

WARD 10 RECREATION DISTRICT OF RAPIDES PARISH
Tripa, Louisiana

**ANNUAL
FINANCIAL
REPORT**

For the Year Ended December 31, 2003

Under provisions of state law this report is a public document. A copy of the report has been submitted to the county and other appropriate public officials. The report is available for public inspection at the Water Board office of the Legislative Auditor and, where appropriate, at the office of the parish clerk of court.

Release Date: 7-28-04

WARD 19 RECREATION DISTRICT OF RAPIDES PARISH
Tingy, Louisiana

ANNUAL FINANCIAL REPORT
For the Year Ended December 31, 2003

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**WARD 18 RECREATION DISTRICT OF RAPIDES PARISH
Tioga, Louisiana**

**ANNUAL FINANCIAL REPORT
For the Year Ended December 31, 2003**

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WARD 10 RECREATION DISTRICT OF RAPIDS PARISH
Troy, La.

MANAGEMENT'S DISCUSSION AND ANALYSIS
For the Year Ended December 31, 2003

Our discussion and analysis of the Ward 10 Recreation District of Rapids Parish's financial performance provides an overview of the financial activities as of and for the fiscal year ended December 31, 2003. Please read in conjunction with the basic financial statements and the accompanying notes to financial statements.

The Management's Discussion and Analysis is an element of the new reporting model adopted by the Governmental Accounting Standards Board (GASB) in their Statement No. 34 issued in June 1999. As this is the first year that the District has implemented this model, certain comparative information with the previous year, which is by design included in this reporting model, will not be included in this analysis as permitted by GASB Statement No. 34 with respect to first year reporting. Beginning with next year's report, the District will include this comparative analysis and information.

OVERVIEW OF THE FINANCIAL STATEMENTS

This annual report consists of a series of financial statements. The Statement of Net Assets and the Statement of Activities (Government-Wide Financial Statements) provide information about the activities as a whole and present a long-term view of the Ward 10 Recreation District's finances. The Balance Sheet and Statement of Revenues, Expenditures, and Changes in Fund Balance-Governmental Fund (Fund Financial Statements) tell how services were financed in the short term as well as what remains for future spending. Fund financial statements also report the operations in more detail than the government-wide financial statements by providing information about the most significant funds.

Our auditor has provided assurance in his independent auditor's report that the basic financial statements are fairly stated. The auditor, regarding the Required Supplementary Information and the Supplementary Information is providing varying degrees of assurance. A user of this report should read the independent auditor's report carefully to ascertain the level of assurance being provided for each of the other parts in the Annual Report.

Government-Wide Financial Statements

One of the most important questions asked about finances is "Is the Rapids Parish Ward 10 Recreation District as a whole better off or worse off as a result of the year's activities?" The Statement of Net Assets and the Statement of Activities report information of the Ward 10 Recreation District as a whole and about its activities in a way that helps answer this question. These statements include all assets and liabilities using the accrual basis of accounting, which is similar to the accounting used by most private-sector companies. All of the current year's revenues and expenses are taken into account regardless of when cash is received or paid.

These two statements report the net assets and changes in them. You can think of net assets—the difference between assets and liabilities—as one way to measure the financial health, or financial position. Over time, increases or decreases in net assets are one indicator of whether the financial health is improving or deteriorating. You will need to consider other nonfinancial factors, however, to assess the overall health of the Rapids Parish Ward 10 Recreation District.

Fund Financial Statements

The fund financial statements provide detailed information about the most significant funds—and the Ward 10 Recreation District as a whole. Some funds are required to be established by State law.

WARD 10 RECREATION DISTRICT OF BAFFLED PARISH
Thibodaux, La.

MANAGEMENT'S DISCUSSION AND ANALYSIS
For the Year Ended December 31, 2003
(continued)

The Ward 10 Recreation District uses only the governmental type of fund with the following accounting approach. Most of the basic services are reported in governmental funds, which focus on how money flows into and out of those funds and the balances left at year-end that are available for spending. These funds are reported using an accounting method called modified accrual accounting, which recognizes cash and all other financial assets that can readily be converted to cash.

The governmental fund statements provide a detailed short-term view of the general government's operations and the basic services it provides. Governmental fund information helps you determine whether there are more or fewer financial resources than can be spent in the near future to finance the Ward 10 Recreation District's programs. We describe the relationship (or differences) between governmental activities (reported in the Statement of Net Assets and the Statement of Activities) and governmental funds in the reconciliation statement.

FINANCIAL HIGHLIGHTS

Our financial statements provide three insights into the results of this year's operations:

- As a result of this year's operations nearly exceeded liabilities by \$1,623,171 (net assets).
- Total net assets are comprised of the following:
 - (1) Investment in capital assets of \$1,177,711 including the cost of office equipment, and furniture, net of accumulated depreciation.
 - (2) Unrestricted net assets of \$44,678 representing the portion available to maintain the continuing obligations to citizens and creditors.
 - (3) Restricted net assets of \$3,744, which represents the cash in the bond sinking fund.
- The governmental fund reported ending fund balance of \$223,778. Of this amount \$2,744 was reserved for debt service and the rest, \$219,433 was unreserved. This compares to the prior year ending fund balance of \$268,740, showing an increase of \$94,658 during the current year.
- Total spending for all general government activities was \$181,698 for the year, which was \$164,197 less than the program revenue for these activities - \$15,801.
- The interest earned on checking accounts and investments in certificates of deposit was \$1,328 for the year. This reflects a decrease of \$941 or 41% from last year.

The Statement of Net Assets and the Statement of Activities reports only one type of activity-governmental activities. All of the basic governmental services are reported as this type. Properly taxes finance most of these activities.

WARD 10 RECREATION DISTRICT OF RAPIDES PARISH
Boya, La.

MANAGEMENT'S DISCUSSION AND ANALYSIS
For the Year Ended December 31, 2000
(continued)

FINANCIAL ANALYSIS AS A WHOLE

The Ward 10 Recreation District's net assets increased by \$93,648 as a result of this year's operations. The overall financial position improved during the fiscal year ending December 31, 2000. Unrestricted net assets—the part of net assets that can be used to finance day-to-day operations without constraints established by debt covenants, enabling legislation, or other legal requirements—absorbed most of the increase this year. The balance sheet assets represents the accumulated results of all past years' operations. It means that if we had to pay off all of our debts today, including all of our non-capital liabilities, we would have \$141,676 left.

The Ward 10 Recreation District's total revenues for the year in governmental activities were \$276,716 (\$268,804 in charges for services and \$209,443 in general revenues). The total cost of all government programs and services was \$185,098 with no new programs added this year.

FINANCIAL ANALYSIS OF INDIVIDUAL FUNDS

As we noted earlier, the Ward 10 Recreation District uses funds to help it control and manage money for particular programs. Looking at funds helps you consider whether the Ward 10 Recreation District is being responsible for the resources provided to that entity also gives users insight into the overall financial health.

As the Ward 10 Recreation District completed the year, its governmental funds reported a combined fund balance of \$223,199. This reflects an increase of \$24,608 from last year. This increase is primarily the result of the events and programs described within the analysis of the governmental activities.

GENERAL FUND BUDGETARY HIGHLIGHTS

The original budget for the General Fund was revised by approximately \$3,377 for fiscal year. The excess spending that was not adjusted in the budget are as follows:

- (1) Audit was under budgeted by \$312.
- (2) Utilities and expenses were under budgeted \$1,196.
- (3) Repairs expenditures were under budgeted by \$1,060.
- (4) Other miscellaneous expenditures were under budgeted by 14,709.

**WARD 10 RECREATION DISTRICT OF RAPIDES PARISH
Tega, La.**

**MANAGEMENT'S DECLARATION AND ANALYSIS
For the Year Ended December 31, 2004
(continued)**

CAPITAL ASSETS

Capital assets, net of accumulated depreciation, for governmental activities as of December 31, 2004 was \$1,377,731.

This year there was \$21,609 of additions to capital assets.

The Ward 10 Recreation District adopted a capitalization policy during the year whereby only furniture and equipment over \$10 would be capitalized. More detailed information about the capital assets is presented in Note 6 to the financial statements.

DEBT

At year-end, the Rapides Parish Ward 10 Recreation District had bond debt amounting of \$175,000.

ECONOMIC FACTORS AND NEXT YEAR'S BUDGETS AND RATES

The District has discretion in setting fees and costs for services provided. The office staff and costs have been largely stable for the past several years, and are expected to remain so.

Taking all factors into consideration, the District's general fund balance is expected to increase by the close of 2004.

CONTACTING FINANCIAL MANAGEMENT

This financial report is designed to provide a general overview of the Ward 10 Recreation District's financials and to show the basic accountability for the money it receives. If you have questions about this report or need additional financial information, contact Mrs. Renee Meeker, Ward 10 Recreation District, P.O. Drawer 1870-Alexandria, LA 71301 or phone number (318) 441-0888.



DAUZAT, BEALL & DEBEVEC, CPAs

A PROFESSIONAL CORPORATION

INDEPENDENT AUDITORS' REPORT

The Board Of Directors
Ward 18 Recreation District of Rapides Parish

We have audited the accompanying basic financial statements of the Ward 18 Recreation District of Rapides Parish, a component unit of the Rapides Parish Police Jury, as of and for the year ended December 31, 2003, as listed in the foregoing table of contents. These basic financial statements are the responsibility of the Ward 18 Recreation District of Rapides Parish. Our responsibility is to express an opinion on these basic financial statements based on our audit.

We conducted our audit in accordance with United States 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 general purpose 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 basic financial statements referred to above present fairly in all material aspects, the financial position of the Ward 18 Recreation District of Rapides Parish, as of December 31, 2003, and the results of its operations for the year then ended in conformity with accepted accounting principles generally accepted in the United States of America.

As described in the Notes to the basic financial statements, the Ward 18 Recreation District of Rapides Parish adopted the provisions of Governmental Accounting Standards Board Statement No. 34, Basic Financial Statements and Management's Discussion and Analysis for State and Local Governments; Statement No. 37, Basic Financial Statements and Management's Discussion and Analysis for State and Local Governments: Omnibus; and Interpretation No. 6, Recognition and Measurement of Certain Liabilities and Expenditures in Governmental Fund Financial Statements, as of January 1, 2003. This results in a change in the format and content of the basic financial statements.

In accordance with *Government Auditing Standards*, we have also issued our report dated May 11, 2004 on our consideration of the Ward 10 Recreation District of Rapides Parish's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts and grants. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be read in conjunction with this report in considering the results of our audit.

The Management and Discussion and the Required Supplementary Information as listed in the foregoing table of contents, are not a required part of the basic financial statements, but are supplementary information required by the Governmental Accounting Standards Board. This Required Supplementary Information is the responsibility of the management of the Ward 10 Recreation District of Rapides Parish. We have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the Management and Discussion and the Required Supplementary Information. However, we did not audit the information and express no opinion on it.

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



Deane, Hood & DeBevoise, CPA's, APC
Alexandria, Louisiana
May 11, 2004

WARD OF RECREATION DISTRICT OF RAPIDES PARISH
 Thru, Louisiana

Statement of Net Assets
 December 31, 2000

	<u>GOVERNMENTAL</u>	
	<u>ACTIVITIES</u>	
ASSETS		
Current Assets		
Cash and Cash Equivalents	\$	81,208
Accounts Receivable		243,000
Deposits		____ 10
Total Current Assets		<u>324,208</u>
Noncurrent Assets		
Cash and Cash Equivalents-restricted		1,704
Capital Assets		____ 1,277,731
Net of Accumulated Depreciation		<u>1,281,431</u>
Total Assets	\$	<u>1,605,736</u>
 LIABILITIES AND NET ASSETS		
Current Liabilities:		
Accounts Payable	\$	1,843
Accrued Expenses		1,861
Interest Payable		1,179
Bonds Payable Current Portion		50,000
Total Current Liabilities		<u>54,883</u>
Long Term Liabilities:		
Bonds Payable Long Term Portion		<u>120,000</u>
Total Long Term Liabilities		<u>120,000</u>
Total Liabilities		<u>174,883</u>
Net Assets:		
Investment in Capital Assets		1,277,731
Unrestricted		54,879
Restricted for Debt Service		____ 1,724
Total Net Assets		<u>1,411,331</u>
Total Liabilities and Net Assets	\$	<u>1,605,736</u>

The Accompanying Notes Are an Integral Part of this Statement.

WARD 16 RECREATION DISTRICT OF RAPIDS PARISH
 Thibodaux, Louisiana

STATEMENT OF ACTIVITIES
 For the Year Ended December 31, 2003

EXPENSES

GENERAL GOVERNMENT:

Salaries and Wages	21,808
Fringe benefits	778
Auto and Truck	203
Insurance	15,133
Utilities	22,044
Professional Services	2,983
Maintenance & operation of Machinery & Equipment	8,629
Recreational facilities	21,689
Office supplies	1,877
Travel	1,984
Advertising	474
Miscellaneous	9,783
Deductions from ad valorem tax for retirement system	7,817
Interest on bonds	8,888
Depreciation	40,511
Total program expenses	<u>183,098</u>

PROGRAM REVENUES

Permit fees	285
Field use fees	4,120
Miscellaneous	12,486
Total program revenues	<u>16,891</u>
Net program revenues	<u>(166,207)</u>

GENERAL REVENUES

Ad Valorem Taxes	246,874
State Revenue Sharing	11,749
Interest earned	1,380
Total General Revenue	<u>259,993</u>

Change in Net Assets 93,646

NET ASSETS BEGINNING OF YEAR 1,129,352

NET ASSETS END OF YEAR \$ 1,222,998

The accompanying notes are an integral part of this financial statement.

WARD 18 RECREATION DISTRICT OF RAPIDES PARISH
Thru, Louisiana

COMBINED BALANCE SHEET - GOVERNMENTAL FUNDS
December 31, 2003

	<u>General</u> <u>(Maintenance)</u> <u>Fund</u>	<u>Debt</u> <u>Service</u> <u>Fund</u>	<u>Total</u> <u>Governmental</u> <u>Funds</u>
ASSETS			
Cash in bank	\$ 32,246	\$ 1,704	\$ 33,950
Revenue receivables:			
Ad valorem tax	229,573		229,573
State revenue clearing	11,689		11,689
Due from other funds			
Deposits	0		0
	<u> </u>	<u> </u>	<u> </u>
Total assets	<u>\$ 273,508</u>	<u>\$ 1,704</u>	<u>\$ 275,212</u>
LIABILITIES AND FUND BALANCES			
Liabilities:			
Accounts payable and other payables	\$ 1,804	\$ -0-	\$ 1,804
Due to other funds			
Total liabilities	<u>1,804</u>	<u> </u>	<u>1,804</u>
Fund Balances:			
Fund balances -			
Reserved for debt service		1,704	1,704
Unreserved - undesignated	178,455		178,455
Total fund balances	<u>178,455</u>	<u> </u>	<u>178,455</u>
Total liability and fund balance	<u>\$ 273,259</u>	<u>\$ 1,704</u>	<u>\$ 274,963</u>

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

WARD II RECREATION DISTRICT OF RAPIDES PARISH

Tyras, Louisiana

**RECONCILIATION OF THE BALANCE SHEET-GOVERNMENTAL FUNDS
TO THE STATEMENT OF NET ASSETS**

December 31, 2000

Total fund balance-governmental fund (fund financial statement)		\$ 521,199
Amounts reported for governmental activities in the statement of net assets (government-wide financial statements) are different because:		
Capital assets used in governmental activities are not financial resources and therefore are not reported in governmental funds.		
Cost of assets	1,817,544	
Accumulated depreciation	<u>(1,558,831)</u>	
		1,258,713
Long-term liabilities are not due and payable in the current period and therefore are not reported in the governmental funds.		
Accrued interest payable	2,785	
Bonds payable	<u>(175,888)</u>	
		(173,103)
Total net assets of governmental activities (government-wide financial statements)		<u>\$ 1,405,811</u>

The accompanying notes are an integral part of this reconciliation.

WARD 18 RECREATION DISTRICT OF RAPIDS FLESH

COMBINED STATEMENT OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCES - ALL GOVERNMENTAL FUNDS
Year ended December 31, 2002

	General (Millennium) Fund	Lease Service Fund	Fund Governmental Total
Revenues:			
Admission fee	\$ 24,074		\$ 24,074
State income sharing	11,749		11,749
Fees	12,114	1	12,115
Service fees	397		397
Fund fee fee	4,178		4,178
Miscellaneous	2,486		2,486
Total revenues	<u>57,098</u>	<u>1</u>	<u>57,100</u>
Expenditures:			
Current:			
Salaries & wages	23,429		23,429
Pension plan contributions	776		776
Auto & truck repairs	143		143
Insurance	21,151		21,151
Utilities	22,144		22,144
Professional services	1,982		1,982
Maintenance & operation of:			
Machinery & equipment	6,628		6,628
Recreational facilities	2,488		2,488
Other supplies & expenses	1,872		1,872
Depreciation	1,988		1,988
Advertising	476		476
Electric expense	4,760		4,760
Indirect cost of contract cost			
for retirement system	7,617		7,617
Capital assets	4,489		4,489
Debt service:			
Principal		21,000	21,000
Interest and bond charges		4,708	4,708
Total expenditures	<u>62,026</u>	<u>25,708</u>	<u>87,734</u>
Excess (deficiency) of revenues over (in) excess expenditures	<u>(4,928)</u>	<u>24,091</u>	<u>19,163</u>
Other financing sources (uses):			
Operating transfer to		4,701	4,701
Operating transfer out	(4,701)		(4,701)
Sale of assets			
Total other financing sources (uses)	<u>(4,701)</u>	<u>4,701</u>	<u>0</u>
Excess of revenues and other financing sources over (under) expenditures and other financing uses	<u>(9,629)</u>	<u>1</u>	<u>(9,628)</u>
Fund balances, beginning	<u>24,000</u>	<u>2,721</u>	<u>26,721</u>
Fund balances, ending	<u>14,371</u>	<u>2,722</u>	<u>17,093</u>

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

WARD IN RECREATION DISTRICT OF RAPIDES PARISH
 Thru, Louisiana

**RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES,
 AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS
 TO THE STATEMENT OF ACTIVITIES
 For the Year Ended December 31, 2002**

Net change in fund balances-total governmental funds (fund financial statements)		2,316,000
Amounts reported for governmental activities in the statement of activities (government-wide financial statements) are different because:		
Governmental funds report capital outlays as expenditures in the individual fund. Government activities report depreciation expense to allocate the cost of these capital assets over the estimated useful life.	Capital Outlay Depreciation expense	21,600 (60,312)
		(38,712)
Repayment of long-term debt is reported as an expenditure in governmental funds, but the repayment reduces long-term liabilities in the statement of net assets. In the current year, these amounts consist of:	Bonds principal payments	<u>11,000</u>
		11,000
Some of the expenses reported in the statement of activities do not require the use of current financial resources and, therefore, are not reported as expenditures in governmental funds.	Change in accrued interest expense On long-term bonds	892 892
Change in net assets of governmental activities (government-wide financial statements)		<u>2,316,000</u>

The accompanying notes are an integral part of this reconciliation.

**WARD 10 RECREATION DISTRICT OF RAPIDES PARISH
TYOLA, LOUISIANA**

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2003**

INTRODUCTION

Ward 10 Recreation District of Rapides Parish was created by the Rapides Parish Police Jury on December 12, 1972. The District is a political subdivision governed by the laws of the State of Louisiana and is a component unit of Rapides Parish.

The accounting and reporting policies of the District conform to the generally accepted accounting principles (GAAP) as applicable to governmental units except as noted elsewhere in this report. The Governmental Accounting Standards Board (GASB) is the accepted standard setting body for establishing governmental accounting and financial reporting principles. Such accounting and reporting procedures also conform to the requirements of Louisiana Revised Statute 24:517 and to the guides set forth in the Louisiana Municipal Audit and Accounting Guide, and to the industry audit guide, *Audit of State and Local Governmental Units*.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. Basis of Presentation

The accompanying financial statements of the Rapides Parish Ward 10 Recreation District have been prepared in conformity with accounting principles generally accepted in the United States of America (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 accompanying basic financial statements have been prepared in conformity with GASB Statement 34, *Basic Financial Statements and Management's Discussion and Analysis for State and Local Governments*, issued in June 1999.

B. Reporting Entity

As the governing authority of the parish, for reporting purposes, the Rapides Parish Police Jury is the financial reporting entity for Rapides Parish. The financial reporting entity consists of (a) the primary government (police jury), (b) organizations for which the primary government is financially accountable, and (c) other organizations for which nature and significance of their relationship with the primary government are such that exclusion would cause the reporting entity's financial statements to be misleading or incomplete.

Ward 10 Recreation District OF RAPIDES PARISH
BOGA, LOUISIANA

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2013
(CONTINUED)

B. REPORTING ENTITY (cont.)

GAAS Statement No. 14 established criteria for determining which component units should be considered part of the Rapides Parish Police Jury for financial reporting purposes. The basic criterion for including a potential component unit within the reporting entity is financial accountability. The GAAS has set forth criteria to be considered in determining financial accountability. This criteria includes:

1. Appointing a voting majority of an organization's governing body, and
 - a. The ability of the 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 police jury.
2. Organizations for which the police jury does not appoint a voting majority but are financially dependent on the police jury.
3. Organizations for which the reporting entity financial statements would be misleading if data of the organization is not included because of the nature or significance of the relationship.

Because the police jury could be provided with specific financial benefit or could be responsible for specific financial burdens the Ward 10 Recreation District was determined to be a component unit of the Rapides Parish Police Jury, the financial reporting entity. The accompanying financial statements present information only on the funds maintained by the Ward 10 Recreation District and do not present information on the police jury, the general government services provided by that governmental unit, or the other governmental units that comprise the financial reporting entity.

WARD 10 RECREATION DISTRICT OF RAPIDES PARISH
TERREBOON, LOUISIANA

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2003
(CONTINUED)

C. **Fund Accounting**

The Ward 10 Recreation District uses the 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 relating to certain government functions or activities. A fund is a separate accounting entity with a self-balancing set of accounts.

Governmental Funds

Governmental funds account for all or most of the District's activities. These funds focus on the sources, uses, and balances of current financial resources. Expendable assets are assigned to the various governmental funds according to the purposes for which they may be used. Current liabilities are assigned to the fund from which they will be paid. The difference between a governmental fund's assets and liabilities is reported as fund balance. In general, fund balance represents the accumulated expendable resources that may be used to finance future period programs or operations of the Ward 10 Recreation District. The following are the Ward 10's governmental funds:

General Fund

The General Fund is the general operating fund of the district. It is used to account for all financial resources except those that are required to be accounted 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 obligation principal, interest and related costs.

WARD 18 RECREATION DISTRICT OF RAPIDES PARISH
TERREBOON, LOUISIANA

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2003
(CONTINUED)

D. Measurement Focus/Basis of Accounting

Fund Financial Statements (FFS)

The accounting and financial reporting treatment applied to a fund is determined by its measurement focus. All governmental funds are accounted for using a current financial resources measurement focus. With this measurement focus, only current assets and current liabilities are generally included on the balance sheet. The statement of revenues, expenditures, and changes in fund balance reports on the sources and uses of current financial resources. The modified accrual basis of accounting is used by the fund financial statements (FFS). Under the modified accrual basis of accounting, revenues are recognized when measurable or accrued (i.e., when they become both measurable and available). "Measurable" means collectible within the current period or soon enough thereafter to be used to pay liabilities of the current period. The governmental funds use the following practices in recording revenues and expenditures:

Revenues

All valorem taxes, rents and user fees are recorded when earned.

Interest earnings on time deposits are recorded when the time deposits have matured and the interest is available.

Substantially all other revenues are recorded when received.

Expenditures

Purchases of various operating supplies are recorded as expenditures in the accounting period they are purchased. Compensated absences are recognized as expenditures when leave is actually taken or the employees (or heirs) are paid for accrued leave upon retirement or death.

Salaries are recorded as expenditures when earned.

Principal and interest on general long-term debt are recognized when due.

Substantially all other expenditures are recognized when the related fund liability has been incurred.

WARD 10 RECREATION DISTRICT OF RAPIDES PARISH
BOSSA, LOUISIANA

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2003
CONTINUED

B. Measurement Basis/State of Accounting (cont.)

Other Financing Sources (Uses).

Transfers between funds that are not expected to be repaid, sales of assets and capitalized loans are accounted for as other financing sources (uses). These other financing sources (uses) are recognized at the time the underlying events occur.

Government – Wide Financial Statements (GWFS)

The Statement of Net Assets and the Statement of Activities display information about the Ward 10 as a whole. These statements include all the financial activities of the Ward 10. Information contained in these statements reflect the economic resources measurement focus and the accrual basis of accounting. Revenues, expenses, gains, losses, assets and liabilities resulting from exchange or exchange-like transactions are recognized when the exchange occurs (regardless of when cash is received or disbursed). Revenues, expenses, gains, losses, assets and liabilities resulting from non-exchange transactions are recognized in accordance with the requirements of GASB Statement No. 33, *Accounting and Financial Reporting for Non-exchange Transactions*.

Program Revenues

Program revenues included in the Statement of Activities are derived directly from users as a fee for services; program revenues reduce the cost of the function to be financed from general revenues.

B. Budgetary Practices

Operating budgets of proposed expenditures and revenues were adopted for the general (maintenance) fund. Budgeted amounts are as originally adopted, or as amended by the Board of Commissioners. All budgets are adopted consistent with generally accepted accounting principles (GAAP).

The Ward 10 Recreation District follows these procedures in establishing the budgetary data reflected in the financial statements:

1. Formal budgetary integration is employed as a management control device for the Ward 10's General fund. The budget is adopted on a modified accrual basis of accounting.

WARD 10 RECREATION DISTRICT OF RAPIDES PARISH
TERREBOON, LOUISIANA

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2003
(CONTINUED)

E. Budgetary Practice (cont.)

2. The Ward 10 Recreation District approves all budget line items.
3. Unused appropriations for all annual budgetary funds lapse at the end of the year.
4. The budget amounts shown in the financial statement are initial and final authorized amounts as revised during the year.

F. Cash and Cash Equivalents

Cash and cash equivalents include amounts in all demand deposits, interest bearing demand deposits and time deposits with original maturities of three months or less from the date of acquisition.

G. Investments

If the cash deposits have original maturities greater than 90 days, they are classified as investments. Investments are stated at cost or amortized cost.

H. Capital Assets

Capital assets are capitalized at historical cost or estimated cost if historical cost is not available. Donated assets are recorded as capital assets at their estimated fair market value at the date of donation. The District maintains a threshold level of \$50 or more for capitalizing capital assets.

Capital assets are recorded in the Statement of Net Assets and Statement of Activities. Since surplus assets are sold for an immaterial amount when declared as no longer needed for public purposes, no salvage value is taken into consideration for depreciation purposes. All capital assets, other than land, are depreciated using the straight-line method over its following useful lives:

Description	Estimated Lives
Furniture & Equipment	5-25 years
Property Improvements	10-50 years

WARD 18 RECREATION DISTRICT OF RAPIDES PARISH
TIGUA, LOUISIANA

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2003
(CONTINUED)

I. Compensated Absence

Employees of the District earn two weeks of vacation time per year and are required to take it the following year. No vacation time may be carried forward to the succeeding year.

Sick pay benefits are non-vesting accumulating benefits. These amounts have not been estimated in these financial statements.

J. Restricted Net Assets

For government-wide Statement of Net Assets, net assets are reported as restricted when constraints placed on net asset use are either:

1. externally imposed by creditors (such as debt covenants), grantors, contributors, or laws or regulations of other governments; and
2. imposed by law through constitutional provisions or enabling legislation.

K. Fund Equity

In the fund financial statements, governmental funds report reservations of fund balance for amounts that are not available for appropriation or are legally restricted by outside parties for use for a specific purpose. Any designations of fund balance represent tentative management plans that are subject to change.

L. Use of Estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

WARD 10 RECREATION DISTRICT OF RAPIDES PARISH
TERRE, LOUISIANA

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2003
(CONTINUED)

M. Long Term Debt

In the government-wide financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities statement of net assets. In the fund financial statements, governmental fund types recognize bond premiums and discounts, as well as bond issuance costs, during the current period. The face amount of the debt issued is reported as other financing sources. Premiums received on debt issuances are reported as other financing sources while discounts on debt issuances are reported as other financing uses.

2. CASH

At DECEMBER 31, 2003, the Ward 10 Recreation District has cash and cash equivalents (bank balances) totaling \$83,998, as follows:

Demand Deposits including:	
Interest bearing demand deposits	35,840
Time Deposits	48,158
Total	<u>\$ 83,998</u>

These deposits are stated at cost, which approximates market. Under state law, these deposits (or the resulting bank balances) must be secured by the 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 bank. 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, 2003, the District has \$87,328 in deposits (collected bank balances). These deposits are secured from risk by \$87,328 of federal deposit insurance and \$68,158 of pledged securities held by the custodial bank in the name of the fiscal agent bank (CASH Category 3).

Even though the pledged securities are considered uncollateralized (Category 3) under the provisions of GASB Statement 3, R.S. 14:1129 imposes a statutory requirement on the custodial bank to advertise and sell the pledged securities within 10-days of being notified by the Ward 10 Recreation District that the fiscal agent has failed to pay deposited funds upon demand. (This disclosure should acknowledge any violations of state law relating to adequate pledged securities.)

**WARD 10 RECREATION DISTRICT OF RAPIDES PARISH
TERRE, LOUISIANA**

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2003
(CONTINUED)**

3. AD VALOREM TAXES

On April 29, 1995, an election was held to authorize a five (5.00) mills ad valorem tax on each dollar of assessed valuation, on all property subject to such taxation within Rapides Parish for ten years, beginning with the year 1996 for the purpose of constructing, maintaining and operating recreation facilities for the benefit of the Ward 10 area of Rapides Parish.

Ad valorem 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.

For the year ended December 31, 2003, taxes were levied on property in Rapides Parish and were dedicated to Ward 10 Recreation District of Rapides Parish as follows:

	Taxes Levied At 12/31/03	Received Prior To 12/31/03	Less: Allowance for Uncollectables	Taxes Receivable At 12/31/03
5.00 mills	<u>\$272,137</u>	<u>\$15,591</u>	<u>(\$17,214)</u>	<u>\$229,132</u>
Total	<u>\$272,137</u>	<u>\$15,591</u>	<u>(\$17,214)</u>	<u>\$229,132</u>

4. State Revenue Sharing Receivable

The amounts due from the State of Louisiana from state revenue sharing are as follows:

Class of Receivable	General Fund
Due from State of Louisiana	<u>\$ 13,686</u>

**WARD 10 RECREATION DISTRICT OF RAPIDES PARISH
TERMINA, LOUISIANA**

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2003
(CONTINUED)**

5. BAD DEBTS

Uncollectible amounts due for customer receivables are recognized as bad debts through the establishment of an allowance account at the time information becomes available which would indicate the uncollectibility of the particular receivable.

6. CAPITAL ASSETS

A summary of property and equipment and accumulated depreciation at DECEMBER 31, 2003 follows:

	Property and Equipment			
	Balance <u>12/31/02</u>	Additions	Deletions	Balance <u>12/31/03</u>
Furniture & equipment	\$ 144,803	\$ 21,609		\$ 166,414
Fixed assets & improvements	1,343,661			1,343,661
Land	306,289			306,289
Total	<u>\$ 1,794,752</u>	<u>\$ 21,609</u>	<u> </u>	<u>\$ 1,817,944</u>

	Accumulated Depreciation			
	Balance <u>12/31/02</u>	Additions	Depreciation	Balance <u>12/31/03</u>
Furniture & equipment	\$ 83,032	\$ 13,639		\$ 96,671
Fixed assets & improvements	419,288	36,363		455,651
Total	<u>\$ 499,300</u>	<u>\$ 49,992</u>	<u> </u>	<u>\$ 549,893</u>

**WARD 10 RECREATION DISTRICT OF RAPIDES PARISH
TRICA, LOUISIANA**

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2003
(CONTINUED)**

9. LONG TERM DEBT

The Ward 10 Recreation District of Rapides Parish had the following certificate of indebtedness outstanding at December 31, 2003:

The District issued Certificate of Indebtedness, Series 1996 to Security First National Bank of Alexandria, Louisiana in the amount of \$300,000 on July 1, 1996. Payments of principal are due March 1 of each year and payments of interest are due March 1 and September 1 of each year. Principal and interest payments begin March 1, 1997 and end March 1, 2006. The interest rate on the Certificate of Indebtedness is 4.75%.

Total long term debt \$125,000

All principal and interest requirements are funded in accordance with Louisiana Law by the annual ad valorem tax levy on taxable property within the parish. The certificates of indebtedness are due as follows:

Year ending December 31,	Principal Payments	Interest Payments	Total
2004	15,000	7,600	22,600
2005	60,000	4,311	64,311
2006	<u>60,000</u>	<u>1,437</u>	<u>61,437</u>
Total	<u>\$175,000</u>	<u>\$ 13,348</u>	<u>\$188,348</u>

WARD 10 RECREATION DISTRICT OF RAPIDES PARISH

Thru, Louisiana

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

For the year ended December 31, 2003

	BUDGETED AMOUNT		ACTUAL	VARIANCE FAVORABLE (UNFAVORABLE)
	BUDGET	2003		
REVENUES				
Ad valorem tax	\$ 228,478	\$ 248,823	\$ 248,874	\$ 1,051
State revenue sharing	11,796	11,749	11,749	-
Interest	2,200	1,214	1,214	-
Permit fees	400	202	202	-
Field use fees	6,000	4,120	4,120	-
Miscellaneous	-	-	12,698	12,698
Total Revenue	250,874	300,111	310,727	10,853
EXPENDITURES				
CURRENT - General Government				
Salaries and Wages	48,715	57,859	57,859	-
Per diem/paid-commissioners	1,000	778	778	-
Auto & Truck	600	-	512	888
Insurance	17,000	15,025	15,025	-
Utilities	18,000	21,024	22,244	(1,204)
Professional services	5,300	5,882	5,982	(582)
Maint. & operation of				
Machinery & equipment	7,700	6,672	6,628	44
Recreational facilities	22,000	20,549	21,609	(1,069)
Office supplies	1,475	806	1,073	1,403
Payroll taxes	4,812	2,229	1,984	2,828
Advertising	600	474	474	-
Electric expense	-	2,783	2,783	-
Deduction: Port of ad valorem tax for retirement system	7,000	7,800	7,813	(813)
Total Current Expenditures	130,702	150,982	151,771	(1,012)
CAPITAL OUTLAY	-	-	31,600	(31,600)
Total Expenditures	130,702	150,982	183,371	(32,612)

(Continued)

The accompanying notes are an integral part of this financial statement.

WARD 16 RECREATION DISTRICT OF HATTING PARISH
 Thibodaux, Louisiana

STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL - GENERAL FUND
 For the year ended December 31, 2002
 (CONTINUED)

	<u>BUDGET AMOUNT</u>			<u>VARIANCE</u>
	<u>ORIGINAL</u>	<u>FINAL</u>	<u>ACTUAL</u>	<u>FAVORABLE</u> <u>UNFAVORABLE</u>
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	121,000	121,000	121,350	(1,650)
OTHER FINANCING SOURCES				
Operating Transfer in				
Operating Transfer out	<u>(84,700)</u>	<u>(84,700)</u>	<u>(84,700)</u>	<u>0</u>
Total Other Financing Sources	<u>(84,700)</u>	<u>(84,700)</u>	<u>(84,700)</u>	<u>0</u>
EXCESS OF REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES	36,300	36,300	36,650	<u>(1,650)</u>
FUND BALANCE, BEGINNING	<u>262,000</u>	<u>262,000</u>	<u>262,000</u>	<u>0</u>
FUND BALANCE, ENDING	<u>\$328,300</u>	<u>\$328,300</u>	<u>\$328,650</u>	<u>\$ (1,650)</u>

The accompanying notes are integral part of this financial statement.

**WARD IS RECREATION DISTRICT OF RAPIDES PARISH
TIBOUCA, LOUISIANA**

**OTHER REPORTS REQUIRED BY
GOVERNMENT AUDITING STANDARDS**

The following pages contain the report on internal control structure and compliance with laws and regulations required by Government Auditing Standards issued by the Comptroller General of the United States. The paragraph on internal control structure is based solely on the audit of the general purpose financial statements and includes, where appropriate, any reportable conditions and/or material weaknesses. The paragraph on compliance with laws and regulations is, however, based solely on the audit of the general purpose financial statements and presents, where applicable, compliance matters that would be material to the general purpose financial statements.



DAUZAT, BEALL & DEBEVEC, CPAs

A PROFESSIONAL CORPORATION

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

Board of Commissioners

Ward 10 Recreation District of Rapides Parish
Tioga, Louisiana

We have audited the financial statements of Ward 10 Recreation District of Rapides Parish as of and for the year ended December 31, 2003, and have issued our report thereon dated May 31, 2004. We conducted our audit in accordance with U.S. 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 Ward 10 Recreation District of Rapides Parish'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 material effect on the determination of financial statement amounts. However, providing an opinion on compliance with these 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 U.S. Government Auditing Standards.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered Ward 10 Recreation District of Rapides Parish'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 information of the Ward 10 Recreation District of Rapides Parish, Management, Rapides Parish Police Jury and others with the organization and is not intended to be and should not be used by anyone other than those specified parties.

Respectfully Submitted,

A handwritten signature in black ink, appearing to read "David B. Bell". The signature is fluid and cursive, with a long horizontal stroke at the end.

David B. Bell & Debevoise, CPA's, APC

Alexandria, Louisiana

May 11, 2004

WARD 06 RECREATION DISTRICT OF RAPIDS PARISH
Tingo, Louisiana

Summary Schedule of Prior Audit Findings
For the Year Ended December 31, 2002

Ref. No.	Fiscal Year Finding Initially Occurred	Description of Finding	Planned Corrective Corrective Action Taken (Yes, No, Partially)	Action/ Partial Corrective Action Taken	Additional Explanations
<u>NA</u>	<u> </u>	<u>None</u>	<u>NA</u>	<u>NA</u>	<u> </u>
<u> </u>	<u> </u>	<u> </u>	<u> </u>	<u> </u>	<u> </u>
<u> </u>	<u> </u>	<u> </u>	<u> </u>	<u> </u>	<u> </u>
<u> </u>	<u> </u>	<u> </u>	<u> </u>	<u> </u>	<u> </u>
<u> </u>	<u> </u>	<u> </u>	<u> </u>	<u> </u>	<u> </u>
<u> </u>	<u> </u>	<u> </u>	<u> </u>	<u> </u>	<u> </u>

WARD 10 RECREATION DISTRICT OF RAPIDS PARISH
Tripoli, Louisiana

**Corrective Action Plan for Current Year Audit
Findings For the Year Ended December 31, 2003**

Ref. No.	Description of Finding	Corrective Action Planned	Presented	Completion Date
_____	<u>None</u> _____ _____	<u>None</u> _____ _____	_____	_____
_____	_____ _____ _____	_____ _____ _____	_____	_____
_____	_____ _____ _____	_____ _____ _____	_____	_____

WARD 18 RECREATION DISTRICT OF RAPIDES PARISH
Thibodaux, Louisiana

SCHEDULE OF FINDINGS AND QUESTIONED COSTS
For the Year Ended December 31, 2003

We have audited the financial statements of the Ward 18 Recreation District of Rapides Parish as of December 31, 2003 and have issued our report thereon dated May 31, 2004. We conducted our audit in accordance with U.S. 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. Our audit of the financial statements as of and for the year ended December 31, 2003 resulted in an unqualified opinion.

Section I-Summary of Auditors' Reports

a. **Report on Internal Control and Compliance Material to the Financial Statements**

Internal control

Material Weaknesses Yes No Reportable Conditions Yes No

Compliance

Non-Compliance Material to Financial Statements Yes No

Section II-Financial Statement Findings

None