

**JUBAN CROSSING ECONOMIC
DEVELOPMENT DISTRICT**

Annual Financial Statements

December 31, 2019



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Independent Auditor's Report

To the Livingston Parish Council
Juban Crossing Economic Development District
Livingston Parish, Louisiana

Report on Financial Statements

We have audited the accompanying financial statements of the governmental activities and the major funds of the Juban Crossing Economic Development District (the District), a component unit of Livingston Parish, as of and for the year ended December 31, 2019, and the related notes to the financial statements, which collectively comprise the District's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express opinions 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 from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities and the major funds of the District as of December 31, 2019, and the respective changes in financial position for the year then ended, in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

Management has omitted the management's discussion and analysis that 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 (GASB), 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 this missing information.

Accounting principles generally accepted in the United States of America require that the budgetary comparison information on page 19 be presented to supplement the basic financial statements. Such 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. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the District's basic financial statements. The accompanying schedule of compensation, benefits, and other payments to agency head is presented for purposes of additional analysis and is not a required part of the basic financial statements.

The schedule of compensation, benefits, and other payments to agency head is the responsibility of management and was derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the schedule of compensation, benefits, and other payments to agency head is fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated June 16, 2020, on our consideration of the Juban Crossing Economic Development District's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, grant agreements, and other matters. The purpose of that report is solely 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 effectiveness of the District's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the District's internal control over financial reporting and compliance.

A handwritten signature in cursive script that reads "LaForte".

A Professional Accounting Corporation

Covington, LA
June 16, 2020

BASIC FINANCIAL STATEMENTS
GOVERNMENT-WIDE FINANCIAL STATEMENTS

JUBAN CROSSING ECONOMIC DEVELOPMENT DISTRICT
Statement of Net Position
December 31, 2019

	Governmental Activities
Assets	
Restricted Assets	
Cash and Cash Equivalents	\$ 2,448,130
Sales Tax Receivable	<u>844,373</u>
Total Restricted Assets	<u>3,292,503</u>
Capital Assets	
Infrastructure, Net	<u>34,518,984</u>
Total Capital Assets	<u>34,518,984</u>
Total Assets	<u>37,811,487</u>
Deferred Outflows of Resources	
Loss on Refunding	<u>3,844,999</u>
Liabilities	
Accrued Interest	992,250
Non-Current Liabilities	
Due Within One Year	730,000
Due in More Than One Year	<u>52,370,000</u>
Total Liabilities	<u>54,092,250</u>
Net Position	
Net Investment in Capital Assets	(15,728,267)
Restricted	<u>3,292,503</u>
Total Net Position	<u><u>\$ (12,435,764)</u></u>

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

JUBAN CROSSING ECONOMIC DEVELOPMENT DISTRICT
Statement of Activities
For the Year Ended December 31, 2019

	Governmental Activities
Expenses	
Economic Development	\$ 966,906
Interest on Long-Term debt	3,585,997
	<hr/>
Total Expenses	4,552,903
	<hr/>
General Revenues	
Sales Tax	4,189,084
Interest Income	48,258
	<hr/>
Total General Revenues	4,237,342
	<hr/>
Change in Net Position	(315,561)
	<hr/>
Net Position, Beginning of Year	(12,120,203)
	<hr/>
Net Position, End of Year	\$ (12,435,764)
	<hr/> <hr/>

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

**FUND FINANCIAL STATEMENTS
GOVERNMENTAL FUNDS**

JUBAN CROSSING ECONOMIC DEVELOPMENT DISTRICT
Balance Sheet
Governmental Funds
December 31, 2019

	General Fund	Debt Service Fund	Total Governmental Funds
Assets			
Restricted Assets			
Cash and Cash Equivalents	\$ 883,667	\$ 1,564,463	\$ 2,448,130
Sales Tax Receivable	844,373	-	844,373
Total Assets	<u>\$ 1,728,040</u>	<u>\$ 1,564,463</u>	<u>\$ 3,292,503</u>
Liabilities			
Total Liabilities	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Fund Balances			
Restricted for Debt Service	<u>1,728,040</u>	<u>1,564,463</u>	<u>3,292,503</u>
Total Fund Balances	<u>1,728,040</u>	<u>1,564,463</u>	<u>3,292,503</u>
Total Liabilities and Fund Balances	<u>\$ 1,728,040</u>	<u>\$ 1,564,463</u>	

Amounts reported for governmental activities in the statement of net position are different because:

Capital assets used in governmental activities are not financial resources and; therefore, are not reported in the funds.	34,518,984
Long-term liabilities, including bonds, are not due and payable in the current period and; therefore, are not reported in the funds.	(53,100,000)
Losses on refunding are not available to pay for current period expenses and; therefore, are not reported in the funds.	3,844,999
Accrued interest expense is not reported in the governmental funds.	<u>(992,250)</u>
Net Position of Governmental Activities	<u>\$ (12,435,764)</u>

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

JUBAN CROSSING ECONOMIC DEVELOPMENT DISTRICT
Statement of Revenues, Expenditures, and Changes in Fund Balances
Governmental Funds
For the Year Ended December 31, 2019

	General Fund	Debt Service Fund	Total Governmental Funds
Revenues			
Sales Tax	\$ 4,189,084	\$ -	\$ 4,189,084
Other Income	48,258	-	48,258
Total Revenues	4,237,342	-	4,237,342
Expenditures			
Current			
Economic Development	8,045	-	8,045
Debt Service			
Principal	-	680,000	680,000
Interest	-	3,437,986	3,437,986
Total Expenditures	8,045	4,117,986	4,126,031
Excess (Deficiency) of Revenues Over (Under) Expenditures	4,229,297	(4,117,986)	111,311
Other Financing Sources (Uses)			
Transfer In	-	3,931,510	3,931,510
Transfer Out	(3,931,510)	-	(3,931,510)
Total Other Financing Sources (Uses)	(3,931,510)	3,931,510	-
Net Change in Fund Balances	297,787	(186,476)	111,311
Fund Balances, Beginning of Year	1,430,253	1,750,939	3,181,192
Fund Balances, End of Year	\$ 1,728,040	\$ 1,564,463	\$ 3,292,503

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

JUBAN CROSSING ECONOMIC DEVELOPMENT DISTRICT
Reconciliation of the Statement of Revenues, Expenditures,
and Changes in Fund Balances of the Governmental Funds to the
Statement of Activities
For the Year Ended December 31, 2019

Net Change in Fund Balances - Total Governmental Fund	\$ 111,311
<p>Amounts reported for governmental activities in the statement of activities are different because:</p>	
<p>Governmental funds report capital outlays as expenditures. However, in the statement of activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which depreciation expense exceeded capital outlay in the current period.</p>	(958,861)
<p>The issuance of long-term debt provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net position. Also, governmental funds report the effect of premiums, discounts, and similar items when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities. This amount is the net effect of these differences in the treatment of long-term debt and related items.</p>	680,000
<p>Some 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.</p>	<u>(148,011)</u>
<p>Change in Net Position of Governmental Activities</p>	<u><u>\$ (315,561)</u></u>

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

JUBAN CROSSING ECONOMIC DEVELOPMENT DISTRICT

Notes to Financial Statements

Note 1. Summary of Significant Accounting Policies

Organization

The Juban Crossing Economic Development District (the District) was established for the purpose of promoting and encouraging the development of economic opportunities within the District. The District is a political subdivision of the State of Louisiana, created pursuant to Part II of Chapter 27 of Title 33 of the Louisiana Revised Statutes and Livingston Parish ordinance 07-24 adopted by the Livingston Parish Council in its capacity as the governing authority of Livingston Parish, Louisiana, on June 28, 2007. The District's governing body is the Livingston Parish Council (the Parish).

The District encompasses approximately 80 acres of land where a mixed used development is being constructed in multiple phases. The purpose of the District is to issue sales tax revenue bonds for economic development in the District.

The Reporting Entity

Governmental accounting standards established criteria for determining the governmental reporting entity and component units that should be included within the reporting entity. A component unit is a government that is financially accountable to another government or one for which another government can exert influence over its budget and operations. As the Parish is the governing body of the District, the District is considered to be a component unit of Livingston Parish. The District does not have any component units.

Basic Financial Statements - Government-Wide Financial Statements

The government-wide financial statements (i.e., the statement of net position and the statement of activities) report information on all of the non-fiduciary activities of the District. Governmental activities, which normally are supported by taxes and intergovernmental revenues, are reported separately from business-type activities, which rely to a significant extent on fees and charges for support. There were no activities of the District categorized as business-type activities.

The statement of activities demonstrates the degree to which the direct expenses of a given function or segment is offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function or segment. Program revenues include 1) charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function or segment; and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. Taxes and other items not included among program revenues are reported instead as general revenues.

Basic Financial Statements - Fund Financial Statements

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

JUBAN CROSSING ECONOMIC DEVELOPMENT DISTRICT

Notes to Financial Statements

Note 1. Summary of Significant Accounting Policies (Continued)

Basic Financial Statements - Fund Financial Statements (Continued)

Funds are ordered into three major categories: governmental, proprietary, and fiduciary, which are grouped by fund type in the financial statements. Governmental fund types are those through which general governmental functions of the District are financed. The acquisition, use, and balances of the District's expendable financial resources; and the related liabilities are accounted for through governmental funds. The General Fund, the main operating fund of the District, is used to account for all financial resources of the District except for those required to be accounted for in another fund. The Debt Service Fund accounts for the accumulation of resources for the payment of general long-term debt principal and interest.

Basis of Accounting

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting. Revenues are recorded when earned, and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows.

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the government considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures are recorded only when payment is due.

Amounts reported as program revenues include 1) charges to customers or applicants for goods, services, or privileges provided, 2) operating grants and contributions, and 3) capital grants and contributions, including special assessments. Internally dedicated resources are reported as general revenues rather than as program revenues. Likewise, general revenues include all taxes.

Cash and Cash Equivalents

The District's cash and cash equivalents are considered to be cash on hand, demand deposits, and short-term investments with original maturities of three months or less from the date of acquisition.

The District is authorized under state law to deposit funds within a fiscal agent bank organized under the laws of the State of Louisiana, the laws of any other state in the United States, or laws of the United States. Under state laws, these deposits must be secured by federal deposit insurance or the pledge of securities owned by the fiscal agent bank. State law provides that the amount of the security shall at all times be equal to 100% of the amount on deposit to the credit of each depositing authority, except that portion of the deposit insured by federal deposit insurance.

JUBAN CROSSING ECONOMIC DEVELOPMENT DISTRICT

Notes to Financial Statements

Note 1. Summary of Significant Accounting Policies (Continued)

Capital Assets

Capital assets, which include infrastructure (e.g., roads, sidewalks, and similar items), are reported in the government-wide financial statements. Capital assets are capitalized at historical cost. Donated assets, if any, are recorded as capital assets at their estimated fair market value at the date of donation. Capital assets of the governmental funds are recorded as expenditures at the time they are purchased or constructed. Interest expense incurred during the costs of normal maintenance and repairs that do not add to the value of the asset or materially extend assets lives are not capitalized.

The costs of normal maintenance and repairs that do not add to the value of the assets or materially extend assets' lives are not capitalized. Improvements are capitalized and depreciated over the remaining useful lives of the related fixed assets, as applicable. The District capitalizes assets in excess of \$5,000. Capital assets are included on the statement of net position, net of accumulated depreciation. Depreciation is computed using the straight-line method over a 40-year useful life for infrastructure.

Depreciation expense for the year ended December 31, 2019 amounted to \$958,861.

Long-Term Debt

In the government-wide financial statements long-term debt and other long-term obligations are reported as liabilities. Bond issuance costs are reported as expenditures in the period incurred.

In the fund financial statements, governmental funds recognized bond issuance costs during the current period as debt service expenditures. The face amount of debt issued is reported as other financing sources.

Use of Estimates

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amounts of assets, deferred outflows, liabilities, deferred inflows, 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 period. Actual results could differ from those estimates.

Board of Supervisors

For the year ended December 31, 2019, the members of the Board of Supervisors received no compensation or per diem.

Recently Adopted Accounting Principles

The District adopted the provisions of Governmental Accounting Standards Board Statement No. 88, *Certain Disclosures Related to Debt, including Direct Borrowings and Direct Placements*. The statement improves consistency in information related to debt that is disclosed in notes to governmental financial statements. Adoption of the standard had no impact on the District's financial statements.

JUBAN CROSSING ECONOMIC DEVELOPMENT DISTRICT

Notes to Financial Statements

Note 1. Summary of Significant Accounting Policies (Continued)

Net Position

Net position represents the difference between assets, deferred outflows, liabilities, and deferred inflows. Net position should be displayed in three components: *net investment in capital assets*, consisting of capital assets, net of accumulated depreciation, reduced by the outstanding balance of any debt proceeds used for the acquisition, construction, or improvements of those assets; *restricted*, distinguishing between major categories of restrictions and consisting of restricted assets reduced by liabilities and deferred inflows of resources related to those assets; and *unrestricted*, consisting of the net amount of the assets, deferred outflows of resources, liabilities, and deferred inflows of resources that are not included in the determination of net investment in capital assets or the restricted component of net position.

Fund Balance

In fund financials, fund balance for governmental funds is reported in classifications that comprise a hierarchy based primarily on the extent to which the District is bound to honor constraints on the specific purpose for which amounts in the funds can be spent. Fund balance is reported in five components, as follows:

- *Non-spendable* - Consists of amounts that cannot be spent because they are either (a) not in spendable form, or (b) legally or contractually required to be maintained intact.
- *Restricted* - Consists of amounts with constraints either by third parties (bond creditors) or by law through constitutional provisions or enabling legislation. Enabling legislation authorizes the District to assess or otherwise mandate payment of resources (from external resource providers) and includes a legally enforceable requirement (compelled by external parties) that those resources be used for the specific purposes stipulated in the legislation.
- *Committed* - Consists of the amounts used for specific purposes pursuant to constraints imposed by formal action of the District's Board. Those committed amounts cannot be used for any other purpose unless the District removes or changes the specified use by taking the same type of action (ordinance or resolution) it employed previously to commit those amounts.
- *Assigned* - Consists of amounts that are constrained by the District's intent to be used for specific purposes, but are neither restricted nor committed.
- *Unassigned* - Consists of amounts that have not been restricted, committed, or assigned to specific purposes within the General Fund. When both restricted and unrestricted resources are available for use, it is the District's policy to use restricted resources first, then unrestricted resources (committed, assigned, and unassigned).

JUBAN CROSSING ECONOMIC DEVELOPMENT DISTRICT

Notes to Financial Statements

Note 2. Restricted Cash and Cash Equivalents

At December 31, 2019, the District had the following restricted cash and cash equivalents:

	General Fund	Debt Service Fund	Total
Restricted			
Cash and Cash Equivalents	\$ 883,667	\$ 1,564,463	\$ 2,448,130

Custodial credit risk is the risk that, in the event of a bank failure, the District's deposits might not be recovered. The District's deposit policy for custodial credit risk conforms to state law, as described in Note 1. At December 31, 2019, the District's demand deposits bank balance was entirely secured by federal deposit insurance. The District's cash equivalents consist of money market mutual funds holding US Treasury and government agency securities.

Note 3. Capital Assets

The following is a summary of the changes in capital assets for the year ended December 31, 2019:

	Beginning Balance	Increase	Transfer	Ending Balance
Capital Assets Being Depreciated				
Infrastructure	\$ 38,354,428	\$ -	\$ -	\$ 38,354,428
Total Capital Assets Being Depreciated	38,354,428	-	-	38,354,428
Less Accumulated Depreciation for:				
Infrastructure	(2,876,583)	(958,861)	-	(3,835,444)
Total Accumulated Depreciation	(2,876,583)	(958,861)	-	(3,835,444)
Capital Assets Being Depreciated, Net	35,477,845	(958,861)	-	34,518,984

Note 4. Dedicated Revenue

On June 28, 2007, the Parish, as the governing authority of the District, levied an additional one cent sales tax within the District. The Parish authorized and approved the pledge by the District of the one cent sales tax collected within the District to secure the payment of the District's bonds.

JUBAN CROSSING ECONOMIC DEVELOPMENT DISTRICT

Notes to Financial Statements

Note 4. Dedicated Revenue (Continued)

On December 20, 2010, the Parish, as the governing authority of the District, levied an additional one cent sales tax within the District. The Parish authorized and approved the pledge by the District a total of two cents sales tax collected within the District to secure the payment of the District's bonds.

During the year ended December 31, 2019, the District received \$3,718,448 in sales tax revenue and an additional \$470,636 special assessment. The District recorded \$844,373 as sales tax receivable at December 31, 2019.

Note 5. Long-Term Debt

The following is a summary of long-term debt transactions of the District for the year ended December 31, 2019:

Balance of Long-Term Debt at January 1, 2019	\$ 53,780,000
Plus: Issuance of Additional Debt	-
Less: Payments of Outstanding Principal	<u>(680,000)</u>
Balance of Long-Term Debt at December 31, 2019	<u>\$ 53,100,000</u>
Due within One Year	<u>\$ 730,000</u>

Revenue bonds secured by sales and use taxes are as follows:

\$4,500,000 Revenue Bonds, Series 2013D-1, dated October 1, 2013; balance due in one principal installment in 2025, with semi-annual interest payments through September 2025, with interest at 0.6%.	\$ 4,500,000
\$6,205,000 Revenue and Refunding Bonds, Series 2015A, dated March 5, 2015; balance due in annual principal installments beginning in 2018, with semi-annual interest payments through September 2044, with interest at 7%.	6,090,000
\$4,130,000 Revenue and Refunding Bonds, Series 2015B, dated March 5, 2015; balance due in annual principal installments beginning in 2018, with semi-annual interest payments through September 2044, with interest at 7%.	4,060,000
\$39,165,000 Revenue and Refunding Bonds, Series 2015C, dated March 5, 2015; balance due in annual principal installments beginning in 2018, with semi-annual interest payments through September 2044, with interest at 7%.	<u>38,450,000</u>
Total	<u>\$ 53,100,000</u>

JUBAN CROSSING ECONOMIC DEVELOPMENT DISTRICT

Notes to Financial Statements

Note 5. Long-Term Debt (Continued)

The annual requirements to maturity as of December 31, 2019 are as follows:

Year Ending December 31,	Revenue Bonds	
	Principal	Interest
2020	\$ 730,000	\$ 3,389,575
2021	795,000	3,337,250
2022	860,000	3,280,550
2023	915,000	3,219,300
2024	990,000	3,154,025
2025 - 2029	10,670,000	14,922,250
2030 -2034	8,735,000	12,057,150
2035 - 2039	12,330,000	8,467,900
2040 - 2044	17,075,000	3,409,700
Total	\$ 53,100,000	\$ 55,237,700

Note 6. Interfund Transfers

The general fund transferred \$3,931,510 to the debt service fund for interest payments on the Series 2013 and 2015 Bonds.

Note 7. Subsequent Events

On January 30, 2020, the World Health Organization declared the coronavirus outbreak a "Public Health Emergency of International Concern", and on March 10, 2020, declared it to be a pandemic. Actions taken around the world to help mitigate the spread of the coronavirus include restrictions on travel, quarantines in certain areas, and forced closures for certain types of public places and businesses. The coronavirus and actions taken to mitigate it have had and are expected to continue to have an adverse impact on the economies and financial markets of many countries, including the geographical area in which the District operates. The District is currently evaluating the impact on the financial statements.

Additionally, it is reasonably possible that estimates made in the financial statements have been, or will be, materially and adversely impacted in the near-term as a result of these conditions.

REQUIRED SUPPLEMENTARY INFORMATION

JUBAN CROSSING ECONOMIC DEVELOPMENT DISTRICT
Schedule of Revenues, Expenditures, and Changes in
Fund Balance - Budget and Actual - General Fund
For the Year Ended December 31, 2019

	Budget		Actual	Variance with Final Budget Favorable (Unfavorable)
	Original	Final		
Revenues				
Sales Tax	\$ 3,421,070	\$ 3,421,070	\$ 4,189,084	\$ 768,014
Other Income	49,980	49,980	48,258	(1,722)
Total Revenues	3,471,050	3,471,050	4,237,342	766,292
Expenditures				
Current				
Economic Development	8,040	8,040	8,045	(5)
Total Expenditures	8,040	8,040	8,045	(5)
Excess (Deficiency) of Revenues Over (Under) Expenditures	3,463,010	3,463,010	4,229,297	766,287
Other Financing Sources (Uses)				
Transfer Out	(3,463,010)	(3,463,010)	(3,931,510)	(468,500)
Total Other Financing Sources (Uses)	(3,463,010)	(3,463,010)	(3,931,510)	(468,500)
Net Change in Fund Balance	\$ -	\$ -	297,787	\$ 297,787
Fund Balance, Beginning of Year			1,430,253	
Fund Balance, End of Year			\$ 1,728,040	

See independent auditor report.

OTHER SUPPLEMENTARY INFORMATION

JUBAN CROSSING ECONOMIC DEVELOPMENT DISTRICT
Schedule of Compensation, Benefits, and Other Payments
to Agency Head
For the Year Ended December 31, 2019

Agency Head
Shane Mack, 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

See independent auditor report.

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

Independent Auditor's Report

To the Livingston Parish Council
Juban Crossing Economic Development District
Livingston Parish, Louisiana

We have audited, 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, the financial statements of the governmental activities and the major funds of the Juban Crossing Economic Development District (the District), a component unit of Livingston Parish, as of and for the year ended December 31, 2019, and the related notes to the financial statements, which collectively comprise the District's basic financial statements, and have issued our report thereon dated June 16, 2020.

Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered the District's internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the District's internal control. Accordingly, we do not express an opinion on the effectiveness of the District's internal control.

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 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. *A significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control over financial reporting was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the District's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, 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*.

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the District's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the District's internal control and compliance. Accordingly, this communication is not suitable for any other purpose. Under Louisiana Revised Statute 24:513, this report is distributed by the Louisiana Legislative Auditor as a public document.



A Professional Accounting Corporation

Covington, LA
June 16, 2020

JUBAN CROSSING ECONOMIC DEVELOPMENT DISTRICT
Schedule of Findings and Responses
For the Year Ended December 31, 2019

Part I - Summary of Auditor's Results

Financial Statements

- | | | |
|----|-----------------------------------------------------------------------------|---------------|
| 1. | Type of auditor's report issued: | Unmodified |
| 2. | Internal control over financial reporting and compliance and other matters: | |
| | a. Material weaknesses identified? | No |
| | b. Significant deficiencies identified? | None reported |
| | c. Non-compliance material to the financial statements? | No |

Part II - Findings Related to the Financial Statements

None.

Part III - Compliance and Other Matters

None.

JUBAN CROSSING ECONOMIC DEVELOPMENT DISTRICT
Schedule of Prior Year Findings
For the Year Ended December 31, 2019

None

AGREED-UPON PROCEDURES REPORT
Juban Crossing Economic Development District

Independent Accountant's Report
On Applying Agreed-Upon Procedures

For the Period January 1, 2019 - December 31, 2019

To the Livingston Parish Council
Livingston Parish, Louisiana

We have performed the procedures enumerated below, which were agreed to by Juban Crossing Economic Development District (the District), on the control and compliance (C/C) areas identified in the District's Statewide Agreed-Upon Procedures (SAUPs) for the fiscal year January 1, 2019 through December 31, 2019. The District's management is responsible for those C/C areas identified in the SAUPs.

The sufficiency of these procedures is solely the responsibility of the specified users of this report. Consequently, we make no representation regarding the sufficiency of the procedures described below either for the purpose for which this report has been requested or for any other purpose.

Our procedures and associated results are as follows:

Written Policies and Procedures

1. Obtain the entity's written policies and procedures and report whether those written policies and procedures address each of the following financial/business functions (or report that the entity does not have any written policies and procedures), as applicable:
 - a) ***Budgeting***, including preparing, adopting, monitoring, and amending the budget.
 - b) ***Purchasing***, including (1) how purchases are initiated; (2) how vendors are added to the vendor list; (3) the preparation and approval process of purchase requisitions and purchase orders; (4) controls to ensure compliance with the public bid law; and (5) documentation required to be maintained for all bids and price quotes.
 - c) ***Disbursements***, including processing, reviewing, and approving.
 - d) ***Receipts***, including receiving, recording, and preparing deposits.
 - e) ***Payroll/Personnel***, including (1) payroll processing, and (2) reviewing and approving time and attendance records, including leave and overtime worked.

- f) **Contracting**, including (1) types of services requiring written contracts, (2) standard terms and conditions, (3) legal review, (4) approval process, and (5) monitoring process.
- g) **Credit Cards (and debit cards, fuel cards, P-Cards, if applicable)**, including (1) how cards are to be controlled, (2) allowable business uses, (3) documentation requirements, (4) required approvers, and (5) monitoring card usage.
- h) **Travel and Expense Reimbursement**, including (1) allowable expenses, (2) dollar thresholds by category of expense, (3) documentation requirements, and (4) required approvers.
- i) **Ethics**, including (1) the prohibitions as defined in Louisiana Revised Statute 42:1111-1121, (2) actions to be taken if an ethics violation takes place, (3) system to monitor possible ethics violations, and (4) requirement that all employees, including elected officials, annually attest through signature verification that they have read the entity's ethics policy. Note: Ethics requirements are not applicable to nonprofits.
- j) **Debt Service**, including (1) debt issuance approval, (2) EMMA reporting requirements, (3) debt reserve requirements, and (4) debt service requirements.
- k) **Disaster Recovery/Business Continuity**, including (1) identification of critical data and frequency of data backups, (2) storage of backups in a separate physical location isolated from the network, (3) periodic testing/verification that backups can be restored, (4) use of antivirus software on all systems, (5) timely application of all available system and software patches/updates, and (6) identification of personnel, processes, and tools needed to recover operations after a critical event.

Results: The following areas are not applicable to the District: purchasing, disbursements, receipts, payroll/personnel, credit cards, travel and expense reimbursement, and ethics. The District has policies and procedures that address elements in a, f and j. The District does not have written policies and procedures over disaster recovery.

Management Response: The District will prepare written policies and procedures over disaster recovery.

Bank Reconciliations

2. Obtain a listing of client bank accounts from management and management's representation that the listing is complete.

Results: LaPorte obtained a listing of client bank accounts from management and management's representation that the listing is complete.

3. Using the listing provided by management, select all of the entity's bank accounts (if five accounts or less) or one-third of the bank accounts on a three-year rotating basis (if more than five accounts). If there is a change in practitioners, the new practitioner is not bound to follow the rotation established by the previous practitioner. *Note: School student activity fund accounts may be excluded from selection if they are otherwise addressed in a separate audit or AUP engagement.* For each of the bank accounts selected, obtain bank statements and reconciliations for all months in the fiscal period and report whether:

- a) Bank reconciliations have been prepared;

- b) Bank reconciliations include evidence that a member of management or a board member (with no involvement in the transactions associated with the bank account) has reviewed each bank reconciliation; and
- c) If applicable, management has documentation reflecting that it has researched reconciling items that have been outstanding for more than six months as of the end of the fiscal period.

Results: No exceptions noted.

This agreed-upon procedures engagement was performed in accordance with attestation standards established by the American Institute of Certified Public Accountants and applicable standards of *Government Auditing Standards*. We were not engaged to perform, and did not perform, an examination or review, the objective of which would be the expression of an opinion or conclusion. Accordingly, we do not express such an opinion or conclusion. Had we performed additional procedures, other matters might have come to our attention that would have been reported to you.

This report is intended solely for the use of management and Board of Directors of Juban Crossing Economic Development District and the Legislative Auditor, State of Louisiana, and should not be used by those who have not agreed to the procedures and taken responsibility for the sufficiency of the procedures for their purposes. Under Louisiana Revised Statute 24:513, this report is distributed by the Legislative Auditor as a public document.



A Professional Accounting Corporation

Covington, LA
June 16, 2020