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**PARKS AND RECREATION COMMISSION  
OF CARRACRO, INC.**  
Carracro, Louisiana

Financial Report

Year Ended November 30, 2001

Under provisions of state law, this report is a public document. A copy of the report has been submitted to all courts and other appropriate public officials. This report is available for public inspection at the principal office of the Legislative Auditor and, where appropriate, at the office of the parish clerk of court.

Release Date: 01/18/02

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## Board of Commissioners

Parks and Recreation Commission of Caddo, Inc.

Caddo, Louisiana

## INDEPENDENT AUDITOR'S REPORT

We have audited the accompanying general purpose financial statements of the Parks and Recreation Commission of Caddo, Inc., a component unit of the City of Caddo, Louisiana, as of and for the year ended November 30, 2001, as listed in the table of contents. These general purpose financial statements are the responsibility of the members of the Parks and Recreation Commission of Caddo, Inc. Our responsibility is to express an opinion on these general purpose financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and Government Auditing Standards, issued by the Comptroller General of the United States. These standards require that we plan and perform the audit to obtain reasonable assurance about whether the general purpose financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the general purpose financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall general purpose financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

In our opinion, the general purpose financial statements referred to above present fairly, in all material respects, the financial position of the Parks and Recreation Commission of Caddo, Inc., as of November 30, 2001, and the results of its operations and cash flows of its proprietary fund type for the year then ended in conformity with generally accepted accounting principles.

In accordance with Government Auditing Standards, we have also issued a report dated January 31, 2002 on our consideration of the Parks and Recreation Commission of Caddo, Inc.'s internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts, and grants. This report is an integral part of an audit performed in accordance with Government Auditing Standards and should be read in conjunction with this report in considering the results of our audit.

The financial information for the preceding year, which is included for comparative purposes, was taken from the financial report for that year in which we expressed an unqualified opinion on the general purpose financial statements of the Parks and Recreation Commission of Caddo, Inc.

**Kolder, Champagne, Slaven & Company, LLC**  
Certified Public Accountants

Lafayette, Louisiana  
January 31, 2002

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**GENERAL PURPOSE FINANCIAL STATEMENTS**

**PARKS AND RECREATION COMMISSION OF CADEROSSO, INC.**  
Cadeiro, Louisiana

**Combined Balance Sheet - All Fund Types**  
November 30, 2001

	Government	Proprietary	Totals	
	Fund Type	Fund Type	(Amounts in Dollars)	
	General	Park Operating	2001	2000
<b>ASSETS</b>				
Cash	\$ -	\$ 14,210	\$ 14,210	\$ 13,988
Interest-bearing deposits	275,036	-	275,036	265,190
Receivables:				
Due from public park	6,000	-	6,000	-
Due from primary government	3,190	-	3,190	3,190
Accrued interest	64	-	64	67
Other receivables	-	-	-	542
Inventory	-	27,247	27,247	28,688
Unamortized bond issue costs	-	21,247	21,247	22,761
Property, plant and equipment	-	1,132,877	1,132,877	1,098,681
Accumulated depreciation	-	(181,300)	(181,300)	(171,647)
<b>Total assets</b>	<b>\$284,296</b>	<b>\$1,004,611</b>	<b>\$1,218,711</b>	<b>\$1,291,524</b>
<b>LIABILITIES AND EQUITY</b>				
<b>Liabilities:</b>				
Accounts payable	\$ 24,787	13,470	38,257	11,261
Accrued liabilities	-	3,284	3,284	3,488
Due to General Fund	-	6,800	6,800	-
Due to primary government	36,764	-	36,764	36,764
Unearned revenues	-	5,788	5,788	180
<b>Total liabilities</b>	<b>\$ 61,551</b>	<b>\$ 30,542</b>	<b>\$ 92,093</b>	<b>\$ 51,913</b>
<b>Equity:</b>				
<b>Contributed capital -</b>				
Primary government	-	881,204	881,204	881,204
General Fund	-	84,765	84,765	61,184
<b>Total contributed capital</b>	<b>-</b>	<b>979,869</b>	<b>979,869</b>	<b>950,388</b>
<b>Retained earnings -</b>				
Unreserved, undesignated	-	23,919	23,919	67,670
<b>Fund balance -</b>				
Designated for recreation	222,739	-	222,739	219,543
<b>Total equity</b>	<b>222,739</b>	<b>1,803,879</b>	<b>1,235,418</b>	<b>1,277,697</b>
<b>Total liabilities and equity</b>	<b>\$284,296</b>	<b>\$1,004,611</b>	<b>\$1,218,711</b>	<b>\$1,291,524</b>

The accompanying notes are an integral part of this statement.

**PARKS AND RECREATION COMMISSION OF CARRACRO, INC.**  
Carracro, Louisiana

Statement of Revenues, Expenditures and Changes in Fund Balance -  
Budget (GAAP Basis) and Actual - General Fund  
Year Ended November 30, 2000  
With Comparative Actual Amounts for Year Ended November 30, 1999

	2000		Variance - Favorable (Unfavorable)	2000 Actual
	Budget	Actual		
<b>Revenues:</b>				
<b>Miscellaneous -</b>				
Registration fees	\$ 2,500	\$ 2,738	\$ 238	\$ 2,738
Interest income	5,600	6,024	424	6,279
Miscellaneous income	-	962	962	-
Total income	<u>8,100</u>	<u>18,054</u>	<u>1,824</u>	<u>9,017</u>
<b>Expenditures:</b>				
<b>Current -</b>				
<b>General government:</b>				
Legal and accounting	2,500	3,915	(1,415)	3,923
Park insurance	5,379	5,079	-	5,312
Workman's compensation claim expenditures	79,839	84,892	(4,853)	7,188
Miscellaneous	158	524	(409)	1,686
Total general government	<u>88,148</u>	<u>94,840</u>	<u>(6,720)</u>	<u>35,118</u>
<b>Recreation:</b>				
Salaries	10,838	11,150	(309)	11,618
Summer recreation program expenditures	508	1,060	(569)	1,268
Total recreation	<u>11,346</u>	<u>12,210</u>	<u>(869)</u>	<u>12,886</u>
<b>Capital outlay-</b>				
<b>Recreation equipment:</b>				
CAVSI	7,808	12,385	(4,585)	8,526
Pelican Park	28,808	28,581	(1,281)	16,298
Total capital outlay	<u>36,616</u>	<u>40,966</u>	<u>(4,350)</u>	<u>18,824</u>
Total expenditures	<u>134,818</u>	<u>148,116</u>	<u>(13,298)</u>	<u>49,712</u>
Deficiency of revenues over expenditures	<u>(126,418)</u>	<u>(139,062)</u>	<u>(12,644)</u>	<u>(98,727)</u>

(continued)

**PARKS AND RECREATION COMMISSION OF CARRACRO, INC.**  
**Carrasco, Louisiana**

**Statement of Revenues, Expenditures, and Changes in Fund Balances -**  
**Budget (GAAP Basis) and Actual - General Fund (Continued)**

Year Ended November 30, 2001

With Comparative Actual Amounts for Year Ended November 30, 2000

	2001		Variance - Favorable (Unfavorable)	2000 Actual
	Budget	Actual		
<b>Other financing sources (uses):</b>				
Transfer from primary government	200,000	214,269	14,269	224,911
Transfer to primary government	(70,531)	(73,111)	3,481	(95,750)
Transfer to Park Operating Fund	-	-	-	(18,239)
<b>Total other financing sources (uses)</b>	<u>129,469</u>	<u>141,158</u>	<u>15,838</u>	<u>110,921</u>
Excess of revenues and other sources over expenditures and other uses	79	3,796	3,716	78,140
Fund balance, beginning	<u>218,545</u>	<u>239,543</u>	<u>-</u>	<u>101,081</u>
Fund balance, ending	<u>\$218,513</u>	<u>\$222,129</u>	<u>\$ 3,616</u>	<u>\$218,543</u>

The accompanying notes are an integral part of this statement.

**PARKS AND RECREATION COMMISSION OF CAJALMICO, INC.**  
**Casoria, Louisiana**

**Statement of Revenues, Expenditures and Changes in Retained Earnings -**  
**Proprietary Fund Type - Park Operating Fund**  
**Year Ended November 30, 2004**  
**With Comparative Amounts for Year Ended November 30, 2003**

	<b>2004</b>	<b>2003</b>
<b>Operating revenues:</b>		
<b>Charges for services -</b>		
Concessions and lounge sales	\$297,479	\$252,963
Tournament fees	69,618	68,537
Locker, entry and sponsorship fees	131,363	86,389
Gate receipts	55,212	55,217
Membership dues	24,118	58,075
Pro-shop sales	46,515	38,731
Commission income	8,248	8,509
Billboard sales	1,218	3,420
Arcade income	891	3,620
Vending machine income	337	3,876
<b>Miscellaneous -</b>		
Baiting cage income	-	2,336
Other	31,322	4,367
<b>Total operating revenues</b>	<b>666,317</b>	<b>705,311</b>
<b>Costs of revenues:</b>		
<b>Purchases -</b>		
Food	80,385	78,484
Liquor	3,799	3,821
Beer	52,584	55,311
Pro-shop	26,518	31,685
<b>Total cost of revenues</b>	<b>163,307</b>	<b>170,322</b>
<b>Gross profit</b>	<b>503,010</b>	<b>534,989</b>

(continued)

**PARKS AND RECREATION COMMISSION OF CARRACRO, INC.**  
**Carracro, Louisiana**

**Statement of Revenues, Expenditures and Changes in Retained Earnings -**  
**Proprietary Fund Type - Park Operating Fund (Continued)**

Year Ended November 30, 2001

With Comparative Amounts for Year Ended November 30, 2000

	2001	2000
<b>Operating expenses:</b>		
Salaries	\$164,515	\$180,769
Payroll taxes	16,821	18,215
Workman's compensation	29,798	14,856
Awards	34,313	29,417
Billboard costs	-	2,035
Commissions	1,844	-
Depreciation expense	29,813	29,910
Amortization expense	1,518	1,518
Legal and accounting	3,298	3,200
Lounge entertainment	949	6,499
Office and postage expenses	16,346	9,869
Promotions	458	16,575
Rentals	434	2,034
Scorekeeper pay	16,805	16,900
Service contracts	4,812	3,825
Sponsorship fees	7,308	3,845
Uniforms	79,898	81,847
Utilities and telephone	41,818	41,891
USSSA fees	25,282	27,860
Repairs, maintenance and supplies	79,229	71,791
Miscellaneous	14,463	16,817
Total operating expenses	<u>566,896</u>	<u>597,389</u>
Operating loss	(43,568)	(23,814)
<b>Nonoperating expenses:</b>		
Interest expense	-	55
Loss before operating transfers	<u>(43,568)</u>	<u>(23,869)</u>
<b>Other financing sources (uses):</b>		
Transfer from General Fund	-	16,279
Net loss	<u>(43,568)</u>	<u>(12,790)</u>
<b>Retained earnings, beginning</b>	<u>87,676</u>	<u>85,086</u>
<b>Retained earnings, ending</b>	<u>\$ 21,918</u>	<u>\$ 61,676</u>

The accompanying notes are an integral part of this statement.

**PARKS AND RECREATION COMMISSION OF CAROLINO, INC.**  
Carrollton, Louisiana

Statement of Cash Flows  
Proprietary Fund Type - Park Operating Fund  
Year Ended November 30, 2000

With Comparative Amounts for Year Ended November 30, 1999

	<u>1999</u>	<u>2000</u>
Cash flows from operating activities:		
Operating loss	<u>\$ (40,766)</u>	<u>\$ (17,014)</u>
Adjustments to reconcile net operating loss to net cash provided by operating activities -		
Depreciation	29,913	29,818
Amortization	1,558	1,218
Changes in current assets and liabilities:		
Decrease in other receivables	380	1,241
Increase in inventory	(3,578)	(14,510)
Increase in accounts payable	9,687	538
Increase (decrease) in accrued liabilities	(304)	912
Increase in unearned revenues	5,628	180
Total adjustments	<u>42,783</u>	<u>19,889</u>
Net cash used by operating activities	<u>(843)</u>	<u>(3,125)</u>
Cash flows from noncapital financing activities:		
Cash received from General Fund	<u>4,000</u>	<u>10,278</u>
Cash flows from capital and related financing activities:		
Interest paid on notes payable	-	(75)
Contribution from General Fund	29,181	30,208
Acquisition of property, plant and equipment	<u>(34,186)</u>	<u>(12,083)</u>
Net cash used by capital and related financing activities	<u>(4,005)</u>	<u>(2,130)</u>
Net increase in cash and cash equivalents	402	5,016
Cash and cash equivalents, beginning of period	<u>11,928</u>	<u>6,912</u>
Cash and cash equivalents, end of period	<u>\$ 12,330</u>	<u>\$ 11,928</u>

The accompanying notes are an integral part of this statement.

## PARKS AND RECREATION COMMISSION OF CARRACRO, INC.

### Notes to Financial Statements

#### (1) Summary of Significant Accounting Policies

The accounting and reporting policies of the Parks and Recreation Commission of Carracro, Inc. (PARC) conform to generally accepted accounting principles as applicable to governments. Such accounting and reporting procedures also conform to the requirements of Louisiana Revised Statutes 24:517 and to the guides set forth in the industry audit guide, *Standards of State and Local Governments* (SLSG).

The following is a summary of certain significant accounting policies:

##### A. Financial Reporting Entity

The PARC is a component unit of the City of Carracro, Louisiana, the primary government. The PARC is dependent on the City of Carracro for budget approval, approval of debt issuance and appointment of the majority of commission members and is therefore considered a component unit. These financial statements report only the PARC, the component unit.

##### B. Fund Accounting

The accounts of the Parks and Recreation Commission of Carracro, Inc. are organized on the basis of funds, each of which is considered a separate accounting entity. The operations of each fund are accounted for with a separate set of self-balancing accounts that comprise its assets, liabilities, fund equity, resources, and expenditures. Government resources are allocated to and accounted for in individual funds based upon the purposes for which they are to be spent and the means by which spending activities are controlled. The funds are grouped, in the financial statements in this report, into two generic fund types as follows:

##### Governmental Fund :

##### General Fund

The General Fund is the general operating fund of the PARC. It is used to account for all financial resources except those required to be accounted for in another fund.

PARKS AND RECREATION COMMISSION OF CARINGRO, INC.

Notes to Financial Statements (Continued)

Proprietary Fund -

Enterprise fund

The enterprise fund is used to account for operations (a) that are financed and operated in a manner similar to private business enterprises - where the intent of the governing body is that the costs (expenses, including depreciation) of providing goods or services to the general public on a continuing basis be financed or recovered primarily through user charges; or (b) where the governing body has decided that periodic determination of revenues earned, expenses incurred, and/or net income is appropriate for capital maintenance, public policy, management control, accountability, or other purposes. The PARC applies all applicable GASB pronouncements issued after November 30, 1988 in accounting and reporting for its enterprise fund. The PARC's enterprise fund is the Park Operating Fund.

C. Intestines

Intestines in the proprietary fund are accounted for at the lower of cost or market.

D. Fixed Assets and Long-Term Liabilities

The accounting and reporting treatment applied to the fixed assets and long-term liabilities associated with a fund are determined by its measurement focus.

All governmental funds are accounted for on a spending or "financial flow" measurement focus, and only current assets and current liabilities are generally included on their balance sheets.

Fixed assets used in governmental fund type operations (general fixed assets) are accounted for in the General Fixed Assets Account Group, rather than in governmental funds, and are recorded as expenditures in the governmental fund types when purchased. At November 30, 2011, the PARC had no general fixed assets.

The proprietary fund is accounted for as a cost of services or "capital maintenance" measurement focus, and all assets and all liabilities (whether current or noncurrent) associated with its activity are included on its balance sheet.

Depreciation of all exhaustible fixed assets used by the proprietary fund is charged to an expense against its operations. Depreciation has been provided over the estimated useful lives using the straight-line method. The estimated useful lives are as follows:

Building and improvements	40 years
Furniture, fixtures and equipment	5-10 years

## PARKS AND RECREATION COMMISSION OF CARMEL, INC.

### Notes to Financial Statements (Continued)

#### E. Basis of Accounting

Basis of accounting refers to when revenues and expenditures or expenses are recognized in the accounts and reported in the financial statements. Basis of accounting relates to the timing of the measurements made, regardless of the measurement focus applied.

The PARC's governmental fund is accounted for using the modified accrual basis of accounting. Its revenues are recognized when they become measurable and available as net current assets.

Expenditures are generally recognized under the modified accrual basis of accounting when the related fiscal liability is incurred. Purchases of various operating supplies are regarded as expenditures at the time purchased.

The proprietary fund is accounted for using the accrual basis of accounting whereby revenues are recognized when they are earned and expenses are recognized when incurred.

#### F. Budgets and Budgetary Accounting

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

1. The treasurer prepares a proposed budget and submits it to the Parks and Recreation Commission for the fiscal year no later than fifteen days prior to the beginning of each fiscal year.
2. A summary of the proposed budget is published and the public is notified that the proposed budget is available for public inspection. At the same time, a public hearing is called.
3. A public hearing is held on the proposed budget at least ten days after publication of the call for the hearing.
4. After the holding of the public hearing and completion of all action necessary to finalize and implement the budget, the budget is adopted through passage of a resolution prior to the commencement of the fiscal year for which the budget is being adopted.
5. Budgetary amendments involving the transfer of funds from one department, program or function to another or involving increases in expenditures resulting from revenues exceeding amounts estimated requires the approval of the Commission.

**PARC AND RECREATION COMMISSION OF CALEDONIA, INC.**

**Notes to Financial Statements (Continued)**

6. All budgetary appropriations lapse at the end of each fiscal year.
7. Budgets for all funds are adopted on a basis consistent with generally accepted accounting principles (GAAP). Budgeted amounts are as originally adopted or as finally amended by the Commission. Such amendments were not material in relation to the original appropriations.

**G. Statement of Cash Flows**

For purposes of the statement of cash flows, the Park Operating Fund considers all highly liquid investments with a maturity of three months or less when purchased to be cash equivalents.

**H. Encumbrances**

Encumbrance accounting, under which purchase orders, contracts, and other commitments for the expenditure of monies are recorded in order to insure that portions of the applicable appropriation, is not employed by PARC as an extension of formal budgetary integration in the funds.

**I. Fund Equity**

Contributed capital is recorded in proprietary funds that have received capital grants or contributions from developers, customers or other funds. Reserves represent those portions of fund equity not appropriable for expenditures or legally segregated for a specific future use. Designated fund balances represent tentative plans for future use of financial resources.

**J. Comparative Data**

Comparative total data for the prior year have been presented in the accompanying financial statements in order to provide an understanding of changes in the PARC's financial position and operations.

**K. Total Columns on Combined Statements - Overview**

Total columns on the Combined Statements - Overview are captioned Memorandum Only to indicate that they are presented only to facilitate financial analysis. Data in these columns do not present financial position or results of operations, in conformity with generally accepted accounting principles. Neither is such data comparable to a consolidation. Interfund reclassifications have not been made in the aggregation of this data.

PARKS AND RECREATION COMMISSION OF CARENCO, INC.

Notes to Financial Statements (Continued)

(2) Cash and Interest-Bearing Deposits

At November 30, 2011, the PARC has cash balances (bank balances) totaling \$289,146 as follows:

Cash	\$ 14,219
Interest-bearing deposits	275,928
	<u>\$289,146</u>

These deposits are stated at cost, which approximates market. Under state law, these deposits, (or the resulting bank balances) must be secured by federal deposit insurance or the pledge of securities owned by the fiscal agent bank. The market value of the pledged securities plus the federal deposit insurance must at all times equal the amount on deposit with the fiscal agent bank. These securities are held in the name of the pledging, fiscal agent bank in a holding or custodial bank that is mutually acceptable to both parties. Deposit balances (bank balances) as November 30, 2010 are secured as follows:

Bank balances	<u>\$109,115</u>
Federal deposit insurance	\$171,288
Pledged securities (Category 1)	<u>106,867</u>
Total federal insurance and pledged securities	<u>\$387,270</u>

Pledged securities in Category 1 include unsecured or unregistered investments for which the securities are held by the broker or dealer, or by its trust department or agent, but not in the PARC's name. Even though the pledged securities are considered uncollateralized (Category 1), Louisiana Revised Statute 39:1229 imposes a statutory requirement on the custodial bank to advertise and sell the pledged securities within 30 days of being notified by the PARC that the fiscal agent has failed to pay deposited funds upon demand.

PARKS AND RECREATION COMMISSION OF CARACASO, INC.

Notes to Financial Statements (Continued)

(3) **Property, Plant and Equipment**

A summary of proprietary fixed type property, plant and equipment at November 30, 2011 follows:

Land	\$ 401,800
Building and improvements	690,936
Furniture, fixtures and equipment	<u>80,511</u>
	1,173,247
Less: Accumulated depreciation	<u>(291,709)</u>
Net property, plant and equipment	<u>\$ 881,538</u>

(4) **Risk Management**

PARC, Inc. is exposed to risks of loss in the area of general liability. These risks are handled by purchasing commercial insurance coverage. There have been no significant reductions in the insurance coverage during the year.

(5) **Pending Litigation**

PARC, Inc. is a defendant in a lawsuit filed by one of its former employees for injuries sustained on the premises. PARC, Inc. did not have insurance for such a claim. Legal counsel for the City of Caracas (primary government) and the City's insurance carrier are in the process of determining whether the City of Caracas and/or its insurance company may have any responsibility. Any unfavorable outcomes in this matter may be covered by the City's insurance carrier. Therefore, no accrual has been provided in the accompanying financial statements at November 30, 2011.

## SUPPLEMENTARY INFORMATION

**COMPLIANCE  
AND  
INTERNAL CONTROL**

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AMERICAN INSTITUTE OF  
CERTIFIED PUBLIC ACCOUNTANTS

2007 FIC 501 (October  
with CPA Public Accounting)

## REPORT ON COMPLIANCE AND ON INTERNAL CONTROL OVER FINANCIAL REPORTING BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS

Boards of Commissioners of, etc.  
State of Louisiana, etc.  
New Orleans, etc.  
Louisiana State University, etc.  
Baton Rouge, etc.  
Mississippi State University, etc.  
Starkville, etc.  
University of Mississippi, etc.  
Oxford, etc.  
University of South Florida, etc.  
Tampa, etc.  
University of Texas at Dallas, etc.  
Richardson, etc.

1000 Lakeshore Drive, Metairie, Louisiana

Board of Commissioners  
Parks and Recreation Commission, Inc.  
Covington, Louisiana

We have audited the component unit financial statements of the Parks and Recreation Commission of Covington, Inc. for the year ended November 30, 2006, and have issued our report thereon dated January 31, 2007. 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.

### Compliance

As part of obtaining reasonable assurance about whether the Parks and Recreation Commission, Inc.'s component unit 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 these 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*.

### Internal Control Over Financial Reporting

In planning and performing our audit, we considered the Parks and Recreation Commission, Inc.'s internal control over financial reporting in order to determine our auditing procedures for the purpose of expressing our opinion on the primary government financial statements and not to provide assurance on the internal control over financial reporting. However, we noted a certain matter involving the internal control over financial reporting and its operation that we consider to be a reportable condition. Reportable conditions involve matters coming to our attention relating to significant deficiencies in the design or operation of the internal control over financial reporting that, in our judgment, could adversely affect the Parks and Recreation Commission, Inc.'s ability to record, process, summarize and report financial data consistent with the assertions of management in the primary government financial statements. The reportable condition is described in the accompanying summary schedule of current and prior year audit findings and corrective action plan at item 00-0317.

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A material weakness is a condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that misstatements in amounts that would be material in relation to the financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. Our consideration of the internal control over financial reporting would not necessarily disclose all matters in the internal control that might be reportable conditions and, accordingly, would not necessarily disclose all reportable conditions that are also considered to be material weaknesses. We believe the reportable condition described above is a material weakness.

We also noted another matter involving internal control over financial reporting that we reported to the Commission in a separate letter dated January 11, 2002.

This report is intended solely for the information of management, others within the organization, and Board of Commissioners and is not intended to be used and should not be used by anyone other than those specified parties.

*Kohler, Chengseng, Stone & Company, LLC*  
Certified Public Accountants

Lafayette, Louisiana  
January 11, 2002

**PARSONS AND ASSOCIATES CONSULTING COMPANY OF CANADA INC.**  
**Canberra, Louisiana**

**Schedule of Consent and Prior Year Audit Findings  
and Corrective Action Plan  
Year Ended November 30, 2001**

Ref. No.	Consent Number	Fiscal Year Ending Periodicity	Description of Finding	Corrective Action Taken		Compliance Audits Planned	Name of Contact Person	Anticipated Completion Date
				Consent Number	Compliance Audits Planned			
<b>CURRENT YEAR (11/00/01) --</b>								
<b>Internal Control:</b>								
81-190	2004		Due to the small number of employees, the committee did not have adequate segregation of functions within the accounting system.	NA	No response is considered necessary.		Jay Cohen, Vice President	NA
<b>Management Letter:</b>								
90-1045	2000		The provisions should refer to operate the Prison Park Operating Fund as a profitable fund.	No	All operations will be re-evaluated to determine which ones are profitable. All of those which are not profitable or are marginal shall be discontinued or modified unless efforts are made to increase profits.		Jay Cohen, Vice President	11/30/02
<b>PRIOR YEAR (11/00/00) --</b>								
<b>Internal Control:</b>								
90-190	1994		Due to the small number of employees, the committee did not have adequate segregation of functions within the accounting system.	NA	No response is considered necessary.		Jay Cohen, Vice President	NA
<b>Management Letter:</b>								
90-1045	1999		The committee should refer to operate the Prison Park Operating Fund as a profitable fund.	No	All operations will be re-evaluated to determine which ones are profitable. All of those which are not profitable or are marginal shall be discontinued or modified unless efforts are made to increase profits.		Jay Cohen, Vice President	11/30/02

# KOLDER, CHAMPAGNE, SLAVEN & COMPANY, LLC

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## MANAGEMENT LETTER

14-00000000000000000000

Board of Commissioners  
Parks and Recreation Commission of Carencro, Inc.  
Carencro, Louisiana

We have completed our audit of the general purpose financial statements of the Parks and Recreation Commission of Carencro, Inc. ("PARC") for the year ended November 30, 2001, and submit the following recommendation for your consideration.

Due to the continued losses experienced by the proprietary fund, we recommend that the PARC consider reviewing operations in order to determine ways (increasing revenues and/or decreasing expenses) to increase profitability.

In conclusion, we would like to express our appreciation to you and your staff, particularly to your office staff, for the cooperation and assistance rendered to us during the performance of our audit. Should you have any questions or need assistance in implementing our recommendations, please feel free to contact us.

**Kolder, Champagne, Slaven, & Company, LLC**  
Certified Public Accountants

Lafayette, Louisiana  
January 31, 2002

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