of and for the year ended June 30, 20\_\_\_\_\_**

**Explanations for GASB 49 Worksheet**

- a Enter agency/department name
- b List projects reported in the prior fiscal year that had an outstanding liability at 6/30/11
- c List projects that were overlooked or not included as remediation projects in previous fiscal years
- d List remediation projects that were begun/identified in the fiscal year ending 6/30/2012
- e Enter project number assigned by FP&C, DEQ, or other number assigned to identify project
- f Year the project was begun--this is not necessarily the year remediation began; it should be the year the pollution was identified and includes time involved to develop a remediation plan and the actual remediation process
- g This column is used to report those projects that were included/added in the previous fiscal year and had a balance outstanding at the end of that year
- h This column is for reporting increases in the estimated remediation cost, whether from expanding the scope of the project to contracting for a specific service.
- i Record total expenditures related to the project made during the fiscal year, including those made in the 13th period (13th period expenditures are also shown separately in column AB (p))
- j Record activities that decrease the estimated remediation liability that are **not** expenditures--for example, amounts included in original estimate were overstated and actual was less than what was recorded; scope of project not as extensive as originally estimated.
- k The formula in this column sums columns J, L, N, and P (g, h, i, and j)
- l Indicate percentage of project completion in this column
- m Amounts in this column represent the portion of the ending liability that are due and payable within the next 12 months
- n Amounts in this column represent the portion of the ending liability that are not due and payable until after 6/30/13. This amount plus the amount in column V (m) must total the amount in column R (k)
- o This column is to identify any amounts that have been or will be received from other sources such as other responsible parties or insurance proceeds to help cover the cost of remediation
- p Record amounts expended on pollution remediation projects during the 13th accounting period in this column--this amount should be included in column N (i)
- q Provide reference and note explanations on an extra page, for example: (1) awaiting court decision

**STATE OF LOUISIANA  
 SOUTHEAST LOUISIANA FLOOD PROTECTION AUTHORITY - WEST  
 Notes to the Financial Statement  
 As of and for the year ended June 30, 2013**

**FF. AMERICAN RECOVERY AND REINVESTMENT ACT (ARRA)**

Provide your entity's ARRA revenue received in FY 2013 on a full accrual basis:

---

Provide your entity's ARRA expenses in FY 2013 on a full accrual basis:

---

**GG. RESTRICTED ASSETS – OTHER SPECIFIC PURPOSES**

Per GASB Statement 34, paragraph 34, assets are reported as restricted when constraints on asset use are either; externally imposed by creditors, such as through debt covenants, grantors, contributors, or laws or regulations of other governments imposed by law through constitutional provisions or enabling legislation. Restricted Assets are reported on the statement of net position as restricted by Capital Projects, Debt Service, Unemployment Compensation, and Other Specific Purposes. The statement of net position amount for Restricted Assets - Other Specific Purposes should be further defined by function as follows:

	<u>Restricted Assets</u>
Conservation and Environment	\$ _____
Corrections	_____
Culture, Recreation, and Tourism	_____
Education	_____
General Government	_____
Health and Welfare	_____
Public Safety	_____
Transportation and Development	_____
Youth Services	_____
Total	\$ _____ -

**HH. SERVICE CONCESSION ARRANGEMENTS**

Service Concession Arrangements (SCAs) are types of public-private or public-public partnerships. The term public-private partnership is used to refer to a variety of service arrangements, management arrangements, and SCAs. An SCA is an arrangement between a government (the transferor) and an operator, who may be a governmental entity or a nongovernmental entity, in which all four criteria are met. For additional information, see OSRAP Memo 13-24 at <http://www.doa.louisiana.gov/OSRAP/library/memos/13/OSRAP1324.pdf>.

Provide the following information:

- Identify the parties to the arrangement:

---

---

- The time period of the SCA:

Start date: \_\_\_\_\_  
End date: \_\_\_\_\_

- The asset/facility that is involved:

---

---

- General description of the arrangement – management objectives, and status of the project during the construction period:

---

---

- The nature and amounts of assets, liabilities, and deferred inflow of resources:

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- The nature and extent of rights retained by the transferor or granted to the governmental operator under the agreement:

---

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- Identify the significant consideration – up-front payments, installment payments, a new facility, improvements to an existing facility, etc.

---

---

Arrangements that have provisions for guarantees and commitments such as the transferor being responsible for the debt if the operator defaults or may include a minimum revenue guarantee to the operator. Provide the following:

- Identify the guarantee and commitment:

---

---

- Duration of the arrangement:

---

---

- Significant contract terms of the guarantee or commitment:

---

---

Attach select pages from the service concession arrangement that provide the facts.





STATE OF LOUISIANA  
 SOUTHEAST LOUISIANA FLOOD PROTECTION AUTHORITY - WEST  
 SCHEDULE OF BONDS PAYABLE  
 JUNE 30, 2013  
 (Fiscal close)

Issue	Date of Issue	Original Issue	Principal Outstanding 6/30/12	Redeemed (Issued)	Principal Outstanding 6/30/CY	Interest Rates	Interest Outstanding 6/30/13
<b>Series:</b>							
2008 CERT OF INDEBTEDNESS	04/30/08	\$2,000	\$400	\$400	\$-0-		\$-0-
<b>Total</b>		<u>\$2,000</u>	<u>\$ 400</u>	<u>\$400</u>	<u>\$ 0</u>		<u>\$ 0</u>

**\*Note: Principal outstanding (bond series minus unamortized costs) at 6/30/13 should agree to bonds payable on the statement of net position.**

**Send copies of new amortization schedules for bonds and unamortized costs.**

**STATE OF LOUISIANA**  
**(BTA)**  
**SCHEDULE OF CAPITAL LEASE AMORTIZATION**  
**For The Year Ended June 30, 20\_\_**

Fiscal Year Ending:	Payment	Interest	Principal	Balance
2014	\$ _____	\$ _____	\$ _____	\$ --
2015	_____	_____	_____	--
2016	_____	_____	_____	--
2017	_____	_____	_____	--
2018	_____	_____	_____	--
2019-2023	_____	_____	_____	--
2024-2028	_____	_____	_____	--
2029-2033	_____	_____	_____	--
2034-2038	_____	_____	_____	--
<b>Total</b>	<b>\$ --</b>	<b>\$ --</b>	<b>\$ --</b>	<b>\$ --</b>

SCHEDULE 4-A

**STATE OF LOUISIANA**  
**\_\_\_\_\_ (BTA)**  
**SCHEDULE OF NOTES PAYABLE AMORTIZATION**  
**For the Year Ended June 30, 20\_\_**

<u>Fiscal Year</u> <u>Ending:</u>	<u>Principal</u>	<u>Interest</u>
2014	\$ _____	\$ _____
2015	_____	_____
2016	_____	_____
2017	_____	_____
2018	_____	_____
2019-2023	_____	_____
2024-2028	_____	_____
2029-2033	_____	_____
2034-2038	_____	_____
 Total	 \$ _____ --	 \$ _____ --

SCHEDULE 4-B

**STATE OF LOUISIANA  
SOUTHEAST LOUISIANA FLOOD PROTECTION AUTHORITY - WEST  
SCHEDULE OF BONDS PAYABLE AMORTIZATION  
For The Year Ended June 30, 2013**

Fiscal Year Ending:	<u>Principal</u>	<u>Interest</u>
2014	\$ <u>-0-</u>	\$ <u>-0-</u>
2015		
2016		
2017		
2018		
2019		
2020		
2021		
2022		
2023		
2024		
2025		
2026		
2027		
2028		
2029		
2030		
2031		
2032		
2033		
2034		
2035		
2036		
2037		
2038		
Subtotal	<u>-0-</u>	<u>-0-</u>
Unamortized Discounts/Premiums		
Total	\$ <u><u>-0-</u></u>	\$ <u><u>-0-</u></u>

**\*Note: Principal outstanding (bond series plus minus unamortized costs) at 6/30/13 should agree to bonds payable on the statement of net position.**

SCHEDULE 4-C

**STATE OF LOUISIANA**

**SOUTHEAST LOUISIANA FLOOD PROTECTION AUTHORITY - WEST**

**COMPARISON FIGURES**

To assist OSRAP in determining the reason for the change in financial position for the State, please complete the schedule below. If the change is greater than \$5 million, explain the reason for the change. Please provide adequate details to clearly explain the change from last year.

	<u>2013</u>	<u>2012</u>	<u>Difference</u>	<u>Percentage Change</u>
1) Revenues	\$ 62	\$ 150	\$ (88)	\$ (58.6)%
Expenses	5,811	5,958	(147)	(2.5)%
2) Capital assets	9,038	8,981	57	0.6%
Long-term debt	1,231	1,443	(212)	(14.7)%
Net position	24,567	22,002	2,565	11.6%
Explanation for change:	<hr/> <hr/> <hr/> <hr/>			



## **COMPLIANCE SECTION**

**INDEPENDENT AUDITOR'S 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  
Southeast Louisiana Flood Protection Authority - West  
Marrero, Louisiana

I have audited, in accordance with the 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, the financial statements of the governmental activities, each major fund, the aggregate remaining fund information of the Southeast Louisiana Flood Control Authority – West (the “West Authority”), which is a component unit of the State of Louisiana, as of and for the year ended June 30, 2013, and the related notes to the financial statements, which collectively comprise the West Authority’s basic financial statements and have issued my report thereon dated August 18, 2013.

**Internal Control over Financial Reporting**

In planning and performing my audit, I considered the West Authority’s internal control over financial reporting (internal control) to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing my opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the West Authority’s internal control. Accordingly, I do not express an opinion on the effectiveness of the West Authority’s internal control. .

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 West Authority’s financial statements will not be prevented, or detected and corrected on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

My consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weakness or significant deficiencies and, therefore, material weaknesses or significant deficiencies may exist that were not identified. Given these limitations, during my audit, I did not identify any deficiencies in internal control that I consider to be a material weakness. However, material weakness may exist that have not been identified. I did identify a deficiency in internal control, described in the accompanying Schedule of Findings and Responses that I consider to be a significant deficiency in internal control over financial reporting (see SD13-01).

### **Compliance and Other Matters**

As part of obtaining reasonable assurance about whether the West Authority'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 no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

### **West Authority's Responses to Findings**

The West Authority's response to the finding identified in my audit is described in the accompanying Schedule of Findings and Responses. The West Authority's response was not subjected to the auditing procedures applied in the audit of the financial statements and, accordingly, I express no opinion on them.

### **Purpose of this Report**

The purpose of this report is solely to describe the scope of my testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the West Authority's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.



Marrero, Louisiana  
August 18, 2013

**SOUTHEAST LOUISIANA  
FLOOD PROTECTION AUTHORITY - WEST  
State of Louisiana**

**SCHEDULE OF FINDINGS AND RESPONSES  
For the Fiscal Year Ended June 30, 2013**

I have audited the financial statements of the Southeast Louisiana Flood Protection Authority - West (the "West Authority"), a component unit of the State of Louisiana, as of and for the year ended June 30, 2013, and have issued my report thereon dated August 18, 2013. 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.

**A. Summary of Auditor's Results**

1. The auditor's report expresses an unqualified opinion on the financial statements of the Southeast Louisiana Flood Protection Authority - West (the "West Authority") for the year ended June 30, 2013.
2. Independent Auditor's Report on Internal Control Over Financial Reporting and on Compliance and Other Matters Based on an Audit Performed in Accordance with *Government Auditing Standards*
  - Significant deficiencies relating to the audit of the financial statements are reported (see below).
  - No material weaknesses were noted.
  - No instances of noncompliance material to the financial statements were noted.
3. The West Authority was not subject to a Single Audit under OMB Circular A-133.
4. No separate written management letter was issued for the year ended June 30, 2013.

**SOUTHEAST LOUISIANA  
FLOOD PROTECTION AUTHORITY - WEST  
State of Louisiana**

**SCHEDULE OF FINDINGS AND RESPONSES (CONTINUED)  
For the Fiscal Year Ended June 30, 2013**

**B. Financial Statement Findings**

**SIGNIFICANT DEFICIENCIES**

**SD13-01 - Preparation of Financial Statements by Auditor**

Condition and Criteria

The West Authority does not have controls in place for proper oversight of its financial reporting and for the preparation of financial statements in accordance with generally accepted accounting principle. As is common in small organizations, the West Authority has chosen to engage the auditor to prepare its annual financial statements. This condition is intentional by management, along with the cost effectiveness of acquiring the ability to prepare the financial statements in accordance with generally accepted accounting principles.

Cause

Recently issued Statement of Auditing Standards (SAS) 115 requires that I report the above condition as a control deficiency. The SAS does not provide exceptions to reporting deficiencies that are mitigated with non-audit services rendered by the auditor or deficiencies for which the remedy would be cost prohibitive or otherwise impractical.

Recommendation

As mentioned, whether or not it would be cost effective to cure a control deficiency is not a factor in applying SAS 115's reporting requirements. Because prudent management requires that the potential benefit from an internal control must exceed its cost, it may not be practical to correct all the deficiencies noted under SAS 115. In this case, I do not believe that curing the significant deficiency described in this finding would be cost effective or practical and accordingly, I do not believe any corrective action is necessary.

Management's Response

The West Authority's staff is familiar with the day-to-day accounting requirements, however, due to limited staffing and funding, we do not consider it practical to provide sufficient training to our staff in order to eliminate this condition and can only continue to rely on the auditor to prepare the financial statements at this time.

**SOUTHEAST LOUISIANA  
FLOOD PROTECTION AUTHORITY - WEST  
State of Louisiana**

**SCHEDULE OF FINDINGS AND RESPONSES (CONTINUED)  
For the Fiscal Year Ended June 30, 2013**

**C. Federal Award Findings and Questioned Costs**

Not Applicable

**D. Status of Prior Year Findings and Questioned Costs**

The status of findings and questioned costs noted in the prior year are as follows:

Findings Related to the Financial Audit

<b>Prior Year Comment No.</b>	<b>Description</b>	<b>Status</b>
SD 12-01	Preparation of financial statements by External Auditor	Not Resolved. See Current Year Comment SD 13-01.
CF 12-01	Improper calculation of millage rates levied for Algiers Levee District	Resolved.

Findings and Questioned Costs - Major Federal Award Programs Audit

Not Applicable

**E. Status of Prior Year Management Letter Comments**

Not Applicable

**END OF REPORT**