RECREATION DISTRICT NO. 1

OF THE PARISH OF ST. MARTIN
Stephensville, Louisiana

Financial Statement

For the Year Ended December 31, 2025

CONTENTS

PITTS & MATTE
a corporation of
certified public accountants

The Board of Commissioners
Recreation District No. 1 of the Parish of St. Martin
Stephensville, Louisiana

Management is responsible for the accompanying financial statements of the governmental activities and the major fund of Recreation District No. 1 of the Parish of St. Martin (District), a component unit of the Parish of St. Martin, as of and for the year ended December 31, 2025, 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.

The District has elected to omit substantially all of 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 user's conclusions about the District's financial position and results of operations. Accordingly, the financial statements are not designed for those who are not informed about such matters.

The District has omitted the management's discussion and analysis and the budgetary comparison schedule 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, 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.

Supplementary Information
The supplemental information on page 13 is presented for purposes of additional analysis and is not a required part of the basic financial statements. This information is the representation of management. The information was subject to our compilation engagement; however, we have not audited or reviewed the supplementary information and, accordingly, do not express an opinion, a conclusion, nor provide any form of assurance on such supplementary information.

Pitts & Matte

CERTIFIED PUBLIC ACCOUNTANTS

Morgan City, Louisiana
June 26, 2026

p. o. box 2363 — morgan city, louisiana 70381-2363 — (985) 384-7545

BASIC FINANCIAL STATEMENTS

GOVERNMENT-WIDE FINANCIAL STATEMENTS

RECREATION DISTRICT NO. 1 OF THE PARISH OF ST. MARTIN
STATE OF LOUISIANA

Statement of Net Position
December 31, 2025

	Governmental Activities
ASSETS	
Current assets	
Cash and interest bearing deposits	$ 120,103
Ad valorem taxes receivable	108,378
Deposits	365
Total current assets	228,846
Capital assets:	
Not being depreciated	345,650
Net of accumulated depreciation	2,681,883
Total net capital assets	3,027,533
Total assets	$ 3,256,379
LIABILITIES	
Accounts and other payables	1,662
Long term liabilities:	
Due within one year	75,000
Due in more than one year	416,000
Total liabilities	$ 492,662
NET POSITION	
Net investment in capital assets	2,536,533
Restricted for debt service	82,065
Unrestricted	145,119
Total net position	$ 2,763,717
Total liabilities and net position	$ 3,256,379

See accountant's compilation report.

RECREATION DISTRICT NO. 1 OF THE PARISH OF ST. MARTIN
Stephensville, Louisiana

Statement of Activities
For the Year Ended December 31, 2025

Functions/Programs	Total
Expenses	
Culture and recreation	$ 232,633
Interest and fiscal charges on debt	16,443
Total program expenses	249,076
Program revenues	
Charges for services	
Facility rental	5,170
Net program revenue (expense)	(243,906)
General revenues	
Taxes:	
Property taxes, levied for maintenance & debt service	131,571
Intergovernmental	1,216
Interest and investment earnings	225
Total general revenues	133,012
Change in net position	(110,894)
Net position - beginning of year	2,874,611
Net position - end of year	$ 2,763,717

See accountant's compilation report.

FUND FINANCIAL STATEMENTS

RECREATION DISTRICT NO. 1 OF THE PARISH OF ST. MARTIN
Stephensville, Louisiana

Balance Sheet
Governmental Funds
December 31, 2025

	General	Debt Service	Capital Projects	Total Governmental Funds
ASSETS				
Cash and interest bearing deposits	$ 91,532	$ 24,416	$ 4,155	120,103
Ad valorem tax receivable	40,619	67,759	-	108,378
Due from other funds	10,324	-	-	10,324
Deposits	365	-	-	365
Total assets	142,840	92,175	4,155	239,170
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCE				
Liabilities				
Accrued Payables	907	-	-	907
Due to General Fund		10,110	214	10,324
Due to other	755	-	-	755
Total liabilities	1,662	10,110	214	11,986
Fund balance:				
Restricted	-	82,065	-	82,065
Unassigned	141,178	-	3,941	145,119
Total fund balances	141,178	82,065	3,941	227,184
Total liabilities, deferred inflows of resources and Fund balances	$ 142,840	$ 92,175	$ 4,155	$ 239,170

See accountant's compilation report.

RECREATION DISTRICT NO. 1 OF THE PARISH OF ST. MARTIN
Stephensville, Louisiana

Balance Sheet (continued)
Governmental Funds
December 31, 2025

Reconciliation of the Governmental Funds at December 31, 2025

Total fund balances for governmental funds at December 31, 2025		$	227,184
Total net position reported for governmental activities in the statement of net position is different because:			
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the governmental funds. Those assets consist of:			
Land	345,650		
Buildings and improvements, net of $1,492,596 accumulated depreciation	2,681,883		
			3,027,533
Deferred inflows of resources are not considered current financial resources and are reported as a liability in the funds			
Long-term liabilities, including bonds payable, are not due and payable in the current period and therefore are not reported as liabilities in the funds:			
Bonds payable	(491,000)		(491,000)
Net position at December 31, 2025		$	2,763,717

See accountant's compilation report.

RECREATION DISTRICT NO. 1 OF THE PARISH OF ST. MARTIN
Stephensville, Louisiana

Statement of Revenues, Expenditures, and Changes in Fund Balances
Governmental Funds
For the Year Ended December 31, 2025

	General Fund	Debt Service	Capital Projects	Total Governmental Funds
Revenues				
Ad valorem taxes	$ 49,387	$ 82,184		$ 131,571
Intergovernmental	-			-
State revenue sharing	1,216			1,216
Rental income	5,170			5,170
Interest Income	119	106	-	225
Total revenues	55,892	82,290	-	138,182
Expenditures				
Current:				
Culture and recreation				
Insurance	6,478			6,478
Office supplies	4,311			4,311
Professional services	12,755			12,755
Repairs and maintenance	35,357			35,357
Utilities and telephone	9,271			9,271
Debt service				
Interest and fees		16,443	-	16,443
Principal	-	72,000	-	72,000
Total expenditures	68,172	88,443	-	156,615
Excess (deficit) of revenues over expenditures	(12,280)	(6,153)	-	(18,433)
Fund balances, beginning	153,458	88,218	3,941	245,617
Fund balances, ending	141,178	82,065	3,941	227,184

See accountant's compilation report.

RECREATION DISTRICT NO. 1 OF THE PARISH OF ST. MARTIN
Stephensville, Louisiana

Statement of Revenues, Expenditures, and Changes in Fund Balances (continued)
Governmental Funds
For the Year Ended December 31, 2025

Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balances of Governmental Funds to the Statement of Activities

Total net changes in fund balance for the year ended December 31, 2025 per Statement of Revenues, Expenditures and Changes in Fund Balances		$	(18,433)
The change in net position reported for governmental activities in the statement of activities is different because:			
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.			
Principal payment	72,000		
			72,000
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 as depreciation expense.			
Depreciation expense for the year ended December 31, 2025	(164,461)		(164,461)
Total changes in net position for the year ended December 31, 2025 per Statement of Activities		$	(110,894)

See accountant's compilation report.

MAJOR FUND DESCRIPTION

General Fund

The General Fund is used to account for resources traditionally associated with governments which are not required to be accounting for 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 obligation bond principal, interest, and related costs.

Capital Projects Fund

The Capital Projects Fund is used to account for the accumulation of grant revenues and expenditures for capital projects.

SUPPLEMENTARY INFORMATION

RECREATION DISTRICT NO. 1 OF THE PARISH OF ST. MARTIN
Stephensville, Louisiana

Schedule of Compensation, Benefits, and Other Payments to Agency Head

Year Ended December 31, 2025

Act 706 of the 2014 Legislative Session amended R.S. 24:513A requiring additional disclosure of total compensation, benefits, reimbursements, or other payments made to agency head or chief officer. No payments were made to the District's Chairperson, Darren Mayon, for the year ended December 31, 2025.

REQUIREMENTS OF THE
LOUISIANA GOVERNMENTAL AUDIT GUIDE

RECREATION DISTRICT NO. 1 OF THE PARISH OF ST. MARTIN
Stephensville, Louisiana

Summary Schedule of Prior Findings
For the Year Ended December 31, 2025

2024-001 Inadequate Segregation of Accounting Functions

Condition: Due to the small number of accounting personnel, the District did not have adequate segregation of functions within its accounting system.

Recommendation: An analysis of the benefits that would be obtained by adequately segregating functions within the accounting system and the costs to employ additional individuals to achieve segregation should be performed.

Current Status: See Schedule of Findings, item 2025-001.

2024-002 Noncompliance with Budget Monitoring

Condition: The District did not amend its budget when actual expenditures exceeded budgeted expenditures by five percent or more.

Recommendation: The District should monitor budget variances on a monthly basis and budget adjustments should be made when variances exceed the percentages as specified in the state statutes.

Current Status: This has been corrected.

2024-003 Late Report Submission Subject to Approval Extension

Condition: The District failed to submit its annual financial statement to the Legislative Auditor's Office by the statutory due date.

Recommendation: The District should take the necessary steps to ensure its' financial statements will be timely filed.

Current Status: This has been corrected.

RECREATION DISTRICT NO. 1 OF THE PARISH OF ST. MARTIN
Stephensville, Louisiana

Schedule of Findings
For the Year Ended December 31, 2025

The following finding is related to the compilation of the District's December 31, 2025 financial statements.

2025-001 Inadequate Segregation of Accounting Functions

Condition: Due to the small number of accounting personnel, the District did not have adequate segregation of functions within its accounting system.

Criteria: A strong internal control system requires the segregation of responsibilities between different individuals responsible for separate major areas of the accounting system.

Cause: The failure to design and implement policies and procedures necessary to achieve adequate internal control led to this condition.

Effect: The likelihood that a material misstatement will not be prevented or detected ad corrected on a timely basis is increased. The perpetration of fraudulent activity is easier to achieve under this condition.

Recommendation: An analysis of the benefits that would be obtained by adequately segregating functions within the accounting system and the costs to employ additional individuals to achieve adequate segregations should be performed.

RECREATION DISTRICT NO. 1 OF THE PARISH OF ST. MARTIN
Stephensville, Louisiana

Management's Corrective Action Plan for Current Year Findings
For the Year Ended December 31, 2025

2025-001 Inadequate Segregation of Accounting Functions

Management's Response and Planned Corrective Action: The District is aware of the condition and has determined that based upon the size of the District and the negative cost-benefit consideration of employing additional personnel, it is not feasible to take the steps necessary to achieve complete segregation of duties.