

ALLEN PARISH RECREATION DISTRICT NO. 2 OF KINDER
Kinder, Louisiana

Financial Report
For the Year Ended June 30, 2023

Royce T. Scimemi, CPA, APAC
Oberlin, LA 70655

**Allen Parish Recreation District No. 2 of Kinder
Kinder, Louisiana**

Financial Report for the Year Ended June 30, 2023

CONTENTS

	<u>Page No.</u>
Accountants' Compilation Report	1
Basic Financial Statements:	
Government-Wide Financial Statements (GWFS)	
Statement of Net Position	3
Statement of Activities	4
Fund Financial Statements (FFS)	
Balance Sheet - Governmental Fund	7
Reconciliation of Governmental Fund Balance Sheet to Statement of Net Position	8
Statement of Revenues, Expenditures and Changes in Fund Balance - Governmental Fund	9
Reconciliation of Governmental Fund Statement of Revenues, Expenditures and Changes in Fund Balance to Statement of Activities	10
Required Supplementary Information	
General Fund: Budgetary Comparison Schedule	12
Other Supplementary Information	
Schedule of Compensation, Benefits and Other Payments to Chief Executive Officer	14
Schedule of Findings and Responses	15

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ACCOUNTANTS' COMPILATION REPORT

Board of Commissioners
Allen Parish Recreation District No. 2 of Kinder
Kinder, LA 70655

December 22, 2023

Management is responsible for the accompanying financial statements of the governmental activities and the only major fund of the Allen Parish Recreation District No. 2 of Kinder (the District), a component unit of the Allen Parish Police Jury, as of and for the year ended June 30, 2023, 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 American Institute of Certified Public Accountants. 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. We do not express an opinion, a conclusion, nor provide any assurance on these financial statements.

Management has elected not to implement the financial reporting requirements of GASB Statement No. 34, *Basic Financial Statements – and Management's Discussion and Analysis – for State and Local Governments*. The effects of this departure from accounting principles generally accepted in the United States of America have not been determined.

Management 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.

Supplementary Information

Accounting principles generally accepted in the United States of America require that the general fund budgetary comparison schedule on page 12 be presented to supplement the basic financial statements. Such information is presented for purposes of additional analysis and, 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. Such information is the responsibility of management. The required supplementary information was subject to our compilation engagement. We have not audited or reviewed the required supplementary information and do not express an opinion, a conclusion, nor provide any form of assurance on such information.

The other supplementary information on page 14 is presented for purposes of additional analysis and is not a required part of the basic financial statements but is required by Louisiana Revised Statute 24:513(A)(3). Such information is the responsibility of management. Such information was subject to our compilation. We have not audited or reviewed the other supplementary information and, do not express an opinion, a conclusion, nor provide any assurance on such other information. We are not independent with respect to the District.

Royce T. Scimemi, CPA, APAC

GOVERNMENT-WIDE FINANCIAL STATEMENTS (GWFS)

**Allen Parish Recreation District No. 2 of Kinder
Kinder, Louisiana**

**Statement of Net Position
June 30, 2023**

	Primary Government
	Governmental Activities
ASSETS	
Cash	\$ 187,054
Land	126,367
Capital assets, net	578,791
TOTAL ASSETS	892,212
DEFERRED OUTFLOWS OF RESOURCES	
Aggregated deferred outflows	--
TOTAL DEFERRED OUTFLOWS OF RESOURCES	--
LIABILITIES	
Accounts payable	3,752
Payroll taxes payable	1,439
Bonds payable:	
Due within one year	36,000
Due after one year	155,000
TOTAL LIABILITIES	196,191
DEFERRED INFLOWS OF RESOURCES	
Aggregated deferred inflows	--
TOTAL DEFERRED INFLOWS OF RESOURCES	--
NET POSITION	
Investment in capital assets, net of related debt	514,158
Unrestricted	181,863
TOTAL NET POSITION	\$ 696,021

See Accountants' Compilation Report.

**Allen Parish Recreation District No. 2 of Kinder
Kinder, Louisiana**

**Statement of Activities
For the Year Ended June 30, 2023**

Functions/Programs	Expenses	Program Revenues			Net (Expense) Revenue
Primary Government Governmental Activities:		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Primary Government Governmental Activities
Recreation	\$ 152,327	\$ --	\$ --	\$ --	\$ (152,327)
Interest on long-term debt	7,602	--	--	--	(7,602)
Total Governmental Activities	\$ 159,929	--	--	--	(159,929)
 General Revenues:					
					155,326
					1,020
					914
					157,260
					(2,669)
					698,690
					\$ 696,021

See Accountants' Compilation Report.

FUND FINANCIAL STATEMENTS (FFS)

**ALLEN PARISH RECREATION DISTRICT NO. 2 OF KINDER
Kinder, Louisiana**

MAJOR FUND DESCRIPTIONS

General Fund

To account for resources traditionally associated with governments that are not required to be accounted for in another fund.

ALLEN PARISH RECREATION DISTRICT NO. 2 OF KINDER
Kinder, Louisiana

BALANCE SHEET – GOVERNMENTAL FUND
June 30, 2023

	<u>General Fund</u>
ASSETS	
Cash	\$ <u>187,054</u>
TOTAL ASSETS	<u>187,054</u>
 DEFERRED OUTFLOWS OF RESOURCES	
Aggregated deferred outflows	<u>--</u>
TOTAL DEFERRED OUTFLOWS OF RESOURCES	<u>--</u>
 TOTAL ASSETS AND DEFERRED OUTFLOWS OF RESOURCES	<u>187,054</u>
 LIABILITIES	
Accounts payable	3,752
Payroll taxes payable	<u>1,439</u>
TOTAL LIABILITIES	<u>5,191</u>
 DEFERRED INFLOWS OF RESOURCES	
Aggregated deferred outflows	<u>--</u>
TOTAL DEFERRED INFLOWS OF RESOURCES	<u>--</u>
 FUND EQUITY	
Fund balance	
Unassigned	<u>181,863</u>
TOTAL FUND BALANCE	<u>181,863</u>
 TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND EQUITY	<u>\$ 187,054</u>

See Accountants' Compilation Report.

**Allen Parish Recreation District No. 2 of Kinder
Kinder, Louisiana**

**Reconciliation of Governmental Fund Balance Sheet to Statement of Net Position
June 30, 2023**

Total Fund Balance - Governmental Fund	\$	181,863
Fixed assets are capitalized in the Statement of Net Position and depreciated in the Statement of Activities. These are expensed as capital outlays when acquired in the Statement of Revenues, Expenditures, and Changes in Fund Balance.		705,158
Long-term debt is reflected on the Statement of Net Position but not on the Governmental Fund Balance Sheet.		(191,000)
Total Net Position - Governmental Activities	\$	<u>696,021</u>

See Accountants' Compilation Report.

**ALLEN PARISH RECREATION DISTRICT NO. 2 OF KINDER
Kinder, Louisiana**

**STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCE – GOVERNMENTAL FUND
For the Year Ended June 30, 2023**

	General Fund
REVENUES	
Ad valorem taxes, net	\$ 155,326
Interest	1,020
Miscellaneous	<u>914</u>
TOTAL REVENUES	157,260
EXPENDITURES	
Current:	
Gas and oil	963
Insurance	7,660
Payroll taxes	2,936
Professional fees	2,375
Repairs and maintenance	23,306
Salaries and wages	29,800
Supplies	4,287
Utilities	12,347
Capital outlay	132,679
Debt service:	
Principal retirement	34,000
Interest	<u>7,602</u>
TOTAL EXPENDITURES	<u>257,955</u>
CHANGE IN FUND BALANCE	(100,695)
FUND BALANCE – BEGINNING OF YEAR	<u>282,558</u>
FUND BALANCE – ENDING OF YEAR	<u>\$ 181,863</u>

See Accountants' Compilation Report.

**Allen Parish Recreation District No. 2 of Kinder
Kinder, Louisiana**

**Reconciliation of Governmental Fund Statement of Revenues, Expenditures, and
Changes in Fund Balance to Statement of Activities
For the Year Ended June 30, 2023**

Total Net Changes in Fund Balance - Governmental Fund	\$ (100,695)
Fixed assets are expensed as capital outlays in governmental fund statements, but capitalized in the Statement of Net Position.	132,679
Principal payments on long-term debt are expensed in governmental fund statements, but treated as reductions of outstanding debt in entity-wide statements.	34,000
Depreciation expense is reflected in the entity-wide statements, but not deducted in the governmental fund statements.	(68,653)
Changes in Net Position - Governmental Activities	<u>\$ (2,669)</u>

See Accountants' Compilation Report.

REQUIRED SUPPLEMENTARY INFORMATION

ALLEN PARISH RECREATION DISTRICT NO. 2 OF KINDER
Kinder, Louisiana

General Fund
Budgetary Comparison Schedule
Year Ended June 30, 2023

	Original Budget	Final Budget	Actual	Variance Favorable (Unfavorable)
REVENUES				
Ad valorem taxes, net	\$ 146,500	\$ 146,500	\$ 155,326	\$ 8,826
Interest	--	--	1,020	1,020
Miscellaneous	<u>1,000</u>	<u>1,000</u>	<u>914</u>	<u>(86)</u>
TOTAL REVENUES	147,500	147,500	157,260	9,760
EXPENDITURES				
Current:				
Gas and oil	1,500	1,500	963	537
Insurance	5,300	5,300	7,660	(2,360)
Payroll taxes	8,400	8,400	2,936	5,464
Professional fees	8,000	8,000	2,375	5,625
Repairs and maintenance	25,300	25,300	23,306	1,994
Salaries and wages	36,000	36,000	29,800	6,200
Supplies	3,500	3,500	4,287	(787)
Utilities	8,000	8,000	12,347	(4,347)
Capital outlay	2,500	2,500	132,679	(130,179)
Debt service:				
Principal retirement	31,500	31,500	34,000	(2,500)
Interest	<u>--</u>	<u>--</u>	<u>7,602</u>	<u>(7,602)</u>
TOTAL EXPENDITURES	<u>130,000</u>	<u>130,000</u>	<u>257,955</u>	<u>(127,955)</u>
 CHANGE IN FUND BALANCE	 17,500	 17,500	 (100,695)	 (118,195)
FUND BALANCE – BEGINNING OF YEAR	<u>282,558</u>	<u>282,558</u>	<u>282,558</u>	<u>--</u>
FUND BALANCE – ENDING OF YEAR	<u>\$ 300,058</u>	<u>\$ 300,058</u>	<u>\$ 181,863</u>	<u>\$ (118,195)</u>

See Accountants' Compilation Report.

OTHER SUPPLEMENTARY INFORMATION

**ALLEN PARISH RECREATION DISTRICT NO. 2 OF KINDER
Kinder, Louisiana**

**SCHEDULE OF COMPENSATION, BENEFITS AND OTHER PAYMENTS TO
CHIEF EXECUTIVE OFFICER
For the Year Ended June 30, 2023**

Chief Executive Officer: Jay LaFargue, President of the Board

<u>Purpose</u>	<u>Amount</u>
Salary	\$ -0-
Benefits-insurance	-0-
Benefits-retirement	-0-
Benefits-cell phone	-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 Accountants' Compilation Report.

**ALLEN PARISH RECREATION DISTRICT NO. 2 OF KINDER
Kinder, Louisiana**

**SCHEDULE OF FINDINGS AND RESPONSES
For The Year Ended June 30, 2023**

Summary of Accountants' Results

Internal control over financial reporting:

- Material weakness(es) identified? yes no
 - Significant deficiency(ies) identified? yes no
 - Control deficiencies(s) identified that are
not considered to be material weakness(es)? yes no
- Noncompliance material to financial
statements noted? yes no

Findings – Financial Statement Compilation

Finding #2023-1 C:
Local Governmental Budget Act Compliance

Criteria: The actual expenditures in the General Fund were more than budgeted expenditures by 5% or more.

Cause: The budget was prepared before significant capital outlays additions were made.

Effect: Possible violation of the Louisiana Local Governmental Budget Act.

Recommendation: Closely monitor budgets and amend the budget when necessary.

Response: Management is monitoring revenues and expenditures monthly and amending the budget as necessary to comply with the Louisiana Local Governmental Budget Act.

Contact Person: Jay LaFargue, President of the Board