

**TERREBONNE PARISH
RECREATION DISTRICT NO. 6
ANNUAL FINANCIAL REPORT
FOR THE YEAR ENDED DECEMBER 31, 2016**

TERREBONNE PARISH RECREATION DISTRICT NO. 6
ANNUAL FINANCIAL REPORT
As of and for the Year Ended December 31, 2016

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TERREBONNE PARISH RECREATION DISTRICT NO. 6
MANAGEMENT'S DISCUSSION AND ANALYSIS
For the Year Ended December 31, 2016

This discussion and analysis of the Terrebonne Parish Recreation District No. 6's financial performance provides a narrative overview of the financial activities as of and for the fiscal year ended December 31, 2016. Please read it in conjunction with the basic financial statements and the accompanying notes to the financial statements.

FINANCIAL HIGHLIGHTS

Our financial statements provide these insights into the results of this year's operations:

- The net position increased slightly by approximately \$78,000 as a result of this year's operations. At the close of fiscal year assets exceeded liabilities by \$2,001,545 (net position).
- During the year, expenses of governmental activities were \$592,061 more than the \$34,053 generated in program revenues for governmental programs. General revenues of \$670,570 added to the program revenues helped to make up the shortfall to end the year with revenue exceeding expenses by \$78,509. This compares to last year when revenues exceeded expenses by \$89,961. Program expenses increased by \$74,029 or about 13%.
- The governmental funds reported net decrease in fund balance of \$(98,715).

USING THIS ANNUAL REPORT

This annual report consists of a series of financial statements. The Statement of Net Position and the Statement of Activities (Government-Wide Financial Statements) provide information about the governmental activities as a whole and present a longer-term view of the finances. The Balance Sheet and Statement of Revenues, Expenditures and Changes in Fund Balance – Governmental Funds (Fund Financial Statements) tell how services were financed in the short term as well as what remains for future spending. Fund financial statements also report the operations in more detail than the government-wide statements by providing information about the most significant funds.

Our auditor has provided assurance in his independent auditor's report that the basic financial statements are fairly stated. The auditor, regarding the Required Supplemental Information and the Other Supplemental Information is providing varying degrees of assurance. A user of this report should read the independent auditor's report carefully to ascertain the level of assurance being provided for each of the other parts in the Annual Report.

Government-Wide Financial Statements

The government-wide financial statements are designed to provide readers with a broad overview of the finances, in a manner like a private-sector business.

TERREBONNE PARISH RECREATION DISTRICT NO. 6
MANAGEMENT'S DISCUSSION AND ANALYSIS
For the Year Ended December 31, 2016

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

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

Both government-wide financial statements distinguish functions that are principally supported by taxes and intergovernmental revenues, governmental activities, from other functions that are intended to recover all or a significant portion of their costs through user fees and charges, business-type activities.

Fund Financial Statements

The fund financial statements provide detailed information about the most significant funds—not as a whole. Some funds are required to be established by State laws.

The Terrebonne Parish Recreation District No. 6 utilizes the governmental type of funds with the following accounting approach. Most of the basic services are reported in governmental funds, which focus on how money flows into and out of those funds and the balances left at year-end that are available for spending. These funds are reported using an accounting method called modified accrual accounting, which measures cash and all other financial assets that can readily be converted to cash. The governmental fund statements provide a detailed short-term view of the general government operations and the basic services it provides. Governmental fund information helps you determine whether there are more or fewer financial resources that can be spent soon to finance programs. We describe the relationship (or differences) between governmental activities (reported in the Statement of Net Position and the Statement of Activities) and governmental funds in reconciliation at the bottom of the fund financial statements.

FINANCIAL ANALYSIS AS A WHOLE (GWFS)

Our analysis below focuses on the net position and changes in net position of the governmental-type activities.

TERREBONNE PARISH RECREATION DISTRICT NO. 6
MANAGEMENT'S DISCUSSION AND ANALYSIS
For the Year Ended December 31, 2016

Condensed Statement of Net Position			Variance	
	2015	2016	Amount	%
Current and Other Assets	\$ 1,860,331	\$1,710,541	\$(149,790)	-8.1%
Capital Assets	2,274,190	2,369,610	95,420	4.2%
Total Assets	4,134,521	4,080,151	(54,370)	-1.3%
Current Liabilities	5,476	7,495	2,019	36.9%
Long-term Obligations	1,530,000	1,455,672	(74,328)	-4.9%
Total Liabilities	1,535,476	1,463,167	(72,309)	-4.9%
Deferred Inflows	665,038	615,439	(49,599)	-7.5%
Invested in Capital Assets	744,190	929,610	185,420	24.9%
Restricted for Debt Service	304,064	146,348	(157,716)	-51.9%
Unrestricted	874,782	925,587	39,834	4.6%
Total Net Position	\$ 1,923,036	\$2,001,545	\$ 78,509	4.1%

Net position increased from \$1,923,036 to \$2,001,545, approximately 5%. Current assets (mainly cash from the Construction Fund) decrease for payments made for capital projects in using the remainder of the bond monies for the projects designated by the Board. Capital assets increased slightly by 5% due to capital purchases in the current year. Long term obligations decrease to reflect the payment on debt. Unrestricted net assets are the part of net assets that can be used to finance day-to-day operations without constraints. The balance in net assets represents the accumulated results of all past years' operations.

Condensed Statement of Activities			Variance	
	2015	2016	Amount	%
Total program expenses	\$ (552,085)	\$ (626,114)	\$ 74,029	13.4%
Total program revenues	32,354	34,053	1,699	5.3%
			-	
Net program income	(519,731)	(592,061)	(72,330)	13.9%
General revenues	609,692	670,570	60,878	10.0%
			-	
Change in Net Position	89,961	78,509	(11,452)	12.7%
Net Position:				
Beginning of the year	1,833,075	1,923,036	89,961	-4.9%
End of the year	<u>\$ 1,923,036</u>	<u>\$2,001,545</u>	<u>\$ 78,509</u>	<u>4.1%</u>

TERREBONNE PARISH RECREATION DISTRICT NO. 6
MANAGEMENT'S DISCUSSION AND ANALYSIS
For the Year Ended December 31, 2016

- **Governmental Activities** – The table above presents the cost of the recreational governmental activities. The table shows the net cost (total cost less fees generated by the activities and intergovernmental aid provided for specific programs). Program expenses increase by approximately 13% - mainly due to the payments made for capital projects in using the remainder of the bond monies for the projects designated by the Board. General revenues increased by over \$60,000 or 10% as the District received additional ad valorem tax revenue over the prior year.

FINANCIAL ANALYSIS OF MAJOR FUNDS (FFS)

The Terrebonne Parish Recreation District No. 6 uses funds to help it control and manage money for recreational purposes. Looking at individual funds helps you consider whether the District is being accountable for the resources provided to it but may also give you more insight into the overall financial health.

The General Fund reported an ending fund balance of \$941,255. This reflects an increase of \$60,997 from the prior year. Of the ending fund balance, \$39,000 is non-spendable for prepaid insurance. The Board has committed in the 2017 Adopted Budget - \$153,627 for capital purchases and \$435,000 for contingencies. The remaining \$313,628 is unassigned and available for use. The revenues for the General Fund were \$526,396, a decrease of 6% from the prior year. Current expenditures for recreational activities were \$372,664, a slight increase of 5% from the prior year. Capital outlay equaled \$38,011, for purchases of machinery and equipment and building improvements.

A Debt Service Fund was established as per the bond indenture to account for the collection of ad valorem taxes and the payment of debt service for two General Obligation Bond issues – Series 2008 and Series 2015.. During the current year the debt service fund recorded \$177,883 of ad valorem taxes, an increase of over \$60,000 due to the increase in the millage assessed for the new bonds. \$160,108 was paid on principal and interest expense on the bonds. The ending fund balance – restricted for Debt Service was \$146,348.

The Construction Fund was established to account for the expenditure of the proceeds from the General Obligation Bonds, Series 2015 that were issued for purchasing, acquiring, constructing and improving parks, playgrounds, recreation centers and other recreational facilities, together with the necessary furnishings and equipment. Initially bond proceeds of \$400,000 were received. The District spent \$217,317 in 2015 and \$211,706 in 2016 in capital outlay from the bond issue. The General Fund transferred \$35,875 into the Construction Fund to cover the overage from the bond issue proceeds. This fund will be closed out in the next year – the ending Fund Balance is \$4.

TERREBONNE PARISH RECREATION DISTRICT NO. 6
MANAGEMENT'S DISCUSSION AND ANALYSIS
For the Year Ended December 31, 2016

GENERAL FUND BUDGETARY HIGHLIGHTS

The original budget for the General Fund was revised during the year. Authorized budget amendments were approved as follows:

Original Budgeted Revenues	\$521,900
Amendments were made for:	
Increased Ad Valorem taxes based on actual collections	8,030
Decreased State Revenue Sharing	(143)
Increased Concession Sales	500
Increased fees & charges	2,494
Decreased Grants & Settlement Revenue	(8,000)
Increased Miscellaneous and Interest	1,008
Total revenue amendments	3,889
Amended Budgeted Revenues	\$525,789

Original Budgeted Expenditures	\$460,200
Amendments were made for:	
Decreased current expenditures	(25,358)
Increased capital expenditures	35,000
Total expenditure amendments	8,992
Amended Budgeted Expenditures	\$469,192

CAPITAL ASSETS

Capital assets, net of accumulated depreciation of \$1,813,795, for governmental activities at year-end were \$2,369,610. This year there was \$254,312 in additions to capital assets, including \$4,595 of construction in progress transferred from the prior year. Depreciation of \$154,297 was recorded on capital assets in the governmental activities.

More detailed information about the capital assets is presented in Note 4 to the financial statements.

TERREBONNE PARISH RECREATION DISTRICT NO. 6
MANAGEMENT'S DISCUSSION AND ANALYSIS
For the Year Ended December 31, 2016

LONG-TERM DEBT

The voters approved a proposition on October 20, 2007 to incur debt and to issue \$1,400,000 of 20-year General Obligation Bonds, Series 2008 with varying interest rates between 4.6%-6% for purchasing, acquiring, constructing and improving parks, playgrounds, recreation centers and other recreational facilities to be payable from ad valorem taxes. At December 31, 2016 \$1,070,000 of these bonds were outstanding and \$60,000 of principal and \$49,284 of interest was paid.

In accordance with a special election held on December 6, 2014, the voters approved the issuance of Four Hundred Thousand Dollars (\$400,000) of General Obligation Bonds, Series 2015, for the purpose of purchasing, acquiring, constructing and improving parks, playgrounds, recreation centers and other recreational facilities to be payable from ad valorem taxes. The interest rate is 2.36%, interest payment dates are March 1st and September 1st mature in the year 2025. At December 31, 2016 \$370,000 of these bonds were outstanding and \$30,000 of principal and \$13,203 of interest was paid.

More detailed information about the long-term debt is presented in Note 7 to the financial statements.

ECONOMIC FACTORS AND NEXT YEAR'S BUDGETS AND RATES

Highlights of next year's General Fund budget include:

2017	
Anticipated revenues	\$ 533,000
Expenditures:	
Current	428,400
Capital outlay	60,000
Anticipated expenditures	488,400
Excess of revenues	44,600
Fund Balance:	
Beginning of the year	915,840
End of the year	\$960,440

TERREBONNE PARISH RECREATION DISTRICT NO. 6
MANAGEMENT'S DISCUSSION AND ANALYSIS
For the Year Ended December 31, 2016

The Board has reserved in the 2017 budget \$25,000 for pool area floors and repairs, \$5,000 for a concrete pad, \$5,000 for baseball field repairs, \$4,000 for reserve mounds, \$4,800 for a shed, \$14,000 for lights, \$89,827 for Gustav & Ike repairs, \$425,000 for contingencies, and \$39,000 for prepaid insurance.

CONTACTING FINANCIAL MANAGEMENT

This financial report is designed to provide a general overview of the Terrebonne Parish Recreation District No. 6's finances and to show accountability for the money it received. If you have questions about this report or need additional financial information, contact:

Carlos Alario, Chairman
107 Recreation Dr.
Montegut, LA
Phone number 985-594-3174

FINANCIAL SECTION



STAGNI & COMPANY, LLC

CERTIFIED PUBLIC ACCOUNTANTS & CONSULTANTS

INDEPENDENT AUDITOR'S REPORT

To the Commissioners of
Terrebonne Parish Recreation District No. 6
Montegut, LA

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities and each major fund of the Terrebonne Parish Recreation District No. 6, a component unit of Terrebonne Parish Consolidated Government, as of and for the year ended December 31, 2016, and the notes to the financial statements, which collectively comprise the basic financial statements, as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

Our responsibility is to express an opinion on these basic financial statements based on our audit. 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 Statements*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the basic financial statements are free of material misstatement.

An audit includes performing procedures to obtain audit evidence supporting the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.

In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Opinions

In our opinion the financial statements referred to above present fairly, in all material respects, the financial position of the governmental activities and each major fund as of December 31, 2016 and the respective changes in financial position for the year then ended in conformity with accounting principles generally accepted in the United States of America.

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the Management's Discussion and Analysis and the Required Supplementary Information be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.



Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the basic financial statements. The Schedule of Compensation, Benefits and Other Payments to Agency Head are presented for the purpose of additional analysis and are not a required part of the basic financial statements.

These schedules are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the Schedule of Compensation, Benefits and Other Payments to Agency Head are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued a report dated March 19, 2017, on our consideration of the internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts, grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering internal control over financial reporting and compliance.

Stagni & Company

Thibodaux, Louisiana
March 19, 2017



TERREBONNE PARISH RECREATION DISTRICT NO. 6

Statement of Net Position

December 31, 2016

ASSETS

Cash and cash equivalents	\$ 807,814
Investments	266,670
Accounts receivable	2,744
Ad Valorem taxes receivable	136,101
Due from tax collector	464,600
Due from State of LA	4,572
Prepaid Insurance	27,410
Meter Deposits	630
Capital Assets, net of accumulated depreciation	
Non-Depreciable	47,000
Depreciable	<u>2,322,610</u>
TOTAL ASSETS	<u>4,080,151</u>

LIABILITIES

Accounts payable and accrued liabilities	7,495
Long-term liabilities:	
Compensated absences payable-current	8,664
Compensated absences payable-noncurrent	3,904
Accrued Interest on Bonds	3,104
Bonds Payable - due in one year	100,000
Bonds Payable - due in more than one year	<u>1,340,000</u>
TOTAL LIABILITIES	<u>1,463,167</u>

DEFERRED INFLOWS OF RESOURCES

Ad Valorem Taxes	615,439
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NET POSITION

Net Invested in capital assets	929,610
Restricted for Debt	146,348
Unrestricted	<u>925,587</u>
Total net position	<u><u>\$ 2,001,545</u></u>

See notes to financial statements.

TERREBONNE PARISH RECREATION DISTRICT NO. 6

Statement of Activities - Governmental Activities
For the Year Ended December 31, 2016

FUNCTIONS/PROGRAMS	Expenses	Program Revenue		Net Revenue (Expense)
		Charges for services	Operating Grants	
Recreational activities:	\$ 626,114	\$ 34,053	\$ -	\$ (592,061)
Total governmental activities	<u>\$ 626,114</u>	<u>\$ 34,053</u>	<u>\$ -</u>	<u>(592,061)</u>

GENERAL REVENUES

Ad valorem taxes	658,420
State revenue sharing	6,857
Miscellaneous	2,920
Interest earned	<u>2,373</u>
TOTAL GENERAL REVENUES	670,570

CHANGE IN NET POSITION 78,509
NET POSITION:

Beginning of year	<u>1,923,036</u>
End of year	<u>\$ 2,001,545</u>

See notes to the financial statements.

TERREBONNE PARISH RECREATION DISTRICT NO. 6

Balance Sheet - Governmental Fund - General Fund
December 31, 2016

	General Fund	Debt Service Fund	Construction Fund	Total Governmental Funds
ASSETS				
Cash and cash equivalents	\$ 744,948	\$ 62,862	\$ 4	\$ 807,814
Investments	181,266	85,404	-	266,670
Ad Valorem taxes receivable	101,948	34,153	-	136,101
Accounts receivable	2,712	32	-	2,744
Due (to) from other funds	(27)	27	-	-
Due from tax collector	348,015	116,585	-	464,600
Due from State of LA	4,572	-	-	4,572
Prepaid Assets	27,410	-	-	27,410
Meter Deposits	630	-	-	630
TOTAL ASSETS	\$ 1,411,474	\$ 299,063	\$ 4	\$ 1,710,541
LIABILITIES AND EQUITY				
Accounts payable and accrued liabilities	\$ 7,495	\$ -	\$ -	\$ 7,495
DEFERRED INFLOWS OF RESOURCES				
Ad Valorem taxes levied for the next fiscal year	462,724	152,715	-	615,439
FUND BALANCES:				
Non-spendable - Reserved for Prepaid Insurance	39,000	-	-	39,000
Committed for:				
Capital purchases	153,627	-	-	153,627
Contingencies	435,000	-	-	435,000
Restricted for:				
Debt Service	-	146,348	-	146,348
Constuction	-	-	4	4
Unassigned	313,628	-	-	313,628
TOTAL FUND BALANCES	941,255	146,348	4	1,087,607
RECONCILIATION TO STATEMENT OF NET ASSETS:				
Capital assets used in governmental activites are not financial resources and therefore are not reported in the governmental funds.				
Add - Capital Assets				
Non-Depreciable			47,000	
Depreciable			4,136,405	
Deduct - Accumulated Depreciation			(1,813,795)	
				2,369,610
Certain liabilities, such as bonds payable, are not due and payable in the current period and therefore are not reported in the funds.				
Compensated absences payable-current			(8,664)	
Compensated absences payable-noncurrent			(3,904)	
				(12,568)
Deduct - Long-Term Liabilities due within one year			(100,000)	
Deduct -Long-Term Liabilities due in more than one year			(1,340,000)	(1,440,000)
Deduct Accrued Interest Payable				(3,104)
Net assets of governmental activities				<u>\$ 2,001,545</u>

See notes to financial statements.

TERREBONNE PARISH RECREATION DISTRICT NO. 6

Statement of Revenues, Expenditures, and Changes
in Fund Balances - Governmental Fund - General Fund
For the Year Ended December 31, 2016

	General Fund	Debt Service Fund	Construction Fund	Total Governmental Funds
REVENUES				
Ad Valorem Taxes	\$ 480,537	\$ 177,883	\$ -	\$ 658,420
State Revenue Sharing	6,857	-	-	6,857
Concession Sales	26,819	-	-	26,819
Fees & Charges for use of facilities	7,234	-	-	7,234
Miscellaneous	2,920	-	-	2,920
Interest	2,029	290	54	2,373
TOTAL REVENUES	526,396	178,173	54	704,623
EXPENDITURES				
General government - current:				
Ad valorem tax deductions	16,142	6,410	-	22,552
Ad valorem tax adjustments	2,707	462	-	3,169
Total general government - current	18,849	6,872	-	25,721
Recreational - current:				
Salaries	147,799	-	-	147,799
Payroll Taxes & Retirement	16,224	-	-	16,224
Insurance-Group Health	29,292	-	-	29,292
Insurance-Workers' Compensation	3,381	-	-	3,381
Advertising & Publishing	1,273	-	-	1,273
Community Relations	1,315	-	-	1,315
Gasoline, Oil & Diesel	2,970	-	-	2,970
Insurance	45,904	-	-	45,904
Legal & Professional Fees	5,271	-	-	5,271
Office Operations	3,766	-	-	3,766
Supplies-Concession	15,969	-	-	15,969
Supplies-Operating	6,849	-	-	6,849
Uniforms, Employees	422	-	-	422
Utilities	37,287	-	-	37,287
Miscellaneous	350	-	-	350
Repairs & Maintenance-Equipment	7,053	-	-	7,053
Repairs & Maintenance-Building/Grounds	47,539	-	-	47,539
Total recreational - current	372,664	-	-	372,664
Capital Outlay	38,011	-	211,706	249,717
Debt Service:				
Principal payments	-	90,000	-	90,000
Interest and fees	-	63,236	-	63,236
Total Debt Service	-	153,236	-	153,236
TOTAL EXPENDITURES	429,524	160,108	211,706	801,338
Excess (deficiency) of revenues over expenditures	96,872	18,065	(211,652)	(96,715)
OTHER FINANCING SOURCES (USES)				
Transfer to /from other funds	(35,875)	-	35,875	-
Net change in fund balance	60,997	18,065	(175,777)	(96,715)
FUND BALANCES				
Beginning of year	880,258	128,283	175,781	1,184,322
End of year	\$ 941,255	\$ 146,348	\$ 4	\$ 1,087,607

See notes to financial statements.

TERREBONNE PARISH RECREATION DISTRICT NO. 6

**RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND
BALANCES OF GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES**

For the Year Ended December 31, 2016

Net change in fund balances		\$ (96,715)
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.		
Add capital outlay from above	249,717	
Deduct - Depreciation	<u>(154,297)</u>	95,420
Accrued interest expense on debt and the amortization of bond issuance costs, are not recorded by governmental funds, but are reported under interest and fiscal changes		
Add- Decrease in Accrued interest on Bonds	2,372	
Add principal payments on bonds	<u>90,000</u>	92,372
Some expenses reported in the statement of activities to not require the use of current resources and, therefore, are not reported as expenditures in governmental funds.		
Change in compensated absences		(12,568)
Change in net position - governmental activities		<u><u>\$ 78,509</u></u>

See notes to financial statements.

TERREBONNE PARISH RECREATION DISTRICT NO. 6

Notes to the Financial Statements
For the Year Ended December 31, 2016

The Terrebonne Parish Recreation District No. 6 (the District) is governed by a Board of Commissioners appointed by the Terrebonne Parish Consolidated Government organized under La. Revised Statute 33:4562(A). The District provides for the maintenance and operations of recreation facilities and equipment for the residents of Ward 6 of the Parish of Terrebonne, State of Louisiana.

Note 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. Basis of Presentation

The accompanying basic financial statements have been prepared in conformity with governmental accounting principles generally accepted in the United States of America. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles.

B. Reporting Entity

As the governing authority, the Terrebonne Parish Consolidated Government is the financial reporting entity for Terrebonne Parish. Because the Terrebonne Parish Consolidated Government could by definition in statute be financially burdened by the Terrebonne Parish Recreation District No. 6, the District was determined to be a component unit of the Terrebonne Parish Consolidated Government. The accompanying financial statements present information only on the funds maintained by the District and its component unit and do not present information on the Terrebonne Parish Consolidated Government, the general government services provided by that governmental unit, or the other governmental reporting entity.

The accompanying financial statements will be included in the comprehensive annual financial report (CAFR) of the Parish for the year ending December 31, 2016.

C. Basis of Accounting

The accounting system is organized and operated on a fund basis whereby a separate self-balancing set of accounts is maintained for the purpose of carrying on specific activities or attaining certain objectives in accordance with special regulations, restrictions or limitations. The various funds in the financial statements in this report are as follows:

TERREBONNE PARISH RECREATION DISTRICT NO. 6

Notes to the Financial Statements
For the Year Ended December 31, 2016

Note 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, (Continued)

C. Basis of Accounting (continued)

Governmental Fund Type

Governmental funds account for all of the general activities. These funds focus on the sources, uses, and balances of current financial resources. Expendable assets are assigned to the various governmental funds according to the purposes for which they may be used. Current liabilities are assigned to the fund from which they will be paid.

The difference between a governmental fund's assets and liabilities is reported as fund balance. In general, fund balance represents the accumulated expendable resources that may be used to finance future period programs or operations. The following are the governmental funds:

General Fund – was established to account for all financial resources and expenditures except those required to be accounted for in other funds.

Debt Service Fund – was established to account for the accumulation of resources for, and the payment of general long-term obligation principal, interest and related costs.

Construction Fund – was established to account for the expenditure of the proceeds from the General Obligation Bonds, Series 2016 that were issued for the purpose of purchasing, acquiring, constructing and improving parks, playgrounds, recreation centers and other recreational facilities, together with the necessary furnishings and equipment.

D. Measurement Focus

Fund Financial Statements (FFS)

The amounts reflected in fund financial statements, are accounted for using a current financial resources measurement focus. With this measurement focus, only current assets and current liabilities are generally included on the balance sheet. The statement of revenues, expenditures, and changes in fund balances reports on the sources (i.e., revenues and other financing sources) and uses (i.e., expenditures and other financing uses) of current financial resources. This approach is then reconciled, through adjustment, to a government-wide view of operations.

The amounts reflected in the fund financial statements, use the modified accrual basis of accounting. Under the modified accrual basis of accounting, revenues are recognized when susceptible to accrual (i.e., when they become both measurable and available).

TERREBONNE PARISH RECREATION DISTRICT NO. 6

Notes to the Financial Statements
For the Year Ended December 31, 2016

Note 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, (Continued)

D. Measurement Focus (continued)

Available means that the resources will be collected within the current year or are expected to be collected soon enough thereafter to be used to pay liabilities of the current year. For this purpose, the District considers revenues to be available if they are collected within 60 days of the end of the current fiscal year. Measurable means the amount of the transaction can be determined and available means collectible within the current period or soon enough thereafter to pay liabilities of the current period. The District considers all revenues available if they are collected within 60 days after the fiscal year end.

Expenditures are recorded when the related fund liability is incurred, except for interest and principal payments on general long-term debt which is recognized when due, and certain compensated absences and claims and judgments which are recognized when the obligations are expected to be liquidated with expendable available financial resources. The governmental funds use the following practices in recording revenues and expenditures:

Revenues – Ad valorem taxes and the related state revenue sharing are recorded as revenue in the period for which levied, thus the 2015 property taxes which were levied to finance the 2016 budget are recognized as revenue in 2016. Miscellaneous revenues are recorded as revenues when received in cash by the District because they are generally not measurable or available until actually received.

Expenditures – The major expenditures for recreational programs and maintenance are recorded when payable or when the fees are incurred.

Government-Wide Financial Statements (GWFS)

The government-wide financial statements display information as a whole. These statements include all the financial activities. Information contained in these statements reflects the economic resources measurement focus and the accrual basis of accounting. Revenues, expenses, gains, losses, assets, deferred outflows of resources, liabilities, and deferred inflows of resources resulting from exchange or exchange-like transactions are recognized when the exchange occurs (regardless of when cash is received or disbursed).

Revenues, expenses, gains, losses, assets, deferred outflows of resources, liabilities, and deferred inflows of resources resulting from non-exchange transactions are recognized in accordance with the requirements of Section N50.

TERREBONNE PARISH RECREATION DISTRICT NO. 6

Notes to the Financial Statements
For the Year Ended December 31, 2016

Note 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, (Continued)

D. Measurement Focus (continued)

Program Revenues - Program revenues included in the column labeled Statement of Activities are derived directly from users as a fee for services; program revenues reduce the cost of the function to be financed from the general revenues.

General Revenues - Taxes and other items not properly included among program revenues are reported instead as general revenues.

E. Use of Estimates

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

F. Operating Budgets

As required by Louisiana Revised Statutes, The Board of Commissioners adopted a budget for the District's General Fund, Debt Service Fund, and Construction Fund. The budgetary practices include public notice of the proposed budget and a public inspection prior to adoption. The Board must approve any amendment involving the transfer of monies from one function to another, or increases in expenditures. The district amended its budget during the year. All budgeted amounts that are not expended or obligated through contracts lapse at year-end. The budgets are adopted on a basis materially consistent with accounting principles generally accepted in the United States of America.

G. Cash and Investments

Cash includes amounts in demand deposits, interest-bearing demand deposits, and time deposits. 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 or any other state of the United States, or under the laws of the United States. Investments are limited by Louisiana Revised Statute (R.S.) 33:2955. If the original maturities of investments exceed 90 days, they are classified as investments; however, if the original maturities are 90 days or less, they are classified as cash equivalents. State law allows all political subdivisions to invest excess funds in obligations of the United States, certificates of deposit of state or national banks having their principal office in Louisiana or any other federally insured investment.

TERREBONNE PARISH RECREATION DISTRICT NO. 6

Notes to the Financial Statements
For the Year Ended December 31, 2016

Note 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, (Continued)

H. Cash and Investments (continued)

Investments are reported at fair value except for: (1) short-term and money market investments, consisting primarily of U.S. Treasury obligations with a maturity of one year or less at time of purchase, which are reported at cost, which approximates fair value, and (2) the Louisiana Asset Management Pool (LAMP) investment which is a local government 2a7-like pool administered by a non-profit corporation organized under State of Louisiana law, which is permitted to be carried at amortized cost. Investments policies are governed by state statutes.

I. Receivables

The financial statements contain no allowance for uncollectible accounts. Uncollectible amounts due for ad valorem taxes are recognized as bad debts at the time information becomes available which would indicate the uncollectibility of the particular receivable. These amounts are not considered to be material in relation to the financial position or operations of the funds.

J. Capital Assets

Capital assets purchased or acquired with an original cost of \$500 or more are valued at historical cost or estimated if historical cost is not available. Donated assets are recorded as capital assets at their estimated fair market value at the date of donation. Capital assets purchased or acquired with an original cost of \$500 or more are recorded in the GWFS.

Additions, improvements and other capital outlays that significantly extend the useful life of an asset are capitalized. Other costs incurred for repairs and maintenance are expensed as incurred.

TERREBONNE PARISH RECREATION DISTRICT NO. 6

Notes to the Financial Statements
For the Year Ended December 31, 2016

Note 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, (Continued)

J. Capital Assets (continued)

All capital assets, other than land, are depreciated using the straight-line method over the following estimated useful lives:

CATEGORY	LIFE
BUILDINGS AND IMPROVEMENTS	5-40 YEARS
MACHINERY & EQUIPMENT	5-20 YEARS

In the fund financial statements, capital assets purchased in governmental fund operations are accounted for as capital outlay expenditures of the governmental fund upon acquisition.

K. Fund Equity

For government-wide financial statements net assets are classified and displayed in three components:

1. Net Invested in capital assets – Consists of capital assets including restricted capital assets, net of accumulated depreciation and reduced by the outstanding balances of any bonds, mortgages, notes or other borrowings that are attributable to the acquisition, construction or improvement of those assets, if any.
2. Restricted net assets – Consists of net assets with constraints placed on the use either by (1) external groups such as creditors, grantors, contributions or laws or regulations of other governments; or (2) law through constitutional provisions or enabling legislation.
3. Unrestricted net assets – All other net assets that do not meet the definition of "restricted" or "invested in capital assets, net of related debt."

When both restricted and unrestricted resources are available for use, it is the policy to use restricted resources first, then unrestricted resources as they are needed.

Governmental fund equity is classified as fund balance. Fund balance is further classified as non-spendable, restricted, committed, assigned, or unassigned. Non-spendable fund balance cannot be spent because of its form. Restricted fund balance has limitations imposed by creditors, grantors, or contributors or by enabling legislation or constitutional provisions. Committed fund balance is a limitation imposed by the entity's board through approval of resolutions.

TERREBONNE PARISH RECREATION DISTRICT NO. 6

Notes to the Financial Statements
For the Year Ended December 31, 2016

Note 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, (Continued)

K. Fund Equity (continued)

Assigned fund balances is a limitation imposed by a designee of the entity's board. Unassigned fund balance in the General Fund is the net resources in excess of what can be properly classified in one of the above four categories.

Negative unassigned fund balance in other governmental funds represents excess expenditures incurred over the amounts restricted, committed, or assigned to those purposes.

L. Long-term Liabilities

All long-term debt is reported as liabilities in the government-wide statements. The long-term debt consists primarily of serial bonds payable, capital leases, compensated absences and post-employment benefits.

Long-term liabilities for governmental funds are not reported as liabilities in the fund financial statements. The debt proceeds are reported as other financing sources and payment of principal, interest and other long-term benefits are reported as expenditures.

M. Compensated Leave

Accumulated vacation and sick leave are recorded as expenditures of the period in which paid. All annual leave must be taken within one year of the employee's anniversary date. Any unused annual leave in excess of 1 year of leave remaining on the anniversary date will be transferred to sick leave. Employees earn between 96 to 136 hours of vacation leave, depending on the length of employment. Accumulated vacation leave is due to the employee at the time of termination or death.

Eligible employees earn 56 hours sick leave per year. Unused sick leave can be carried forward to future years. Upon retirement or termination payment is limited to half of sick time up to 240 hours.

TERREBONNE PARISH RECREATION DISTRICT NO. 6

Notes to the Financial Statements
For the Year Ended December 31, 2016

Note 2 DEPOSITS AND INVESTMENTS

Deposits -

The recorded balance and bank balance of deposits consisted of checking and certificate of deposit accounts are \$893,217 and \$917,351 respectively.

State law requires that deposits (cash and certificates of deposit) of all political subdivisions to be fully collateralized at all times. Acceptable collateralization includes FDIC insurance and the securities purchased and pledged to the political subdivision. Obligations of the United States, the State of Louisiana and certain political subdivisions are allowed as security for deposits. Obligations furnished, as security must be held by the political subdivision or with an unaffiliated bank or trust company for the account of the Terrebonne Parish Recreation District No. 6. Under the provision of GASB, pledged securities, which are not in the name of the governmental unit, are considered uncollateralized.

Custodial credit risk is the risk that in the event of a bank failure, deposits may not be returned to it. The District has a written policy for custodial credit risk. As of year-end \$545,683 of the bank balance was exposed to custodial credit risk. These deposits were uninsured and uncollateralized. The Governmental Accounting Standards Board (GASB), which promulgates the standards for accounting and financial reporting for state and local governments, considers these securities subject to custodial credit risk. The District has pledged securities of \$1,145,360 at year-end.

Even though the pledged securities are considered subject to custodial credit risk under the provisions of GASB Statement 40, Louisiana Revised Statute 39:1229 imposes a statutory requirement on the custodial bank to advertise and sell the pledged securities within 10 days of being notified by the depositor that the fiscal agent has failed to pay deposited funds upon demand.

Investments -

At year-end the investment balances of \$181,266 is invested in the Louisiana Asset management Pool (LAMP).

Credit risk is defined as the risk that an issuer or other counterparty to an investment will not fulfill its obligations. For an investment, custodial credit risk is the risk that, in the event of the failure of the counterparty, the District will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. Investments in external investment pools are not exposed to custodial credit risk because of their natural diversification and the diversification required by the Securities and Exchange Commission.

TERREBONNE PARISH RECREATION DISTRICT NO. 6

Notes to the Financial Statements
For the Year Ended December 31, 2016

Note 2 DEPOSITS AND INVESTMENTS (continued)

LAMP, a local government investment pool, is administered by LAMP, Inc., a non-profit corporation organized under the laws of the State of Louisiana, which was formed by an initiative of the State Treasurer in 1993. While LAMP is not required to be a registered investment company under the Investment Company Act of 1940, its investment policies are similar to those established by Rule 2-a7, which governs registered money market funds. The primary objective of LAMP is to provide a safe environment for the placement of public funds in short-term, high quality investments. The LAMP portfolio includes only securities and other obligations in which local governments in Louisiana are authorized to invest in accordance with LA-R.S. 33:2955.

Accordingly, LAMP investments are restricted to securities issued, guaranteed, or backed by the U.S. Treasury, the U.S. Government, or one of its agencies, enterprises, or instrumentalities, as well as repurchase agreements collateralized by those securities.

The dollar weighted average portfolio maturity of LAMP assets is restricted to not more than 90 days, and consists of no securities with maturity in excess of 397 days. The fair value of investments is determined on a weekly basis to monitor any variances between amortized cost and fair value.

For purposes of determining participants' shares, investments are valued at amortized cost, which approximates fair value. LAMP is designed to be highly liquid to give its participants immediate access to their account balances.

LAMP is rated AAAm by Standard & Poor's. LAMP participants' investments in the pool are evidenced by shares of the pool. Investments in pools should be disclosed, but not categorized because they are not evidenced by securities that exist in physical or book-entry form. The public entity's investment is with the pool, not the securities that make up the pool; therefore, no disclosure is required for custodial credit risk. Pooled investments are excluded from the 5 percent disclosure requirement regarding the concentration of credit risk. 2a-7 like investments pools are excluded from the interest rate disclosure requirement, nor is foreign currency risk disclosure applicable.

TERREBONNE PARISH RECREATION DISTRICT NO. 6

Notes to the Financial Statements
For the Year Ended December 31, 2016

Note 3

AD VALOREM TAXES

Property taxes are levied each November 1 on the assessed value listed as of the prior January 1 for all real property, merchandise and movable property located in the Parish. Assessed values are established by the Terrebonne Parish Assessor's Office and the State Tax Commission at percentages of actual value as specified by Louisiana law. A reevaluation of all property is required to be completed no less than every four years. The last reevaluation was completed for the list of January 1, 2016. Taxes are due and payable December 31 with interest being charged on payments after January 1. Taxes can be paid through the tax sale date, which is the last Wednesday in June. Properties for which the taxes have not been paid are sold for the amount of the taxes. The tax rate for the year ended December 31, 2016 was 10 mills of assessed valuation on property within Terrebonne Parish Recreation District No. 6 for the purpose of constructing, maintaining and operating recreation facilities within the District and 3.35 mills for the purpose of repayment of debt principal and interest.

Note 4

CAPITAL ASSETS

Information about capital assets and depreciation for the year are summarized as follows:

	Balance 12/31/2015	Additions	Deletions/ Adjustments	Balance 12/31/2016
NON-DEPRECIABLE ASSETS				
Land	\$ 47,000	\$ -	\$ -	\$ 47,000
Construction in Progress	4,595	-	(4,595)	-
Total cost of non-depreciable assets	51,595	-	(4,595)	47,000
DEPRECIABLE ASSETS:				
COST				
Buildings and Improvements	3,464,640	250,704	-	3,715,344
Machinery & Equipment	417,453	3,608	-	421,061
Total cost of depreciable assets	3,882,093	254,312	-	4,136,405
Total cost of assets	3,933,688	254,312	(4,595)	4,183,405
ACCUMULATED DEPRECIATION				
Buildings and Improvements	1,450,353	135,828	-	1,586,181
Machinery & Equipment	209,145	18,469	-	227,614
Total accumulated depreciation	1,529,989	154,297	-	1,813,795
Net depreciable assets	<u>\$2,222,595</u>			<u>\$2,322,610</u>
Net capital assets	<u>\$2,274,190</u>			<u>\$2,369,610</u>

TERREBONNE PARISH RECREATION DISTRICT NO. 6

Notes to the Financial Statements
For the Year Ended December 31, 2016

Note 4 CAPITAL ASSETS (continued)

Depreciation Expense of \$154,297 was recorded in the governmental activities.

Note 5 DUE FROM TAX COLLECTOR

Amounts due from tax collector consists of \$464,600 due from the Terrebonne Parish Sheriff for ad valorem taxes collected but not yet remitted.

Note 6 RISK MANAGEMENT

The District is exposed to various risks of loss related to workers' compensation; torts; theft of, damage to and destruction of assets; errors and omissions; and natural disasters and group benefits for which the District carries commercial insurance and also participates in the Parish's risk management program for general liability and workers' compensation and group health. No settlements were made during the year that exceeded the District's insurance coverage.

Note 7 LONG-TERM DEBT

The voters approved a proposition on October 20, 2007 to incur debt and to issue \$1,400,000 of 20 year General Obligation Bonds, Series 2008 with varying interest rates between 4.6%-6% for purchasing, acquiring, constructing and improving parks, playgrounds, recreation centers and other recreational facilities to be payable from ad valorem taxes. The interest payments are semi-annually on February 1st and August 1st. The bonds mature in the year 2028. Standard & Poor's Public Finance Ratings has assigned it municipal debt rating of A to the Bonds.

In accordance with a special election held on December 6, 2014, the voters approved the issuance of Four Hundred Thousand Dollars (\$400,000) of General Obligation Bonds, Series 2015, for the purpose of purchasing, acquiring, constructing and improving parks, playgrounds, recreation centers and other recreational facilities to be payable from ad valorem taxes. The interest rate is 2.36%, interest payment dates are March 1st and September 1st. The bonds mature in the year 2025.

TERREBONNE PARISH RECREATION DISTRICT NO. 6

Notes to the Financial Statements
For the Year Ended December 31, 2016

A summary of changes in long-term obligations of the District is as follows:

	Payable December 31, 2015	Additions	Deletions	Payable December 31, 2016
GOB, Series 2008	\$1,130,000	\$-	\$60,000	\$1,070,000
GOB, Series 2015	400,000	-	30,000	370,000
Totals	\$1,530,000	\$-	\$90,000	\$1,440,000

The annual requirements, including interest, to amortize all long-term debt outstanding are as follows:

MATURITY	PRINCIPAL	INTEREST	TOTAL
2017	\$100,000	\$54,600	\$154,600
2018	105,000	50,652	155,652
2019	110,000	46,678	156,678
2020	115,000	42,670	157,670
2021	120,000	38,413	158,413
2022-2026	655,000	118,152	773,152
2027-2028	235,000	10,925	245,925
Totals	\$1,440,000	\$362,089	\$1,802,089

A summary of changes in compensated absences is as follows:

Governmental Activities:	Balance 12/31/15	Obligations Retired	Additions/ Adjustments	Balance 12/31/16	due within one year
Other Liabilities:					
Compensated Absences	\$0	\$(10,879)	\$23,447	\$12,568	\$8,664

TERREBONNE PARISH RECREATION DISTRICT NO. 6

Notes to the Financial Statements
For the Year Ended December 31, 2016

Note 8 COMPENSATION OF BOARD MEMBERS

Total compensation of \$1,800 was paid to the following Board Members:

Carlos J. Alario	\$300
Edward J. Welch	\$300
Marcia T. Ellender	\$300
Steve P. Ledet	\$ 50
Jerry W. Parrott	\$100
Wendy A. Cohen	\$300
Michelle L. Neil	\$250
Teddy J. Billiot	\$200

Note 9 SECTION 457b PLAN

The District has adopted a plan to provide the opportunity to save for retirement on a tax-advantaged basis. This Plan is a type of retirement plan commonly referred to as a Governmental Eligible 457b Plan.

All employees are eligible to participate in the plan on the date of hire, once you reach the entry date. The entry date is the first day of the month coinciding with or next following the date you satisfy the Plan's eligibility requirements. The employer amount paid in 2016 for the plan was \$4,530.

As a participant under the Plan, employees may elect to reduce compensation by a specific percentage or dollar amount and have that amount contributed to the Plan. The Plan refers to this as an "elective deferral". There are two types of elective deferrals, pre-tax deferrals and Roth deferrals. For purposes of this summary "deferrals" or "elective deferrals" and generally means both pre-tax deferrals and Roth deferrals. Both the pre-tax and Roth deferrals will be subject to Social Security taxes at the time of the deferral.

TERREBONNE PARISH RECREATION DISTRICT NO. 6

Notes to the Financial Statements
For the Year Ended December 31, 2016

Note 9 SECTION 457b PLAN (continued)

The following is a summary of the Board's policy:

1. A full time employee is eligible to participate in the plan immediately upon hiring; however, the Board will match the contributions of an Employee on the following schedule.
 - a. 0 months to 6 months – will be deemed a “probationary period” and no Employer match will be made.
 - b. 6 months to the completion of the second full year of employment, the Board will match 1/3 of the contribution of the Employee up to 6.0% (2.0% Employer).
 - c. 3 years to 4 years of employment, the Board will match 2/3 of the contribution of the Employee up to 6.0% (4.0% Employer).
 - d. Year 5 and beyond, the Board will match 100% of the contribution of the Employee up to 6.0% (6.0% Employer).
2. Should an Employee elect not to contribute the 6.0%, the Board will match 1/3 or 2/3 of the contribution based on the years of service above.
3. The Board will grandfather in all current full-time employees as of 1 April, 2011 and recognizes them eligible for 100% match up to 6.0% of gross payroll.
4. Effective 1 May, 2011, the matching formula outlined above will be honored.
5. The Board reserves the right to recognize previous service credits with other political jurisdictions of Terrebonne Parish, the U.S. Military and/or National Guard. Such recognition will be on a case-by-case basis and at the full discretion of the Board.
6. The Board further reserves the right to amend, change or eliminate the matching contribution at any time should budgetary issues require such a change.

***REQUIRED SUPPLEMENTAL
INFORMATION***

TERREBONNE PARISH RECREATION DISTRICT NO. 6

Budget Comparison Schedule - General Fund
For the Year Ended December 31, 2016

	Budgets			Variance
	Original	Amended	Actual	Favorable (Unfavorable)
REVENUES				
Ad Valorem Taxes	\$472,500	\$480,530	\$480,537	\$ 7
State Revenue Sharing	7,000	6,857	6,857	-
Concession Sales	26,000	26,500	26,819	319
Grants and Settlements	8,000	-	-	-
Fees & Charges for use of facilities	4,600	7,094	7,234	140
Miscellaneous	2,900	2,908	2,920	12
Interest	900	1,900	2,029	129
TOTAL REVENUES	<u>521,900</u>	<u>525,789</u>	<u>526,396</u>	<u>607</u>
EXPENDITURES				
General government - current:				
Ad valorem tax deductions	17,600	16,200	16,142	58
Ad valorem tax adjustments	<u>2,000</u>	<u>2,750</u>	<u>2,707</u>	<u>43</u>
	<u>19,600</u>	<u>18,950</u>	<u>18,849</u>	<u>101</u>
Recreation - current:				
Salaries	155,100	140,217	147,799	(7,582)
Payroll Taxes & Retirement	14,000	17,200	16,224	976
Insurance-Group Health	33,000	30,000	29,292	708
Insurance-Workers' Compensation	2,800	3,000	3,381	(381)
Advertising & Publishing	1,200	1,300	1,273	27
Community Relations	2,000	1,600	1,315	285
Election Expenses	1,000	-	-	-
Gasoline, Oil & Diesel	5,000	3,000	2,970	30
Insurance	45,000	47,000	45,904	1,096
Legal & Professional Fees	7,000	5,500	5,271	229
Office Operations	2,500	1,800	3,766	(1,966)
Supplies-Concession	29,550	18,000	15,969	2,031
Supplies-Operating	8,000	7,000	6,849	151
Travel & Training	600	100	-	100
Uniforms, Employees	500	425	422	3
Utilities & Telephone	42,000	37,000	37,287	(287)
Miscellaneous	350	-	350	(350)
Repairs & Maintenance-Equipment	18,000	14,300	7,053	7,247
Repairs & Maintenance-Building/Grounds	<u>38,000</u>	<u>50,000</u>	<u>47,539</u>	<u>2,461</u>
Total recreation - current	<u>405,600</u>	<u>377,442</u>	<u>372,664</u>	<u>4,778</u>
Capital outlay	<u>35,000</u>	<u>72,800</u>	<u>38,011</u>	<u>34,789</u>
Debt Service:				
Principal payments	-	-	-	-
Interest and fees	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
TOTAL EXPENDITURES	<u>460,200</u>	<u>469,192</u>	<u>429,524</u>	<u>39,668</u>
Excess (deficiencies) of revenues over expenditures	61,700	56,597	96,872	40,275
OTHER FINANCING SOURCES (USES)				
Transfers to Construction Fund	<u>-</u>	<u>(36,000)</u>	<u>(35,875)</u>	<u>(125)</u>
	<u>-</u>	<u>(36,000)</u>	<u>(35,875)</u>	<u>(125)</u>
NET CHANGE IN FUND BALANCES	61,700	20,597	60,997	40,150
FUND BALANCES				
Beginning of year	880,258	880,258	880,258	-
End of year	<u>\$ 941,958</u>	<u>\$ 900,855</u>	<u>\$ 941,255</u>	<u>\$ 40,150</u>

TERREBONNE PARISH RECREATION DISTRICT NO. 6**Budget Comparison Schedule - Debt Service Fund
For the Year Ended December 31, 2016**

	Budgets		Actual	Variance Favorable (Unfavorable)
	Original	Final		
REVENUES				
Ad Valorem Taxes	\$158,200	\$177,883	\$177,883	\$ -
Interest	200	256	290	34
TOTAL REVENUES	<u>158,400</u>	<u>178,139</u>	<u>178,173</u>	<u>34</u>
EXPENDITURES				
General government - current:				
Ad valorem tax deductions	4,700	5,976	6,410	(434)
Ad valorem tax adjustments	1,000	500	462	38
	<u>5,700</u>	<u>6,476</u>	<u>6,872</u>	<u>(396)</u>
Debt Service:				
Principal payments	90,000	90,000	90,000	-
Interest and fees	64,237	63,237	63,236	1
	<u>154,237</u>	<u>153,237</u>	<u>153,236</u>	<u>1</u>
TOTAL EXPENDITURES	<u>159,937</u>	<u>159,713</u>	<u>160,108</u>	<u>(395)</u>
Revenue over (under) expenditures	(1,537)	18,426	18,065	(361)
FUND BALANCES				
Beginning of year	128,283	128,283	128,283	-
End of year	<u>\$ 126,746</u>	<u>\$ 146,709</u>	<u>\$ 146,348</u>	<u>\$ (361)</u>

TERREBONNE PARISH RECREATION DISTRICT NO. 6

Budget Comparison Schedule - Construction Fund
For the Year Ended December 31, 2016

	Budgets		Actual	Variance Favorable (Unfavorable)
	Original	Final		
REVENUES				
Interest	\$500	\$54	\$54	\$ -
EXPENDITURES				
Capital outlay	139,100	211,796	211,706	90
TOTAL EXPENDITURES	<u>139,100</u>	<u>211,796</u>	<u>211,706</u>	<u>90</u>
Excess (deficiency) of revenues over expenditures	<u>(138,600)</u>	<u>(211,742)</u>	<u>(211,652)</u>	<u>(90)</u>
OTHER FINANCING SOURCES (USES)				
Transfer from General Fund	-	36,000	400,000	(364,000)
Net change in fund balance	<u>(138,600)</u>	<u>(175,742)</u>	<u>188,348</u>	<u>(364,090)</u>
FUND BALANCES				
Beginning of year	175,781	175,781	175,781	-
End of year	<u>\$ 37,181</u>	<u>\$ 39</u>	<u>\$ 364,129</u>	<u>\$ (364,090)</u>

OTHER INFORMATION SECTION

TERREBONNE PARISH RECREATION DISTRICT NO. 6

Schedule of Compensation, Benefits and Other Payments to Agency Head
For the Year Ended December 31, 2016

Agency Head Name: Marcia T. Ellender, Chairwoman

Purpose	Amount
Salary	\$ 300
Benefits-insurance	\$0
Benefits-retirement	\$0
Deferred compensation (contributions made by the agency)	\$0
Benefits-other (describe)	\$0
Car allowance	\$0
Vehicle provided by government (enter amount reported on W-2 adjusted for various fiscal years)	\$0
Cell phone	\$0
Dues	\$0
Vehicle rental	\$0
Per diem	\$0
Reimbursements	\$0
Travel	\$0
Registration fees	\$0
Conference travel	\$0
Housing	\$0
Unvouchered expenses (example: travel advances, etc.)	\$0
Special meals	\$0
Other (including payments made by other parties on behalf of the agency head)	\$0

*This form is prepared to satisfy the reporting requirement under F.S.
24:513(A)(3).*

***REPORTS REQUIRED BY GOVERNMENT
AUDITING STANDARDS***



STAGNI & COMPANY, LLC

CERTIFIED PUBLIC ACCOUNTANTS & CONSULTANTS

INDEPENDENT AUDITOR'S REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS

To the Commissioners of
Terrebonne Parish Recreation District No. 6
Montegut, LA

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities and each major fund of the Terrebonne Parish Recreation District No. 8, a component unit of Terrebonne Parish Consolidated Government as of and for the year ended December 31, 2016, and the related notes to the financial statements, which collectively comprise the basic financial statements as listed in the table of contents and have issued our report thereon dated March 19, 2017.

Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered the internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances 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 internal control. Accordingly, we do not express an opinion on the effectiveness of the internal control.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect misstatements on a timely basis. A *material weakness* is a deficiency or combination of deficiencies in internal control such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented or detected and corrected on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control over financial reporting was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over financial reporting that might be material weaknesses or significant deficiencies. Given these limitations, we did not identify any deficiencies in internal control over financial reporting that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grants, 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 that are required to be reported under *Government Auditing Standards*.

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose. Under Louisiana Revised Statute 24:513, this report is distributed by the Legislative Auditor as a public document.

Stagni & Company

March 19, 2017
Thibodaux, Louisiana



Terrebonne Parish Recreation District No. 6
SCHEDULE OF CURRENT YEAR FINDINGS
For the Year Ended December 31, 2016

We have audited the basic financial statements of the Terrebonne Parish Recreation District No. 6, a component unit of Terrebonne Parish Consolidated Government, which collectively comprise the basic financial statements as of and for the year ended December 31, 2016, and have issued our report thereon dated March 19, 2017. We conducted our audit in accordance with auditing standards and the standards generally accepted in the United States of America applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

Our independent auditor's opinion on the basic financial statements was unqualified.

Section I - Summary of Auditor's Reports

- The auditor's report expresses an unqualified opinion on the basic financial statements.
- No deficiencies in internal control over financial reporting were disclosed during the audit of the financial statements.
- No instances of noncompliance or other matters under *Government Auditing Standards* were disclosed during the audit of the financial statements.
- No instances of noncompliance under the provisions of Louisiana Governmental Audit Guide were disclosed during the audit of the basic financial statements.
- There was no management letter issued in connection with this report.
- The District neither received nor expended any federal awards during the year.

Section II - Financial Statement Findings

- There were no financial statement findings during the audit of the basic financial statements.

Section III - Federal Award Findings and Questioned Costs

- There were no federal award findings during the audit of the basic financial statements.