

Lafourche Parish Recreation District No. 2

Component Unit of the Lafourche Parish Government

Raceland, Louisiana

**Financial Statements with Supplemental Information
December 31, 2020**



(A Professional Corporation)
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Lafourche Parish Recreation District No. 2
Component Unit of the Lafourche Parish Government
Raceland, Louisiana

Financial Statements
December 31, 2020

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Independent Accountant's Compilation Report

**Board of Commissioners
Lafourche Parish Recreation District No. 2
Component Unit of the Lafourche Parish Government
Thibodaux, Louisiana 70301**

Management is responsible for the accompanying financial statements of the governmental activities and the major fund information of the Lafourche Parish Recreation District No. 2, a component unit of the Lafourche Parish Government, as of and for the year ended December 31, 2020, which collectively comprise the District's basic financial statements as listed in the table of contents in accordance with accounting principles generally accepted in the United States of America. We have performed a compilation engagement in accordance with Statements on Standards for Accounting and Review Services promulgated by the Accounting and Review Services Committee of the AICPA. We did not audit or review the financial statements nor were we required to perform any procedures to verify the accuracy or completeness of the information provided by management. Accordingly, we do not express an opinion, a conclusion, nor provide any form of assurance on these financial statements.

Management has elected to omit substantially all the disclosures required by accounting principles generally accepted in the United States of America. If the omitted disclosures were included in the financial statements, they might influence the users conclusions about the Districts financial position and the result of operations. Accordingly, the financial statements are not designed for those who are not informed about such matters.

Management has omitted the management's discussion and analysis and the budgetary comparison schedule that the Governmental Accounting Standards Board requires to be presented to supplement the basic financial statements. Such missing information, although not a required part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context.

Act 706 of the Louisiana 2014 Legislative Session requires a Schedule of Compensation, Benefits, and Other Payments to Agency Head on page 7 to supplement the basic financial statements. Such information, although not a park of the basic financial statements, is required by Louisiana state law which considers it to be essential part of financial reporting and for placing the basic financial statements in an appropriate operational, economic, or historical context. Such information was not audited, reviewed, or compiled by us, and we do not express an opinion or provide any assurance on it.

May 13, 2021
Thibodaux, Louisiana

Lafourche Parish Recreation District No. 2
Component Unit of the Lafourche Parish Government
Balance Sheet / Statement of Net Position

December 31, 2020

	<u>Balance Sheet</u>		<u>Statement of Net Position</u>
	Governmental Fund - General Fund	Adjustments - Statement C	Governmental Activities
ASSETS			
Cash	\$ 50,480	\$ -	\$ 50,480
Receivables - Ad valorem tax	187,096	-	187,096
Land	-	131,500	131,500
Capital Assets, net of depreciation	-	524,662	524,662
Total assets	<u>\$ 237,576</u>	<u>\$ 656,162</u>	<u>\$ 893,738</u>
LIABILITIES			
Total liabilities	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
DEFERRED INFLOWS OF RESOURCES			
Ad valorem tax revenue	\$ 26,132	\$ -	\$ 26,132
Total deferred inflows of resources	<u>\$ 26,132</u>	<u>\$ -</u>	<u>\$ 26,132</u>
FUND BALANCE / NET POSITION:			
Net investment in capital assets	-	\$ 656,162	\$ 656,162
Unassigned / unrestricted	\$ 211,445	-	211,445
Total fund balance / net position	<u>\$ 211,445</u>	<u>\$ 656,162</u>	<u>\$ 867,607</u>

See accountants' compilation report.

Lafourche Parish Recreation District No. 2
Component Unit of the Lafourche Parish Government
Statement of Governmental Fund Revenues, Expenditures, and
Changes in Fund Balances / Statement of Activities

For the Year ended December 31, 2020

	Statement of Governmental Fund Revenues, Expenditures, and Changes in Fund Balance		Statement of Activities	
	Governmental Fund - General Fund	Adjustments - See Statement C	Governmental Activities	
Expenditures / Expenses:				
Recreation - current				
Advertising & Publishing	\$ 85	\$ -	\$	85
Miscellaneous	79	-		79
Office Supplies	580	-		580
Licenses & Permits	901	-		901
Operating Supplies	6,290	-		6,290
Postage & Shipping	55	-		55
Utilities	35,417	-		35,417
Telephone	2,295	-		2,295
Repairs and Maintenance	56,741	-		56,741
Property Lease	650	-		650
Depreciation expense	-	81,821		81,821
	-	81,821		81,821
Total Expenditures / Total Expenses	\$ 103,093	\$ 81,821	\$	184,914
General Revenues:				
Ad Valorem Taxes	\$ 160,964	\$ -	\$	160,964
Day Camp Rental	14,090	-		14,090
Facility & Field Rentals	350	-		350
Miscellaneous Income	300	-		300
	-	-		-
Total General Revenues	\$ 175,704	\$ -	\$	175,704
Special Items: (see note below)				
Receipt from Lafourche Parish Council - Cash	\$ 138,834	\$ -	\$	138,834
Receipt from Lafourche Parish Council - fixed assets, net book value	-	737,983		737,983
	-	737,983		737,983
Total Special Items	\$ 138,834	\$ 737,983	\$	876,817
Excess (Deficiency) of Revenues Over Expenditures	\$ 211,445	\$ 656,162	\$	867,607
Fund Balance / Net Position:				
Beginning of the Year	\$ -		\$	-
End of the Year	211,445		\$	867,607

Note: On November 13, 2018, the Lafourche Parish Council passed ordinance no. 6128 which deconsolidated the recreation districts from the Parish. Those assets were transferred to the recreation districts boards in 2020 and are reported as a Special Items in accordance with GASB 69.

See accountants' compilation report.

Lafourche Parish Recreation District No. 2
Component Unit of the Lafourche Parish Government
Reconciliation of Governmental Fund Financial Statements to Government-Wide Financial Statements

For the Year ended December 31, 2020

Total Fund Balances - Governmental Funds at December 31, 2020	\$	211,445
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Total net position reported for governmental activities in the statement of net position is different because:

Capital assets used in governmental activities are not current financial resources, and therefore, are not reported in the Governmental Fund Balance Sheet. Those assets consist of:

Land	\$	131,500	
Equipment, net \$18,847 accumulated depreciation		-	
Park, net \$1,276,014 accumulated depreciation		524,662	656,162

Total Net Position - Governmental activities at December 31, 2020	\$	<u>867,607</u>
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Total net changes in fund balances at December 31, 2020 per Statement of Revenues, Expenditures and Changes in Fund Balances	\$	211,445
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Total change in net position reported for governmental activities in the Statement of Activities is different because:

Receipt from Lafourche Parish Council of fixed assets, net \$1,213,040 accumulated depreciation		737,983
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Governmental funds report capital outlays as expenditures. However, in the Statement of Activities, the costs of those assets are allocated over their estimated useful lives and reported as depreciation expense.

Capital outlay which is considered expenditures on the Statement of Revenue, Expenditures and Changes in Fund Balances	\$	-	
Basis of capital assets removed from service		-	
Depreciation expense for the year ended December 31, 2020		(81,821)	(81,821)

Change in Net Position - Governmental activities at December 31, 2020	\$	<u>867,607</u>
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See accountants' compilation report.

SUPPLEMENTAL INFORMATION

**Lafourche Parish Recreation District No. 2
Component Unit of the Lafourche Parish Government
Raceland, Louisiana**

For the Year Ended December 31, 2020

Schedule of Compensation, Benefits, and Other Payments to Agency Head or
Chief Executive Officer

Agency Head Name: Chad Davis - Co-Chairman

Purpose	Amount
Salary	\$0
Benefits - insurance	0
Benefits - retirement	0
Benefits - other	0
Car allowance	0
Vehicle provided by government	0
Per diem	0
Reimbursements	0
Travel	0
Registration fees	0
Conference travel	0
Continuing professional education fees	0
Housing	0
Unvouchered expenses	0
Special meals	0

**Lafourche Parish Recreation District No. 2
Component Unit of the Lafourche Parish Government
Raceland, Louisiana**

**Schedule of Findings and Corrective Action Plan &
Schedule of Prior Year Findings
December 31, 2020**

Current year findings

Ref. No.

1220-01

Condition

Noncompliance with state budgeting laws.

Criteria

The district violated Local Governmental Budget Act (LRS 39:1301-1315)

Cause

The board was established by the Lafourche Parish Council in February 2020. A budget was not created for 2020.

Effect

Noncompliance with state law. Budgets are used by the board as a control device to guide management of its resources on a monthly basis through comparison to actual revenues and expenditures. While there was no indication of mismanagement during the year, failure to adopt a budget could result in overspending or other fiscal mismanagement.

Corrective Action Planned

The board has taken necessary steps to ensure compliance with state budgeting laws in the future.

Name of Contact Person

Lacey Arabie, Supervisor

Anticipated Completion Date

May 13, 2021

Prior year findings

No prior year findings due to being consolidated with the Lafourche Parish Council.