

EAST ORACHITA RECREATION DISTRICT NUMBER ONE
PARISH OF ORACHITA, STATE OF LOUISIANA
Houma, Louisiana

SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED DECEMBER 31, 1996

1. Inventory of Fixed Assets

CONDITION: The District maintains an inventory of fixed assets. However, the inventory does not include the date of purchase or purchase price. It is not reconciled to the general ledger accounts.

CAUSE OF CONDITION: Records in prior years were not adequately kept to provide the information.

EFFECT OF CONDITION: The District is not in compliance with LSA-R.S. 24:115.

RECOMMENDATION: An effort should be made to develop the necessary information on prior assets to meet the requirements of state law.

MANAGEMENT'S RESPONSE: Steps will be taken to research the information necessary to compile adequate records.

2. Budget Participation

CONDITION: The budget was not advertised as available for public inspection nor was a public hearing held to afford the public an opportunity to participate in the budgetary process.

CAUSE OF CONDITION: The budget was submitted to the Ouachita Parish Police Jury (the oversight body). It was the Board's understanding that the budget would be a part of the police jury's public inspection process. The police jury did not include it.

EFFECT OF CONDITION: Violation of LSA-R.S. 39:1306 dealing with public participation.

RECOMMENDATION: The District should take steps to ensure their budget is included in the public participation process either through the oversight body or through advertising and a public hearing for the District alone.

MANAGEMENT'S RESPONSE: We will comply as requested.

3. Quotation Purchases > \$5,000, < \$10,000

CONDITION: LSA-R.S. 34:2112 requires purchases of > \$5,000, but < \$10,000 be made by obtaining at least three telephone quotations. During 1996, a tractor was purchased within those limits, but no documentation of obtaining quotes was available.

CAUSE OF CONDITION: Purchaser was unaware of the requirements.

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inform both the
Clerk and Finance
Committee

**EAST CHAUNCEY & RECREATION DISTRICT NUMBER ONE
PARISH OF ORACHTA, STATE OF LOUISIANA**
Morrow, Louisiana

**AUDIT REPORT
FOR THE YEAR ENDED DECEMBER 31, 1986**

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 July 6, 1987

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EAST ORACHITA RECREATION DISTRICT NUMBER ONE
PARISH OF ORACHITA, STATE OF LOUISIANA
Morse, Louisiana

SCHEDULE OF REPORTABLE CONDITIONS
FOR THE YEAR ENDED DECEMBER 31, 1996

1. Inadequate Segregation of Duties

CONDITION: Office personnel perform incompatible functions, i.e., those that allow an error or irregularity that is material to the financial statements to occur and remain undetected.

CAUSE OF CONDITION: Limited number of employees.

RECOMMENDATION: Management should review the practicality of achieving adequate segregation of duties.

2. Inventory of Fixed Assets

CONDITION: The District maintains an inventory of fixed assets. However, the inventory does not include the date of purchase or purchase price. It is not reconciled to the general ledger accounts.

CAUSE OF CONDITION: Records in prior years were not adequately kept to provide the information.

RECOMMENDATION: An effort should be made to develop the necessary information on prior assets to meet the requirements of state law.

MANAGEMENT'S RESPONSE: Steps will be taken to research the information necessary to compile adequate records.

EAST CHACHTA RECREATION DISTRICT NUMBER ONE
PARISH OF CHACHTA, STATE OF LOUISIANA
Morse, Louisiana

STATUS OF PRIOR FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED DECEMBER 31, 1996

1. Inventory of Fixed Assets

STATUS: See current findings.

2. Prohibited Contractual Arrangements

STATUS: Condition resolved.

3. Budget Participation

STATUS: Budget for 1996 was already adopted prior to audit findings. The budget for 1997 was in compliance with this requirement.

EAST CHACHTA RECREATION DISTRICT NUMBER ONE
PARISH OF CHACHTA, STATE OF LOUISIANA
Monroe, Louisiana

SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED DECEMBER 31, 1996

3. Quotes on Purchase > \$5,000, < \$50,000 (continued)

EFFECT OF CONDITION: The District is not in compliance with L.S.R.S. 38:2212.

RECOMMENDATION: Files should be maintained to document compliance with bid law on purchases.

MANAGEMENT'S RESPONSE: We will comply as requested.

EAST ORACHITA RECREATION DISTRICT NUMBER ONE
PARISH OF ORACHITA, STATE OF LOUISIANA
Morroe, Louisiana

NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 1996

NOTE I - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

INTRODUCTION

The East Orachita Recreation District Number One, Morroe, Louisiana, (the "District") was established by the Orachita Parish Police Jury in 1978, under Louisiana Revised Statute (LSA-RS), for provision of a public recreation system. The District is operated by a board of commissioners which is appointed by the Orachita Parish Police Jury. The District operates three recreation facilities.

BASIS OF PRESENTATION

The accompanying financial statements of the District have been prepared in conformity with generally accepted accounting principles (GAAP) as applied to governmental units. The Governmental Accounting Standards Board (GASB) is the accepted standard setting body for establishing governmental accounting and financial reporting principles. The more significant of the government's accounting policies are described below.

REPORTING ENTITY

As the governing authority of the parish, for reporting purposes, the Orachita Parish Police Jury is the financial reporting entity for Orachita 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 or incomplete.

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

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 (such
 - b. The potential for the organization to provide special 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 financially dependent on the police jury.
3. Organizations for which the reporting entity financial statements would be misleading, if data of the organization is not included because of the nature or significance of the relationship.

EAST CHACIBITA RECREATION DISTRICT NUMBER ONE
PARISH OF OUACHITA, STATE OF LOUISIANA
Monroe, Louisiana

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**INDEPENDENT AUDITOR'S REPORT ON THE
COMPONENT UNIT FINANCIAL STATEMENTS**

Board of Commissioners
East Ouachita Recreation District Number One
Ouachita Parish
State of Louisiana
Monroe, Louisiana

I have audited the accompanying component unit financial statements of the East Ouachita Recreation District Number One of the Parish of Ouachita, State of Louisiana, a component unit of Ouachita Parish Police Jury, as of and for the year-ended December 31, 1994. These statements are the responsibility of the Board of Commissioners of the Recreation District. My responsibility is to express an opinion on these component unit financial statements based on my audit.

I conducted my audit in accordance with generally accepted auditing standards and Government Auditing Standards, issued by the Comptroller General of the United States. Those standards require that I plan and perform the audit to obtain reasonable assurance as to 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 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 the East Ouachita Recreation District Number One of the Parish of Ouachita, State of Louisiana, as of December 31, 1994, and the results of its operations for the year 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 schedule of information schedule listed in the table of contents is presented for the purpose of additional analysis and is not a required part of the component unit financial statements of the East Ouachita Recreation District Number One. Such information 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 component unit financial statements taken as a whole.


Bonnie T. Robinette, CPA

Monroe, Louisiana
June 10, 1995

EAST OUACHITA RECREATION DISTRICT NUMBER ONE
PARISH OF OUACHITA, STATE OF LOUISIANA
Monroe, Louisiana

COMBINED BALANCE SHEET
ALL FUND TYPES AND ACCOUNT GROUPS
DECEMBER 31, 1996

	Governmental Fund Types	
	General Fund	Capital Project Fund
ASSETS		
Cash	\$171,894	\$ 124
Certificates of deposit		
Receivables	328,083	
Land, buildings and equipment		
Amount available for debt service		
Amount to be provided for retirement of long-term obligations	_____	_____
Total assets	<u>\$622,977</u>	<u>\$ 124</u>
LIABILITIES, EQUITY AND OTHER CREDITS		
LIABILITIES		
Accounts payable and accrued expenses	\$128,243	\$ 124
Liabilities for compensated absence		
Bonds payable	_____	_____
Total liabilities	<u>128,243</u>	<u>124</u>
EQUITY AND OTHER CREDITS		
Investment in general fund assets		
Fund balances		
Unreserved-unassigned	\$22,734	_____
Total equity and other credits	<u>\$22,734</u>	<u>_____</u>
TOTAL LIABILITIES, EQUITY AND OTHER CREDITS	<u>\$622,977</u>	<u>\$ 124</u>

Account Groups

Debt Service Funds	General Fund Assets	General Long-Term Debt	Totals (Memorandum Only)
\$ 34,848	\$	\$	\$ 34,848
151,462			151,462
142,607	3,908,816		4,051,423
-----	-----	428,073	428,073
-----	-----	860,542	860,542
<u>\$ 428,877</u>	<u>\$ 3,908,816</u>	<u>\$ 860,542</u>	<u>\$ 5,873,589</u>
\$	\$	\$	\$
		2,518	2,518
-----	-----	858,024	858,024
-----	-----	858,542	\$ 1,812,885
	3,908,816		3,908,816
428,877	-----	-----	428,877
428,877	3,908,816	-----	4,898,423
<u>\$ 428,877</u>	<u>\$ 3,908,816</u>	<u>\$ 860,542</u>	<u>\$ 5,873,589</u>

See accompanying notes to the financial statements.

EAST QUACHITA RECREATION DISTRICT NUMBER ONE
PARISH OF QUACHITA, STATE OF LOUISIANA
Monroe, Louisiana

COMBINED STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES -
ALL GOVERNMENTAL FUNDS
FOR THE YEAR ENDED DECEMBER 31, 1996

	General Fund	Capital Project Fund	Debt Service Fund	Total (Memorandum Only)
REVENUES				
Ad valorem taxes	\$ 542,862	\$	\$ 144,848	\$ 687,710
Concessions	23,625			23,625
Membership fees	9,277			9,277
Registration fees	43,937			43,937
Interest	3,708		12,833	16,541
Other	6,523			6,523
Total revenues	<u>625,932</u>	<u>_____</u>	<u>157,681</u>	<u>783,613</u>
EXPENDITURES				
Current				
Administration	43,791			43,791
Arbitration	34,982			34,982
Operations and maintenance	183,937			183,937
Salaries and benefits	223,530			223,530
Concessions	13,882			13,882
Capital outlay	128,147	570,808		698,955
Debt service:				
Principal retirement			150,808	150,808
Interest and fees			23,878	23,878
Total charges	<u>588,789</u>	<u>570,808</u>	<u>174,686</u>	<u>1,334,283</u>
Excess of Revenues Over (Under) Expenditures	46,982	(578,008)	(15,999)	(546,917)
Other Financing Sources (Uses)				
Proceeds of bond issuance		570,008		570,008
Total other financing sources (uses)		<u>570,008</u>		<u>570,008</u>
Excess of Revenues and Other Sources Over (Under) Expenditures and Other Uses	46,982		(15,999)	29,983
FUND BALANCE, DECEMBER 31, 1995	<u>471,152</u>	<u>_____</u>	<u>445,033</u>	<u>916,185</u>
FUND BALANCE, DECEMBER 31, 1996	<u>\$ 518,134</u>	<u>\$ _____</u>	<u>\$ 429,034</u>	<u>\$ 947,168</u>

See accompanying notes to the financial statements.

EAST OUACHITA RECREATION DISTRICT NUMBER ONE
PARISH OF OUACHITA, STATE OF LOUISIANA
 Monroe, Louisiana

STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUND TYPE - DEBT SERVICE FUND
BUDGET (NON-GAAP BASIS) AND ACTUAL (BUDGETARY BASIS)
FOR THE YEAR ENDED DECEMBER 31, 1996

	<u>Actual</u>	<u>Budget</u>	Variance: Favorable (Unfavorable)
REVENUES			
Ad valorem taxes	\$ 37,896	\$ 36,000	\$ 1,896
Concessions			
Membership dues			
Registration fees			
Interest	13,833	8,500	4,333
Other	_____	_____	_____
Total revenues	<u>50,729</u>	<u>44,500</u>	<u>5,229</u>
EXPENDITURES			
Current			
Debt service:			
Principal retirement	150,000	150,000	
Interest	<u>23,878</u>	<u>23,800</u>	78
Total	<u>173,878</u>	<u>173,800</u>	78
Excess of Revenues Over (Under) Expenditures	(123,149)	(129,300)	5,851
Other Financing Sources (Uses)	_____	_____	_____
Total other financing sources (uses)	_____	_____	_____
Excess of Revenues and Other Sources Over (Under) Expenditures and Other Uses	(123,149)	(129,300)	5,851
FUND BALANCE, DECEMBER 31, 1995	<u>489,862</u>	<u>591,800</u>	<u>(1,337)</u>
FUND BALANCE, DECEMBER 31, 1996	<u>\$ 366,713</u>	<u>\$ 462,500</u>	<u>\$ 95,787</u>

See accompanying notes to the financial statements.

**EAST ORACHITA RECREATION DISTRICT NUMBER ONE
PARISH OF ORACHITA, STATE OF LOUISIANA
Maurice, Louisiana**

**NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 1996**

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

RESPONSIBILITY (Continued)

Because the police jury appoints members to the District's Board and the District is financially accountable to the police jury, the District was determined to be a component unit of the Ouachita Parish Police Jury, the financial reporting entity. The accompanying financial statements present information only on the funds maintained by the District and do not present information on the police jury, the general government services provided by that governmental unit, or the other governmental units that comprise the financial reporting entity.

FUND ACCOUNTING

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

A fund is a separate accounting entity with a self-balancing set of accounts. On the other hand, an account group 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.

Funds of the District are classified as governmental funds. Governmental funds account for the District's general activities, including the collection and disbursement of specific or legally restricted monies, the acquisition or construction of general fixed assets, and the servicing of general long-term debt. Governmental funds of the District include:

1. **General Fund** — the general operating fund of the District and accounts for all financial resources, except those required to be accounted for in other funds.
2. **Debt Service Fund** — accounts for transactions relating to resources retained and used for the payment of principal and interest on those long-term obligations recorded in the general long-term obligations account group.
3. **Capital Project Fund** — accounts for financial resources to be used for acquisitions and construction major capital facilities.

BASIS OF ACCOUNTING

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

EAST ORACHITA RECREATION DISTRICT NUMBER ONE
PARISH OF ORACHITA, STATE OF LOUISIANA
Monroe, Louisiana

NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 1996

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

The modified accrual basis of accounting is used by all governmental fund types and agency funds. Under the modified accrual basis of accounting, revenues are recognized when susceptible to accrual (i.e., when they become both measurable and available). "Measurable" means the amount of the transaction can be determined and "available" means collectible within the current period or soon enough thereafter to be used to pay liabilities of the current period. Expenditures are recorded when the related fund liability is incurred. Principal and interest on general long-term debt are recorded as fund liabilities when due or when amounts have been accumulated in the debt service fund for payments to be made early in the following year.

Those revenues susceptible to accrual are property taxes and interest revenue.

BUDGET PRACTICES

The Board of Commissioners adopts an annual budget for the General Fund and Debt Service Fund. The annual budget is prepared in accordance with the cash basis of accounting. The budget is submitted to the Orachita Parish Police Jury, the oversight body for inclusion in its budget process. Upon approval of the Board of Commissioners, budgeted amounts can be transferred within expense categories. The Board adopts an amended budget approving the adjustment of expenditures.

VACATION AND SICK LEAVE

All full-time employees earn 7 to 14 days of vacation leave each year, depending on their length of service. Part-time employees earn 20 hours annually after one year of service. Upon separation, all unused vacation leave is forfeited. Employees earn 10 days of sick leave each year. Sick leave may be accumulated for no more than 30 days.

The cost of current leave privileges is recognized as a current year expenditure in the governmental funds when leave is actually taken. The cost of leave privileges not requiring current resources is recorded in the general long-term debt account group.

FIXED ASSETS

Fixed assets used in governmental fund type operations are recorded as expenditures at the time purchased and the related assets are reported in the General Fund Assets Group of Accounts. Public domain (infrastructure) general fixed assets including curbs and gutters, sidewalks, drainage systems and lighting systems, are capitalized along with other general fixed assets. No depreciation has been provided on such assets.

All fixed assets are valued at historical cost or estimated historical cost if actual historical cost is not available. Depreciated assets are valued at their estimated fair value on the date donated. Repairs and maintenance are recorded as expenditures; renewals and betterments are capitalized.

**EAST CHACHTA IRRIGATION DISTRICT NUMBER ONE
PARISH OF CHACHTA, STATE OF LOUISIANA
Monroe, Louisiana**

**NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 1996**

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

LONG-TERM OBLIGATIONS

Long-term obligations expected to be financed from governmental funds are reported in the general long-term obligations account group. Expenditures for principal and interest payments for long-term obligations are recognized in the governmental funds when due.

FUND BALANCE

Reserves -- Reserves represent those portions of fund equity not appropriable for expenditure or legally segregated for a specific future use.

Designated Fund Balances -- Designated fund balances represent tentative plans for future use of financial resources.

TOTAL COLUMNS ON COMBINED STATEMENTS - OVERVIEW

Total columns on the combined statements are captioned "unaudited" only to indicate that they are presented only to facilitate analysis. Data in these columns do not present financial position, results of operations, or changes in cash flows in conformity with generally accepted accounting principles. Neither is such data comparable to a census taker.

NOTE 2 - CASH, CASH EQUIVALENTS AND INVESTMENTS

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 District may deposit funds in demand deposits, interest-bearing demand deposits, money market accounts, or time deposits with state banks organized under Louisiana law and national banks having their principal offices in Louisiana.

Under state law, the District may invest in United States bonds, treasury notes, or certificates. These are classified as investments if their original maturities exceed 90 days; however, if the original maturities are 90 days or less, they are classified as cash equivalents. Investments are stated at cost.

At December 31, 1996, the District had cash and cash equivalents (bank balances) and certificates of deposits totaling \$408,429 as follows:

Demand deposits	\$ 88,581
Savings accounts	68,786
Time deposits	251,062
Total	<u>\$ 408,429</u>

**EAST CHACHITA RECREATION DISTRICT NUMBER ONE
PARISH OF CHACHITA, STATE OF LOUISIANA
Morrow, Louisiana**

**NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 1996**

NOTE 1 - CASH, CASH EQUIVALENTS AND INVESTMENTS (Continued)

These deposits are stated at cost, which approximates market. Under state law, these deposits (or the resulting bank balances) must be secured by federal deposit insurance or the pledge of securities owned by the fiscal agent bank. The market value of the pledged securities plus the federal deposit insurance must at all times equal (or exceed) an deposit with the fiscal agent. These securities are held in the name of the pledging fiscal agent bank in a holding or custodial bank that is mutually acceptable to both parties. At December 31, 1996, the District had \$ 417,691 in deposits (pledged bank balances). These deposits are secured from risk by \$197,658 of federal deposit insurance and \$971,581 of pledged securities held by the custodial bank in the name of the fiscal agent bank (GAAP Category 3).

Even though the pledged securities are considered uncollateralized (Category 3) under the provisions of GAAP Statement 5, Louisiana Revised Statute 34:1239 imposes a statutory requirement on the custodial bank to advertise and sell the pledged securities within 18-days-of being notified by the District that the fiscal agent has failed to pay deposited funds upon demand.

NOTE 2 - CHANGES IN FIXED ASSETS

GENERAL FIXED ASSETS

The following is a summary of changes in the general fixed assets account group for the fiscal year:

	Balance December 31, 1995	Additions	Deletions	Balance December 31, 1996
Land	\$ 309,132	\$ 38,745	\$	\$ 348,877
Buildings	2,994,640	637,580		3,632,220
Office equipment	18,067	2,582		20,649
Automobile	2,597			2,597
Recreation facility	81,084	12,708		93,792
Concessions	3,824			3,824
Auto	7,199	399		7,598
Baseball field equipment	41,320			41,320
Baseball field lights	88,948	8,380		97,328
Fence	33,173			33,173
Ground-keeping equipment	36,176			36,176
Total	\$1,903,911	\$768,082	\$	\$2,671,993

EAST ORACHITA RECREATION DISTRICT NUMBER ONE
PARISH OF ORACHITA, STATE OF LOUISIANA
Monroe, Louisiana

NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 1996

NOTE 4. RECEIVABLES

The following is a summary of receivables at December 31, 1996:

	General Fund	Capital Project Fund	Debt Service Fund	Total
Taxes:				
Ad valorem taxes	\$518,793	\$	\$142,662	\$661,455
Grant revenue	280	_____	_____	280
Total	\$519,073	\$	\$142,662	\$661,735

Property taxes which are delinquent over one year are written off.

NOTE 5. LEVIED TAXES

Ad valorem taxes attach as an enforceable lien on property as of January 1 of each year. Taxes are levied by the parish in October or November and are actually billed to the taxpayers in December. Billed taxes become delinquent on January 1 of the following year. Revenues from ad valorem taxes are budgeted in the year billed.

The Parish of Orachita bills and collects its own property taxes for the District using the assessed values determined by the tax assessor of the State of Louisiana.

During 1996, the voters of the district approved the issuance of \$500,000 in bonds to construct a recreation center in Starlington, Louisiana. A tax of 1.5 mills was levied to repay the bonds. In addition, voters approved an increase in the millage for operations from 5.13 mills to 7.5 mills.

For the year ended December 31, 1996, taxes of 9.3 mills were levied on property with assessed valuations totaling \$69,802,874 and were allocated as follows:

	Authorized Millage	Levied Millage
General Fund Purposes	7.50	7.50 Mills
Debt Service #1	2.50	.50 Mills
Debt Service #2	1.30	1.5 Mills

Total taxes levied were \$662,455 for 1996.

**EAST ORACHITA RECREATION DISTRICT NUMBER ONE
PARISH OF ORACHITA, STATE OF LOUISIANA
Monroe, Louisiana**

**NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 1995**

NOTE 1- RECONCILIATION OF ACTUAL RESULTS TO BUDGETARY BASIS

The budget for the year ended December 31, 1995 was prepared on a cash basis. The following schedule reflects the adjustments necessary to convert actual results from a GAAP basis to the cash basis for purposes of budget comparison in the financial statements.

General Fund:	GAAP			Cash
	Basis	—	Reconciliation/Adjustment	Basis
Revenues				
Ad. reference tax	542,882	(519,797)	23,087	240,886
Commissions	23,625			23,625
Membership dues	8,277			8,277
Registrations fees	43,925			43,925
Interest	8,789			8,789
Other	8,935	(298)		8,635
Total revenues	636,433	(520,095)	218,072	454,185
Expenditures				
Administration	43,791			43,791
Activities	34,982			34,982
Operations	112,937		(11,878)	101,057
Salaries	225,530	1,638	(8,873)	216,285
Commissions	15,482			15,482
Capital Outlay	128,147		(89,515)	28,627
Total expenditures	568,789	1,638	(128,266)	471,059
Fund Balance, 1995	67,644	1,638	(109,194)	158,913
Debt Service Fund:				
Revenues				
Ad. reference taxes	144,948	(141,652)	3,296	13,696
Interest income	12,925			12,925
Total revenues	157,873	(141,652)	3,296	26,621
Expenditures				
Principal retirement	158,080			158,080
Interest and bond charges	22,670			22,670
Total expenditures	180,750			180,750
Fund Balance, 1995	85,023	(23,218)		61,805

**EAST CHACHTA RECREATION DISTRICT NUMBER ONE
PARISH OF ORACHTA, STATE OF LOUISIANA
Minors, Louisiana**

**SUPPLEMENTAL INFORMATION SCHEDULE
FOR THE YEAR ENDED DECEMBER 31, 1996**

COMPENSATION PAID BOARD MEMBERS

The schedule of compensation paid board members is presented in compliance with House Concurrent Resolution No. 54 of the 1979 Session of the Louisiana Legislature.

Board members received no compensation for the year ended December 31, 1996.

**REPORT ON THE INTERNAL CONTROL STRUCTURE BASED ON AN
AUDIT OF COMPONENT UNIT FINANCIAL STATEMENTS
PERFORMED IN ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS**

Board of Commissioners
East Ouachita Recreation District Number One
of the Parish of Ouachita,
State of Louisiana
Monroe, Louisiana

I have audited the component unit financial statements of the East Ouachita Recreation District Number One of the Parish of Ouachita, State of Louisiana, a component unit of Ouachita Parish Police Jury, for the year ended December 31, 1996, and have issued my report thereon dated June 30, 1997.

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

The Board of Commissioners of the East Ouachita Recreation District Number One of the Parish of Ouachita, State of Louisiana, 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 recorded in accordance with management's authorizations and recorded properly to permit the preparation of financial statements in accordance with generally accepted accounting principles. Because of inherent limitations to 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.

East Thibodaux Recreation District Number One
of the parish of Iberville,
State of Louisiana
Monroe, Louisiana

In planning and performing my audit of the component unit financial statements of East Thibodaux Recreation District Number One, for the year ended December 31, 1996, I obtained an understanding of the internal control structure. With respect to the internal control structure, I obtained an understanding of the design of relevant policies and procedures and whether they have been placed in operation, and I assessed control risk in order to determine my auditing procedures for the purpose of expressing my opinion on the component unit financial statements and not to provide an opinion on the internal control structure. Accordingly, I do not express such an opinion.

I noted certain matters involving the internal control structure and its operation that I consider to be reportable conditions under standards established by the American Institute of Certified Public Accountants. These matters are described in the accompanying Schedule of Reportable Conditions. Reportable conditions involve matters relating 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 entity's ability to record, process, summarize, and report financial data consistent with the assertions of management in the financial statements.

A material weakness is a reportable condition in which the design or operation 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.

My consideration of the internal control structure would not necessarily disclose all matters in the internal control structure that might be reportable conditions and, accordingly, would not necessarily disclose all reportable conditions that are also considered to be material weaknesses as defined above. However, I believe reportable condition #1 is a material weakness.

This report is intended for the information of management and the Legislative Audit of the State of Louisiana. This restriction is not intended to limit the distribution of this report, which is a matter of public record.


James T. Robinson, CPA

Monroe, Louisiana
June 28, 1997

**REPORT ON COMPLIANCE BASED ON AN AUDIT OF
COMPONENT UNIT FINANCIAL STATEMENTS PERFORMED
IN ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS**

Board of Commissioners
East Ouachita Recreation District Number One
of the Parish of Ouachita,
State of Louisiana
Monroe, Louisiana

I have audited the component unit financial statements of the East Ouachita Recreation District Number One of the Parish of Ouachita, State of Louisiana, a component unit of Ouachita Parish Police Jury, as of and for the year ended December 31, 1996 and have issued my report thereon dated June 18, 1997.

I conducted my audit in accordance with generally accepted auditing standards and Government Auditing Standards, issued by the Comptroller General of the United States. These 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 and contracts applicable to the East Ouachita Recreation District is the responsibility of the Board of Commissioners. As part of obtaining reasonable assurance about whether the component unit financial statements are free of material misstatement, I performed tests of the District's compliance with certain provisions of laws, regulations and contracts. However, 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 instances of noncompliance that are required to be reported herein under Government Auditing Standards as listed in the accompanying Schedule of Findings and Questioned Costs.

I considered these instances of noncompliance in forming my opinion on whether East Ouachita Recreation District Number One's 1996 component unit financial statements are presented fairly, in all material respects, in conformity with generally accepted accounting principles, and this report does not affect my report dated June 18, 1997 on these component unit financial statements.

This report is intended for the information of the Board of Commissioners and the Legislative Audit of the State of Louisiana. This restriction is not intended to limit the distribution of this report, which is a matter of public record.


Ronnie T. Robinette, CPA

Monroe, Louisiana
June 18, 1997

EAST CHACHITA RECREATION DISTRICT NUMBER ONE
PARISH OF CHACHITA, STATE OF LOUISIANA
Monroe, Louisiana

STATUS OF PRIOR REPORTABLE CONDITIONS
FOR THE YEAR ENDED DECEMBER 31, 1996

1. Independent Segregation of Debt:

STATUS: See current year condition.

2. Inventory of Fixed Assets:

STATUS: See current year condition.

**EAST ORACHITA RECREATION DISTRICT NUMBER ONE
PARISH OF ORACHITA, STATE OF LOUISIANA
Morrow, Louisiana**

**STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUND TYPE - GENERAL FUND
BUDGET (FUNDALF BASIS) AND ACTUAL (ORDINARY BASIS)
FOR THE YEAR ENDED DECEMBER 31, 1996**

	Actual	Budget	Variance Favorable (Unfavorable)
REVENUES			
Admission fees	\$241,896	\$220,000	\$ 21,896
Concessions	23,625	25,000	(1,375)
Membership dues	9,277	9,000	2,277
Registration fees	63,923	68,000	(4,077)
Interest	9,789	1,000	7,789
Other	<u>6,885</u>	<u>4,000</u>	<u>2,885</u>
Total revenues	<u>454,185</u>	<u>406,000</u>	<u>47,185</u>
EXPENDITURES			
Current:			
Administration	43,791	32,980	9,199
Athletics	34,982	30,500	4,482
Operations and maintenance	141,987	148,000	(6,013)
Salaries and benefits	216,295	216,000	2,995
Concessions	13,482	11,500	1,982
Capital outlay	<u>28,622</u>	<u>22,625</u>	<u>6,007</u>
Total charges	<u>471,059</u>	<u>451,125</u>	<u>19,134</u>
Excess of Revenues Over (Under) Expenditures	(96,874)	(95,125)	32,371
Other Financing Sources (Uses)	_____	_____	_____
Total other financing sources (uses)	_____	_____	_____
Excess of Revenues and Other Sources Over (Under) Expenditures and Other Uses	(96,874)	(95,125)	32,371
FUND BALANCE, DECEMBER 31, 1995	<u>199,823</u>	<u>48,858</u>	<u>113,123</u>
FUND BALANCE, DECEMBER 31, 1996	<u>\$ 122,949</u>	<u>\$ (23,675)</u>	<u>\$ 146,624</u>

See accompanying notes to the financial statements.

**EAST CHACBITA RECREATION DISTRICT NUMBER ONE
PARISH OF CHACBITA, STATE OF LOUISIANA
Morse, Louisiana**

**NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 1996**

NOTE 6 - LONG-TERM OBLIGATIONS

The following is a summary of long-term obligation transactions for the year ended December 31, 1996:

	<u>General Obligation Bonds</u>	<u>Liability for Compensated Absences</u>
Long-term obligations payable at December 31, 1995	\$ 400,000	\$ 5,158
Additions	570,000	
Principal reductions	(158,000)	(1,240)
Long-term obligations payable at December 31, 1996	<u>\$ 812,000</u>	<u>\$ 3,918</u>

General obligation bonds payable at December 31, 1996 are comprised of the following:

\$600,000 Limited Tax Bonds, Series 1996 dated June 6, 1996 due in annual installments; interest at 5.75% to 6.75%. The issue is secured by levy and collection of ad valorem taxes.

\$2,000,000 General Obligation Bonds dated March 1, 1978, due in annual installments; interest at 4.0%, 4.9% and 5.0%. The issue is secured by levy and collection of ad valorem taxes.

The bonds are scheduled to mature as follows:

	<u>Principal</u>	<u>Interest</u>
1997	\$200,000	\$ 45,750
1998	201,000	31,543
1999	49,000	34,157
2000	51,000	31,281
2001	54,000	38,594
2002 and thereafter	215,000	45,938
	<u>\$,880,000</u>	<u>\$,182,863</u>

NOTE 7 - LONG-TERM OBLIGATIONS

At December 31, 1996, employees of the District have accumulated and vested \$ 3,518 of employee leave benefits, which was computed in accordance with GASB Cash Position Section 780. This amount is recorded within the general long-term obligations account group.