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POUNCEVILLE AREA RECREATION DISTRICT NO. 1
A COMPONENT UNIT OF THE TAMMAMBA PARISH COUNCIL
POUNCEVILLE, LOUISIANA

REPORT ON AUDIT OF GENERAL PURPOSE FINANCIAL STATEMENTS

AS OF AND FOR THE YEAR ENDED JUNE 30, 1998

Under provisions of state law, this report is a public document. A copy of the report has been submitted to the auditor, or reviewed, audit 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 10-21-98

Pondchatoula Area Recreation District No. 1
 A COMPONENT UNIT OF THE TERREBONA PARISH GOVT.
 Pondchatoula, Louisiana

AS OF AND FOR THE YEAR ENDED JUNE 30, 1990

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Durain & James

INDEPENDENT PUBLIC ACCOUNTANTS

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Office
Address herein of
Qualified Public Accountant

October 5, 1998

INDEPENDENT AUDITOR'S REPORT

Mr. Odian K. McCreche, Chairman
and the Members of the Board of Commissioners
Ponchartraine Area Recreation District No. 1,
Ponchartraine, Louisiana

We have audited the accompanying general purpose financial statements of the Ponchartraine Area Recreation District No. 1, a component unit of the Tangipahoa Parish Council, as of June 30, 1998, and for the year then ended, as listed in the table of contents. These general purpose financial statements are the responsibility of the Ponchartraine Area Recreation District No. 1's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with generally accepted auditing standards and the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States. These standards require that we 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. We believe that our audit provides a reasonable basis for our opinion.

In our opinion, the general purpose financial statements referred to above present fairly, in all material respects, the financial position of the Ponchartraine Area Recreation District No. 1, as of June 30, 1998, and the results of its operations for the year then ended in conformity with generally accepted accounting principles.

In accordance with Government Auditing Standards we have also issued our report dated October 5, 1998 on our consideration of the Ponchartraine Area Recreation District No. 1's internal control over financial reporting and our tests of the compliance with certain provisions of laws, regulations, contracts and grants.

Our audit was conducted for the purpose of forming an opinion on the general purpose financial statements of Ponchartraine Area Recreation District No. 1 taken as a whole. The schedule listed in the table of contents an supplementary information is presented for purposes of additional analysis and is not a required part of the general purpose financial statements of the Ponchartraine Area Recreation District No. 1. Such information

POPCATUNGWA AREA RECREATION DISTRICT NO. 2

has been subjected to the auditing procedures applied in the audit of the general purpose financial statements and, in our opinion, is fairly stated, in all material respects, in relation to the general purpose financial statements taken as a whole.

Respectfully submitted,

Dustin & James
DUSTIN & JAMES, INC.

GENERAL PURPOSE FINANCIAL STATEMENTS
(COMBINED STATEMENTS - OVERVIEW)

FORNATYSA AREA REHABILITATION DISTRICT NO. 3
 14 COMPANY COURT OF THE DISTRICT OF COLUMBIA
 Washington, D.C. 20004

EXHIBIT A

COMBINED BALANCE SHEET - ALL FUND TYPES AND ACCOUNT GROUPS

June 30, 1988

ACCOUNT DESCRIPTION	CURRENT YEAR (1988)		PREVIOUS YEAR (1987)		CURRENT YEAR (1988)		PREVIOUS YEAR (1987)	
	AMOUNT	PERCENT	AMOUNT	PERCENT	AMOUNT	PERCENT	AMOUNT	PERCENT
ASSETS								
CASH	145,146		115,131		-		-	
RECEIVABLES	-		-		678,487		678,487	
INVENTORY	-		142,793		-		-	
PROPERTY	-		-		-		-	
OTHER ASSETS	-		-		-		-	
TOTAL ASSETS	145,146		257,924		678,487		678,487	
LIABILITIES AND EQUITY								
ACCOUNTS PAYABLE	4,481		-		-		-	
DEFERRED REVENUE	140,411		-		-		-	
OTHER LIABILITIES	6,500,000		-		-		-	
TOTAL LIABILITIES	7,044,892		-		-		-	
RESERVE FOR DEPRECIATION	-		-		-		-	
RESERVE FOR DEFERRED REVENUE	-		-		-		-	
RESERVE FOR CAPITAL IMPROVEMENTS	-		-		-		-	
RESERVE FOR DEBT SERVICE	-		-		-		-	
RESERVE FOR OTHER PURPOSES	-		-		-		-	
TOTAL RESERVES	-		-		-		-	
TOTAL LIABILITIES AND EQUITY	7,044,892		-		678,487		678,487	
NET ASSETS	145,146		257,924		678,487		678,487	
TOTAL ASSETS	145,146		257,924		678,487		678,487	
TOTAL LIABILITIES AND EQUITY	145,146		257,924		678,487		678,487	

The accompanying notes are an integral part of this statement.

POPCATOLA AREA SEWERAGE DISTRICT NO. 1
 IS A COMPONENT UNIT OF THE TAMMINGER PARISH COUNCIL
 Popocateca, Louisiana

EXHIBIT B

COMBINED STATEMENTS OF REVENUES, EXPENDITURES AND CHANGES
 IN FUND BALANCES - ALL GOVERNMENTAL FUND TYPES

For the Year Ended June 30, 1988

	GENERAL	DEBT	CAPITAL	TOTAL
		SERVICE	STRUCTURE	INDEBTMENT
				ORALTY
Revenues:				
Taxes	\$ 223,548	\$ -	\$ -	\$ 223,548
Interest	33,100	1,752	-	34,852
Miscellaneous	31	-	-	31
Total Revenues	\$ 256,679	\$ 1,752	\$ -	\$ 258,431
Expenditures:				
Current:				
Parks and Recreation	\$ 314,821	\$ -	\$ -	\$ 314,821
Capital Outlay	6,250	-	54,334	60,584
Debt Service:				
Principal Retirement	-	50,000	-	50,000
Interest	-	62,882	-	62,882
Miscellaneous	-	-	-	-
Total Expenditures	\$ 321,071	\$ 112,882	\$ 54,334	\$ 488,287
Excess (Deficiency) of Revenues Over Expenditures	\$ 135,608	\$ 112,882	\$ 54,334	\$ 302,824
Other Financing Sources (Uses):				
Operating Transfers In	\$ -	\$ 274,376	\$ -	\$ 274,376
Operating Transfers Out	(274,376)	-	-	(274,376)
Bond Proceeds	-	-	-	-
Total Other Financing Sources (Uses)	(274,376)	274,376	-	-
Excess (Deficiency) of Revenues and Other Sources Over Expenditures and Other Uses	\$ 141,232	\$ 149,258	\$ 54,334	\$ 344,824
Fund Balance at Beginning of Year	122,320	-	122,820	245,140
Fund Balance at End of Year	\$ 263,552	\$ 149,258	\$ 177,154	\$ 589,964

The accompanying notes are an integral part of this statement.

POCANTON AREA RECREATION DISTRICT NO. 1
 A COMPARTMENT UNIT OF THE UNITED PARISH COUNCIL
 Pocanton, Louisiana

NOTES TO FINANCIAL STATEMENTS

June 30, 1968

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FOURCHATELLE AREA RECREATION DISTRICT NO. 1
A COMPONENT UNIT OF THE TAMMINGHA PARISH COUNCIL
FOURCHATELLE, LOUISIANA

NOTES TO FINANCIAL STATEMENTS

June 30, 1998

12) Summary of Significant Accounting Policies -

The Fourchateulle Area Recreation District No. 1, Fourchateulle, Louisiana (the "District") was created by an ordinance of the Tangipahoa Parish Council on April 22, 1996, as a recreation district to consist of territorial lands and property, both real and personal, in the parish, in accordance with R.S. 33:4902 et seq. and Article 6, Section 16 of the Louisiana Constitution of 1878 and other constitutional and statutory authority supplemental thereto, to be a body corporate in law and a subdivision of the State, known as "Fourchateulle Area Recreation District No. 1 (the "District")."

The District contains within its limits one municipality, FOURCHATEULLE. The governing body of this municipality has given consent to the inclusion of such municipality in the District. The District shall be and is a political subdivision of the State, within the meaning of the constitution and statutes of the State relating to incurring debt and issuing bonds therefor.

The objectives and purposes of the District are to own and operate playgrounds and other facilities and generally to engage in activities which would promote recreation and any related activity designed to encourage recreation and promote the general health and well-being of youth and all of the goals and purposes as authorized by law.

The accounting and reporting policies of the Fourchateulle Area Recreation District No. 1 conform to generally accepted accounting principles as applicable to governments. Such accounting and reporting procedures also conform to the requirements of Louisiana Revised Statutes 28:817 and to the industry audit guide, Audits of State and Local Governmental Units.

The following is a summary of certain significant accounting policies:

A. Financial Reporting Entity

As the governing authority of the Parish, the reporting component, the Tangipahoa Parish Council is the financial reporting entity for Tangipahoa Parish. The financial reporting entity consists of all primary government, Spanish councils, all organizations for which the primary government is financially accountable, and all 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 Tangipahoa Parish Council 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

POUCHATOLA AREA RECREATION DISTRICT NO. 1
IS A COMPONENT UNIT OF THE TERREBONNE PARISH COUNCIL
Terrebonne, Louisiana

NOTES TO FINANCIAL STATEMENTS CONTINUED

June 30, 1998

considered in determining financial accountability. This criteria includes:

1. Appointing a voting majority of an organization's governing body, and
 - a. The ability of the Parish Council to impose its will on that organization's staff;
 - b. The potential for the organization to provide specific financial benefits to or impose specific financial burdens on the Parish Council.
2. Organizations for which the Parish Council does not appoint a voting majority but are fiscally dependent on the Parish Council.
3. Organizations for which the reporting entity's financial statements would be misleading if data of the organization is not included because of the nature or significance of the relationship.

Because the Parish Council appoints the board members and has approved over their taxing authority, the Pouchatola Area Recreation District No. 1 was determined to be a component unit of the Terrebonne Parish Council, the financial reporting entity. The accompanying financial statements present information only on the fund maintained by the Pouchatola Area Recreation District No. 1 and do not present information on the Parish Council, the general government services provided by that governmental unit, or the other governmental units that comprise the financial reporting entity.

2. Fund Accounting

The accounts of the Pouchatola Area Recreation District No. 1 are organized on the basis of funds and account groups, each of which is considered a separate accounting entity. The operations of each fund are accounted for with a separate set of self-balancing accounts that comprise its assets, liabilities, fund equity, revenues, and expenditures, or expenses, as appropriate. Government resources are allocated to and accounted for in individual funds based upon the purposes for which they are to be spent and the means by which spending activities are controlled.

The various funds are grouped, in the financial statements in this report, into three general fund types and two broad fund categories as follows:

GOVERNMENTAL FUNDS

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

BOCAVILLA AREA SELECTIONS DISTRICT NO. 1
A COMPONENT UNIT OF THE TAMMAMBA PARISH COUNCIL
Bossierite, Louisiana

STATE TO FINANCIAL STATEMENTS (CONTINUED)

June 30, 1988

Debt Service Fund - Debt Service Funds are used to account for the accumulation of resources for, and the payment of, general long-term debt, principal, interest, and related costs.

Capital Projects Fund - Capital Projects Funds are used to account for financial resources to be used for the acquisition or construction of major capital facilities (other than those financed by proprietary funds and trust funds).

C. Fixed Assets and Long-Term Liabilities

The accounting and reporting treatment applied to the fixed assets and long-term liabilities associated with a fund are determined by its measurement focus.

All governmental fund type operations are accounted for on a spending or "financial flow" measurement focus and only current assets and current liabilities are generally included on their balance sheet.

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 ("infrastructure") general fixed assets consisting of certain improvements other than buildings, including roads, bridges, canals, 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.

Long-term liabilities expected to be financed from governmental funds are accounted for in the General long-term Debt Account Group.

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

Because of their spending measurement focus, expenditure recognition for governmental fund types is limited to exclude amounts represented by non-current liabilities. Since they do not reflect net current assets, such long-term assets are not recognized as governmental fund type expenditures or fund liabilities. They are instead reported as liabilities in the General long-term Debt Account Group.

D. 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. Such

PARISHANOLA WATER SEWERAGE DISTRICT NO. 1
A COMPULSORY UNIT OF THE TANGIPAHOLA PARISH GOVERNMENT
Parishanola, Louisiana

NOTES TO FINANCIAL STATEMENTS (CONTINUED)

June 30, 1968

of accounting related 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 set current assets. Taxpayer-assessed income, grants, receipts, and sales taxes are considered "measurable" when in the hands of collecting governments and are recognized as revenue at that time. Anticipated refunds of such taxes are recorded as liabilities and reductions of revenue when they are measurable and their validity seems certain. All major revenues are susceptible to accrual.

Expenditures are generally recognized under the modified accrual basis of accounting when the related fund liability is incurred. Exceptions to this general rule include: (1) accumulated unpaid salaries, sick pay, and other employee benefits which are not accrued (Note 11); (2) principal and interest on long-term debt which is recognized when due; and (3) depreciable operating supplies which are recorded as expenditures at the time of purchase under the "purchase method" (Note 11B).

B. Budgets and Budgetary Accounting

The District did not prepare or adopt a budget for the year ended June 30, 1968.

The District did not comply with certain provisions of the Certificate Resolution which requires the budget to be adopted prior to the beginning of the fiscal year.

F. Cash and 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 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. Those 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.

BOSSCHERVILLE AREA RECREATION DISTRICT NO. 3
A COMPENSATORY UNIT OF THE THURGOOD PARISH COUNCIL
BOSSCHERVILLE, LOUISIANA

NOTES TO FINANCIAL STATEMENTS CONTINUED

June 30, 1968

B. INVENTORY

The District utilizes the "purchase method" of accounting for supplies in governmental funds whereby expendable operating supplies are recognized as expenditures when purchased. The District did not record any inventory at June 30, 1968, as the amount is not material.

C. Accumulated Compensated Absence

The District has no policy regarding employees' vacation pay and employees' sick leave benefits as the District has no full-time employees. As a result, the District has no accumulated compensated absences requiring recognition in accordance with GASB Statement 18.

D. Pension Plans

The Bosscherville Area Recreation District No. 3 is not a member of any retirement system. The District is a member of the Social Security system.

E. Total Columns on Combined Statements - Overview

Total columns on the combined statements - overview are captioned "Miscellaneous Only" to indicate that they are presented only to facilitate financial analysis. Data in these columns do not present financial position, results of operations, or cash flows in conformity with generally accepted accounting principles. Neither is such data comparable to a municipality. Interfund eliminations have not been made in the aggregation of this data.

(2) Levied Taxes -

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

	1968
	Authorized
	and Levied
	Millage
General Fund	11.00

Ad valorem taxes attach as an enforceable lien on property as of January 1, of each year. Taxes are levied by the District during the year and are actually billed to taxpayers and become due in December. Billed taxes become delinquent on December 31 of each year. Revenues from ad valorem taxes are budgeted in the year billed and are recognized as revenues when billed. The Thurgood Parish Sheriff's Office bills and collects the property taxes using the assessed value determined by the Tax Assessor of Thurgood Parish. The taxes are generally collected in December of the current year and January and February of the ensuing year. For 1968, the District

POUCHCOULA AREA RECREATION DISTRICT NO. 1
A COMPONENT UNIT OF THE THOUGHTFUL FAIRER COUNCILS
Pouchoula, Louisiana

STATE TO FINANCIAL STATEMENT COMPLIANCE

June 30, 1988

Issued 18.00 mills for a total tax levy of \$224,128 on taxable property valuations totaling \$22,432,821.

191 Cash and Investments-

Cash includes amounts in demand deposits, interest bearing demand deposits, and money market accounts. 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.

Investments at June 30, 1988 are in the Louisiana Asset Management Pool (LAMP), a local government investment pool. In accordance with RSMC Definitions Section 158.125, the investment in LAMP is not recognized in the three risk categories provided by RSMC Definitions Section 158.124 because the investment is in the pool of funds and thereby not evidenced by securities that exist in physical or book entry form. LAMP is administered by LAMP, Inc., a nonprofit corporation organized under the laws of the State of Louisiana, and is governed by a Board of Directors comprised of representatives from various local governments and state wide professional organizations. Only local governments having contracted to participate in LAMP have an investment interest in the pool of assets. The primary objective of LAMP is to provide a safe environment for the placement of public funds in short-term, high quality investments. The LAMP portfolio includes only securities and other obligations in which local governments in Louisiana are authorized to invest. Accordingly, LAMP investments are restricted to securities issued, guaranteed, or backed by the U.S. Treasury, the U.S. government, or one of the agencies, enterprises, or instrumentalities, as well as repurchase agreements collateralized by those securities. The dollar weighted average portfolio maturity of LAMP assets is restricted to not more than 90 days. LAMP is designed to be highly liquid to give its participants immediate access to their account balances.

As reflected on Exhibit A, the District has cash totaling \$161,151 and investments totaling \$267,141 at June 30, 1988. Under state law, these deposits must be secured by federal deposit insurance or the pledge of securities owned by the bank. These pledged securities are held by and in the name of the fiscal agent bank but pledged to the District. The following is a summary of cash and investments held balances at June 30, 1988, with the related federal deposit insurance and pledged securities:

POUNCEBOULA LEASE RECREATION DISTRICT NO. 1
 (A COMPANY UNIT OF THE TROUSADAIS PARISH COUNCIL)
 POUNCEBOULA, LOUISIANA

STATE TO FINANCIAL STATEMENTS (CONTINUED)

June 30, 1988

	CONFIRMED BY BANK (BALANCED JUNE 30, 1988)	FY88 INSURANCE	BALANCE UNPAID
Cash:			
Demand Deposits	\$ -	\$ -	\$ -
Interest Bearing Demand Deposits	196,289	196,808	96,289
Time Deposits			
Total Cash	<u>\$196,289</u>	<u>\$196,808</u>	<u>\$ 96,289</u>
INVESTMENTS:			
TAMM	553,141	N/A	N/A
Total	<u>553,141</u>		
Securities:			
Securities in the Name of and Held by the Fiscal Agent, Pledged to the District..			<u>188,118</u>
Amount of FICO Insurance and Pledged Securities over Cash and Investment Bank Balances			<u>\$411,840</u>

Even though the pledged securities are considered unencumbered (Category 1) under the provisions of GASB Statement 3, Louisiana Revised Statute 28:1223 imposes a statutory requirement on the custodial bank to advise and call the pledged securities within 28 days of being notified by the District that the fiscal agent has failed to pay deposited funds upon demand.

14) Receivables

The following is a summary of receivables at June 30, 1988:

<u>Class of Receivable</u>	<u>General Fund</u>
Ad Valorem	\$ -
Bills Receivable for Unaudited 1988	<u> </u>
Total	<u>\$ </u>

15) Deferred Receivables and Payables -

The following is a summary of amounts due from and due to other funds at June 30, 1988.

	<u>Due From</u>	<u>Due To</u>
General Fund:		
Capital Projects Fund	\$ -	\$442,882
Capital Projects Fund:		
General Fund	<u>442,882</u>	<u>-</u>
Totals	<u>\$442,882</u>	<u>\$442,882</u>

BOSSAWYOLA PARISH PRESENTATION DISTRICT NO. 1
 14 CHEVROLET BLVD OF THE TAMMIEBKA PARISH COUNCIL
 BOSSAWYOLA, LOUISIANA

NOTES TO FINANCIAL STATEMENTS (CONTINUED)

June 30, 1998

(8) Changes in General Fixed Assets -

A summary of changes in general fixed assets follows:

	BALANCE JULY 1, 1997	CURRENT YEAR		BALANCE JUNE 30, 1998
		ACQUISITIONS	DEPRECIATION	
Land	\$391,483	\$ 12,443	\$ -	\$403,926
Land Improvements	28,870	47,794	-	76,664
Equipment	-	8,250	-	8,250
Total	\$420,353	\$ 68,487	\$ -	\$488,840

(9) Changes in Long-Term Debt

The following is a summary of debt transactions for the District for the year ended June 30, 1998:

	BALANCE July 1, 1997	Certificates Issued	Certificates Retired	BALANCE June 30, 1998
	Certificates of Indebtedness	\$1,000,000	\$ -	\$ 82,000
	\$1,000,000	\$ -	\$ 82,000	\$ 918,000

Long-term debt at June 30, 1998, is comprised of the following:

Certificates of Indebtedness:

\$1,000,000 Limited Tax Certificate of Indebtedness dated May 14, 1997, due in annual installments of \$80,000 - \$120,000 through March 1, 2004; with interest at 5.00%. \$ 918,000

Payments of Certificates of Indebtedness principal and interest are secured solely by an irrevocable pledge and dedication of the funds to be derived from the levy and collection of a tax (not millage) authorized to be levied in each of the years 1998 to 2004, inclusive. Said special tax has been authorized to be levied on all the property subject to taxation within the corporate boundaries of the District, pursuant to an ordinance held therein on July 20, 1997.

The annual requirements to amortize all debt outstanding at June 30, 1998, including interest payments of \$122,220 are as follows:

FOURCANTON AREA RECREATION DISTRICT NO. 3
 A COMPONENT UNIT OF THE THIRTEENPARISH PARISH COUNCIL
 FOURCANTON, LOUISIANA

STATE TO FINANCIAL STATEMENTS REQUIREMENTS

June 30, 1999

YEAR ENDED:	CERTIFICATE OF
<u>JUNE 30,</u>	<u>INDEBTEDNESS</u>
1999	\$ 143,868
2000	143,868
2001	143,867
2002	143,818
2003	143,808
2004	140,713
2005	144,267
2006	<u>140,263</u>
	\$1,189,332
Interest Payable	<u>221,313</u>
	\$ 1,410,645

10) Declaration of proceeds and Class of Bonds - Ad Valorem Tax

Proceeds of the 20 year special tax of 10 mills on the Order of assessed valuation on all property subject to taxation in Fourcanton Area Recreation District No. 3 (1999 collections \$533,480) are dedicated for the purpose of acquiring, constructing, improving, maintaining and/or operating recreational facilities and activities in and for Fourcanton Area Recreation District No. 3.

The District through its governing authority, adopted a resolution on April 3, 1997, authorizing the issuance of \$5,000,000 of limited tax certificates of indebtedness, Series 1997, for the purpose of purchasing and acquiring land buildings, equipment and other facilities in the District for recreation purposes. In that Resolution the proceeds of the 20 year special tax were irrevocably and irrevocably pledged and dedicated in an amount sufficient for payment of the certificates authorized and interest as they become due and for other purposes.

The said Resolution requires that the proceeds of the special tax now being levied and collected by the District is to be deposited with the District's financial agent bank in a "Sinking Fund" (Debt Service Fund) each such time as there is an deposit in the Sinking Fund sufficient proceeds of the tax to pay all principal and interest falling due on the certificate in the ensuing year. After such time as there has been accumulated in the Sinking Fund the amount described in the preceding sentence, any surplus moneys derived from the tax may be used by the District for any of the purposes for which the tax is authorized to be levied. The District shall make available from the Sinking Fund to the paying agent at least one (1) day in advance of the date on which each payment of principal and interest on the certificate falls due. Funds fully sufficient to pay promptly the principal and interest falling due on such date.

After funds have been set aside out of the revenues of the tax for each full year sufficient to pay the principal and interest on the certificates for the ensuing calendar year, and all required amounts have been deposited in the Sinking Fund,

POUNCEBOULA AREA RECREATION DISTRICT NO. 1
IS A COMPONENT UNIT OF THE THUNDERBOLT PARISH DISTRICT
POUNCEBOULA, Louisiana

NOTES TO FINANCIAL STATEMENTS CONTINUED

June 30, 1999

When any portion of annual revenues of the tax remaining for that tax roll year shall be drawn for expenditures by the District for the purposes for which the tax was authorized by the voters.

As of June 30, 1998, the District was in compliance with the certificate covenants.

19) Compliance with Certificate Covenants

The District, through its governing authority, adopted a resolution on April 2, 1997, authorizing the issuance of \$1,000,000 of Limited Tax Certificates of Indebtedness. Before 1997 for the purpose of purchasing and acquiring land, buildings, equipment and other facilities in the District for recreation purposes. That certificate resolution contained certain covenants and agreements in connection with the security and payment of the certificates. The major covenants contained in the certificate resolution and the manner in which the District has complied with those covenants is described as follows:

Sinking Fund - According to the certificate resolution, all of the shares or proceeds of the tax for each tax roll year shall be set aside in the Sinking Fund until such time as there is no deposit in the Sinking Fund sufficient proceeds of the tax to pay all principal and interest falling due on the certificates in the ensuing year.

As of June 30, 1998, the District was in compliance with this certificate covenant.

Securing of deposits of public funds - In the certificate resolution it is required that all moneys deposited with the regularly designated fiscal agent bank or banks of the District or the paying agent under the terms of the resolution shall constitute shared funds for the benefit of the owner of the certificate, and shall be secured by said financial at all times to the full extent thereof in the manner required by law for the securing of deposits of public funds.

As of June 30, 1998, the District was in compliance with this certificate covenant.

Budget - In the certificate resolution as long as the certificate is outstanding and unpaid in principal or interest, the District is required to prepare and adopt a budget prior to the beginning of each fiscal year. A copy of such budget shall be furnished within thirty (30) days after the adoption of the paying agent and owner.

As of June 30, 1998, the District was in compliance with this certificate covenant.

BOCA RATON PARK RECREATION DISTRICT NO. 2
A COMPONENT UNIT OF THE TALLAHASSEE PARKS BOARD
Tallahassee, Louisiana

NOTES TO FINANCIAL STATEMENTS (CONTINUED)

June 30, 1998

Other Requirements: The certificate resolution contains additional covenants regarding collection of tax, legal right to collection of tax, and other miscellaneous provisions.

As of June 30, 1998, the District was in compliance with these other certificate covenants in all material respects.

1301 CONSTRUCTION CONTRACT COMMITMENT

During the fiscal year ended June 30, 1998 the District entered into a contract for site preparation relative to the new recreation complex. The contract is in the amount of \$257,465. As of June 30, 1998 \$4,800 had been accrued and paid. The remainder of the contract in the amount of \$252,665 is expected to be paid out during the fiscal year ending June 30, 1999.

OTHER SUPPLEMENTARY SCHEDULES:

MINUTE OF MEETING OF THE CHAIRMAN AND BOARD OF DIRECTORS

FOURCHIEFLA AREA RECREATION DISTRICT NO. 1
 A COMPANY UNIT OF THE TRULIPAROA PARISH COUNCIL
 Fourchiesia, Louisiana

SCHEDULE OF COMPENSATION PAID THE CHAIRMAN AND BOARD OF COMMISSIONERS

June 30, 1988

Term of office - January 1, 1985 - December 31, 1989

<u>Name and Address</u>	<u>Position</u>	<u>Salary</u>	<u>Term Expires</u>
Julian Debrahe 125 Woodhaven Drive Fourchiesia, LA 70434 (504)386-4281	Chairman/ Commissioner	\$ -	April 30, 1989
Linda Myers 19832 Howeys Lane Fourchiesia, LA 70434 (504)386-3243	Secretary/ Treasurer	\$ -	n/a
Lawrence Thompson 42777 BIRCH ROAD FOURCHIESIA, LA 70434 (504)386-8388	Vice-Chairman/ Commissioner	\$ -	April 30, 1988
Richard Valley 21879 Butebrook Road Fourchiesia, LA 70434 (504)386-8178	Commissioner	\$ -	April 30, 1988
Sary Stange 178 Highland Road Fourchiesia, LA 70434 (504)386-3742	Commissioner	\$ -	April 30, 1988
Craig Kraft 28018 Edithwood Road FOURCHIESIA, LA 70434 1804188-5903	Commissioner	\$ -	April 30, 1988

See Auditor's report.

OTHER INDEPENDENT MEETINGS REPORTS
AND FINDINGS AND RECOMMENDATIONS

INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE AND
ON INTERNAL CONTROL OVER FINANCIAL REPORTING BASED ON AN AUDIT OF
GENERAL PURPOSE FINANCIAL STATEMENTS PERFORMED IN
ACCORDANCE WITH GOVERNMENT GRUING STANDARDS

Durnin & James

• CERTIFIED PUBLIC ACCOUNTANTS •

Alvin M. Durnin, CPA
Dennis S. James, CPA
M. Professional Corporation

Members
American Institute of
Certified Public Accountants

Charles E. Williams, CPA
Brian C. Bandy, CPA

Members
Society of Accountants
Certified Public Accountants

October 5, 1998

**INDEPENDENT AUDITOR'S REPORT ON COMBINED AND OR SEPARATE FINANCIAL STATEMENTS
OVER FINANCIAL STATEMENTS PREPARED ON AN AUDIT OF GENERAL PURPOSE
FINANCIAL STATEMENTS PREPARED IN ACCORDANCE WITH GOVERNMENT ACCOUNTING STANDARDS**

Mr. Julius E. Dalmondo, Chairman
and the Members of the Board of Commissioners
Ponchartraine Area Recreation District No. 3
Ponchartraine, Louisiana

We have audited the general purpose financial statements of the Ponchartraine Area Recreation District No. 3, a component unit of the Southeastern Parish Council, as of and for the year ended June 30, 1998, and have issued our report thereon dated October 5, 1998. We conducted our audit in accordance with generally accepted auditing standards, and the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States.

Compliance

As part of obtaining reasonable assurance about whether the Ponchartraine Area Recreation District No. 3's financial statements are free of material misstatement, we performed tests of the compliance with certain provisions of laws, regulations, contracts and grants, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit and, accordingly, we do not express such an opinion. The results of our tests disclosed instances of noncompliance that are required to be reported under Government Auditing Standards which are described in the accompanying schedule of findings and recommendations as item numbers 98-1, and 98-2.

Internal Control over Financial Reporting

In planning and performing our audit, we considered the Ponchartraine Area Recreation District No. 3's internal control over financial reporting in order to determine our auditing procedures for the purpose of expressing our opinion on the financial statements and risk to provide assurance on the internal control over financial reporting. However, we noted certain matters involving the internal control over financial reporting and its operation that we consider to be reportable conditions. Reportable conditions involve matters coming to our attention relating to significant deficiencies in the design or operation of the internal control over financial reporting that, in our judgment, would adversely affect the Ponchartraine Area Recreation District No. 3's ability to record, process, summarize and report financial data consistent with the assertions of management in the financial statements. Reportable conditions are described in the accompanying schedule of findings and recommendations as item number 98-3.

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A material weakness is a condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that misstatements 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. Our consideration of the internal control over financial reporting would not necessarily disclose all matters in the internal control that might be reportable conditions and, accordingly, would not necessarily disclose all reportable conditions that are also considered to be material weaknesses. However, we believe none of the reportable conditions described above is a material weakness.

This report is for the information of management and the Louisiana Legislative Auditor. This restriction is not intended to limit the distribution of this report which, upon acceptance by the Chairman and Board of Commissioners of the Mobile/Toleosa Area Recreation District No. 1, is a matter of public record.

Respectfully submitted,

Dustin L. James
DUSTIN L. JAMES, CPA
CPA's

PLANTING AND INCORPORATIONS

PARISHIANA AREA RECREATION DISTRICT NO. 1

**CURRENT YEAR AUDIT FINDINGS
FOR THE YEAR ENDED JUNE 30, 1998**

FINDINGS AND RECOMMENDATIONS

MC-1

FINDING

The District did not adopt a budget for the fiscal year ended June 30, 1998, for the general fund until after the beginning of the fiscal year. Budget procedures applicable to the District are specified in Louisiana Revised Statutes 2828:6.6, (B)(1)(a)-(1)(c).

RECOMMENDATION

We recommend the District adopt a budget for the general fund prior to the beginning of each new fiscal year.

MANAGEMENT'S RESPONSE

In management's corrective action plan dated October 13, 1998, the District stated that it intends to adopt a budget prior to the beginning of each new fiscal year. The budget will be reviewed on a quarterly basis and amended when required.

MC-2

FINDING

The District purchased materials and supplies for a public works project which exceeded \$9,500 but was less than \$15,000. The District obtained a written price quotation from a vendor prior to accepting the bid. Although not required to let this bid by public advertisement, state law requires the District to obtain a minimum of three written bids with the lowest of the three bids awarded the contract. The District did not comply with the provision of Louisiana Revised Statutes 2828:6.6, 28:2212 which requires the District to obtain three written bids for the purchase of materials and supplies exceeding \$9,500 but not exceeding \$15,000.

RECOMMENDATION

We recommend the District obtain three written bids for all purchases of materials and supplies exceeding \$9,500 but not exceeding \$15,000 as required by the Public Bid Law. All purchases of materials and supplies exceeding \$15,000 should be let by public bid.

MANAGEMENT'S RESPONSE

In management's corrective action plan dated October 13, 1998, the District indicated that it will comply with the provisions of the public bid law for all future purchases of materials and supplies.

MC-3

FINDING

The District paid for capital improvements made to a existing park which belongs to the City of Monchacolia, which city is within the boundaries of the District, but a cooperative maintenance agreement was not entered into between the District and the City.

RECOMMENDATION

We recommend the District enter into a written cooperative maintenance agreement with the City of Monchacolia setting forth the duties, responsibilities, maintenance and liabilities of each respective party in relation to the park and the capital improvements.

(CONTINUED)

PONCHESOLA AREA RECREATION DISTRICT NO. 1

CURRENT YEAR AUDIT FINDINGS

For the Year Ended June 30, 1998

FINDINGS AND RECOMMENDATIONS CONTINUED

MANAGEMENT'S RESPONSE

In management's corrective action plan dated October 22, 1998, the district stated that a written cooperative endeavor will be executed with the City of Ponchesola which will describe in detail the duties and responsibilities of each party.

CORRECTIVE ACTION PLAN FOR CURRENT YEAR AUDIT FINDINGS

Pennsylvania Joint Recreation District No. 3

COMPLETION ACTION PLAN FOR CURRENT YEAR ACTION ITEMS
FOR THE YEAR ENDED FISCAL 10, 1998

Ref.#	Description of Finding	Corrective Action Plan	Name of Contact Person	Anticipated Completion Date
98-1	Budget adopted late.	budget will be adopted before fiscal year.	Julian DeFresco	10/21/98
98-2	Bid law compliance.	Postpone public bid.	Julian DeFresco	10/21/98
98-3	Written agreement.	Sign written agreement with City of Pennsylvania.	Julian DeFresco	10/21/98

EMERGENCY SCHEDULE OF FLOOD ADJUST FINDINGS

Prozacville Area Recreation Overlay Map
 ALLEGANY COUNTY OF WEST VIRGINIA
 For the year ended June 30, 1997

Roll #	Fiscal Year	Standing Authority	Justification of Expenditures	Corrective	Class Descriptive Action	Additional
87-1	June 30, 1997	Accounted	to the District and the General Fund	Yes	Statistical Action	Explanation
87-1	June 30, 1997		The District did not adopt a budget for the General Fund.	Yes		
87-2	June 30, 1997		The District did not set aside funds in a sinking fund to pay principal and interest on debt.	Yes		