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CAMERON PARISH RECREATION
DISTRICT NO. 5
ANNUAL FINANCIAL REPORT
DECEMBER 31, 1995

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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 8-21-96

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ELLIOTT & ASSOCIATES, INC.

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W. Micheal Elliott, CPA

REPORT OF INDEPENDENT PUBLIC ACCOUNTANT

Board of Commissioners

Cameron Parish Recreation District No. 5:

I have audited the accompanying component unit financial statements of Cameron Parish Recreation District No. 5 as of and for the year ended December 31, 1995. These component unit financial statements are the responsibility of Cameron Parish Recreation District No. 5's management. My responsibility is to express an opinion on these financial statements based on my audit.

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

In my opinion, the component unit financial statements referred to above present fairly, in all material respects, the financial position of Cameron Parish Recreation District No. 5 as of December 31, 1995, and the results of its operations and changes in financial position for the two years then ended in conformity with generally accepted accounting principles.

My audit was made for the purpose of forming an opinion on the component unit financial statements taken as a whole. The accompanying financial information listed as schedules in the table of contents are presented for purposes of additional analysis and are not a required part of the component unit financial statements of Cameron Parish Recreation District No. 5. The information in these schedules has been subjected to the auditing procedures applied in the audit of the component unit financial statements and, in my opinion, is fairly stated in all material respects in relation to the component unit financial statements taken as a whole.

Elliott & Assoc. "APAC"
Leesville, Louisiana
June 17, 1996

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W. Micheal Elliott, CPA

Board of Commissioners
Cameron Parish Recreation District No. 5:

I have audited the component unit financial statements of Cameron Parish Recreation District No. 5, as of and for the year ended December 31, 1995, and have issued my report thereon dated June 17, 1996.

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 financial statements are free of material misstatement.

In planning and performing my audit of the component unit financial statements of Cameron Parish Recreation District No. 5, for the years ended December 31, 1995, I considered its internal control structure in order to determine my auditing procedures for the purpose of expressing my opinion on the component unit financial statements and not to provide assurance on the internal control structure.

The management of Cameron Parish Recreation District No. 5 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 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 the procedures may become inadequate because of changes in conditions or that the effectiveness of the design and operation of policies and procedures may deteriorate.

For the purpose of this report, I have classified the significant internal control structure policies and procedures in the following categories:

Cash receipts
Purchasing/receiving
Accounts payable
Cash disbursements

Payroll
Property and equipment
General ledger

For all of the internal control structure categories listed above, 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.

My consideration of the internal control structure would not necessarily disclose all matters in the internal control structure that might be material weaknesses under standards established by the American Institute of Certified Public Accountants. 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 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. I noted no matters involving the internal control structure and its operation that I consider to be material weaknesses as defined above.

This report is intended for the information of the Cameron Parish Recreation District No. 5's management and the Legislative Auditor of the State of Louisiana. This restriction is not intended to limit the distribution of this report, which is a matter of public record.

Elliott & Assoc. "APAC"
Leesville, Louisiana
June 17, 1996

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Board of Commissioners
Cameron Parish Recreation District No. 5:

I have audited the component unit financial statements of Cameron Parish Recreation District No. 5, as of and for the year ended December 31, 1995, and have issued my report thereon dated June 17, 1996.

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 financial statements are free of material misstatement.

Compliance with laws, regulations, contracts, and grants applicable to Cameron Parish Recreation District No. 5 is the responsibility of Cameron Parish Recreation District No. 5's management. As part of obtaining reasonable assurance about whether the financial statements are free of material misstatement, I performed tests of Cameron Parish Recreation District No. 5's compliance with certain provisions of laws, regulations, contracts, and grants. However, my objective was not to provide an opinion on overall compliance with such provisions.

The results of my tests indicate that, with respect to the items tested, Cameron Parish Recreation District No. 5 complied, in all material respects, with the provisions referred to in the preceding paragraph. With respect to items not tested, nothing came to my attention that caused me to believe that Cameron Parish Recreation District No. 5 had not complied, in all material respects, with those provisions.

This report is intended for the information of the Cameron Parish Recreation District No. 5's management and the Legislative Auditor of the State of Louisiana. This restriction is not intended to limit the distribution of this report, which is a matter of public record.

Elliott & Assoc. "APAC"
Leesville, Louisiana
June 17, 1996

COMPONENT UNIT FINANCIAL STATEMENTS
(COMBINED STATEMENTS - OVERVIEW)

CAMERON PARISH RECREATION DISTRICT NO. 5

COMBINED BALANCE SHEET - ALL FUND TYPES AND ACCOUNT GROUP
December 31, 1995

	Governmental Fund Type- Special Revenue Fund	Account Group- General Fixed Assets	Total (Memorandum Only)
ASSETS			
Cash and cash equivalents	\$ 26,447	\$ ----	\$ 26,447
Receivables (Note 2)	51,598	---	51,598
Fixed assets (Note 3)	---	<u>466,707</u>	<u>466,707</u>
Total assets	<u>\$ 78,045</u>	<u>\$466,707</u>	<u>\$544,752</u>
LIABILITIES AND FUND EQUITY			
Liabilities:			
Accounts payable	<u>\$ 2,673</u>	\$ ----	\$ 2,673
Total liabilities	<u>2,673</u>	---	<u>2,673</u>
Fund equity:			
Investment in general fixed assets (Note 3)	----	466,707	466,707
Contributed capital (Note 4)	85,000	---	85,000
Fund balance - Unreserved	<u>(9,628)</u>	---	<u>(9,628)</u>
Total fund equity	<u>75,372</u>	<u>466,707</u>	<u>542,079</u>
Total liabilities and fund equity	<u>\$ 78,045</u>	<u>\$406,707</u>	<u>\$544,752</u>

The accompanying notes are an integral part of this statement.

Exhibit B

CAMERON PARISH RECREATION DISTRICT NO. 5
 STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE -
 SPECIAL REVENUE FUND - GOVERNMENTAL FUND TYPE
 For the Year Ended December 31, 1995

Revenues:

Ad valorem taxes (Note 2)	\$ 48,597
State revenue sharing	3,385
Interest	2,092
Food	6,267
Lessons	7,402
Membership and fees	14,050
Machines	1,790
Miscellaneous	<u>207</u>
Total revenues	<u>83,790</u>

Expenditures:

Operations and maintenance	30,449
Salaries and related expenses	24,987
Board member per diem	460
Food	4,154
Lessons	6,662
Miscellaneous	713
Capital outlay (Note 3)	<u>3,849</u>
Total expenditures	<u>71,274</u>

Excess (deficiency) of revenues over expenditures	12,516
Fund balance, beginning of year	<u>(22,144)</u>
Fund balance, ending of year	<u>\$ (9,628)</u>

The accompanying notes are an integral part of this statement.

Exhibit C

CAMERON PARISH RECREATION DISTRICT NO. 5

STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN
 FUND BALANCE - BUDGET (GAAP BASIS) AND ACTUAL
 For the Year Ended December 31, 1995

	<u>Budget</u>	<u>Actual</u>	Variance - Favorable (Unfavorable)
Revenues:			
Ad valorem taxes (Note 2)	\$ 45,000	\$ 48,597	\$ 3,597
State revenue sharing	---	3,385	3,385
Interest	2,000	2,092	92
Food	1,900	6,267	4,367
Lessons	1,500	7,402	5,902
Membership and fees	11,500	14,050	2,550
Miscellaneous	5,100	207	(4,893)
Machines	2,000	1,790	(210)
	<u>69,000</u>	<u>83,790</u>	<u>14,790</u>
Total revenues			
Expenditures:			
Operation and maintenance	35,800	30,449	5,351
Salaries and related expenses	31,820	24,987	6,833
Board member per diem	600	460	140
Food	4,000	4,154	(154)
Lessons	7,000	6,662	338
Miscellaneous	1,000	713	287
Capital outlay (Note 3)	---	3,849	(3,849)
	<u>80,220</u>	<u>71,274</u>	<u>8,946</u>
Total expenditures			
Excess (deficiency) of revenues over expenditures	(11,220)	12,516	23,736
Fund balance, beginning	(22,144)	(22,144)	---
Fund balance, ending	<u>\$(33,364)</u>	<u>\$(9,628)</u>	<u>\$ 23,736</u>

The accompanying notes are an integral part of this statement.

CAMERON PARISH RECREATION DISTRICT NO. 5

NOTES TO FINANCIAL STATEMENTS
December 31, 1995

NOTE 1--SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The Cameron Parish Police Jury is a political subdivision of the State of Louisiana. Cameron Parish Police Jury is the reporting entity for Cameron Parish as defined by NCGA Statement 3, (Defining the Governmental Reporting Entity).

In April of 1984, the Financial Accounting Foundation established the Governmental Accounting Standards Board (GASB) to promulgate generally accepted accounting principles and reporting standards with respect to activities and transaction of state and local governments. In November of 1984, the GASB issued a codification of governmental accounting and financial reporting standards. This codification is recognized as generally accepted accounting principles for state and local governments.

Cameron Parish Recreation District No. 5 (the "District") is a component unit of Cameron Parish Police Jury as defined by GASB codification Section 2100. The District was created by the Cameron Parish Police Jury as authorized by Louisiana Revised Statute 38:1751. The District is governed by a board of five commissioners appointed by Cameron Parish Police Jury and is authorized to construct, maintain and operate the specified recreation system within the District.

A. FUND ACCOUNTING

The Cameron Parish Recreation District No. 5 is organized and operated on a fund basis whereby a separate self-balancing set of accounts (Special Revenue Fund) is maintained that comprises its assets, liabilities, fund equity, revenues, and expenditures. Special revenue funds account for the proceeds of specific revenue sources that are legally restricted to expenditures for specified purposes.

B. FIXED ASSETS AND LONG-TERM LIABILITIES

Fixed assets used in governmental fund type operations (general fixed assets) are accounted for in the General Fixed Assets Account Group, and are recorded as expenditures in the governmental fund types when purchased. Public domain or infrastructures are not capitalized. No depreciation has been provided on general fixed assets. All fixed assets are stated at historical cost or estimated historical cost if actual historical cost is not available. Donated fixed

CAMERON PARISH RECREATION DISTRICT NO. 5
NOTES TO FINANCIAL STATEMENTS (CONTINUED)

NOTE 1--SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES
(Continued)

FIXED ASSETS AND LONG-TERM LIABILITIES (Continued)

assets are stated at their estimated fair market value on the date donated. This account group is not a "fund". It is concerned only with the measurement of financial position not with the measurement of results of operations. There are no long-term obligations at December 31, 1995.

C. BASIS OF ACCOUNTING

Basis of accounting refers to when revenues and expenditures or expenses are recognized in the accounts and reported in the financial statements. Basis of accounting relates to the timing of the measurements made, regardless of the measurement focus applied.

The District's records are maintained on a modified accrual basis of accounting using the following practices in recording revenues and expenditures:

Revenues

Ad valorem taxes are recorded in the year the taxes are assessed.

Interest income is recorded when the income is available. Substantially all other revenues are recorded when they become available to the District.

Expenditures

Expenditures are generally recognized under the modified accrual basis of accounting when the related fund liability is incurred.

D. BUDGETARY PRACTICES

The Cameron Parish Recreation District No. 5 utilizes the following budgetary practice:

Annually the District adopts a budget as a management device for control of revenues and expenses. A comparison of budget and actual is included with the accompanying statements.

CAMERON PARISH RECREATION DISTRICT NO. 5
NOTES TO FINANCIAL STATEMENTS (CONTINUED)

NOTE 1--SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES
(Continued)

E. CASH AND CASH EQUIVALENTS

At December 31, 1995, the District has cash and cash equivalents (book balances) totaling \$26,447 as follows:

Cash with fiscal agent	\$(3,455)
Petty cash - recreation	350
Petty cash - fitness	355
Investment account	<u>29,197</u>
	<u>\$26,447</u>

These deposits are covered by federal depository insurance.

F. VACATION AND SICK LEAVE

The District does not have any full time employees; therefore, the District does not have a policy on vacation and sick leave.

G. TOTAL COLUMNS ON COMBINED STATEMENTS - OVERVIEW

Total columns on the combined statements - overview are captioned Memorandum Only to indicate that they are presented only to facilitate financial analysis. Data in these columns do not present financial position, results of operation, or changes in 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.

NOTE 2--RECEIVABLES

Receivables at December 31, 1995 consist of ad valorem taxes receivable. Ad valorem taxes attach as an enforceable lien on property as of January 1 of each year. Taxes are levied to the taxpayers in November. Billed taxes become delinquent on January 1 of the following year. Revenues from ad valorem taxes are budgeted in the year billed.

The Cameron Parish Sheriff bills and collects property taxes using the assessed values determined by the tax assessor of Cameron Parish.

CAMERON PARISH RECREATION DISTRICT NO. 5

NOTES TO FINANCIAL STATEMENTS (CONTINUED)

NOTE 2--RECEIVABLES (Continued)

For the year ended December 31, 1995 taxes of 5.0 mills were levied on property with assessed valuation totaling \$9,410,010 and were dedicated entirely for the specified purposes of the District.

Total taxes levied were \$47,050.

NOTE 3--CHANGES IN GENERAL FIXED ASSETS

The following is a summary of changes in fixed assets for the two years ended December 31, 1995:

	<u>Real Estate</u>	<u>Furniture, fixtures, & equipment</u>	<u>Total</u>
Balance, 12/31/94	\$390,401	\$ 72,457	\$462,858
Additions	---	3,849	3,849
Deletions	---	---	---
Balance, 12/31/95	<u>\$390,401</u>	<u>\$ 76,306</u>	<u>\$466,707</u>

NOTE 4--CONTRIBUTED CAPITAL

In prior years the District borrowed \$80,000 from the Cameron Parish Police Jury to finish construction on a new recreation building. In 1990, the Cameron Parish Police Jury annulled the \$80,000 debt. Accordingly, the District recorded the transaction and canceled the liability and now carries the \$80,000 transaction as contributed capital.

In January 1995 the District received a grant of \$5,000 from the Cameron Parish Police Jury to help with the cost of replacing the Recreation Center's roof. This \$5,000 has been appropriately accounted for in the financial statements as contributed capital.

NOTE 5--PENSION PLAN

The District does not participate in any pension plans or social security.

CAMERON PARISH RECREATION DISTRICT NO. 5
NOTES TO FINANCIAL STATEMENTS (CONTINUED)

NOTE 6--LITIGATION

The District is not involved in any type litigation nor does it have any asserted claims against it.

CAMERON PARISH RECREATION DISTRICT NO. 5

SUPPLEMENTARY INFORMATION

For the year ended December 31, 1995

Schedule 1--Compensation of Board Members

During the year ended December 31, 1995, the Recreation District paid the following amounts to its governing board members:

Shirley Chesson	\$ 120
Alex Beard, Jr.	120
Peter Young	90
A.J. Ewing	70
Donna Verzwylvelt	<u>60</u>
Total	<u>\$ 460</u>

Schedule 2--Questioned Costs

During the year ended December 31, 1995, I noted no questioned costs arising from my examination.

Schedule 3--Exit Conference

An exit conference was held with Marcy Duhon, Chief Accountant on June 18, 1996 to discuss the proposed audit report and the fact that no questioned costs were discovered during my examination.