CAJUNDOME COMMISSION

Lafayette, Louisiana

Financial Report

Year Ended October 31, 2019

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DARNALL SIKES & FREDERICK
A CORPORATION OF CERTIFIED PUBLIC ACCOUNTANTS

1231 East Laurel Avenue
Eunice, LA 70535

P 337-457-4146
F 337-457-5060

DSFCPAS.COM

OTHER LOCATIONS:
Lafayette Morgan City Abbeville

INDEPENDENT AUDITOR'S REPORT

To the Cajundome Commission
Lafayette, Louisiana

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities and each major fund of the Cajundome Commission, a component unit of the Lafayette City-Parish Consolidated Government, as of and for the year ended October 31, 2019, and the related notes to the financial statements, which collectively comprise the Commission'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 each major fund of the Cajundome Commission, as of October 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

Accounting principles generally accepted in the United States of America require that the budgetary comparison information, schedule of proportionate share of net pension liability, and schedule of contributions on pages 30-33 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.

Management has omitted 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, 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.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards,* we have also issued our report dated February 10, 2020, on our consideration of the Cajundome Commission's internal control over financial reporting and on 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 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 Cajundome Commission's internal control over financial reporting and compliance.

Darnall, Sikes & Frederick
A Corporation of Certified Public Accountants

Eunice, Louisiana
February 10, 2020

GOVERNMENT-WIDE FINANCIAL STATEMENTS

CAJUNDOME COMMISSION

Statement of Net Position
October 31, 2019

ASSETS

	Governmental Activities
Cash	$ 2,654,595
Cash with paying agent	1,459,815
Accounts receivable, net	247,132
Inventory	113,627
Deposits	7,692
Total assets	$ 4,482,861

DEFERRED OUTFLOWS OF RESOURCES

Deferred outflows related to pensions	$ 792,783

LIABILITIES

Accounts payable	$ 228,837
Accrued liabilities	230,040
Unearned revenue	1,557,624
Capital lease	
Current portion	67,782
Non-current portion	315,595
Compensated absences	
Current portion	15,127
Non-current portion	200,973
Net pension liability	4,979,277
Total liabilities	7,595,255

DEFERRED INFLOWS OF RESOURCES

Deferred inflows of resources related to pensions	$ 1,238,260

NET POSITION

Invested in capital assets, net of related debt	$ (383,377)
Restricted for:	
Capital projects	2,469,477
Unrestricted:	
Pension obligation	(5,424,754)
Other	(219,217)
Total net position	$ (3,557,871)

The accompanying notes are an integral part of this statement.

CAJUNDOME COMMISSION

Statement of Activities
Year Ended October 31, 2019

Function/Program	Expenses	Program Revenues: Charges for Services	Program Revenues: Operating Grants and Contributions	Program Revenues: Capital Grants and Contributions	Net (Expense) Revenues and Changes in Net Position: Governmental Activities
Governmental activities:					
Culture and recreation	$ 11,100,046	$ 8,005,833	$ 376,382	$ 99,999	$ (2,617,832)
Capital projects	822,863	-	-	-	(822,863)
Interest on long-term debt	24,822	-	-	-	(24,822)
Total governmental activities	$ 11,947,731	$ 8,005,833	$ 376,382	$ 99,999	$ (3,465,517)

General revenues:	
Hotel/motel tax	2,816,536
Investment earnings	75,810
Miscellaneous	264,471
Total general revenues	3,156,817
Change in net position	(308,700)
Net position, beginning	(3,249,171)
Net position, ending	$ (3,557,871)

The accompanying notes are an integral part of this statement.

FUND FINANCIAL STATEMENTS

CAJUNDOME COMMISSION

Balance Sheet
Governmental Funds
October 31, 2019
With Comparative Totals as of October 31, 2018

ASSETS	General	Capital Projects	Totals 2019	Totals 2018
Cash	$ 1,671,998	$ 982,597	$ 2,654,595	$ 2,716,931
Cash with paying agent	-	1,459,815	1,459,815	870,435
Accounts receivable, net of allowance for uncollectibles	247,132	-	247,132	493,602
Inventory	113,627	-	113,627	80,440
Due from other governmental agencies	-	-	-	562,217
Deposits	7,692	-	7,692	7,692
Total assets	$ 2,040,449	$ 2,442,412	$ 4,482,861	$ 4,731,317
LIABILITIES				
Accounts payable	$ 228,837	$ -	$ 228,837	$ 1,095,903
Accrued liabilities	230,040	-	230,040	250,862
Unearned revenues	1,557,624	-	1,557,624	847,851
Total liabilities	2,016,501	-	2,016,501	2,194,616
FUND BALANCES				
Fund balances:				
Nonspendable:				
Inventory	113,627	-	113,627	80,440
Restricted:				
Capital expenditures	27,065	2,442,412	2,469,477	2,843,139
Unassigned:				
Other	(116,744)	-	(116,744)	(386,878)
	23,948	2,442,412	2,466,360	2,536,701
Total liabilities and fund balances	$ 2,040,449	$ 2,442,412	$ 4,482,861	$ 4,731,317

The accompanying notes are an integral part of this statement.

CAJUNDOME COMMISSION

Reconciliation of the Governmental Funds Balance Sheet
to the Statement of Net Position
October 31, 2019

Total fund balances for governmental funds	$ 2,466,360
Total net assets reported for governmental activities in the statement of net assets is difference because -	
Long-term liabilities applicable to the governmental activities are not due and payable in the current period and accordingly are not reported as fund liabilities. Interest on long-term debt is not accrued in governmental funds, but rather is recognized as an expenditure when due. All liabilities, both current and long-term, are reported in the statement of net assets. Balances as of October 31, 2019 are:	
Capital leases	(383,377)
Compensated absences	(216,100)
Net pension liability	(4,979,277)
Deferred outflows of resources related to pensions	792,783
Deferred inflows of resources related to pensions	(1,238,260)
Total net position of governmental activities	$ (3,557,871)

The accompanying notes are an integral part of this statement.

CAJUNDOME COMMISSION

Statement of Revenues, Expenditures, and Changes in Fund Balances
Governmental Funds
Year Ended October 31, 2019
With Comparative Totals for the Year Ended October 31, 2018

	General	Capital Projects	Totals 2019	Totals 2018
Revenues:				
Intergovernmental -				
Hotel/motel tax	$ -	$ 2,816,536	$ 2,816,536	$ 2,738,930
Lafayette City-Parish Consolidated Government subsidies	476,381	-	476,381	492,065
Charges for services	8,005,833	-	8,005,833	7,884,627
Investment earnings	50,239	25,571	75,810	57,548
Miscellaneous	157,975	30,030	188,005	120,593
Total revenues	8,690,428	2,872,137	11,562,565	11,293,763
Expenditures:				
Current -				
Culture and recreation				
Building lease	-	1,757,951	1,757,951	1,750,880
Trust fees	-	60	60	1,385
Operational	8,287,108	587,042	8,874,150	8,675,284
Debt service:				
Principal	-	64,119	64,119	59,861
Interest and fiscal charges	-	24,822	24,822	29,080
Capital projects	100,214	811,590	911,804	1,913,623
Total expenditures	8,387,322	3,245,584	11,632,906	12,430,113
Excess of revenues over expenditures	303,106	(373,447)	(70,341)	(1,136,350)
Other financing sources:				
Capital lease proceeds	-	-	-	507,357
Total other financing sources	-	-	-	507,357
Net changes in fund balances	303,106	(373,447)	(70,341)	(628,993)
Fund balances, beginning	(279,158)	2,815,859	2,536,701	3,165,694
Fund balances, ending	$ 23,948	$ 2,442,412	$ 2,466,360	$ 2,536,701

The accompanying notes are an integral part of this statement.

CAJUNDOME COMMISSION

Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balances of Governmental Funds to the Statement of Activities
Year Ended October 31, 2019

Net decrease in fund balances - total governmental funds		$ (70,341)
The change in net assets reported for governmental activities in the statement of activities is different because -		
Loan and capital lease proceeds provide current financial resources to governmental funds, but issuing debt increases long-term liabilities in the Government-Wide Statement of Net Position. Repayment of loan and capital lease principal is an expenditure in the Governmental Funds, but the repayment reduces long-term liabilities in the Government-Wide financial statements.		
Capital lease principal payments		64,119
Under the modified accrual basis of accounting used in the governmental funds, expenditures are not recognized for transactions that are not normally paid with expendable available financial resources. In the statement of activities, however, which is presented on the accrual basis, expenses and liabilities are reported regardless of when financial resources are available. This adjustment relates to the (increase) decrease in liabilities accrued during the year:		
Compensated absences		80,024
Governmental funds report pension contributions as expenditures. However, in the statement of activities, the cost of pension benefits earned net of employee contribtions is reported as pension expense.		
Pension contributions subseqent to the measurement date	173,114	
Cost of benefits net of employee contributions	(777,788)	
Amortization of excess contributions during the measurement period	145,706	(458,968)
Some revenues reported in the statement of activities do not provide current financial resources in governmental funds:		
Non employer pension contributions		76,466
Decrease in net assets of governmental activities		$ (308,700)

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The accompanying notes are an integral part of this statement.

CAJUNDOME COMMISSION

NOTES TO FINANCIAL STATEMENTS

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements of the Cajundome Commission (Commission) are prepared in accordance with generally accepted accounting principles (GAAP). The Governmental Accounting Standards Board (GASB) is responsible for establishing GAAP for state and local governments through its pronouncements (Statements and Interpretations). Governments are also required to follow the pronouncements of the Financial Accounting Standards Board (FASB) issued through November 30, 1989 (when applicable) that do not conflict with or contradict GASB pronouncements. The more significant of the Commission's accounting policies are described below.

A. Reporting Entity

The Cajundome Commission, a component unit of the Lafayette City-Parish Consolidated Government, is an entity established for the purpose of overseeing the operations of the Cajundome, a multi-purpose civic center.

The Commission was established by an intergovernmental agreement between the Lafayette City-Parish Consolidated Government (formerly City of Lafayette, Louisiana), and the University of Louisiana at Lafayette (formerly University of Southwestern Louisiana). The Commission is governed by five members; three are appointed by the Lafayette City-Parish Consolidated Government and two are appointed by the University of Louisiana at Lafayette. The Commission took over operations of the Cajundome in September 1988. Prior to that time, the Cajundome was operated by the City of Lafayette.

B. Basis of Presentation

Government-wide Statements: The statement of net position and the statement of activities display information about the Commission as a whole. These statements include the financial activities of the overall government. Governmental activities are generally financed through intergovernmental revenues and other nonexchange transactions.

The statement of position presents a comparison between direct expenses and program revenues for each function of the Commission's governmental activities. Direct expenses are those that are specifically associated with a program or function and, therefore, are clearly identifiable to a particular function. Program revenues include (a) fees paid by the recipients of goods or services offered by the programs and (b) contributions that are restricted to meeting the operational or capital requirements of a particular program. Revenues that are not classified as program revenues are presented as general revenues.

Fund Financial Statements: The fund financial statements provide information about the Commission's funds. All of the Commission's funds are considered governmental. Separate statements for its governmental funds are presented. The emphasis of fund financial statements is on major governmental funds, each displayed in a separate column. The Commission has no governmental funds reported as nonmajor funds.

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

The Commission reports the following major governmental funds:

General Fund: The General Fund is the general operating fund of the Commission. The General Fund accounts for all financial resources except those required to be accounted for in another fund. The General Fund is always a major fund.

Capital Projects Fund: This fund is used to account for costs associated with the capital expenditures and renovations to the existing facilities which include the arena and convention center. Revenues consist primarily of an allocation of state hotel/motel tax collected in Lafayette Parish.

Governmental fund equity is classified as fund balance. GASB Statement 54, *Fund Balance Reporting and Governmental Fund Type Definitions* provides more clearly defined fund balance categories to make the nature and extent of the constraints placed on a government's fund balance more transparent. The following classifications describe the relative strength of the spending constraints placed on the purposes for which resources can be used:

- Nonspendable: This classification includes amounts that cannot be spent because they are either (a) not in spendable form or (b) legally or contractually required to be maintained intact. The Commission has classified fund balances in the general fund as nonspendable due to the existence of food and beverage inventory.

- Restricted: This classification includes amounts for which constraints have been placed on the use of resources are either:

  - Externally imposed by creditors (such as through debt covenants), grantors, contributors, or laws or regulations of other governments: or
  - Imposed by law through constitutional provisions or enabling legislation.

  The Commission has classified fund balances of the capital projects fund as restricted for capital expenditures due to the constraints placed on the use of the money obtained through an allocation of state hotel/motel tax collections in Lafayette Parish.

- Committed: This classification includes amounts that can only be used for specific purposes pursuant to constraints imposed by formal action (resolution) of the Cajundome Commission. These amounts cannot be used for any other purpose unless the Commission removes or changes the specified use by taking the same type of action that was employed when the funds were initially committed. This classification also includes contractual obligations to the extent that existing resources have been specifically committed for use in satisfying those contractual requirements.

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

- Assigned: This classification includes amounts that are constrained by the Commission's intent to be used for a specific purpose but are neither restricted nor committed. This intent should be expressed by the Cajundome Commission or an official, such as the Director, to which the Commission has delegated the authority to assign amounts to be used for a specific purpose. Any remaining balance of the subsidy described in Note 8 is assigned for subsequent years' operations.

- Unassigned: This classification is the residual fund balance for the General Fund. It also represents fund balance that has not been assigned to other funds and that has not been restricted, committed, or assigned to specific purposes within the General Fund.

When fund balance resources are available for a specific purpose in multiple classifications, the Cajundome Commission will generally use the most restrictive funds first in the following order: restricted, committed, assigned, and unassigned as they are needed. However, the Cajundome Commission's management reserves the right to selectively spend unassigned resources first and to defer the use of the other classified funds.

C. Basis of Accounting

Governmental Fund Financial Statements: Governmental funds are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Under this method, revenues are recognized when measurable and available. "Measurable" means the amount of the transaction can be determined and "available" means collectible within the current period or soon enough thereafter to be used to pay liabilities of the current period. For this purpose, the Commission considers revenues to be available if they are collected within 60 days of the end of the current fiscal year period. Expenditures are recorded when the related fund liability is incurred. General capital asset acquisitions are reported as expenditures in governmental funds. The major sources of revenues are intergovernmental and charges for services. Both of these are susceptible to accrual.

D. Inventories

Inventories are determined on first-in, first-out (FIFO) basis and are stated at the lower of cost or market.

E. Net Position

Net position represents the difference between assets and liabilities. Net position invested in capital, net of related debt consists of capital assets, net of accumulated depreciation. Net position is reported as restricted when there are limitations imposed on their use by external parties such as creditors, grantors, laws or regulation of other governments. The Commission first utilizes restricted resources to finance qualifying activities.

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

F. Use of Estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

G. Bad Debts

The Commission uses the allowance method to recognize uncollectible accounts receivable. The allowance for doubtful accounts totaled $5,718 as of October 31, 2019.

H. Compensated Absences

Employees of the Cajundome Commission earn vacation pay at the rate of 12 to 24 days per year. Employees may carry forward vacation time earned but not taken without any limitation. Unused vacation is paid to an employee upon retirement or resignation at the hourly rate being earned by that employee upon separation, not to exceed the equivalent of two years earned vacation. No payment is made for accrued and unused sick leave.

In the government-wide statements, the Commission accrues accumulated unpaid vacation leave and associated related costs when earned (or estimated to be earned) by the employee. The current portion is the amount estimated to be used/paid in the following year. The remainder is reported as non-current. In accordance with GASB Interpretation No. 6, "Recognition and Measurement of Certain Liabilities and Expenditures in Governmental Fund Financial Statements", compensated absences liability is not recorded in the governmental fund financial statements.

I. Interfund receivables and payables

During the course of operations, transactions occur between individual funds that may result in amounts owed between funds. Those related to goods and services type transactions are classified as "due to and from other funds." Interfund receivables and payables between funds within governmental activities are eliminated in the Statement of Net Assets.

J. Pensions

The Cajundome Commission has implemented GASB Statement No. 68 *"Accounting and Financial Reporting for Pensions"*. GASB 68 established standards for measuring and recognizing liabilities, deferred outflows of resources, deferred inflows of resources and expenses/expenditures. It provides methods and assumptions that should be used to project benefit payments, discount projected benefit payments to their actuarial present value and attribute that present value to periods of employee service. It also provides methods to calculate participating employer's proportionate share of net pension liability, deferred inflows, deferred outflows, pension expense and amortization periods for deferred inflows and deferred outflows. See Note 9 for details.

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

K. Subsequent Events

Management has evaluated subsequent events through February 10, 2020, the date at which the financial statements were available to be issued.

NOTE 2 DEPOSITS

As of October 31, 2019, the carrying amount of the Commission's deposits totaled \$4,025,551 and the bank balance was \$4,308,284. Of the bank balance, \$273,283 was covered by federal depository insurance and the remaining balance of \$4,035,001 was covered by pledged securities totaling \$5,207,465 held by a third party bank in the Commission's name. In addition, cash on hand totaled \$88,860 as of October 31, 2019.

The trustee bank for the Convention Center Project does not pledge specific collateral to its individual accounts. Collateral is pledged on the Bank's trust department as a whole. There was no cash held by the trust bank on behalf of the Cajundome Commission, as of October 31, 2019, to be considered uncollateralized.

NOTE 3 BUDGETS

The Commission follows these procedures in establishing budgetary data reflected in the financial statements:

1. At the end of May, the director submits to the Commission a proposed operating and capital budget for the fiscal year commencing November 1. The budget includes proposed expenditures and the means of financing them.

2. A public hearing is conducted to obtain taxpayer comments.

3. After the public hearing, which is usually in the middle or end of July, the budget is adopted by the Commission.

4. The adopted budget is submitted to the Lafayette City-Parish Council by August 17, in order to identify to the Lafayette City-Parish Consolidated Government the amount of subsidy the Cajundome Commission will need to operate for the ensuing fiscal year.

5. Any revisions to the original budget must be approved by the Commission.

The budget presented in these financial statements is as originally adopted or as amended in accordance with required procedures.

NOTE 4 RECEIVABLES

Receivables at October 31, 2019 consist of the following:

Rentals	$106,864
Box office	24,116
Catering	86,145
Other	35,725
Gross receivables	252,850
Less: allowance for uncollectibles	5,718
Net receivables	$247,132

NOTE 5 INVENTORY

Components of inventory at October 31, 2019 are as follows:

Food and spices	$ 33,041
Beverages	68,095
Other	12,491
Total	$113,627

NOTE 6 FIXED ASSETS

The Cajundome Commission is charged with the responsibility of managing and accounting for assets which make up the Cajundome premises. These assets were purchased by the Commission, the Lafayette City-Parish Consolidated Government, and the University of Louisiana at Lafayette. In accordance with the intergovernmental agreement creating the Commission, the assets purchased by the Commission are assignable to the Lafayette City-Parish Consolidated government or University of Louisiana at Lafayette, depending on the nature of the item. All movable items are assigned to the Lafayette City-Parish Consolidated Government and all immovable items which attach to the building are assigned to the University of Louisiana at Lafayette, with the exception of assets purchased with a hotel/motel tax allocation, which are assigned to the University of Louisiana at Lafayette as further discussed in Note 11.

The balance of these assets at October 31, 2019 was $25,256,899. Of the total, $6,424,456 was purchased by or assigned to the Lafayette City-Parish Consolidated Government and $18,832,443 was purchased by or assigned to the University of Louisiana at Lafayette.

These assets are reported on the financial statements of the entity purchasing the equipment or to which the equipment was assigned. However, debt related to the purchases of assets are carried in the Commission's financial statements and therefore, a deficit in net assets invested in capital assets of $383,377 is reflected in the statement of net assets.

NOTE 7 LONG-TERM DEBT

Capital lease. The Commission has an outstanding lease agreement entered into as of December 2017 for furniture and equipment. The amount of the lease totaled $507,357 and is considered a capital lease for accounting purposes. The interest rate on the lease is 6.0%, and matures November 12, 2024. The debt service requirements to maturity of the lease as of October 31, 2019 are as follows:

Year Ended October 31,	Principal	Interest	Total
2020	67,782	21,159	88,941
2021	71,963	16,978	88,941
2022	76,402	12,539	88,941
2023	81,114	7,827	88,941
2024	86,116	2,825	88,941
	$ 383,377	$ 61,328	$ 444,705

Changes in Long-Term Liabilities. During the year ended October 31, 2019 the following changes occurred:

	Balance November 1, 2018	Additions	Reductions	Balance October 31, 2019
Compensated absences	$ 296,124	$ 33,872	$ 113,896	$ 216,100
Capital leases	447,496	-	64,119	383,377
	$ 744,091	$ 33,872	$ 178,015	$ 599,948

Compensated absences typically have been liquidated by the General Fund.

NOTE 8 FUND BALANCES

Fund balances have been committed for the following purposes:

The Lafayette City-Parish Consolidated Government provides the Commission with an annual subsidy for capital expenditures and, according to the intergovernmental agreement creating the Commission, this subsidy is to be used exclusively for capital expenditures. The balance of the subsidy at October 31, 2019, is shown as a restriction of fund balance of the General Fund in the Governmental Funds Balance Sheet.

NOTE 8 FUND BALANCES (Continued)

Constraints on fund balances in governmental fund types consisted of the following balances at October 31, 2019:

	General Fund	Capital Projects Fund
Nonspendable:		
Inventory	$ 113,627	$ -
Restricted:		
Capital expenditures	27,065	2,442,412
Total	$ 140,692	$ 2,442,412

When an expenditure is incurred for purposes for which both restricted and unrestricted fund balance is available, the Commission considers restricted funds to have been spent first.

NOTE 9 DEFINED BENEFIT PENSION PLAN

Plan Description and Provisions

Virtually all of the Commission's employees participate in the Municipal Employees' Retirement Systems (MERS), a multiple-employer, cost sharing defined benefit pension plan established by the Louisiana Legislature. The System was originally established by Act 356 of the 1954 regular session of the Legislature of the State of Louisiana.

The following is a description of the plan and its benefits and is provided for general information purposes only. Participants should refer to the appropriate statutes for more complete information.

Eligibility Requirements:

Membership is mandatory as a condition of employment beginning on the date employed if the employee is on a permanent basis working at least thirty-five hours per week. Those individuals paid jointly by a participating employer and the parish are not eligible for membership in the System with exceptions as outlined in the statutes.

Retirement Benefits:

Any member who was hired before January 1, 2013 can retire providing the member meets one of the following criteria:

1. Any age with twenty-five (25) or more years of creditable service.
2. Age 60 with a minimum of ten (10) years of creditable service.

NOTE 9 DEFINED BENEFIT PENSION PLAN (Continued)

3. Any age with five (5) years of creditable service eligible for disability benefits.
4. Survivor's benefits require five (5) years creditable service at death of member.
5. Any age with 20 years of creditable service, exclusive of military service and unused annual and sick leave, with actuarially reduced early benefit.

Eligibility for retirement for members hired on or after January 1, 2013 is as follows:

1. Age 67 with seven (7) or more years of creditable service.
2. Age 62 with ten (10) or more years of creditable service.
3. Age 55 with thirty (30) or more years of creditable service.
4. Any age with twenty-five (25) years of creditable service, exclusive of military service and their unused side leave. However, any member retiring under this subsection shall have their benefit actuarially reduced from the earliest age of which the member would be entitled to a vested deferred benefit under any provision of this section, if the member had continued in service to that age.

Generally, the monthly amount of the retirement allowance for any member shall consist of an amount equal to three percent of the member's monthly average final compensation multiplied by his years of creditable service. However, under certain conditions as outlined in the statutes, the benefits are limited to specified amounts.

Survivor Benefits:

Upon death of any member with five (5) or more years of creditable service, not eligible for retirement, the plan provides for benefits for the surviving spouse and/or minor children as outlined in the statutes.

Any member who is eligible for normal retirement at the time of death and who leaves a surviving spouse will be deemed to have retired and selected Option 2 benefits on behalf of the surviving spouse on the date of death. Such benefits will begin only upon proper application and are paid in lieu of any other survivor benefits.

DROP Benefits:

In lieu of terminating employment and accepting a service retirement allowance, any member who is eligible to retire may elect to participate in the deferred retirement option plan (DROP) for up to three years and defer the receipt of benefits. During participation in the plan, employer contributions are payable but employee contributions cease.

NOTE 9 DEFINED BENEFIT PENSION PLAN (Continued)

The monthly retirement benefits that would be payable, had the person elected to cease employment and receive a service retirement allowance, are paid into the DROP Fund. Interest is earned when the member has completed DROP participation. Interest earnings are based upon the actual rate of return on the investments identified as DROP funds for the period. In addition, no cost-of-living increases are payable to participants until employment which made them eligible to become members of the System has been terminated for at least one full year.

Upon termination of employment prior to or at the end of the specified period of participation, a participant in the DROP may receive, at his option, a lump sum from the account equal to the payments into the account, a true annuity based upon his account balance in that fund, or any other method of payment if approved by the board of trustees. If a participant dies during participation in the DROP, a lump sum equal to the balance in his account shall be paid to his named beneficiary or, if none, to his estate. If employment is not terminated at the end of three years, payments into the DROP fund cease and the person resumes active contributing membership in the System.

Disability Benefits:

A member shall be eligible to retire and receive a disability benefit if he has at least five years of creditable service, is not eligible for normal retirement and has been officially certified as disabled by the State Medical Disability Board. Upon retirement caused by disability, a member of Plan A shall be paid a disability equal to the lesser of forty-five percent of his final average compensation or three percent of his final average compensation multiplied by his years of credible service projected to his earliest normal retirement age.

Cost of Living Increases:

The System is authorized under state law to grant a cost of living increase to members who have been retired for at least one year. The adjustment cannot exceed 2% of the retiree's original benefit for each full calendar year since retirement and may only be granted if sufficient funds are available from investment income in excess of normal requirements. State law allows the System to grant an additional cost of living increase to all retirees and beneficiaries who are age sixty-five and above equal to 2% of the benefit being received on October 1, 1977, or the original benefit, if retirement commenced after that date.

Deferred Benefits:

The plan provides for deferred benefits for members who terminate before being eligible for retirement. Once the member reaches the appropriate age for retirement, benefits become payable. Benefits are based on statutes in effect at time of withdrawal.

Funding Policy:

Contributions for all employers are actuarially determined each year. Members are required by State statute to contribute 9.5% of their annual covered salary and the Commission is required to contribute at an actuarially determined rate.

NOTE 9 DEFINED BENEFIT PENSION PLAN (Continued)

The employer contribution rate from November 1, 2018 to June 30, 2019 was 26.00% and from July 1, 2019 to October 31, 2019 was 27.75% of annual covered payroll. The Commission's contributions to the System for the years ended October 31, 2019, 2018, and 2017, were $547,483, $637,771, and $611,491, respectively, equal to the required contributions for each year. The actual rate may differ from the actuarially required rate due to state statutes that require the contribution rate be calculated and set two years prior to the year effective.

In accordance with state statute, the System receives ad valorem taxes and state revenue sharing funds. These additional sources of income are used as employer contributions and are considered support from non-employer contributing entities, but are not considered special funding situations.

Pension Liabilities, Pension Expense, Deferred Outflows of Resources, and Deferred Inflows of Resources Related to Pensions

At October 31, 2019, the Commission reported a liability of $4,979,277 for its proportionate share of the net pension liability. The net pension liability was measured as of June 30, 2019, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date. The Commission's proportion of the net pension liability was based on a projection of the Commission's long-term share of contributions to the pension plan relative to the projected contributions of all participating entities, actuarially determined.

At June 30, 2019, the Commission's proportion was 1.191596%, which was a decrease of 0.219824% from its proportion measured as of June 30, 2018.

For the year ended October 31, 2019, the Commission recognized pension expense of $486,848. The Commission recognized revenue of $76,466 as its proportionate share on non-employer contributions for the year ended October 31, 2019.

At October 31, 2019, the Commission reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference between expected and actual experience	$ -	$ 121,490
Change in assumptions	125,830	-
Change in proportion and differences beween the employer's contributions and the employer's proportionate share of contributions	-	1,116,770
Net differences beween projected and actual earnings on plan investments	493,838	-
Contributions subsequent to the measurement date	173,115	-
Total	$ 792,783	$ 1,238,260

NOTE 9 DEFINED BENEFIT PENSION PLAN (Continued)

Commission contributions subsequent to the measurement date in the amount of $173,115 reported as deferred outflows of resources related to pensions will be recognized as a reduction of the net pension liability in the year ending October 31, 2019.

Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year Ended October 31,	
2019	$ (175,227)
2020	(419,265)
2021	(65,555)
2022	41,455
	$ (618,592)

Actuarial Methods and Assumptions:

The net pension liability was measured as the portion of the present value of projected benefit payments to be provided through the pension plan to current active and inactive employees that is attributed to those employees' past periods of service, less the amount of the pension's plan fiduciary net pension.

A summary of the actuarial methods and assumptions used in determining the total pension liability as of June 30, 2019 are as follows:

Valuation Date	June 30, 2019
Actuarial Cost Method	Entry age normal
Investment rate of return	7.0%, net of investment expense
Projected salary increases	(2.5% inflation)
- 1 to 4 years of service	6.40%
- More than 4 years of service	4.50%
Annuitant and Beneficiary mortality	PubG-2010(B) Healthy Retiree Table set equal to 120% for males and females, each adjusted using their respective male and female MP2018 scales.
Employee mortality	PubG-2010(B) Employee Table set equal to 120% for males and females, each adjusted using their respective male and female MP2018 scales.

NOTE 9 DEFINED BENEFIT PENSION PLAN (Continued)

Disabled lives mortality	PubG-2010(B) Disabled Retiree Table set equal to 120% for males and females, each adjusted using their respective male and female MP2018 scales.
Expected remaining service lives	3 years
Cost of living adjustments	The present value fo future retirement benefits is based on benefits currently being paid by the System and includes previously granted cost of living increases. The present values do not include provisions for potential future increases not yet authorized by the Board of Trustees

The mortality rate assumption used was verified by combining date from this plan with three other statewide plans which have similar workforce composition in order to produce a credible experience. The aggregated data was collected over the period July 1, 2009 through June 30, 2014. The data was then assigned credibility weighting and combined with a standard table to produce current levels of mortality. This mortality was the projected forward to a period equivalent to the estimated duration of the System's liabilities. Annuity values calculated based on this mortality were compared to those produced by using a setback of standard tables. The result of the procedure indicated that these tables would produce liability values approximating the appropriate generational mortality table used.

The discount rate used to measure the total pension liability was 7.00%. The projection of cash flows used to determine the discount rate assumed that contributions from plan members will be made at the current contribution rates and that contributions from participating employers will be made at the actuarially determined rates approved by PRSAC taking into consideration the recommendation of the System's actuary.

Based on those assumptions, the System's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

Sensitivity to Changes in Discount Rate:

The following presents the net pension liability of the participating employers calculated using the discount rate of 7.00%, as well as what the employers' net pension liability would be if it were calculated using a discount rate that is one percentage point lower, or one percentage point higher than the current rate as of June 30, 2019:

NOTE 9 DEFINED BENEFIT PENSION PLAN (Continued)

	1% Decrease 6%	Current Discount Rate 7%	1% Increase 8%
Net Pension Liability	6,492,086	4,979,277	3,700,243

Change In Net Pension Liability:

The changes in the net pension liability for the year ended June 30, 2019 were recognized in the current reporting period except as follows:

Differences between Expected and Actual Experiences

The differences between expected and actual experience with regard to economic or demographic factors in the measurement of the total pension liability were recognized in pension expense using the straight-line amortization method over a closed period equal to the average of the expected remaining service lives of all employees that are provided with pensions through the pension plan. The difference between expected and actual experience resulted in a deferred inflow of resources in the amount of $688,091 for the year ended June 30, 2019. Pension expense and remaining deferred inflow for the year ended June 30, 2019 was $229,363 and $458,728, respectively.

Differences between Projected and Actual Investment Earnings

Differences between projected and actual investment earnings on pension plan investments were recognized in pension expense using the straight-line amortization method over a closed five-year period. A deferred outflow of resources in the amount of $619,669 for the year ended June 30, 2019. Pension expense and remaining deferred outflow for the year ended June 30, 2019 was $123,934 and $495,735, respectively.

Retirement System Audit Report:

All benefits are established by state statute. MERS issues a publicly available financial report that includes financial statements and required supplemental information. That report may be obtained by writing to Municipal Employees' Retirement System of Louisiana, 7937 Office Park Boulevard, Baton Rouge, Louisiana 70809.

NOTE 10 COMPENSATION OF COMMISSION MEMBERS

No compensation was paid to the Commission members during the fiscal year ended October 31, 2019.

NOTE 11 CONVENTION CENTER

The Cajundome receives a portion of a 3.97% state hotel/motel revenue tax collected in Lafayette Parish, which was enacted in 1992 by the Louisiana State Legislature. All of the revenue from the tax is allocated to the Commission with the exception of $200,000 which has been allocated by the Louisiana State Legislature to another governmental entity, indefinitely.

The Convention Center is owned by the State of Louisiana through the Board of Supervisors for the University of Louisiana System, formerly the Board of Trustees for State Colleges and Universities ("the Board") and the University of Louisiana at Lafayette. The Convention Center is leased to and operated by the Cajundome Commission and shares administration, food service, support and service facilities with the Cajundome.

The Convention Center facility is an approximately eighty-thousand (80,000) square foot building and has a budgeted cost of $16,677,000. Of the construction budget, $14,100,000 was funded through bonds issued by the Board and $2,577,000 was funded from the hotel/motel tax revenues allocable to the Cajundome Commission. Construction was completed in April 2002. The Board issued bonds, dated June 1, 1997 and January 1, 2000, in the amount of $9,600,000 and $4,500,000, on June 30, 1997 and January 20, 2000, respectively. The Series 1997 and Series 2000 bonds were refunded by the Board with Lease Revenue Refunding Bonds, Cajundome Convention Center Project, Series 2006 dated April 26, 2006, in the amount of $13,370,000.

The Series 2006 bonds were refunded by the Board with Revenue Refunding Bonds, Series 2016, dated August 2, 2016, in the principal amount of $9,505,000, along with, new money in the amount of $1,500,000.

In consideration for use and possession of the Convention Center and the issuance of bonds by the Board, the Commission has entered into a lease agreement dated June 10, 1997 with the Board. Under the terms of the agreement, the Commission will pay rentals for the facility in the amount of debt service of the bonds issued by the Board, including any penalties or premiums, and any and all expenses related to the trustee for the bonds.

Rentals are defined as amounts sufficient to pay in full the principal and interest and other requirements of the bonds, and must be paid five business days prior to any due date of payments of principal and interest on the bonds. Payments for any trustee expenses are due upon demand.

However, rental payments are payable only from pledged revenues, which consist of the hotel/motel tax, which is subject to annual appropriation by the legislature, and excess revenues after deduction of operating expenditures of the Convention Center for each fiscal year of operation. The lease expires upon payment or provision for payment in full of the principal of, interest on, or premium, if any, and other requirements of the bonds and of any amount owed under the agreement or Bond Resolution.

The agreement further provides for termination of lease term at the election of the Board and/or the Trustee, if an event of nonperformance occurs.

NOTE 11 CONVENTION CENTER (Continued)

As a requirement of the lease agreement, the Cajundome has entered into a Collection and Disbursement Contract with the Louisiana Department of the Treasury and the Louisiana Department of Revenue and Taxation. Under the terms of this agreement, the Department of Revenue and Taxation shall collect the tax revenues and deposit same with the Department of the Treasury. The Treasury Department will remit payments to a sinking fund established for the annual payments of principal and semi-annual payments of interest on the bonds. Collections of the revenue tax in excess of debt service requirements will be transferred quarterly to the Commission.

During the fiscal year ended October 31, 2019, the Cajundome recognized hotel/motel tax revenues of $2,816,536. Minimum payments under the lease are as follows:

Year Ended October 31,	
2020	$ 1,006,619
2021	1,007,106
2022	1,012,099
2023	1,011,475
2024	1,015,356
2025-2029	4,940,120
	$ 9,992,775

The trustee fees are not included in the above rents schedule as they are considered contingent rentals. The fees are further regarded to be incidental to the above rentals taken as a whole, and would be based on estimated amounts.

Rental payments under the lease agreement during the fiscal year ended October 31, 2019 totaled $1,005,638 which consisted of the bond principal and interest payments and cash management fees.

NOTE 13 CAPITAL EXPENDITURES FROM CITY APPROPRIATIONS

Each year the Commission submits a request for capital funds to the Lafayette City-Parish Consolidated Government in accordance with the intergovernmental agreement creating the Commission. In this request, they include a budget detailing how the capital dollars will be spent.

The total amount of the capital appropriation expended by the Cajundome is reported in the following expenditure accounts on the Budgetary Comparison Schedule – General:

Capital expenditures	$ 100,214
	$ 100,214

Those amounts classified as other than capital expenditures and are not recorded in the general fixed assets records of the Lafayette City – Parish Consolidated Government or the University of Louisiana at Lafayette.

Changes in the Reserve for Capital Expenditures for the year ended October 31, 2019 were as follows:

Balance, beginning of year	$ 27,280
Capital funds received during the year	99,999
Capital funds expended	100,214
Balance, end of year	$ 27,065

NOTE 14 FINANCING AGREEMENTS

As of August 1, 2015, the Cajundome Commission entered into a financing agreement with Ragin' Cajun Facilities, Inc., a Louisiana non-profit corporation, whereby the Commission will make financing payments equal to principal and interest pursuant to the issuance of $18,500,000 in Louisiana Local Government Environmental Facilities and Community Development Authority Revenue Bonds – University of Louisiana at Lafayette Cajundome Project, Series 2015. The Commission will pay financing payments exclusively from pledged revenues derived from amounts levied by the State of Louisiana and collected by the Department of Revenue and Taxation from a combined 3.97% sales and use tax.

Minimum payments based on bond amortization are as follows:

Year Ended October 31,	
2020	$ 741,594
2021	741,594
2022	741,594
2023	741,594
2024	741,594
2025-2029	3,807,970
2030-2034	8,323,319
2035-2039	8,323,394
2040-2044	8,323,644
	$ 32,486,297

Payments made during the fiscal year ended October 31, 2019 totaled $741,594.

NOTE 14 FINANCING AGREEMENTS (Continued)

As of July 1, 2019, the Cajundome Commission entered into a financing agreement with Ragin' Cajun Facilities, Inc., a Louisiana non-profit corporation, whereby the Commission will make financing payments equal to principal and interest pursuant to the issuance of $2,600,000 in Louisiana Local Government Environmental Facilities and Community Development Authority Subordinate Revenue Bonds – University of Louisiana at Lafayette Cajundome Project, Series 2019. The Commission will pay financing payments exclusively from pledged revenues derived from amounts levied by the State of Louisiana and collected by the Department of Revenue and Taxation from a combined 3.97% sales and use tax.

Minimum payments based on bond amortization are as follows:

Year Ended October 31,	
2020	$ 230,660
2021	231,150
2022	226,494
2023	226,838
2024	227,036
2025-2029	1,142,921
2030-2033	918,148
	$ 3,203,247

REQUIRED SUPPLEMENTARY INFORMATION

CAJUNDOME COMMISSION

Budgetary Comparison Schedule
General Fund
Year Ended October 31, 2019

	Original Budget	Final Budget	Actual	Variance With Final Budget Positive (Negative)
Revenues:				
Intergovernmental -				
Lafayette Consolidated				
Governement subsidy for:				
Operations	$ 376,382	$ 376,382	$ 376,382	$ -
Capital	99,999	99,999	99,999	-
Charges for services -				
Rentals and box office fees	1,830,222	1,804,043	1,807,572	3,529
Reimbursed event expenses	1,314,046	1,295,251	1,297,785	2,534
Food services	3,735,618	3,735,618	3,735,619	1
Advertising	426,756	461,576	466,926	5,350
Facility fees	768,370	468,445	468,445	-
Suite lease	291,534	240,899	229,486	(11,413)
Interest	67,290	59,833	50,239	(9,594)
Miscellaneous	166,877	148,382	157,975	9,593
Total revenues	9,077,094	8,690,428	8,690,428	-
Expenditures:				
Current -				
Culture and recreation:				
Personnel costs	4,921,112	4,814,605	4,835,845	(21,240)
Food services direct costs	1,238,403	1,238,403	1,196,992	41,411
Supplies and materials	192,515	142,526	146,897	(4,371)
Telephone and utilities	497,206	502,279	501,319	960
Postage and freight	24,091	18,139	18,138	1
Repairs and maintenance	219,132	145,595	146,555	(960)
Rentals	7,244	7,244	1,065	6,179
Advertising	63,227	92,401	92,038	363
Travel and meetings	42,000	21,087	22,522	(1,435)
Professional services	86,048	92,457	92,457	-
Event expenses	682,278	617,333	620,057	(2,724)
Insurance	380,539	322,002	322,003	(1)
Bank fees	118,988	110,844	111,856	(1,012)
Dues and subscriptions	41,873	41,873	93,806	(51,933)
Capital expenditures	100,214	100,214	100,214	-
Sales tax expense	76,017	44,656	44,656	-
Other	76,758	57,382	40,902	16,480
Total expenditures	8,767,645	8,369,040	8,387,322	(18,282)
Excess (deficiency) of revenues over expenditures	309,449	321,388	303,106	(18,282)
Fund balance, beginning	(279,158)	(279,158)	(279,158)	-
Fund balance, ending	$ 30,291	$ 42,230	$ 23,948	$ (18,282)

Notes to Budgetary Comparison Schedule
Year Ended October 31, 2019

NOTE 1 BUDGETARY REPORTING

The Governmental Accounting Standards Board (GASB) Statement 34 requires budgetary comparison schedules for the General Fund and each major Special Revenue Fund that has a legally adopted annual budget. The schedules compare the original and final appropriated budgets to actual results for the Commission's fiscal year. Positive and negative variances between the final budget and actual amounts are also presented.

The budget information presented in this section of required supplementary information applies to "major" governmental funds for which annual budgets were adopted. Budgetary information for "Nonmajor" funds has not been included anywhere in these financial statements.

The Commission follows these procedures in establishing the budgetary data that has been presented as required supplementary information in these financial statements.

- Management makes revenue projections based on the revenue information provided by subsidies from Lafayette Consolidated Government, box office fees, facility charges, advertising fees, suite lease charges, food service fees, interest income, and other miscellaneous sources.
- Management develops expenditure projections using historical information and changes to the upcoming year that management is aware of at the time of budget preparation.
- Once the information has been obtained to project revenues and expenditures, the Commission's Executive Director and Office Manager prepare a proposed budget based on the projections. The proposed budget is submitted to the Board of Directors for final approval.
- The Board of Directors reviews and adopts the budget for the next fiscal year at a regularly scheduled board of directors meeting before October 31 of the current fiscal year.
- The budget is prepared on a modified accrual basis, consistent with the basis of accounting, for comparability of budgeted and actual revenues and expenditures.
- Budgeted amounts included in the accompanying financial statements include the original adopted budget amounts and all subsequent amendments. During the fiscal year, management amended the Commission's budget at a board meeting, using a procedure similar to the one used to approve the original budget.
- Actual amounts are compared to budgeted amounts periodically during the fiscal year as a management control device.
- State Law requires the Commission to amend its budget in cases where actual costs for a particular line item exceed the budgeted amount by more than 5%.

Expenditures cannot exceed budgeted revenues on an individual fund level, unless a large enough fund balance exists to absorb the budgeted operating deficit.

CAJUNDOME COMMISSION

Schedule of Proportionate Share of Net Pension Liability
Year Ended October 31, 2019

Year Ended	Proportion of the net pension liability	Proportionate share of the net pension liability	Covered employee payroll	Share of the net pension liability as a percentage of its covered employee payroll	Plan fiduciary net position as a percentage of the total pension liability
October 31, 2015	1.453580%	$ 3,730,533	$ 2,493,365	149.62%	73.99%
October 31, 2016	1.455014%	$ 5,197,538	$ 2,560,606	202.98%	66.18%
October 31, 2017	1.455105%	$ 6,087,319	$ 2,615,217	232.77%	62.49%
October 31, 2018	1.411420%	$ 5,844,236	$ 2,512,071	232.65%	63.94%
October 31, 2019	1.191596%	$ 4,979,278	$ 2,053,712	242.45%	64.68%

This schedule is intended to show information for 10 years. Additional years will be displayed as they become available.

CAJUNDOME COMMISSION

Schedule of Contributions
Year Ended October 31, 2019

Year Ended	Statutority required contribution	Contributions relative to statutorily required contribution	Contribution deficiency (excess)	Covered employee payroll	Contributions as a percentage of covered employee payroll
October 31, 2015	$ 492,501	$ 492,501	$ -	$ 2,493,365	19.75%
October 31, 2016	$ 530,592	$ 530,592	$ -	$ 2,560,606	20.72%
October 31, 2017	$ 611,491	$ 611,491	$ -	$ 2,615,217	23.38%
October 31, 2018	$ 637,771	$ 637,771	$ -	$ 2,512,071	25.39%
October 31, 2019	$ 547,483	$ 547,483	$ -	$ 2,053,712	26.66%

This schedule is intended to show information for 10 years. Additional years will be displayed as they become available.

ADDITIONAL INFORMATION

CAJUNDOME COMMISSION

Schedule of Compensation, Benefits, and Other Payments to Agency Head
Year Ended October 31, 2019

Pam Deville, Executive Director

Purpose	Amount
Salary	$ 160,000
Benefits - insurance	7,182
Benefits - retirement	81,322
Car allowance	7,200
Cell phone	786

DARNALL SIKES
& FREDERICK
A CORPORATION OF CERTIFIED
PUBLIC ACCOUNTANTS

1231 East Laurel Avenue
Eunice, LA 70535

OTHER LOCATIONS:
Lafayette Morgan City Abbeville

P 337-457-4146
F 337-457-5060

DSFCPAS.COM

INDEPENDENT AUDITOR'S 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*

To the Cajundome Commission
Lafayette, Louisiana

We have audited, in accordance with the 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 each major fund of Cajundome Commission, as of and for the year ended October 31, 2019, and the related notes to the financial statements, which collectively comprise Cajundome Commission's basic financial statements, and have issued our report thereon dated February 10, 2020.

Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered the Cajundome Commission'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 Cajundome Commission's internal control. Accordingly, we do not express an opinion on the effectiveness of Cajundome Commission'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 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. 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 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 Cajundome Commission'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 entity'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 entity'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 Legislative Auditor as a public document.

Darnall, Sikes & Frederick

A Corporation of Certified Public Accountants

Eunice, Louisiana

February 10, 2020

CAJUNDOME COMMISSION

Summary of Prior Year Findings
Year Ended October 31, 2019

Section I — Internal Control and Compliance Material to the Financial Statements

2018-001 Late Fees and Interest on Credit Cards

This issue has been resolved.

2018-002 State Bond Commission Approval

This issue has been resolved.

2018-003 Budget Deficit

This issue has been resolved.

Section II — Internal Control and Compliance Material to Federal Awards

None applicable.

Section III — Management Letter

The prior year's report did not include a management letter.

CAJUNDOME COMMISSION

Schedule of Findings and Responses
Year Ended October 31, 2019

Section I Summary of Auditor's Results

FINANCIAL STATEMENTS

Auditor's Report

An unmodified opinion has been issued on the Commission's financial statements as of and for the year ended October 31, 2019.

Significant Deficiencies - Financial Reporting

There were no significant deficiencies or material weaknesses noted during the audit.

Material Noncompliance or Other Matters - Financial Reporting

There were no instances of noncompliance material to the financial statements disclosed during the audit of the financial statement.

FEDERAL AWARDS

This section is not applicable for fiscal year ended October 31, 2019.

Section II Findings Relating to an Audit in Accordance with *Government Auditing Standards*

There were no reportable conditions or instances of material noncompliance noted during the audit.

Section III Findings and Questioned Costs Relating to Federal Programs

At October 31, 2019, the Cajundome Commission did not meet the requirements to have a single audit in accordance with OMB Uniform Guidance, therefore this section is not applicable.

Section IV Management Letter

This section is not applicable.

CAJUNDOME COMMISSION

Management's Corrective Action Plan
Year Ended October 31, 2019

Section I Internal Control and Compliance Material to the Financial Statements

This section not applicable for the year ended October 31, 2019.

Section II Internal Control and Compliance Material to Federal Awards

This section not applicable for the year ended October 31, 2019.

Section III Management Letter

This section not applicable for the year ended October 31, 2019.

DARNALL SIKES & FREDERICK
A CORPORATION OF CERTIFIED PUBLIC ACCOUNTANTS

1231 East Laurel Avenue
Eunice, LA 70535

P 337-457-4146
F 337-457-5060

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INDEPENDENT ACCOUNTANTS' REPORT ON APPLYING AGREED-UPON PROCEDURES

To the Cajundome Commission
and the Louisiana Legislative Auditor
Lafayette, Louisiana

We have performed the procedures enumerated below, which were agreed to by Cajundome Commission (Entity), and the Louisiana Legislative Auditor (LLA) on the control and compliance (C/C) areas identified in the LLA's Statewide Agreed-Upon Procedures (SAUPs) for the fiscal period November 1, 2018 through October 31, 2019. The Entity's management is responsible for those C/C areas identified in the SAUPs.

This agreed-upon procedures engagement was conducted in accordance with attestation standards established by the American Institute of Certified Public Accountants and applicable standards of *Government Auditing Standards*. 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.

The procedures and associated findings 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:

      No exceptions noted during the fiscal year ended October 31, 2018 AUP engagement, therefore this section is excluded from testing this fiscal year.

   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:

      No exceptions noted during the fiscal year ended October 31, 2018 AUP engagement, therefore this section is excluded from testing this fiscal year.

c) ***Disbursements***, including processing, reviewing, and approving:

No exceptions noted during the fiscal year ended October 31, 2018 AUP engagement, therefore this section is excluded from testing this fiscal year.

d) ***Receipts***, including receiving, recording, and preparing deposits:

No exceptions noted during the fiscal year ended October 31, 2018 AUP engagement, therefore this section is excluded from testing this fiscal year.

e) ***Payroll/Personnel***, including (1) payroll processing, and (2) reviewing and approving time and attendance records, including leave and overtime worked:

No exceptions noted during the fiscal year ended October 31, 2018 AUP engagement, therefore this section is excluded from testing this fiscal year.

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:

No exceptions noted during the fiscal year ended October 31, 2018 AUP engagement, therefore this section is excluded from testing this fiscal year.

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:

No exceptions noted during the fiscal year ended October 31, 2018 AUP engagement, therefore this section is excluded from testing this fiscal year.

h) ***Travel and expense reimbursement***, including (1) allowable expenses, (2) dollar thresholds by category of expense, (3) documentation requirements, and (4) required approvers:

No exceptions noted during the fiscal year ended October 31, 2018 AUP engagement, therefore this section is excluded from testing this fiscal year.

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:

No exceptions noted during the fiscal year ended October 31, 2018 AUP engagement, therefore this section is excluded from testing this fiscal year.

j) ***Debt Service***, including (1) debt issuance approval, (2) EMMA reporting requirements, (3) debt reserve requirements, and (4) debt service requirements:

No exceptions noted during the fiscal year ended October 31, 2018 AUP engagement, therefore this section is excluded from testing this fiscal year.

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.

Written policies and procedures were obtained and address the functions above.

Board (or Finance Committee, if applicable)

2. Obtain and review the board/committee minutes for the fiscal period, as well as the board's enabling legislation, charter, bylaws, or equivalent document in effect during the fiscal period, and:

   a) Report whether the managing board met (with a quorum) at least monthly, or on a frequency in accordance with the board's enabling legislation, charter, or other equivalent document:

      Obtained and reviewed minutes of the board for the fiscal period noting that the board met in accordance with the Entity's policy.

   b) Report whether the minutes referenced or included monthly budget-to-actual comparisons on the General Fund and any additional funds identified as major funds in the Entity's prior audit (GAAP-basis):

      Minutes do include or reference monthly budget-to-actual comparisons for the General Fund and major funds identified as such for the meetings held during the fiscal period.

   c) If the budget-to-actual comparisons show that management was deficit spending during the fiscal period, report whether there is a formal/written plan to eliminate the deficit spending for those entities with a fund balance deficit. If there is a formal/written plan, report whether the meeting minutes for at least one board meeting during the fiscal period reflect that the board is monitoring the plan:

      The minutes for one board meeting during the fiscal period referenced a formal/written plan to eliminate the deficit spending in the General Fund.

Bank Reconciliations

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

   Obtained a listing of client bank accounts from management and management provided representation that the listing is complete.

   a) Bank reconciliations include evidence that they were prepared within 2 months of the related statement closing date (e.g., initialed and dated, electronically logged);

      Bank reconciliations did include evidence that they were prepared within 2 months of the related statement closing date.

   b) Bank reconciliations include evidence that a member of management/board member who does not handle cash, post ledgers, or issue checks has reviewed each bank reconciliation (e.g., initialed and dated, electronically logged)

      Bank reconciliations did include evidence that a member of management/board member who does not handle cash, post ledgers, or issue checks has reviewed each bank reconciliation.

   c) Management has documentation reflecting that it has researched reconciling items that have been outstanding for more than 12 months from the statement closing date, if applicable.

      There are no reconciling items that have been outstanding for more than 12 months on the bank reconciliations.

Collections

No exceptions noted during the fiscal year ended October 31, 2018 AUP engagement, therefore this section is excluded from testing this fiscal year.

Disbursements – General (excluding credit card/debit card/fuel card/P-Card purchases or payments)

No exceptions noted during the fiscal year ended October 31, 2018 AUP engagement, therefore this section is excluded from testing this fiscal year.

Credit Cards/Debit Cards/Fuel Cards/P-Cards

No exceptions noted during the fiscal year ended October 31, 2018 AUP engagement, therefore this section is excluded from testing this fiscal year.

Travel and Expense Reimbursement

No exceptions noted during the fiscal year ended October 31, 2018 AUP engagement, therefore this section is excluded from testing this fiscal year.

Contracts

No exceptions noted during the fiscal year ended October 31, 2018 AUP engagement, therefore this section is excluded from testing this fiscal year.

Payroll and Personnel

No exceptions noted during the fiscal year ended October 31, 2018 AUP engagement, therefore this section is excluded from testing this fiscal year.

Ethics (excluding nonprofits)

No exceptions noted during the fiscal year ended October 31, 2018 AUP engagement, therefore this section is excluded from testing this fiscal year.

Debt Service (excluding nonprofits)

No exceptions noted during the fiscal year ended October 31, 2018 AUP engagement, therefore this section is excluded from testing this fiscal year.

Other

No exceptions noted during the fiscal year ended October 31, 2018 AUP engagement, therefore this section is excluded from testing this fiscal year.

We were not engaged to and did not conduct an examination or review, the objective of which would be the expression of an opinion or conclusion, respectively, on those C/C areas identified in the SAUPs.

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 purpose of this report is solely to describe the scope of testing performed on those C/C areas identified in the SAUPs, and the result of that testing, and not to provide an opinion on control or compliance. Accordingly, this report is not suitable for any other purpose. Under Louisiana Revised Statute 24:513, this report is distributed by the LLA as a public document.

Darnall, Sikes & Frederick

A Corporation of Certified Public Accountants

Eunice, Louisiana
January 23, 2020