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RECREATION DISTRICT NO. 2  
OF LIVINGSTON PARISH

REPORT ON AUDIT OF  
COMPONENT UNIT FINANCIAL STATEMENTS

DECEMBER 31, 1999 AND 1998

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 JUL 7 9 2000

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**Hannis T. Bourgeois, L.L.P.**

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February 14, 2000

INDEPENDENT AUDITOR'S REPORT

Board of Commissioners  
Recreational District No. 2 of  
Livingston Parish  
Livingston Parish Council  
Watson, Louisiana

We have audited the accompanying component unit only financial statements of the Recreation District No. 2 of Livingston Parish, Louisiana, a component unit of the Livingston Parish Council, as of and for the years ended December 31, 1999 and 1998. These financial statements are the responsibility of the District'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 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 component unit financial statements referred to above present fairly, in all material respects, the financial position of the Recreation District No. 2 of Livingston Parish, Louisiana as of December 31, 1999 and 1998, and the results of its operations for the years then ended in conformity with generally accepted accounting principles.

In accordance with Government Auditing Standards, we have also issued our report dated February 14, 2000, on our consideration of the Recreation District No. 2 of Livingston Parish's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts and grants.

Recreation District No. 2 of  
Livingston Parish

Our audit was made for the purpose of forming an opinion on the component unit financial statements taken as a whole. The individual fund and individual account group financial statements and the supplementary information and schedules listed in the table of contents are presented for purposes of additional analysis and are not a required part of the component unit financial statements of the Recreation District No. 2 of Livingston Parish, Louisiana. Such information has been subjected to the auditing procedures applied in the examination of the component unit financial statements, and, in our opinion, is fairly stated in all material respects in relation to the component unit financial statements taken as a whole.

Respectfully submitted,

*Hannis A. Bourgeois, L.L.P.*

COMPONENT UNIT FINANCIAL STATEMENTS  
(COMBINED STATEMENTS - OVERVIEW)

Recreation District No. 2 of  
Livingston Parish

COMBINED BALANCE SHEET - ALL FUND TYPES AND ACCOUNT GROUPS

December 31, 1999

ASSETS	GOVERNMENTAL FUND TYPE		
	GENERAL	DEBT SERVICE	CAPITAL PROJECTS
Cash and Cash Equivalents	\$ 28,559	\$ -	\$ -
Property Tax Receivables	122,936	-	-
Fixed Assets	-	-	-
Amount to be Provided for Retirement of General Long-Term Debt	-	-	-
Total Assets	\$151,495	\$ -	\$ -
<b>LIABILITIES AND FUND EQUITY</b>			
Liabilities:			
Accounts Payable	\$ 7,443	\$ -	\$ -
General Obligation Certificate of Indebtedness	-	-	-
Total Liabilities	7,443	-	-
Fund Equity:			
Investment in General Fixed Assets	-	-	-
Fund Balance:			
Unreserved - Undesignated	144,052	-	-
Total Fund Equity	144,052	-	-
Total Liabilities and Fund Equity	\$151,495	\$ -	\$ -

The accompanying notes constitute an integral part of this statement.



<u>ACCOUNT GROUPS</u>		
<u>GENERAL FIXED ASSETS</u>	<u>GENERAL LONG-TERM DEBT</u>	<u>TOTAL (MEMORANDUM ONLY)</u>
\$ -	\$ -	\$ 28,559
-	-	122,936
455,293	-	455,293
<u>-</u>	<u>155,000</u>	<u>155,000</u>
<u>\$455,293</u>	<u>\$155,000</u>	<u>\$761,788</u>
\$ -	\$ -	\$ 7,443
<u>-</u>	<u>155,000</u>	<u>155,000</u>
-	155,000	162,443
455,293	-	455,293
<u>-</u>	<u>-</u>	<u>144,052</u>
<u>455,293</u>	<u>-</u>	<u>599,345</u>
<u>\$455,293</u>	<u>\$155,000</u>	<u>\$761,788</u>

Recreation District No. 2 of  
Livingston Parish

COMBINED BALANCE SHEET - ALL FUND TYPES AND ACCOUNT GROUPS

December 31, 1998

ASSETS	GOVERNMENTAL FUND TYPE		
	GENERAL	DEBT SERVICE	CAPITAL PROJECTS
	Cash and Cash Equivalents	\$ 17,281	\$ -
Property Tax Receivables	105,243	-	-
Fixed Assets	-	-	-
Amount to be Provided for Retirement of General Long-Term Debt	-	-	-
Total Assets	\$122,524	\$ -	\$ -
<b>LIABILITIES AND FUND EQUITY</b>			
Liabilities:			
Accounts Payable	\$ 5,283	\$ -	\$ -
General Obligation Certificate of Indebtedness	-	-	-
Total Liabilities	5,283	-	-
Fund Equity:			
Investment in General Fixed Assets	-	-	-
Fund Balance:			
Unreserved - Undesignated	117,241	-	-
Total Fund Equity	117,241	-	-
Total Liabilities and Fund Equity	\$122,524	\$ -	\$ -

The accompanying notes constitute an integral part of this statement.

<u>ACCOUNT GROUPS</u>		
<u>GENERAL</u>	<u>GENERAL</u>	<u>TOTAL</u>
<u>FIXED</u>	<u>LONG - TERM</u>	<u>(MEMORANDUM</u>
<u>ASSETS</u>	<u>DEBT</u>	<u>ONLY)</u>
\$ -	\$ -	\$ 17,281
-	-	105,243
429,193	-	429,193
<u>-</u>	<u>175,000</u>	<u>175,000</u>
<u>\$429,193</u>	<u>\$175,000</u>	<u>\$726,717</u>
<u>-----</u>	<u>-----</u>	<u>-----</u>
\$ -	\$ -	\$ 5,283
<u>-</u>	<u>175,000</u>	<u>175,000</u>
-	175,000	180,283
429,193	-	429,193
<u>-</u>	<u>-</u>	<u>117,241</u>
<u>429,193</u>	<u>-</u>	<u>546,434</u>
<u>-----</u>	<u>-----</u>	<u>-----</u>
\$429,193	\$175,000	\$726,717
<u>-----</u>	<u>-----</u>	<u>-----</u>

Recreation District No. 2 of  
Livingston Parish

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

For the Year Ended December 31, 1999

	GOVERNMENTAL FUND TYPE			TOTAL (MEMORANDUM ONLY)
	GENERAL	DEBT SERVICE	CAPITAL PROJECTS	
Revenues:				
Ad Valorem Tax, Net	\$ 124,174	\$ -	\$ -	\$124,174
Ballfield Rental	2,889	-	-	2,889
Interest	1,188	-	-	1,188
Concessions	9,619	-	-	9,619
Miscellaneous and Donations	500	-	-	500
Total Revenues	138,370	-	-	138,370
Expenditures:				
General Government:				
Payroll and Payroll Taxes	22,677	-	-	22,677
Bad Debt	909	-	-	909
Insurance	4,038	-	-	4,038
Legal and Accounting	4,316	-	-	4,316
Miscellaneous	77	-	-	77
Assessor's Pension Fund	4,569	-	-	4,569
Repairs and Maintenance	16,559	-	-	16,559
Supplies and Small Equipment	95	-	-	95
Travel	473	-	-	473
Utilities	3,084	-	-	3,084
Capital Outlay	26,100	-	-	26,100
Debt Service:				
Principal Retirement	20,000	-	-	20,000
Interest and Fiscal Charges	8,662	-	-	8,662
Total Expenditures	111,559	-	-	111,559
Excess (Deficiency) of Revenues over Expenditures	26,811	-	-	26,811
Fund Balances at Beginning of Year	117,241	-	-	117,241
Fund Balances at End of Year	\$ 144,052	\$ -	\$ -	\$ 144,052

The accompanying notes constitute an integral part of this statement.

Recreation District No. 2 of  
Livingston Parish

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

For the Year Ended December 31, 1998

	GOVERNMENTAL FUND TYPE			TOTAL (MEMORANDUM ONLY)
	GENERAL	DEBT SERVICE	CAPITAL PROJECTS	
Revenues:				
Ad Valorem Tax, Net	\$ 112,128	\$ -	\$ -	\$112,128
Ballfield Rental	2,905	-	-	2,905
Interest	1,314	29	-	1,343
Concessions	5,185	-	-	5,185
Miscellaneous and Donations	9	-	-	9
Total Revenues	121,541	29	-	121,570
Expenditures:				
General Government:				
Payroll and Payroll Taxes	17,182	-	-	17,182
Bad Debt	1,411	-	-	1,411
Insurance	2,540	-	-	2,540
Legal and Accounting	6,720	-	-	6,720
Miscellaneous	145	-	-	145
Assessor's Pension Fund	4,189	-	-	4,189
Repairs and Maintenance	14,564	-	-	14,564
Supplies and Small Equipment	1,022	-	-	1,022
Utilities	4,221	-	-	4,221
Capital Outlay	8,016	3,952	-	11,968
Debt Service:				
Principal Retirement	20,000	-	-	20,000
Interest and Fiscal Charges	9,713	-	-	9,713
Total Expenditures	89,723	3,952	-	93,675
Excess (Deficiency) of Revenues over Expenditures	31,818	(3,923)	-	27,895
Fund Balances at Beginning of Year	85,423	3,923	-	89,346
Fund Balances at End of Year	\$ 117,241	\$ -	\$ -	\$ 117,241

The accompanying notes constitute an integral part of this statement.

Recreation District No. 2 of  
Livingston Parish

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCE - BUDGET (GAAP BASIS) AND ACTUAL - GENERAL FUND

For the Year Ended December 31, 1999

	GENERAL FUND		
	BUDGET	ACTUAL	VARIABLE- FAVORABLE (UNFAVORABLE)
Revenues:			
Ad Valorem Tax, Net	\$ 109,100	\$ 124,174	\$ 15,074
Ballfield Rental	2,700	2,889	189
Interest	1,250	1,188	(62)
Concessions	9,800	9,619	(181)
Miscellaneous and Donations	500	500	-
Total Revenues	123,350	138,370	15,020
Expenditures:			
General Government:			
Payroll and Payroll Taxes	23,330	22,677	653
Bad Debt	-	909	(909)
Insurance	4,050	4,038	12
Legal and Accounting	4,300	4,316	(16)
Miscellaneous	150	77	73
Assessor's Pension Fund	4,200	4,569	(369)
Repairs and Maintenance	15,400	16,559	(1,159)
Supplies and Small Equipment	100	95	5
Travel	500	473	27
Utilities	3,240	3,084	156
Capital Outlay	26,500	26,100	400
Debt Service:			
Principal Retirement	20,000	20,000	-
Interest and Fiscal Charges	8,660	8,662	(2)
Total Expenditures	110,430	111,559	(1,129)
Excess (Deficiency) of Revenues over Expenditures	12,920	26,811	13,891
Fund Balance at Beginning of Year	117,241	117,241	-
Fund Balance at End of Year	\$ 130,161	\$ 144,052	\$ 13,891

The accompanying notes constitute an integral part of this statement.

Recreation District No. 2 of  
Livingston Parish

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCE - BUDGET (GAAP BASIS) AND ACTUAL - GENERAL FUND

For the Year Ended December 31, 1998

	GENERAL FUND		
	BUDGET	ACTUAL	VARIABLE- FAVORABLE (UNFAVORABLE)
Revenues:			
Ad Valorem Tax, Net	\$ 93,150	\$ 112,128	\$ 18,978
Ballfield Rental	3,100	2,905	(195)
Interest	1,340	1,314	(26)
Concessions	5,100	5,185	85
Miscellaneous and Donations	10	9	(1)
Total Revenues	102,700	121,541	18,841
Expenditures:			
General Government:			
Payroll and Payroll Taxes	18,200	17,182	1,018
Bad Debt	-	1,411	(1,411)
Insurance	2,350	2,540	(190)
Legal and Accounting	6,700	6,720	(20)
Miscellaneous	150	145	5
Assessor's Pension Fund	3,600	4,189	(589)
Repairs and Maintenance	16,500	14,564	1,936
Supplies and Small Equipment	1,027	1,022	5
Utilities	4,200	4,221	(21)
Capital Outlay	8,000	8,016	(16)
Debt Service:			
Principal Retirement	20,000	20,000	-
Interest and Fiscal Charges	9,713	9,713	-
Total Expenditures	90,440	89,723	717
Excess (Deficiency) of Revenues over Expenditures	12,260	31,818	19,558
Fund Balance at Beginning of Year	85,423	85,423	-
Fund Balance at End of Year	\$ 97,683	\$ 117,241	\$ 19,558

The accompanying notes constitute an integral part of this statement.

Recreation District No. 2 of  
Livingston Parish

NOTES TO THE FINANCIAL STATEMENTS

December 31, 1999 and 1998

(1) Summary of Significant Accounting Policies -

The Recreation District No. 2 "the District" is a body corporate created by the Livingston Parish Council (formally Livingston Parish Police Jury), as provided by Louisiana Revised Statutes. The District is governed by a board of five commissioners who are appointed by the Livingston Parish Council.

The financial statements of the District have been prepared in accordance with generally accepted accounting principles (GAAP) as applied to governmental units. The Governmental Accounting Standards Board (GASB), is the standard-setting body for governmental accounting and financial reporting. On June 30, 1999, the GASB issued a codification of the existing Governmental Accounting and Financial Reporting Standards which, along with subsequent GASB pronouncements (Statements and Interpretations), constitutes GAAP for governmental units. The more significant of these accounting policies are described below and, where appropriate, subsequent pronouncements will be referenced.

A. Financial Reporting Entity

This report includes all funds and account groups which are controlled by or dependent on the District's Board of Commissioners. Control by or dependence on the board was determined on the basis of taxing authority, authority to issue debt, election or appointment of governing body, and other general oversight responsibility.

In conformance with Governmental Accounting Standards Board, Statement 14, the District is a component unit of the Livingston Parish Council, the governing body of the parish. The accompanying financial statements present information only on the funds and account groups maintained by the Recreation District and do not present information on the Council and the general government services provided by that governmental unit.

B. Fund Accounting

The accounts of the District 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,



Recreation District No. 2 of  
Livingston Parish

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

December 31, 1999 and 1998

(1) Summary of Significant Accounting Policies - (Continued) -

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 of the District are grouped, in the financial statements in this report, into three generic fund types and one broad fund category as follows:

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.

Debt Service Fund - The Debt Service Fund is used to account for the accumulation of resources for, and the payment of, general obligation bond principal, interest, and related costs.

Capital Projects Fund - The Capital Projects Fund is used to account for the financial resources used to acquire, construct, or renovate capital assets of the District.

In addition to the three generic fund types, the District maintains two account groups. The two account groups are not "funds". They are concerned only with the measurement of financial position. They are not involved with measurement of results of operations.

General Fixed Asset Account Group - The fixed assets used in the governmental fund type operations of the Recreation District are accounted for in the General Fixed Assets Account Group, rather than in the governmental funds. No depreciation has been provided on general fixed assets. All fixed assets are valued at historical cost, or estimated historical cost.

General Long-Term Debt Account Group - Long-term liabilities expected to be financed from governmental funds are accounted for in the General Long-Term Debt Account Group, not in the governmental fund type operations.

Recreation District No. 2 of  
Livingston Parish

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

December 31, 1999 and 1998

(1) Summary of Significant Accounting Policies - (Continued) -

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. Property taxes are recorded as revenues when levied even though a portion of the taxes may be collected in subsequent years.

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. Purchase of various operating supplies are regarded as expenditures at the time purchased.

C. 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. Basis of accounting relates to the timing of the measurements made, regardless of the measurement focus applied.

D. Budgetary Practices

The District utilizes the following budgetary practices:

The Administrative Secretary prepares the annual budget which is based on what is expected to be collected and/or levied during the fiscal year and is approved by the Board. The adopted budget constitutes the authority of the Recreation District No. 2 to incur liabilities and authorize expenditures from the respective budgeted funds. Additional certain expenditures are approved monthly by the Board before payment.

All budget amounts presented in the financial statements have been adjusted for legally authorized revisions of the annual budget during the year.

E. Total Columns on Combined Statements

Total Columns on the Combined Statements is captioned (Memorandum Only) to indicate that it is presented only to facilitate financial analysis. Data in the columns does not present financial position, results of operations, or changes in financial position in conformity with generally accepted accounting principles. Neither is such data comparable to a consolidation.

Recreation District No. 2 of  
Livingston Parish

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

December 31, 1999 and 1998

(2) Property Taxes -

On November 8, 1994, an election was held whereby the voters of Recreation District No. 2 of Livingston Parish approved a 10 year 15.00 mill ad valorem tax assessed on all property subject to taxation within the District for the purpose of "maintaining, and operating the District's recreational facilities and for acquiring, constructing or renovating additional facilities". The assessment begins with the year 1995 and ends with the year 2004.

Property taxes attach as an enforceable lien on property as of January 1, of each year. Taxes are levied in September or October and are actually billed to the taxpayers in November. Billed taxes become delinquent on January 1 of the following year.

The District's taxes are collected by the Livingston Parish Tax Collector and are remitted to the District monthly. The District pays the Assessor's Office a fee for this service.

Total taxes assessed and taxes receivable at December 31, 1999 and 1998 are as follows:

	1999	1998
Revenues:		
Assessed Valuation	\$8,707,670	\$8,027,250
x Assessed Millage	<u>x 15.00M</u>	<u>x 15.00M</u>
Ad Valorem Taxes Assessed	130,615	120,409
Less: Estimated Uncollectible	<u>(6,531)</u>	<u>(8,429)</u>
Net Current Year Ad Valorem Tax	124,084	111,980
Collection of Prior Year Ad Valorem Taxes in Excess of Estimated Uncollectible	<u>90</u>	<u>148</u>
Ad Valorem Tax Revenues	\$ 124,174	\$ 112,128
Receivable:		
Net Current Year Ad Valorem Taxes	\$ 124,084	\$ 111,980
Add: Prior Year Ad Valorem Taxes	2,175	-
Less: Amounts Collected Before December 31	<u>(3,323)</u>	<u>(6,737)</u>
Property Tax Receivable, Net of Allowance	\$ 122,936	\$ 105,243

Recreation District No. 2 of  
Livingston Parish

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

December 31, 1999 and 1998

(3) Changes in General Fixed Assets -

A summary of changes in general fixed assets is as follows:

	<u>LAND</u>	<u>BUILDINGS</u>	<u>PARKING AREA</u>	<u>FENCING, LIGHTING, BLEACHERS AND EQUIPMENT</u>	<u>TOTAL</u>
Balance - January 1, 1998	\$ 94,471	\$ 98,284	\$ 133,798	\$ 90,672	\$ 417,225
Additions	-	3,855	-	8,113	11,968
Deletions	-	-	-	-	-
Balance - December 31, 1998	94,471	102,139	133,798	98,785	429,193
Additions	-	-	-	26,100	26,100
Deletions	-	-	-	-	-
Balance - December 31, 1999	\$ 94,471	\$ 102,139	\$ 133,798	\$ 124,885	\$ 455,293

(4) Changes in Long-Term Debt -

The following is a summary of long-term debt transactions of the District for the years ended December 31, 1999 and 1998:

	<u>CERTIFICATE OF INDEBTEDNESS</u>
Balance - December 31, 1997	\$ 195,000
Increase in Debt Issued	-
Debt Retired During Year	<u>(20,000)</u>
Balance - December 31, 1998	175,000
Increase in Debt Issued	-
Debt Retired During Year	<u>(20,000)</u>
Balance - December 31, 1999	<u>\$ 155,000</u>

Recreation District No. 2 of  
Livingston Parish

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

December 31, 1999 and 1998

Certificate of Indebtedness:

On October 19, 1995, the District issued certificates of indebtedness in the amount of \$225,000 for the purpose of constructing and improving the recreational facilities of the District. Interest is at a rate of 5.25% per annum.

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

<u>YEAR</u>	<u>CERTIFICATE</u>	<u>INTEREST</u>	<u>TOTAL</u>
2000	20,000	\$ 7,613	\$ 27,613
2001	25,000	6,431	31,431
2002	25,000	5,119	30,119
2003	25,000	3,806	28,806
2004	30,000	2,363	32,363
2005	<u>30,000</u>	<u>788</u>	<u>30,788</u>
Totals	<u>\$155,000</u>	<u>\$ 26,120</u>	<u>\$181,120</u>

(5) Leases -

The District has no outstanding capital or operating leases at December 31, 1999 or 1998.

(6) Cash and Cash Equivalents -

For reporting purposes, cash and cash equivalents include cash, demand deposits, and time certificates of deposit. Under state law the District may deposit funds within a fiscal agent bank organized under the laws of the State of Louisiana, any other state in the union, or under the laws of the State of Louisiana, of the United States. Further, the District may invest in time deposits or certificates of deposit of state banks organized under Louisiana law and national banks having principal offices in Louisiana.

Recreation District No. 2 of  
Livingston Parish

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

December 31, 1999 and 1998

As confirmed by the fiscal agents, the District had cash and cash equivalents totaling \$30,273 with a carrying amount of \$28,559 at December 31, 1999 and cash and cash equivalents totaling \$25,271 with a carrying amount of \$17,281 at December 31, 1998. Cash and cash equivalents are stated at cost, which approximates market. These deposits must be secured under state law by federal deposit insurance or the pledge of securities owned by the bank. The market value of the pledged securities plus the federal deposit insurance must at all times equal the amount on deposit with the bank. The following is a summary of cash and cash equivalents at December 31, 1999 and 1998, with the related federal deposit insurance and pledged securities, if any:

	DECEMBER 31, 1999		
	CONFIRMED BANK BALANCES	FDIC INSURANCE	BALANCE UNINSURED
Cash in Banks	\$ <u>30,273</u>	\$ <u>30,273</u>	\$ <u>-</u>
Total	\$ <u>30,273</u>	\$ <u>30,273</u>	\$ <u>-</u>

	DECEMBER 31, 1998		
	CONFIRMED BANK BALANCES	FDIC INSURANCE	BALANCE UNINSURED
Cash in Banks	\$ <u>25,271</u>	\$ <u>25,271</u>	\$ <u>-</u>
Total	\$ <u>25,271</u>	\$ <u>25,271</u>	\$ <u>-</u>

(7) Litigation -

At December 31, 1999 and 1998, there is no litigation pending against the District.

(8) Compensated Absences, Pension Plan, and Other Postemployment Benefits -

At December 31, 1999 and 1998, the District has no plan or provision for compensated absences, pension plan or other post employment benefits.

FINANCIAL STATEMENTS OF INDIVIDUAL FUNDS  
AND ACCOUNT GROUPS

GENERAL FUND

To account for resources traditionally associated with governments which are not required to be accounted for in another fund.



Recreation District No. 2 of  
Livingston Parish  
GENERAL FUND

COMPARATIVE BALANCE SHEETS

December 31, 1999 and 1998

ASSETS

	<u>1999</u>	<u>1998</u>
Cash and Cash Equivalents	\$ 28,559	\$ 17,281
Property Tax Receivables	<u>122,936</u>	<u>105,243</u>
Total Assets	<u>\$151,495</u>	<u>\$122,524</u>

LIABILITIES AND FUND BALANCE

Liabilities:		
Accounts Payable	<u>7,443</u>	<u>5,283</u>
Total Liabilities	7,443	5,283
Fund Balance:		
Unreserved - Undesignated	<u>144,052</u>	<u>117,241</u>
Total Fund Balance	<u>144,052</u>	<u>117,241</u>
Total Liabilities and Fund Balance	<u>\$151,495</u>	<u>\$122,524</u>

See auditor's report.

Recreation District No. 2 of  
Livingston Parish  
GENERAL FUND

COMPARATIVE STATEMENTS OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCE

For the Years Ended December 31, 1999 and 1998

	<u>1999</u>	<u>1998</u>
Revenues:		
Ad Valorem Tax, Net	\$ 124,174	\$ 112,128
Ballfield Rental	2,889	2,905
Interest	1,188	1,314
Concessions	9,619	5,185
Miscellaneous and Donations	<u>500</u>	<u>9</u>
Total Revenues	138,370	121,541
Expenditures:		
General Government:		
Payroll and Payroll Taxes	22,677	17,182
Bad Debt	909	1,411
Insurance	4,038	2,540
Legal and Accounting	4,316	6,720
Miscellaneous	77	145
Assessor's Pension Fund	4,569	4,189
Repairs and Maintenance	16,559	14,564
Supplies and Small Equipment	95	1,022
Travel	473	-
Utilities	3,084	4,221
Capital Outlay	26,100	8,016
Debt Service:		
Principal Retirement	20,000	20,000
Interest	<u>8,662</u>	<u>9,713</u>
Total Expenditures	<u>111,559</u>	<u>89,723</u>
Excess of Revenues over Expenditures	26,811	31,818
Fund Balance at Beginning of Year	<u>117,241</u>	<u>85,423</u>
Fund Balance at End of Year	<u>\$ 144,052</u>	<u>\$ 117,241</u>

See auditor's report.

#### DEBT SERVICE FUND

To accumulate resources for and to account for the payment of principal and interest due on the District's 1976 General Obligation Bond.

General Obligation Bond - Issued September 1, 1976 for the purpose of purchasing, constructing and acquiring land, buildings, equipment and other facilities for the Recreation District No. 2 of Livingston Parish. Payments are due in annual installments of principal and semi-annual installments of interest until maturity in 1996. Interest is at an annual rate of 7.25%. Revenues from a special levy of property taxes were dedicated to service this debt. Final payment on this bond was made September 1, 1996.

The remaining funds have been dedicated to capital outlay for the District in future years.

Recreation District No. 2 of  
Livingston Parish  
DEBT SERVICE FUND

COMPARATIVE BALANCE SHEETS

December 31, 1999 and 1998

ASSETS

	<u>1999</u>	<u>1998</u>
Cash in Banks	\$ -	\$ -
Total Assets	<u>\$ -</u>	<u>\$ -</u>

LIABILITIES AND FUND BALANCE

Liabilities:		
Accounts Payable	\$ -	\$ -
Due to Other Governments	<u>-</u>	<u>-</u>
Total Liabilities	-	-
Fund Balance:		
Unreserved - Undesignated	<u>-</u>	<u>-</u>
Total Fund Balance	-	-
Total Liabilities and Fund Balance	<u>\$ -</u>	<u>\$ -</u>

See auditor's report.

Recreation District No. 2 of  
 Livingston Parish  
 DEBT SERVICE FUND

COMPARATIVE STATEMENTS OF REVENUES, EXPENDITURES AND  
 CHANGES IN FUND BALANCE

For the Years Ended December 31, 1999 and 1998

	<u>1999</u>	<u>1998</u>
Revenues:		
Interest	\$ -	\$ 29
Total Revenues	-	29
Expenditures:		
Capital Outlay	-	3,952
Total Expenditures	-	3,952
Excess (Deficiency) of Revenues over Expenditures	-	(3,923)
Fund Balance at Beginning of Year	-	3,923
Fund Balance at End of Year	\$ -	\$ -

See auditor's report.

#### CAPITAL PROJECTS FUND

To account for the financial resources used for the acquisition or construction of capital facilities. During 1996 the Capital Projects Fund was used to account for the proceeds from the issuance of \$225,000 in certificates of indebtedness and the use of such proceeds. During 1998 and 1999 there was no activity in the Capital Projects Fund.

Recreation District No. 2 of  
Livingston Parish  
CAPITAL PROJECTS FUND

COMPARATIVE BALANCE SHEETS

For the Years Ended December 31, 1999 and 1998

ASSETS

	<u>1999</u>	<u>1998</u>
Cash and Cash Equivalents	\$ -	\$ -
Due from General Fund	<u>-</u>	<u>-</u>
Total Assets	<u>\$ -</u>	<u>\$ -</u>

LIABILITIES AND FUND BALANCE

Liabilities:		
Accounts Payable	\$ -	\$ -
Due to General Fund	<u>-</u>	<u>-</u>
Total Liabilities	-	-
Fund Balance:		
Unreserved - Undesignated	<u>-</u>	<u>-</u>
Total Fund Balance	<u>-</u>	<u>-</u>
Total Liabilities and Fund Balance	<u>\$ -</u>	<u>\$ -</u>

See auditor's report.

Recreation District No. 2 of  
Livingston Parish  
CAPITAL PROJECTS FUND

COMPARATIVE STATEMENTS OF REVENUES,  
EXPENDITURES AND CHANGES IN FUND BALANCE

For the Years Ended December 31, 1999 and 1998

	<u>1999</u>	<u>1998</u>
Revenues:		
Interest	\$ -	\$ -
Total Revenues	-	-
Expenditures:		
Capital Outlay	-	-
Total Expenditures	-	-
Excess (Deficiency) of Revenues Over Expenditures	-	-
Other Financing Sources (Uses):		
Operating Transfers In	-	-
Total Other Sources (Uses)	-	-
Excess (Deficiency) of Revenues and Other Sources Over Expenditures and Other Uses	-	-
Fund Balance at Beginning of Year	-	-
Fund Balance at End of Year	\$ -	\$ -

See auditor's report.



GENERAL FIXED ASSETS ACCOUNT GROUP

To account for fixed assets not used in proprietary fund operation.

Recreation District No. 2 of  
Livingston Parish

COMPARATIVE STATEMENTS OF GENERAL FIXED ASSETS - BY SOURCES

December 31, 1999 and 1998

	<u>1999</u>	<u>1998</u>
General Fixed Assets, at Cost:		
Land	\$ 94,471	\$ 94,471
Buildings	102,139	102,139
Parking Area	133,798	133,798
Fencing, Lighting, Bleachers and Equipment	<u>124,885</u>	<u>98,785</u>
Total General Fixed Assets	<u>\$ 455,293</u>	<u>\$ 429,193</u>
Investment in General Fixed Assets From:		
General Fund Revenues	\$ 166,909	\$ 140,809
General Obligation Certificates of Indebtedness	225,884	225,884
Estimated Historical Cost	<u>62,500</u>	<u>62,500</u>
Total Investment in General Fixed Assets	<u>\$ 455,293</u>	<u>\$ 429,193</u>

See auditor's report.

Recreation District No. 2 of  
Livingston Parish

STATEMENT OF CHANGES IN GENERAL FIXED ASSETS

For the Years Ended December 31, 1999 and 1998

	<u>TOTAL</u>	<u>LAND</u>	<u>BUILDINGS</u>	<u>PARKING AREA</u>	<u>FENCING, LIGHTING, BLEACHERS, AND EQUIPMENT</u>
General Fixed Assets at January 1, 1998	\$417,225	\$ 94,471	\$ 98,284	\$133,798	\$ 90,672
Additions:					
General Fund Revenues	8,016	-	3,855	-	4,161
General Obligation Certificates of Indebtedness	<u>3,952</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>3,952</u>
	11,968	-	3,855	-	8,113
Deductions:					
Assets Sold or Traded	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
General Fixed Assets at December 31, 1998	429,193	94,471	102,139	133,798	98,785
Additions:					
General Fund Revenues	26,100	-	-	-	26,100
General Obligation Certificates of Indebtedness	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
	26,100	-	-	-	26,100
Deductions:					
Assets Sold or Traded	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
General Fixed Assets at December 31, 1999	<u>\$455,293</u>	<u>\$ 94,471</u>	<u>\$102,139</u>	<u>\$133,798</u>	<u>\$124,885</u>

See auditor's report.

GENERAL LONG-TERM DEBT  
ACCOUNT GROUP

To account for unmatured principal amounts on general long-term debt expected to be financed from governmental type funds. Payments of maturing General Obligation Certificates of Indebtedness, including interest, are accounted for in the general fund.

Recreation District No. 2 of  
Livingston Parish

COMPARATIVE STATEMENTS OF GENERAL LONG-TERM DEBT

December 31, 1999 and 1998

	<u>1999</u>	<u>1998</u>
AMOUNT TO BE PROVIDED FOR THE RETIREMENT OF GENERAL LONG-TERM DEBT:		
Amount Available in the Debt Service Fund for Debt Retirement	\$ -	\$ -
Amount to be Provided in Future Years	<u>155,000</u>	<u>175,000</u>
Total to be Provided	<u>\$ 155,000</u>	<u>\$ 175,000</u>
GENERAL LONG-TERM DEBT PAYABLE:		
General Obligation Bond	\$ -	\$ -
General Obligation Certificate of Indebtedness	<u>155,000</u>	<u>175,000</u>
Total General Long-Term Debt	<u>\$ 155,000</u>	<u>\$ 175,000</u>

See auditor's report.

OTHER SUPPLEMENTARY INFORMATION

Recreation District No. 2 of  
Livingston Parish

SCHEDULE OF COMPENSATION PAID BOARD MEMBERS

For the Years Ended December 31, 1999 and 1998

	<u>1999</u>	<u>1998</u>
Jimmy Hood (Term Expired 2/00)	\$ 550	\$ -
Roger Morris (Term Expires 2/04)	600	-
Douglas Townson, Jr. (Term Expires 2/01)	550	-
Charles Parker (Term Expires 2/02)	600	-
Jay McDaniel (Term Expires 2/03)	<u>300</u>	<u>-</u>
	\$ 2,600	\$ -
	<u><u>          </u></u>	<u><u>          </u></u>

The term of each board member is five years.

See auditor's report.

Recreation District No. 2 of  
Livingston Parish

SCHEDULE OF INSURANCE IN FORCE

December 31, 1999

<u>INSURANCE COMPANY</u>	<u>COVERAGE</u>	<u>AMOUNT</u>	<u>EXPIRATION DATE</u>
Western Surety Company	Public Employee Blanket Bond		
	Chairperson	\$ 25,000	12/01/00
	Vice-Chairperson	\$ 25,000	12/01/00
	Treasurer	\$ 25,000	12/01/00
Louisiana Workers' Compensation Corporation	Workers' Compensation Policy	\$100,000/ Accident	12/01/00
		\$500,000/ Limit	
		\$100,000/ Employee	
Executive Risk Indemnity, Inc.	Directors, Officers and Trustees Liability Policy	1,000,000	09/13/00
International Indemnity Company	Commercial Property Policy		12/16/00
	Concession & Pavilion	60,000	
	Restrooms	30,000	
	Storage Building	20,000	
	Storage Contents	10,000	
	Press Box	30,000	

See auditor's report.



INDEPENDENT AUDITOR'S REPORT ON  
COMPLIANCE AND ON INTERNAL CONTROL  
OVER FINANCIAL REPORTING BASED ON AN  
AUDIT OF THE COMPONENT UNIT FINANCIAL  
STATEMENTS PERFORMED IN ACCORDANCE  
WITH GOVERNMENT AUDITING STANDARDS



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February 14, 2000

Board of Commissioners  
Recreation District No. 2 of  
Livingston Parish  
Livingston Parish Council  
Watson, Louisiana

We have audited the component unit only financial statements of the Recreation District No. 2 of Livingston Parish, Louisiana, as of and for the years ended December 31, 1999 and 1998, and have issued our report thereon dated February 14, 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 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 in the current years.

#### 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 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 operation that we consider to be material weaknesses.

This report is intended for the use of management and the Office of the Legislative Auditor, State of Louisiana, and should not be used for any other purpose. This restriction is not intended to limit the distribution of this report, which, upon acceptance by the Recreation District No. 2 of Livingston Parish, Louisiana, is a matter of public record.

Respectfully submitted,

*Harris A. Bourgeois, LLP*