

TERREBONNE PARISH RECREATION  
DISTRICT No. 11

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FINANCIAL STATEMENTS  
YEAR ENDED DECEMBER 31, 1998

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Release Date 7-14-99

**TERREBONNE PARISH RECREATION DISTRICT No. 11**

**FINANCIAL STATEMENTS**

**YEAR ENDED DECEMBER 31, 1998**

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**TERREBONNE PARISH RECREATION  
DISTRICT No. 11**

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**REPORT ON AUDIT OF FINANCIAL STATEMENTS  
YEAR ENDED DECEMBER 31, 1998**

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June 4, 1999

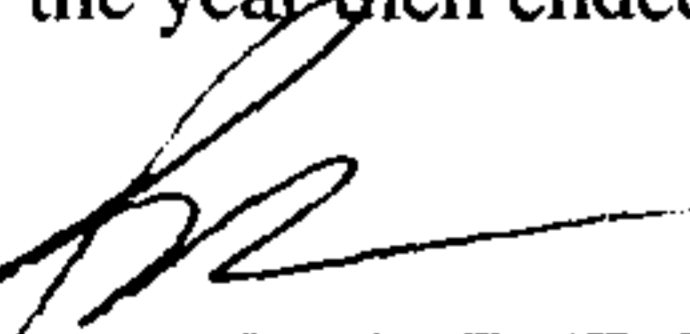
The Board of Commissioners  
Terrebonne Parish Recreation District No. 11  
Houma, LA

**INDEPENDENT AUDITORS REPORT**

We have audited the financial statements of Terrebonne Parish Recreation District No. 11, (the District), a component unit of Terrebonne Parish Consolidated Government, State of Louisiana, for the year ended December 31, 1998. 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 generally accepted Governmental Auditing Standards. Those 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 amount 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 financial statements referred above present fairly, in all material respect, the financial position of Terrebonne Parish Recreation District No. 11 as of December 31, 1998, and the results of its operations and its changes in fund equity for the year then ended in conformity with generally accepted accounting principles.



Bobbie L. Howard  
Certified Public Accountant

Receipt Acknowledged  
Legislative Auditor

By 

**TERREBONNE PARISH RECREATION DISTRICT No. 11**  
**BALANCE SHEET**  
**DECEMBER 31, 1998**

	<b>Governmental</b>		
	<b>Fund</b>	<b>Type</b>	<b>Account</b>
			<b>General</b>
			<b>Fixed</b>
			<b>Assets</b>
		<b>General</b>	<b>Memorandum</b>
<b><u>ASSETS</u></b>			
Cash	\$	193,999.09	\$ 193,999.09
Investment - Performance Bond		5,834.00	5,834.00
Ad Valorem Taxes Receivable		509,296.69	509,296.69
Due from State of La.		31,666.00	31,666.00
Property, Plant and Equipment		-	272,713.48
Miscellaneous Receivables		<u>817.29</u>	<u>817.29</u>
<b>TOTAL ASSETS</b>	<b>\$</b>	<b><u>741,613.07</u></b>	<b>\$ <u>1,014,326.55</u></b>
<b><u>LIABILITIES AND FUND EQUITY</u></b>			
<b><u>Liabilities:</u></b>			
Accounts Payable	\$	25,046.83	\$ 25,046.83
Due to Terr. Parish Cons Gov't		22,912.42	22,912.42
Liability - Performance Bond		5,834.00	5,834.00
Deferred Revenue- Ad Val. Tax		516,039.80	516,039.80
Deferred Revenue- St. Rev Shg..		<u>47,499.00</u>	<u>47,499.00</u>
<b>TOTAL LIABILITIES</b>	<b>\$</b>	<b><u>617,332.05</u></b>	<b>\$ <u>617,332.05</u></b>
<b><u>Fund Equity:</u></b>			
Fund Balance	\$	124,281.02	\$ 124,281.02
Investment in General			
Fixed Assets		<u>-</u>	<u>272,713.48</u>
<b>TOTAL FUND EQUITY</b>	<b>\$</b>	<b><u>124,281.02</u></b>	<b>\$ <u>396,994.50</u></b>
<b>TOTAL LIABILITIES</b>			
<b>AND FUND EQUITY</b>	<b>\$</b>	<b><u>741,613.07</u></b>	<b>\$ <u>1,014,326.55</u></b>

See Accompanying Notes to Financial Statements.

**TERREBONNE PARISH RECREATION DISTRICT No. 11**  
**STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE**  
**YEAR ENDED DECEMBER 31, 1998**

**REVENUES**

Taxes:		
Ad Valorem		\$ 494,504.90
Intergovernmental		48,633.00
Charge for Services		42,362.43
Investment Income		18,797.69
Miscellaneous		<u>2,595.79</u>
<b>TOTAL REVENUES</b>		<b>\$ 606,893.81</b>

**EXPENDITURES**

Personal Services	\$ 131,494.30	
Supplies & Materials	27,462.21	
Other Services & Charges	196,293.32	
Repair & Maintenance	35,894.85	
General Government	28,282.12	
Capital Outlay	<u>189,471.19</u>	
<b>TOTAL EXPENDITURES</b>		<b>\$ <u>608,897.99</u></b>

<b>EXCESS (DEFICIENCY) OF REVENUE OVER EXPENDITURES</b>	<b>\$ (2,004.18)</b>
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<b>FUND BALANCE - Beginning of the year</b>	<b>126,285.20</b>
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<b>FUND BALANCE - End of the year</b>	<b>\$ 124,281.02</b> =====
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See Accompanying Notes to Financial Statements.

**TERREBONNE PARISH RECREATION DISTRICT No. 11**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND**  
**BALANCE, BUDGET AND ACTUAL (BUDGET BASIS)**  
**YEAR ENDED DECEMBER 31, 1998**

	<b>ACTUAL</b>	<b>BUDGET</b>	<b>VARIANCE FAVORABLE (UNFAVORABLE)</b>
<b><u>REVENUES</u></b>			
Ad Valorem Tax	\$ 494,504.90	\$ 494,500.00	\$ 4.90
Intergovernmental	48,633.00	48,625.00	8.00
Charge for Services	42,362.43	42,225.00	137.43
Investment Income	18,797.69	18,750.00	47.69
Miscellaneous	<u>2,595.79</u>	<u>2,500.00</u>	<u>95.79</u>
<b>TOTAL REVENUES</b>	<b>\$ 606,893.81</b> =====	<b>\$ 606,600.00</b> =====	<b>\$ 293.81</b> =====
<b><u>EXPENDITURES</u></b>			
Personal Services	\$ 131,494.30	\$ 131,600.00	\$ 105.70
Supplies & Materials	27,462.21	30,000.00	2,537.79
Other Services & Charges	196,293.32	199,850.00	3,556.68
Repair & Maintenance	35,894.85	37,500.00	1,605.15
General Government	28,282.12	28,500.00	217.88
Capital Outlay	<u>189,471.19</u>	<u>200,000.00</u>	<u>10,528.81</u>
<b>TOTAL EXPENDITURES</b>	<b>\$ 608,897.99</b>	<b>\$ 627,450.00</b>	<b>\$ 18,552.01</b>
<b>EXCESS (DEFICIENCY) OF REVENUE OVER EXPENDITURES</b>	<b>\$ ( 2004.18)</b>	<b>\$ ( 20,850.00)</b>	<b>\$ 18,845.82</b>
<b>FUND BALANCE - BEG/YR.</b>	<b>\$ 126,285.20</b>	<b>\$ 126,285.20</b>	<b>\$ 0</b>
<b>FUND BALANCE - END/YR.</b>	<b>\$ 124,281.02</b> =====	<b>\$ 105,435.20</b> =====	<b>\$ 18,845.82</b> =====

See accompanying Notes to Financial Statements.



**TERREBONNE PARISH RECREATION DISTRICT No. 11**  
**NOTES TO FINANCIAL STATEMENTS**  
**YEAR ENDED DECEMBER 31, 1998**

**A. SUMMARY OF ACCOUNTING POLICIES**

Terrebonne Parish Recreation District No. 11 is designated by LSA-R.S. 33:4562(A) to levy a special tax of ten (10) mills on all the property subject to taxation for a period of ten (10) years, beginning with the year 1996, for the purpose of constructing, improving, maintaining and operating recreation facilities, including the purchase of equipment.

Facilities: **Parks:** Barrios, Ernest C. Moss, Dumas, King Street, Southside, Harmon, Wright Avenue and Legion. **Gyms:** Mechanicville and East Houma. **Gym, Parks , and Walking Track:** Williams Avenue. **Adult Softball Complex (Airbase).**

The board of Terrebonne Parish Recreation District No. 11 as set forth in LSA-R.S. 33-4562(A), have sole management responsibility and oversight of the Recreation District No.11. This responsibility and oversight includes control over all revenues deposited and all disbursements made by the district, and the determination of expenditures related to the operations of the district.

The accounting policies of the District No. 11 conform to generally accepted accounting principles as applicable to local governmental agencies. The following is a summary of the more significant accounting policies:

**1. Reporting Entity**

The District is a component unit of the 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, 1998.

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

**2. Fund Accounting**

The accounts of Recreation District No.11 are organized on the basis of the general fund or account groups.

**(continued)**



**TERREBONNE PARISH RECREATION DISTRICT No.11**  
**NOTES TO FINANCIAL STATEMENTS**  
**YEAR ENDED DECEMBER 31, 1998**

2. **Fund Accounting -continued**

The operations of the general fund are comprised of the general fund's assets, liabilities, fund equity, revenues and expenditures as related to the fiscal operations of Recreation District No.11.

The general fixed assets account group are not "funds", but is concerned only with measurement of financial position and is not involved with measurements of result of operations.

3. **General Fixed Assets**

The accounting and reporting treatment applied to property, plant and equipment associated with the general fund is determined by its measurement focus. All governmental fund type are accounted for on a spending "financial flow" measurement focus. This means that only current assets and current liabilities are generally included on their balance sheets.

Their reported fund balance (net current assets) is considered a measure of "available spendable resources." Governmental fund operating statements present increases (revenues and other financing sources) and decreases (expenditures and other financing uses) in net current assets. Accordingly, they are said to present a summary of sources and uses of "available spendable resources" during the period. Therefore, acquisitions of capital assets are expensed in the period purchased.

Property, plant and equipment used in governmental fund type operations are accounted for in the General Fixed Assets Account Group, rather than in the general fund. No depreciation has been provided on such property, plant and equipment. All property, plant and equipment are valued at historical cost.

4. **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 measurement made, regardless of the measurement focus applied.

*(continued)*

**TERREBONNE PARISH RECREATION DISTRICT No. 11**  
**NOTES TO FINANCIAL STATEMENTS**  
**YEAR ENDED DECEMBER 31, 1998**

4. **Basis of Accounting (continued)**

Recreation District No. 11 uses the modified accrual basis of accounting. Revenue is recognized when it becomes measurable and available as net current assets. Expenses are generally recognized under the modified accrual basis accounting when the related funds liability is incurred.

5. **Budget & Budgetary Control**

A budget was adopted for the year ended December 31, 1998. Once approved, the Recreation District No. 11 may amend the legally adopted budget.

The budget is prepared on a detailed line item basis. Revenue are budgeted by source. Expenditures are budgeted by class as follows: personal services, supplies and materials, other services and charges, repair and maintenance, general government and capital outlay. This constitutes the legal level of control. Revisions to the budget were made throughout the year.

**B. CASH AND INVESTMENTS**

At year-end the carrying amount of the District's deposits in a checking account and investments was \$210,762.80. Of these amounts, \$100,000 was covered by federal depository insurance and the remainder collateralized by a pledge of securities owned by the depository bank, but held in safekeeping by other financial institutions.

**C. GENERAL FIXED ASSETS ACCOUNT GROUP**

The following is a summary of the general fixed assets account group (note A2).

	Balance January 1, 1998	Additions	Deductions	Balance December 31, 1998
Vehicles	\$23,473.55	\$ 0.00	0.00	\$23,473.55
Furniture & Fixtures	21,704.80	1,918.78	0.00	23,623.58
Equipment	28,917.84	22,614.54	0.00	51,532.38
Data Process Equip.	2,894.50	0.00	0.00	2,894.50
Air Conditioning Units	4,362.00	64,604.00	0.00	68,966.00
Recreation Equip.	1,889.60	66,342.27	0.00	68,231.87
Improvements	0.00	17,166.60	0.00	17,166.60
Work In Process	0.00	4,025.00	0.00	4,025.00
Storage Building	<u>0.00</u>	<u>12,800.00</u>	<u>0.00</u>	<u>12,800.00</u>
Totals	<u>\$83,242.29</u>	<u>\$189,471.19</u>	<u>\$ 0.00</u>	<u>\$272,713.48</u>

(continued)

**TERREBONNE PARISH RECREATION DISTRICT No. 11**  
**NOTES TO FINANCIAL STATEMENTS**  
**YEAR ENDED DECEMBER 31, 1998**

**C. GENERAL FIXED ASSETS ACCOUNT GROUP (continued)**

The 1998 additions to the fixed assets account group have been included in capital Expenditures in the accompanying statement of revenue, expenditures and changes in fund balances for the year ended December 31, 1998, at cost.

**D. REVENUE RECOGNITION**

The 1998 Ad Valorem Assessment , State Revenue Share and tax revenue received in advance is deferred (deferred revenue) until the subsequent year.

**(continued)**

**TERREBONNE PARISH RECREATION DISTRICT No. 11**

**NOTES TO FINANCIAL STATEMENTS**

**YEAR ENDED DECEMBER 31, 1998**

**E. COMPENSATION OF BOARD MEMBERS**

The District pay per diem to each of its Board Members in the amount of \$10.00 per meeting up to \$120.00 each annually.

<u>Commissioner Names</u>	<u>Per Diem Paid</u>
Janet Henry	\$ 120.00
Roosevelt Thomas	120.00
Clint Domangue	120.00
Wade Boquet	120.00
John Morgan	120.00
Tony Cavallo, Sr.	120.00
John Lucas	80.00
Keith Gallicio	80.00
Charles Brown, Sr.	<u>10.00</u>
<b>Total Annual Per Diem Paid</b>	<b>890.00</b> =====

(continued)

**TERREBONNE PARISH RECREATION DISTRICT No. 11**

**NOTES TO FINANCIAL STATEMENTS**

**YEAR ENDED DECEMBER 31, 1998**

**F. DUE FROM OTHER GOVERNMENTAL UNITS**

As of December 31, 1998, the following amounts are due from other governmental units such as:

State of Louisiana - State revenue sharing	\$ 31,666.00
Terrebonne Parish Tax Collector- December, 1998	
Ad Valorem Taxes	509,296.69

**TERREBONNE PARISH RECREATION  
DISTRICT No. 11**

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**REPORT ON COMPLIANCE AND INTERNAL CONTROL  
YEAR ENDED DECEMBER 31, 1998**



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

To the Board of Commissioners  
Terrebonne Parish Recreation District No. 11  
Houma, La.

We have audited the financial statements of the Terrebonne Parish Recreation District No. 11, (the District), a component unit of Terrebonne Parish Consolidated Government, for the year ended December 31, 1998, and have issued our report thereon June 4, 1999. 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 Terrebonne Parish Recreation District No. 11, 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 Governmental Auditing Standards.

**INTERNAL CONTROL OVER FINANCIAL REPORTING**

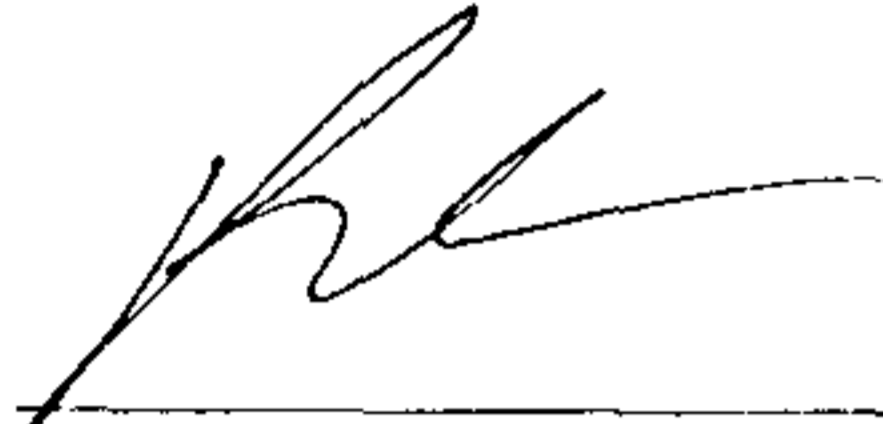
In planning and performing our audit of the Terrebonne Parish Recreation District No. 11, we considered internal control over financial reporting in order to determine our auditing procedures for the purpose of expressing our opinion on the general purpose financial statements and not to provide assurance 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 general purpose 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.

(continued)



**INTERNAL CONTROL OVER FINANCIAL REPORTING (continued)**

This report is intended for the information of Terrebonne Recreation District No. 11 and the Legislative Auditors for the State of Louisiana. However, this report is a matter of public record and its distribution is not limited.

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Certified Public Accountant

June 4, 1999