

**Jefferson Davis Parish
Tourist Commission**
Jennings, Louisiana

FINANCIAL REPORT

Year Ended June 30, 2021

Jefferson Davis Parish Tourist Commission
June 30, 2021

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Recipient of Advanced Single Audit Certificate*

INDEPENDENT AUDITOR'S REPORT

Jefferson Davis Parish Tourist Commission
Jennings, Louisiana

Report on the Financial Statement

I have audited the accompanying financial statements of the governmental activities and each major fund of the Jefferson Davis Parish Tourist Commission (the Commission), a component unit of the Jefferson Davis Parish Police Jury, as of and for the year ended June 30, 2021, and the related notes to the financial statements, which collectively comprise the Commission's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles 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

My responsibility is to express opinions on these financial statements based on my audit. I conducted my audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that I plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, I express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my audit opinion.

Opinions

In my opinion, the component unit financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities and the major fund of the Jefferson Davis Parish Tourist Commission as of June 30, 2021, and the respective changes in financial position for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the budgetary comparison information and employer's share of net pension liability and employer contributions on pages 32 through 35 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. I have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to my inquiries, the basic financial statements, and other knowledge I obtained during my audit of the basic financial statements. I do not express an opinion or provide any assurance on the information because the limited procedures do not provide me with sufficient evidence to express an opinion or provide any assurance.

Management has omitted the management's discussion and analysis that accounting principles generally accepted in the United States of America require to be presented to supplement the basic financial statements. Such missing 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. My opinion on the basic financial statements is not affected by this missing information.

Other Information

My audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Commission's basic financial statements. The schedule of compensation, benefits, and other payments to agency head or chief executive officer is presented for purposes of additional analysis and is not a required part of the basic financial statements.

The schedule of compensation, benefits, and other payments to the agency head or chief executive officer is the responsibility of management and was 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 my opinion, the schedule of compensation, benefits, and other payments to agency head or chief executive officer 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*, I have also issued a report dated December 31, 2021, on my consideration of the Jefferson Davis Parish Tourist Commission's internal control over financial reporting and my tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of my testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Jefferson Davis Parish Tourist Commission's internal control over financial reporting and compliance.

A handwritten signature in blue ink that reads "J. Aaron Cozart, CPA, LLC". The signature is written in a cursive, flowing style.

Certified Public Accountant

Jennings, Louisiana
December 31, 2021

GOVERNMENT-WIDE
FINANCIAL STATEMENTS (GWFS)

STATEMENT A

JEFFERSON DAVIS PARISH TOURIST COMMISSION

Jennings, Louisiana

Statement of Net Position

June 30, 2021

	<u>Governmental Activities</u>
ASSETS	
Current assets:	
Cash and cash equivalents	\$ 488,716
Receivables	62,273
Prepaid expenses	7,206
Total current assets	<u>558,195</u>
Noncurrent assets:	
Net pension asset	43,427
Capital assets, net of depreciation	718,183
Total noncurrent assets	<u>761,610</u>
Total assets	<u>1,319,805</u>
DEFERRED OUTFLOWS OF RESOURCES	
Pension related deferrals	<u>34,150</u>
LIABILITIES	
Current liabilities:	
Accounts, salaries, and other payables	9,803
Accrued compensated absences	5,612
Total current liabilities	<u>15,415</u>
Total liabilities	<u>15,415</u>
DEFERRED INFLOWS OF RESOURCES	
Pension related deferrals	<u>91,210</u>
NET POSITION	
Net investment in capital assets	718,183
Unrestricted net position	529,147
Total net position	<u>\$ 1,247,330</u>

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

JEFFERSON DAVIS PARISH TOURIST COMMISSION
Jennings, Louisiana

Statement of Activities
For the Year Ended June 30, 2021

	Expenses	Program Revenues	Net (Expense) Revenue and Change in Net Position Governmental Activities
GOVERNMENTAL ACTIVITIES			
Promotion of tourism	\$ 529,479	\$ -	\$ (529,479)
Total governmental activities	\$ 529,479	\$ -	\$ (529,479)
GENERAL REVENUES			
Sales taxes:			
Local collections			311,987
State appropriations			192,413
Miscellaneous			82,081
Intergovernmental			164,661
Interest			449
Total general revenues			751,591
CHANGE IN NET POSITION			222,112
NET POSITION, BEGINNING			1,025,218
NET POSITION, ENDING			\$ 1,247,330

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

FUND FINANCIAL STATEMENTS (FFS)

STATEMENT C

JEFFERSON DAVIS PARISH TOURIST COMMISSION
Jennings, Louisiana

Balance Sheet - Governmental Fund
June 30, 2021

	General Fund
ASSETS	
Cash and cash equivalents	\$ 488,716
Receivables	<u>62,273</u>
TOTAL ASSETS	<u>\$ 550,989</u>
LIABILITIES AND FUND BALANCE	
Liabilities:	
Accounts, salaries, and other payables	<u>\$ 9,803</u>
Fund balance:	
Unassigned	<u>541,186</u>
Total fund balance	<u>541,186</u>
TOTAL LIABILITIES AND FUND BALANCE	<u>\$ 550,989</u>

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

STATEMENT D

**JEFFERSON DAVIS PARISH TOURIST COMMISSION
Jennings, Louisiana**

**Reconciliation of the Governmental Fund Balance Sheet
to the Statement of Net Position
June 30, 2021**

Total fund balance for governmental fund (Statement C)	\$	541,186
Amounts reported for governmental activities in the Statement of Net Position are different because:		
Other assets used in governmental activities that are not financial resources, and therefore, are not reported in the governmental funds.		
Prepaid expenses		7,206
Net pension asset		43,427
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the governmental funds.		
Capital assets		809,765
Less: accumulated depreciation		(91,582)
General long-term debt of governmental activities are not payable from current resources and, therefore not reported in the funds.		
Compensated absences payable		(5,612)
Pension related deferrals		
Outflows		34,150
Inflows		(91,210)
Total net position of governmental activities (Statement A)	\$	<u>1,247,330</u>

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

JEFFERSON DAVIS PARISH TOURIST COMMISSION
Jennings, Louisiana

Statement of Revenue, Expenditures, and Changes in Fund Balance
Governmental Fund
For the Year Ended June 30, 2021

	General Fund
REVENUES	
Sales taxes:	
Local collections	\$ 311,987
State appropriation	192,413
Miscellaneous	82,081
Intergovernmental	164,661
Interest	449
Total revenues	751,591
EXPENDITURES	
Personnel:	
Salaries - director	46,264
Salaries - other	173,698
Payroll taxes	7,433
Retirement	19,511
Employee health insurance	37,050
Advertising	56,582
Promotional	28,611
Operational:	
Tour	1,715
Merchandise	45,705
Dues and subscriptions	7,764
Insurance	10,635
Travel	4,321
Other operating expenses:	
Accounting services	7,200
Legal and professional	3,835
Equipment rentals	583
Expense reimbursement	14,147
Repairs and maintenance	13,627
Telephone	2,116
Utilities	12,933
Internet and IT support	13,431
Office	15,098
Postage	10
Total expenditures	522,269
Excess (deficiency) of revenues over (under) expenditures	229,322
Fund Balance - beginning	311,864
Fund Balance - ending	\$ 541,186

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

JEFFERSON DAVIS PARISH TOURIST COMMISSION
Jennings, Louisiana

**Reconciliation of the Statement of Revenues, Expenditures, and
Changes in Fund Balance of the Governmental Fund
to the Statement of Activities
For the Fiscal Year Ended June 30, 2021**

Net change in fund balance, total governmental funds (Statement E)	\$	229,322
Amounts reported for governmental activities in the Statement of Activities are different because:		
Other assets used in governmental activities that are not financial resources and, therefore, are not reported in the governmental funds.		
Change in prepaid expenses		427
Capital assets used in governmental activities are not financial resources and therefore are not reported as assets in the governmental funds.		
Capital outlays	\$	5,246
Increase in accumulated depreciation	<u>(31,931)</u>	(26,685)
General long-term debt of governmental activities are not payable from current resources and, therefore not reported in the governmental funds.		
Change in compensated absences payable		2,592
In the Statement of Activities, certain operating expenses are measured by the amounts incurred during the year. In the governmental funds, however, expenditures for these items are measured by the amount of financial resources used (essentially, the amounts actually paid). This is the amount by which the amounts incurred exceeds the amount actually paid:		
Pension expense		16,456
Change in net position of government activities (Statement B)	<u>\$</u>	<u>222,112</u>

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

Notes to Financial Statements

Notes to Financial Statements

1. Organization and Significant Accounting Policies

The mission of the Jefferson Davis Parish Tourist Commission (the Commission) is to promote and encourage recreational activities, the acquisition, preservation, and development of historic and recreational sites, recreational facilities, and tourist attractions. It operates a tourist information center within the Parish and employs an executive director and three full-time and one part-time employees, all who coordinate advertisements and promotion of tourism for the Parish. The more significant of the Commission's accounting policies are described below.

A. Reporting Entity

The Commission was created by the Jefferson Davis Parish Police Jury pursuant to (LSA-RS 33:4574) through the passage of Parish Ordinance 579 on May 9, 1973. The District purposes shall be the promotion and encouragement of recreational activities, the acquisition, preservation, and development of historic and recreational sites, recreational facilities, and tourist attractions, and to engage in activities which would promote such development. The Commission has authority, within its boundaries, to exercise all powers necessary or convenient for the carrying out of such purposes.

Under the provision of Parish Ordinance 579, the District shall be governed and controlled by a board of commissioners composed of five members. These commissioners, appointed by the Jefferson Davis Parish Police Jury, assume their duties for an unstated term and shall serve without compensation.

As the governmental authority of the parish, for reporting purposes, the Jefferson Davis Parish Police Jury is the financial reporting entity for Jefferson Davis Parish. The financial reporting entity consists of (a) the primary government (police jury), (b) organizations for which the primary government is financially accountable, and (c) 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.

GASB Statement No. 14, *The Reporting Entity*, as amended by GASB Statement No. 61, establishes criteria for determining the governmental reporting entity and component units that should be included within the reporting entity. Component units are defined as legally separate organizations for which the elected officials of the primary government are financially accountable. In addition, component units can be other organizations of which the nature and significance of their relationship with the primary government is such that exclusion of these organizations from the primary government's financial statements would be misleading. Therefore, an organization is considered to be a component unit of the police jury if one of the following criteria is met:

- (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 or (b) the potential for the organization to provide specific financial benefits to or impose specific financial burdens on the police jury.
- (2) Organizations for which the police jury does not appoint a voting majority but are fiscally dependent on the police jury and there is the potential for the organization to provide specific financial benefits to or impose specific financial burdens on the police jury.

Notes to Financial Statements

Reporting Entity (continued)

- (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.

The police jury appoints a voting majority of the board and has the ability to impose its will on the organization; therefore the Commission was determined to be a component unit of the Jefferson Davis Parish Police Jury, the financial reporting entity. The accompanying financial statements present information only on the funds maintained by the Commission 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. Joint Venture

The Jefferson Davis Parish Tourist Commission entered into a joint venture with the City of Jennings and the Town of Welsh to create the Jefferson Davis Parish Economic Development Commission, which was formed to enhance the economic development of Jefferson Davis Parish. This joint venture has not been included in the reporting entity. Financial Statements for this joint venture can be obtained from the Jefferson Davis Parish Economic Development Commission.

C. Basis of Presentation

Government-Wide Financial Statements (GWFS)

The Statement of Net Position and Statement of Activities display information about the reporting government as a whole. They include all funds of the reporting entity, except the fiduciary funds. Information contained in these statements reflects the economic resources measurement focus and the accrual basis of accounting. Revenues, expenses, gains, losses, assets, and liabilities 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, and liabilities resulting from nonexchange transactions are recognized in accordance with requirements of GASB Statement No. 33, *Accounting and Financial Reporting for Nonexchange Transactions*.

The statements distinguish between governmental and business-type activities. Governmental activities generally are financed through taxes, intergovernmental revenues, and other nonexchange revenues. Business-type activities are financed in whole or in part by fees charged to external parties for goods or services

The Statement of Activities presents a comparison between direct expenses and program revenues for the business-type activities of the entity and for each function of the entity's governmental activities. Direct expenses are those that are specifically associated with a program or function and, therefore, are clearly identifiable to a particular function.

Program revenues include (a) fees, fines, and charges paid by the recipients of goods or services offered by the programs, and (b) grants and contributions that are restricted to meeting the operational or capital requirements of a particular program.

Notes to Financial Statements

Revenues that are not classified as program revenues, including all taxes, are presented as general revenues.

Fund Financial Statements (FFS)

The accounts are organized and operated on the basis of funds. A fund is an independent fiscal and accounting entity with a separate set of self-balancing accounts. Fund accounting segregates funds according to their intended purpose and is used to aid management in demonstrating compliance with finance related legal and contractual provisions.

The minimum number of funds is maintained consistent with legal and managerial requirements.

The various funds of a governmental entity are classified into two categories: governmental and proprietary (enterprise). The emphasis on fund financial statements is on major governmental and enterprise funds, each displayed in a separate column. A fund is considered major if it is the primary operating fund or meets the following criteria:

- a. Total assets, liabilities, revenues, or expenditures/expense of that individual governmental or enterprises fund are at least 10 percent of the corresponding total for all funds of that category or type; and
- b. Total assets, liabilities, revenues, or expenditures/expenses of the individual governmental or enterprise fund are a least 5 percent of the corresponding total for all governmental and enterprise funds combined.

The funds of the *Commission* are described below:

Governmental Funds:

General Fund – The General Fund is the general accounting fund of the Jefferson Davis Parish Tourist Commission. It accounts for all financial resources of the Commission.

D. Measurement Focus / Basis of Accounting

Measurement focus is a term used to describe “which” transactions are recorded within the various financial statements. Basis of accounting refers to “when” transactions are recorded regardless of the measurement focus applied.

Measurement Focus

On the government-wide Statement of Net Position and the Statement of Activities, both governmental and business-type activities are presented using the economic resources measurement focus as defined in item (b) below.

Notes to Financial Statements

In the fund financial statements, the “current financial resources” measurement focus or the “economic resources” measurement focus is used as appropriate:

- a) All governmental funds utilize a “current financial resources” measurement focus. Only current financial assets and liabilities are generally included on their balance sheets. Their operating statements present sources and uses of available spendable financial resources during a given period. These funds use fund balance as their measure of available spendable financial resources at the end of the period.
- b) The proprietary fund utilizes an “economic resources” measurement focus. The accounting objectives of this measurement focus are the determination of operating income, changes in net position (or cost recovery), financial position, and cash flows. All assets and liabilities (whether current or noncurrent) associated with their activities are reported. Proprietary fund equity is classified as net position.

Basis of Accounting

In the government-wide Statement of Net Position and Statement of Activities, both governmental and business-type activities are presented using the accrual basis of accounting. Under the accrual basis of accounting, revenues are recognized when earned and expenses are recorded when the liability is incurred or economic asset used. Revenues, expenses, gains, losses, assets, and liabilities resulting from exchange and exchange-like transactions are recognized when the exchange takes place. Revenues, expense, gains, losses, assets, and liabilities resulting from nonexchange transactions are recognized in accordance with the requirements of GASB statement No. 33 *Accounting and Financial Reporting for Nonexchange Transactions*.

In the fund financial statements, governmental funds are presented on the modified accrual basis of accounting. Under this modified accrual basis of accounting, revenues are recognized when “measurable and available.” Measurable means knowing or being able to reasonably estimate the amount. Available means collectible within the current period or within 60 days after year-end. Expenditures (including capital outlay) are recorded when the related fund liability is incurred, except for general obligations bond principal and interest which are reported when due. The proprietary fund utilizes the accrual basis of accounting.

Under the accrual basis of accounting, revenues are recognized when earned and expenses are recorded when the liability is incurred or economic asset used.

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

Revenues –Sales tax revenues are collected by the Jefferson Davis Parish School Board and are remitted to the Commission monthly. Taxes are remitted in the month following collection and are considered measurable at the month of collection. Accordingly, sales taxes collected in June 2021 and remitted in July 2021 have been reported as a receivable.

Notes to Financial Statements

Each fiscal year, the Louisiana Legislature has the authority to appropriate funds from state sales tax collections to be distributed to tourist and convention commissions throughout the state to be used for tourism development, including support for historic preservation and arts and humanities. The amount appropriated by the state is limited to state sales taxes on hotels and motels within Jefferson Davis Parish. The amounts appropriated by the state have been recorded in these financial statements. Payments are remitted quarterly.

E. Budgetary Practices

The Commission has adopted a budget for its general fund. The budgetary practices include notice of the proposed budget, public inspection of the proposed budget, and public hearings on the budget prior to adoption. Any amendment involving increases in expenditures must be approved by the Commission. Budgeted amounts in the accompanying financial statements include all amendments. All budgeted amounts, which are not expended or obligated through contracts, lapse at year end. The Commission's budget is materially consistent with accounting principles generally accepted in the United States of America.

F. Cash and Cash Equivalents

Cash includes amounts in demand deposits, interest-bearing demand deposits, and money market accounts. Cash equivalents include amounts in time deposits and those investments with original maturities of 90 days or less. Under state law, the Commission may deposit funds in demand deposits, interest-bearing demand deposits, money market accounts, 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.

G. Capital Assets

In the fund financial statements (FFS), fixed assets used in governmental fund operations are accounted for as capital outlay expenditures of the governmental fund upon acquisition.

In the government-wide financial statements (GWFS), fixed assets are accounted for as capital assets. The Jefferson Davis Parish Tourist Commission maintains a threshold level of \$1,000 or more for capitalizing capital assets.

Capital assets, which include building, improvements, furniture and fixtures, and other assets, are to be reported in the governmental columns in the government-wide financial statements. All capital assets are valued at historical cost or if contributed property, at their estimated fair value at the time of contribution. Repairs and maintenance are recorded as expenses; renewals and betterments are capitalized. The sale or disposal of fixed assets is recorded by removing cost and accumulated depreciation from the accounts and charging the resulting gain or loss to income.

Notes to Financial Statements

Depreciation of all exhaustible capital assets is recorded as an expense in the Statement of Activities, with accumulated depreciation reflected in the Statement of Net Position. Depreciation is provided over the assets' estimated useful lives using the straight-line method of depreciation. The estimated useful life by type of assets is as follows:

Vehicles	5 years
Buildings	30 years
Improvements	5-20 years
Furniture and equipment	5-10 years
Other	5-20 years

H. Compensated Absences

Employees accrue earned vacation on a monthly basis according to years of service. Employees are permitted to carry forward a maximum of one-third (1/3) of their annual earned vacation with a maximum of 20 days. Employees accrue sick leave at the rate of twelve days per year. Sick leave is cumulative up to a maximum of 130 days. Upon termination of employment, employees are paid any unused vacation leave, but any remaining sick leave is forfeited. At June 30, 2021, the Commission had accrued vacation leave of \$5,612

I. Pension Plan

For purposes of measuring the net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense, information about the fiduciary net position of the Commission's pension plan and additions to / deductions from the plan's fiduciary net position have been determined on the accrual basis, which is the same basis as they are reported by the plans. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

J. Equity Classifications

Government-Wide Statements – Equity is classified as net position and displayed in three components:

- a. Net investment in capital assets – consist of capital assets including restricted capital assets, net of accumulated depreciation and related debt.
- b. Restricted net position – consists of net resources with constraints placed on the use either by (1) external groups such as creditors, grantors, contributors, or laws or regulations of other governments; or (2) law through constitutional provisions or enabling legislation.
- c. Unrestricted net position – all other net resources that do not meet the definition of “restricted” or “net investment in capital assets, net of related debt”.

When an expense is incurred for purposes for which both restricted and unrestricted net position is available, the Commission applies restricted resources first, unless a determination is made to use unrestricted resources.

Notes to Financial Statements

Governmental Fund Statements – Equity is classified as fund balance. Fund balance is further classified as follows:

Nonspendable fund balance – amounts that cannot be spent either because they are in nonspendable form or because they are legally or contractually required to be maintained intact.

Restricted fund balance – amounts that can be spent only for specific purposes because of constitutional provisions or enabling legislation or because of constraints that are externally imposed by creditors, grantors, contributors, or the laws or regulations of other governments.

Committed fund balance – amounts that can be used for specific purposes determined by a formal action of the Board of Directors. The Board of Directors is the highest level of decision-making authority for the Jefferson Davis Parish Tourist Commission. Commitments may be established, modified, or rescinded only through ordinances or resolutions approved by board members.

Assigned fund balance – amounts that do not meet the criteria to be classified as restricted or committed but that are intended to be used for specific purposes. Under the Commission's policy, only board members may assign amounts for specific purposes.

Unassigned fund balance – all other spendable amounts.

As of June 30, 2021, the General Fund has an unassigned fund balance of \$541,186. The Commission would typically use restricted fund balances first, followed by committed resources and assigned resources as appropriate opportunities arise, but reserves the right to selectively spend unassigned resources first and to defer the use of these other classified funds.

K. Advertising

Advertising costs are recorded as an expenditure when they are paid.

L. 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 the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Accordingly, actual results could differ from those estimates.

M. Extraordinary and Special Items

Extraordinary items are transactions or events that are both unusual in nature and infrequent in occurrence. Special items are transactions or events within the control of the Jefferson Davis Parish Tourist Commission, which are either unusual in nature or infrequent in occurrence. During the year ended June 30, 2021, the Commission had no extraordinary or special items.

Jefferson Davis Parish Tourist Commission
June 30, 2021

Notes to Financial Statements

N. Date of Management's Review

Subsequent events were evaluated through December 31, 2021, which is the date the financial statements were available to be issued.

2. Deposits and Investments

A. Deposits

As of June 30, 2021, the Commission has cash and interest-bearing deposits (book balances) as follows:

Deposit Type	Governmental Activities
Cash on hand	\$ 50
Interest-bearing deposits	488,666
Total	\$ 488,716

Custodial Credit Risk – Custodial credit risk is the risk that in the event of a bank failure, the Commission's deposits may not be recovered. Under state law, the Commission's deposits (or resulting bank balances) must be secured by federal deposit insurance or similar federal security or the pledge of securities owned by the fiscal agent bank. The fair market value of the pledged securities plus the federal deposit insurance must at all times equal the amount on deposit with the fiscal agent. These securities are held in the name of the Commission or the pledging bank in a holding or custodial bank that is mutually acceptable to both parties.

At June 30, 2021, the Commission has \$518,321 in deposits (collected bank balances) in local financial institutions. These deposits are secured from risk by \$250,000 of federal deposit insurance and \$248,702 of pledged securities held by the custodial bank in the name of the Commission. As such, these deposits are not considered subject to custodial credit risk according to GASB Statement No. 3. As of June 30, 2021, the remaining \$19,619 was uncollateralized.

3. Receivables

The following is a summary of receivables at year end:

Local sources:	
Taxes:	
Sales and use	\$ 20,695
Other revenues	4,553
State sources:	
State appropriations	37,025
Total	\$ 62,273

Jefferson Davis Parish Tourist Commission
June 30, 2021

Notes to Financial Statements

4. Capital Assets:

Capital assets activity for the year ended June 30, 2021 was as follows:

	Beginning Balance	Additions	Deletions	Transfers	Ending Balance
Capital assets not being depreciated:					
Construction in progress	\$ 16,220	\$ -	\$ -	\$ (16,220)	\$ -
Capital assets being depreciated:					
Improvements	\$ 51,806	\$ -	\$ -	\$ 16,220	\$ 68,026
Buildings	701,590	-	-	-	701,590
Furniture and fixtures	34,903	5,246	-	-	40,149
Total capital assets being depreciated	788,299	5,246	-	16,220	809,765
Less: Accumulated Depreciation	59,651	31,931	-	-	91,582
Total capital assets being depreciated, net	\$ 728,648	\$ (26,685)	\$ -	\$ 16,220	\$ 718,183

Depreciation expense of \$31,931 was charged to governmental activities: Promotion of Tourism

5. Risk Management

The Commission is exposed to various risks of loss related to torts: theft of, damage to, and destruction of assets; injuries to employees; and natural disasters. The Commission has elected to continue coverage through the Commission commercial insurance policy. The Commission is insured up to policy limits for each of the above risks. There were no significant changes in the coverages, retentions, or limits during the year ended June 30, 2021. There were no settled claims exceeding the commercial coverages in any previous three fiscal years.

6. Litigation and Claims

Claim expenditures and liabilities are reported when it is probable that a loss has occurred and the amount of the loss can be reasonably estimated. No claim expenditures or liabilities are reported in the accompanying financial statements. The Commission is not presently involved in any litigation as defendant.

Notes to Financial Statements

7. Economic Development Commission Joint Venture

The Jefferson Davis Parish Tourist Commission in conjunction with the City of Jennings and the Town of Welsh has entered into an agreement to create the Jefferson Davis Parish Economic Development Commission (EDC). The EDC was chartered on January 30, 2007. The purpose is to act as an agency to enhance economic development and sustainable growth in Jefferson Davis Parish. According to the charter, each member is responsible for contributing an amount equal to the percentage of participation that the member holds in the commission. The annual proportion of participation shall be as follows:

<u>Member</u>	<u>Percentage</u>	<u>Not to Exceed</u>
City of Jennings	39.50%	\$ 75,000
Jefferson Davis Parish Tourist Commission	39.50%	75,000
Town of Welsh	21.00%	40,000

The EDC consists of seven commissioners as follows: three residents of the City of Jennings, three representatives appointed by the Jefferson Davis Parish Tourist Commission, and one resident of the Town of Welsh.

The EDC members are to be appointed by the governing body of their place of residence. The EDC has the power and authority to employ a director to oversee and manage the operation of the commission office, hire other staff as needed, adopt its own budget, and enter into contracts for professional services necessary for the operations of the EDC.

The EDC is a Governmental Fund and the Jefferson Davis Parish Tourist Commission has not included its 39.5% share of net position in these financial statements.

Condensed financial information for the Jefferson Davis Economic Development Commission as of December 31, 2020 (the latest available audited financial statements) is as follows:

	<u>Total</u>	<u>(39.5%)</u>
Total assets	\$ 173,946	\$ 68,709
Total liabilities	(628)	(248)
Net Position	<u>\$ 173,318</u>	<u>\$ 68,461</u>
Total program revenues	\$ 175,000	\$ 69,125
General revenues	12,207	4,822
Total expenses	\$ 178,442	\$ 70,485
Change in net position	8,765	3,462

As of December 31, 2020, the EDC had no long-term debt outstanding.

Notes to Financial Statements

8. Related Party Transactions

Pursuant to the \$75,000 contribution agreement between the Jefferson Davis Parish Economic Development Commission and the Jefferson Davis Parish Tourist Commission, the Board of Directors established a Cooperative Endeavor Agreement. It was agreed the Jefferson Davis Parish Tourist Commission would provide, in lieu of their annual \$75,000 contribution, all management and jointly provide equipment and services to the Jefferson Davis Economic Development Commission. In turn, the Jefferson Davis Parish Economic Commission would pay the Jefferson Davis Tourist Commission a management fee. For the year ended June 30, 2021, the Commission has received \$84,600.

9. Board of Directors Compensation

The Board of Directors is a voluntary board; therefore no compensation has been paid to any member.

10. Pension Plan

Employees of the Commission are provided retirement through the Parochial Employees' Retirement System. All employees are members of Plan A.

A. Parochial Employees' Retirement System (PERS)

Plan Description

Parochial Employees' Retirement System of Louisiana (PERS) is the administrator of a cost-sharing multiple employer defined benefit pension plan. The System was established and provided for by R.S.11:1901 of the Louisiana Revised Statute (LRS). The System provides retirement benefits to employees of taxing districts of a parish or any branch or section of a parish within the State which does not have their own retirement system and which elects to become members of the System.

All permanent parish government employees (except those employed by Orleans, Lafourche, and East Baton Rouge Parishes) who work at least 28 hours a week shall become members on the date of employment. New employees meeting the age and Social Security criteria have up to 90 days from the date of hire to elect to participate. As of January 1997, elected officials, except coroners, justices of the peace, and parish presidents may no longer join the System. PERS is composed of two distinct plans, Plan A and Plan B, with separate assets and benefit provisions. All employees of the Commission are members of Plan A.

Notes to Financial Statements

Benefits Provided

The following is a description of the Plan and its benefits and is provided for general information purposes only. Participants should refer to the appropriate statutes for more complete information.

Retirement Benefits

Any member of Plan A can retire providing he/she meets one of the following criteria:

For employees hired prior to January 1, 2007:

1. Any age with thirty or more years of creditable service.
2. Age 55 with twenty-five years of creditable service.
3. Age 60 with a minimum of ten years of creditable service.
4. Age 65 with a minimum of seven years of creditable service.

For employees hired after January 1, 2007:

1. Age 55 with thirty years of service.
2. Age 62 with ten years of service.
3. Age 67 with seven years of service.

Generally, the monthly amount of the retirement allowance of any member of Plan A shall consist of an amount equal to three percent of the member's final average compensation multiplied by his/her years of creditable service. However, under certain conditions, as outlined in the statutes, the benefits are limited to specified amounts.

Deferred Retirement Option Plan (DROP) Benefits

Act 338 of 1990 established the Deferred Retirement Option Plan (DROP) for the Retirement System. DROP is an option for that member who is eligible for normal retirement. In lieu of terminating employment and accepting a service retirement, any member of Plan A who is eligible to retire may elect to participate in the DROP in which they are enrolled for three years and defer the receipt of benefits. During participation in the plan, employer contributions are payable but employee contributions cease. The monthly retirement benefits that would be payable, had the person elected to cease employment and receive a service retirement allowance, are paid into the DROP Fund.

Upon termination of employment prior to or at the end of the specified period of participation, a participant in the DROP may receive, at his option, a lump sum from the account equal to the payments into the account, a true annuity based upon his account balance in that fund, or roll over the fund to an Individual Retirement Account. Interest is accrued on the DROP benefits for the period between the end of DROP participation and the member's retirement date.

Notes to Financial Statements

For individuals who become eligible to participate in the Deferred Retirement Option Plan on or after January 1, 2004, all amounts which remain credited to the individual's subaccount after termination in DROP will be placed in liquid asset money market investments at the discretion of the board of trustees. These subaccounts may be credited with interest based on money market rates of return or, at the option of the System, the funds may be credited to self-directed subaccounts. The participant in the self-directed portion of DROP must agree that the benefits payable to the participant are not the obligations of the state or the System, and that any returns and other rights of DROP are the sole liability and responsibility of the participant and the designated provider to which contributions have been made.

Disability Benefits

For Plan A, a member shall be eligible to retire and receive a disability benefit if they were hired prior to January 1, 2007, and has at least five years of creditable service or if hired after January 1, 2007, has seven years of creditable service, and is not eligible for normal retirement and has been officially certified as disabled by the State Medical Disability Board. Upon retirement caused by disability, a member of Plan A shall be paid a disability benefit equal to the lesser of an amount equal to three percent of the member's final average compensation multiplied by his years of service, not to be less than fifteen, or three percent multiplied by years of service assuming continued service to age sixty for those members who are enrolled prior to January 1, 2017 and to age 62 for those members who are enrolled January 1, 2017 and later.

Survivor's Benefits

Upon the death of any member of Plan A with five or more years of creditable service who is not eligible for retirement, the plan provides for benefits for the surviving spouse and minor children, as outlined in the statutes. Any member of Plan A, who is eligible for normal retirement at time of death, the surviving spouse shall receive an automatic Option 2 benefit, as outlined in the statutes. A surviving spouse who is not eligible for Social Security survivorship or retirement benefits, and married not less than twelve (12) months immediately preceding death of the member, shall be paid an Option 2 benefit beginning at age 50.

Cost-of-Living Increases

The Board is authorized to provide a cost-of-living allowance for those retirees who retired prior to July 1973. The adjustment cannot exceed 2% of the retiree's original benefit for each full calendar year since retirement and may only be granted if sufficient funds are available from investment income in excess of normal requirements. In addition, the Board may provide an additional cost of living increase to all retirees and beneficiaries who are over age sixty-five equal to 2% of the member's benefit paid on October 1, 1977, (or the member's retirement date, if later). Also, the Board may provide a cost of living increase up to 2.5% for retirees 62 and older. (RS 11:1937). Lastly, Act 270 of 2009 provided for further reduced actuarial payments to provide an annual 2.5% cost-of-living adjustment commencing at age 55.

Notes to Financial Statements

Contributions

According to state statute, contributions for all employers are actuarially determined each year. For the year ended December 31, 2020, the actuarially determined contribution rate was 11.11% of member's compensation for Plan A. However, the actual rate for the fiscal year ending December 31, 2020, was 12.25% for Plan A. According to state statute, the System also receives ¼ of 1% of ad valorem taxes collected within the respective parishes, except for Orleans and East Baton Rouge parishes. The System also receives revenue sharing funds each year as appropriated by the Legislature. Tax monies and revenue sharing monies are apportioned between Plan A and Plan B in proportion to the member's compensation. These additional sources of income are used as additional employer contributions and are considered support from non-employer contributing entities.

The Commission's contractually required contribution rate for the year ended June 30, 2021, was 12.25% of annual payroll, actuarially determined as an amount that, when combined with employee contributions, is expected to finance the costs of benefits earned by employees during the year, with an additional amount to finance any unfunded actuarial accrued liability.

Contributions to the pension plan from the Commission were \$19,238 for the year ended June 30, 2021.

Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions

At June 30, 2021, the Commission reported an asset of \$43,427 for its proportionate share of the Net Pension Asset. The Net Pension Asset was measured as of December 31, 2020, and the total pension asset used to calculate the Net Pension Asset was determined by an actuarial valuation as of that date. The Commission's proportion of the Net Pension Asset was based on a projection of the Commission's long-term share of contributions to the pension plan relative to the projected contributions of all participating employers, actuarially determined. At December 31, 2020, the Commission's proportion was .024767%, which was a decrease of .001063 percentage points from its proportion measured as of December 31, 2019.

For the year ended June 30, 2021, the Commission recognized pension expense of \$5,063 less employer's amortization of change in proportionate share and differences between employer contributions and proportionate share of contributions of \$199.

Jefferson Davis Parish Tourist Commission
June 30, 2021

Notes to Financial Statements

At June 30, 2021, the Commission reported deferred outflows of resources and deferred inflows of resources related to PERS from the following sources:

	Governmental Activities	
	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 10,573	\$ (5,183)
Changes of assumptions	14,208	-
Net difference between projected and actual earnings on pension plan investments	-	(84,756)
Change in proportion and differences between employer contributions and proportionate share of contributions	341	(1,271)
Employer contributions subsequent to the measurement date	9,028	-
Total	\$ 34,150	\$ (91,210)

Deferred outflows of resources of \$9,028 related to PERS resulting from the Commission's contributions subsequent to the measurement date will be recognized as a reduction of the Net Pension Liability in the year ended June 30, 2022. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to PERS will be recognized in pension expense as follows:

Year Ended June 30	
2022	\$ (18,355)
2023	(6,510)
2024	(27,377)
2025	(13,846)
	\$ (66,088)

Actuarial Assumptions

A summary of the actuarial methods and assumptions used in determining the total pension asset of PERS as of December 31, 2020 are as follows:

Jefferson Davis Parish Tourist Commission
June 30, 2021

Notes to Financial Statements

Valuation date	December 31, 2020
Actuarial cost method	Entry Age Normal
Expected remaining service lives	4 years
Actuarial assumptions:	
Investment rate of return	6.40%, net of investment expense, including inflation
Inflation rate	2.3%
Projected salary increases	4.75%
Mortality rates	Pub-2010 Public Retirement Plans Mortality Table for General Employees multiplied by 130% for males and 125% for females using MP 2018 scale for active members Pub-2010 Public Retirement Plans Mortality Table for Health Retirees multiplied by 130% for males and 125% for females using MP 2018 scale for annuitants and beneficiaries. Pub-2010 Public Retirement Plans Mortality Table for General Disabled Retirees multiplied by 130% for males and 125% for females using MP 2018 scale for disabled annuitants
Cost-of-living adjustments	The present value of future retirement benefits is based on benefits currently being paid by the System and includes previously granted cost of living increases. The present values do not include provisions for potential future increases not yet authorized by the Board of Trustees.

The discount rate used to measure the total pension liability was 6.40% for Plan A. The projection of cash flows used to determine the discount rate assumed that contributions from plan members will be made at the current contribution rates and that contributions from participating employers and non-employer contributing entities will be made at the actuarially determined contribution rates, which are calculated in accordance with relevant statutes and approved by the Board of Trustees and the Public Retirement Systems' Actuarial Committee. Based on those assumptions, the System's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension asset.

Notes to Financial Statements

The long-term expected rate of return on pension plan investments was determined using a triangulation method which integrated the capital asset pricing model (top-down), a treasury yield curve approach (bottom-up) and an equity building-block model (bottom-up). Risk return and correlations are projected on a forward looking basis in equilibrium, in which best-estimates of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These rates are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation of 2.00% and an adjustment for the effect of rebalancing/diversification. The resulting expected long-term rate of return is 7.00% for the year ended December 31, 2020.

Best estimates of arithmetic real rates of return for each major asset class included in the System's target asset allocation as of December 31, 2020, are summarized in the following table:

Asset Class	Target Asset Allocation	Long-Term Expected Portfolio Real Rate of Return
Fixed income	33%	0.86%
Equity	51%	3.36%
Alternatives	14%	0.67%
Real assets	2%	0.11%
Totals	100%	5.00%
Inflation		2.00%
Expected arithmetic nominal return		7.00%

The mortality rate assumption used was set based upon an experience study performed on plan data for the period January 1, 2013 through December 31, 2017. The data was assigned credibility weighting and combined with a standard table to produce current levels of mortality. As a result of this study, mortality for employees was set equal to the Pub-2010 Public Retirement Plans Mortality Table for General Employees multiplied by 130% for males and 125% for females, each with full generational projection using the MP2018 scale. In addition, mortality for annuitants and beneficiaries was set equal to the Pub-2010 Public Retirement plans Mortality Table for Healthy Retirees multiplied by 130% for males and 125% for females, each with full generational projection using the MP2018 scale. For disabled annuitants mortality was set equal to the Pub-2010 Public Retirement Plans Mortality Table for General Disabled Retirees multiplied by 130% for males and 125% for females, each with full generational projection using the MP2018 scale.

Sensitivity of the Employer's Proportionate Share of the Net Pension Liability to Changes in the Discount Rate

The following presents the Commission's proportionate share of the PERS net pension liability calculated using the discount rate of 6.40%, as well as what the Commission's proportionate share

Jefferson Davis Parish Tourist Commission
June 30, 2021

Notes to Financial Statements

of the net pension liability (asset) would be if it were calculated using a discount rate that is one percentage point lower, or one percentage point higher than the current rate as of December 31, 2020:

	One Percentage Point Decrease 5.40%	Current Discout Rate 6.40%	One Percentage Point Increase 7.40%
Net pension liability (asset)	\$ 91,053	\$ 43,427	\$ (156,051)

Pension Plan Fiduciary Net Position

Detailed information about the pension plan's fiduciary net position is available in the separately issued Parochial Employees' Retirement System of Louisiana Annual Financial Report at www.persla.org or www.la.state.la.us.

Payables to the Pension Plan

These financial statements do not include a payable to the pension plan because there were no legally required contributions due at June 30, 2021.

Required Supplemental Information

JEFFERSON DAVIS PARISH TOURIST COMMISSION
Jennings, Louisiana

Budgetary Comparison Schedule
General Fund
For the Year Ended June 30, 2021

	Budgeted Amounts		Actual Amount Budgetary Basis	Variance with Final Budget Favorable / (Unfavorable)
	Original	Final		
REVENUES				
Sales taxes:				
Local collections	\$ 150,000	\$ 150,000	\$ 311,987	\$ 161,987
State appropriation	135,000	135,000	192,413	57,413
Miscellaneous revenue	70,000	70,000	82,081	12,081
Intergovernmental revenue	153,600	153,600	164,661	11,061
Interest income	3,000	3,000	449	(2,551)
Total revenues	<u>511,600</u>	<u>511,600</u>	<u>751,591</u>	<u>239,991</u>
EXPENDITURES				
Personnel:				
Salaries - director	65,280	65,280	46,264	19,016
Salaries - other	148,519	148,519	173,698	(25,179)
Payroll taxes	8,552	8,552	7,433	1,119
Retirement expense	20,000	20,000	19,511	489
Employee health insurance	36,000	36,000	37,050	(1,050)
Advertising	40,000	40,000	56,582	(16,582)
Promotional	45,000	45,000	28,611	16,389
Operational:				
Tour expense	10,000	10,000	1,715	8,285
Merchandise expense	40,000	40,000	45,705	(5,705)
Dues & subscriptions	10,000	10,000	7,764	2,236
Insurance	12,000	12,000	10,635	1,365
Travel expense	16,000	16,000	4,321	11,679
Other operating expenses:				
Accounting	7,800	7,800	7,200	600
Legal & professional	10,000	10,000	3,835	6,165
Equipment rentals	650	650	583	67
Expense reimbursement	10,000	10,000	14,147	(4,147)
Miscellaneous	200	200	-	200
Repairs and maintenance	20,000	20,000	13,627	6,373
Telephone	2,000	2,000	2,116	(116)
Utilities	20,000	20,000	12,933	7,067
Internet and IT support	13,200	13,200	13,431	(231)
Office expense	12,000	12,000	15,098	(3,098)
Postage	500	500	10	490
Total expenditures	<u>547,701</u>	<u>547,701</u>	<u>522,269</u>	<u>25,432</u>
Excess (deficiency) of revenues over (under) expenditures	(36,101)	(36,101)	229,322	265,423
Fund balance - beginning	<u>311,864</u>	<u>311,864</u>	<u>311,864</u>	<u>-</u>
Fund balance - ending	<u>\$ 275,763</u>	<u>\$ 275,763</u>	<u>\$ 541,186</u>	<u>\$ 265,423</u>

See accompanying notes to Required Supplementary Information.

JEFFERSON DAVIS PARISH TOURIST COMMISSION
Jennings, Louisiana

Schedule of Employer's Share of Net Pension Liability
Parochial Employees' Retirement System
For the Year Ended June 30, 2021*

Year ended June 30, *	Employer Proportion of the Net Pension Liability (Asset)	Employer Proportionate Share of the Net Pension Liability (Asset)	Employer's Covered Employee Payroll	Employer's Proportionate Share of the Net Pension Liability (Asset) as a Percentage of its Covered Employee Payroll	Plan Fiduciary Net Position as a Percentage of the Total Pension Liability
2021	0.024767%	\$ (43,427)	\$ 165,417	(26.3%)	104.0%
2020	0.025830%	\$ 1,216	\$ 163,785	0.7%	99.9%
2019	0.025639%	\$ 113,795	\$ 157,616	72.2%	88.9%
2018	0.024910%	\$ (18,489)	\$ 153,326	(12.1%)	102.0%
2017	0.025295%	\$ 52,095	\$ 150,018	34.7%	94.1%
2016	0.019095%	\$ 50,264	\$ 144,753	34.7%	92.2%
2015	0.024667%	\$ 6,744	\$ 139,586	4.8%	99.2%

* The amounts presented were determined as of the measurement date (previous calendar year end).

This schedule is intended to show information for 10 years. Additional years will be displayed as they become available.

See accompanying notes to Required Supplementary Information.

SCHEDULE 3

**JEFFERSON DAVIS PARISH TOURIST COMMISSION
Jennings, Louisiana**

**Schedule of Employer Contributions
Parochial Employees' Retirement System
For the Year Ended June 30, 2021***

<u>Year ended June 30, *</u>	<u>Contractually Required Contribution</u>	<u>Contributions in Relation to Contractual Required Contribution</u>	<u>Contribution Deficiency (Excess)</u>	<u>Employer's Covered Employee Payroll</u>	<u>Contributions as a % of Covered Employee Payroll</u>
2021	\$ 19,238	\$ 19,238	\$ -	\$ 157,047	12.2%
2020	\$ 19,678	\$ 19,678	\$ -	\$ 165,760	11.9%
2019	\$ 18,422	\$ 18,422	\$ -	\$ 160,190	11.5%
2018	\$ 18,605	\$ 18,605	\$ -	\$ 155,043	12.0%
2017	\$ 19,330	\$ 19,330	\$ -	\$ 151,610	12.7%
2016	\$ 20,408	\$ 20,408	\$ -	\$ 148,425	13.7%
2015	\$ 21,515	\$ 21,515	\$ -	\$ 141,082	15.2%
2014	\$ 20,351	\$ 20,351	\$ -	\$ 138,090	14.7%

*Amounts presented were determined as of the end of the fiscal year.

This schedule is intended to show information for 10 years. Additional years will be displayed as they become available.

See accompanying notes to Required Supplementary Information.

Notes to Required Supplementary Information

1. Budget

Basis of Accounting

The budget is adopted on a basis consistent with generally accepted accounting principles (GAAP). Budgeted amounts are as originally adopted or as finally amended by the Commission. Legally, the Commission must adopt a balanced budget; that is total budgeted revenues and other financing sources including fund balance must equal or exceed total budgeted expenditures and other financing uses. State statutes require the Commission to amend its budgets when revenues plus projected revenues within a fund are expected to be less than budgeted revenues by five percent or more and /or expenditures within a fund are expected to exceed budgeted expenditures by five percent or more.

Explanation of Significant Difference Between Original and Final Budget

There were no significant differences between the original and final budget.

2. Pensions

Changes of Benefit Terms

PERS - There were no changes of benefit terms for the year ended June 30, 2021.

Changes of Assumptions

PERS – For the actuarial valuation for the year ended June 30, 2021, the discount rate was reduced from 6.50% to 6.40%. Inflation rate was reduced from 2.4% to 2.3%.

Other Supplemental Schedules

SCHEDULE 4

JEFFERSON DAVIS PARISH TOURIST COMMISSION
Jennings, Louisiana

Schedule of Compensation, Benefits, and other Payments
to Agency head or Chief Executive Officer
For the Year Ended June 30, 2021

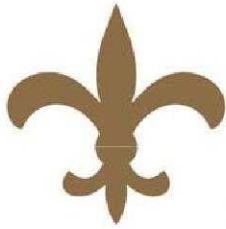
Agency Head Name: Creed Romano, Chief Executive Officer April 22, 2021 - June 30, 2021

<u>Purpose</u>	<u>Amount</u>
Salary	\$ 16,420
Benefits-insurance	1,389
Benefits-retirement	1,560
Benefits-dues	-
Mileage	-
Vehicle provided by government	-
Per diem	-
Reimbursements	-
Travel	-
Registration fees	-
Conference travel	-
Continuing professional education fees	-
Housing	-
Unvouchered expenses	-
Special meals	-
	<hr/>
	\$ 19,369

Agency Head Name: Marion Fox, Chief Executive Officer July 1, 2020 - December 15, 2020

<u>Purpose</u>	<u>Amount</u>
Salary	\$ 64,097
Benefits-insurance	7,032
Benefits-retirement	5,719
Benefits-dues	-
Mileage	-
Vehicle provided by government	-
Per diem	-
Reimbursements	-
Travel	-
Registration fees	-
Conference travel	-
Continuing professional education fees	-
Housing	-
Unvouchered expenses	-
Special meals	-
	<hr/>
	\$ 76,848

Other Reports



J. Aaron Cooper, CPA, LLC

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*Member of the American Institute of Certified Public Accountants and the Society of Louisiana Certified Public Accountants.
Recipient of Advanced Single Audit Certificate*

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 *Governmental Auditing Standards*

Board of Commissioners
Jefferson Davis Parish Tourist Commission
Jennings, Louisiana

I have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities and each major fund as of and for the year ended June 30, 2021, and the related notes to the financial statements, which collectively comprise the Jefferson Davis Parish Tourist Commission (the Commission) basic financial statements and have issued my report thereon dated December 31, 2021.

Internal Control Over Financial Reporting

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

A deficiency in internal control exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect and correct misstatements on a timely basis. *A material weakness* is a deficiency, or a combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the 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.

My consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during my audit I did not identify any deficiencies in internal control that I 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 Jefferson Davis Parish Tourist Commission's financial statements are free of material misstatement, I performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of my audit, and accordingly, I do not express such an opinion. The results of my tests disclosed one instance of noncompliance or other matters that are required to be reported under *Governmental Auditing Standards* and is described in the accompanying corrective action plan for current year findings as Finding 2021-1.

Purpose of this Report

The purpose of this report is solely to describe the scope of my testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the 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. However, this report is a matter of public record and its distribution is not limited. Under Louisiana Revised Statute 25:513, this report is distributed by the Louisiana Legislative Auditor as a public document.

A handwritten signature in blue ink that reads "J. Aaron Cozart, CPA, LLC". The signature is written in a cursive, flowing style.

Certified Public Accountant

Jennings, Louisiana
December 31, 2021

**Jefferson Davis Parish Tourist Commission
Jennings, Louisiana**

**Corrective Action Plan for Current Year Findings
For the Year Ended June 30, 2021**

Finding 2021-1 – Inadequate collateralization of deposits

Condition: The Commission did not maintain adequate collateral on deposits at a local bank.

Criteria: State law requires that all deposits of public funds be either insured by FDIC or collateralized by a pledge of investment securities owned by the depository financial institution.

Cause: Banks typically monitor deposits and ensure that adequate collateral is maintained. However, responsibility ultimately lies with the Commission.

Effect: \$19,619 in deposits were not collateralized in accordance with state law.

Recommendation: The Commission should assign someone to monitor pledge securities. In addition, the Commission should work with the bank to ensure compliance.

Management's response: District management agrees with the finding and will work to implement procedures as recommended.

**Jefferson Davis Parish Tourist Commission
Jennings, Louisiana**

**Schedule of Prior Year Findings
For the Year Ended June 30, 2021**

No prior year findings.