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LAFOURCHE PARISH RECREATION DISTRICT NO. 1

LOCKPORT, LOUISIANA

FINANCIAL REPORT

December 31, 1995

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Release Date 8-21-96

*Ann T. Hebert*

**CERTIFIED PUBLIC ACCOUNTANT**

901 RIDGEFIELD ROAD

THIBODAUX, LOUISIANA 70301

(504) 446-0994

March 29, 1996

**INDEPENDENT AUDITOR'S REPORT**

To the Board of Commissioners,  
Lafourche Parish Recreation District No. 1  
Lockport, Louisiana

I have audited the accompanying component unit financial statements of the Lafourche Parish Recreation District No. 1, (the District), a component unit of the Lafourche Parish Council, as of and for the year ended December 31, 1995, as listed in the foregoing table of contents. These component unit financial statements are the responsibility of the District'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 and Government Auditing Standards, issued by the Comptroller General of the United States; and the provisions of Office of Management and Budget Circular A-128, Audits of State and Local Governments. Those standards require that I plan and perform the audit to obtain reasonable assurance about whether the component unit financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the component unit financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall component unit financial statements 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 the Lafourche Parish Recreation District No. 1 at December 31, 1995, and the results of its operations for the year then ended in conformity with generally accepted accounting principles.

In accordance with Government Auditing Standards, I have also issued a report dated March 29, 1996 on my consideration of the Lafourche Parish Recreation District No. 1's structure and a report dated March 29, 1996 on its compliance with laws and regulations.

Respectfully submitted,

*Ann T. Hebert*

Ann T. Hebert

Certified Public Accountant

LAFOURCHE PARISH RECREATION DISTRICT NO. 1

COMBINED BALANCE SHEET -  
GOVERNMENTAL FUND TYPE AND ACCOUNT GROUP  
December 31, 1995

	<u>Governmental Fund Type General</u>	<u>Account Group General Fixed Assets</u>	<u>Total (Memorandum Only) December 31, 1995</u>
ASSETS			
Cash	\$ 36,984	\$ -	\$ 36,984
Receivables -			
Ad valorem taxes	5,320	-	5,320
Due from other governmental units	55,968	-	55,968
General fixed assets	<u>-</u>	<u>623,226</u>	<u>623,226</u>
Total assets	<u>\$ 98,272</u>	<u>\$623,226</u>	<u>\$721,498</u>
LIABILITIES AND FUND EQUITY			
Accounts payable	\$ 286	\$ -	\$ 286
Investment in general fixed assets	-	623,226	623,226
Fund balance - unreserved	<u>97,986</u>	<u>-</u>	<u>97,986</u>
Total liabilities and fund equity	<u>\$ 98,272</u>	<u>\$623,226</u>	<u>\$721,498</u>

The accompanying notes are an integral part of this statement.

LAFOURCHE PARISH RECREATION DISTRICT NO. 1

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN  
 FUND BALANCES - GOVERNMENTAL FUND TYPE - GENERAL FUND  
 For the year ended December 31, 1995

Revenues:	
Taxes - ad valorem	\$ 42,641
Federal Grant	41,291
Intergovernmental -	
State of Louisiana	15,927
Use of money and property -	
Interest earned	1,028
Pool revenue	<u>9,389</u>
Total revenues	<u>110,276</u>
Expenditures:	
General government -	
Intergovernmental -	
Ad valorem tax	
deductions	1,364
Culture and recreation -	
General and administrative	17,935
Personal services	25,381
Materials and supplies	13,691
Capital outlay	<u>57,096</u>
Total expenditures	<u>115,467</u>
Excess (deficiency) of revenues over expenditures	( 5,191)
Fund balance, beginning	<u>103,177</u>
Fund balance, ending	\$ 97,986 =====

The accompanying notes are an integral part of this statement.

LAFOURCHE PARISH RECREATION DISTRICT NO. 1

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN  
 FUND BALANCE - BUDGET AND ACTUAL - GENERAL FUND  
 Year Ended December 31, 1995

	<u>Budget</u>	<u>Actual</u>	Variance- favorable (unfavorable)
Revenues:			
Taxes - ad valorem	\$ 42,849	\$ 42,641	(\$ 208)
Federal Grant	38,392	41,291	2,899
Intergovernmental - State of Louisiana	16,029	15,927	( 102)
Use of money and property - Interest earned	950	1,028	78
Pool revenue	<u>9,378</u>	<u>9,389</u>	<u>11</u>
Total revenues	<u>107,598</u>	<u>110,276</u>	<u>2,678</u>
Expenditures:			
General government - Intergovernmental - Ad valorem tax deductions	1,382	1,364	18
Culture and recreation - General and administrative	17,345	17,935	( 590)
Personal services	25,321	25,381	( 60)
Materials and supplies	8,600	13,691	( 5,091)
Capital outlay	<u>60,982</u>	<u>57,096</u>	<u>3,886</u>
Total expenditures	<u>113,630</u>	<u>115,467</u>	<u>( 1,837)</u>
Excess (deficiency) of revenues over expenditures	( 6,032)	( 5,191)	841
Fund balances, beginning	<u>103,177</u>	<u>103,177</u>	<u>-</u>
Fund balances, ending	<u>\$ 97,145</u>	<u>\$ 97,986</u>	<u>\$ 841</u>

The accompanying notes are an integral part of this statement.

LAFOURCHE PARISH RECREATION DISTRICT NO. 1

NOTES TO FINANCIAL STATEMENTS  
December 31, 1995

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES -

The accounting and reporting policies of the Lafourche Parish Recreation District No. 1 (the District) conform to generally accepted accounting principles as applicable to governments.

The following is a summary of certain significant accounting policies:

a. Reporting Entity:

The District is a component unit of the Lafourche Parish Council.

The District has reviewed all of its activities and determined that there are no potential component units which should be included in its financial statements.

b. Fund Accounting:

The government 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. An account group, on the other hand, is a financial reporting device designed to provide accountability for certain assets and liabilities that are not recorded in the funds because they do not directly affect net expendable available financial resources.

Governmental Funds

Governmental funds are those through which most governmental functions of the District are financed. The acquisition, use and balances of the District's expendable financial resources and the related liabilities are accounted for through Governmental funds. The measurement focus is upon determination of changes in financial position, rather than upon net income determination. The following is the Governmental fund of the District:

General Fund - The General fund is the general operating fund of the District. It is used to account for all financial resources except those that are required to be accounted for in another fund.

LAFOURCHE PARISH RECREATION DISTRICT NO. 1

NOTES TO FINANCIAL STATEMENTS  
December 31, 1995

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

c. Basis of Accounting:

Basis of accounting refers to when revenues and expenditures 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.

All Governmental funds are accounted for using the modified accrual basis of accounting. Their revenues are recognized when they become measurable and available as net current assets. Ad valorem taxes and the related state revenue sharing (Intergovernmental revenue) are considered "measurable" at the time of levy. Federal funds are considered measurable since the funds are reimbursable based on expenditures already made. Interest income on investments is recorded as revenue when the investments have matured and the income is available. Miscellaneous revenues are recorded as revenues when received in cash by the District because they are generally not measurable until actually received.

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

d. Operating Budgetary Data:

As required by the Louisiana Revised Statutes 39:1303, the Board of Commissioners (the Board) adopted a budget for the District's General fund for 1995. The Board, as allowed by state law, does not obtain public participation in the budget process. Any amendment involving the transfer of monies from one function to another or increases in expenditures must be approved by the Board. All budgeted amounts which are not expended, or obligated through contracts, lapse at year end.

The General fund is adopted on a basis materially consistent with generally accepted accounting principles.

e. Bad Debts:

The financial statements for the District contain no allowance for bad debts. Uncollectible amounts due for ad valorem taxes and other receivables are recognized as bad debts at the time information becomes available which would indicate the uncollectibility of the particular receivable.

LAFOURCHE PARISH RECREATION DISTRICT NO. 1

NOTES TO FINANCIAL STATEMENTS  
December 31, 1995

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

f. General Fixed Assets:

Fixed assets used in governmental fund type operations (general fixed assets) are accounted for in the General Fixed Assets Account Group, rather than in governmental funds. The Account Group is not a fund. It is concerned only with the measurement of financial position.

It is not involved with the measurement of results of operations. Public domain ("infrastructure") general fixed assets consisting of certain improvements other than buildings, including roads, bridges, curbs and gutters, streets and sidewalks, drainage systems, and lighting systems, are not capitalized along with other general fixed assets. No depreciation has been provided on general fixed assets.

All fixed assets are valued at historical cost or estimated historical cost if actual historical cost is not available. Donated fixed assets are valued at their estimated fair value on the date donated.

g. Vacation and Sick Leave:

The District has no full-time employees. There is no accumulated unpaid vacation at December 31, 1995.

The District does not have a sick leave policy.

h. Encumbrances:

Encumbrance accounting, under which purchase orders, contracts and other commitments are recorded in the fund general ledgers, is not utilized by the District.

i. Total Column on Combined Statements - Overview:

The total column on the combined statements - overview is captioned memorandum only to indicate that it is presented only to facilitate financial analysis. Data in this column does not present financial position or results of operations, 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.



LAFOURCHE PARISH RECREATION DISTRICT NO. 1

NOTES TO FINANCIAL STATEMENTS  
December 31, 1995

NOTE 2 - CASH AND INVESTMENTS -

Louisiana state law allows all political subdivisions to invest excess funds in the following:

Direct U. S. Treasury obligations.

Bonds, debentures, notes or other evidence of indebtedness issued or guaranteed by federal agencies and provided such obligations are backed by the full faith and credit of the U. S.

Bonds, debentures, notes or other evidence of indebtedness issued or guaranteed by U. S. government instrumentalities, which are federally sponsored.

Direct security repurchase agreements of any federal book entry only securities enumerated in above paragraphs.

Time certificates of deposit of state banks organized under the laws of Louisiana, or national banks having their principal offices in the state of Louisiana.

Mutual or trust fund institutions which are registered with the Securities and Exchange Commission under the Securities Act of 1933 and the Investment Act of 1940, and which have underlying investments consisting solely of and limited to securities of the U. S. government or its agencies.

State law also requires that deposits of all political subdivisions be fully collateralized at all times. Acceptable collateralization includes the FDIC/FSLIC insurance and the market value of securities purchased and pledged to the political subdivision. Obligations of the United States, the State of Louisiana and certain political subdivisions are allowed as security for deposits. Obligations furnished as security must be held by the political subdivision or with an unaffiliated bank or trust company for the accounts of the political subdivision.

During the year the District's investments consisted solely of cash held in banks. The District's cash at December 31, 1995, is not in excess of the FDIC insurance.

LAFOURCHE PARISH RECREATION DISTRICT NO. 1

NOTES TO FINANCIAL STATEMENTS  
December 31, 1995

NOTE 3 - PROPERTY TAXES -

Property taxes are levied each December 1 on the assessed value listed as of the prior January 1 for all real property, merchandise and movable property located in the Parish. Assessed values are established by the Lafourche Parish Assessor's Office and the State Tax Commission at percentages of actual value as specified by Louisiana law. A reevaluation of all property is required to be completed no less than every four years. Taxes are due and payable December 31 with interest being charged on payments after January 1. Taxes can be paid through the tax sale date, which is the last Wednesday in June. Properties for which the taxes have not been paid are sold for the amount of the taxes. The tax rate for the year ended December 31, 1995 was \$2.48 per \$1,000 of assessed valuation on property within Recreation District No. 1 for the purpose of constructing, maintaining and operating recreational facilities and programs within the District.

NOTE 4 - DUE FROM OTHER GOVERNMENTAL UNITS -

Amounts due from other governmental units at December 31, 1995, consisted of the following:

State of Louisiana -	
State revenue sharing	\$10,618
Federal funds	7,199
 Lafourche Parish Tax Collector -	
December, 1995 collections	
remitted to the District	
in January, 1996	<u>38,151</u>
 Total	 \$55,968 =====

NOTE 5 - GENERAL FIXED ASSETS -

A summary of changes in general fixed assets follows:

	Balance January 1, 1995	Additions 1995	Balance December 31, 1995
Land	\$ 43,865	\$ -	\$ 43,865
Buildings and Pool	496,359	53,312	549,671
Office furniture, fixtures and equipment	<u>25,906</u>	<u>3,784</u>	<u>29,690</u>
Total	<u>\$566,130</u> =====	<u>\$57,096</u> =====	<u>\$623,226</u> =====

LAFOURCHE PARISH RECREATION DISTRICT NO. 1

NOTES TO FINANCIAL STATEMENTS  
December 31, 1995

NOTE 6 - COMPENSATION OF BOARD MEMBERS -

The District did not pay per diem to any of its Board Members during the year ended December 31, 1995.

NOTE 7 - GRANTS, ENTITLEMENTS, AND SHARED REVENUES -

The following is a schedule of the significant grants, entitlements, and shared revenues received during the year ended December 31, 1995.

<u>Grantor</u>	<u>Purpose</u>	<u>Amount</u>
Dept. of Culture, Recreation, and Tourism Office of State Parks	Swimming Pool Renovations	\$41,291 =====

SPECIAL REPORTS OF CERTIFIED PUBLIC ACCOUNTANT

*Ann T. Hebert*

**CERTIFIED PUBLIC ACCOUNTANT**

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INDEPENDENT AUDITOR'S REPORT ON INTERNAL CONTROL  
STRUCTURE BASED ON AN AUDIT OF GENERAL PURPOSE  
FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH  
GOVERNMENT AUDITING STANDARDS

To the Board of Commissioners,  
Lafourche Parish Recreation District No. 1  
Lockport, Louisiana

I have audited the component unit financial statements of the Lafourche Parish Recreation District No. 1, (the District), a component unit of the Lafourche Parish Council, as of and for the year ended December 31, 1995, and have issued my report thereon dated March 29, 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; and the provisions of Office of Management and Budget Circular A-128, Audits of State and Local Governments. Those standards require that I plan and perform the audit to obtain reasonable assurance about whether the component unit financial statements are free of material misstatement.

The management of the Lafourche Parish Recreation District No. 1 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 procedures may become inadequate because of changes in conditions or that the effectiveness of the design and operation of policies and procedures may deteriorate.

In planning and performing my audit of the component unit financial statements of Lafourche Parish Recreation District No. 1 for the year ended December 31, 1995, 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 an opinion on the financial statements and not to provide an opinion on the internal control structure. Accordingly, I do not express such an opinion.

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 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 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 management in the normal course of performing their assigned functions. I noted no matters involving the internal control structure and its operations that I consider to be material weaknesses as defined above.

I noted a matter involving the internal control structure and its operation that I consider to be a reportable condition under standards established by the American Institute of Certified Public Accountants. A reportable condition involves a matter 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 component unit financial statements.

Condition:	All accounting functions of the District are performed by the secretary/treasurer. The secretary/treasurer also co-signs checks.
Recommendation:	I recommend the Board continue its significant involvement in the financial affairs of the District.
Response:	The secretary/treasurer reports to the Board on all financial activities. All significant financial matters are approved by the Board prior to disbursement of funds.

This report is intended for the information of management, the Board, Louisiana Legislative Auditor and Lafourche Parish Council. This restriction is not intended to limit the distribution of this report, which is a matter of public record.

*Anne J. Herbert*  
Thibodaux, Louisiana  
March 29, 1996

*Ann T. Hebert*

CERTIFIED PUBLIC ACCOUNTANT

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INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE  
BASED ON AN AUDIT OF GENERAL-PURPOSE  
FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE  
WITH GOVERNMENT AUDITING STANDARDS

To the Board,  
Lafourche Parish Recreation District No. 1  
Lockport, Louisiana

I have audited the component unit financial statements of the Lafourche Parish Recreation District No. 1, (the District), a component unit of Lafourche Parish Council, as of and for the year ended December 31, 1995, and have issued my report thereon dated March 29, 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 and the provisions of Office of Management and Budget Circular A-128, Audits of State and Local Governments. Those standards require that I plan and perform the audit to obtain reasonable assurance about whether the component unit financial statements are free of material misstatement.

Compliance with laws, regulations, contracts, and grants applicable to the Lafourche Parish Recreation District No. 1 is the responsibility of the District's management. as part of obtaining reasonable assurance about whether the financial statements are free of material misstatement, I performed tests of the Lafourche Parish Recreation District No. 1 compliance with certain provisions of laws, regulations, contracts, and grants. However, it should be noted that my objective 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.

This report is intended for the information of management, the Board, Louisiana Legislative Auditor and Lafourche Parish Council. This restriction is not intended to limit the distribution of this report, which is a matter of public record.

*Ann T. Hebert*

Thibodaux, Louisiana  
March 29, 1996

LAFOURCHE PARISH RECREATION DISTRICT NO. 1

SCHEDULE OF FEDERAL FINANCIAL ASSISTANCE

December 31, 1995



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INDEPENDENT AUDITOR'S REPORT ON SCHEDULE OF  
FEDERAL FINANCIAL ASSISTANCE

To the Board of Commissioners,  
Lafourche Parish Recreation District No. 1  
Lockport, Louisiana

I have audited the component unit financial statements of the Lafourche Parish Recreation District No. 1, as of and for the year ended December 31, 1995, and have issued my report thereon dated March 29, 1996. These component unit financial statements are the responsibility of the Lafourche Parish Recreation District No. 1 management. 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, Government Auditing Standards, issued by the Comptroller General of the United States, and the provisions of Office of Management and Budget Circular A-128, "Audits of State and Local Governments." Those standards and OMB Circular A-128 require that I plan and perform the audit to obtain reasonable assurance about whether the component unit financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the component unit 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.

My audit was conducted for the purpose of forming an opinion on the component unit financial statements of the Lafourche Parish Recreation District No. 1, taken as a whole. The accompanying Schedule of Federal Financial Assistance is presented for the purposes of additional analysis and is not a required part of the general purpose financial statements. The information in that schedule has been subjected to the auditing procedures applied in the audit of the component unit 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.

*Ann T. Hebert*

Thibodaux, Louisiana

March 29, 1996

LAFOURCHE PARISH RECREATION DISTRICT NO. 1

SCHEDULE OF FEDERAL FINANCIAL ASSISTANCE  
Year Ended December 31, 1995

FEDERAL GRANTOR/PASS- THROUGH GRANTOR/ PROGRAM TITLE	FEDERAL CFDA NUMBER	PASS-THROUGH PROGRAM GRANTOR'S OR AWARD NUMBER AMOUNT	CASH/ACCRUED OR (DEFERRED) REVENUE AT DECEMBER 31, 1994	RECEIPTS OR REVENUE RECOGNIZED	INTEREST EARNED	DISBURSEMENTS/ EXPENDITURES	CASH/ACCRUED OR (DEFERRED) REVENUE AT DECEMBER 31, 1995
U. S. Department of Culture, Recreation and Tourism							
Passed through State of Louisiana, Office of State Parks:	15.916	22-00767-7 \$50,000	\$ -	\$41,291	\$ -	\$41,291	\$ -

*Ann T. Hebert*

**CERTIFIED PUBLIC ACCOUNTANT**

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INDEPENDENT AUDITOR'S REPORT ON THE INTERNAL  
CONTROL STRUCTURE USED IN ADMINISTERING  
FEDERAL FINANCIAL ASSISTANCE PROGRAMS

To the Board of Commissioners,  
Lafourche Parish Recreations District No. 1  
Lockport, Louisiana

I have audited the component unit financial statements of the Lafourche Parish Recreation District No. 1 (the District), a component unit of the Lafourche Parish Council, as of and for the year ended December 31, 1995, and have issued my report thereon dated March 29, 1996.

I conducted my audit in accordance with generally accepted auditing standards; Government Auditing Standards, issued by the Comptroller General of the United States; and Office of Management and Budget (OMB) Circular A-128, Audits of State and Local Governments. Those standards and OMB Circular A-128 require that I plan and perform the audit to obtain reasonable assurance about whether the general purpose financial statements are free of material misstatement.

In planning and performing my audit for the year ended December 31, 1995, I considered the internal control structure of the Lafourche Parish Recreation District No. 1, in order to determine my auditing procedures for the purpose of expressing my opinion on the Lafourche Parish Recreation District No. 1's component unit financial statements and to report on the internal control structure in accordance with OMB Circular A-128. This report addresses my consideration of internal control structure policies and procedures relevant to compliance with requirements applicable to federal financial assistance programs. I have addressed internal control structure policies and procedures relevant to my audit of the component unit financial statements in a separate report dated March 29, 1996.

The management of the Lafourche Parish Recreation District No. 1, 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, 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, and that federal financial assistance programs are managed in compliance with applicable laws and regulations. Because of inherent limitations in any internal control structure, errors, irregularities, or instances of noncompliance 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.

For the purpose of this report, I have classified the significant internal control structure policies and procedures used in administering federal financial assistance programs into the following categories:

Davis-Bacon Act	Administrative Requirements
Civil Rights	Claims for Advances and Reimbursements
Cash Management	Compliance Requirements
Drug Free Workplace Act	

For all of the internal control structure categories listed above, I obtained an understanding of the design of relevant policies and procedures and determined whether they have been placed in operation, and I assessed control risk.

During the year ended December 31, 1995, the Lafourche Parish Recreation District No. 1 had no major federal financial assistance programs and expended 100 percent of its total federal financial assistance under the following nonmajor federal financial assistance program:

Lockport Swimming Pool Renovations, Phase II

I performed tests of controls, as required by OMB Circular A-128, to evaluate the effectiveness of the design and operation of internal control structure policies and procedures that I have considered relevant to preventing or detecting material noncompliance with specific requirements, general requirements, and requirements governing claims for advances and reimbursement and amounts claimed or used for matching that are applicable to the aforementioned nonmajor program. My procedures were less in scope than would be necessary to render an opinion on these internal control structure policies and procedures. Accordingly, I do not express such an opinion.

My consideration of the internal control structure policies and procedures used in administering federal financial assistance would not necessarily disclose all matters in the internal control structure that might constitute 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 internal control structure elements does not reduce to a relatively low level the risk that noncompliance with laws and regulations that would be material to a federal financial assistance program 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 operations that I consider to be material weaknesses as defined above.

This report is intended for the information of management, the Board of Commissioners and the Louisiana Legislative Auditor. However, this report is a matter of public record, and its distribution is not limited.

*Ann J. Hebert*

Thibodaux, Louisiana  
March 29, 1996

*Ann T. Hebert*

**CERTIFIED PUBLIC ACCOUNTANT**

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INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE  
WITH THE GENERAL REQUIREMENTS APPLICABLE TO  
FEDERAL FINANCIAL ASSISTANCE PROGRAMS

To the Board of Commissioners,  
Lafourche Parish Recreation District No. 1  
Lockport, Louisiana

I have audited the component unit financial statements of Lafourche Parish Recreation District No. 1, as of and for the year ended December 31, 1995, and have issued my report thereon dated March 29, 1996.

I have applied procedures to test Lafourche Parish Recreation District No. 1's compliance with the following requirements applicable to its federal financial assistance programs, which are identified in the Schedule of Federal Financial Assistance, for the year ended December 31, 1995.

Davis-Bacon Act  
Civil rights  
Cash management

Federal financial reports  
Drug-free Workplace Act  
Administrative requirements

My procedures were limited to the applicable procedures described in the Office of Management and Budget's Compliance Supplement for Single Audits of State and Local Governments. My procedures were substantially less in scope than an audit, the objective of which is the expression of an opinion on Lafourche Parish Recreation District No. 1's compliance with the requirements listed in the preceding paragraph. Accordingly, I do not express such an opinion.

With respect to the items tested, the results of those procedures disclosed no instances of noncompliance with the requirements listed in the second paragraph of this report. With respect to items not tested, nothing came to my attention that caused me to believe that Lafourche Parish Recreation District No. 1 had not complied, in all material respects, with those requirements.

This report is intended for the information of management, the Board of Commissioners and the Louisiana Legislative Auditor. However, this report is a matter of public record and its distribution is not limited.

*Ann T. Hebert*  
Thibodaux, Louisiana  
March 29, 1996

*Ann T. Hebert*

**CERTIFIED PUBLIC ACCOUNTANT**

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INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE  
WITH SPECIFIC REQUIREMENTS APPLICABLE TO NONMAJOR  
FEDERAL FINANCIAL ASSISTANCE PROGRAM TRANSACTIONS

To the Board of Commissioners,  
Lafourche Parish Recreation District No. 1  
Lockport, Louisiana

I have audited the component unit financial statements of the Lafourche Parish Recreation District No. 1, as of and for the year ended December 31, 1995, and have issued my report thereon dated March 29, 1996.

In connection with my audit of the component unit financial statements of the Lafourche Parish Recreation District No. 1, and with my consideration of the Lafourche Parish Recreation District No. 1's control structure used to administer federal financial assistance programs, as required by Office of Management and Budget (OMB) Circular A-128, "Audits of State and Local Governments," I selected certain transactions applicable to the nonmajor federal financial assistance program for the year ended December 31, 1995. As required by OMB Circular A-128, I have performed auditing procedures to test compliance with the requirements governing types of services allowed or unallowed; eligibility; and special reporting and compliance requirements that are applicable to those transactions. My procedures were substantially less in scope than an audit, the objective of which is the expression of an opinion of the Lafourche Parish Recreation District No. 1's compliance with these requirements. Accordingly, I do not express such an opinion.

With respect to the items tested, the results of those procedures disclosed no material instances of noncompliance with the requirements listed in the preceding paragraph. With respect to items not tested, nothing came to my attention that caused me to believe that the Lafourche Parish Recreation District No. 1, had not complied, in all material respects, with those requirements.

This report is intended for the information of management, the Board of Commissioners and the Louisiana Legislative Auditor. However, this report is a matter of public record and its distribution is not limited.

*Ann T. Hebert*

Thibodaux, Louisiana  
March 29, 1996