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**SULPHUR PARKS AND RECREATION
SULPHUR, LOUISIANA**

ANNUAL FINANCIAL REPORT

YEAR ENDED DECEMBER 31, 1997

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 11-23-98

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INDEPENDENT AUDITORS' REPORT

March 2, 1998

Board of Commissioners
Walpole Parks and Recreation
Walpole, Louisiana

We have audited the accompanying general purpose financial statements of Walpole Parks and Recreation, a component unit of the Calcasieu Parish Police Jury, as of and for the year ended December 31, 1997, as listed in the table of contents. These financial statements are the responsibility of Walpole Parks and Recreation 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 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 misstatements. 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 statements presentation. We believe that our audit provides a reasonable basis for our opinion.

In our opinion, the general purpose financial statements referred to in the first paragraph present fairly, in all material respects, the financial position of Walpole Parks and Recreation as of December 31, 1997, and the results of its operations for the year then ended in conformity with generally accepted accounting principles.

Our audit was made for the purpose of forming an opinion on the general purpose financial statements taken as a whole. The supplemental information listed in the table of contents is presented for purposes of additional analysis and is not a required part of the general purpose financial statements of Walpole Parks and Recreation. Such information has been subjected to the auditing procedures applied in the audit of the general purpose financial statements and, in our opinion, is fairly presented in all material respects in relation to the general purpose financial statements taken as a whole.

In accordance with Government Auditing Standards, we have also issued our report dated March 2, 1998 on our consideration of Walpole Parks and Recreation's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations and contracts.

Cracson, Casday & Gullochy

SHREVE PARKS AND RECREATION
 Shreveport, Louisiana

Combined Balance Sheet -
 All Fund Types and Account Groups

December 31, 1997

	<u>Governmental Fund Types</u>	
	<u>General</u>	<u>Debt Service</u>
ASSETS		
Cash and cash equivalents	\$ 1,318,273	\$ 140,364
Receivables:		
ad valorem tax, net	5,243,638	1,098,824
State revenue sharing	78,493	-
Inventory, at cost	24,844	-
Prepaid expenses	50,414	-
Fixed assets	-	-
Amount available in Debt Service Fund	-	-
Amount to be provided for retirement of General Long-Term Debt	-	-
TOTAL ASSETS	\$ 7,635,622	\$ 1,239,188

The accompanying notes are an integral part of the financial statements.

Governmental Fund Types	Capital Projects	Account Groups		Totals	
		GENERAL Fixed Assets	GENERAL Long-Term Debt	Memorandum Only	
				1997	1998
\$ 145	\$ -	\$ -	\$ 1,461,792	\$ 969,391	
-	-	-	3,369,813	3,358,466	
-	-	-	78,493	78,451	
-	-	-	34,544	33,384	
-	-	-	30,438	-	
-	20,887,843	-	20,887,843	18,938,860	
-	-	1,183,248	1,153,248	1,180,317	
-	-	3,871,792	3,871,792	4,234,681	
\$ 145	\$ 20,887,843	\$ 4,623,068	\$ 20,228,382	\$ 21,892,135	

Continued

SLIVERS DAMS AND RECREATION
Walton, Louisiana

Combined Balance Sheet -
All Fund Types and Account Groups (Continued)

December 31, 1991

	<u>Governmental Fund Types</u>	
	<u>General</u>	<u>Debt Service</u>
LIABILITIES AND FUND EQUITY		
LIABILITIES		
Accounts payable	\$ 195,318	\$ -
Retainage payable	-	-
Accrued liabilities	94,888	-
Deferred revenues	30,141	-
General obligation bonds payable	-	-
Total liabilities	<u>320,347</u>	<u>-</u>
FUND EQUITY		
Investment in General Fixed Assets	-	-
Fund balances:		
Reserved for inventory	24,544	-
Reserved for debt service	-	3,193,148
Unreserved - undesignated	2,380,121	-
Total fund equity	<u>2,404,665</u>	<u>3,193,148</u>
TOTAL LIABILITIES AND FUND EQUITY	\$ 2,725,012	\$ 3,193,148

The accompanying notes are an integral part of the financial statements.

Governmental Fund - Other Capital Projects	SCHEDULE EXHIBIT		Totals	
	General	General	(Memorandum Only)	
	Fixed Assets	Long-Term Debt	1,017	1,018
\$ -	\$ -	\$ -	\$ 180,010	\$ 0,310
-	-	-	-	3,837
-	-	-	84,000	88,000
-	-	-	20,500	-
<u>-</u>	<u>-</u>	<u>4,025,000</u>	<u>4,025,000</u>	<u>3,383,000</u>
<u>-</u>	<u>-</u>	<u>1,423,000</u>	<u>1,350,000</u>	<u>1,481,300</u>
-	20,857,840	-	20,857,840	20,970,940
-	-	-	20,044	20,384
-	-	-	3,150,840	3,150,317
<u>180</u>	<u>-</u>	<u>-</u>	<u>3,480,884</u>	<u>3,568,837</u>
<u>180</u>	<u>20,857,840</u>	<u>-</u>	<u>20,320,820</u>	<u>24,320,150</u>
<u>\$ 180</u>	<u>\$ 20,857,840</u>	<u>\$ 4,025,000</u>	<u>\$ 20,710,704</u>	<u>\$ 28,280,180</u>

YELLOW RIVER AND RECREATION
 RIFLE, Louisiana

Combined Statement of Revenues, Expenditures, and Changes
 in Fund Balances - All Governmental Fund Types

Year Ended December 31, 1997

	Governmental Fund Types	
	General	Edin service
REVENUES		
Ad valorem tax	\$ 1,055,453	\$ 1,411,619
State revenue sharing	78,433	-
Recreation center commissions	118,882	-
Golf course	810,179	-
Drill	20,030	-
Tennis	20,894	-
Referrals	60,254	30,897
Miscellaneous	22,874	-
Total Revenues	2,386,899	1,442,516
EXPENDITURES		
Current operating:		
Recreation	3,578,440	-
Golf course	716,739	-
Drill	42,979	-
Swimming pools	42,488	-
Tennis	30,548	-
General and administration	998,496	-
Capital outlay	-	-
Debt service:		
Interest	-	378,488
Principal retirement	-	548,088
Total expenditures	5,366,671	1,926,576
EXCESS (Deficiency) of revenues over funded expenditures	427,488	2,732
OTHER FINANCING SOURCES (USES)		
Operating transfers in	-	-
Operating transfers out	<u>118,813</u>	<u>-</u>
Total Other Financing Sources (Uses)	<u>118,813</u>	<u>-</u>
EXCESS (Deficiency) of revenues and other sources over (under) expenditures and other uses	421,477	2,732
Fund Balance - January 1	1,118,488	1,180,813
Fund Balance - December 31	\$ 1,539,965	\$ 1,183,545

The accompanying notes are an integral part of the financial statements.

Investment of Bond Trusts Capital Expenditures	Totals	
	Demonstration Fund	
	1987	1988
\$ -	\$ 3,307,803	\$ 3,307,804
-	98,453	79,453
-	318,803	341,893
-	810,178	481,004
-	35,830	41,798
-	33,884	34,317
28	133,581	311,716
-	19,371	57,564
<u>28</u>	<u>9,488,824</u>	<u>8,847,801</u>
-	2,078,440	2,389,871
-	718,128	623,887
-	41,579	42,518
-	83,880	77,651
-	18,880	32,503
-	498,484	883,881
3,414	1,408	796,860
-	279,488	321,808
-	798,588	738,582
<u>3,414</u>	<u>3,878,487</u>	<u>4,887,382</u>
(3,888)	628,843	(438,147)
18,018	18,018	898,947
-	<u>160,818</u>	<u>1,888,892</u>
<u>18,018</u>	-	-
22,834	428,860	(438,147)
<u>122,330</u>	<u>3,248,330</u>	<u>3,478,888</u>
\$ <u>122</u>	\$ <u>3,278,330</u>	\$ <u>3,248,838</u>

**WILFORD PARK AND RECREATION
WILFORD, LOUISIANA**

**Statement of Revenues, Expenditures, and Changes in Fund
Balances - Budget and Actual - General Fund**

**Year Ended December 31, 1997
with comparative Actual Amounts for Year Ended December 31, 1996**

	1997		Variance- Favorable (Unfavorable)	1996
	Budget	Actual		Actual
REVENUES				
All values tax	\$ 2,228,800	\$ 2,288,493	\$ 159,693	\$ 2,318,261
State revenue sharing	78,400	78,400	0	78,400
RECREATION CENTER				
commissions	148,800	218,802	120,002	142,802
Golf course	878,810	810,178	38,632	891,804
Swim	48,800	58,818	10,018	42,788
Tennis	28,800	28,804	0	24,217
Interest	68,800	88,288	24,288	84,247
Miscellaneous	2,500	39,812	37,312	37,884
Total Revenues	<u>2,388,210</u>	<u>2,388,895</u>	<u>122,885</u>	<u>2,313,261</u>
EXPENDITURES				
Current operating:				
Recreation	1,717,800	1,878,440	141,640	1,888,473
Golf course	727,850	718,328	39,522	612,887
Swim	88,780	82,878	6,282	82,818
Swimming pools	78,800	82,880	21,320	77,881
Tennis	38,180	38,880	14,480	32,200
General and administration	<u>348,780</u>	<u>488,480</u>	<u>47,284</u>	<u>388,881</u>
Total Expenditures	<u>2,388,210</u>	<u>2,388,476</u>	<u>218,322</u>	<u>2,858,211</u>
Excess of revenues over expenditures	0,420	427,488	618,088	188,088
OTHER FINANCING (USES)				
Local Services Agreement	-	-	-	-
Operating transfers sub-				
Total OTHER FINANCING (Uses)	<u>-</u>	<u>(18,018)</u>	<u>(18,018)</u>	<u>(18,018)</u>
Excess (deficiency) of revenues over expenditures and other uses	0,420	411,477	482,847	188,088
FUND BALANCE - January 1	<u>2,311,288</u>	<u>2,311,288</u>	<u>-</u>	<u>2,847,288</u>
FUND BALANCE - December 31	<u>\$ 2,311,288</u>	<u>\$ 2,322,865</u>	<u>\$ 111,287</u>	<u>\$ 2,811,288</u>

The accompanying notes are an integral part of the financial statements.

SULPHUR PARKS AND RECREATION
Sulphur, Louisiana

Notes to Financial Statements

DECEMBER 31, 1997

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Sulphur Parks and Recreation was created by the Calcasieu Parish Police Jury as authorized by Act 83 of 1988. The District is governed by a board of five commissioners who are appointed by the Calcasieu Parish Police Jury. The district establishes regulations governing the parks, playgrounds and community centers and provides administration, management, maintenance and operations of the facilities.

The financial statements of the District have been prepared in conformity with generally accepted accounting principles (GAAP) as applied to government 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.

1. Reporting Entity

GASB Statement No. 14 established criteria for determining the governmental reporting entity and component units that should be included within the reporting entity. For financial reporting purposes, in conformance with GASB Statement No. 14, the Sulphur Parks and Recreation includes all funds, account groups, or others, that are within the oversight responsibility of the Sulphur Parks and Recreation.

As the governing authority, for reporting purposes, the Calcasieu Parish Police Jury is the financial reporting entity. The financial reporting entity consists of (a) the primary government, (b) organizations for which the primary government is financially accountable, and (c) other organizations for which the 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 Calcasieu 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. This criteria includes:

Continued

WILFRED PARKS AND RECREATION
Bossier, Louisiana

Notes to Financial Statements - Continued

December 31, 1993

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - CONTINUED

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

Based upon the application of these criteria, Wilfred Parks and Recreation is a dependent unit of the Calcasieu Parish Police Jury's reporting entity.

2. Fund Accounting

The Wilfred Parks and Recreation uses funds and account groups to report on the 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 financial resources.

The following funds and group of accounts are used by the District:

Continued

SULPHUR DAMS AND RECREATION
Sulphur, Louisiana

Notes to Financial Statements - Continued

DECEMBER 31, 1997

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - CONTINUED

Governmental Funds:

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 these long-term obligations recorded in the general long-term obligations account group.
3. **Capital Projects Fund** - accounts for financial resources received and used for the acquisition, construction, or improvement of capital facilities not reported in the other governmental funds.

Account Groups:

General Fixed Assets Account Group:

Fixed assets of governmental funds are recorded as expenditures at the time they are purchased or constructed, and the related assets are capitalized (reported) in the general fixed assets account group. Public domain or infrastructures are not capitalized. No depreciation has been provided on general fixed assets. All fixed assets are valued at historical cost or estimated cost if historical cost is not available. Substantially all of the furniture and equipment are reported at estimated costs.

General Long-Term Debt Account Group:

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.

Continued

STATEWIDE PARKS AND RECREATION
Bossier, Louisiana

NOTES TO FINANCIAL STATEMENTS - CONTINUED

December 31, 1997

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - CONTINUED

3. Basis of Accounting

The accounting and financial reporting treatment applied to a fund is determined by its measurement focus. All governmental fund types 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.

The modified accrual basis of accounting is used by all governmental fund types. 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. A one year availability period is used for revenue recognition for all governmental fund type revenues. 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 to the debt service fund for payments to be made early in the following year.

Those revenues susceptible to accrual are property taxes, state revenue sharing and interest. Fishing pool, concessions and golf course revenues are not susceptible to accrual because generally they are not measurable until received in cash.

Transfers between funds that are not expected to be repaid (and any other financing source/uses) are accounted for as either financing sources (uses).

4. Cash

Cash includes amounts in demand deposits and time deposits 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.

(Continued)

WELSH WAKE AND ASSOCIATION
Scholar, Louisiana

Notes to Financial Statements - Continued

December 31, 1997

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - CONTINUED

These deposits are stated at cost, which approximates market. Under state law, these deposits for 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 the amount on 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, 1997, the District has \$1,842,882 in deposits (collected bank balances). These deposits are secured from risk by \$180,000 of federal deposit insurance and \$1,662,882 of pledged securities held by the custodial bank in the name of the fiscal agent bank.

5. Budgets

A budget is adopted on a basis consistent with generally accepted accounting principles for the general fund. All annual appropriations lapse at fiscal year end.

On or before the last meeting of each year, the budget is prepared by fund, function and activity, and includes information on the past year, current year estimates and requested appropriations for the next fiscal year.

The proposed budget is presented to the government's board of commissioners for review. The board holds a public hearing and may add to, subtract from or change appropriations, but may not change the form of the budget. Any changes in the budget must be within the revenues and reserves estimated.

6. Inventory

Inventory is valued at cost, which approximates market, and is determined using the FIFO method. Inventory consists of golf equipment and concessions held for resale. Inventory at year end is equally offset by fund balance reserve.

WILSON DRYING AND RECREATION
Empire, Louisiana

Notes to Financial Statements - CONTINUED

December 31, 1987

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - CONTINUED

7. Compensated Absences

Vacation time is earned at various rates depending on years of service. Earned vacation time is generally required to be used within one year of accrual and is not cumulative.

Sick leave is earned at various rates depending on years of service. Employees can accumulate up to fifteen weeks of unused sick leave. Upon retirement or termination, employees are not paid for any accumulated sick leave.

8. Total Columns on Combined Statements - Overview

Total Columns on the combined financial statements are captioned "Memorandum only" to indicate that they are presented only to facilitate financial analysis. Data in these columns do 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.

9. Comparative Data

Comparative totals for the prior year have been presented in the accompanying financial statements in order to provide an understanding of changes in the District's financial position and operations. However, presentation of prior year totals by fund type have not been presented in each of the statements since their inclusion would make the statements unduly complex and difficult to read.

NOTE B - AD VALOREM TAXES

For the year ended December 31, 1987, taxes were levied on property with taxable assessed valuations as follows:

	Approximate Valuations	Taxes
Municipal corporate payments	\$ 241,778,808	10.80 mills
State service	241,778,808	4.22 mills
		<u>15.02</u> mills

Continued

WILSON DAMS AND RECREATION
Sulphur, Louisiana

Notes to Financial Statements - Continued

December 31, 1987

NOTE B - AD VALOREM TAXES - CONTINUED

Property tax millage rates are adopted in July for the calendar year in which the taxes are levied and recorded. All taxes are due and collectible when the assessment rolls are filed on or before November 15th of the current year, and become delinquent after December 31. Property taxes not paid by the end of February are subject to lien.

NOTE C - CHANGES IN GENERAL FIXED ASSETS

A summary of changes in general fixed assets for the year ended December 31, 1987 follows:

	Balance January 1, 1987	Net Additions Deductions	Balance December 31, 1987
Recreational Facilities	\$ 18,141,380	\$ 497,450	\$ 18,638,830
Furniture and equipment	2,177,889	345,118	2,522,997
Construction in progress	388,878	(388,878)	-
Total general fixed assets	\$ 20,708,147	\$ 453,690	\$ 21,161,837

NOTE D - RETIREMENT COMMITMENTS

Full-time employees of the district are members of the Parishial Employees' Retirement System of Louisiana, a multi-employer (cost-sharing) public employee retirement system (PERS), controlled and administered by a separate board of trustees. The system is composed of two distinct plans, Plan A and Plan B, with separate assets and benefit provisions. Eligible employees of the district were members of Plan A during 1987.

Under Plan A, members with 10 years of creditable service may retire at age sixty; members with 20 years of service may retire at age fifty-five; members with 30 years of service may retire regardless of age. The retirement allowance is equal to three percent of the member's final

Continued

ELDERLY TRAILS AND RECREATION
Bossier, Louisiana

NOTES TO FINANCIAL STATEMENTS - Continued

December 31, 1987

NOTE D - RETIREMENT CONTRIBUTIONS - CONTINUED

average compensation (defined as the average of the highest consecutive 14 months) multiplied by his years of creditable service. However, any employee who was a member of the supplemental plan only prior to the revision date has the benefits earned for service credited prior to the revision date on the basis of one percent of final compensation plus two dollars per month for each year credited prior to the revision date, and three percent of final compensation for each year of service credited after the revision date. The retirement allowance may not exceed the greater of one hundred percent of a member's final salary or the final compensation.

Contributions to the System include 1/4 of 1% of the taxes shown to be collectible by the tax rolls of each parish, except Orleans and East Baton Rouge Parishes. These tax dollars are divided between Plan B and Plan A based proportionately on the salaries of the active members of each plan. State statute requires covered employees to contribute a percentage of their salaries, 2% under Plan B and 0.5% under Plan A, to the system. As provided by Louisiana Revised Statute 11:183, the employer contributions are determined by an actuarial valuation and are subject to change each year based on the results of the valuation for the prior fiscal year. The employer contributions for 1987 were 7.1% of covered employees' salaries under Plan A.

The payroll for the district employees covered by the system for the year ended December 31, 1987 was \$483,886; the district's total payroll was \$502,526. The district contributed \$48,881 to the system during the year.

NOTE E - LONG-TERM DEBT

The following is a summary of bond transactions of the district for the year ended December 31, 1987:

	Balance January 1,	ADDITIONS	DEDUCTIONS	Balance December 31
Secural obligation bond	\$ 2,623,000	\$ _____	\$ 228,000	\$ 2,395,000

Continued

SEWERAGE PLANT AND RECREATION
Bulldog, Louisiana

NOTES TO FINANCIAL STATEMENTS - Continued

December 31, 1987

NOTE 8 - LONG-TERM DEBT - CONTINUED

General obligation bond payable on December 31, 1987 is comprised of the following issues:

\$8,000,000 bonds due in annual principal
installments ranging from \$818,000 to \$1,000,000
through September 1, 2002. Interest rate is 8.25% \$ 4,618,000

Annual requirements to amortize all debt outstanding at December 31,
1987, including interest of \$768,180 are as follows:

Year ending December 31,	
1988	\$ 1,000,000
1989	1,000,000
1990	1,070,480
1991	1,000,000
1992	1,318,180
	<u>\$ 5,388,180</u>

In accordance with the 1983 \$8,000,000 bond issue, the District must spend property tax revenues within thirteen months of receipt, less agreed interest earnings within one year of receipt and must deplete funds once a year with a carryover allowed as the greater of one year's interest earnings or one-twelfth (1/12) of annual debt service.

Based on calculations on September 1, 1987, the annual principal due date, the carryover allowed was \$48,180 and the cash on hand at that date was \$180,118 or \$131,938 in excess.

The District plans to reduce future tax millages until this excess is utilized.

ELBERT PARK AND RECREATION
Lafayette, Louisiana

NOTES TO FINANCIAL STATEMENTS - Continued

December 31, 1999

NOTE F - FIRE INSURANCE

The District is exposed to various risks of loss related to theft of, damage to and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The District maintains commercial insurance coverage covering each of these risks of loss. Management believes such coverage is sufficient to preclude any significant uninsured losses to the District. Settled claims have not exceeded this commercial coverage in any of the past three fiscal years.

NOTE G - DEFERRED COMPENSATION PLAN

The District offers its employees a deferred compensation plan created in accordance with Internal Revenue Code Section 457. The plan, available to all full time employees which have been employed by the District for 12 consecutive months, permits them to defer a portion of their salaries until future years. The District will match fifty percent (50%) of the employee's contribution to a maximum of six percent (6%) of the employee's salary, not to include compensatory time or expense reimbursement. The deferred compensation is not available to employees until termination, retirement, or unforeseeable emergency. Deferred compensation is available to employees' beneficiaries in case of death.

All amounts of compensation deferred under the plan, all property and rights purchased with those amounts, and all income attributable to those amounts, property or rights are until paid or made available to the employee or other beneficiary solely the property and rights of the District (without being restricted to the provisions of benefits under the plan), subject only to the claims of the District's general creditors. Participants' rights under the plan are equal to those of general creditors of the District to an amount equal to the fair market value of the deferred amount for each participant.

In management's opinion, the City has no liability for losses under the plan. However, the District does have the duty of due care that would be required of an ordinary prudent investor. The District believes it is unlikely that it will use the assets to satisfy the claims of general creditors in the future.

GOVERNED PARKS AND RECREATION
 Sulphur, Louisiana

Statement of Expenditures - Budget and Actual -
 General Fund

Year Ended December 31, 1997

With Comparative Actual Amounts for Year Ended December 31, 1996

	1997		Variance- Favorable/ Unfavorable	1996	
	Budget	Actual		Budget	Actual
RECREATION					
capital improvements	\$ 348,000	\$ 297,817	\$ 1,083	\$ 306,150	
Chemicals and fertilizer	36,000	33,599	12,000	39,000	
Construction guaranteed	82,000	82,200	21,200	74,000	
Contract labor	88,000	88,874	1,000	81,000	
Ground improvements	38,000	48,900	5,500	42,750	
Recreation equipment	174,000	173,787	750	188,000	
Repairs and maintenance	128,000	142,488	10,000	122,000	
Salaries	550,000	492,000	43,437	489,000	
Telephone	34,000	38,000	8,000	32,200	
Utilities	170,000	158,900	31,000	182,000	
Volunteer training	5,000	-	5,000	400	
Acquisitions	103,000	28,000	6,000	82,000	
Total Recreation	\$ <u>2,217,000</u>	\$ <u>1,878,664</u>	\$ <u>181,000</u>	\$ <u>1,982,471</u>	
GOLF COURSE					
Chemicals and fertilizer	\$ 85,000	\$ 82,700	\$ 2,200	\$ 88,100	
Driving range purchases	15,000	16,078	5,000	15,100	
Ground improvements	85,000	88,500	4,100	97,100	
Miscellaneous	-	-	-	9,200	
Pro shop purchases for resale	82,000	77,900	15,100	52,100	
Repairs and maintenance	40,000	88,311	123,300	88,700	
Salaries	358,700	385,874	24,200	283,000	
Telephone	6,000	6,361	(900)	4,000	
Utilities	45,000	38,000	3,000	37,500	
Acquisitions	50,000	58,500	8,000	31,200	
Total Golf Course	\$ <u>1,117,000</u>	\$ <u>1,193,224</u>	\$ <u>40,000</u>	\$ <u>1,622,900</u>	

Continued

The accompanying notes are an integral part of the financial statements.

**PUBLIC WORKS AND RECREATION
Sulphur, Louisiana**

**Statement of Expenditures - Budget and Actual -
General Fund - continued**

Year ended December 31, 1997

With Comparative Actual Amounts For Year ended December 31, 1996

	1997		Variance- Favorable (Unfavorable)	1996
	Budget	Actual		
CRICK				
Burdeness	\$ 28,000	\$ 18,378	\$ 9,622	\$ 26,810
Shortages	100	221	(121)	28
Salaries	21,600	19,576	2,024	14,808
Tourism/entertainment expenses	800	300	500	970
Supplies	800	380	420	848
Amortizations	<u>0</u>	<u>1,450</u>	<u>850</u>	<u>-</u>
	\$ <u>30,700</u>	\$ <u>40,305</u>	\$ <u>9,605</u>	\$ <u>42,516</u>
SWIMMING POOLS				
Chemicals	\$ 7,000	\$ 4,890	\$ 2,110	\$ 5,510
Utilities	8,000	8,178	(178)	8,712
Maintenance	10,000	1,812	8,188	10,100
Joint Service Agreement	<u>12,000</u>	<u>86,300</u>	<u>74,300</u>	<u>83,720</u>
Total Swimming Pools	\$ <u>37,000</u>	\$ <u>101,170</u>	\$ <u>64,170</u>	\$ <u>104,042</u>
TRUCKS				
Commissions	\$ 4,000	\$ 4,877	\$ (877)	\$ 4,250
Supplies	3,400	1,300	2,100	880
Utilities	10,000	14,400	(4,400)	11,117
Salaries	<u>14,000</u>	<u>18,623</u>	<u>4,623</u>	<u>15,844</u>
	\$ <u>31,400</u>	\$ <u>39,200</u>	\$ <u>7,800</u>	\$ <u>36,101</u>
GENERAL AND ADMINISTRATIVE				
Bank service charges	\$ 1,000	\$ 1,300	\$ (300)	\$ 2,001
Computer expense	10,000	11,040	1,040	9,871
Insurance	200,000	200,000	0	200,000
Sanitorial supplies	20,000	11,700	8,300	24,001
Legal & professional fees	5,000	6,000	-	6,000
Miscellaneous	5,000	5,517	(517)	11,010
Office expense	10,000	22,207	(12,207)	10,000
Payroll taxes	14,000	18,200	(4,200)	18,700
Professional development	10,000	1,700	8,300	8,370
Retirement contributions	60,000	60,000	0	60,000
Safety program expense	1,000	1,700	700	1,000
Salaries	110,000	118,100	(8,100)	107,100
Amortizations	<u>-</u>	<u>4,500</u>	<u>4,500</u>	<u>4,500</u>
Total General and Administrative	\$ <u>413,000</u>	\$ <u>480,100</u>	\$ <u>67,100</u>	\$ <u>480,001</u>

The accompanying notes are an integral part of the financial statements.

BRAGSON, CLASHDAY & GULLORY, L.L.P.
CERTIFIED PUBLIC ACCOUNTANTS

B. DENNIS BRAGSON, C.P.A.
WILLIAM W. CLASHDAY, C.P.A. (SIC)
WYNDHAM GULLORY, III, C.P.A.

JOHN W. FORTNE, C.P.A.
ORAN S. GULLORY, C.P.A.
SCOTT GULLORY, C.P.A.
SEYMUR FRIED, C.P.A.
MICHAEL BUCKNER, C.P.A.
ROY VANDER, C.P.A.

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

March 2, 1998

Board of Commissioners
Bossier Parks and Recreation
Bossier, Louisiana

We have audited the general purpose financial statements of the Bossier Parks and Recreation, a component unit of the Louisiana Parish Police Jury, as of and for the year ended December 31, 1997, and have issued our report thereon dated March 2, 1998. We have conducted our audit in accordance with generally accepted auditing 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 Bossier Parks and Recreation's financial statements are free of material misstatement, we performed tests of its 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 Questioned Cost as Item I-B.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered Bossier Parks and Recreation's internal control structure over financial reporting in order to determine our auditing procedures for the purpose of expressing our opinion on the financial statements and not to provide assurance on the internal control over financial reporting. Our consideration of the internal control over

financial reporting would not necessarily disclose all matters in the internal control over financial reporting that might be material weaknesses. A material weakness is a condition in which the design or operation of one or more of the internal control structure 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. We noted no matters involving the internal control over financial reporting and its operation that we consider to be material weaknesses.

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

Angen Conley & Smith

WILSON DAVIS AND RECREATION

SCHEDULE OF FINDINGS

Year Ended December 31, 1997

3. Findings Relating to the Financial Statements Which are Required to be Reported in Accordance with Generally Accepted Governmental Auditing Standards

- A. **WARREN:** In accordance with the 1996 \$8,000,000 bond issue, the District must spend properly the proceeds within thirteen months of receipt, must spend interest earnings within one year of receipt and must deplete funds once a year with a carryover allowed at the greater of one year's interest earnings or one-third (1/3) of annual debt service. Based on calculations at September 3, 1997, the annual principal payment date, the carryover allowed was \$66,128 and the amount of cash on hand at that date was \$100,118 or \$41,887 in excess.
- B. **MANAGEMENT ERRORS:** The resulting excess is a fluctuation in the actual taxes collected versus the taxes assessed. On an ongoing basis, each year's assessed taxes be adjusted in consideration of the prior year's calculated excess.
- C. This is a report finding from prior year. Attempts are made by management each year to reduce the excess.