

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

**Financial Statements  
As of and For the Year Ended June 30, 2009**

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

Release Date 4/21/10

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

**Financial Statements  
As of and for the Year Ended June 30, 2009**

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**North Delta Regional Planning and  
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Monroe, Louisiana**

**Financial Statements  
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# LUFFEY, HUFFMAN, RAGSDALE & SOIGNIER

(A PROFESSIONAL ACCOUNTING CORPORATION)  
CERTIFIED PUBLIC ACCOUNTANTS

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Sandra Harrington, CPA

## INDEPENDENT AUDITORS' REPORT

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

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of North Delta Regional Planning and Development District, Incorporated, (the District) as of and for the year ended June 30, 2009, which collectively comprise the District's basic financial statements as listed in the Table of Contents. These financial statements are the responsibility of the District's management. Our responsibility is to express an opinion on these financial statements based on our audit.

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

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the District as of June 30, 2009, and the respective changes in financial position and cash flows, where applicable, thereof for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, we have also issued our report dated March 19, 2010 on our consideration of the District's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that

Board of Directors  
North Delta Regional Planning  
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Monroe, Louisiana

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 important for assessing the results of our audit.

The Management's Discussion and Analysis and the budgetary comparison information on pages 4 through 11 and 48 through 52, are not a required part of the basic financial statements but are supplementary information required by accounting principles generally accepted in the United States of America. We have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the required supplementary information. However, we did not audit the information and express no opinion on it.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the District's basic financial statements. The accompanying information listed as Other Supplemental Information in the Table of Contents is presented for purposes of additional analysis and is not a required part of the basic financial statements. The accompanying Schedule of Expenditures of Federal Awards is presented for purposes of additional analysis as required by U.S. Office of Management and Budget Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*, and is also not a required part of the basic financial statements of the District. This Other Supplemental Information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly presented in all material respects in relation to the basic financial statements taken as a whole.

*Luffey Huffman, Register, & Engineers*

(A Professional Accounting Corporation)

March 19, 2010

**REQUIRED SUPPLEMENTAL INFORMATION**  
**(PART A)**

**North Delta Regional Planning and Development District, Incorporated**  
**Management's Discussion and Analysis (MD&A)**  
**June 30, 2009**

As management of the North Delta Regional Planning and Development District, Incorporated, (hereinafter referred to in this Management's Discussion and Analysis as the District) we offer readers of the District's financial statements this narrative overview and analysis of the financial activities of the District for the fiscal year ended June 30, 2009. It is designed to assist the reader in focusing on significant financial issues, identify changes in the District's financial position, and identify material deviations and individual fund issues or concerns.

**Financial Highlights**

- The liabilities of the District exceeded its assets at the close of the most recent fiscal year by \$286,537 (*net deficit*). Of this amount, \$306,671 (*unrestricted net deficit*) represents the portion of net deficit which is not invested in capital assets or otherwise restricted.
- The government's total net deficit decreased by \$10,676.
- As of the close of the current fiscal year, the District's governmental funds reported combined ending fund balances of \$344,443 an increase of \$23,593 for the year. Of this total amount, \$344,443 is available for spending at the government's discretion (*unreserved fund balance*).
- The District's total debt decreased by \$70,297 during the current fiscal year (net of additions).

**Overview of the Financial Statements**

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

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

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

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

**North Delta Regional Planning and Development District, Incorporated**  
**Management's Discussion and Analysis (MD&A)**  
**June 30, 2009**

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

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

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

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

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for governmental funds with similar information presented for governmental activities in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the District's near-term financing decisions. Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures, and changes in fund balances provide a reconciliation to facilitate this comparison between governmental funds and governmental activities.

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

The District adopts an annual appropriated budget for its general and special revenue funds. Budgetary comparison statements have been provided on pages 48 through 52 for the general and the major special revenue funds to demonstrate compliance with this budget.

**North Delta Regional Planning and Development District, Incorporated**  
**Management's Discussion and Analysis (MD&A)**  
**June 30, 2009**

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

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

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

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

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

**Government-wide Financial Analysis**

As noted earlier, net assets may serve over time as a useful indicator of a government's financial position. In the case of the District, liabilities exceeded assets by \$286,537 for the year ended June 30, 2009.

By far the largest amount of the District's net assets reflects its investment in notes receivable of \$326,442 and \$372,462 (net of allowance for bad debts of \$600,133 and \$608,967) for the years ended June 30, 2009 and 2008 respectively. These loans were made to citizens for new businesses and economic development.

**North Delta Regional Planning and Development District, Incorporated**  
**Management's Discussion and Analysis (MD&A)**  
**June 30, 2009**

**North Delta Regional Planning and Development**  
**District, Incorporated**  
**Net Assets**  
**June 30, 2009 and 2008**

	Governmental Activities		Business-type Activities		Total	
	June 30,		June 30,		June 30,	
	2009	2008	2009	2008	2009	2008
Current and other assets	\$ 581,558	\$ 521,978	\$ 383,784	\$ 460,544	\$ 965,342	\$ 982,522
Capital assets	20,134	26,405	-	-	20,134	26,405
Total assets	601,692	548,383	383,784	460,544	985,476	1,008,927
Current and other liabilities	237,115	201,130	77,184	76,284	314,299	277,414
Long-term liabilities	34,084	32,797	923,630	995,931	957,714	1,028,728
Total liabilities	271,199	233,927	1,000,814	1,072,215	1,272,013	1,306,142
Net Assets:						
Invested in capital assets	20,134	26,405	-	-	20,134	26,405
Unrestricted	310,359	288,051	(617,030)	(611,671)	(306,671)	(323,620)
Total net assets (Deficit)	\$ 330,493	\$ 314,456	\$ (617,030)	\$ (611,671)	\$ (286,537)	\$ (297,215)

The balance of \$330,493 in net assets in the governmental activities represents the accumulated results of all past years' operations. Net assets of governmental activities increased by \$16,035 for the fiscal year. The changes in net assets are discussed later in this MD&A.

**Governmental and Business-type activities.** Key elements of the changes in the governmental and business-type activities net assets are as follows:

**North Delta Regional Planning and Development District, Incorporated**  
**Management's Discussion and Analysis (MD&A)**  
**June 30, 2009**

**North Delta Regional Planning and Development**  
**District, Incorporated**  
**Changes in Net Assets**  
**For the Years Ended June 30, 2009 and 2008**

	Governmental Activities		Business-type Activities		Total	
	2009	2008	2009	2008	2009	2008
Revenue						
Program Revenues:						
Charges for services	\$ 34,908	\$ 9,035	\$ -	\$ -	\$ 34,908	\$ 9,035
Operating grants and contributions	2,206,370	2,504,919	-	-	2,206,370	2,504,919
Capital grants and contributions	-	11,447	-	-	-	11,447
General Revenues:						
Dues	22,261	21,979	-	-	22,261	21,979
Interest and investment earnings	57	48	16,681	47,367	16,738	47,415
Other general revenues	573	2,650	-	-	573	2,650
Total revenues	<u>2,264,169</u>	<u>2,550,078</u>	<u>16,681</u>	<u>47,367</u>	<u>2,280,850</u>	<u>2,597,445</u>
Expenses						
General government	11,916	4,474	-	-	11,916	4,474
Health, welfare, & social services	1,727,575	1,652,104	-	-	1,727,575	1,652,104
Planning for highways and public transportation	308,411	280,435	-	-	308,411	280,435
Public safety	21,883	418,652	-	-	21,883	418,652
Economic Development	178,349	186,003	-	-	178,349	186,003
Rural business lending			22,040	98,467	22,040	98,467
Total expenses	<u>2,248,134</u>	<u>2,541,668</u>	<u>22,040</u>	<u>98,467</u>	<u>2,270,174</u>	<u>2,640,135</u>
Increase (decrease) in net assets	<u>\$ 16,035</u>	<u>\$ 8,410</u>	<u>\$ (5,359)</u>	<u>\$ (51,100)</u>	<u>\$ 10,676</u>	<u>\$ (42,690)</u>

**Governmental Activities**

Expenses are classified by functions/programs. For the fiscal years ended June 30, 2009 and 2008, general government accounts for \$11,916 and \$4,474, respectively, while elderly assistance accounts for \$1,727,575 and \$1,652,104, respectively, transportation and economic development account for \$486,760 and \$466,438, respectively, and public safety accounts for \$21,883 and \$418,652, respectively.

The program revenues for fiscal years 2009 and 2008 directly related to these expenses totaled \$2,241,278 and \$2,525,401, which resulted in net program expenses of \$6,856 for the year ended June 30, 2009, and net program expenses of \$16,267 for the year ended June 30, 2008. The costs of governmental activities exceeding restricted state and federal grants are paid primarily from dues of \$22,261 and \$21,979 for the years ended June 30, 2009 and 2008, respectively.

The District is a pass-through entity for the majority of federal and state revenues received from the Louisiana Governor's Office for Elderly Affairs. For the years ended June 30, 2009, and 2008 of the total revenue amount of \$1,339,969 and \$1,688,408, \$763,615 and \$674,375 was passed through to the various Councils on Aging in northeast Louisiana.

**North Delta Regional Planning and Development District, Incorporated**  
**Management's Discussion and Analysis (MD&A)**  
**June 30, 2009**

**Business-type Activities**

Business-type activities decreased the District's net assets by \$5,359 in 2009 and decreased net assets by \$51,100 in 2008. Key elements of these changes are as follows:

- For the years ended June 30, 2009 and 2008 bad debt expenses were \$0 and \$77,356 and other operating expenses were \$8,473 and \$8,370.

**Financial Analysis of the Governmental Funds**

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

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

As of the end of the current fiscal year, the District's governmental funds reported combined ending fund balances of \$344,443 and \$320,850 for 2009 and 2008 respectively, an increase of \$23,593 for the year ended June 30, 2009. The ending fund balance constitutes unreserved fund balance, which is available for spending at the District's discretion.

**General Fund Budgetary Highlights**

In accordance with Louisiana Revised Statutes Title 39, Chapter 9, Louisiana Local Government Budget Act (LSA- R.S 39:1301 *et seq*), the District must adopt a budget for the General Fund and all Special Revenue funds prior to June 30. The original was adopted on June 30, 2008, and the final budget amendments were adopted on June 29, 2009.

Budgeted revenues for the Special Revenue Funds were amended during FY 2009 to reflect the revenues per the actual Schedule of Funding from the Louisiana Governor's Office of Elderly Affairs which was not received until after the original budgets had been adopted.

**North Delta Regional Planning and Development District, Incorporated**  
**Management's Discussion and Analysis (MD&A)**  
**June 30, 2009**

**Capital Asset and Debt Administration**

**Capital Assets**

The District's investment in capital assets for its governmental and business type activities as of June 30, 2009 and 2008 amounts to \$20,134 and \$26,405 (net of accumulated depreciation). This investment in capital assets is as follows:

**Capital Assets**

	June 30,	
	2009	2008
Office furniture and equipment	\$ 68,777	\$ 111,820
Less: accumulated depreciation	(48,643)	(85,414)
<b>Total Capital Assets</b>	<b>\$ 20,134</b>	<b>\$ 26,406</b>

More detailed information for capital assets is found in Note 7, Changes in Capital Assets, of the Notes to the Financial Statements.

**Outstanding Debt**

The District's outstanding debt for the years ended June 30, 2009 and 2008 is as follows:

**Outstanding Debt**

	June 30,	
	2009	2008
Farmers Home Administration (FmHA)	\$ 995,931	\$ 1,067,515
Compensated Absences	34,084	32,797
<b>Total debt</b>	<b>\$ 1,030,015</b>	<b>\$ 1,100,312</b>

More detailed information for outstanding debt can be found in Note 13, Long-term Obligations, of the Notes to the Financial Statements.

**North Delta Regional Planning and Development District, Incorporated**  
**Management's Discussion and Analysis (MD&A)**  
**June 30, 2009**

**Economic Factors and Next Year's Budgets and Rates**

Current factors considered in preparing the District's budget for the 2010 fiscal year indicates no significant change from the projected revenues and expenditures of the 2009 and 2008 fiscal years.

**Requests for Information**

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

**GOVERNMENT-WIDE  
FINANCIAL STATEMENTS**

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

**Statement of Net Assets  
June 30, 2009**

	<b>Governmental Activities</b>	<b>Business-type Activities</b>	<b>Total</b>
<b>Assets</b>			
Cash and cash equivalents	\$ 349,533	\$ 166,947	\$ 516,480
Receivables	119,440	1,786	121,226
Notes receivable - short-term	-	670,850	670,850
Notes receivable - long-term	-	255,725	255,725
Allowance for bad debts	-	(600,133)	(600,133)
Prepaid items	1,194	-	1,194
Interfund balances	111,391	(111,391)	-
Capital assets, net	20,134	-	20,134
<b>Total Assets</b>	<b>601,692</b>	<b>383,784</b>	<b>985,476</b>
<b>Liabilities</b>			
Accounts, salaries and other payables	79,490	700	80,190
Due to Grantor	90,088	-	90,088
Accrued interest payable	-	4,183	4,183
Deferred revenues	67,537	-	67,537
Long-term liabilities			
Due within one year	-	72,301	72,301
Due in more than one year	34,084	923,630	957,714
<b>Total liabilities</b>	<b>271,199</b>	<b>1,000,814</b>	<b>1,272,013</b>
<b>Net Assets</b>			
Invested in capital assets	20,134	-	20,134
Unrestricted (Deficit)	310,359	(617,030)	(306,671)
<b>Total net assets (Deficit)</b>	<b>\$ 330,493</b>	<b>\$ (617,030)</b>	<b>\$ (286,537)</b>

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

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

**Statement of Activities  
For the Year Ended June 30, 2009**

Functions/Programs	Expenses		Program Revenues		Net (Expense) Revenue and Changes in Net Assets		
	Direct Expenses	Indirect Expenses	Charges for Services	Operating Grants and Contributions	Governmental Activities	Primary Government Business-Type Activities	Total
<b>Governmental activities</b>							
General	\$ 190,485	\$ (178,569)	\$ 31,100	\$ -	\$ 19,184	\$ -	\$ 19,184
Health, welfare & social services							
Supportive services	329,948	3,468	-	334,964	1,548	-	1,548
Nutrition services	903,496	4,941	-	908,571	134	-	134
Preventive health & medication assistance	108,054	23,052	-	130,953	(153)	-	(153)
Family caregiver support	121,879	2,446	-	124,246	(79)	-	(79)
Ombudsman	101,544	21,423	-	122,819	(148)	-	(148)
Area Agency on Aging administration	87,143	20,181	-	107,231	(93)	-	(93)
Planning for highways and public transportation	241,589	66,822	-	302,416	(5,995)	-	(5,995)
Public safety	18,567	3,316	-	21,870	(13)	-	(13)
Economic development	149,619	28,730	3,808	153,300	(21,241)	-	(21,241)
Total governmental activities	<u>2,252,324</u>	<u>(4,190)</u>	<u>34,908</u>	<u>2,206,370</u>	<u>(6,856)</u>	<u>-</u>	<u>(6,856)</u>
<b>Business-type activities</b>							
Rural business relending	17,850	4,190	-	-	-	(22,040)	(22,040)
<b>Total</b>	<u>\$ 2,270,174</u>	<u>\$ -</u>	<u>\$ 34,908</u>	<u>\$ 2,206,370</u>	<u>(6,856)</u>	<u>(22,040)</u>	<u>(28,896)</u>
<b>General revenues</b>							
Dues					22,261	-	22,261
Interest and investment earnings					57	16,681	16,738
Miscellaneous					573	-	573
<b>Total general revenues</b>					<u>22,891</u>	<u>16,681</u>	<u>39,572</u>
<b>Change in net assets</b>					16,035	(5,359)	10,676
<b>Net assets (deficit) at beginning of year</b>					314,458	(611,671)	(297,213)
<b>NET ASSETS (DEFICIT) AT END OF YEAR</b>					<u>\$ 330,493</u>	<u>\$ (617,030)</u>	<u>\$ (286,537)</u>

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

**FUND FINANCIAL STATEMENTS**

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

Monroe, Louisiana

**Balance Sheet**

**Governmental Funds**

June 30, 2009

	Major Funds						
	General Fund	Special Revenue Funds				Other Governmental Funds	Total
		Title III B Supportive Services	Title III C-1 Congregate Meals	Title III C-2 Home Delivered Meals	Tri-District Development Funds		
<b>Assets</b>							
Cash and cash equivalents	\$ 49,438	\$ 1,007	\$ -	\$ -	\$ 58,111	\$ 240,977	\$ 349,533
Receivables	536	-	-	-	681	118,223	119,440
Other current assets	1,194	-	-	-	-	-	1,194
Due from other funds	193,120	-	-	-	-	2,627	195,747
<b>TOTAL ASSETS</b>	<b>\$ 244,288</b>	<b>\$ 1,007</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 58,792</b>	<b>\$ 361,827</b>	<b>\$ 665,914</b>
<b>Liabilities</b>							
Accounts, salaries and other payables	\$ 31,624	\$ 1,007	\$ -	\$ -	\$ -	\$ 46,859	\$ 79,490
Due to other funds	-	-	-	-	-	84,356	84,356
Due to grantor	-	-	-	-	-	90,088	90,088
Deferred revenues	-	-	-	-	-	67,537	67,537
Total liabilities	31,624	1,007	-	-	-	288,840	321,471
<b>Fund equity</b>							
Fund balance							
Unrestricted	212,664	-	-	-	58,792	72,987	344,443
<b>TOTAL LIABILITIES AND FUND EQUITY</b>	<b>\$ 244,288</b>	<b>\$ 1,007</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 58,792</b>	<b>\$ 361,827</b>	<b>\$ 665,914</b>

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

**NORTH DELTA REGIONAL PLANNING AND  
DEVELOPMENT DISTRICT, INCORPORATED**  
**Monroe, Louisiana**  
**Reconciliation of the Balance Sheet -  
Governmental Funds to the Statement of Net Assets**  
**June 30, 2009**

Fund balances - total governmental funds	\$	344,443
Amounts reported for governmental activities are not financial resources and, therefore, are not reported in the governmental funds		
Governmental capital assets	\$	68,777
Less: accumulated depreciation		<u>(48,643)</u>
		20,134
Long-term liabilities are not due and payable in the current period and, therefore, are not reported in the governmental funds		
Compensated absences payable		(34,084)
Elimination of interfund assets and liabilities		
Interfund assets	(195,747)	
Interfund liabilities	84,356	
Interfund balances	<u>111,391</u>	<u>-</u>
Net assets of governmental activities	\$	<u><u>330,493</u></u>

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

**NORTH DELTA REGIONAL PLANNING AND  
DEVELOPMENT DISTRICT, INCORPORATED**  
Monroe, Louisiana  
Governmental Funds  
Statement of Revenues, Expenditures,  
and Changes in Fund Balances  
For the Year Ended June 30, 2009

	Major Funds						Total
	General Fund	Special Revenue Funds			Tri-District Development Funds	Other Governmental Funds	
		Title III B Supportive Services	Title III C-1 Congregate Meals	Title III C-2 Home Delivered Meals			
<b>Revenues</b>							
<b>Intergovernmental</b>							
Governor's Office of Elderly Affairs	\$ -	\$ 268,358	\$ 292,777	\$ 380,365	\$ -	\$ 769,555	\$ 1,711,055
U.S. Department of Commerce	-	-	-	-	-	50,000	50,000
U.S. Department of Transportation	-	-	-	-	-	224,200	224,200
Ouachita Council of Governments	-	-	-	-	-	88,216	88,216
Other Federal grants	-	-	-	-	-	40,370	40,370
Louisiana Workforce Investment	-	-	-	-	-	69,200	69,200
Louisiana Association of Planning	-	-	-	-	-	15,600	15,600
Service fees	31,100	-	-	-	3,808	-	34,908
Membership dues	-	-	-	-	-	22,261	22,261
Miscellaneous	628	-	-	-	-	7,729	8,357
<b>Total Revenues</b>	<u>31,728</u>	<u>268,358</u>	<u>292,777</u>	<u>380,365</u>	<u>3,808</u>	<u>1,287,131</u>	<u>2,264,167</u>
<b>Expenditures</b>							
General	11,849	-	-	-	-	-	11,849
Health, welfare, & social services	-	268,358	292,777	380,365	-	784,890	1,726,390
Planning for highways and public transportation	-	-	-	-	-	302,416	302,416
Public safety	-	-	-	-	-	21,870	21,870
Economic development	-	-	-	-	5,693	172,356	178,049
<b>Total Expenditures</b>	<u>11,849</u>	<u>268,358</u>	<u>292,777</u>	<u>380,365</u>	<u>5,693</u>	<u>1,281,532</u>	<u>2,240,574</u>
<b>Excess (Deficiency) of Revenues Over Expenditures</b>	19,879	-	-	-	(1,885)	5,599	23,593
<b>Other Financing Sources / (Uses)</b>							
Transfers in	-	-	-	-	-	104,255	104,255
Transfers out	-	-	-	-	-	(104,255)	(104,255)
<b>Total Other Financing Sources/(Uses)</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Excess (Deficiency) of Revenues and Other Sources Over Expenditures and Other Uses</b>	19,879	-	-	-	(1,885)	5,599	23,593
<b>Fund Balances at Beginning of Year</b>	192,785	-	-	-	60,677	67,388	320,850
<b>FUND BALANCES AT END OF YEAR</b>	<u>\$ 212,664</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 58,792</u>	<u>\$ 72,987</u>	<u>\$ 344,443</u>

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

**NORTH DELTA REGIONAL PLANNING AND  
DEVELOPMENT DISTRICT, INCORPORATED**  
**Monroe, Louisiana**  
**Reconciliation of the Statement of Revenues,  
Expenditures, and Changes in Fund Balances  
of Governmental Funds  
to the Statement of Activities  
For the Year Ended June 30, 2009**

Net change in fund balances - total governmental funds	\$	23,593
Amount reported for governmental activities in the statement of activities are different because:		
Governmental funds report capital outlays as expenditures. However, in the statement of activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense.		
Depreciation expense		(6,271)
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.		
Increase in compensated absences payable		(1,287)
Elimination of transfers in and out		
Transfers in	\$ (104,255)	
Transfers out	<u>104,255</u>	<u>-</u>
Change in net assets of governmental activities	\$	<u><u>16,035</u></u>

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

**NORTH DELTA REGIONAL PLANNING AND  
DEVELOPMENT DISTRICT, INCORPORATED**  
**Monroe, Louisiana**  
**Statement of Net Assets**  
**Proprietary Funds**  
**June 30, 2009**

	Major Funds				Total
	Business-type Activities - Enterprise Funds				
	FmHA Revolving Loan	FmHA North Delta Admin	Loan Loss Reserve	Rural Business Enterprise Grant	
<b>ASSETS</b>					
Current assets					
Cash and cash equivalents	\$ -	\$ -	\$ 72,389	\$ 94,558	\$ 166,947
Receivables	1,786	-	-	-	1,786
Notes receivable - short-term, net	65,991	-	-	4,727	70,718
Total current assets	<u>67,777</u>	<u>-</u>	<u>72,389</u>	<u>99,285</u>	<u>239,451</u>
Noncurrent assets					
Notes receivable - long-term, net	243,816	-	-	11,908	255,724
Total noncurrent assets	<u>243,816</u>	<u>-</u>	<u>-</u>	<u>11,908</u>	<u>255,724</u>
Total assets	<u>\$ 311,593</u>	<u>\$ -</u>	<u>\$ 72,389</u>	<u>\$ 111,193</u>	<u>\$ 495,175</u>
<b>LIABILITIES</b>					
Current liabilities					
Accounts, salaries and other payables	\$ -	\$ 700	\$ -	\$ -	\$ 700
Due to other funds	43,710	67,681	-	-	111,391
Accrued interest payable	4,183	-	-	-	4,183
Current portion of long-term debt	72,301	-	-	-	72,301
Total current liabilities	<u>120,194</u>	<u>68,381</u>	<u>-</u>	<u>-</u>	<u>188,575</u>
Noncurrent liabilities					
Note payable	923,630	-	-	-	923,630
Total noncurrent liabilities	<u>923,630</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>923,630</u>
Total liabilities	<u>1,043,824</u>	<u>68,381</u>	<u>-</u>	<u>-</u>	<u>1,112,205</u>
<b>NET ASSETS (DEFICIT)</b>					
Unrestricted	<u>\$ (732,231)</u>	<u>\$ (68,381)</u>	<u>\$ 72,389</u>	<u>\$ 111,193</u>	<u>\$ (617,030)</u>

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

**NORTH DELTA REGIONAL PLANNING AND  
DEVELOPMENT DISTRICT**

Monroe, Louisiana

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

**Proprietary Funds**

**For the Year Ended June 30, 2009**

	Major Funds				Total
	Business-type Activities - Enterprise Funds				
	FmHA Revolving Loan	FmHA North Delta Admin	Loan Loss Reserve	Rural Business Enterprise Grant	
<b>OPERATING REVENUES</b>	\$ -	\$ -	\$ -	\$ -	\$ -
<b>OPERATING EXPENSES</b>					
Legal	-	3,065	-	-	3,065
Travel and meeting	-	148	-	-	148
Other operating expenses	6,348	1,125	500	500	8,473
Total operating expenses	<u>6,348</u>	<u>4,338</u>	<u>500</u>	<u>500</u>	<u>11,686</u>
Operating loss	(6,348)	(4,338)	(500)	(500)	(11,686)
<b>NONOPERATING REVENUES (EXPENSES)</b>					
Investment earnings	13,419	-	424	2,838	16,681
Interest expense	<u>(10,354)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(10,354)</u>
Total nonoperating revenues (expenses)	<u>3,065</u>	<u>-</u>	<u>424</u>	<u>2,838</u>	<u>6,327</u>
Net income (loss)	(3,283)	(4,338)	(76)	2,338	(5,359)
Net assets (deficit) beginning of year	<u>(728,948)</u>	<u>(64,043)</u>	<u>72,465</u>	<u>108,855</u>	<u>(560,571)</u>
Net assets (deficit) end of year	<u>\$ (732,231)</u>	<u>\$ (68,381)</u>	<u>\$ 72,389</u>	<u>\$ 111,193</u>	<u>\$ (617,030)</u>

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

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

Monroe, Louisiana

Statement of Cash Flows

Proprietary Funds

For the Year Ended June 30, 2009

	<b>Major Funds</b>				<b>Total</b>
	<b>Business-type Activities - Enterprise Funds</b>				
	<b>FmHA Revolving Loan</b>	<b>FmHA North Delta Admin</b>	<b>Loan Loss Reserve</b>	<b>Rural Business Enterprise Grant</b>	
<b>Cash flows from operating activities</b>					
Cash payments to suppliers for goods and services	\$ (6,348)	\$ (3,833)	\$ (500)	\$ (500)	\$ (11,181)
Net cash used for operating activities	<u>(6,348)</u>	<u>(3,833)</u>	<u>(500)</u>	<u>(500)</u>	<u>(11,181)</u>
<b>Cash flows from noncapital financing activities</b>					
Interfund borrowings	11,195	3,833	-	-	15,028
Net cash provided by noncapital financing activities	<u>11,195</u>	<u>3,833</u>	<u>-</u>	<u>-</u>	<u>15,028</u>
<b>Cash flows from capital and related financing activities</b>					
Principal paid on debt	(71,584)	-	-	-	(71,584)
Interest paid on debt	(10,676)	-	-	-	(10,676)
Net cash used for financing activities	<u>(82,260)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(82,260)</u>
<b>Cash flows from investing activities</b>					
Interest received on investments	33,792	-	424	2,838	37,054
Principal collections on loans	43,621	-	-	2,400	46,021
Net cash provided by investing activities	<u>77,413</u>	<u>-</u>	<u>424</u>	<u>5,238</u>	<u>83,075</u>
<b>Net increase (decrease) in cash and cash equivalents</b>	-	-	(76)	4,738	4,662
<b>Cash and cash equivalents, July 1, 2008</b>	\$ -	\$ -	\$ 72,465	\$ 89,820	\$ 162,285
<b>Cash and cash equivalents, June 30, 2009</b>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 72,389</u>	<u>\$ 94,558</u>	<u>\$ 166,947</u>
<b>Reconciliation of operating income to net cash used for operating activities</b>					
Operating loss	\$ (6,348)	\$ (4,338)	\$ (500)	\$ (500)	\$ (11,686)
Adjustments to reconcile operating loss to net cash provided by operating activities					
Change in assets and liabilities					
Accounts, salaries and other payables	-	505	-	-	505
Net cash used for operating activities	<u>\$ (6,348)</u>	<u>\$ (3,833)</u>	<u>\$ (500)</u>	<u>\$ (500)</u>	<u>\$ (11,181)</u>

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

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

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED JUNE 30, 2009**

**Note 1 - Summary of Significant Accounting Policies**

The accompanying financial statements of North Delta Regional Planning and Development District, Incorporated (the District) have been prepared in conformity with generally accepted accounting principles (GAAP) as applied to governmental units. The Governmental Accounting Standards Board (GASB) is the accepted standard setting body for establishing governmental accounting and financial reporting principles.

**A. *Financial Reporting Entity***

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

The District is comprised of the following parishes in Northeast Louisiana: Caldwell, East Carroll, Franklin, Jackson, Madison, Morehouse, Ouachita, Richland, Tensas, Union and West Carroll. The purpose of the District is to provide economic development assistance to the parishes in the District. The District accomplishes this objective by planning, coordinating and unifying various local, state and federal efforts to overcome the economic and social deficiencies in the eleven parish area. The board of directors consisting of 25 members representing the parishes of the District is the governing body. Board members receive no compensation for their services.

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

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

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED JUNE 30, 2009**

***B. Basis of Presentation***

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

***Government-wide Financial Statements***

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

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

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

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

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

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED JUNE 30, 2009**

***Fund Financial Statements***

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

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

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

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

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

The following is a brief description of each Special Revenue Fund's purpose:

*Major Special Revenue Funds*

*Title III B – Supportive Services*

Title III-B funds are provided by the United States Department of Health and Human Services through the Louisiana Governor's Office of Elderly Affairs, which passes through the funds to the District for further distribution to six parish Councils on

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

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED JUNE 30, 2009**

Aging. This program provides access services, in-home services, community services, legal services and transportation for the elderly.

*Title III C-1 – Congregate Meals*

Title III C-1 funds are provided by the United States Department of Health and Human Services to the Louisiana Governor's Office of Elderly Affairs, which passes through the funds to the District for further distribution to six parish Councils on Aging. These funds are used to provide nutritional congregate meals to the elderly in strategically located centers.

*Title III C-2 – Home Delivered Meals*

Title III C-2 funds are provided by the United States Department of Health and Human Services through the Louisiana Governor's Office of Elderly Affairs, which passes through the funds to the District for further distribution to six parish Councils on Aging. These funds are used to provide nutritional meals to home-bound elderly persons.

*Tri-District Development*

The Tri-District Development Fund accounts for funds borrowed from the City of Natchitoches, Louisiana, and then loaned out to area businesses to enhance economic activity.

*Non-Major Special Revenue Funds*

*Area Agency on Aging*

The Area Agency on Aging Fund is used to account for the administration of special programs for the elderly. Administrative funds are provided by the United States Department of Health and Human Services through the Louisiana Governor's Office of Elderly Affairs, which passes through the funds to the District. These funds are used to pay for administrative costs associated with programs for the elderly.

*Audit Fund*

The Audit Fund is used to account for funds received from the Louisiana Governor's Office of Elderly Affairs that are restricted to use as a supplement to pay for the cost of having an annual audit of the financial statements of the Area Agency on Aging and six related parish Councils on Aging.

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

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED JUNE 30, 2009**

*Title III D – Preventive Health Fund*

The III D Fund is used to account for funds that are used to provide preventive health services to frail older individuals. They include preventive health supportive services for older individuals who are victims of Alzheimer's disease and related disorders, with neurological and organic brain dysfunction, and to the families of such victims.

*Title III E – Caregivers*

The Title III E Fund is used to provide multifaceted systems of support services for (1) family caregivers; and (2) grandchildren of older individuals who are relative caregivers. Services to be provided include: information to caregivers about available services; assistance to caregivers in gaining access to the services; individual counseling and caregiver training to assist the caregivers in making decisions and solving problems relating to their caregiving roles, respite care to enable caregivers to be temporarily relieved from their caregiving responsibilities; and supplemental services, on a limited basis, to complement the care provided by caregivers.

*Stimulus C1 & C2*

The Stimulus C1 & C2 Fund is used to facilitate the disbursement of funds directed towards C1 and C2 efforts provided by the American Recovery and Reinvestment Act of 2009. Using C1 & C2, North Delta supplies congregate or home-delivered meals to seniors who are 60 years or older, currently on a parish council on aging waiting list, or have been assessed and are determined to have either a social or medical need.

*Louisiana SeniorRx*

The Louisiana SeniorRx program is funded by the Louisiana Legislature and administered by the Governor's Office of Elderly Affairs. The program helps link eligible seniors with assistance for obtaining their prescription medication.

*Nutrition Services Incentive Program (NSIP)*

The Nutrition Services Incentive Program (NSIP) is used to account for the administration of the Food Distribution Program funds provided by the United States Department of Health and Human Services through the Louisiana Governor's Office of Elderly Affairs. This award passes through to the District for further distribution to six parish Councils on Aging. The funds are distributed on a per-unit basis for each congregate and home-delivered meal service provider for each eligible participant so the United States food and commodities may be purchased to supplement these programs.

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

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED JUNE 30, 2009**

*Economic Development Administration*

The Economic Development Administration Fund accounts for planning grants to promote economic development in the District. Seventy-five percent of the funds are provided by the United States Department of Commerce with the remaining twenty-five percent provided from local sources.

*North Delta Caregiver*

The North Delta Caregiver Fund provides programs to educate the public of services available to assist the caregivers, and to provide contract services that would enable the caregiver to be temporarily relieved from their responsibilities of In-Home Respite and Sitter duties. North Delta also contracts services for counseling of eligible participants.

*Council of Governments*

The Council of Governments Fund accounts for local funds provided by the Ouachita Council of Governments. Revenues are used to fund public transportation projects within the parish.

*Federal Transit Authority*

The Federal Transit Authority Fund accounts for federal funds provided through the Ouachita Council of Governments for the planning of public transportation in the Monroe urbanized area. The Ouachita Council of Governments entered into an agreement with the Louisiana Department of Transportation and Development to provide these planning services. The Ouachita Council of Governments contracted with the District to provide technical assistance in carrying out its contract with the Louisiana Department of Transportation and Development.

*Regional Human Service Contract*

The Regional Human Service Contract accounts for federal funds provided through the Louisiana Department of Transportation and Development via Ouachita Council of Governments. The Human Service Transit Plan Committee addresses transit efficiency level planning and recommends policies to the Technical Advisory Committee and Transportation Policy Committee regarding the implementation of transit solutions.

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

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED JUNE 30, 2009**

*Federal Highways Administration*

The Federal Highways Administration Fund accounts for federal funds provided through the Ouachita Council of Governments for highway planning in the Monroe urbanized area. The Ouachita Council of Governments entered into an agreement with the Louisiana Department of Transportation and Development to provide these planning services. The Ouachita Council of Governments contracted with the District to provide technical assistance in carrying out its contract with the Louisiana Department of Transportation and Development.

*Louisiana Workforce Investment*

The Louisiana Workforce Investment Fund is used to account for funds from Louisiana Workforce Investment Area 82 to provide technical and professional services in connection with certain undertakings financed by the Louisiana Department of Labor.

*Ombudsman*

The Ombudsman Fund is used to account for the administration of funds that provide assistance to residents in nursing homes. These funds are provided by the U. S. Department of Health and Human Services through the Louisiana Governor's Office of Elderly Affairs which passes through the funds to the District.

*Madison Parish Council on Aging*

The Madison Council on Aging Fund accounts for funds provided to the District for the Madison Parish Council on Aging from the Louisiana Governor's Office of Elderly Affairs on behalf of the United States Department of Health and Human Services. These funds are used for administrative costs associated with programs for the elderly.

*Madison Audit Fund*

These funds are provided by the United States Department of Health and Human Services, through the Louisiana Governor's Office of Elderly Affairs, to the District for the Madison Council on Aging in order to supplement the cost of having an annual audit.

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

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED JUNE 30, 2009**

*Madison Support Service*

The Madison Supportive Services Fund accounts for funds provided by the United States Department of Health and Human Services, through the Louisiana Governor's Office of Elderly Affairs, to the District for the Madison Council on Aging to provide access services, in-home services, community services, legal services, and transportation for the elderly.

*Madison Congregate Meals*

This fund accounts for funds provided by the United States Department of Health and Human Services, through the Louisiana Governor's Office of Elderly Affairs, to the District for the Madison Council on Aging to provide nutritional congregate meals to the elderly in a strategically located center.

*Madison Preventive Health*

The Madison Preventive Health Fund accounts for funds received from the United States Department of Health and Human Services, through the Louisiana Governor's Office of Elderly Affairs, to the District for the Madison Parish Council on Aging to provide nutritional meals to home-bound elderly persons.

*Madison Caregiver*

These funds are used to provide the public with information and access to counseling for eligible participants and to assist caregivers in temporary relief from their responsibilities of in-home respite and sitter duties. These funds are provided by the United States Department of Health and Human Services, through the Louisiana Governor's Office of Elderly Affairs, to the District for the Madison Parish Council on Aging.

*Madison Home Delivered Meals*

Madison Home Delivered Meals are Title III C-2 funds which are provided by the United States Department of Health and Human Services through the Louisiana Governor's Office of Elderly Affairs to the District for the Madison Parish Council on Aging. These funds are used to provide nutritional meals to home-bound elderly persons.

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

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED JUNE 30, 2009**

*Madison Nutritional Services Incentive Program (NSIP)*

The Madison NSIP Fund accounts for funds provided by the United States Department of Health and Human Services, through the Louisiana Governor's Office of Elderly Affairs, to the District so that the Madison Parish Council on Aging may purchase United States food and commodities and distribute them to the recipients of congregate and home-delivered meals.

*MCOA Senior Center*

These funds are provided by the United States Department of Health and Human Services, through the Louisiana Governor's Office of Elderly Affairs, to the District for the Madison Parish Council on Aging. The purpose of the program is to give seniors an opportunity to interact and maintain a good quality of life and health.

*Enterprise Zone (DED)*

The Enterprise Zone grant is used to provide updated enterprise zone maps for eleven parishes and forty-seven towns in the North Delta district. The District also updates records and maps for zone swaps.

*Delta Regional Authority*

The Delta Regional Authority Fund account is used to identify, develop and implement programs and activities that will help educate local stakeholders about the potential uses of the Delta Regional Authority.

*Region 8 Office of Homeland Security and Emergency Preparedness (OHSEP)*

This fund is used to account for funds from the Region 8 OHSEP Board. These funds are provided by the Governor's Office of Homeland Security and Emergency Preparedness and are pass-through funds used for purchases deemed necessary by the Board to support the Homeland Security needs of the Region. The Region 8 OHSEP Board has contracted with the District to provide purchasing assistance.

**NORTH DELTA REGIONAL PLANNING AND  
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Business-type activities presented as Enterprise Funds in the fund financial statements:

*Enterprise Funds* - These funds are used to account for operations (a) that are financed and operated in a manner similar to private business enterprises - where the intent of the governing body is that the costs (expenses, including depreciation) of providing goods or services to the general public on a continuing basis be financed or recovered primarily through user charges, or (b) where the governing body has decided that periodic determination of revenues earned, expenses incurred, and/or net income is appropriate for capital maintenance, public policy, management control, accountability or other purposes. Enterprise funds are presented in the business-type activities column in government-wide financial statements and the major funds section of the basic financial statements.

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

**C. *Basis of Accounting and Measurement Focus***

**Government-Wide Financial Statements:**

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

**Fund Financial Statements:**

The financial reporting treatment applied to a fund is determined by its measurement focus. All governmental funds are accounted for using a current financial resources measurement focus. With this measurement focus, only current assets and current liabilities are included on the balance sheet.

The modified accrual basis of accounting is used for reporting all governmental fund types. Under the modified accrual basis of accounting, revenues are recognized when susceptible to accrual (i.e. when they become both measurable and available). "Measurable" means the amount of the transaction can be determined and "available" means collectible with the current period or soon enough thereafter to be used to pay liabilities of the current period. Intergovernmental and other Grants have been treated as susceptible to accrual.

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

*Revenues*

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

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

*Expenditures*

Salaries are recorded as incurred. Principal and interest on long-term obligations are recognized when due. Compensated absences are recognized when benefits are earned by the employee.

*Other Financing Sources (Uses)*

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

*Proprietary Funds*

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

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**D. Budgets**

*General Budget Policies*

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

The District adopts budgets for the general fund and all special revenue funds.

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

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

*Encumbrances*

Encumbrance accounting is not employed in governmental funds.

*Budgetary Basis of Accounting*

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

**E. Cash and Cash Equivalents**

Cash includes amounts in demand deposits, interest-bearing demand deposits, and time deposit accounts. Cash equivalents include amounts in time deposits and those investments with original maturities of 90 days or less. Under state law, the District may deposit funds in demand deposits, interest-bearing demand deposits, or time deposits with state banks organized under Louisiana law and national banks having their principal offices in Louisiana.

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**F. Short Term Interfund Receivables/Payables**

During the course of operation, numerous transactions occur between individual funds for services rendered. These receivables and payables are classified as due from other funds or due to other funds on the balance sheet. Short-term interfund loans are classified as interfund receivables/payables. Any residual balances outstanding between the governmental activities and business-type activities are reported in the government-wide financial statements as "internal balances."

**G. Prepaid Items**

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

**H. Loans and Allowance for Loan Losses**

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

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

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

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

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

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the District's allowance for loan losses. Such agencies may require the District to recognize additions to the allowance based on their judgment of information available to them at the time of their examination.

**I. Capital Assets**

Capital assets, which include machinery and equipment and furniture and fixtures, are reported in the governmental activities column in the government-wide financial statements. The capitalization threshold for all movable capital assets is \$500 per unit. All purchased capital assets are valued at cost where historical records are available and at estimated cost where no historical records are available. Donated capital assets are valued at their fair market value on the date received. The costs of normal maintenance and repairs that do not add value to the asset or materially extend its useful life are not capitalized.

Depreciation on all capital assets has been provided over the estimated useful lives of the assets using the straight-line method. The estimated useful lives are as follows:

Furniture & Fixtures, 5 years / Office Equipment, 5-7 years

**J. Deferred Revenues**

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

**K. Compensated Absences**

Full-time employees of the District earn up to 15 days of vacation leave each year, depending on length of service. Regular, part-time employees earn prorated vacation leave based on hours worked and length of continuous service. Vacation leave may accumulate up to 30 days with unused accumulated leave time being paid to employees upon termination of employment, at the employee's current rate of pay. Payments at separation, however, will not exceed the number of days accrued each year. Sick leave for full-time employees is earned at the rate of eight hours per month. Unused sick leave may accumulate with no limit; however, no compensation will be paid upon termination of employment. The District's recognition and measurement criteria for compensated absences are as in accordance with GASB Statement No. 16.

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**L. Interfund Transactions**

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

**M. Use Of Estimates**

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

**Note 2 - Stewardship, Compliance, and Accountability**

The following funds have deficits at June 30, 2009:

<u>Fund</u>	<u>Deficit Amount</u>
Special Revenue Funds:	
Area Agency on Aging	\$ 7
Medicare Part D Rx	\$ 108
Council of Governments	\$ 4
Louisiana Workforce Investment	\$ 7,597
Enterprise Funds:	
FmHA Revolving Loan	\$ 732,231
FmHA North Delta Admin	\$ 68,381

Management believes these deficits will be eliminated by future earnings and government grants.

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**Note 3 - Cash and Cash Equivalents**

Under state law, the District may deposit funds within a fiscal agent bank organized under the laws of the State of Louisiana, the laws of any other state in the Union, or the laws of the United States. The District may invest in certificates and time deposits of state banks organized under Louisiana law and national banks having principal offices in Louisiana. At June 30, 2009, the District has cash and cash equivalents (book balances) totaling \$516,479 as follows:

Demand deposits	\$ 308,825
cash equivalents	207,355
Petty cash	<u>300</u>
TOTAL	<u>\$ 516,480</u>

*Custodial credit risk – deposits.* These deposits are stated at cost, which approximates market. Under state law, these deposits (or the resulting bank balances) must be secured by federal deposit insurance or the pledge of securities owned by the fiscal agent bank. The market value of the pledged securities plus the federal deposit insurance must at all times equal the amount on deposit with the fiscal agent. These securities are held in the name of the pledging fiscal agent bank in a holding or custodial bank that is mutually acceptable to both parties. At year-end, the District's carrying amount of deposits was \$516,480 and the bank balance was \$551,484. Of the bank balance, \$344,129 was covered by federal depository insurance or by collateral held by the District's agent in the District's name (GASB Category 1). The remaining balance, \$207,354, consisted of federated treasury obligations and did not need to be collateralized.

*Credit risk.* Under state law the District may invest funds in obligations of the United States, in federally-insured investments, or in time deposits with state banks organized under Louisiana law and national banks having principal offices in Louisiana. The District's investments consists of money market funds, therefore the District is exposed to no credit risk.

*Concentration of credit risk.* The District does not limit the amount that may be invested in securities of any one issuer. Applicable state statutes do not place limits on credit concentrations.

*Investment rate risk.* The District manages its exposure to declines in fair values by limiting the maturity of its investments to no longer than one year.

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**Note 4 - Receivables**

Receivables at June 30, 2009, are as follows:

<u>Class of Receivables</u>	<u>General Fund</u>	<u>Special Revenue Funds</u>	<u>Enterprise Funds</u>	<u>Total</u>
Intergovernmental	\$ -	\$ 118,223	\$ -	\$ 118,223
Other	536	681	1,786	3,003
<b>TOTAL</b>	<b>\$ 536</b>	<b>\$ 118,904</b>	<b>\$ 1,786</b>	<b>\$ 121,226</b>

<u>Program</u>	<u>Fund</u>	<u>Funding Agency</u>	<u>Amount</u>
N/A	General	N/A (Reapportionment Income	\$ 536
Area Agency Administration	Special Revenue	LA Governor's Office of E/A	1,322
Stimulus C1 & C2	Special Revenue	LA Governor's Office of E/A	3,359
Local Council of Governments	Special Revenue	Ouachita Council of Governments	5,229
Federal Transit Authority	Special Revenue	Ouachita Council of Governments	9,957
Federal Highway Admin	Special Revenue	Ouachita Council of Governments	40,091
Tri-District	Special Revenue	N/A - Other receivable	681
LA Workforce Investment	Special Revenue	LA Workplace Investment Area	20,903
Delta Regional Authority	Special Revenue	Delta Regional Authority	531
Economic Development Assn.	Special Revenue	U.S. Department of Commerce	25,000
Regional Human Service Ctr	Special Revenue	U.S. Department of Transportation	10,000
Region 8 OHSEP	Special Revenue	OHSEP	1,831
Total Special Revenue Funds			<u>118,904</u>
FmHA Revolving Loan Fund	Enterprise	N/A - Loan interest	<u>1,786</u>
Total Receivables			<u>\$ 121,226</u>

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**Note 5 - Interfund Assets/Liabilities**

Balances due from/to other funds are listed by fund for the year ended June 30, 2009.

	Due From Other Funds	Due To Other Funds
<b>Major Funds</b>		
General Fund	\$ 193,120	\$ -
<b>Enterprise Funds</b>		
FmHA North Delta Admin	-	67,681
FmHA Revolving Loan	-	43,710
<b>NonMajor Funds</b>		
<b>Special Revenue Funds</b>		
Area Agency Administration	2,627	-
Council of Governments	-	5,169
Federal Transit Authority	-	9,557
Regional Human Service Contract		3,967
Federal Highway Administration	-	37,644
Louisiana Workforce Investment	-	27,911
Medicare Part D Rx	-	108
<b>Total</b>	<b>\$ 195,747</b>	<b>\$ 195,747</b>

These interfund balances are the result of cash transfers among funds to cover negative cash balances.

**Note 6 - Notes Receivable**

The District makes loans under the Farmers Home Administration (FmHA) Relending Program and the Rural Business Enterprise Grant (see also Note 13) to assist with the economic development of certain rural areas in Northeast Louisiana. Interest rates charged on those notes range from 8.0 to 8.5 percent. As of June 30, 2009, these loans totaled \$926,575. Notes receivable of \$872,960 are considered impaired. The related allowance for bad debts on impaired loans is \$600,133 at June 30, 2009. Interest income on impaired loans is recorded on the cash basis and amounted to \$16,680 for the year ended June 30, 2009. The change in the allowance for bad debts for the year ended June 30, 2009 is as follows:

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Balance July 1, 2008	\$ 608,967
Additions	-
Recoveries	(8,834)
Balance June 30, 2009	<u>\$ 600,133</u>

**Note 7 - Changes in Capital Assets**

Changes in capital assets for the year ended June 30, 2009 are as follows:

	<u>June 30, 2008</u>	<u>Additions</u>	<u>Retirements</u>	<u>June 30, 2009</u>
Governmental Activities				
Depreciable assets				
Office furniture and equipment	\$ 111,820	\$ -	\$ (43,043)	\$ 68,777
Less: accumulated depreciation	<u>(85,414)</u>	<u>(6,272)</u>	<u>43,043</u>	<u>(48,643)</u>
Total governmental activities				
capital assets, net	<u>\$ 26,406</u>	<u>\$ (6,272)</u>	<u>\$ -</u>	<u>\$ 20,134</u>

Depreciation expense was charged to functions as follows:

Governmental Activities:	
General	\$ 61
Health, welfare & social services	192
Planning for highways and public transportation	5,821
Economic development	198
Total depreciation expense - Government activities	<u>\$ 6,272</u>

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**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED JUNE 30, 2009**

**Note 8 - Accounts, Salaries and Other Payables**

Payables at June 30, 2009, consisted of the following:

	Governmental Funds	Enterprise Funds	Total
Salaries	\$ 15,028	\$ -	\$ 15,028
Accounts and other	64,461	700	65,161
Total	\$ 79,489	\$ 700	\$ 80,189

**Note 9 - Retirement Systems**

Substantially all employees of the District are eligible to participate in the Deferred Compensation Plan for Public Employees. For 2009, participants may contribute up to one hundred percent of their gross salary, not exceeding \$15,000 or \$20,000 if the participant is at least 50 years of age. The District will match up to five percent of their salary on their behalf.

The District's total payroll during the fiscal year ending June 30, 2009, was \$514,068. Employee contributions totaled \$25,512 and employer contributions totaled \$22,038.

**Note 10 - Compensated Absences**

At June 30, 2009, employees of the District have accumulated and vested \$34,084 of employee leave benefits, which was computed in accordance with GASB Codification Section C60.

**Note 11 - Leases**

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

- Office space is under a ten year lease beginning June 1, 2006. Monthly payments are \$3,200 and total fiscal year ended June 30, 2009, rent expense under this lease equaled \$38,400.

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- Future minimum lease payments under this agreement are:

Year Ended June 30,	
2010	\$ 38,400
2011	38,400
2012	38,400
2013	38,400
2014	38,400
2015 through 2017	<u>112,000</u>
Total	<u>\$ 304,000</u>

- 2008 Chevy Impala is under a two year lease beginning in October 2007. Monthly payments are \$584 and total lease payments for the year ended June 30, 2009 were \$7,008.

Future minimum lease payments under this agreement are:

Year Ended June 30,	
2010	\$ <u>1,752</u>
Total	<u>\$ 1,752</u>

- In addition, the District has annual operating lease agreements for the following office equipment:
  - Kyocera Mita Copier. Monthly lease payments of \$331 for 36 months beginning in May 2007.
  - Pitney Bowes mailing machine and scales. Quarterly payments are \$786 for five years beginning in March 2005.

Future minimum lease payments under these agreements are:

Year Ended June 30,	
2010	\$ <u>3,972</u>
Total	<u>\$ 3,972</u>

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**NOTES TO THE FINANCIAL STATEMENTS  
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**Note 12 - Interfund Transfers**

Transfers in and out are listed by fund for the year ended June 30, 2009:

	<u>Transfers In</u>	<u>Transfers Out</u>
<b>NonMajor Funds</b>		
Special Revenue Funds:		
Title III E Caregiver	\$ -	\$ 104,255
North Delta Caregiver	104,255	-
<b>Total</b>	<b>\$ 104,255</b>	<b>\$ 104,255</b>

**Note 13 - Long-Term Obligations**

The following is a summary of long-term obligation transactions for the year ended June 30, 2009:

	<u>Business-Type Activities</u>	<u>Governmental Activities</u>	
	<u>Enterprise Fund Notes Payable</u>	<u>Accrued Compensated Absences</u>	<u>Total</u>
Balance, beginning of year	\$ 1,067,515	\$ 32,797	\$ 1,100,312
Additions	-	18,470	18,470
Deductions	-	(17,183)	(17,183)
Principal Payment	(71,584)	-	(71,584)
<b>Balance, end of year</b>	<b>\$ 995,931</b>	<b>\$ 34,084</b>	<b>\$ 1,030,015</b>

The enterprise funds' notes payable shown above represents the District's drawdowns under a \$2 million intermediary relending program through the U. S. Rural Development (formerly Farmers Home Administration). Under this program, the District borrows funds from Rural Development at 1% for 30 years then reloans the funds to qualified borrowers at market rates of interest. At June 30, 2009, the District had drawn down all of the \$2 million and had loaned out the entire amount. The terms of the program call for the District to pay only interest for the first three years of the program and then annual payments of \$82,260, which covers principal and interest, until the amount due the Rural Development is fully

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paid. The first principal payment was made in January 1995. The amount due Rural Development is secured by the loans made to qualified borrowers and the related underlying security devices. Debt service to maturity is as follows:

	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2010	\$ 72,301	\$ 9,959	\$ 82,260
2011	73,024	9,236	82,260
2012	73,754	8,506	82,260
2013	74,491	7,769	82,260
2014	75,236	7,024	82,260
2015-2019	387,619	23,681	411,300
2020-2021	239,506	3,991	243,497
Total	<u>\$ 995,931</u>	<u>\$ 70,166</u>	<u>\$ 1,066,097</u>

**Note 14 - Dual Roles of Staff and Related Party Transactions**

The Executive Director of the District also serves as Executive Secretary of the Ouachita Council of Governments (OCOG). The District has contracted with OCOG to provide technical assistance in carrying out OCOG's federal and local program activities. For the year ended June 30, 2009, the District recorded \$34,666 of revenues from OCOG which included outstanding receivables of \$5,229.

**Note 15 - Litigation and Claims**

**Litigation** – At June 30, 2009, the District was not involved in any litigation, nor were there any claims pending which might have a material impact on the financial statements.

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

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**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED JUNE 30, 2009**

**Note 16 - Economic Dependency**

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

**Note 17 - Segment Information – Enterprise Funds**

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

	FmHA Revolving Loan	FmHA North Delta Admin	Loan Loss Reserve	Rural Business Enterprise Grant	Total
Operating (Loss)	\$ (6,348)	\$ (4,338)	\$ (500)	\$ (500)	\$ (11,686)
Net Income (Loss)	(3,283)	(4,338)	(76)	2,338	(5,359)
Net Working Capital (Deficit)	(52,417)	(68,381)	72,389	99,285	50,876
Total Assets	311,593	-	72,389	111,193	495,175
Net Assets (Deficit)	(732,231)	(68,381)	72,389	111,193	(617,030)

**Note 18 - Compensation of Board Members**

The District's Board of Directors serve without compensation but are reimbursed transportation expenses at the rate of \$0.52 per mile.

**REQUIRED SUPPLEMENTAL INFORMATION  
(PART B)**

**NORTH DELTA REGIONAL PLANNING AND  
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**SCHEDULE OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCES - BUDGET (GAAP BASIS) AND ACTUAL**

**GENERAL FUND**

For the Year Ended June 30, 2009

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance With Final Budget Positive (Negative)
	Original Budget	Final Budget		
<b>REVENUES</b>				
Fees for services	\$ 2,500	\$ 11,108	\$ 31,100	\$ 19,992
Miscellaneous	-	-	628	628
<b>Total Revenues</b>	<u>2,500</u>	<u>11,108</u>	<u>31,728</u>	<u>20,620</u>
<b>EXPENDITURES</b>				
<b>Current</b>				
Operating services	1,000	9,458	965	8,493
Operating supplies	1,500	1,650	500	1,150
Other costs	-	-	10,384	(10,384)
<b>Total Expenditures</b>	<u>2,500</u>	<u>11,108</u>	<u>11,849</u>	<u>(741)</u>
<b>Excess of Revenues Over Expenditures</b>	-	-	19,879	19,879
<b>Fund Balances at Beginning of Year</b>	<u>189,676</u>	<u>190,921</u>	<u>192,785</u>	<u>(1,864)</u>
<b>FUND BALANCES AT END OF YEAR</b>	<u>\$ 189,676</u>	<u>\$ 190,921</u>	<u>\$ 212,664</u>	<u>\$ 18,015</u>

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

**TITLE III B SUPPORTIVE SERVICES FUND**

**For the Year Ended June 30, 2009**

	<u>Budgeted Amounts</u>		<u>Actual Amounts (Budgetary Basis)</u>	<u>Variance With Final Budget Positive (Negative)</u>
	<u>Original Budget</u>	<u>Final Budget</u>		
<b>REVENUES</b>				
<b>Intergovernmental Revenues:</b>				
Louisiana Governor's Office of Elderly Affairs	\$ 268,516	\$ 268,516	\$ 268,358	\$ (158)
Total Revenues	<u>268,516</u>	<u>268,516</u>	<u>268,358</u>	<u>(158)</u>
<b>EXPENDITURES</b>				
<b>Grants to Subrecipients:</b>				
East Carroll Council on Aging	24,257	24,257	24,257	-
Franklin Council on Aging	58,140	58,140	58,140	-
Jackson Council on Aging	51,196	51,196	51,196	-
Richland Council on Aging	39,650	39,650	39,650	-
Tensas Council on Aging	29,699	29,699	29,699	-
Union Council on Aging	51,935	51,935	51,935	-
North Louisiana Legal Assistance	13,639	13,639	13,481	158
Total Expenditures	<u>268,516</u>	<u>268,516</u>	<u>268,358</u>	<u>158</u>
<b>Excess of Revenues Over Expenditures</b>	-	-	-	-
<b>Fund Balances at Beginning of Year</b>	-	-	-	-
<b>FUND BALANCES AT END OF YEAR</b>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

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

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

**TITLE III C-1 CONGREGATE MEALS FUND**

**For the Year Ended June 30, 2009**

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance With Final Budget Positive (Negative)
	Original Budget	Final Budget		
<b>REVENUES</b>				
<b>Intergovernmental Revenues:</b>				
U. S. Department of Commerce	\$ 292,777	\$ 292,777	\$ 292,777	\$ -
Total Revenues	<u>292,777</u>	<u>292,777</u>	<u>292,777</u>	<u>-</u>
<b>EXPENDITURES</b>				
<b>Grants to Subrecipients:</b>				
East Carroll Council on Aging	55,315	55,315	55,315	-
Franklin Council on Aging	43,064	43,064	43,064	-
Jackson Council on Aging	65,030	65,030	65,030	-
Richland Council on Aging	43,110	43,110	43,110	-
Tensas Council on Aging	25,924	25,924	25,924	-
Union Council on Aging	60,334	60,334	60,334	-
Total Expenditures	<u>292,777</u>	<u>292,777</u>	<u>292,777</u>	<u>-</u>
<b>Excess of Revenues Over Expenditures</b>	-	-	-	-
<b>Fund Balances at Beginning of Year</b>	-	-	-	-
<b>FUND BALANCES AT END OF YEAR</b>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

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

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

**TITLE III C-2 HOME DELIVERED MEALS FUND**

**For the Year Ended June 30, 2009**

	<u>Budgeted Amounts</u>		<u>Actual Amounts (Budgetary Basis)</u>	<u>Variance With Final Budget Positive (Negative)</u>
	<u>Original Budget</u>	<u>Final Budget</u>		
<b>REVENUES</b>				
<b>Intergovernmental Revenues:</b>				
Louisiana Governor's Office of Elderly Affairs	\$ 380,365	\$ 380,365	\$ 380,365	\$ -
Total Revenues	<u>380,365</u>	<u>380,365</u>	<u>380,365</u>	<u>-</u>
<b>EXPENDITURES</b>				
<b>Grants to Subrecipients:</b>				
East Carroll Council on Aging	49,991	49,991	49,991	-
Franklin Council on Aging	40,306	40,306	40,306	-
Jackson Council on Aging	45,850	45,850	45,850	-
Richland Council on Aging	101,213	101,213	101,213	-
Tensas Council on Aging	71,691	71,691	71,691	-
Union Council on Aging	71,314	71,314	71,314	-
Total Expenditures	<u>380,365</u>	<u>380,365</u>	<u>380,365</u>	<u>-</u>
<b>Excess of Revenues Over Expenditures</b>	-	-	-	-
<b>Fund Balances at Beginning of Year</b>	-	-	-	-
<b>FUND BALANCES AT END OF YEAR</b>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

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

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

**TRI-DISTRICT DEVELOPMENT**

**For the Year Ended June 30, 2009**

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance With Final Budget Positive (Negative)
	Original Budget	Final Budget		
<b>REVENUES</b>				
Fees for Services	\$ 5,500	\$ 9,184	\$ 3,808	\$ (5,376)
Total Revenues	<u>5,500</u>	<u>9,184</u>	<u>3,808</u>	<u>(5,376)</u>
<b>EXPENDITURES</b>				
<b>Current:</b>				
Operating services	809	5,026	2,294	2,732
Operating supplies	100	105	135	(30)
Other costs	4,510	4,053	3,264	789
Total Expenditures	<u>5,419</u>	<u>9,184</u>	<u>5,693</u>	<u>3,491</u>
<b>Excess of Revenues Over Expenditures</b>	81	-	(1,885)	(1,885)
<b>Fund Balances at Beginning of Year</b>	<u>60,677</u>	<u>60,677</u>	<u>60,677</u>	-
<b>FUND BALANCES AT END OF YEAR</b>	<u>\$ 60,758</u>	<u>\$ 60,677</u>	<u>\$ 58,792</u>	<u>\$ (1,885)</u>

**OTHER SUPPLEMENTAL INFORMATION**

**NORTH DELTA REGIONAL PLANNING AND  
DEVELOPMENT DISTRICT, INCORPORATED**  
Monroe, Louisiana  
**NONMAJOR SPECIAL REVENUE FUNDS**  
**COMBINING SCHEDULE OF REVENUES , EXPENDITURES**  
**AND CHANGES IN FUND BALANCES**

For the Year Ended June 30, 2009

	Area Agency on Aging	Audit Fund	Title III D Preventive Health	Title III E Caregiver
<b>REVENUES</b>				
<i>Intergovernmental:</i>				
Governor's Office of Elderly Affairs	\$ 107,231	\$ 5,608	\$ 14,812	\$ 124,246
U.S. Department of Commerce	-	-	-	-
U.S. Department of Transportation	-	-	-	-
Ouachita Council of Governments	-	-	-	-
Other Federal grants	-	-	-	-
Louisiana Workforce Investment	-	-	-	-
Louisiana Association of Planning	-	-	-	-
Miscellaneous income	-	-	-	-
Membership dues	-	-	-	-
Total Revenues	107,231	5,608	14,812	124,246
<b>EXPENDITURES</b>				
Salaries	59,020	-	-	-
Fringe	18,358	-	-	-
Travel	6,132	-	-	-
Operating services	17,458	802	-	-
Operating supplies	2,723	-	-	-
Other costs	3,540	-	-	-
Grants to subrecipients	-	4,806	14,812	19,991
Total Expenditures	107,231	5,608	14,812	19,991
<b>Excess (Deficiency) of Revenues Over Expenditures</b>	-	-	-	104,255
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers in	-	-	-	-
Transfers out	-	-	-	(104,255)
Total Other Financing Sources (Uses)	-	-	-	(104,255)
<b>Excess of Revenues and Other Sources Over Expenditures and Other Uses</b>	-	-	-	-
<b>Fund Balances (Deficit), Beginning of Year</b>	(7)	-	-	-
<b>FUND BALANCES (DEFICIT), END OF YEAR</b>	\$ (7)	\$ -	\$ -	\$ -

(Continued)

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

For the Year Ended June 30, 2009

	Stimulus C1 & C2	Louisiana Senior Rx	NSIP	Medicare Part D Rx
<b>REVENUES</b>				
Intergovernmental:				
Governor's Office of Elderly Affairs	\$ 14,639	\$ 114,433	\$ 122,157	\$ -
U.S. Department of Commerce	-	-	-	-
U.S. Department of Transportation	-	-	-	-
Ouachita Council of Governments	-	-	-	-
Other Federal grants	-	-	-	-
Louisiana Workforce Investment	-	-	-	-
Louisiana Association of Planning	-	-	-	-
Miscellaneous income	-	-	-	-
Membership dues	-	-	-	-
Total Revenues	<u>14,639</u>	<u>114,433</u>	<u>122,157</u>	<u>-</u>
<b>EXPENDITURES</b>				
Salaries	-	62,297	-	-
Fringe	-	22,468	-	-
Travel	-	4,508	-	-
Operating services	-	17,354	-	-
Operating supplies	-	4,606	-	-
Other costs	-	3,000	-	-
Grants to subrecipients	14,639	-	122,157	-
Total Expenditures	<u>14,639</u>	<u>114,433</u>	<u>122,157</u>	<u>-</u>
<b>Excess (Deficiency) of Revenues Over Expenditures</b>				
	-	-	-	-
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Total Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Excess of Revenues and Other Sources Over Expenditures and Other Uses</b>				
	-	-	-	-
<b>Fund Balances (Deficit), Beginning of Year</b>				
	-	-	-	(108)
<b>FUND BALANCES (DEFICIT), END OF YEAR</b>				
	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (108)</u>

(Continued)

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

For the Year Ended June 30, 2009

	Economic Development Administration	North Delta Caregiver	Council of Governments	Federal Transit Authority
<b>REVENUES</b>				
Intergovernmental:				
Governor's Office of Elderly Affairs	\$ -	\$ -	\$ -	-
U.S. Department of Commerce	50,000	-	-	-
U.S. Department of Transportation	-	-	-	38,468
Ouachita Council of Governments	-	-	34,666	9,617
Other Federal grants	-	-	-	-
Louisiana Workforce Investment	-	-	-	-
Louisiana Association of Planning	-	-	-	-
Miscellaneous income	-	-	-	-
Membership dues	22,261	-	-	-
Total Revenues	<u>72,261</u>	<u>-</u>	<u>34,666</u>	<u>48,085</u>
<b>EXPENDITURES</b>				
Salaries	40,486	5,872	21,023	30,928
Fringe	11,274	1,768	5,780	8,782
Travel	5,398	92	216	314
Operating services	11,679	2,094	6,808	7,305
Operating supplies	1,059	351	839	756
Other costs	-	94,078	-	-
Grants to subrecipients	-	-	-	-
Total Expenditures	<u>69,896</u>	<u>104,255</u>	<u>34,666</u>	<u>48,085</u>
<b>Excess (Deficiency) of Revenues Over Expenditures</b>	<u>2,365</u>	<u>(104,255)</u>	<u>-</u>	<u>-</u>
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers in	-	104,255	-	-
Transfers out	-	-	-	-
Total Other Financing Sources (Uses)	<u>-</u>	<u>104,255</u>	<u>-</u>	<u>-</u>
<b>Excess of Revenues and Other Sources Over Expenditures and Other Uses</b>	<u>2,365</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Fund Balances (Deficit), Beginning of Year</b>	<u>30,671</u>	<u>1</u>	<u>(4)</u>	<u>-</u>
<b>FUND BALANCES (DEFICIT), END OF YEAR</b>	<u>\$ 33,036</u>	<u>\$ 1</u>	<u>\$ (4)</u>	<u>\$ -</u>

(Continued)

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

For the Year Ended June 30, 2009

	Regional Human Service Contract	Federal Highways Administration	Louisiana Workforce Investment	Ombudsman
<b>REVENUES</b>				
Intergovernmental:				
Governor's Office of Elderly Affairs	\$ -	\$ -	\$ -	\$ 122,819
U.S. Department of Commerce	-	-	-	-
U.S. Department of Transportation	10,000	175,732	-	-
Ouachita Council of Governments	-	43,933	-	-
Other Federal grants	-	-	-	-
Louisiana Workforce Investment	-	-	69,200	-
Louisiana Association of Planning	-	-	-	-
Miscellaneous income	-	-	-	-
Membership dues	-	-	-	-
Total Revenues	<u>10,000</u>	<u>219,665</u>	<u>69,200</u>	<u>122,819</u>
<b>EXPENDITURES</b>				
Salaries	2,076	129,549	43,722	49,155
Fringe	490	36,185	13,060	16,005
Travel	-	2,817	2,938	36,236
Operating services	-	45,796	8,285	17,800
Operating supplies	32	5,318	1,195	3,623
Other costs	7,402	-	-	-
Grants to subrecipients	-	-	-	-
Total Expenditures	<u>10,000</u>	<u>219,665</u>	<u>69,200</u>	<u>122,819</u>
<b>Excess (Deficiency) of Revenues Over Expenditures</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Total Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Excess of Revenues and Other Sources Over Expenditures and Other Uses</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Fund Balances (Deficit), Beginning of Year</b>	<u>-</u>	<u>223</u>	<u>(7,597)</u>	<u>(8)</u>
<b>FUND BALANCES (DEFICIT), END OF YEAR \$</b>	<u>-</u>	<u>\$ 223</u>	<u>\$ (7,597)</u>	<u>\$ (8)</u>

(Continued)

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

For the Year Ended June 30, 2009

	Madison Council on Aging	Madison Audit Funds	Madison Support Service	Madison Congregate Meals
<b>REVENUES</b>				
Intergovernmental:				
Governor's Office of Elderly Affairs	\$ -	\$ -	\$ 34,579	\$ 33,186
U.S. Department of Commerce	-	-	-	-
U.S. Department of Transportation	-	-	-	-
Ouachita Council of Governments	-	-	-	-
Other Federal grants	-	-	-	-
Louisiana Workforce Investment	-	-	-	-
Louisiana Association of Planning	-	-	-	-
Miscellaneous income	-	-	40	6,797
Membership dues	-	-	-	-
Total Revenues	<u>-</u>	<u>-</u>	<u>34,619</u>	<u>39,983</u>
<b>EXPENDITURES</b>				
Salaries	-	-	23,509	10,278
Fringe	-	-	2,420	990
Travel	-	-	1,112	180
Operating services	-	-	5,208	15,827
Operating supplies	-	-	2,348	12,447
Other costs	-	-	23	-
Grants to subrecipients	-	-	-	-
Total Expenditures	<u>-</u>	<u>-</u>	<u>34,620</u>	<u>39,722</u>
<b>Excess (Deficiency) of Revenues Over Expenditures</b>	<u>-</u>	<u>-</u>	<u>(1)</u>	<u>261</u>
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Total Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Excess of Revenues and Other Sources Over Expenditures and Other Uses</b>	<u>-</u>	<u>-</u>	<u>(1)</u>	<u>261</u>
<b>Fund Balances (Deficit), Beginning of Year</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>944</u>
<b>FUND BALANCES (DEFICIT), END OF YEAR</b>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (1)</u>	<u>\$ 1,205</u>

(Continued)

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

For the Year Ended June 30, 2009

	Madison Preventive Health	Madison Caregiver	Madison Home Delivered Meals	Madison NSIP
<b>REVENUES</b>				
Intergovernmental:				
Governor's Office of Elderly Affairs	\$ 1,708	\$ -	\$ 72,397	\$ -
U.S. Department of Commerce	-	-	-	-
U.S. Department of Transportation	-	-	-	-
Ouachita Council of Governments	-	-	-	-
Other Federal grants	-	-	-	-
Louisiana Workforce Investment	-	-	-	-
Louisiana Association of Planning	-	-	-	-
Miscellaneous income	-	-	-	892
Membership dues	-	-	-	-
Total Revenues	<u>1,708</u>	<u>-</u>	<u>72,397</u>	<u>892</u>
<b>EXPENDITURES</b>				
Salaries	690	-	9,890	-
Fringe	68	-	967	-
Travel	6	-	1,372	158
Operating services	925	-	32,293	-
Operating supplies	19	-	27,817	128
Other costs	-	-	59	211
Grants to subrecipients	-	-	-	-
Total Expenditures	<u>1,708</u>	<u>-</u>	<u>72,398</u>	<u>497</u>
<b>Excess (Deficiency) of Revenues Over Expenditures</b>	<u>-</u>	<u>-</u>	<u>(1)</u>	<u>395</u>
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Total Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Excess of Revenues and Other Sources Over Expenditures and Other Uses</b>	<u>-</u>	<u>-</u>	<u>(1)</u>	<u>395</u>
<b>Fund Balances (Deficit), Beginning of Year</b>	<u>-</u>	<u>-</u>	<u>720</u>	<u>-</u>
<b>FUND BALANCES (DEFICIT), END OF YEAR</b>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 719</u>	<u>\$ 395</u>

(Continued)

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

**For the Year Ended June 30, 2009**

	MCOA Senior Center	Enterprise Zone (DED)	Delta Regional Authority	Region 8 OHSEP Funds	Total
<b>REVENUES</b>					
Intergovernmental:					
Governor's Office of Elderly Affairs	\$ 1,740	\$ -	\$ -	\$ -	\$ 769,555
U.S. Department of Commerce	-	-	-	-	50,000
U.S. Department of Transportation	-	-	-	-	224,200
Ouachita Council of Governments	-	-	-	-	88,216
Other Federal grants	-	-	18,500	21,870	40,370
Louisiana Workforce Investment	-	-	-	-	69,200
Louisiana Association of Planning	-	15,600	-	-	15,600
Miscellaneous income	-	-	-	-	7,729
Membership dues	-	-	-	-	22,261
Total Revenues	<u>1,740</u>	<u>15,600</u>	<u>18,500</u>	<u>21,870</u>	<u>1,287,131</u>
<b>EXPENDITURES</b>					
Salaries	-	-	10,715	12,533	511,743
Fringe	-	-	3,226	3,692	145,533
Travel	-	-	1,233	2,135	64,847
Operating services	-	15,600	2,083	2,388	209,905
Operating supplies	-	-	403	1,122	64,786
Other costs	-	-	-	-	108,313
Grants to subrecipients	-	-	-	-	176,405
Total Expenditures	<u>-</u>	<u>15,600</u>	<u>17,660</u>	<u>21,870</u>	<u>1,281,532</u>
<b>Excess (Deficiency) of Revenues Over Expenditures</b>	<u>1,740</u>	<u>-</u>	<u>840</u>	<u>-</u>	<u>5,599</u>
<b>OTHER FINANCING SOURCES (USES)</b>					
Transfers in	-	-	-	-	104,255
Transfers out	-	-	-	-	(104,255)
Total Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Excess of Revenues and Other Sources Over Expenditures and Other Uses</b>	<u>1,740</u>	<u>-</u>	<u>840</u>	<u>-</u>	<u>5,599</u>
<b>Fund Balances (Deficit), Beginning of Year</b>	<u>-</u>	<u>5,933</u>	<u>36,620</u>	<u>-</u>	<u>67,388</u>
<b>FUND BALANCES (DEFICIT), END OF YEAR</b>	<u>\$ 1,740</u>	<u>\$ 5,933</u>	<u>\$ 37,460</u>	<u>\$ -</u>	<u>\$ 72,987</u>

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

**COMPARATIVE SCHEDULE OF CAPITAL ASSETS  
AND CHANGES IN CAPITAL ASSETS**

For the Year Ended June 30, 2009

	<u>Balance</u> <u>7/1/2008</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance</u> <u>6/30/2009</u>
<b>GENERAL FIXED ASSETS</b>				
Furniture and Equipment	\$ 111,820	\$ -	\$ (43,043)	\$ 68,777
<b>INVESTMENT IN GENERAL FIXED ASSETS</b>				
General Fund	\$ 25,453	\$ -	\$ (22,891)	\$ 2,562
Economic Development Association	1,669	-	(56)	1,613
Council of Governments	2,615	-	(96)	2,519
Federal Transit Authority	4,313	-	(10)	4,303
Federal Highways Administration	60,088	-	(15,835)	44,253
Louisiana Workforce Investment	403	-	-	403
Tri-District Development	466	-	(339)	127
Enterprise Zone (DED)	8	-	(8)	-
Area Agency on Aging	4,776	-	(2,348)	2,428
Ombudsman	10,962	-	(1,106)	9,856
North Delta Caregiver	68	-	-	68
Senior Rx	536	-	-	536
Title III C-1 Congregate Meals	4	-	(4)	-
Title III C-2 Home Delivered Meals	3	-	(3)	-
Madison 911	6	-	(6)	-
FmHA North Delta Admin	450	-	(341)	109
	<u>\$ 111,820</u>	<u>\$ -</u>	<u>\$ (43,043)</u>	<u>\$ 68,777</u>

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

# LUFFEY, HUFFMAN, RAGSDALE & SOIGNIER

(A PROFESSIONAL ACCOUNTING CORPORATION)  
CERTIFIED PUBLIC ACCOUNTANTS

John L. Luffey, MBA, CPA (1963-2002)  
Francis I. Huffman, CPA  
Phillip A. Ragsdale, CPA  
David Ray Soignier, CPA, MBA

John Herman, CPA  
Lynn Andries, CPA  
Esther Atteberry, CPA  
Sandra Harrington, CPA

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

We have audited the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of North Delta Regional Planning and Development District, Incorporated (the District) as of and for the year ended June 30, 2009, which collectively comprise the District's basic financial statements, and have issued our report thereon dated March 19, 2010. We conducted our audit in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and the *Louisiana Governmental Audit Guide*, issued by the Louisiana Society of Certified Public Accountants and the Louisiana Legislative Auditor.

### *Internal Control over Financial Reporting*

In planning and performing our audit, we considered the District's internal control over financial reporting as a basis for designing our auditing procedures for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the District's internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the District's internal control over financial reporting.

A control deficiency 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 misstatements on a timely basis. A significant deficiency is a control deficiency, or combination of control deficiencies, that adversely affects the District's ability to initiate, authorize, record, process, or report financial data reliably in accordance with generally accepted accounting principles such that there is more than a remote likelihood that a misstatement of the District's financial statements that is more than inconsequential will not

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

be prevented or detected by the District's internal control. We consider the deficiencies described in the accompanying Schedule of Findings and Questions Costs listed as 09-01 and 09-02 to be significant deficiencies in the internal control over financial reporting.

A material weakness is a significant deficiency, or combination of significant deficiencies, that results in more than a remote likelihood that a material misstatement of the financial statements will not be prevented or detected by the District's internal control.

Our consideration of the internal control over financial reporting was for the limited purpose described in the first paragraph of this section and would not necessarily identify all deficiencies in internal control that might be significant deficiencies and, accordingly, would not necessarily disclose all significant deficiencies that are also considered to be material weaknesses. However, we believe Findings 09-01 and 09-02 of the significant deficiencies described above to be material weaknesses.

***Compliance and Other Matters***

As part of obtaining reasonable assurance about whether the District's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and 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 our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed an instance of noncompliance or other matters that is required to be reported under *Government Auditing Standards* and which are described in the accompanying Schedule of Findings and Questioned Costs as item 09-01.

We noted certain matters that we reported to management of the District in a separate letter dated March 19, 2010.

The District's responses to the findings identified in our audit are described in the accompanying Schedule of Findings and Questioned Costs. We did not audit the District's response and, accordingly, we express no opinion on them.

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

*Jeffery Huffman, CPA, CFE, & Associates*  
(A Professional Accounting Corporation)

March 19, 2010

# LUFFEY, HUFFMAN, RAGSDALE & SOIGNIER

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

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

### *Compliance*

We have audited the compliance of North Delta Regional Planning and Development District, Incorporated, (the District) with the types of compliance requirements described in the U. S. Office of Management and Budget (OMB) Circular A-133 *Compliance Supplement* that are applicable to each of its major federal programs for the year ended June 30, 2009. The District's major federal programs are identified in the Summary of Auditor's Results Section of the accompanying Schedule of Findings and Questioned Costs. Compliance with the requirements of laws, regulations, contracts, and grants applicable to each of its major federal programs is the responsibility of the District's management. Our responsibility is to express an opinion on the District's compliance based on our audit.

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

In our opinion, the District complied, in all material respects, with the requirements referred to above that are applicable to each of its major federal programs for the year ended June 30, 2009.

### *Internal Control Over Compliance*

The management of the District is responsible for establishing and maintaining effective internal control over compliance with requirements of laws, regulations, contracts, and grants applicable to federal programs. In planning and performing our audit, we considered the District's internal control over compliance with the requirements that could have a direct and material effect on a

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

major federal program in order to determine our auditing procedures for the purpose of expressing our opinion on compliance, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the District's internal control over compliance.

A control deficiency in internal control over compliance 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 noncompliance with a type of noncompliance requirement of a Federal program on a timely basis. A significant deficiency is a control deficiency, or combination of control deficiencies, that adversely affects the District's ability to administer a Federal program such that there is more than a remote likelihood that noncompliance with a type of compliance requirement of a Federal program that is more than inconsequential will not be prevented or detected by the District's internal control.

A material weakness is a significant deficiency, or combination of significant deficiencies, that results in more than a remote likelihood that material noncompliance with a type of compliance requirement of a Federal program will not be prevented or detected by the District's internal control.

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

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

*Gregory Huffman, CPA, CFE, CISA*

(A Professional Accounting Corporation)

March 19, 2010

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

**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS**

For the Year Ended June 30, 2009

FEDERAL GRANTOR/ <u>PASS-THROUGH GRANTOR/PROGRAM NAME</u>	Federal CFDA Number	Pass - Through Grantor's I.D. Number	Grant Period	Award Amount	Expenditures
<b>United States Department of Commerce</b>					
<b>Direct Program:</b>					
Economic Development - Support for Planning Organizations	11.302	N/A	1/1/2007 - 12/31/209	\$ 150,000	\$ <u>50,000</u>
<b>Total United States Department of Commerce</b>					<u>50,000</u>
<b>United States Department of Transportation/</b>					
<b>Passed-Through the Ouachita Council of Governments:</b>					
Highway Planning & Construction	20.205	736-37-0045	7/1/2008 - 6/30/2009	259,228	175,732
Federal Transit - Metropolitan Planning Grants	20.505	741-37-0118	7/1/2008 - 6/30/2009	38,468	<u>38,468</u>
<b>Total United States Department of Transportation</b>					<u>214,200</u>
<b>Delta Regional Authority</b>					
Delta Local Development District Assistance	90.202	N/A	7/1/2008 - 6/30/2009	18,150	<u>18,500</u>
<b>Total Delta Regional Authority</b>					<u>18,500</u>
<b>United States Department of Health and Human Services - Administration on Aging/</b>					
<b>Passed-Through the Louisiana Governor's Office of Elderly Affairs:</b>					
Title III D - Disease Prevention and Health Promotion Services	93.043	656513	7/1/2008 - 6/30/2009	16,957	<u>16,520</u>
Title III B - Ombudsman Services	93.044	658371	7/1/2008 - 6/30/2009	104,396	104,396
Title III B - Supportive Services	93.044	656513	7/1/2008 - 6/30/2009	231,873	<u>231,739</u>
<b>Total Title III B - Grants for Supportive Services and Senior Centers</b>					<u>336,135</u>
Title III C - Area Agency Administration	93.045	656513	7/1/2008 - 6/30/2009	80,423	80,423
Title III C-1 - Congregate Meals	93.045	656513	7/1/2008 - 6/30/2009	226,216	226,216
Title III C-2 - Home Delivered Meals	93.045	656513	7/1/2008 - 6/30/2009	153,401	153,401
Aging Home-Delivered Nutrition Services for States	93.705		7/1/2008 - 6/30/2009	6,637	4,829
Aging Congregate Nutrition Services for States	93.707		7/1/2008 - 6/30/2009	13,482	<u>9,810</u>
<b>Total Title III - C - Nutrition Services</b>					474,679
Title III E - National Family Caregiver Support	93.052	656513	7/1/2008 - 6/30/2009	95,356	85,908
Nutritional Services Incentive Program (NSIP)					
Food Distribution - Cash-in-Lieu of Commodities	93.053	658351	7/1/2008 - 6/30/2009	137,300	<u>122,157</u>
<b>Total United States Department of Health and Human Services</b>					<u>1,035,399</u>
<b>United States Department of Homeland Security</b>					
<b>Passed-Through the Governor's Office of Homeland Security and</b>					
<b>Emergency Preparedness:</b>					
Homeland Security Grant Program	97.067	FY2006-GE-T6-0069	11/1/2008 - 6/30/2009	42,000	<u>21,870</u>
<b>Total United States Department of Homeland Security</b>					<u>21,870</u>
<b>TOTAL EXPENDITURES OF FEDERAL AWARDS</b>					<b>\$ <u>1,339,969</u></b>

The District is indebted to the Department of Agriculture (Farmer's Home Administration) for a note of \$995,931 at year end.

See Notes to Schedule of Expenditures of Federal Awards

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

**NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS**

**For the Year Ended June 30, 2009**

**1: GENERAL**

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

**2: BASIS OF ACCOUNTING**

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

**3: RELATIONSHIP TO FINANCIAL STATEMENTS**

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

Government Funds	
Major Funds	\$ 539,580
Other Governmental Funds	815,532
Less: Unexpended Revenues	<u>(15,143)</u>
Total Schedule of Expenditures of Federal Awards	<u>\$ 1,339,969</u>

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

Title III B - Supportive Services	\$ 192,412
Title III C-1 - Congregate Nutrition	197,600
Title III C-2 - Home Delivered Meals	136,087
Title III D - Preventive Health	14,812
Aging Home-Delivered Nutrition Services for States	4,829
Aging Congregate-Nutrition Services for States	9,810
Title III E - Caregiver	85,908
N.S.I.P. Cash-in-Lieu of Commodities	<u>122,157</u>
Total Pass Through Awards	<u>\$ 763,615</u>

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

**SCHEDULE OF FINDINGS AND QUESTIONED COSTS**

**For the Year Ended June 30, 2009**

**Section 1 – Summary of Auditor’s Results**

*Financial Statements:*

Type of Auditor’s Report Issued: Unqualified

Internal Control Over Financial Reporting:

Material Weakness(es) identified?  Yes  No

Significant deficiency(s) identified not considered to be material weaknesses?  Yes  None reported

Noncompliance material to financial statements noted?  Yes  No

*Federal Awards:*

Internal Control Over Major Programs:

Material weakness(es) identified?  Yes  No

Significant deficiency(s) identified not considered to be material weakness(es)?  Yes  None Reported

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

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

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

Auditee qualified as low-risk auditee?  Yes  No

*Identification of Major Programs:*

<u>CFDA #</u>	<u>PROGRAM TITLE</u>
20.205	Federal Highway Administration
<u>Aging Cluster</u>	
93.044	Title III, Part B, Grants for Supportive Services and Senior Center
93.045	Title III, Part C, Nutrition Services
93.053	Nutrition Services Incentive Program

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

**SCHEDULE OF FINDINGS AND QUESTIONED COSTS**

**For the Year Ended June 30, 2009**

**Section II – Financial Statement Findings and Questioned Costs:**

**09-01 Financial statements were not audited or submitted timely to the proper agencies**

***Finding:***

Louisiana Revised Statute 24:513 requires that the District prepare and submit its audited financial statements to the Louisiana Legislative Auditor no later than six months after the end of its most recent fiscal year. Due to scheduling conflicts with the independent certified public accountants, the District was not able to submit its audited financial statements within the six month timeframe as required by state audit law.

***Recommendation:***

We recommend that the District coordinate the timing of the audit to ensure that it is completed and submitted to the Legislative Auditor within the prescribed time period.

***Management's Corrective Action Plan:***

We will work closely with the auditors to ensure that the audit is begun in time to be completed and submitted to the Legislative Auditor within six months of the end of the fiscal year.

**09-02 Preparation of financial statements**

***Finding:***

A sound system of internal control requires management to be able to prepare financial statements in accordance with *Generally Accepted Accounting Principles*.

Due to the size of the District's operations and the limited resources available, the District does not employ a staff with the qualifications and training to prepare financial statements, including the related notes, in accordance with generally accepted accounting principles. The District relies on its auditors to prepare its financial statements. Others within the District are responsible for initiating, authorizing, recording, and processing financial data. This is a common practice for entities with a small accounting staff, however the auditors cannot be a compensating control for the District.

Eighteen journal entries were required to correct posting of transactions to the District's accounting records. The most significant entry was to shift approximately \$95,742 from state revenues to due to grantor for funds not expended. Other notable entries were made to record \$4,183 for interest payable, a \$5,000 write-off of an uncollectible receivable and a \$43,043 write-off of obsolete/disposed equipment.

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

**SCHEDULE OF FINDINGS AND QUESTIONED COSTS**

**For the Year Ended June 30, 2009**

These items indicate the risk of inaccurate financial reporting to external users as well as those charged with the decision making process of the District.

***Recommendation:***

Management should evaluate annually the cost versus benefit of employing someone with the needed expertise to prepare financial statements in accordance with generally accepted accounting principles.

***Management's Corrective Action Plan:***

North Delta Regional Planning and Development District, Incorporated has evaluated the cost vs. benefit of employing someone either in house or under contract to prepare financial statements in accordance with generally accepted accounting principles and determined that it is in the best interest of the District to outsource this function to the independent auditors. The financial statements and related notes are the representation of management and have been reviewed and fully understood.

**NORTH DELTA REGIONAL PLANNING AND  
DEVELOPMENT DISTRICT, INCORPORATED  
SUMMARY STATUS OF PRIOR YEAR FINDINGS**

The following is a summary of the status of the prior year findings included in Luffey, Huffinan, Ragsdale & Soignier (APAC)'s audit report dated January 30, 2009, covering the audit of the financial statements of North Delta Regional Planning and Development District, Incorporated as of and for the year ended June 30, 2008.

**08-01 Financial statements were not audited or submitted timely to the proper agencies**

***Finding:***

Louisiana Revised Statute 24:513 requires that the District prepare and submit its audited financial statements to the Louisiana Legislative Auditor no later than six months after the end of its most recent fiscal year. Due the late filing of the District's financial statements, the District was not in compliance with the State audit law.

***Status:***

See Finding 09-01.

**08-02 Preparation of financial statements**

***Finding:***

A sound system of internal control requires management to be able to prepare financial statements in accordance with *Generally Accepted Accounting Principles*.

Due to the size of the District's operations and the limited resources available, the District does not employ a staff with the qualifications and training to prepare financial statements, including the related notes, in accordance with generally accepted accounting principles.

***Status:***

See Finding 09-02.

**08-03 Reporting of federal awards**

***Finding:***

The District received \$418,652 of federal funds from the Governor's Office of Homeland Security and Emergency Preparedness. Of this amount, \$406,652 was then used to purchase various equipment for certain agencies. Federal regulations require that all recipients of federal funds record revenues and expenditures for all award amounts received and spent. However, the District recorded only cash in and out and failed to record revenues and expenditures for these amounts. The District also did not notify subrecipients of federal awards of the amount and related Catalog of Federal Domestic Assistance (CFDA) number.

***Status:***

This situation did not reoccur in fiscal year 2009. However, we do anticipate having such transactions in fiscal year 2010 that will be handled as described above.

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## MANAGEMENT LETTER

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

In planning and performing our audit of the general purpose financial statements of North Delta Regional Planning and Development District, Incorporated (the District) for the year ended June 30, 2009, we considered its internal control structure in order to determine our auditing procedures for purposes of expressing our opinion on the general purpose financial statements and not to provide assurance on the internal control structure or overall compliance with laws and regulations.

However, during our audit we became aware of certain matters that are opportunities for strengthening internal controls and the overall environment for compliance with laws and regulations. This letter will summarize our comments and suggestions regarding those matters. This letter does not affect our report dated March 19, 2010 on the basic financial statements of the District.

### **Documentation of Internal Control**

***Finding:***

Management of the District is charged with establishing and maintaining internal control and to assess internal control for effectiveness in design and operation. Those components are outlined in the Committee of Sponsoring Organizations of the Treadway Commission Report (commonly referred to as the COSO Report, or COSO) and consist of the Control Environment; Risk Assessment; Control Activities; Information and Communication; and Monitoring. While certain elements of the components of internal control exist and certain aspects of the control activities have been documented, the District does not possess adequate written documentation of all components of internal control over District operations.

For management and those charged with governance to properly discharge their responsibility to establish and maintain internal control, there must exist a level of documentation of internal control sufficient to allow them to assess operating effectiveness and design, not just at a point in time, but over a period of time. As circumstances change, controls should be re-evaluated for ongoing effectiveness.

**Board of Directors  
North Delta Regional Planning  
and Development District, Incorporated  
Monroe, Louisiana  
Page 2 of 2**

***Recommendation:***

We recommend that management of the District document the internal control over financial reporting using the COSO framework in order that they may more easily discharge their responsibility to design and implement controls and monitor those controls for effectiveness over time. As part of this review and documentation, the District should utilize the *Checklist of Best Practices in Government* prepared by the Legislative Auditor's office.

***Management's Corrective Action Plan:***

The District has many existing procedures in place that provide for effective internal controls. The District will evaluate the internal control procedures and make sure that proper written documentation exists. The District will use all available resources, including the COSO framework and the Checklist of Best Practices in Government, to ensure proper internal controls.

*Huffman, Hoffman, Reynolds & Squires*

(A Professional Accounting Corporation)

March 19, 2010