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Financial Report

Terrebonne Parish Recreation District No. 10

Theriot, Louisiana

December 31, 1999

Under provisions of state law, this report is a public document. A copy of the report has been submitted to the 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 08-02-00

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Terrebonne Parish Recreation District No. 10

December 31, 1999

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FINANCIAL SECTION



Bourgeois Bennett

INDEPENDENT AUDITOR'S REPORT

To the Board of Commissioners,
Terrebonne Parish Recreation District No. 10,
Theriot, Louisiana.

We have audited the accompanying general-purpose financial statements of Terrebonne Parish Recreation District No. 10 (the District), a component unit of Terrebonne Parish Consolidated Government, as of and for the year ended December 31, 1999, as listed in the table of contents. These general-purpose financial statements are the responsibility of the District's management. Our responsibility is to express an opinion on these general-purpose 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. Those 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 Terrebonne Parish Recreation District No. 10 as of December 31, 1999, 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 April 17, 2000 on our consideration of Terrebonne Parish Recreation District No. 10's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts and grants.

Bourgeois Bennett, L.L.C.

Certified Public Accountants.

Houma, La.,
April 17, 2000.

**COMBINED BALANCE SHEET -
GOVERNMENTAL FUND TYPES AND ACCOUNT GROUPS**

Terrebonne Parish Recreation District No. 10

December 31, 1999

	Governmental Fund Types		
	General	Debt Service	Capital Projects
ASSETS AND OTHER DEBITS			
Assets			
Cash	\$ 9,483	\$ 15,775	\$ 58,491
Investments	-	90,000	450,000
Receivables - taxes	11,610	11,610	-
Due from other governmental units	188,399	183,214	-
Fixed assets	-	-	-
Other Debits			
Amount available in Debt Service Fund	-	-	-
Amount to be provided for retirement of general long-term debt	-	-	-
Total assets and other debits	\$ 209,492	\$ 300,599	\$ 508,491
LIABILITIES, EQUITY AND OTHER CREDITS			
Liabilities			
Accounts payable and accrued expenditures	\$ 9,405	\$ 2,042	
Due to Terrebonne Parish Consolidated Government	3,629	-	
Due to other governmental units	427	-	
Bonds payable	-	-	
Total liabilities	13,461	2,042	
Equity and Other Credits			
Investment in general fixed assets			
Fund balances:			
Reserved - debt service	\$ -	\$ 298,557	\$ -
Unreserved	196,031	-	508,491
Total equity and other credits	196,031	298,557	508,491
Total liabilities, equity and other credits	\$ 209,492	\$ 300,599	\$ 508,491

See notes to financial statements.

Account Groups		Total (Memorandum Only)
General Fixed Assets	General Long-Term Debt	
\$ -	\$ -	\$ 83,749
-	-	540,000
-	-	23,220
-	-	371,613
1,910,022	-	1,910,022
-	298,557	298,557
-	676,443	676,443
<u>\$ 1,910,022</u>	<u>\$ 975,000</u>	<u>\$ 3,903,604</u>
	\$ -	\$ 11,447
	-	3,629
	-	427
	975,000	975,000
	<u>975,000</u>	<u>990,503</u>
\$ 1,910,022		1,910,022
-		298,557
-		704,522
<u>1,910,022</u>		<u>2,913,101</u>
<u>\$ 1,910,022</u>	<u>\$ 975,000</u>	<u>\$ 3,903,604</u>

**COMBINED STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - GOVERNMENTAL FUND TYPES**

Terrebonne Parish Recreation District No. 10

For the year ended December 31, 1999

	<u>General</u>	<u>Debt Service</u>	<u>Capital Projects</u>	<u>Total (Memorandum Only)</u>
Revenues				
Taxes - ad valorem	\$ 203,811	\$ 203,811	\$ -	\$ 407,622
Intergovernmental:				
State of Louisiana:				
State revenue sharing	7,778	-	-	7,778
Charges for services	2,609	-	-	2,609
Miscellaneous - interest	977	6,482	5,373	12,832
Total revenues	<u>215,175</u>	<u>210,293</u>	<u>5,373</u>	<u>430,841</u>
Expenditures				
Current:				
General Government:				
Ad valorem tax adjustment	4,461	769		5,230
Ad valorem tax deductions	5,996	5,996		11,992
Total general government	<u>10,457</u>	<u>6,765</u>		<u>17,222</u>
Culture and Recreation:				
Personal services	75,877			75,877
Supplies and materials	9,663			9,663
Other services and charges	21,338			21,338
Repairs and maintenance	20,161			20,161
Total culture and recreation	<u>127,039</u>			<u>127,039</u>
Debt Service:				
Principal retirement		75,000		75,000
Interest and fiscal charges		36,352		36,352
Total debt service		<u>111,352</u>		<u>111,352</u>
Capital Outlay:				
Culture and recreation			15,905	15,905
Total expenditures	<u>137,496</u>	<u>118,117</u>	<u>15,905</u>	<u>271,518</u>
Excess (deficiency) of revenues over expenditures	77,679	92,176	(10,532)	159,323
Other Financing Source				
General-obligation bond proceeds	-	-	500,000	500,000
Excess of Revenues and Other Financing Source Over Expenditures	77,679	92,176	489,468	659,323
Fund Balances				
Beginning of year	118,352	206,381	19,023	343,756
End of year	<u>\$ 196,031</u>	<u>\$ 298,557</u>	<u>\$ 508,491</u>	<u>\$ 1,003,079</u>

See notes to financial statements.

**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCES - BUDGET AND ACTUAL - GENERAL FUND**

Terrebonne Parish Recreation District No. 10

For the year ended December 31, 1999

	<u>Budget</u>	<u>Budgetary Basis</u>	<u>Variance Favorable (Unfavorable)</u>
Revenues			
Taxes - ad valorem	\$ 99,749	\$ 102,034	\$ 2,285
Intergovernmental:			
State of Louisiana:			
State revenue sharing	4,650	5,707	1,057
Charges for services	2,600	2,609	9
Miscellaneous -interest	900	1,093	193
	<u>107,899</u>	<u>111,443</u>	<u>3,544</u>
Expenditures			
Current:			
General Government:			
Ad valorem tax adjustment	540	540	
Ad valorem tax deductions	3,059	3,059	
	<u>3,599</u>	<u>3,599</u>	
Culture and Recreation:			
Personal services	78,800	75,877	2,923
Supplies and materials	9,000	9,663	(663)
Other services and charges	18,400	21,338	(2,938)
Repairs and maintenance	19,000	20,161	(1,161)
	<u>125,200</u>	<u>127,039</u>	<u>(1,839)</u>
Total culture and recreation	<u>125,200</u>	<u>127,039</u>	<u>(1,839)</u>
Total expenditures	<u>128,799</u>	<u>130,638</u>	<u>(1,839)</u>
Deficiency of Revenues Over Expenditures	(20,900)	(19,195)	1,705
Fund Balances			
Beginning of year	<u>118,352</u>	<u>118,352</u>	<u>-</u>
End of year	<u>\$ 97,452</u>	<u>\$ 99,157</u>	<u>\$ 1,705</u>

See notes to financial statements.

NOTES TO FINANCIAL STATEMENTS**Terrebonne Parish Recreation District No. 10**

December 31, 1999

Note 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The accounting policies of Terrebonne Parish Recreation District No. 10 (the District) conform to 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 following is a summary of significant accounting policies:

a) Reporting Entity

The District is a component unit of Terrebonne Parish Consolidated Government (the Parish) and as such, these financial statements will be included in the comprehensive annual financial report (CAFR) of the Parish for the year ended December 31, 1999.

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

b) Fund Accounting

The 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 related to certain government functions or activities.

A fund is a separate accounting entity with a self-balancing set of accounts. An account group, on the other hand, is a financial reporting device designed to provide accountability for certain assets and liabilities that are not recorded in the funds because they do not directly affect net expendable available financial resources.

Note 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

b) Fund Accounting (Continued)

Governmental Funds

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

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

Debt Service Fund - The Debt Service Fund is 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 - The Capital Projects Fund is used to account for financial resources to be used for the acquisition and construction of major capital facilities.

Account Groups

Account groups are used to establish accounting control and accountability. The District's Account Groups are as follows:

General Fixed Assets Account Group - This account group is used to account for fixed assets not accounted for in proprietary or trust funds.

General Long-Term Debt Account Group - This account group is used to account for general long-term debt and certain other liabilities that are not specific liabilities of proprietary or trust funds.

Note 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

c) Basis of Accounting

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

All Governmental Funds are accounted for using the modified accrual basis of accounting. Their revenues are recognized when they become measurable and available as net current assets. Ad valorem taxes and the related state revenue sharing (Intergovernmental revenue) are considered "measurable" at the time of levy. Charges for services are recorded when earned since they are measurable and available. Miscellaneous revenues are recorded as revenues when received in cash by the District or an intermediary collecting agency because they are generally not measurable until actually received.

Expenditures are generally recognized under the modified accrual basis of accounting when the related fund liability is incurred. An exception to this general rule is principal and interest on general long-term debt which is recognized when due.

d) Use of Estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

e) Operating Budgetary Data

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

Note 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

e) Operating Budgetary Data (Continued)

The Statement of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual - Governmental Fund Type-General Fund is presented on the budgetary basis to provide a comparison of actual results with the budget. The major differences between the GAAP basis and budgetary basis are that:

Revenues are recorded when measurable and available (GAAP basis), except for the increase in ad valorem taxes (described in Note 3) and the state associated revenue sharing and expenditures for adjustments and deductions which are recognized when the tax increase is received in cash (cash basis).

The adjustments necessary to convert the results of operations for the year from the GAAP basis to the budgetary basis for the general fund are as follows:

	<u>Excess (Deficiency) of Revenues and Other Financing Source Over Expenditures</u>
GAAP basis (as reported)	\$ <u>77,679</u>
Adjustments:	
Revenues:	
Taxes	(101,777)
Intergovernmental	(2,071)
Miscellaneous - interest	<u>116</u>
Total revenue adjustments	<u>(103,732)</u>
Expenditures:	
Current:	
General government:	
Ad valorem tax adjustments and deductions	<u>6,858</u>
Budgetary basis	\$ <u>(19,195)</u>

Note 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

f) Accounts Receivable

The financial statements for the District contain no allowance for uncollectible accounts. Uncollectible amounts due for ad valorem taxes and other receivables are recognized as bad debts at the time information becomes available which would indicate the uncollectibility of the particular receivable. These amounts are not considered to be material in relation to the financial position or operations of the funds.

g) Investments

Investments consist of certificates of deposit which are stated at cost and approximates market value.

h) Fixed Assets

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

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

All fixed assets are valued at historical cost.

i) Long-Term Debt

Long-term debt is recognized as a liability of a Governmental Fund when due, or when resources have been accumulated in the Debt Service Fund for payment early in the following year. For other long-term obligations, only that portion expected to be financed from unexpendable available financial resources is reported as a fund liability of a Governmental Fund. The remaining portion of such obligations is reported in the General Long-Term Debt Account Group.

Note 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

j) Vacation and Sick Leave

Accumulated vacation and sick leave is recorded as an expenditure of the period in which paid in all Governmental Funds.

Employees of the District can earn 96 hours or 136 hours of vacation leave, depending on their length of employment. Accumulated vacation leave is due to the employee at the time of termination or death. The vacation policy provides that employees are to take vacation within one year of being earned, with no carryforward provisions. Hours forfeited are transferred to retirement for participants of the Parochial Employees' Retirement System. There is no material accumulated vacation at December 31, 1999.

Employees of the District earn 56 hours sick leave per year and are permitted to accumulate a maximum of 480 hours. Upon retirement, sick leave is paid to employees at one half of their accumulated sick leave to a maximum of 240 hours. The hours greater than the 240 hours are used in the computation of monthly retirement benefits. There is no accumulated sick leave at December 31, 1999.

k) Encumbrances

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

l) Fund Equity

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

j) Memorandum Only - Total Columns

The total columns on the general-purpose financial statements are captioned "Memorandum Only" because they do not represent consolidated financial information and are presented only to facilitate financial analysis. The columns do not present information that reflects financial position or results of operations, in accordance with generally accepted accounting principles. Interfund eliminations have not been made in the aggregation of this data.

Note 2 - DEPOSITS

Louisiana state law allows all political subdivisions to invest excess funds in obligations of the United States, certificates of deposit of state or national banks having their principal office in Louisiana or any other federally insured investment.

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

Cash and deposits are categorized into three categories of credit risk.

Category 1 includes deposits covered by federal depository insurance or by collateral held by the District or its agent in the District's name.

Category 2 includes deposits covered by collateral held by the pledging financial institution's trust department or its agent in the District's name.

Category 3 includes deposits covered by collateral held by the pledging financial institution or its trust department or agents but not in the District's name.

The year end bank balances of deposits and the carrying amounts as shown on the combined balance sheet are follows:

	Bank Balances			Book Balance
	Category			
	1	2	3	
Cash	\$ 83,888	\$ -	\$ -	\$ 83,749
Investments:				
Certificates of deposit	<u>190,000</u>	<u>-</u>	<u>350,000</u>	<u>540,000</u>
Totals	<u>\$273,888</u>	<u>\$ -</u>	<u>\$350,000</u>	<u>\$623,749</u>

Note 2 - DEPOSITS (Continued)

At December 31, 1999, cash and certificates of deposit in excess of the FDIC insurance were collateralized with securities held by an unaffiliated bank in the account of the District. The Governmental Accounting Standards Board (GASB), which promulgates the standards for accounting and financial reporting for state and local governments, considers these securities uncollateralized. Even though the pledged securities are considered uncollateralized under the provisions of GASB Statement 3, Louisiana Revised Statute 39:1229 imposes a statutory requirement on the custodial bank to advertise and sell the pledged securities within 10 days of being notified by the depositor that the fiscal agent has failed to pay deposited funds upon demand.

Note 3 - PROPERTY TAXES

Property taxes are levied each November 1 on the assessed value listed as of the prior January 1 for all real property, merchandise and movable property located in the Parish. Assessed values are established by the Terrebonne Parish Assessor's Office and the State Tax Commission at percentages of actual value as specified by Louisiana law. A reevaluation of all property is required to be completed no less than every four years. The last reevaluation was completed for the list of January 1, 1996. Taxes are due and payable December 31 with interest being charged on payments after January 1. Taxes can be paid through the tax sale date, which is the last Wednesday in June. Properties for which the taxes have not been paid are sold for the amount of the taxes. The tax rate for the year ended December 31, 1999 was increased from \$5.80 to \$10.00 per \$1,000 of assessed valuation on property within Recreation District No. 10 for the purpose of maintaining and operating recreational facilities within the District. Also in 1999, the District increased the tax rate for the payment of debt principal and interest from \$1.00 to \$10.00 per \$1,000 of assessed valuation.

Note 4 - DUE TO AND FROM OTHER GOVERNMENTAL UNITS

Amounts due from other governmental units at December 31, 1999 consisted of the following:

	<u>General Fund</u>	<u>Debt Service Fund</u>
State of Louisiana -		
State revenue sharing	\$ 5,186	\$ -
Terrebonne Parish Tax Collector -		
December, 1999 collections remitted to the District in January, 2000:		
Ad valorem taxes	<u>183,213</u>	<u>183,214</u>
Totals	<u>\$188,399</u>	<u>\$183,214</u>

Amounts due to other governmental units at December 31, 1999 consisted of the following:

Terrebonne Parish School Board	<u>\$427</u>
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Note 5 - CHANGES IN FIXED ASSETS

A summary of changes in fixed assets follows:

	<u>Balance January 1, 1999</u>	<u>Additions</u>	<u>Balance December 31, 1999</u>
Land and buildings	\$1,642,987	\$ -	\$1,642,987
Improvements other than buildings	154,747	1,205	155,952
Machinery and equipment	98,141	-	98,141
Office furniture, fixtures and equipment	<u>12,942</u>	<u>-</u>	<u>12,942</u>
Totals	<u>\$1,908,817</u>	<u>\$1,205</u>	<u>\$1,910,022</u>

Note 6 - LONG-TERM DEBT

At December 31, 1999, the District had outstanding general obligation bonds (series 1989) totaling \$475,000 bearing interest at rates ranging from 6.9% to 7.0% per year, which are repayable through March 1, 2004 primarily from ad valorem tax revenues. During 1999 the District issued general obligation bonds (series 1999) totaling \$500,000 at a fixed annual interest rate of 5.25%, which are repayable through March 1, 2014 primarily from ad valorem tax revenues.

The following is a summary of bond transactions of the District for the year ended December 31, 1999:

Bonds payable at January 1, 1999	\$550,000
Bonds issued	500,000
Bonds retired	<u>(75,000)</u>
 Bonds payable at December 31, 1999	 <u>\$975,000</u>

The annual requirements to amortize all long-term debt outstanding at December 31, 1999 are as follows:

<u>Year</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2000	\$ 90,000	\$ 54,356	\$ 144,356
2001	110,000	49,744	159,744
2002	120,000	42,131	162,131
2003	130,000	33,819	163,819
2004	140,000	24,850	164,850
2005 - 2009	165,000	80,194	245,194
2010 - 2014	<u>220,000</u>	<u>30,187</u>	<u>250,187</u>
 Totals	 <u>\$975,000</u>	 <u>\$315,281</u>	 <u>\$1,290,281</u>

Note 7 - DEFINED BENEFIT PENSION PLAN

Plan Description - The District contributes to Plan B of the Parochial Employees' Retirement System of Louisiana (the System), a cost-sharing multiple-employer defined benefit public employee retirement system (PERS), which is controlled and administered by a separate Board of Trustees. The System provides retirement, deferred and disability benefits, survivor's benefits and cost of living adjustments to plan members and beneficiaries. ACT 205 of the 1952 Louisiana Legislative Session established the plan. The System is governed by Louisiana Revised Statutes, 11:1901 through 11:2015, specifically, and other general laws of the State of Louisiana. The System issues a publicly available financial report that includes financial statements and required supplementary information for the System. The report may be obtained by writing to Parochial Employees' Retirement System of Louisiana, P.O. Box 14619, Baton Rouge, Louisiana, 70898-4619.

Funding Policy - Plan members are required to contribute 2% of their annual covered salary less \$100 per month and the District is required to contribute at an actuarially determined rate. The current rate is 2.5% of annual payroll. The contribution requirements of plan members and the District are established and may be amended by state statute. The District's contributions to the System for the years ending December 31, 1999, 1998 and 1997 were \$681 each year, equal to the required contributions for each year.

Note 8 - RISK MANAGEMENT

The District is exposed to various risks of loss related to workers' compensation; torts; theft of, damage to and destruction of assets; errors and omissions; natural disasters; and group health benefits for which the District carries commercial insurance and also participates in the Parish's risk management program for general liability, workers' compensation and group insurance. No settlements were made during the year that exceeded the District's insurance coverage. The District's premiums for general liability are based on various factors such as operations and maintenance budget, exposure and claims experience. The premiums for workers' compensation are based on a fixed percentage of payroll. The premiums for group insurance are based on a fixed rate per employee. The Parish handles all claims filed against the District. The District could have additional exposure for claims in excess of the Parish's insurance contracts as described on the next page:

Note 8 - RISK MANAGEMENT (Continued)

<u>Policy</u>	<u>Coverage Limits</u>
General Liability	\$6,500,000
Workers' Compensation	Statutory
Group Insurance	\$1,125,000

Coverage for claims in excess of the above stated limits are to be funded first by assets of the Parish's risk management internal service fund, \$122,294 for general liability and workers' compensation and \$3,069,030 for group insurance at December 31, 1998, then secondly by the District. At December 31, 1999, the District had no claims in excess of the above coverage limits.

Note 9 - COMPENSATION OF BOARD MEMBERS

The following amounts were paid to Board Members for the year ended December 31, 1999:

<u>Board Members</u>	<u>Number of Meetings Attended</u>	<u>Per Diem</u>
Arthur Bishop	3	\$ 30
Steve Falcon	9	90
Charlene Hebert	11	110
Danny Leblanc	9	90
Burt Poiencot	11	110
Wayne Theriot	10	100
David Vice	10	<u>100</u>
Total		<u>\$630</u>

SUPPLEMENTARY INFORMATION SECTION



Bourgeois Bennett

INDEPENDENT AUDITOR'S REPORT ON ADDITIONAL INFORMATION

To the Board of Commissioners,
Terrebonne Parish Recreation District No. 10,
Theriot, Louisiana.

Our report on our audit of the general-purpose financial statements of Terrebonne Parish Recreation District No. 10 (the District) for the year ended December 31, 1999, appears on page 1. That audit was conducted for the purpose of forming an opinion on such financial statements taken as a whole. The information contained in the schedule of revenues and expenditures and graphs of revenues and expenditures for the year ended December 31, 1999 is presented for purposes of additional analysis and is not a required part of the general-purpose financial statements. 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 stated in all material respects in relation to the general-purpose financial statements for the year ended December 31, 1999, taken as a whole.

We also have previously audited, 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, the balance sheets of Terrebonne Parish Recreation District No. 10 as of December 31, 1998 and 1997, and the related statements of revenues, expenditures and changes in fund balance for each of the two years in the period ended December 31, 1998 (none of which is presented herein), and we expressed unqualified opinions on those financial statements. In our opinion, the information presented in the schedule of revenues and expenditures and graphs of revenues and expenditures for the years ended December 31, 1998 and 1997 is fairly stated in all material respects in relation to the general-purpose financial statements from which it has been derived.

Bourgeois Bennett, L.L.C.

Certified Public Accountants.

Houma, La.,
April 17, 2000.

SCHEDULE OF REVENUES AND EXPENDITURES**Terrebonne Parish Recreation District No. 10**

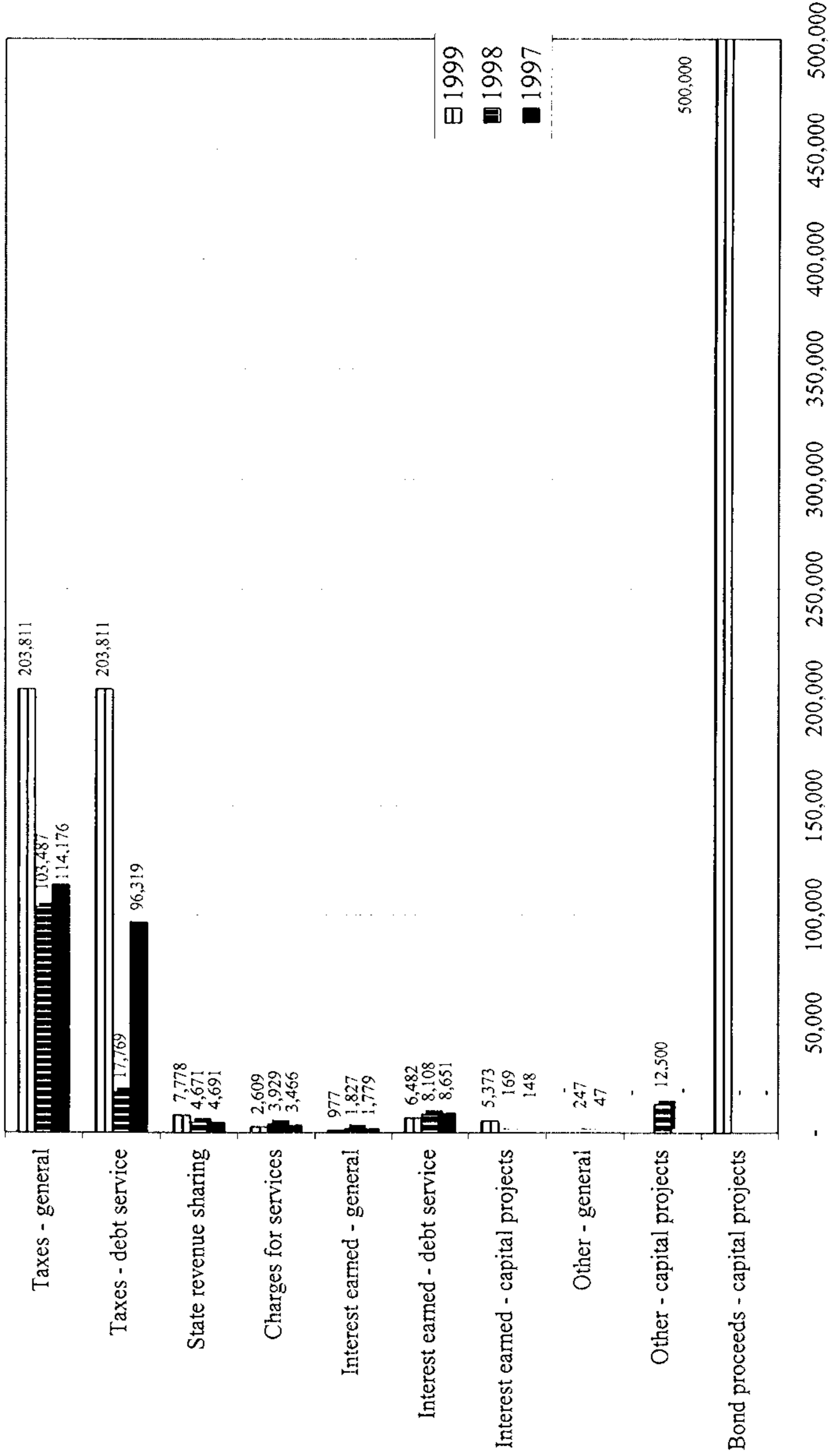
For the years ended December 31, 1999, 1998 and 1997

	<u>1999</u>	<u>1998</u>	<u>1997</u>
REVENUES			
Taxes - general	\$ 203,811	\$ 103,487	\$ 114,176
Taxes - debt service	203,811	17,769	96,319
State revenue sharing	7,778	4,671	4,691
Charges for services	2,609	3,929	3,466
Interest earned - general	977	1,827	1,779
Interest earned - debt service	6,482	8,108	8,651
Interest earned - capital projects	5,373	169	148
Other - general	-	247	47
Other - capital projects	-	12,500	-
Bond proceeds - capital projects	500,000	-	-
	<u> </u>	<u> </u>	<u> </u>
Total revenues	<u>\$ 930,841</u>	<u>\$ 152,707</u>	<u>\$ 229,277</u>
EXPENDITURES			
General government - general	\$ 10,457	\$ 3,599	\$ 6,385
General government - debt service	6,765	982	5,575
Personal services	75,877	74,367	70,115
Supplies and materials	9,663	11,784	11,705
Other services and charges	21,338	21,441	18,952
Repairs and maintenance	20,161	15,365	10,614
Capital expenditures	-	9,116	9,680
Principal retirement	75,000	70,000	65,000
Interest and fiscal charges	36,352	41,288	45,861
Capital outlay	15,905	4,182	795
	<u> </u>	<u> </u>	<u> </u>
Total expenditures	<u>\$ 271,518</u>	<u>\$ 252,124</u>	<u>\$ 244,682</u>

REVENUES

Terrebonne Parish Recreation District No. 10

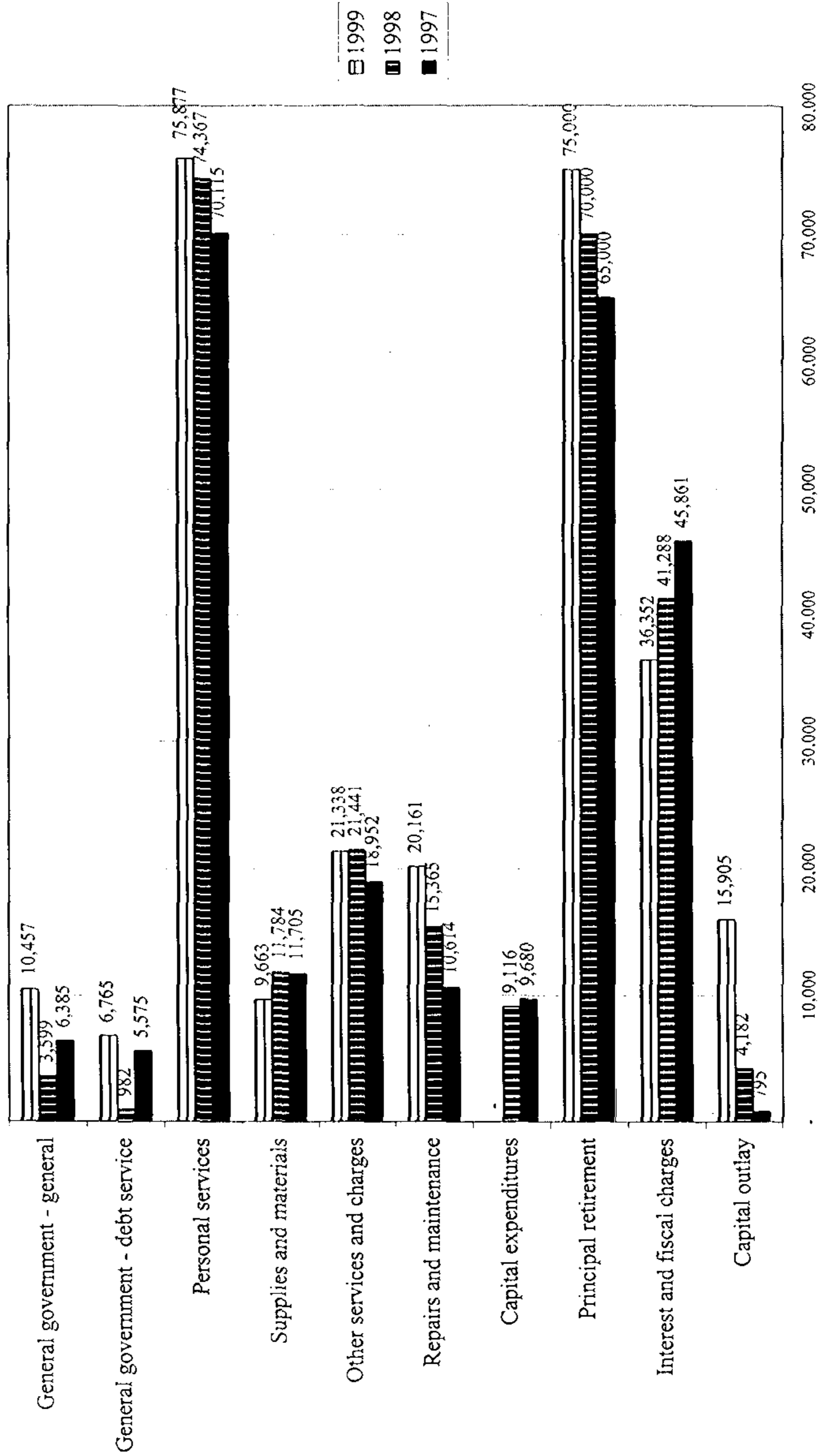
For the years ended December 31, 1999, 1998 and 1997



EXPENDITURES

Terrebonne Parish Recreation District No. 10

For the years ended December 31, 1999, 1998 and 1997



SPECIAL REPORTS OF CERTIFIED PUBLIC ACCOUNTANTS



Bourgeois Bennett

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

To the Board of Commissioners,
Terrebonne Parish Recreation District No. 10,
Theriot, Louisiana.

We have audited the general-purpose financial statements of Terrebonne Parish Recreation District No. 10 (the District), a component unit of Terrebonne Parish Consolidated Government, as of and for the year ended December 31, 1999, and have issued our report thereon dated April 17, 2000. 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 District's general-purpose 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 no instances of noncompliance that are required to be reported under Government Auditing Standards.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered the District's internal control over financial reporting in order to determine our auditing procedures for the purpose of expressing our opinion on the general-purpose 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 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 operations that we consider to be material weaknesses.

This report is intended for the information of the Board of Commissioners, management and the Legislative Auditor for the State of Louisiana and is not intended to be and should not be used by anyone other than these specified parties.

Bourgeois Bennett, L.L.C.

Certified Public Accountants.

Houma, La.,
April 17, 2000.

REPORTS BY MANAGEMENT

SCHEDULE OF PRIOR YEAR FINDINGS

Terrebonne Parish Recreation District No. 10

For the year ended December 31, 1999

Section I Internal Control and Compliance Material to the General-Purpose Financial Statements

Internal Control

No material weaknesses were reported during the audit for the year ended December 31, 1998.
No reportable conditions were reported during the audit for the year ended December 31, 1998.

Compliance

No compliance findings material to the general-purpose financial statements were noted during the audit for the year ended December 31, 1998.

Section II Internal Control and Compliance Material to Federal Awards

Terrebonne Parish Recreation District No. 10 did not receive federal awards during the year ended December 31, 1998.

Section III Management Letter

A management letter was not issued in connection with the audit for the year ended December 31, 1998.

MANAGEMENT'S CORRECTIVE ACTION PLAN

Terrebonne Parish Recreation District No. 10

For the year ended December 31, 1999

Section I Internal Control and Compliance Material to the General-Purpose Financial Statements

Internal Control

No material weaknesses were noted during the audit for the year ended December 31, 1999.
No reportable conditions were reported during the audit for the year ended December 31, 1999.

Compliance

No compliance findings material to the general-purpose financial statements were noted during the audit for the year ended December 31, 1999.

Section II Internal Control and Compliance Material to Federal Awards

Terrebonne Parish Recreation District No. 10 did not receive federal awards during the year ended December 31, 1999.

Section III Management Letter

A management letter was not issued in connection with the audit for the year ended December 31, 1999.