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**RECREATION DISTRICT NO. 6  
OF CAMERON PARISH  
Cameron, Louisiana**

**General Purpose Financial Statements  
With Independent Auditor's Report  
As of and for the Year Ended December 31, 1996  
With Supplemental Information Schedule**

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

Release Date 4-2-97

**VERNON R  
COON**  
CERTIFIED PUBLIC ACCOUNTANT

RECREATION DISTRICT NO. 6  
OF CAMERON PARISH  
Cameron, Louisiana

General Purpose Financial Statements  
With Independent Auditor's Report  
As of and for the Year Ended  
December 31, 1996  
With Supplemental Information Schedule

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## Independent Auditor's Report

### RECREATION DISTRICT NO. 6 OF CAMERON PARISH Cameron, Louisiana

I have audited the general purpose financial statements of Recreation District No. 6 of Cameron Parish, a component unit of the Cameron Parish Police Jury, as of December 31, 1996, and for the year then ended, as listed in the table of contents. These general purpose financial statements are the responsibility of the management of Recreation District No. 6 of Cameron Parish. My responsibility is to express an opinion on these general purpose financial statements based on my audit.

I conducted my audit in accordance with generally accepted auditing standards and *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that I plan and perform the audit to obtain reasonable assurance about whether the general purpose financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the general purpose financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. I believe that my audit provides a reasonable basis for my opinion.

In my opinion, the general purpose financial statements referred to in the first paragraph present fairly, in all material respects, the financial position of Recreation District No. 6 of Cameron Parish as of December 31, 1996, and the results of operations for the year then ended in conformity with generally accepted accounting principles.

My audit was made for the purpose of forming an opinion on the general purpose financial statements taken as a whole. The supplemental information schedule listed in the table of contents is presented for the purpose of additional analysis and is not a required part of the general purpose financial statements of Recreation District No. 6 of Cameron Parish. Such information has been subjected to the auditing procedures applied in the audit of the general purpose financial statements and, in my opinion, is fairly presented in all material respects in relation to the general purpose financial statements taken as a whole.

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RECREATION DISTRICT NO. 6  
OF CAMERON PARISH  
Cameron, Louisiana  
Independent Auditor's Report  
December 31, 1996

In accordance with *Government Auditing Standards*, I have also issued a report dated March 3, 1997 on my consideration of the internal control structure of Recreation District No. 6 of Cameron Parish and a report dated March 3, 1997 on the district's compliance with laws and regulations.

A handwritten signature in black ink, appearing to be 'V. ...', is written above the typed text.

West Monroe, Louisiana  
March 3, 1997

**GENERAL PURPOSE FINANCIAL STATEMENTS  
(OVERVIEW)**

RECREATION DISTRICT NO. 6  
OF CAMERON PARISH  
Cameron, Louisiana  
ALL FUND TYPES AND ACCOUNT GROUPS

Combined Balance Sheet, December 31, 1996

	GOVERNMENTAL FUND TYPE			... ACCOUNT GROUPS ...		TOTAL (MEMORANDUM ONLY)
	GENERAL FUND	DEBT SERVICE FUND	CAPITAL PROJECTS FUND	GENERAL FIXED ASSETS	GENERAL LONG-TERM DEBT	
<b>ASSETS AND OTHER DEBITS</b>						
Cash and cash equivalents	\$12,790	\$87,100	\$128,752			\$228,642
Receivables	116,881					116,881
Inventory	804					804
Land, buildings, and equipment				\$2,802,037		2,802,037
Amount available for debt service					\$30,000	30,000
<b>TOTAL ASSETS AND OTHER DEBITS</b>	<u>\$130,475</u>	<u>\$87,100</u>	<u>\$128,752</u>	<u>\$2,802,037</u>	<u>\$30,000</u>	<u>\$3,178,364</u>
<b>LIABILITIES AND FUND EQUITY</b>						
Liabilities:						
Accounts payable	\$4,828					\$4,828
Bonds payable					\$30,000	30,000
Total Liabilities	<u>4,828</u>	<u>NONE</u>	<u>NONE</u>	<u>NONE</u>	<u>30,000</u>	<u>34,828</u>
Fund Equity:						
Investment in general fixed assets				\$2,802,037		2,802,037
Fund balances:						
Reserved for inventory	804					804
Reserved for debt service		30,000				30,000
Unreserved - undesignated	<u>124,843</u>	<u>57,100</u>	<u>128,752</u>			<u>310,695</u>
Total Fund Equity	<u>125,647</u>	<u>87,100</u>	<u>128,752</u>	<u>2,802,037</u>	<u>NONE</u>	<u>3,143,536</u>
<b>TOTAL LIABILITIES AND FUND EQUITY</b>	<u>\$130,475</u>	<u>\$87,100</u>	<u>\$128,752</u>	<u>\$2,802,037</u>	<u>\$30,000</u>	<u>\$3,178,364</u>

The accompanying notes are an integral part of this statement.

RECREATION DISTRICT NO. 6  
OF CAMERON PARISH  
Cameron, Louisiana  
GOVERNMENTAL FUND TYPE

Combined Statement of Revenues, Expenditures  
and Changes in Fund Balances  
For the Year Ended December 31, 1996

	<u>GENERAL FUND</u>	<u>DEBT SERVICE FUND</u>	<u>CAPITAL PROJECTS FUND</u>	<u>TOTAL (MEMORANDUM ONLY)</u>
<b>REVENUES</b>				
Ad valorem taxes	\$120,702			\$120,702
Fees, charges, and commissions for services:				
Concession sales	33,871			33,871
Pre-school day camp	825			825
Rentals	11,840			11,840
Other revenue	621			621
Use of money and property - interest earnings	1,887	\$3,323	\$5,113	10,323
Total revenues	<u>169,746</u>	<u>3,323</u>	<u>5,113</u>	<u>178,182</u>
<b>EXPENDITURES</b>				
Culture and recreation:				
Current:				
Personal services	47,864			47,864
Operating services	73,100			73,100
Materials and supplies	22,889			22,889
Travel - per diem	810			810
Intergovernmental	3,962			3,962
Capital outlay			16,905	16,905
Debt service:				
Principal		5,000		5,000
Interest and bank charges		2,224		2,224
Total expenditures	<u>148,625</u>	<u>7,224</u>	<u>16,905</u>	<u>172,754</u>
<b>EXCESS (Deficiency) OF REVENUES OVER EXPENDITURES</b>	21,121	(3,901)	(11,792)	5,428
<b>FUND BALANCES AT BEGINNING OF YEAR</b>	<u>104,526</u>	<u>91,001</u>	<u>140,544</u>	<u>336,071</u>
<b>FUND BALANCES AT END OF YEAR</b>	<u>\$125,647</u>	<u>\$87,100</u>	<u>\$128,752</u>	<u>\$341,499</u>

The accompanying notes are an integral part of this statement.

RECREATION DISTRICT NO. 6  
OF CAMERON PARISH  
Cameron, Louisiana  
GOVERNMENTAL FUND TYPE - GENERAL FUND

Statement of Revenues, Expenditures, and  
Changes in Fund Balance - Budget  
(GAAP Basis) and Actual  
For the Year Ended December 31, 1996

	<u>BUDGET</u>	<u>ACTUAL</u>	VARIANCE FAVORABLE (UNFAVORABLE)
<b>REVENUES</b>			
Ad valorem taxes	\$108,690	\$120,702	\$12,012
Fees, charges, and commissions for services:			
Concession sales	32,800	33,871	1,071
Pre-school day camp	1,000	825	(175)
Rentals	3,000	11,840	8,840
Other revenue		621	621
Use of money and property - interest earnings	1,000	1,887	887
Total revenues	<u>146,490</u>	<u>169,746</u>	<u>23,256</u>
<b>EXPENDITURES</b>			
Culture and recreation:			
Current:			
Personal services	43,300	47,864	(4,564)
Operating services	72,700	73,100	(400)
Materials and supplies	24,700	22,889	1,811
Travel - per diem	840	810	30
Intergovernmental	3,000	3,962	(962)
Total expenditures	<u>144,540</u>	<u>148,625</u>	<u>(4,085)</u>
<b>EXCESS OF REVENUES OVER EXPENDITURES</b>	1,950	21,121	19,171
<b>FUND BALANCE AT BEGINNING OF YEAR</b>	<u>104,526</u>	<u>104,526</u>	
<b>FUND BALANCE AT END OF YEAR</b>	<u>\$106,476</u>	<u>\$125,647</u>	<u>\$19,171</u>

The accompanying notes are an integral part of this statement.



RECREATION DISTRICT NO. 6  
OF CAMERON PARISH  
Cameron, Louisiana

Notes to the Financial Statements  
As of and for the Year Ended December 31, 1996

**1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

Recreation District No. 6 of Cameron Parish was created by the Cameron Parish Police Jury as authorized by Louisiana Revised Statute 33:4562. The district is governed by a board of seven commissioners who are appointed by the Cameron Parish Police Jury. The district owns and operates recreational facilities and engages in activities designed to encourage recreation and promote the general health and well being of the community's youth.

**A. REPORTING ENTITY**

As the governing authority of the parish, for reporting purposes, the Cameron Parish Police Jury is the financial reporting entity for Cameron Parish. The financial reporting entity consists of (a) the primary government (police jury), (b) organizations for which the primary government is financially accountable, and © other organizations for which nature and significance of their relationship with the primary government are such that exclusion would cause the reporting entity's financial statements to be misleading or incomplete.

Governmental Accounting Standards Board (GASB) Statement No. 14 established criteria for determining which component units should be considered part of the Cameron Parish Police Jury for financial reporting purposes. The basic criterion for including a potential component unit within the reporting entity is financial accountability. The GASB has set forth criteria to be considered in determining financial accountability. This criteria includes:

1. Appointing a voting majority of an organization's governing body, and;
  - a. The ability of the police jury to impose its will on that organization and/or;
  - b. The potential for the organization to provide specific financial benefits to or impose specific financial burdens on the police jury.

RECREATION DISTRICT NO. 6  
OF CAMERON PARISH  
Cameron, Louisiana  
Notes to the Financial Statements (Continued)

2. Organizations for which the police jury does not appoint a voting majority but are fiscally dependent on the police jury.
3. Organizations for which the reporting entity financial statements would be misleading if data of the organization is not included because of the nature or significance of the relationship.

Because the police jury appoints all board members of the district and can impose its will on the district, the district was determined to be a component unit of the Cameron Parish Police Jury, the financial reporting entity. The accompanying financial statements present information only on the funds maintained by the district and do not present information on the police jury, the general government services provided by that governmental unit, or the other governmental units that comprise the financial reporting entity.

**B. FUND ACCOUNTING**

The district uses funds and account groups to report on its financial position and the results of its operations. Fund accounting is designed to demonstrate legal compliance and to aid financial management by segregating transactions related to certain government functions or activities.

A fund is a separate accounting entity with a self-balancing set of accounts that comprises its assets, liabilities, fund equity, revenues, and expenditures. An account group, on the other hand, is a financial reporting device designed to provide accountability for certain assets and liabilities (general fixed assets and general long-term obligations) that are not recorded in the "funds" because they do not directly affect net expendable available financial resources. They are concerned only with the measurement of financial position, not with the measurement of results of operations.

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

RECREATION DISTRICT NO. 6  
OF CAMERON PARISH  
Cameron, Louisiana  
Notes to the Financial Statements (Continued)

**General Fund**

The General Fund is the general operating fund of the district and is used to account for all financial activities not required to be accounted for in other funds.

**Debt Service Fund**

The Debt Service Fund accounts for the accumulation of resources for, and the payment of, general long-term debt principal, interest, and related costs.

**Capital Projects Fund**

The Capital Projects Fund accounts for financial resources received and used for the acquisition, construction, or improvement of capital facilities not reported in the other governmental funds.

**C. FIXED ASSETS AND LONG-TERM DEBT**

General fixed assets are not capitalized in the funds used to acquire or construct them. Instead, capital acquisition and construction are reflected as expenditures (capital outlay) in the governmental funds and the related assets are reported in the general fixed assets account group. All purchased fixed assets are valued at historical cost. No depreciation has been provided on general fixed assets.

The cost of normal maintenance and repairs that do not add to the value of fixed assets or materially extend their useful lives are not capitalized.

Long-term obligations, such as bonds payable, are recognized as a liability of a governmental fund only when due. The remaining portion of such obligations is reported in the general long-term obligations account group.

The two account groups are not "funds." They are concerned only with the measurement of financial position and do not involve measurement of results of operations.

RECREATION DISTRICT NO. 6  
OF CAMERON PARISH  
Cameron, Louisiana  
Notes to the Financial Statements (Continued)

**D. BASIS OF ACCOUNTING**

The financial reporting treatment applied to a fund is determined by its measurement focus. All governmental funds are accounted for using a current financial resources measurement focus. With this measurement focus, only current assets and current liabilities are generally included on the balance sheet. Operating statements for these funds present increases (i.e., revenues and other financing sources) and decreases (i.e., expenditures and other financing uses) in net current assets.

The modified accrual basis of accounting is used for reporting all governmental fund types. Under the modified accrual basis of accounting, revenues are recognized when susceptible to accrual (i.e., when they become both measurable and available). "Measurable" means the amount of the transaction can be determined, and "available" means collectible within the current period or soon enough thereafter to be used to pay liabilities of the current period. The district uses the following practices in recognizing and reporting revenues and expenditures:

**Revenues**

Ad valorem taxes are recorded in the year the taxes are due and payable. Ad valorem taxes are assessed on a calendar year basis and attach as an enforceable lien and become due and payable on the date the tax rolls are filed with the recorder of mortgages. Louisiana Revised Statute 47:1993 requires that the tax roll be filed on or before November 15 of each year. Ad valorem taxes become delinquent if not paid by December 31. The taxes normally are collected in December of the current year and January and February of the ensuing year.

Interest income on interest bearing demand deposits is recorded at the end of the month when credited by the bank.

Substantially all other revenues are recognized when received by the district.

Based on the above criteria, ad valorem taxes have been treated as susceptible to accrual.

RECREATION DISTRICT NO. 6  
OF CAMERON PARISH  
Cameron, Louisiana  
Notes to the Financial Statements (Continued)

**Expenditures**

Expenditures generally are recognized under the modified accrual basis of accounting when the related fund liability is incurred, except for principal and interest on general long-term debt, which are recognized when due.

**E. BUDGET PRACTICES**

A preliminary budget for the ensuing year is prepared by the board of commissioners and made available to the public. The budget is then adopted during the regular December meeting. The proposed budget for the General Fund is prepared on the modified accrual basis of accounting. The budget is established and controlled by the board of commissioners at the object level of expenditure. Appropriations lapse at year-end and must be reappropriated for the following year to be expended. All changes in the budget must be approved by the board of commissioners.

Formal budgetary integration is employed as a management control device during the year. Budgeted amounts included in the accompanying financial statements include the original adopted budget and all subsequent amendments.

**F. CASH AND CASH EQUIVALENTS**

Under state law, the district may deposit funds within a fiscal agent bank organized under the laws of the State of Louisiana, the laws of any other state in the union, or the laws of the United States. The district may invest in certificates and time deposits of state banks organized under Louisiana law and national banks having principal offices in Louisiana.

At December 31, 1996, the district has cash and cash equivalents (book balances) totaling \$228,642, as follows:

Demand deposits	\$95,148
Money market accounts	<u>133,494</u>
Total	<u>\$228,642</u>

RECREATION DISTRICT NO. 6  
 OF CAMERON PARISH  
 Cameron, Louisiana  
 Notes to the Financial Statements (Continued)

These deposits are stated at cost, which approximates market. Under state law, these deposits, or the resulting bank balances, must be secured by federal deposit insurance or the pledge of securities owned by the fiscal agent bank.

Cash and cash equivalents (bank balances) at December 31, 1996, are secured as follows:

Bank Balances	<u>\$229,692</u>
Federal deposit insurance	\$195,110
Pledged securities (uncollateralized)	<u>48,821</u>
Total	<u>\$243,931</u>

Because the pledged securities are held by a custodial bank in the name of the fiscal agent bank rather than the name of the district, they are considered uncollateralized (Category 3) under the provisions of GASB Codification C20.106; however, 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 district that the fiscal agent bank has failed to pay deposited funds upon demand.

**G. INVENTORY**

Inventory in the General Fund consists of expendable supplies held for resale. The cost is recorded as an expenditure at the time the items are purchased. Inventories are valued at the lower of cost (first-in, first-out) or market.

**II. PENSION PLAN AND VACATION  
 AND SICK LEAVE**

The district has no full-time employees that would require the adoption of annual and sick leave policies, nor does it contribute to a pension plan.

RECREATION DISTRICT NO. 6  
 OF CAMERON PARISH  
 Cameron, Louisiana  
 Notes to the Financial Statements (Continued)

**I. TOTAL COLUMNS ON COMBINED STATEMENTS**

Total columns on the combined statements are captioned Memorandum Only to indicate that they are presented only to facilitate financial analysis (overview). Data in these columns do not present financial position in conformity with generally accepted accounting principles. Neither is such data comparable to a consolidation. Interfund eliminations have not been made in the aggregation of this data.

**2. LEVIED TAXES**

The following is a summary of authorized and levied ad valorem taxes:

	<u>Authorized Millage</u>	<u>Levied Millage</u>	<u>Expiration Date</u>
General maintenance and operation	5.00	6.22	2002

The difference between authorized and levied millage is the result of reassessments of taxable property in the district as required by Article 7, Section 18 of the Louisiana Constitution of 1974.

The following are the principal taxpayers for the parish and their 1996 assessed valuation (amounts expressed in thousands):

	<u>..Assessed Valuation..</u>	
	<u>1996</u>	<u>Percent of Total</u>
Trident NGL, Inc.	\$8,071	6.33 %
Natural Gas Pipeline Co. of America	7,840	6.15 %
ANR Pipeline Company	7,678	6.02 %
Transcontinental Gas Pipeline	4,173	3.27 %
Texas Eastern Transmission Corporation	3,722	2.92 %
Amoco	3,496	2.74 %
Higman Towing	3,038	2.38 %
Tenneco	3,031	2.37 %
NGC Energy, Inc.	2,802	2.20 %
Cameron Telephone	2,013	1.58 %
Total	<u>\$45,864</u>	<u>35.96 %</u>

RECREATION DISTRICT NO. 6  
 OF CAMERON PARISH  
 Cameron, Louisiana  
 Notes to the Financial Statements (Continued)

**3. CHANGES IN GENERAL FIXED ASSETS**

The following schedule presents changes in general fixed assets for the year ended December 31, 1996:

	Balance at January 1, 1996	<u>Additions</u>	<u>Deletions</u>	Balance at December 31, 1996
Land	\$384,366			\$384,366
Buildings	2,312,329		(\$662)	2,311,667
Equipment	94,282	\$14,260	(2,538)	106,004
Total	<u>\$2,790,977</u>	<u>\$14,260</u>	<u>(\$3,200)</u>	<u>\$2,802,037</u>

**4. CHANGES IN GENERAL  
 LONG-TERM OBLIGATIONS**

The following is a summary of long-term debt transactions (bonded debt) for the year ended December 31, 1996:

Long-term debt payable - January 1, 1996	\$35,000
Deductions	<u>(5,000)</u>
Long-term debt payable - December 31, 1996	<u>\$30,000</u>

The long-term bonded debt outstanding at December 31, 1996, consists of the amount remaining from the \$2,500,000 of 1982 Public Improvement Bonds issued for the purpose of acquiring land, buildings, machinery and equipment, and other facilities for a recreational park for the district. The remaining principal is due in annual installments of \$5,000 through January 1, 2002, with interest at 9.5 per cent to 10.5 per cent.

The annual requirements to amortize bonds outstanding at December 31, 1996, including interest of \$10,250, are as follows:



RECREATION DISTRICT NO. 6  
OF CAMERON PARISH  
Cameron, Louisiana  
Notes to the Financial Statements (Continued)

<u>Year</u>	
1997	\$9,000
1998	7,250
1999	6,750
2000	6,250
2001	5,750
2002	<u>5,250</u>
Total	<u>\$40,250</u>

**5. LITIGATION AND CLAIMS**

The district is not involved in any litigation at December 31, 1996, nor is it aware of any unasserted claims.

**SUPPLEMENTAL INFORMATION SCHEDULE**

RECREATION DISTRICT NO. 6  
OF CAMERON PARISH  
Cameron, Louisiana

SUPPLEMENTAL INFORMATION SCHEDULE  
As of and For the Year Ended December 31, 1996

**PER DIEM PAID COMMISSIONERS**

The schedule of per diem paid commissioners was prepared in compliance with House Concurrent Resolution No. 54 of the 1979 Session of the Louisiana Legislature. In accordance with Louisiana Revised Statute 33:4564, board members receive \$10 per diem for each board meeting they attend.

RECREATION DISTRICT NO. 6  
OF CAMERON PARISH  
Cameron, Louisiana

Schedule of Per Diem Paid Commissioners  
For the Year Ended December 31, 1996

	<u>NUMBER OF MEETINGS</u>	<u>AMOUNT</u>
Clifton Hebert, Chairman	12	\$120
Deric January	4	40
Eva January	3	30
Johnny LeBlanc	12	120
Jerrie Miller	12	120
Freddie Richard	12	120
Mary Richard	12	120
Robin Roberts	12	120
Mary Willis	2	20
Total		<u>\$810</u>

**Independent Auditor's Reports Required  
by *Government Auditing Standards***

The following independent auditor's reports on the internal control and compliance are presented in compliance with the requirements of *Government Auditing Standards*, issued by the Comptroller General of the United States, and the *Louisiana Governmental Audit Guide*, issued by the Society of Louisiana Certified Public Accountants and the Louisiana Legislative Auditor.



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## Independent Auditor's Report on Internal Control Structure

### RECREATION DISTRICT NO. 6 OF CAMERON PARISH Cameron, Louisiana

I have audited the general purpose financial statements of Recreation District No. 6 of Cameron Parish, a component unit of the Cameron Parish Police Jury, as of December 31, 1996, and for the year then ended, and have issued my report thereon dated March 3, 1997.

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

The management of Recreation District No. 6 of Cameron Parish is responsible for establishing and maintaining an internal control structure. In fulfilling this responsibility, estimates and judgments by management are required to assess the expected benefits and related costs of internal control structure policies and procedures. The objectives of an internal control structure are to provide management with reasonable, but not absolute, assurance that assets are safeguarded against loss from unauthorized use or disposition, and that transactions are executed in accordance with management's authorization and recorded properly to permit the preparation of general purpose financial statements in accordance with generally accepted accounting principles. Because of inherent limitations in any internal control structure, errors or irregularities may nevertheless occur and not be detected. Also, projection of any evaluation of the structure to future periods is subject to the risk that procedures may become inadequate because of changes in conditions or that the effectiveness of the design and operation of policies and procedures may deteriorate.

RECREATION DISTRICT NO. 6  
OF CAMERON PARISH  
Cameron, Louisiana  
Independent Auditor's Report  
on Internal Control Structure  
December 31, 1996

In planning and performing my audit of the general purpose financial statements of Recreation District No. 6 of Cameron Parish, for the year ended December 31, 1996, I obtained an understanding of the internal control structure. With respect to the internal control structure, I obtained an understanding of the design of relevant policies and procedures and whether they have been placed in operation, and I assessed control risk in order to determine my auditing procedures for the purpose of expressing my opinion on the general purpose financial statements and not to provide an opinion on the internal control structure. Accordingly, I do not express such an opinion.

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


All accounting functions of the district, i.e., depositing and posting receipts and preparing, posting and issuing checks are performed by one individual. Such functions are not compatible and should be performed by separate individuals, however, because of the size of the district and its limited revenues, it is not economically feasible to correct this deficiency.

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

My consideration of the internal control structure would not necessarily disclose all matters in the internal control structure that might be reportable conditions and, accordingly, would not necessarily disclose all reportable conditions that are also considered to be material weaknesses as defined above. However, I do not consider the reportable condition described above to be a material weakness.

RECREATION DISTRICT NO. 6  
OF CAMERON PARISH  
Cameron, Louisiana  
Independent Auditor's Report  
on Internal Control Structure  
December 31, 1996

This report is intended for the information of the board of commissioners of Recreation District No. 6 of Cameron Parish and management of the district. This is not intended to limit the distribution of this report, which is a matter of public record.



West Monroe, Louisiana  
March 3, 1997



**Independent Auditor's Report on  
Compliance With Laws and Regulations**

**RECREATION DISTRICT NO. 6  
OF CAMERON PARISH  
Cameron, Louisiana**

I have audited the general purpose financial statements of Recreation District No. 6 of Cameron Parish, a component unit of the Cameron Parish Police Jury, as of December 31, 1996, and for the year then ended, and have issued my report thereon dated March 3, 1997.

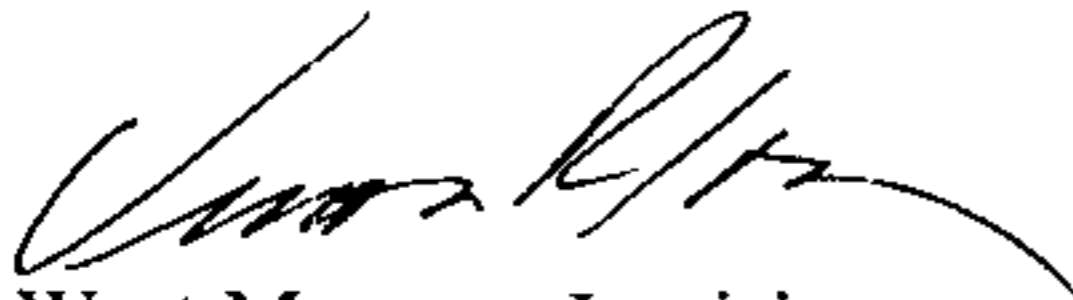
I conducted my audit in accordance with generally accepted auditing standards; *Government Auditing Standards*, issued by the Comptroller General of the United States, and the *Louisiana Governmental Audit Guide*, issued by the Society of Louisiana Certified Public Accountants and the Louisiana Legislative Auditor. Those standards and the audit guide require that I plan and perform the audit to obtain reasonable assurance about whether the general purpose financial statements are free of material misstatement.

Compliance with laws and regulations applicable to Recreation District No. 6 of Cameron Parish is the responsibility of the district's management. As part of obtaining reasonable assurance about whether the general purpose financial statements are free of material misstatement, I performed tests of the district's compliance with certain provisions of laws and regulations. However, the objective of my audit of the general purpose financial statements was not to provide an opinion on overall compliance with such provisions. Accordingly, I do not express such an opinion.

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

RECREATION DISTRICT NO. 6  
OF CAMERON PARISH  
Cameron, Louisiana  
Independent Auditor's Report on  
Compliance, Etc.,  
December 31, 1996

This report is intended for the information of the board of commissioners of Recreation District No. 6 of Cameron Parish and management of the district. This is not intended to limit the distribution of this report, which is a matter of public record.

A handwritten signature in black ink, appearing to be 'James R. [unclear]', written in a cursive style.

West Monroe, Louisiana  
March 3, 1997