

ATCHAFALAYA GOLF COURSE COMMISSION**PARISH OF ST. MARY, STATE OF LOUISIANA****Annual Component Unit Financial Statements with Independent Auditors' Report****And****Report on Internal Control Over Financial Reporting and Compliance and Other Matters****For the Year Ended September 30, 2012**

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 **APR 03 2013**

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INDEPENDENT AUDITOR'S REPORT

To the Board of Commissioners
Atchafalaya Golf Course Commission
Patterson, Louisiana

We have audited the accompanying financial statements of the business-type activities and the major fund of Atchafalaya Golf Course Commission, a component unit of St. Mary Parish, as of September 30, 2012 and for the year then ended, which collectively comprise the Commission's basic financial statements, as listed in the table of contents. These financial statements are the responsibility of the Atchafalaya Golf Course Commission's management. Our responsibility is to express an opinion on these financial statements based on our audit.

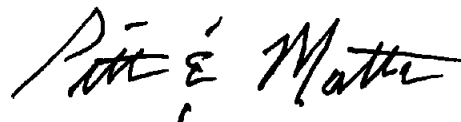
We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the business-type activities and the major fund of Atchafalaya Golf Course Commission as of September 30, 2012 and the respective changes in financial position and cash flows for the year then ended in conformity with accounting principles generally accepted in the United States of America.

The Commission has not presented Management's Discussion and Analysis that governmental accounting principles generally accepted in the United States of America require to be presented to supplement the basic financial statements. Such missing information, although not a 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. Our opinion on the basic financial statements is not affected by the missing information.

In accordance with *Government Auditing Standards*, we have also issued our report dated February 6, 2013, on our consideration of Atchafalaya Golf Course Commission's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be considered in assessing the results of our audit.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Atchafalaya Golf Course Commission's basic financial statements. The Detail Schedule of Operating Expenses 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 auditing 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.

A handwritten signature in black ink, appearing to read "P. E. Mathe".

CERTIFIED PUBLIC ACCOUNTANTS

February 6, 2013

ATCHAFALAYA GOLF COURSE COMMISSION**Statement of Net Assets (Deficit)****Enterprise Fund****September 30, 2012****ASSETS****CURRENT ASSETS**

Cash and cash equivalents	\$ 57,013
Accounts receivable	10,805
Other receivables	15,255
Inventory	79,924
Total current assets	<u>162,997</u>

NONCURRENT ASSETS

Property, Plant and Equipment at cost (net of accumulated depreciation of \$640,481)	<u>282,690</u>
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TOTAL ASSETS	<u>\$ 445,687</u>
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LIABILITIES AND NET ASSETS**CURRENT LIABILITIES**

Accounts payable and accrued expenses	\$ 40,831
Lease obligation payable	84,664
Deferred revenue	121,235
Total current liabilities	<u>246,730</u>

LONG-TERM LIABILITIES

Lease obligation payable	141,915
Due to Affiliate	1,382,649
Total Long-Term Liabilities	<u>1,524,564</u>

Total liabilities	<u>1,771,294</u>
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NET ASSETS (DEFICIT)

Invested in capital assets, net of related debt	56,111
Unrestricted	(1,381,718)
Total net assets (deficit)	<u>(1,325,607)</u>

TOTAL LIABILITIES AND NET ASSETS	<u>\$ 445,687</u>
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ATCHAFALAYA GOLF COURSE COMMISSION
Statement of Revenues, Expenses and Net Assets (Deficit)
Enterprise Fund
For the Year Ended September 30, 2012

OPERATING REVENUES

Golf		\$ 742,624
Golf equipment and accessories sales	159,119	
Less cost of goods sold	<u>(102,430)</u>	56,689
Food and beverage facility rental		57,617
Advertising revenues		115,146
Outing Surcharge		16,910
Rentals		<u>5,928</u>
TOTAL OPERATING REVENUES		<u>994,914</u>

OPERATING EXPENSES

Golf operations	249,018
Maintenance operations	764,655
Cart cost	49,186
General and administration	<u>267,279</u>
TOTAL OPERATING EXPENSES	<u>1,330,138</u>

INCOME (LOSS) FROM OPERATIONS	<u>(335,224)</u>
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NON-OPERATING REVENUE (EXPENSES)

Grant from St. Mary Parish Council	250,000
Grant from BP	44,044
Interest income	5
Interest expense	<u>(11,778)</u>

TOTAL NON-OPERATING REVENUE NET	<u>282,271</u>
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DECREASE IN NET ASSETS	(52,953)
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NET ASSETS (DEFICIT) - BEGINNING OF PERIOD	<u>(1,272,654)</u>
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NET ASSETS (DEFICIT) - END OF PERIOD	<u>\$ (1,325,607)</u>
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ATCHAFALAYA GOLF COURSE COMMISSION

Statement of Cash Flows - Enterprise Fund

For the Year Ended September 30, 2012

Increase (Decrease) in Cash and Cash Equivalents

CASH FLOWS FROM OPERATING ACTIVITIES:

Cash received from customers	\$ 984,900
Cash paid to suppliers and employees	<u>(1,343,452)</u>
NET CASH USED BY OPERATING ACTIVITIES	<u>(358,552)</u>

CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:

Payments on lease-purchase	(89,246)
Purchase of fixed assets	<u>(6,803)</u>
NET CASH USED BY CAPITAL AND RELATED ACTIVITIES	<u>(96,049)</u>

CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:

Advance from St. Mary Parish Council	163,826
Grant received from BP	44,044
Grant received from St. Mary Parish Council	<u>250,000</u>
CASH PROVIDED BY NONCAPITAL FINANCING ACTIVITIES	<u>457,870</u>

Net increase in cash and cash equivalents 3,269

Cash and cash equivalents at beginning of period 53,744

Cash and cash equivalents at end of period \$ 57,013

RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH USED BY OPERATING ACTIVITIES:

INCOME (LOSS) FROM OPERATIONS \$ (335,224)

Adjustments to reconcile operating income to net cash provided by operating activities:

Depreciation	58,034
Decrease in accounts receivable	5,241
Increase in other receivable	(15,255)
Decrease in inventory	4,426
Decrease in accounts payable and accrued expenses	(50,120)
Decrease in deferred revenue	<u>(25,654)</u>

NET CASH USED BY OPERATING ACTIVITIES \$ (358,552)

During the year ended September 30, 2012 the Commission entered into a non cash capital and related financing activity, obtaining \$184,128 of equipment through a capital lease.

ATCHAFALAYA GOLF COURSE COMMISSION
NOTES TO THE FINANCIAL STATEMENTS
September 30, 2012

NOTE 1 - SUMMARY OF ACCOUNTING POLICIES

The Atchafalaya Golf Course Commission (Commission) was created on August 13, 2003 by the St. Mary Parish Council (Council). The Commission's sole responsibility and duty is to maintain, operate, and administer the Atchafalaya Golf Course (Course).

The Course was completed and the Commission began operations on August 14, 2005. The accounting and reporting practices of the Commission conform to generally accepted accounting principles (GAAP) as applicable to government units. The Government Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles.

The following is a summary of the significant accounting policies used in preparing the financial statements:

A. Reporting Entity

In evaluating how to define the governmental unit, for financial reporting purposes, consideration has been given to the following criteria as set forth in GAAP:

- a. Financial benefit or burden
- b. Appointment of a voting majority
- c. Imposition of will
- d. Fiscally dependent

Based upon the above criteria, the Commission is a component unit and integral part of the St. Mary Parish Council (the primary government).

These financial statements include only the operations of the Commission.

NOTE 1 - SUMMARY OF ACCOUNTING POLICIES (continued)

B. Basis of Accounting

The financial statements of the Commission are prepared on the accrual basis of accounting whereby revenues are recognized when earned and expenses are recognized when incurred. Under Governmental Accounting Standards Board Statement No. 20, the Commission has elected not to apply Financial Accounting Standards Board provisions issued after November 30, 1989.

Proprietary Fund Type

Proprietary funds distinguish operating revenues and expenses from nonoperating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. The operating revenues of the Commission primarily come from green fees and sales to the general public. Operating expenses for proprietary funds include the cost of sales and services, administrative expenses, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

C. Revenues and Deferred Revenues

The following is a summary of the Commission's recognition policies for its major revenue sources:

Green fees, cart rentals, and golf merchandise sales are recorded as revenue at the time the rounds are played or the sale takes place.

Fees paid for advertising on the Commission's GPS video equipped golf carts are recorded as deferred revenue when received and recognized as revenue ratably over the advertising year.

Fees paid for annual play and cart rental packages cover the period October 1st through September 30th. Fees paid prior to September 30th for the next year are recognized as deferred revenues as of September 30, 2012.

Rentals for use of the restaurant and bar facilities are recognized monthly.

Interest and investment earnings are recognized when earned.

NOTE 1 - SUMMARY OF ACCOUNTING POLICIES (continued)

D. Expenses

Expenses are recognized under the accrual basis of accounting where liabilities are recorded at the time expenses are incurred.

E. Budgets and Budgetary Accounting

The Commission follows these procedures in establishing administrative budgetary accounting:

- a. An administrative budget is employed as a management planning and control device during the year for the Proprietary Fund. The forecasted budget is prepared on a basis consistent with GAAP.
- b. These financial statements do not present budget and actual comparisons of the administrative budget because it is not a legally adopted budget.

F. Cash and Cash Equivalents

For financial statement purposes, cash and cash equivalents include bank deposits and/or certificates of deposit with original maturates of less than three months.

G. Accounts Receivable

Accounts receivable are not from individuals and consists primary of amounts due from credit card processing companies and organizations which owe charges from recent golf tournaments. Uncollectible charges are insignificant, therefore no allowance for bad debts is needed.

H. Inventory

Golf merchandise inventory at September 30, 2012, of \$79,924 is valued at the lower of cost of market.

I. Equipment

The Commission's fixed assets, which are primarily golf carts and golf course maintenance equipment are capitalized. The equipment is recorded at cost or, if contributed property, at their market value at the time of contribution. Repairs and maintenance are recorded as expenses; renewals and betterments are capitalized.

Depreciation of all exhaustible fixed assets is charged as an expense against their operation. Accumulated depreciation is reported on the statement of net assets. Depreciation has been provided over estimated useful lives using the straight-line method.

NOTE 1 - SUMMARY OF ACCOUNTING POLICIES (continued)

The estimated useful lives are as follows:

Golf carts	7 years
Golf course maintenance equipment	10 years
Small equipment	3 years

J. Compensated Absences

Accumulated vacation and sick leave are recorded as an expense of the year in which paid. At September 30, 2012 unrecorded compensated absences are immaterial.

K. Equity Classifications

Equity is classified as net assets and displayed in three components – invested in capital assets, restricted and unrestricted. These classifications are defined as follows:

- Invested in capital assets, net of related debt – This component of net assets consists of capital assets net of accumulated depreciation and reduced by outstanding debt related to the acquisition of the assets.
- Restricted – This component of net assets consists on net asset with constraints imposed by the Board to restrict the use of certain funds.
- Unrestricted net assets – This component of net asset consist of net assets that do not meet the definition of “restricted” or “invested in capital assets, net of related debt.”

L. Estimates

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America require management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues, expenditures, and expenses during the reporting year. Actual results could differ from those estimates.

NOTE 2 - CASH AND CASH EQUIVALENTS

The Commission does not have a formal investment policy related to interest rate risk (the risk of an investment decreasing in value due to increasing interest rates).

In addition, the Commission does not have a formal investment policy related to credit risk (including concentrations of credit). However the Commission does follow state law as to limitations on types of deposits and investments as described below.

NOTE 2 - CASH AND CASH EQUIVALENTS (continued)

The Commission does not invest in any investments subject to foreign currency risk.

Cash and cash equivalents

Under state law the Commission may deposit its funds with certain state and federally chartered financial institutions. These deposits are required to be insured or collateralized by the financial institutions.

At September 2012, the carrying amount of the Commission's cash is \$57,013 and the bank balance is \$54,049 which is fully covered by federal depository insurance.

NOTE 3 - FIXED ASSETS

Fixed asset and depreciation activity for the year ended September 30, 2012 is as follows:

	<u>Ending Balance 09/30/11</u>	<u>Additions</u>	<u>Ending Balance 09/30/12</u>
Assets not being depreciated:			
Improvements	\$2,470		\$2,470
Other capital assets:			
Small equipment	6,884	\$6,803	13,687
Golf carts	583,170		583,170
Course Maintenance equipment	<u>139,716</u>	<u>184,128</u>	<u>323,844</u>
Total capital assets	<u>732,240</u>	<u>190,931</u>	<u>923,171</u>
Less depreciation	<u>(582,447)</u>	<u>(58,034)</u>	<u>(640,481)</u>
Total capital assets net	<u>\$149,793</u>	<u>\$132,897</u>	<u>\$282,690</u>

Depreciation expense for the year ended September 30, 2012 was approximately \$58,000

Substantially all course maintenance equipment is pledged to secure a long-time lease/purchase agreement.

NOTE 4 - CAPITAL LEASE

In 2011 and 2012 the Commission entered into a lease purchase agreements to acquire various pieces of equipment for maintenance and upkeep of the golf course. These lease agreements qualify as capital leases for accounting purposes and therefore the obligations have been recorded at the present value of the future minimum lease payments as of the lease inception.

At September 30, 2012, the equipment acquired under these leases is reported at \$276,026 (\$322,018 cost less \$45,992 of accumulated depreciation).

The ending balance for the equipment lease obligations as of September 30, 2012 is \$226,579.

The future minimum lease obligations and the net present value of these minimum lease payments as of September 30, 2012 are as follows:

<u>Year ending</u> <u>September 30,</u>	
2013	\$93,451
2014	93,451
2015	50,400
2016	<u>4,200</u>
Total minimum lease payments	241,502
Less: Interest portion	<u>(14,923)</u>
Present value of minimum lease payments	<u>\$226,579</u>

NOTE 5 - PENSION PLAN

The Commission (through the St. Mary Parish Council) contributes to the Parochial Employees' Retirement System of Louisiana (Plan A), a cost sharing multiple-employer public employee retirement system administered by a Board of Trustees consisting of seven members. The System provides retirement and disability benefits, annual cost of living adjustments and death benefits to plan members and beneficiaries. The System was established by the Louisiana legislature by Act 205 of 1952 and revised by Act 765 of 1979. The System issues a publicly available financial report that includes financial statements and required supplementary information. This report may be obtained by calling the Parochial Employees' Retirement System of Louisiana at (225) 928-1361.

Plan members are required to contribute 9.50% of their annual covered salary and the Commission is required to contribute at a rate established by the State Legislature. The current rate is 15.75% of annual covered payroll. The Commission's actual contributions to the System for the years ended September 30, 2012, 2011, and 2010 were approximately \$44,000, \$32,000, and \$31,000 respectively, and equals the required contributions.

The Commission does not provide any other post employment benefits.

NOTE 6 - RELATED PARTY AND ECONOMIC DEPENDENCE

The Course, its clubhouse, and certain maintenance equipment are owned by the Council. Debt related to the building of the Course, construction of the clubhouse, and purchase of certain equipment is funded by the Council.

The Council established the Commission to maintain and operate the Course in the Council's and public's behalf. The Course is economically dependent upon the Council.

The staff at the Course are employees of the Council. Initially the Commission agreed to reimburse the Council for the salaries and other costs of the Course's staff. At September 30, 2012 the Commission owed the Council \$1,382,649 for salary and benefit reimbursements incurred through that time. The Council has agreed to defer repayment of this amount by the Commission until December 2013 at which time the Council may again defer repayment.

Because the Council recognizes the great recreational, and economic benefits provided by the Course, the Council has committed to continue funding a portion of the Course's salaries and benefits, as necessary to insure continuing the Course's ongoing operations.

NOTE 7 - RISK MANAGEMENT

The Commission is exposed to various risks of loss related to torts, theft of, damage to and destruction of assets; errors and omissions and natural disasters for which the Commission carries commercial insurance. There have been no significant reductions in coverage from the prior year and settlements of claims have not exceed coverage in the past.

SUPPLEMENTARY INFORMATION

ATCHAFALAYA GOLF COURSE COMMISSION

Detail Schedule of Operating Expenses
For the Year Ended September 30, 2012

Golf operation

Printing	\$ 192
Supplies	1,166
Equipment Rental	592
Travel/seminars	199
Dues & Subscriptions	3,297
Advertising	19,953
Promotion	3,256
Range balls	5,848
Salaries and Wages	<u>214,515</u>
Total	<u>\$ 249,018</u>

Cart cost

Supplies	\$ 2,234
Equipment repairs	24,200
Insurance	8,835
Cart/GPS Lease	<u>13,917</u>
Total	<u>\$ 49,186</u>

Maintenance operation

Depreciation	\$ 58,034
Utilities	717
Drug Screen Testing	280
Chemical/pesticides	89,801
Dues and subscriptions	1,075
Equipment rental	1,068
Fertilizer	52,962
Fuel	23,722
Irrigation and drainage	21,388
Repairs and maintenance	55,159
Sand and Gravel	11,499
Salary/wages/benefits	308,360
Supplies	24,441
Telephone	4,140
Travel/seminars	2,990
Seed and sod	5,554
Contract labor	101,206
Auto Allowance	1,800
Miscellaneous	<u>459</u>
Total	<u>\$ 764,655</u>

General and administration

Licenses and Permits	\$ 30
Advertising	44,237
Credit card fees	17,278
Drug screen/physical	1,366
Office supplies	3,236
Equipment rental	2,928
Building repairs	41,860
Supplies	7,416
Telephone	1,814
Uniforms	2,752
Postage	1,874
Utilities	25,326
Cable	1,654
Dues and subscriptions	736
Travel/seminars	2,897
Professional	17,864
Repairs and maintenance	1,392
Salary and Wages	76,436
Computer/ Maintenance	13,545
Mobile Phone	1,459
Security/Alarm Service	605
Miscellaneous	<u>574</u>
Total	<u>\$ 267,279</u>

**INTERNAL CONTROL OVER FINANCIAL REPORTING AND COMPLIANCE
AND OTHER MATTERS SECTION**



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

Board of Commissioners
Atchafalaya Golf Course Commission
Patterson, Louisiana

We have audited the accompanying financial statements of the business-type activities and the major fund of the Atchafalaya Golf Course Commission (the Commission) as of and for the year ended September 30, 2012, which collectively comprise the Commission's basic financial statement and have issued our report thereon dated February 6, 2013. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to the financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States.

Internal Control over Financial Reporting

Management of the Commission is responsible for establishing and maintaining effective internal control over financial reporting. In planning and performing our audit, we considered the Commission's internal control over financial reporting as a basis for designing our auditing procedures for the purpose of expressing our opinion on the financial statements but not for the purpose of expressing an opinion on the effectiveness of the Commission's internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the Commission's internal control over financial reporting.

Our consideration of the internal control over financial reporting was for the limited purpose described in the preceding paragraph and was not designed to identify all deficiencies in internal control over financial reporting that might be significant deficiencies, or material weaknesses and therefore, there can be no assurance that all deficiencies, significant deficiencies, or material weaknesses have been identified. However, as described in the accompanying schedule of findings and questioned costs, we identified a deficiency in internal control over financial reporting that we consider to be a material weakness.

A deficiency in internal control exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect and correct misstatements on a timely basis. A material weakness is a deficiency, or a combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis. We consider the deficiency described in the accompanying schedule of findings and questioned costs as item 2012-1, to be a material weakness.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the Commission'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 or other matters that are required to be reported under Government Auditing Standards.

The Commission's response to the findings identified in our audit is described in the accompanying schedule of findings and questioned costs. We did not audit the Commission's response and, accordingly, we express no opinion on it.

This report is intended solely for the use of the management of the Commission, the Legislative Auditor of the State of Louisiana and the Finance Committee of the St. Mary Parish Council, and is not intended to be and should not be used by anyone other than these specified parties. However under Louisiana Revised Statue 24:513, this report is considered a public record and may be distributed by the Legislative Auditor.



CERTIFIED PUBLIC ACCOUNTANTS

January 6, 2013

**ST. MARY PARISH
ATCHAFALAYA GOLF COURSE COMMISSION**

**Schedule of Findings, Questioned Costs and Federal Awards
For the Year Ended September 30, 2012**

A. SUMMARY OF AUDIT RESULTS

1. The auditors' report expresses an unqualified opinion on the financial statements of the Atchafalaya Golf Course Commission.
2. Report on Internal Control Over Financial Reporting and Compliance and Other Matters

Internal Control

There was one significant deficiency in internal control over financial reporting noted during the audit of the financial statements. This condition is reported as a material weaknesses.

Compliance and Other Matters

There were no instances of noncompliance nor other matters noted during the audit of the financial statements that are required to be reported.

3. Federal Awards

This section is not applicable for the year ended September 30, 2012.

B. FINDINGS - FINANCIAL STATEMENT AUDIT

Material Weaknesses

ITEM 2012-1 - SEGREGATION OF DUTIES

Auditors' Comments

Condition: While performing audit tests and inquiring about internal control, we discovered that there is little segregation of duties within some of the Commission's accounting functions.

Criteria: Ordinarily, the accounting duties performed in an organization are segregated to reduce possible errors or irregularities that could occur in the accounting records and not be detected.

Effect: Lack of segregation of duties results in a material weakness in internal accounting controls.

Cause: The Commission has limited personnel.

Management's Comments: We have reviewed this situation and have decided that the additional controls derived by employing an additional person in our bookkeeping area is outweighed by the additional personnel costs.

C. FINDINGS AND QUESTIONED COSTS - FEDERAL AWARD PROGRAMS

This section is not applicable for the year ended September 30, 2012.

SUMMARY OF PRIOR YEAR FINDINGS AND RELATED CORRECTIVE ACTION
PREPARED BY ATCHAFALAYA GOLF COURSE COMMISSION

INTERNAL CONTROL OVER FINANCIAL REPORTING AND COMPLIANCE AND
OTHER MATTERS MATERIAL TO THE FINANCIAL STATEMENTS

Internal Control

Material Weakness

Item 2011-1 Lack of Segregation of Duties

Condition: While performing audit tests and inquiring about internal control, over auditors discovered that there is very little segregation of duties within the Commission's accounting function.

Corrective Action: This has not been corrected.

INTERNAL CONTROL AND COMPLIANCE MATERIAL TO FEDERAL WARDS

Not applicable to prior year.



February 6, 2013

Mr. Daryl Purpera, CPA CFE
Legislative Auditor
State of Louisiana
P. O. Box 94397
Baton Rouge, LA 70804-9397

Dear Mr. Purpera:

The Atchafalaya Golf Course Commission respectfully submits the following corrective action plan for our period ended September 30, 2012.

CORRECTIVE ACTION:

Person Responsible: Rudy Sparks
Atchafalaya Golf Course Commission
P. O. Box 1109
Patterson, LA 70392

Time for Completion: September 30, 2013

Material Weaknesses:

RE: Item No. 2012-1 Segregation of Duties

Auditors' Comment: While performing audit test and inquiring about internal control, our auditors discovered that there is very little segregation of duties within the commission's accounting function.

Corrective Action: We have reviewed this situation and have decided that the additional control derived by employing an additional person in our bookkeeping area is outweighed by the additional personnel cost.

Atchafalaya Golf Course

Brandon Richard
Assistant Supervisor