

***Single Audit - OMB Circular A-133
Supplementary Financial Report
December 31, 2004***



***Terrebonne Parish Consolidated Government
(The Primary Government)
Houma, Louisiana***



The Louisiana Library Association has named the **Terrebonne Parish Library System** as the 2004 Louisiana Public Library of the Year. The award recognizes public libraries that have shown innovation, achievement, and outstanding community service. A panel of librarians judged public libraries from across the state comparing the libraries' services, statistics, and human resources for the last three years.



About The Cover

The Terrebonne Parish Library System's new main branch library opened its doors to the public in April 2003 in Houma, Louisiana. The state of the art facility is bigger and better equipped to serve the community. The two-story building with 70,000 square feet, houses a 160-person meeting room, a distance-education classroom, a computer lab, a new and expanded genealogy room, a special section for young adults, a children's section of more than 9,000 square feet, study rooms available for students' use, and holds about 125,000 books on two floors; more books and videos than were previously available. The Terrebonne Parish Main Library sees more than 30,000 people a month. The library also was prominently featured in an article published in The New York Times in April 2004 about libraries being reborn with technology. Terrebonne Parish's library system is a fine asset for the parish's residents and it is now anchored by a wonderful main facility that enhances all others as well as the community.

Special Acknowledgements:

Cover Photograph by:

Ruby LeCompte

**Single Audit
OMB Circular A-133
Supplementary Financial Report**



**For The Year Ended
December 31, 2004**

Terrebonne Parish Consolidated Government

Houma, Louisiana

Prepared by:

Finance Department, Division of Accounting

Terrebonne Parish Consolidated Government

Single Audit Under OMB Circular A-133

Supplementary Financial Report

***Terrebonne Parish Consolidated Government
(the Primary Government)***

Houma, Louisiana

December 31, 2004

Supplementary Financial Report

Terrebonne Parish Consolidated Government (the Primary Government)

December 31, 2004

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SPECIAL REPORTS OF CERTIFIED PUBLIC ACCOUNTANTS



Bourgeois Bennett

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

To the Parish President and the
Terrebonne Parish Council,
Houma, Louisiana.

We have audited the basic financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund and the aggregate remaining fund information of the Terrebonne Parish Consolidated Government (the Primary Government), State of Louisiana, as of and for the year ended December 31, 2004, which collectively comprise the Primary Government's basic financial statements and have issued our report thereon dated May 27, 2005. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States.

We did not audit the discretely presented component unit financial statements of the Terrebonne General Medical Center, Houma-Terrebonne Airport Commission, Houma Area Convention and Visitors Bureau, Houma-Terrebonne Regional Planning Commission, Houma-Terrebonne Public Trust Financing Authority, Terrebonne Parish Coroner, City Court of Houma, District Attorney, Clerk of Court, Assessor, Bayou Cane Fire Protection District, Terrebonne Parish Recreation District No. 3, Terrebonne Parish Recreation District No. 8, Terrebonne Parish Communications District, Firemen's Pension and Relief Board and Judicial District Court Law Clerk Fund. Those financial statements were audited by other auditors and our report on internal control over financial reporting and on compliance does not include these entities. Other component units of the Primary Government have separate Boards and accounting systems for which separate reports on compliance and internal control over financial reporting have been issued.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered the Primary Government's internal control over financial reporting in order to determine our auditing procedures for the purpose of expressing our opinions on the Primary Government's financial statements and not to provide an opinion on the internal control over financial reporting. Our consideration of the internal control over financial reporting would not necessarily disclose all matters in the internal control that might be a material weakness. A material weakness is a reportable condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that misstatements caused by error or fraud in amounts that would be material in relation to the basic financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. We noted no matters involving the internal control over financial reporting and its operation that we consider to be material weaknesses.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the Primary Government'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 no instances of noncompliance or other matters that are required to be reported under Government Auditing Standards. We noted a certain matter that we reported to management of the Primary Government in a separate letter dated May 27, 2005.

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

Bourgeois Bennett, L.L.C.

Certified Public Accountants.

Houma, Louisiana,
May 27, 2005.



Bourgeois Bennett

**REPORT ON COMPLIANCE WITH REQUIREMENTS APPLICABLE
TO EACH MAJOR PROGRAM AND ON INTERNAL CONTROL OVER
COMPLIANCE IN ACCORDANCE WITH OMB CIRCULAR A-133 AND
ON THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS**

To the Parish President and the
Terrebonne Parish Council,
Houma, Louisiana.

Compliance

We have audited the compliance of the Terrebonne Parish Consolidated Government (the Primary Government), State of Louisiana, 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 December 31, 2004. The Primary Government'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 Primary Government's management. Our responsibility is to express an opinion on the Primary Government's compliance based on our audit.

The Primary Government's basic financial statements include the operations of the Terrebonne Parish District Attorney, presented as a component unit. For the year reported, this entity expended \$675,922 of federal grant funding that does not appear in the accompanying schedule of expenditures of federal awards for the year ended December 31, 2004. Our audit of compliance, described below, did not include the programs of the Terrebonne Parish District Attorney, as that entity was audited under a separate engagement.

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 Primary Government'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 of the Primary Government's compliance with those requirements.

In our opinion, the Primary Government 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 December 31, 2004.

Internal Control Over Compliance

The management of the Primary Government 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 Primary Government's internal control over compliance with requirements that could have a direct and material effect on a major federal program in order to determine our auditing procedures for the purpose of expressing our opinion on compliance and to test and report on the internal control over compliance in accordance with OMB Circular A-133.

Our consideration of the internal control over compliance would not necessarily disclose all matters in the internal control that might be material weaknesses. A material weakness is a reportable condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that noncompliance with applicable requirements of laws, regulations, contracts and grants caused by error or fraud that would be material in relation to a major federal program being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. We noted no matters involving the internal control over compliance and its operation that we consider to be material weaknesses.

Schedule of Expenditures of Federal Awards

We have audited the financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund and the aggregate remaining fund information of the Primary Government as of and for the year ended December 31, 2004, and have issued our report thereon dated May 27, 2005. Our audit was performed for the purpose of forming opinions on the financial statements that collectively comprise the Primary Government's basic financial statements. The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by OMB Circular A-133 and is not a required part of the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.

We did not audit the discretely presented component unit financial statements of the Terrebonne General Medical Center, Houma-Terrebonne Airport Commission, Houma Area Convention and Visitors Bureau, Houma-Terrebonne Regional Planning Commission, Houma-Terrebonne Public Trust Financing Authority, Terrebonne Parish Coroner, City Court of Houma, District Attorney, Clerk of Court, Assessor, Bayou Cane Fire Protection District, Terrebonne Parish Recreation District No. 3, Terrebonne Parish Recreation District No. 8, Terrebonne Parish Communications District, Firemen's Pension and Relief Board and Judicial District Court Law Clerk Fund. Those financial statements were audited by other auditors and our report on compliance with the requirements applicable to each major program and on internal control over compliance does not include these entities. Other component units of the Primary Government have separate Boards and accounting systems for which separate reports on compliance with the requirements applicable to each major program and internal control over compliance have been issued, as applicable.

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

Bourgeois Bennett, L.L.C.
Certified Public Accountants.

Houma, Louisiana,
May 27, 2005.

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

**Terrebonne Parish Consolidated Government
(the Primary Government)**

For the year ended December 31, 2004

Federal Grantor/Pass-Through Grantor/Program Title	Federal CFDA Number	Federal Award/ Pass-Through Entity Identifying Number	Federal Expenditures*			
U.S. Department of Agriculture:						
Natural Resources Conservation Service:						
Office of Rural Development:						
Watershed Protection and Flood Prevention -						
Montegut Levee Repair	10.904	68-7217-03-09 / DSR 109-03-03	\$ 27,499			
Ward 7 Levee/Boudreaux Canal	10.904	68-7217-3-22 / DSR 109-03-05	17,855			
Ashland Levee Repair	10.904	68-7217-04-1 / DSR 109-03-08	19,932			
Bayou Dularge Pump Station Levee Repairs	10.904	68-7217-04-1 / DSR 109-03-09	18,168			
4-1 Point Aux Chenes Levee Repair	10.904	68-7217-04-1 / DSR 109-03-10	64,490			
Subtotal Direct Programs			<u>147,944</u>			
Food and Nutrition Service:						
<u>Pass-Through Program From:</u>						
<u>Louisiana Department of Education:</u>						
Child and Adult Care Food Program	10.558	25-013	41,249			
Summer Food Service Program for Children	10.559	02-SFSP-047	29,302			
Forest Service:						
<u>Pass-Through Program From:</u>						
<u>Louisiana Department of Agriculture & Forestry:</u>						
Urban and Community Forestry Grant - "Save the Trees Program"	10.675	CFMS 603556	10,000			
Subtotal Pass-Through Programs			<u>80,551</u>			
Total U.S. Department of Agriculture			<u>228,495</u>			
U.S. Department of Commerce:						
National Oceanic and Atmospheric Administration:						
Coastal Zone Management Administration Awards -						
Bush Canal and Bayou Terrebonne Bank Stabilization Project	11.419	NA170A2165	34,318			
<u>Pass-Through Programs From:</u>						
<u>Louisiana Department of Natural Resources:</u>						
Coastal Zone Management Administration Awards -						
Bush Canal and Bayou Terrebonne Bank Stabilization Project	11.419	435-300492 / DNR No. 2513-03-11	69,676			
Terrebonne Parish Local Coastal Program	11.419	CFMS 604787 / DNR No. 2515-04-10 CFMS 614111 / DNR No. 2515-05-01	66,935			
Subtotal Pass-Through Programs			<u>136,611</u>			
Total U.S. Department of Commerce			<u>170,929</u>			
U.S. Department of Housing and Urban Development:						
Office of Community Planning and Development:						
Community Development Block Grants/ Entitlement Grants				14.218	B-02-MC-22-0011 B-03-MC-22-0011	1,370,656
HOME Investment Partnerships Program	14.239	M-02-UC-22-0209 M-03-MC-22-0209	584,798			
Office of Economic Development:						
Opportunities for Youth_Youthbuild Program	14.243	Y-01-IM-LA-0245	358,122			
Section 8 Moderate Rehabilitation Program for Single Room Occupancy Dwellings	14.249	SRO Contract	7,145			

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

**Terrebonne Parish Consolidated Government
(the Primary Government)**

For the year ended December 31, 2004

<u>Federal Grantor/Pass-Through Grantor/Program Title</u>	<u>Federal CFDA Number</u>	<u>Federal Award/ Pass-Through Entity Identifying Number</u>	<u>Federal Expenditures*</u>
Office of Public and Indian Housing: Section 8 Housing Choice Vouchers	14.871	FW - 2231 - V	<u>2,322,823</u>
Subtotal Direct Programs			<u>4,643,544</u>
Office of Community Planning and Development: <u>Pass-Through Program From:</u> <u>Louisiana Department of Social Services:</u> <u>Office of Community Services:</u> Emergency Shelter Grants Program	14.231	CFMS 584088 CFMS 598091	<u>193,226</u>
Total U.S. Department of Housing and Urban Development			<u>4,836,770</u>
U.S. Department of the Interior: U.S. Fish and Wildlife Service: <u>Pass-Through Program From:</u> <u>Louisiana Department of Wildlife and Fisheries:</u> Sport Fish Restoration - Ashland Boat Launch	15.605	16-01-00-86-6 (Part 4B)	<u>10,346</u>
U.S. Department of Justice: Bureau of Justice Assistance: Office of Justice Programs: Local Law Enforcement Block Grants Program	16.592	2001-LB-BX-3211 2002-LB-BX-2859 2003-LB-BX-1130	<u>79,373</u>
Executive Office for Weed and Seed: Executive Office for Weed and Seed Subtotal Direct Programs	16.595	2002-WS-QX-0035	<u>124,092</u> <u>203,465</u>
Office of Victims of Crime: <u>Pass-Through Programs From:</u> <u>Louisiana Commission on Law Enforcement:</u> Crime Victim Assistance	16.575	C-03-7-021	<u>10,840</u>
Bureau of Justice Assistance: <u>Pass-Through Program From:</u> <u>Louisiana Commission on Law Enforcement:</u> Byrne Formula Grant Program - Street Sales Disruption Grant	16.579	B-03-7-011	<u>71,974</u>
Violence Against Women Office: <u>Pass-Through Program From:</u> <u>Louisiana Commission on Law Enforcement:</u> Violence Against Women Formula Grant Subtotal Pass-Through Programs	16.588	M-02-7-004	<u>1,399</u> <u>84,213</u>
Total U.S. Department of Justice			<u>287,678</u>
U.S. Department of Labor: Employment and Training Administration: <u>Pass-Through Programs From:</u> <u>LAT Workforce Investment Board, Inc.:</u> WIA Dislocated Workers	17.260	OCR 474-000559/LO41	<u>13,250</u>

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

**Terrebonne Parish Consolidated Government
(the Primary Government)**

For the year ended December 31, 2004

Federal Grantor/Pass-Through Grantor/Program Title	Federal CFDA Number	Federal Award/ Pass-Through Entity Identifying Number	Federal Expenditures*
U.S. Department of Transportation:			
Federal Transit Administration:			
Federal Transit Formula Grants - Section 9 FTA	20.507	LA - 90 - X227 LA - 90 - X236 LA - 90 - X241 LA - 90 - X256	<u>972,836</u>
<u>Pass-Through Program From:</u>			
<u>Louisiana Department of Transportation and Development:</u>			
Formula Grants for Other Than Urbanized Areas - Rural Transportation Program	20.509	741-55-0102 / LA-18-X020 741-55-0101 / LA-18-X019	252,321
Federal Highway Administration:			
<u>Pass-Through Programs From:</u>			
<u>Louisiana Department of Transportation and Development:</u>			
Highway Planning and Construction - Country Drive Widening	20.205	700-55-0102 / STP3005(001)M	53,150
Westside Blvd. Widening	20.205	700-55-0104 / STP3035(001)M	34,093
Hollywood Road Reconstruction (South) 4-Lane	20.205	700-55-0101 / STP3008(004)M	101,513
Recreational Trails Program - Gray Pedestrian Sidewalk	20.219	744-55-0003 / ENH-MISC(349)	80,062
National Highway Traffic Safety Administration:			
<u>Pass-Through Programs From:</u>			
<u>Louisiana Highway Safety Commission:</u>			
State and Community Highway Safety - Year Long	20.600	PT 04-11-00	22,839
DWI Enforcement / Checkpoint Equipment	20.601	J8-04-09-01	1,722
Safety Incentives to Prevent Operation of Motor Vehicles by Intoxicated Persons - Safe and Sober Campaign 2002/2003	20.605	J8 / IN 03-10-44	2,693
Safe and Sober Campaign 2003/2004	20.605	P3 04-17-72	739
<u>Pass-Through Programs From:</u>			
<u>South Central Planning and Development Commission:</u>			
State and Community Highway Safety - Demonstration Project Targeting Alcohol Impaired Driving by Individuals Age 21 to 34	20.600	DTNH22-01-H-35156	<u>544</u>
Subtotal Pass-Through Programs			<u>549,676</u>
Total U.S. Department of Transportation			<u>1,522,512</u>
Environmental Protection Agency:			
Office of Water:			
<u>Pass-Through Program From:</u>			
<u>State Department of Natural Resources:</u>			
Wetland Program Grants - Houma Navigational Canal Study	66.461	2519-01-02 / CFMS 574115	<u>8,728</u>
U.S. Department of Energy:			
<u>Pass-Through Programs From:</u>			
<u>Louisiana Housing Finance Agency:</u>			
Weatherization Assistance for Low-Income Persons - LIHEAP/PVE/DOE 2003-2004	81.042	n/a	
LIHEAP/PVE/DOE 2004-2005		n/a	<u>25,681</u>

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

**Terrebonne Parish Consolidated Government
(the Primary Government)**

For the year ended December 31, 2004

Federal Grantor/Pass-Through Grantor/Program Title	Federal CFDA Number	Federal Award/ Pass-Through Entity Identifying Number	Federal Expenditures*
U.S. Department of Health and Human Services:			
Administration for Children and Families:			
Head Start Center Based	93.600	06CH7041/01	<u>404,745</u>
<u>Pass-Through Programs From:</u>			
<u>Louisiana Department of Social Services -</u>			
<u>Louisiana Housing Financing Agency:</u>			
Temporary Assistance for Needy Families - Metropolitan Substandard Housing Assistance Program	93.558	n/a	36,956
Low-Income Home Energy Assistance - LIHEAP 2004	93.568	n/a	19,313
<u>Louisiana Department of Labor:</u>			
Community Services Block Grant	93.569	2003P0073 / CFMS 592112 2004P0073 / CFMS 474-701232	332,848
<u>Lafourche Parish Council:</u>			
Head Start	93.600	Delegate Agency Agreement	643,093
Substance Abuse and Mental Health Services Administration:			
<u>Pass-Through Program From:</u>			
<u>Louisiana Department of Health and Hospitals -</u>			
<u>Office of Addictive Disorders:</u>			
Block Grants for Prevention and Treatment of Substance Abuse - Social Detox Program	93.959	DHH 031272 / CFMS 597961 DHH 040532 / CFMS 610991	<u>167,953</u>
Subtotal Pass-Through Programs			<u>1,200,163</u>
Total U.S. Department of Health and Human Services			<u>1,604,908</u>
U.S. Department of Homeland Security:			
<u>Pass-Through Programs From:</u>			
<u>Louisiana Office of Homeland Security and Emergency</u>			
<u>Preparedness:</u>			
Emergency Food and Shelter National Board Program	97.024	22-3700-00 / LRO #005	24,234
Acquisition / Elevation Flood Mitigation Assistance	97.029	FMA 02-109-001 FMA 03-109-001	1,709
Hazard Mitigation Plan / Flood Mitigation Assistance	97.029	FMP 02-109-001	55
Hurricane Ivan Public Assistance Grant	97.036	1548-DR-LA	121,836
Schriever Hazard Mitigation Grant	97.039	HMGP-1380-109-0001	171
Hurricane Lilli - Tropical Storm Isidore Hazard Mitigation Grant	97.039	HMGP-1437-109-0001	6,371,595
Emergency Management Performance Grants	97.042	EMF 2004	<u>130,673</u>
Total U.S. Department of Homeland Security			<u>6,650,273</u>
Total Expenditures of Federal Awards			<u>\$ 15,359,570</u>

* Federal expenditures represent total expenditures for the program. Those expenditures may include amounts reimbursed by state and/or local matches.

See accompanying notes to schedule of expenditures of federal awards.

NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

Terrebonne Parish Consolidated Government (the Primary Government)

December 31, 2004

Note 1 - GENERAL

The Primary Government's Schedule of Expenditures of Federal Awards presents the activity of all federal financial assistance programs of the primary government of the Terrebonne Parish Consolidated Government (the Primary Government). All federal financial assistance received directly from federal agencies is included on the schedule, as well as federal financial assistance passed-through other government agencies.

Note 2 - BASIS OF PRESENTATION

The accompanying schedule of expenditures of federal awards includes the federal grant activity of Terrebonne Parish Consolidated Government (the Primary Government) and is presented on the modified accrual basis of accounting, which is described in Note 1 to the Primary Government's financial statements for the year ended December 31, 2004. The information in this schedule is presented in accordance with the requirements of OMB Circular A-133, Audits of States, Local Governments, and Non-Profit Organizations.

We did not audit the following discretely presented component unit financial statements which received federal awards: Terrebonne General Medical Center, Terrebonne Parish District Attorney and Bayou Cane Fire Protection District. Those financial statements were audited by other auditors. Terrebonne General Medical Center, Terrebonne Association for Retarded Citizens, Inc., Terrebonne Council on Aging, Inc., Consolidated Waterworks District No. 1, Schriever Fire Protection District and Bayou Cane Fire Protection District received federal funds but were not required to be audited under the Single Audit Act. A separate report was issued on Terrebonne Parish District Attorney as required under the Single Audit Act.

Note 3 - FINDINGS OF NONCOMPLIANCE

There were no federal award findings or questioned costs reported during the audit for the year ended December 31, 2004.

SCHEDULE OF FINDINGS AND QUESTIONED COSTS

**Terrebonne Parish Consolidated Government
(the Primary Government)**

For the year ended December 31, 2004

Section I Summary of Auditor's Results

a) Financial Statements

Type of auditor's report issued: unqualified

Internal control over financial reporting:

- Material weakness(es) identified? yes no
- Reportable condition(s) identified that are not considered to be material weaknesses? yes none reported
- Noncompliance material to financial statements noted? yes no

b) Federal Awards

Internal control over major programs:

- Material weakness(es) identified? yes no
- Reportable condition(s) identified that are not considered to be material weaknesses? 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 section 510(a) of Circular A-133? yes no

c) Identification of Major Programs:

<u>CFDA Number(s)</u>	<u>Name of Federal Program</u>
14.239	HOME Investment Partnerships Program
97.039	Schriever Hazard Mitigation Grant
97.039	Hurricane Lili – Tropical Storm Isidore Hazard Mitigation Grant

SCHEDULE OF FINDINGS AND QUESTIONED COSTS
(Continued)

Terrebonne Parish Consolidated Government
(the Primary Government)

For the year ended December 31, 2004

Section I Summary of Auditor's Results (Continued)

Dollar threshold used to distinguish between type A
and Type B programs:

\$382,747

Auditee qualified as low-risk auditee?

X yes no

Section II Financial Statement Findings

No financial statement findings were noted during the audit of the financial statements for the year ended December 31, 2004.

Section III Federal Award Findings and Questioned Costs

There were no federal award findings or questioned costs reported during the audit for the year ended December 31, 2004.

REPORTS BY MANAGEMENT

SCHEDULE OF PRIOR YEAR FINDINGS AND QUESTIONED COSTS

Terrebonne Parish Consolidated Government (the Primary Government)

For the year ended December 31, 2004

Section I Internal Control and Compliance Material to the Primary Government's Basic Financial Statements

Internal Control

No material weaknesses were noted during the audit for the year ended December 31, 2003.
No reportable conditions were reported during the audit for the year ended December 31, 2003.

Compliance

No compliance findings material to the Primary Government's financial statements were noted during the audit for the year ended December 31, 2003.

Section II Internal Control and Compliance Material to Federal Awards

There were no federal award findings or questioned costs reported during the audit for the year ended December 31, 2003.

Section III Management Letter

03-1 **Recommendation** - We recommend that the Parish comply with the State budget laws by amending its budget to ensure actual revenues and other sources are not less than budgeted revenues and other sources by five percent or more.

Management's Response – See state budget law management letter comment 04-1. Unresolved.

03-2 **Recommendation** - Written procedures should be followed to ensure only allowable costs are paid.

Management's Response – This recommendation was adopted. No similar findings were noted in 2004 audit.

SCHEDULE OF PRIOR YEAR FINDINGS AND QUESTIONED COSTS
(Continued)

Terrebonne Parish Consolidated Government
(the Primary Government)

For the year ended December 31, 2004

Section III Management Letter (Continued)

03-3 **Recommendation** - We recommend that procedures be developed in case of files being lost or misplaced.

Management's Response – This recommendation was adopted. No similar findings were noted in 2004 audit.

MANAGEMENT'S CORRECTIVE ACTION PLAN

Terrebonne Parish Consolidated Government (the Primary Government)

For the year ended December 31, 2004

Section I Internal Control and Compliance Material to the Primary Government's Basic Financial Statements

Internal Control

No material weaknesses were noted during the audit for the year ended December 31, 2004.

No reportable conditions were reported during the audit for the year ended December 31, 2004.

Compliance

No compliance findings material to the Primary Government's financial statements were noted during the audit for the year ended December 31, 2004.

Section II Internal Control and Compliance Material to Federal Awards

There were no federal award findings or questioned costs reported during the audit for the year ended December 31, 2004.

Section III Management Letter

04-1 **Recommendation** – We recommend that the Parish comply with the State budget laws by amending its budget to ensure actual expenditures and other uses do not exceed budgeted expenditures and other uses by five percent or more.

Management's Corrective Action – Budgets will be monitored closely to ensure that revenues and expenditures will not leave any variances by 5% or more.



**Terrebonne Parish Consolidated Government
Houma, Louisiana**