

**TERREBONNE PARISH
RECREATION DISTRICT NO. 6
ANNUAL FINANCIAL REPORT
FOR THE YEAR ENDED DECEMBER 31, 2020**

TERREBONNE PARISH RECREATION DISTRICT NO. 6
ANNUAL FINANCIAL REPORT
As of and for the Year Ended December 31, 2020

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TERREBONNE PARISH RECREATION DISTRICT NO. 6
MANAGEMENT'S DISCUSSION AND ANALYSIS
For the Year Ended December 31, 2020

This discussion and analysis of the Terrebonne Parish Recreation District No. 6's financial performance provides a narrative overview of the financial activities as of and for the fiscal year ended December 31, 2020. Please read it in conjunction with the basic financial statements and the accompanying notes to the financial statements.

FINANCIAL HIGHLIGHTS

Our financial statements provide these insights into the results of this year's operations:

- The net position increased by over \$125,000 or 5.5% as a result of this year's operations. At the close of fiscal year assets exceeded liabilities by \$2,440,582 (net position).
- During the year, expenses for governmental activities were \$713,173 more than the \$6,572 generated in program revenues for governmental programs. General revenues of \$839,828 added to the program revenues helped to make up the shortfall to end the year with revenue exceeding expenses by \$126,655. This compares to last year when revenues exceeded expenses by \$272,146.
- Program expenses for recreational programs and maintenance increased by \$51,161 or about 7.7%.
- The governmental funds ended the year with a fund balance of \$1,305,768 – \$748,245 is either non-spendable, committed, or restricted, the remaining of \$557,523 is considered unassigned and available to use to fund operations, a decrease of \$(82,145) from the prior year.

USING THIS ANNUAL REPORT

This annual report consists of a series of financial statements. The Statement of Net Position and the Statement of Activities (Government-Wide Financial Statements) provide information about the governmental activities as a whole and present a longer-term view of the finances. The Balance Sheet and Statement of Revenues, Expenditures and Changes in Fund Balance – Governmental Funds (Fund Financial Statements) tell how services were financed in the short term as well as what remains for future spending. Fund financial statements also report the operations in more detail than the government-wide statements by providing information about the most significant funds.

Our auditor has provided assurance in his independent auditor's report that the basic financial statements are fairly stated. The auditor, regarding the Required Supplemental Information and the Other Supplemental Information is providing varying degrees of assurance. A user of this report should read the independent auditor's report carefully to ascertain the level of assurance being provided for each of the other parts in the Annual Report.

TERREBONNE PARISH RECREATION DISTRICT NO. 6
MANAGEMENT'S DISCUSSION AND ANALYSIS
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Government-Wide Financial Statements

The government-wide financial statements are designed to provide readers with a broad overview of the finances, in a manner like a private-sector business.

The statement of net position presents information on all the assets and liabilities, with the difference between the two reported as net assets. Over time, increases or decreases in net assets may serve as an indicator of whether the financial position is improving or deteriorating.

The statement of activities presents information showing how the government's net position changed during the most recent fiscal year. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods.

Both government-wide financial statements distinguish functions that are principally supported by taxes and intergovernmental revenues, governmental activities, from other functions that are intended to recover all or a significant portion of their costs through user fees and charges, business-type activities.

Fund Financial Statements

The fund financial statements provide detailed information about the most significant funds—not as a whole. Some funds are required to be established by State laws.

The Terrebonne Parish Recreation District No. 6 utilizes the governmental type of funds with the following accounting approach. Most of the basic services are reported in governmental funds, which focus on how money flows into and out of those funds and the balances left at year-end that are available for spending. These funds are reported using an accounting method called modified accrual accounting, which measures cash and all other financial assets that can readily be converted to cash. The governmental fund statements provide a detailed short-term view of the general government operations and the basic services it provides. Governmental fund information helps you determine whether there are more or fewer financial resources that can be spent soon to finance programs. We describe the relationship (or differences) between governmental activities (reported in the Statement of Net Position and the Statement of Activities) and governmental funds in reconciliation at the bottom of the fund financial statements.

TERREBONNE PARISH RECREATION DISTRICT NO. 6
MANAGEMENT'S DISCUSSION AND ANALYSIS
For the Year Ended December 31, 2020

FINANCIAL ANALYSIS AS A WHOLE (GWFS)

Our analysis below focuses on the net position and changes in net position of the governmental-type activities.

	Condensed Statement of Net Position		Variance
	2019	2020	Amount
Current and Other Assets	\$ 2,196,971	\$2,217,946	\$ 20,975
Capital Assets	2,064,374	2,163,696	99,322
Total Assets	4,261,345	4,381,642	120,297
Current Liabilities	12,181	16,974	4,793
Long-term Obligations	1,138,360	1,028,882	(109,478)
Total Liabilities	1,150,541	1,045,856	(104,685)
Deferred Inflows	796,877	895,204	98,327
Invested in Capital Assets	939,374	1,153,696	214,322
Restricted for Debt Service	167,397	56,488	(110,909)
Unrestricted	1,207,156	1,230,398	23,242
Total Net Position	\$ 2,313,927	\$2,440,582	\$ 126,655

Net position increased from slightly by a little over \$125,000 or 5.5%. Current assets remained relatively stable. Capital assets increased by 4% due to capital purchases in excess of depreciation in the current year. Current liabilities decreased because there was an decrease in accruals at the end of this year. Long term obligations decreased to reflect the payment on debt and compensated absences. Deferred inflows increase due to the increase in the 2020 levy of ad valorem taxes to be used in 2021. Unrestricted net assets are the part of net assets that can be used to finance day-to-day operations without constraints. The balance in net assets represents the accumulated results of all past years' operations.

TERREBONNE PARISH RECREATION DISTRICT NO. 6
MANAGEMENT'S DISCUSSION AND ANALYSIS
For the Year Ended December 31, 2020

Condensed Statement of Activities		Variance	
	2019	2020	Amount
Total program expenses	\$ (668,584)	\$ (719,745)	\$ 51,161
Total program revenues	26,468	6,572	(19,896)
Net program income	(642,116)	(713,173)	(71,057)
General revenues	914,262	839,828	(74,434)
Change in Net Position	272,146	126,655	(145,491)
Net Position:			
Beginning of the year	2,041,781	2,313,927	272,146
End of the year	<u>\$ 2,313,927</u>	<u>\$2,440,582</u>	<u>\$ 126,655</u>

Governmental Activities – Program expenses for recreational activities increased by approximately 7.7%. Due to the COVID pandemic many of the summer activities had to be cancelled which reduced program revenues. The District spent the idle time improving and maintaining the facilities with increases in equipment and building and grounds repairs. There was also a significant increase in capital expenditures. General revenues decreased significantly by almost \$75,000 – mostly due to the decrease in ad valorem tax revenue collected for the Debt Service Fund with the decrease from 4.0 to 1.0 mills.

FINANCIAL ANALYSIS OF MAJOR FUNDS (FFS)

The Terrebonne Parish Recreation District No. 6 uses funds to help it control and manage money for recreational purposes. Looking at individual funds helps you consider whether the District is being accountable for the resources provided to it but may also give you more insight into the overall financial health.

The General Fund reported an ending fund balance of \$1,249,280. This reflects an increase of \$28,764 from the prior year. Of the ending fund balance, \$39,505 is non-spendable for prepaid insurance. The Board has committed in the 2021 Adopted Budget - \$165,767 for capital purchases and \$486,485 for contingencies. The remaining \$557,523 is unassigned and available for use. The revenues for the General Fund were \$796,673, an increase of \$42,041 from the prior year. Current expenditures for recreational activities were \$448,747, a slight increase of 9% from the prior year. Capital outlay equaled \$285,572, for purchases of machinery and equipment and building improvements.

TERREBONNE PARISH RECREATION DISTRICT NO. 6
MANAGEMENT'S DISCUSSION AND ANALYSIS
For the Year Ended December 31, 2020

A Debt Service Fund was established as per the bond indenture to account for the collection of ad valorem taxes and the payment of debt service for two General Obligation Bond issues – Series 2008 and Series 2015. During the current year the debt service fund recorded \$49,204 of ad valorem taxes, a significant decrease of over \$130,000 due to the decrease in the millage assessed for the bonds from 4.0 to 1.0 mills. \$158,420 was paid on principal and interest expense on the bonds. The ending fund balance – restricted for Debt Service was \$56,488.

GENERAL FUND BUDGETARY HIGHLIGHTS

The original budget for the General Fund was revised during the year. Authorized budget amendments were approved as follows:

Original Budgeted Revenues	\$783,320
Amendments were made for:	
Increased Ad Valorem taxes based on actual collections	9,800
Decreased State Revenue Sharing	(210)
Decreased fees & charges	(23,775)
Increased Miscellaneous and Interest	19,070
Total revenue amendments	4,885
Amended Budgeted Revenues	\$788,205

Original Budgeted Expenditures	\$928,765
Amendments were made for:	
Increased current expenditures	44,915
Decrease capital outlay	(194,797)
Total expenditure amendments	(149,882)
Amended Budgeted Expenditures	\$778,883

CAPITAL ASSETS

Capital assets, net of accumulated depreciation of \$2,512,428, for governmental activities at year-end were \$2,163,696. This year there was \$285,572 in additions to capital assets. Depreciation of \$186,250 was recorded on capital assets in the governmental activities.

More detailed information about the capital assets is presented in Note 4 to the financial statements.

TERREBONNE PARISH RECREATION DISTRICT NO. 6
MANAGEMENT'S DISCUSSION AND ANALYSIS
For the Year Ended December 31, 2020

LONG-TERM DEBT

The voters approved a proposition on October 20, 2007 to incur debt and to issue \$1,400,000 of 20-year General Obligation Bonds, Series 2008 with varying interest rates between 4.6%-6% for purchasing, acquiring, constructing and improving parks, playgrounds, recreation centers and other recreational facilities to be payable from ad valorem taxes. At December 31, 2020 \$790,000 of these bonds were outstanding and \$75,000 of principal and \$37,006 of interest and fees were paid.

In accordance with a special election held on December 6, 2014, the voters approved the issuance of Four Hundred Thousand Dollars (\$400,000) of General Obligation Bonds, Series 2015, for the purpose of purchasing, acquiring, constructing and improving parks, playgrounds, recreation centers and other recreational facilities to be payable from ad valorem taxes. The interest rate is 2.36%, interest payment dates are March 1st and September 1st mature in the year 2025. At December 31, 2020 \$220,000 of these bonds were outstanding and \$40,000 of principal and \$5,664 of interest was paid.

More detailed information about the long-term debt is presented in Note 7 to the financial statements.

ECONOMIC FACTORS AND NEXT YEAR'S BUDGETS AND RATES

Highlights of next year's General Fund budget that was approved by the Board on December 5, 2020 include:

	2021
Anticipated revenues	\$ 760,420
Expenditures:	
General Government	35,800
Current	461,600
Capital outlay	203,000
Anticipated expenditures	700,400
Net change in Fund Balance	60,020
Fund Balance:	
Beginning of the year	1,210,638
End of the year	\$1,270,658

TERREBONNE PARISH RECREATION DISTRICT NO. 6
MANAGEMENT'S DISCUSSION AND ANALYSIS
For the Year Ended December 31, 2020

CONTACTING FINANCIAL MANAGEMENT

This financial report is designed to provide a general overview of the Terrebonne Parish Recreation District No. 6's finances and to show accountability for the money it received. If you have questions about this report or need additional financial information, contact:

Carlos Alario, Chairman
107 Recreation Dr.
Montegut, LA
Phone number 985-594-3174

FINANCIAL SECTION



STAGNI & COMPANY, LLC

CERTIFIED PUBLIC ACCOUNTANTS & CONSULTANTS

INDEPENDENT AUDITOR'S REPORT

To the Commissioners of
Terrebonne Parish Recreation District No. 6
Montegut, LA

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities and each major fund of the Terrebonne Parish Recreation District No. 6, a component unit of Terrebonne Parish Consolidated Government, as of and for the year ended December 31, 2020, and the notes to the financial statements, which collectively comprise the 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 an opinion on these basic 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 Statements*, 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 basic financial statements are free of material misstatement.

An audit includes performing procedures to obtain audit evidence supporting 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 financial position of the governmental activities and each major fund as of December 31, 2020 and the respective changes in financial position for the year then ended in conformity with accounting principles generally accepted in the United States of America.

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the Management's Discussion and Analysis and the Required Supplementary Information be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.



Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the basic financial statements. The Schedule of Compensation, Benefits and Other Payments to Agency Head are presented for the purpose of additional analysis and are not a required part of the basic financial statements.

These schedules are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the Schedule of Compensation, Benefits and Other Payments to Agency Head are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued a report dated May 1, 2021, on our consideration of the internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts, grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering internal control over financial reporting and compliance.

Stagni & Company

Thibodaux, Louisiana
May 1, 2021



TERREBONNE PARISH RECREATION DISTRICT NO. 6

Statement of Net Position

December 31, 2020

ASSETS

Cash and cash equivalents	\$ 147,934
Investments	1,143,279
Accounts receivable	1,680
Ad Valorem taxes receivable	169,621
Due from tax collector	707,998
Due from State of LA	7,299
Prepaid Insurance	39,505
Meter Deposits	630
Capital Assets, net of accumulated depreciation	
Non-Depreciable	113,812
Depreciable	2,049,884
TOTAL ASSETS	<u>4,381,642</u>

LIABILITIES

Accounts payable and accrued liabilities	16,974
Long-term liabilities:	
Compensated absences payable-current	9,679
Compensated absences payable-noncurrent	7,271
Accrued Interest on Bonds	1,932
Bonds Payable - due in one year	110,000
Bonds Payable - due in more than one year	900,000
TOTAL LIABILITIES	<u>1,045,856</u>

DEFERRED INFLOWS OF RESOURCES

Ad Valorem Taxes	895,204
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NET POSITION

Net Invested in capital assets	1,153,696
Restricted for Debt	56,488
Unrestricted	1,230,398
Total net position	<u>\$ 2,440,582</u>

See notes to financial statements.

TERREBONNE PARISH RECREATION DISTRICT NO. 6

Statement of Activities - Governmental Activities

For the Year Ended December 31, 2020

FUNCTIONS/PROGRAMS	Expenses	Program Revenue		Net Revenue (Expense)
		Charges for services	Operating Grants	
Recreational activities:	\$ 719,745	\$ 6,572	\$ -	\$ (713,173)
Total governmental activities	<u>\$ 719,745</u>	<u>\$ 6,572</u>	<u>\$ -</u>	<u>(713,173)</u>
GENERAL REVENUES				
Ad valorem taxes				787,159
State revenue sharing				9,761
Miscellaneous				32,932
Interest earned				<u>9,976</u>
TOTAL GENERAL REVENUES				839,828
CHANGE IN NET POSITION				126,655
NET POSITION:				
Beginning of year				<u>2,313,927</u>
End of year				<u><u>\$ 2,440,582</u></u>

See notes to the financial statements.

TERREBONNE PARISH RECREATION DISTRICT NO. 6

Balance Sheet - Governmental Fund - General Fund

December 31, 2020

	General Fund	Debt Service Fund	Total Governmental Funds
ASSETS			
Cash and cash equivalents	\$ 145,767	\$ 2,167	\$ 147,934
Investments	1,088,960	54,319	1,143,279
Ad Valorem taxes receivable	138,655	30,966	169,621
Accounts receivable	1,680	-	1,680
Due (to) from other funds	(1,878)	1,878	-
Due from tax collector	579,409	128,589	707,998
Due from State of LA	7,299	-	7,299
Prepaid Assets	39,505	-	39,505
Meter Deposits	630	-	630
TOTAL ASSETS	\$ 2,000,027	\$ 217,919	\$ 2,217,946
LIABILITIES AND EQUITY			
Accounts payable and accrued liabilities	\$ 16,974	\$ -	\$ 16,974
DEFERRED INFLOWS OF RESOURCES			
Ad Valorem taxes levied for the next fiscal year	733,773	161,431	895,204
FUND BALANCES:			
Non-spendable - Reserved for Prepaid Insurance	39,505	-	39,505
Committed for:			
Capital purchases	165,767	-	165,767
Contingencies	486,485	-	486,485
Restricted for:			
Debt Service	-	56,488	56,488
Unassigned	557,523	-	557,523
TOTAL FUND BALANCES	1,249,280	56,488	1,305,768
RECONCILIATION TO STATEMENT OF NET ASSETS:			
Capital assets used in governmental activities are not financial resources and therefore are not reported in the governmental funds.			
Add - Capital Assets			
Non-Depreciable		113,812	
Depreciable		4,562,312	
Deduct - Accumulated Depreciation		(2,512,428)	
			2,163,696
Certain liabilities, such as bonds payable, are not due and payable in the current period and therefore are not reported in the funds.			
Compensated absences payable-current		(9,679)	
Compensated absences payable-noncurrent		(7,271)	
			(16,950)
Deduct - Long-Term Liabilities due within one year		(110,000)	
Deduct -Long-Term Liabilities due in more than one year		(900,000)	
Deduct Accrued Interest Payable			(1,932)
Net assets of governmental activities			\$ 2,440,582

See notes to financial statements.

TERREBONNE PARISH RECREATION DISTRICT NO. 6

Statement of Revenues, Expenditures, and Changes in Fund Balances - Governmental Fund - General Fund For the Year Ended December 31, 2020

	General Fund	Debt Service Fund	Total Governmental Funds
REVENUES			
Ad Valorem Taxes	\$ 737,955	\$ 49,204	\$ 787,159
State Revenue Sharing	9,761	-	9,761
Concession Sales	6,072	-	6,072
Fees & Charges for use of facilities	500	-	500
Miscellaneous	32,932	-	32,932
Interest	9,453	523	9,976
TOTAL REVENUES	796,673	49,727	846,400
EXPENDITURES			
General government - current:			
Ad valorem tax deductions	25,485	1,640	27,125
Ad valorem tax adjustments	8,105	576	8,681
Total general government - current	33,590	2,216	35,806
Recreational - current:			
Salaries	148,797	-	148,797
Payroll Taxes & Retirement	15,314	-	15,314
Insurance-Group Health	17,314	-	17,314
Insurance-Workers' Compensation	3,690	-	3,690
Advertising & Publishing	1,804	-	1,804
Gasoline, Oil & Diesel	3,075	-	3,075
Insurance	61,723	-	61,723
Legal & Professional Fees	7,131	-	7,131
Office Operations	4,737	-	4,737
Supplies-Concession	5,505	-	5,505
Supplies-Operating	3,192	-	3,192
Utilities	46,264	-	46,264
Travel & training	111	-	111
Repairs & Maintenance-Equipment	43,458	-	43,458
Repairs & Maintenance-Building/Grounds	86,632	-	86,632
Total recreational - current	448,747	-	448,747
Capital Outlay	285,572	-	285,572
Debt Service:			
Principal payments	-	115,000	115,000
Interest and fees	-	43,420	43,420
Total Debt Service	-	158,420	158,420
TOTAL EXPENDITURES	767,909	160,636	928,545
Net change in fund balance	28,764	(110,909)	(82,145)
FUND BALANCES			
Beginning of year	1,220,516	167,397	1,387,913
End of year	\$ 1,249,280	\$ 56,488	\$ 1,305,768

See notes to financial statements.

TERREBONNE PARISH RECREATION DISTRICT NO. 6

**RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND
BALANCES OF GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES**

For the Year Ended December 31, 2020

Net change in fund balances		\$	(82,145)
Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense.			
Add capital outlay from above	285,572		
Deduct - Depreciation	<u>(186,250)</u>		99,322
Accrued interest expense on debt and the amortization of bond issuance costs, are not recorded by governmental funds, but are reported under interest and fiscal changes			
Add- Decrease in Accrued interest on Bonds	291		
Add principal payments on bonds	<u>115,000</u>		115,291
Some expenses reported in the statement of activities to not require the use of current resources and, therefore, are not reported as expenditures in governmental funds.			
Change in compensated absences			(5,813)
Change in net position - governmental activities		\$	<u>126,655</u>

See notes to financial statements.

TERREBONNE PARISH RECREATION DISTRICT NO. 6

Notes to the Financial Statements For the Year Ended December 31, 2020

The Terrebonne Parish Recreation District No. 6 (the District) is governed by a Board of Commissioners appointed by the Terrebonne Parish Consolidated Government organized under La. Revised Statute 33:4562(A). The District provides for the maintenance and operations of recreation facilities and equipment for the residents of Ward 6 of the Parish of Terrebonne, State of Louisiana.

Note 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. Basis of Presentation

The accompanying basic financial statements have been prepared in conformity with governmental accounting principles generally accepted in the United States of America. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles.

B. Reporting Entity

As the governing authority, the Terrebonne Parish Consolidated Government is the financial reporting entity for Terrebonne Parish. Because the Terrebonne Parish Consolidated Government could by definition in statute be financially burdened by the Terrebonne Parish Recreation District No. 6, the District was determined to be a component unit of the Terrebonne Parish Consolidated Government. The accompanying financial statements present information only on the funds maintained by the District and do not present information on the Terrebonne Parish Consolidated Government, the general government services provided by that governmental unit, or the other governmental reporting entity.

The accompanying financial statements will be included in the comprehensive annual financial report (CAFR) of the Parish for the year ending December 31, 2020.

C. Basis of Accounting

The accounting system is organized and operated on a fund basis whereby a separate self-balancing set of accounts is maintained for the purpose of carrying on specific activities or attaining certain objectives in accordance with special regulations, restrictions or limitations. The various funds in the financial statements in this report are as follows:

TERREBONNE PARISH RECREATION DISTRICT NO. 6

Notes to the Financial Statements
For the Year Ended December 31, 2020

Note 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, (Continued)

C. Basis of Accounting (continued)

Governmental Fund Type

Governmental funds account for all of the general activities. These funds focus on the sources, uses, and balances of current financial resources. Expendable assets are assigned to the various governmental funds according to the purposes for which they may be used. Current liabilities are assigned to the fund from which they will be paid.

The difference between a governmental fund's assets and liabilities is reported as fund balance. In general, fund balance represents the accumulated expendable resources that may be used to finance future period programs or operations. The following are the governmental funds:

General Fund – was established to account for all financial resources and expenditures except those required to be accounted for in other funds.

Debt Service Fund – was established to account for the accumulation of resources for, and the payment of general long-term obligation principal, interest and related costs.

D. Measurement Focus

Fund Financial Statements (FFS)

The amounts reflected in fund financial statements, are accounted for using a current financial resources measurement focus. With this measurement focus, only current assets and current liabilities are generally included on the balance sheet. The statement of revenues, expenditures, and changes in fund balances reports on the sources (i.e., revenues and other financing sources) and uses (i.e., expenditures and other financing uses) of current financial resources. This approach is then reconciled, through adjustment, to a government-wide view of operations.

The amounts reflected in the fund financial statements, use the modified accrual basis of accounting. Under the modified accrual basis of accounting, revenues are recognized when susceptible to accrual (i.e., when they become both measurable and available).

TERREBONNE PARISH RECREATION DISTRICT NO. 6

Notes to the Financial Statements
For the Year Ended December 31, 2020

Note 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, (Continued)

D. Measurement Focus (continued)

Available means that the resources will be collected within the current year or are expected to be collected soon enough thereafter to be used to pay liabilities of the current year. For this purpose, the District considers revenues to be available if they are collected within 60 days of the end of the current fiscal year. Measurable means the amount of the transaction can be determined and available means collectible within the current period or soon enough thereafter to pay liabilities of the current period. The District considers all revenues available if they are collected within 60 days after the fiscal year end.

Expenditures are recorded when the related fund liability is incurred, except for interest and principal payments on general long-term debt which is recognized when due, and certain compensated absences and claims and judgments which are recognized when the obligations are expected to be liquidated with expendable available financial resources. The governmental funds use the following practices in recording revenues and expenditures:

Revenues – Ad valorem taxes and the related state revenue sharing are recorded as revenue in the period for which levied, thus the 2019 property taxes which were levied to finance the 2020 budget are recognized as revenue in 2020. Miscellaneous revenues are recorded as revenues when received in cash by the District because they are generally not measurable or available until actually received.

Expenditures – The major expenditures for recreational programs and maintenance are recorded when payable or when the fees are incurred.

Government-Wide Financial Statements (GWFS)

The government-wide financial statements display information as a whole. These statements include all the financial activities. Information contained in these statements reflects the economic resources measurement focus and the accrual basis of accounting. Revenues, expenses, gains, losses, assets, deferred outflows of resources, liabilities, and deferred inflows of resources resulting from exchange or exchange-like transactions are recognized when the exchange occurs (regardless of when cash is received or disbursed).

Revenues, expenses, gains, losses, assets, deferred outflows of resources, liabilities, and deferred inflows of resources resulting from non-exchange transactions are recognized in accordance with the requirements of Section N50.

TERREBONNE PARISH RECREATION DISTRICT NO. 6

Notes to the Financial Statements
For the Year Ended December 31, 2020

Note 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, (Continued)

D. Measurement Focus (continued)

Program Revenues - Program revenues included in the column labeled Statement of Activities are derived directly from users as a fee for services; program revenues reduce the cost of the function to be financed from the general revenues.

General Revenues - Taxes and other items not properly included among program revenues are reported instead as general revenues.

E. Use of Estimates

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

F. Operating Budgets

As required by Louisiana Revised Statutes, The Board of Commissioners adopted a budget for the District's General Fund, Debt Service Fund, and Construction Fund. The budgetary practices include public notice of the proposed budget and a public inspection prior to adoption. The Board must approve any amendment involving the transfer of monies from one function to another, or increases in expenditures. The district did amend its budget as required during the year. All budgeted amounts that are not expended or obligated through contracts lapse at year-end. The budgets are adopted on a basis materially consistent with accounting principles generally accepted in the United States of America.

G. Cash and Investments

Cash includes amounts in demand deposits, interest-bearing demand deposits, and time deposits. Under state law, the District may deposit funds in demand deposits, interest-bearing demand deposits, or time deposits with state banks organized under Louisiana law or any other state of the United States, or under the laws of the United States. Investments are limited by Louisiana Revised Statute (R.S.) 33:2955. If the original maturities of investments exceed 90 days, they are classified as investments; however, if the original maturities are 90 days or less, they are classified as cash equivalents. State law allows all political subdivisions to invest excess funds in obligations of the United States, certificates of deposit of state or national banks having their principal office in Louisiana or any other federally insured investment.

TERREBONNE PARISH RECREATION DISTRICT NO. 6

Notes to the Financial Statements
For the Year Ended December 31, 2020

Note 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, (Continued)

H. Cash and Investments (continued)

Investments are reported at fair value except for: (1) short-term and money market investments, consisting primarily of U.S. Treasury obligations with a maturity of one year or less at time of purchase, which are reported at cost, which approximates fair value, and (2) the Louisiana Asset Management Pool (LAMP) investment which is a local government 2a7-like pool administered by a non-profit corporation organized under State of Louisiana law, which is permitted to be carried at amortized cost. Investments policies are governed by state statutes.

I. Receivables

The financial statements contain no allowance for uncollectible accounts. Uncollectible amounts due for ad valorem taxes are recognized as bad debts at the time information becomes available which would indicate the uncollectibility of the particular receivable. These amounts are not considered to be material in relation to the financial position or operations of the funds.

J. Capital Assets

Capital assets purchased or acquired with an original cost of \$500 or more are valued at historical cost or estimated if historical cost is not available and are recorded in the GWFS. Donated assets are recorded as capital assets at their estimated fair market value at the date of donation.

Additions, improvements and other capital outlays that significantly extend the useful life of an asset are capitalized. Other costs incurred for repairs and maintenance are expensed as incurred.

All capital assets, other than land, are depreciated using the straight-line method over the following estimated useful lives:

CATEGORY	LIFE
BUILDINGS AND IMPROVEMENTS	5-40 YEARS
MACHINERY & EQUIPMENT	5-20 YEARS

In the fund financial statements, capital assets purchased in governmental fund operations are accounted for as capital outlay expenditures of the governmental fund upon acquisition.

TERREBONNE PARISH RECREATION DISTRICT NO. 6

Notes to the Financial Statements
For the Year Ended December 31, 2020

Note 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, (Continued)

K. Fund Equity

For government-wide financial statements net assets are classified and displayed in three components:

1. Net Invested in capital assets – Consists of capital assets including restricted capital assets, net of accumulated depreciation and reduced by the outstanding balances of any bonds, mortgages, notes or other borrowings that are attributable to the acquisition, construction or improvement of those assets, if any.
2. Restricted net assets – Consists of net assets with constraints placed on the use either by (1) external groups such as creditors, grantors, contributions or laws or regulations of other governments; or (2) law through constitutional provisions or enabling legislation.
3. Unrestricted net assets – All other net assets that do not meet the definition of “restricted” or “invested in capital assets, net of related debt.”

When both restricted and unrestricted resources are available for use, it is the policy to use restricted resources first, then unrestricted resources as they are needed.

Governmental fund equity is classified as fund balance. Fund balance is further classified as non-spendable, restricted, committed, assigned, or unassigned. Non-spendable fund balance cannot be spent because of its form. Restricted fund balance has limitations imposed by creditors, grantors, or contributors or by enabling legislation or constitutional provisions. Committed fund balance is a limitation imposed by the entity's board through approval of resolutions.

Assigned fund balances is a limitation imposed by a designee of the entity's board. Unassigned fund balance in the General Fund is the net resources in excess of what can be properly classified in one of the above four categories.

Negative unassigned fund balance in other governmental funds represents excess expenditures incurred over the amounts restricted, committed, or assigned to those purposes.

TERREBONNE PARISH RECREATION DISTRICT NO. 6

Notes to the Financial Statements
For the Year Ended December 31, 2020

Note 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, (Continued)

L. Long-term Liabilities

All long-term debt is reported as liabilities in the government-wide statements. The long-term debt consists primarily of serial bonds payable, capital leases, compensated absences and post-employment benefits.

Long-term liabilities for governmental funds are not reported as liabilities in the fund financial statements. The debt proceeds are reported as other financing sources and payment of principal, interest and other long-term benefits are reported as expenditures.

M. Compensated Leave

Accumulated vacation and sick leave are recorded as expenditures of the period in which paid. All annual leave must be taken within one year of the employee's anniversary date. Any unused annual leave in excess of 1 year of leave remaining on the anniversary date will be transferred to sick leave. Employees earn between 96 to 136 hours of vacation leave, depending on the length of employment. Accumulated vacation leave is due to the employee at the time of termination or death.

Eligible employees earn 56 hours sick leave per year. Unused sick leave can be carried forward to future years. Upon retirement or termination payment is limited to half of sick time up to 240 hours.

Note 2 DEPOSITS AND INVESTMENTS

Deposits -

The recorded balance and bank balance of deposits consisted of checking and certificate of deposit accounts are \$147,934 and \$163,356 respectively.

State law requires that deposits (cash and certificates of deposit) of all political subdivisions to be fully collateralized at all times. Acceptable collateralization includes FDIC insurance and the securities purchased and pledged to the political subdivision. Obligations of the United States, the State of Louisiana and certain political subdivisions are allowed as security for deposits. Obligations furnished, as security must be held by the political subdivision or with an unaffiliated bank or trust company for the account of the Terrebonne Parish Recreation District No. 6. Under the provision of GASB, pledged securities, which are not in the name of the governmental unit, are considered uncollateralized.

TERREBONNE PARISH RECREATION DISTRICT NO. 6

Notes to the Financial Statements
For the Year Ended December 31, 2020

Note 2 DEPOSITS AND INVESTMENTS (continued)

Custodial credit risk is the risk that in the event of a bank failure, deposits may not be returned to it. The District has a written policy for custodial credit risk. As of year-end none of the bank balance was exposed to custodial credit risk. The Governmental Accounting Standards Board (GASB), which promulgates the standards for accounting and financial reporting for state and local governments, considers these securities subject to custodial credit risk. The District has adequate pledged securities at year-end.

Even though the pledged securities are considered subject to custodial credit risk under the provisions of GASB Statement 40, Louisiana Revised Statute 39:1229 imposes a statutory requirement on the custodial bank to advertise and sell the pledged securities within 10 days of being notified by the depositor that the fiscal agent has failed to pay deposited funds upon demand.

Investments –

At year-end the investment balances of \$1,143,279 is invested in the Louisiana Asset management Pool (LAMP).

Credit risk is defined as the risk that an issuer or other counterparty to an investment will not fulfill its obligations. For an investment, custodial credit risk is the risk that, in the event of the failure of the counterparty, the District will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. Investments in external investment pools are not exposed to custodial credit risk because of their natural diversification and the diversification required by the Securities and Exchange Commission.

LAMP, a local government investment pool, is administered by LAMP, Inc., a non-profit corporation organized under the laws of the State of Louisiana, which was formed by an initiative of the State Treasurer in 1993. While LAMP is not required to be a registered investment company under the Investment Company Act of 1940, its investment policies are similar to those established by Rule 2-a7, which governs registered money market funds. The primary objective of LAMP is to provide a safe environment for the placement of public funds in short-term, high quality investments. The LAMP portfolio includes only securities and other obligations in which local governments in Louisiana are authorized to invest in accordance with LA-R.S. 33:2955.

TERREBONNE PARISH RECREATION DISTRICT NO. 6

Notes to the Financial Statements
For the Year Ended December 31, 2020

Note 2 DEPOSITS AND INVESTMENTS (continued)

Accordingly, LAMP investments are restricted to securities issued, guaranteed, or backed by the U.S. Treasury, the U.S. Government, or one of its agencies, enterprises, or instrumentalities, as well as repurchase agreements collateralized by those securities.

The dollar weighted average portfolio maturity of LAMP assets is restricted to not more than 90 days, and consists of no securities with maturity in excess of 397 days. The fair value of investments is determined on a weekly basis to monitor any variances between amortized cost and fair value.

For purposes of determining participants' shares, investments are valued at amortized cost, which approximates fair value. LAMP is designed to be highly liquid to give its participants immediate access to their account balances.

LAMP is rated AAAm by Standard & Poor's. LAMP participants' investments in the pool are evidenced by shares of the pool. Investments in pools should be disclosed, but not categorized because they are not evidenced by securities that exist in physical or book-entry form. The public entity's investment is with the pool, not the securities that make up the pool; therefore, no disclosure is required for custodial credit risk. Pooled investments are excluded from the 5 percent disclosure requirement regarding the concentration of credit risk. 2a-7 like investments pools are excluded from the interest rate disclosure requirement, nor is foreign currency risk disclosure applicable.

Note 3 AD VALOREM TAXES

Property taxes are levied each November 1 on the assessed value listed as of the prior January 1 for all real property, merchandise and movable property located in the Parish. Assessed values are established by the Terrebonne Parish Assessor's Office and the State Tax Commission at percentages of actual value as specified by Louisiana law. A reevaluation of all property is required to be completed no less than every four years. The last reevaluation was completed for the list of January 1, 2020. Taxes are due and payable December 31 with interest being charged on payments after January 1. Taxes can be paid through the tax sale date, which is the last Wednesday in June. Properties for which the taxes have not been paid are sold for the amount of the taxes. The tax rate for the year ended December 31, 2019 – for revenue recognized in 2020 was 15 mills of assessed valuation on property within Terrebonne Parish Recreation District No. 6 for the purpose of constructing, maintaining and operating recreation facilities within the District and 3.35 mills for the purpose of repayment of debt principal and interest.

TERREBONNE PARISH RECREATION DISTRICT NO. 6

Notes to the Financial Statements
For the Year Ended December 31, 2020

Note 4 CAPITAL ASSETS

Information about capital assets and depreciation for the year are summarized as follows:

	Balance 12/31/2019	Additions	Deletions/ Adjustments	Balance 12/31/2020
NON-DEPRECIABLE ASSETS				
Land	\$ 47,000	\$ 68,812	\$ -	\$ 113,812
DEPRECIABLE ASSETS:				
COST				
Buildings and Improvements	3,830,187	192,695	-	4,022,882
Software	-	11,186	-	11,186
Machinery & Equipment	513,365	14,879	-	528,244
Total cost of depreciable assets	4,343,552	218,760	-	4,562,312
Total cost of assets	4,390,552	285,572	-	4,676,124
ACCUMULATED DEPRECIATION				
Buildings and Improvements	2,027,197	155,791	-	2,182,988
Software	-	932	-	932
Machinery & Equipment	298,981	29,527	-	328,508
Total accumulated depreciation	2,326,178	186,250	-	2,512,428
Net depreciable assets	<u>\$2,017,374</u>			<u>\$2,049,885</u>
Net capital assets	<u>\$2,064,374</u>			<u>\$2,163,697</u>

Depreciation Expense of \$186,250 was recorded in the governmental activities.

Note 5 DUE FROM TAX COLLECTOR

Amounts due from tax collector consists of \$707,998 due from the Terrebonne Parish Sheriff for ad valorem taxes collected but not yet remitted. The entire 2020 ad valorem tax levy is deferred and will be recognized as revenue in 2021. The 2020 millage levied was 15 mills for operation and maintenance and 3.35 mills for debt service.

TERREBONNE PARISH RECREATION DISTRICT NO. 6

Notes to the Financial Statements
For the Year Ended December 31, 2020

Note 6 RISK MANAGEMENT

The District is exposed to various risks of loss related to workers' compensation; torts; theft of, damage to and destruction of assets; errors and omissions; and natural disasters and group benefits for which the District carries commercial insurance and also participates in the Parish's risk management program for general liability and workers' compensation and group health. No settlements were made during the year that exceeded the District's insurance coverage.

Note 7 LONG-TERM DEBT

The voters approved a proposition on October 20, 2007 to incur debt and to issue \$1,400,000 of 20 year General Obligation Bonds, Series 2008 with varying interest rates between 4.6%-6% for purchasing, acquiring, constructing and improving parks, playgrounds, recreation centers and other recreational facilities to be payable from ad valorem taxes. The interest payments are semi-annually on February 1st and August 1st. The bonds mature in the year 2028. Standard & Poor's Public Finance Ratings has assigned it municipal debt rating of A to the Bonds.

In accordance with a special election held on December 6, 2014, the voters approved the issuance of Four Hundred Thousand Dollars (\$400,000) of General Obligation Bonds, Series 2015, for the purpose of purchasing, acquiring, constructing and improving parks, playgrounds, recreation centers and other recreational facilities to be payable from ad valorem taxes. The interest rate is 2.36%, interest payment dates are March 1st and September 1st. The bonds mature in the year 2025.

A summary of changes in long-term obligations of the District is as follows:

	Payable December 31, 2019	Additions	Deletions	Payable December 31, 2020
GOB, Series 2008	\$865,000	\$-	\$75,000	\$790,000
GOB, Series 2015	260,000	-	40,000	220,000
Totals	\$1,125,000	\$-	\$115,000	\$1,010,000

TERREBONNE PARISH RECREATION DISTRICT NO. 6

Notes to the Financial Statements
For the Year Ended December 31, 2020

Note 7 LONG-TERM DEBT (continued)

The annual requirements, including interest, to amortize all long-term debt outstanding are as follows:

MATURITY	PRINCIPAL	INTEREST	TOTAL
2021	\$120,000	\$38,413	\$158,413
2022	130,000	33,841	163,841
2023	135,000	28,950	163,950
2024	140,000	23,794	163,794
2025-2028	485,000	42,492	527,492
Totals	\$1,010,000	\$167,490	\$1,177,490

A summary of changes in compensated absences is as follows:

Governmental Activities:	Balance 12/31/19	Obligations Retired	Additions/ Adjustments	Balance 12/31/20	due within one year
Other Liabilities:					
Compensated Absences	\$11,142	\$(3,871)	\$9,679	\$16,950	\$9,679

Note 8 COMPENSATION OF BOARD MEMBERS

Total compensation of \$2,050 was paid to the following Board Members:

Carlos J. Alario	\$300
Edward J. Welch	\$300
Sheri Neil	\$300
Robert Zachry	\$175
Laura A. Browning	\$300
Wendy A. Cohen	\$300
Wendy Lirette	\$275
Ray Deroche	\$100

TERREBONNE PARISH RECREATION DISTRICT NO. 6

Notes to the Financial Statements
For the Year Ended December 31, 2020

Note 9 SECTION 457b PLAN

The District has adopted a plan to provide the opportunity to save for retirement on a tax-advantaged basis. This Plan is a type of retirement plan commonly referred to as a Governmental Eligible 457b Plan.

All employees are eligible to participate in the plan on the date of hire, once you reach the entry date. The entry date is the first day of the month coinciding with or next following the date you satisfy the Plan's eligibility requirements. The employer amount paid in 2020 for the plan was \$3,274.

As a participant under the Plan, employees may elect to reduce compensation by a specific percentage or dollar amount and have that amount contributed to the Plan. The Plan refers to this as an "elective deferral". There are two types of elective deferrals, pre-tax deferrals and Roth deferrals. For purposes of this summary "deferrals" or "elective deferrals" and generally means both pre-tax deferrals and Roth deferrals.

Both the pre-tax and Roth deferrals will be subject to Social Security taxes at the time of the deferral.

The following is a summary of the Board's policy:

1. A full time employee is eligible to participate in the plan immediately upon hiring; however, the Board will match the contributions of an Employee on the following schedule.
 - a. 0 months to 6 months – will be deemed a "probationary period" and no Employer match will be made.
 - b. 6 months to the completion of the second full year of employment, the Board will match 1/3 of the contribution of the Employee up to 6.0% (2.0% Employer).
 - c. 3 years to 4 years of employment, the Board will match 2/3 of the contribution of the Employee up to 6.0% (4.0% Employer).
 - d. Year 5 and beyond, the Board will match 100% of the contribution of the Employee up to 6.0% (6.0% Employer).
2. Should an Employee elect not to contribute the 6.0%, the Board will match 1/3 or 2/3 of the contribution based on the years of service above.
3. The Board will grandfather in all current full-time employees as of 1 April, 2011 and recognizes them eligible for 100% match up to 6.0% of gross payroll.
4. Effective 1 May, 2011, the matching formula outlined above will be honored.

TERREBONNE PARISH RECREATION DISTRICT NO. 6

Notes to the Financial Statements
For the Year Ended December 31, 2020

Note 9 SECTION 457b PLAN (continued)

5. The Board reserves the right to recognize previous service credits with other political jurisdictions of Terrebonne Parish, the U.S. Military and/or National Guard. Such recognition will be on a case-by-case basis and at the full discretion of the Board.
6. The Board further reserves the right to amend, change or eliminate the matching contribution at any time should budgetary issues require such a change.

***REQUIRED SUPPLEMENTAL
INFORMATION***

TERREBONNE PARISH RECREATION DISTRICT NO. 6

Budget Comparison Schedule - General Fund

For the Year Ended December 31, 2020

	Budgets			Variance
	Original	Final Amended	Actual	Favorable (Unfavorable)
REVENUES				
Ad Valorem Taxes	\$720,000	\$729,800	\$737,955	\$ 8,155
State Revenue Sharing	9,970	9,760	9,761	1
Concession Sales	26,000	5,925	6,072	147
Fees & Charges for use of facilities	4,200	500	500	-
Miscellaneous	3,150	32,820	32,932	112
Interest	20,000	9,400	9,453	53
TOTAL REVENUES	783,320	788,205	796,673	8,468
EXPENDITURES				
General government - current:				
Ad valorem tax deductions	23,065	24,605	25,485	(880)
Ad valorem tax adjustments	6,000	9,010	8,105	905
	<u>29,065</u>	<u>33,615</u>	<u>33,590</u>	<u>25</u>
Recreation - current:				
Salaries	158,200	149,995	148,797	1,198
Payroll Taxes & Retirement	17,000	15,500	15,314	186
Insurance-Group Health	26,000	19,000	17,314	1,686
Insurance-Workers' Compensation	5,000	4,100	3,690	410
Advertising & Publishing	2,400	2,000	1,804	196
Community Relations	1,800	200	-	200
Gasoline, Oil & Diesel	3,200	3,100	3,075	25
Insurance, Other than Health	60,000	62,000	61,723	277
Legal & Professional Fees	13,000	25,000	7,131	17,869
Office Operations	8,000	30,500	4,737	25,763
Supplies-Concession	23,600	5,900	5,505	395
Supplies-Operating	5,200	3,400	3,192	208
Uniforms, Employees	1,000	100	-	100
Utilities & Telephone	47,000	48,000	46,264	1,736
Travel & training	500	120	111	9
Repairs & Maintenance-Equipment	32,300	39,200	43,458	(4,258)
Repairs & Maintenance-Building/Grounds	40,500	76,950	86,632	(9,682)
Total recreation - current	<u>444,700</u>	<u>485,065</u>	<u>448,747</u>	<u>36,318</u>
Capital outlay	<u>455,000</u>	<u>260,203</u>	<u>285,572</u>	<u>(25,369)</u>
TOTAL EXPENDITURES	928,765	778,883	767,909	10,974
NET CHANGE IN FUND BALANCES	(145,445)	9,322	28,764	(2,506)
FUND BALANCES				
Beginning of year	1,220,516	1,220,516	1,220,516	-
End of year	<u>\$ 1,075,071</u>	<u>\$ 1,229,838</u>	<u>\$ 1,249,280</u>	<u>\$ (2,506)</u>

TERREBONNE PARISH RECREATION DISTRICT NO. 6

Budget Comparison Schedule - Debt Service Fund
For the Year Ended December 31, 2020

	Budgets		Actual	Variance
	Original	Final Amended		Favorable (Unfavorable)
REVENUES				
Ad Valorem Taxes	\$43,000	\$47,000	\$49,204	\$ 2,204
Interest	1,500	520	523	3
TOTAL REVENUES	<u>44,500</u>	<u>47,520</u>	<u>49,727</u>	<u>2,207</u>
EXPENDITURES				
General government - current:				
Ad valorem tax deductions	1,490	1,645	1,640	5
Ad valorem tax adjustments	800	585	576	9
	<u>2,290</u>	<u>2,230</u>	<u>2,216</u>	<u>14</u>
Debt Service:				
Principal payments	115,000	115,000	115,000	-
Interest and fees	43,675	43,425	43,420	5
	<u>158,675</u>	<u>158,425</u>	<u>158,420</u>	<u>5</u>
TOTAL EXPENDITURES	<u>160,965</u>	<u>160,655</u>	<u>160,636</u>	<u>19</u>
Revenue over (under) expenditures	(116,465)	(113,135)	(110,909)	2,226
FUND BALANCES				
Beginning of year	167,397	167,397	167,397	-
End of year	<u>\$ 50,932</u>	<u>\$ 54,262</u>	<u>\$ 56,488</u>	<u>\$ 2,226</u>

OTHER INFORMATION

TERREBONNE PARISH RECREATION DISTRICT NO. 6

Schedule of Compensation, Benefits and Other Payments to Agency Head
For the Year Ended December 31, 2020

Agency Head Name: Carlos J. Alario, Chairman of the Board

Purpose	Amount
Salary	\$0
Benefits-insurance	\$0
Benefits-retirement	\$0
Deferred compensation (contributions made by the agency)	\$0
Benefits-other (describe)	\$0
Car allowance	\$0
Vehicle provided by government (enter amount reported on W-2 adjusted for various fiscal years)	\$0
Cell phone	\$0
Dues	\$0
Vehicle rental	\$0
Per diem	\$300
Reimbursements	\$0
Travel	\$0
Registration fees	\$0
Conference travel	\$0
Housing	\$0
Unvouchered expenses (expample: travel advances, etc.)	\$0
Special meals	\$0
Other (including payments made by other parties on behalf of the agency head)	\$0

This form is prepared to satisfy the reporting requirement under R.S. 24:513(A)(3).

***REPORTS REQUIRED BY
GOVERNMENT AUDITING
STANDARDS***



STAGNI & COMPANY, LLC

CERTIFIED PUBLIC ACCOUNTANTS & CONSULTANTS

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 Commissioners of
Terrebonne Parish Recreation District No. 6
Montegut, LA

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 the Terrebonne Parish Recreation District No. 8, a component unit of Terrebonne Parish Consolidated Government as of and for the year ended December 31, 2020, and the related notes to the financial statements, which collectively comprise the basic financial statements as listed in the table of contents and have issued our report thereon dated May 1, 2021.

Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered the internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the internal control. Accordingly, we do not express an opinion on the effectiveness of the 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 misstatements on a timely basis. A *material weakness* is a deficiency or combination of deficiencies in internal control such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented or detected and corrected on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

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

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grants, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit and, accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance 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.

Stagni & Company

May 1, 2021
Thibodaux, Louisiana

