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SEWERAGE DRAINAGE DISTRICT NO. 7  
OF CADDIS PARISH  
CADDIS PARISH POLICE JURY  
CADDIS, LOUISIANA

COMPONENT UNIT FINANCIAL REPORT  
FOR THE YEAR ENDED DECEMBER 31, 2003

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

Release Date 7-28-09



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# GUS SCHRAM & CO., Ltd.

A PROFESSIONAL CORPORATION  
CERTIFIED PUBLIC ACCOUNTANTS

Member: Louisiana

## INDEPENDENT AUDITORS' REPORT

Board of Commissioners  
Gravity Drainage District No. 7  
of Cameron Parish  
Cameron Parish Police Jury  
Cameron, Louisiana

We have audited the accompanying component unit financial statements of the Gravity Drainage District No. 7 of Cameron Parish, a component unit of Cameron Parish Police Jury, as of and for the year ended December 31, 2023, as listed in the table of contents. These financial statements are the responsibility of the DISTRICT'S BOARD. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with generally accepted auditing standards 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 financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

In our opinion, the component unit financial statements referred to above present fairly, in all material respects, the financial position of the Gravity Drainage District No. 7 of Cameron Parish as of December 31, 2023, and the results of its operations for the year then ended, in conformity with generally accepted accounting principles.

As described in Note 1, the district has implemented a new financial reporting model, as required by the provisions of GASB Statement No. 34, Basic Financial Statements - and Management's Discussion and Analysis - for State and Local Governments, as of December 31, 2023.

In accordance with Government Auditing Standards, we have also issued our report dated June 18, 2024 on our consideration of Gravity Drainage District No. 7 of Cameron Parish, Louisiana's, internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts and grants. That report is an integral part of an audit performed in accordance with Government Auditing Standards and should be read in conjunction with this report considering the results of our audit.

1408 KENNEDY STREET • P.O. BOX 781 • Lake Charles, Louisiana 70601-0781 • 807-435-1021 • FAX 807-435-2130  
MEMBERSHIP

- American Institute of Certified Public Accountants
- Texas Composite Provider Institute (MCPPI)
- Society of Louisiana Certified Public Accountants

LA 20-00000-000-000

The management's discussion and analysis and budgetary comparison information are not a required part of the basic financial statements but are supplementary information required by accounting principles generally accepted in the United States of America. We have applied certain limited procedures which consisted principally of inquiries of management regarding the methods of measurement and presentation of required supplementary information. However, we did not audit the information and express no opinion on it.

This report is intended solely for the information and use of the district's management, the Common Parish Police Jury and the Legislative Auditor and is not intended to be used and should not be used by anyone other than these specified parties. However, under Louisiana Revised Statute 24:113, this report is distributed by the Legislative Auditor as a public document.

*John Schwan & Co., L.P.*

Lake Charles, Louisiana  
JUNE 18, 2024



Carroll Parish Sewerage Drainage District No. 7  
200 Middle Ridge  
Carroll, LA 70411

**MANAGEMENT'S DISCUSSION AND ANALYSIS**

The purpose of this section is to offer management's review and analysis of the financial performance of the Sewerage Drainage District No. 7 (hereafter referred to as "the district") for the year ending December 31, 2003. This discussion and analysis statement is a requirement of the new reporting model adopted by the Government Accounting Standards Board (GASB) in Statement 34, issued in June 1999. This is the first year of implementation of the GASB 34 standards for the district and, because of this, certain comparative information with the previous year, required by the new reporting model, will not be included with this analysis. The information contained in this Management's Discussion and Analysis statement is management's overview of the activities of the past year and should be read in conjunction with the financial report taken as a whole.

**OVERVIEW**

There are two types of financial statements presented in this report, each offering a different view of the district's financial state. The government-wide financial statements, the Statement of Net Assets and the Statement of Activities, provide information about the activities of the district from an economic resources measurement focus using the accrual basis of accounting. These statements provide both a short-term and long-term view of the district's financial position. Fund financial statements, present information on the district's individual funds and allow more detailed review of the district's current financial operations. The notes that follow the financial statements are intended to provide further detail and explanation for the information contained in the financial statements.

**FINANCIAL HIGHLIGHTS**

Net Assets decreased \$28,481 to \$487,895 for the year ended December 31, 2003. Total net assets at December 31, 2003 was comprised of:

- (1) Invested in capital assets of \$ 180,481 that included buildings and equipment, net of accumulated depreciation.
- (2) Unrestricted net assets of \$ 307,414 available to maintain outstanding obligations to creditors with \$11,883 of this amount reserved for prepaid expenses and taxes paid under protest.

The Fund statements reflect total assets of \$827,873 and total liabilities of \$341,871. The District has no long term debt. Budget variations were favorable and associated with changes in personnel. The District is funded almost totally by a 4.4 mill ad valorem tax. The District expects no major changes in revenue in the next fiscal year.

Since this is the first year to report all activities on the accrual basis of accounting, a more detailed comparison to the prior year is not possible. However, in future years, this section will explain the differences between the current and prior year assets, liabilities, and changes in net assets.

**Enhancing the Fund's Financial Management**

This financial report is designed to provide citizens and other users of these financial statements with a general overview of the district's accountability for the money it receives. Any questions in reference to this Management's Discussion and Analysis statement can be addressed to the management of Grading Drainage District No. 7, addressed at 808 Middle Ridge Road, Cameron, Louisiana 70610. Any questions about this report can be directed to the firm of Gus Schwan & Co., Ltd., the address is included within this report.

  
CURTIS THOMAS  
President (1994)

  
THOMAS JONES  
President (1992)



SECURITY DRAINAGE DISTRICT NO. 7  
CAMERON PARISH, LOUISIANA  
STATEMENT OF NET ASSETS  
OCTOBER 31, 2000

ASSETS

Current assets	
Cash	\$ 84,040
Investments	108,480
Interest receivable	1,280
Net interest claim receivable	118,848
Prepaid insurance	4,832
TOTAL CURRENT ASSETS	<u>417,480</u>
Noncurrent assets:	
Capital assets (net)	<u>190,480</u>
TOTAL ASSETS	<u>607,960</u>

LIABILITIES

Accounts payable	18,070
Payroll taxes payable	48
Due to governmental units	4,482
TOTAL LIABILITIES	<u>22,600</u>

NET ASSETS

Investment in capital assets	190,480
Fund balance - reserved (MOCA 1-1)	11,960
Fund balance - unreserved/undesignated	405,520
TOTAL FUND BALANCE	<u>607,960</u>
TOTAL NET ASSETS	<u>\$ 607,960</u>

\*The Accompanying Notes are an Integral Part of this Statement.\*

GRANTY CHARLES AIRMIST NO. 7  
 CARROLL PARISH, LOUISIANA  
 DEPARTMENT OF ACTIVITIES  
 FOR THE YEAR ENDED DECEMBER 31, 2003

	Functions/Programs		Total
	Administration	Outreach	
Expenses:			
Salaries and benefits	\$ 11,800	\$ 60,800	\$ 72,600
Materials and supplies	0	60,700	60,700
Operating services	26,900	20,111	47,011
Depreciation	1,200	28,800	29,999
Total expenses	\$ 40,900	\$ 110,311	\$ 151,211
Revenue:			
All volume-based contract income			\$ 162,000
			5,810
Total general revenues			\$ 167,810
Change in net assets			166,600
Net assets at beginning of year			718,700
Net assets at end of year			\$ 885,300

\*The accompanying notes are an integral part of this statement.





SEWER DRAINAGE DISTRICT NO. 3  
CAMDEN PARISH, LOUISIANA  
BALANCE SHEET - GENERAL FUND  
DECEMBER 31, 2001

ASSETS	
Cash and cash equivalents	\$ 84,481
Investments	108,481
Interest receivable	1,281
Ad valorem taxes receivable	138,800
Prepaid insurance	<u>4,831</u>
Total assets	\$ <u>337,872</u>
LIABILITIES & FUND EQUITY	
Liabilities:	
Accounts payable	\$ 38,872
Payroll taxes payable	88
Due to governmental units	8,481
Deferred revenues	<u>8,480</u>
Total liabilities	<u>56,921</u>
Fund Balances:	
Reserved Fund Balance	11,743
Unreserved Fund Balance	<u>274,818</u>
Total Fund Balance	<u>286,561</u>
Total liabilities and Fund Balances	\$ <u>337,872</u>

"The Accompanying Notes are an Integral Part of this Statement."



SEBASTIEN DRAINAGE DISTRICT NO. 7  
CAMDEN PRICH, LOUISIANA  
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCE - GENERAL FUND  
FOR THE YEAR ENDED DECEMBER 31, 2000

Revenues:		
Ad valorem taxes	\$	114,018
Interest		<u>3,484</u>
Total revenues		<u>117,502</u>
Expenditures:		
Debt service:		
Salaries and benefits		49,708
Per diem (Board of Commissioners)		3,808
Operating services		44,954
Materials and supplies		48,733
Intergovernmental charges		4,485
Capital outlay		<u>0</u>
Total expenditures		<u>149,688</u>
Excess of revenues over expenditures		14,814
Fund balance at beginning of year		<u>491,574</u>
Fund balance at end of year	\$	<u>494,903</u>

"The accompanying notes are an integral part of this statement."



GRAVITY DRAINAGE DISTRICT NO. 3  
CAMBROU PARISH, LOUISIANA  
RECONCILIATION OF THE GOVERNMENTAL FUND BALANCE SHEET  
TO THE STATEMENT OF NET ASSETS

Total governmental fund balances	\$	485,901
Amounts reported for governmental activities in the statement of Net Assets are different because:		
Some revenues were collected more than sixty days after year end and therefore, are not available sufficiently to pay for current-period expenditures.		
Property tax revenues		8,405
Capital assets used in governmental activities are not financial resources and therefore are not reported in the fund.		<u>182,481</u>
Net assets of governmental activities	\$	<u>487,891</u>

"The Accompanying Notes are an Integral Part of this Statement."



GRAVITY DRAINAGE DISTRICT NO. 1  
CRAWFORD PARISH, LOUISIANA

RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCE OF GOVERNMENTAL FUNDS TO THE STATEMENT  
OF ACTIVITIES  
FOR THE YEAR ENDING DECEMBER 31, 2003

Net change in fund balances - total governmental funds	0	14,471
Amounts reported for governmental activities in the statement of activities are different because:		
Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of these assets is allocated over their estimated useful lives as depreciation expense. This is the amount by which depreciation exceeded capital outlays in the current period.		100,840
Because some revenues will not be collected for several months after year-end, they are not considered "available" revenues in the governmental funds.		
Ad valorem taxes		<u>0,487</u>
Change in net assets of governmental activities	0	<u>126,801</u>

"The Accompanying Notes are an Integral Part of this STATEMENT."

GRAVITY DRAINAGE DISTRICT NO. 7  
CAMERON PARISH, LOUISIANA  
CAMERON PARISH POLICE JURY  
NOTES TO THE FINANCIAL STATEMENTS  
DECEMBER 31, 1981

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The accompanying financial statements have been prepared in conformity with generally accepted accounting principles as prescribed by the Governmental Accounting Standards Board (GASB). In June 1985 the GASB issued Statement No. 34 Basic Financial Statements - and management's Discussion and Analysis - for State and Local Governments. This statement establishes new financial reporting requirements for state and local governments throughout the United States. It requires new information and restructures much of the information that governments have presented in the past. Comparability with reports issued in prior years is affected.

As a component unit of the Cameron Parish Police Jury, the Gravity Drainage District No. 7 is required to implement the new GASB reporting model for the year ended December 31, 1981.

Other GASB Statements are required to be implemented in conjunction with GASB Statement No. 34. Therefore, the Fund has also implemented Statement No. 27 - Basic Financial Statements - and management's Discussion and Analysis - For State and Local Governments; Statement No. 28 - Certain Financial Statements Note Disclosures.

The accompanying financial statements present the financial position and results of operations of the Fund.

A. REPORTING ENTITY

Gravity Drainage District No. 7 of Cameron Parish is a body corporate created by the Cameron Parish Police Jury, as provided by Louisiana Revised Statute 18:1781-1822. The Drainage District is governed by a board of five commissioners who are appointed by the Cameron Parish Police Jury. The Drainage District is authorized to construct, maintain and improve the system of gravity drainage within the District. The District covers 397 square miles and serves an approximate population of 505.

The Drainage District is a component unit of the Cameron Parish Police Jury, the governing body of the Parish. The District is financially accountable to the Police Jury since the Police Jury appoints a majority of the District's Board members. The accompanying financial statements present information only on the funds and account groups maintained by the Drainage District and do not present information on the Cameron Parish Police Jury.

## B. BASIS OF PRESENTATION

Details of the significant changes in the presentation of OASB's Fund financial information include, for the first time a Management Discussion and Analysis (MDA) section providing an analysis of the Gravity Drainage District #7 overall financial position and results of operations and financial statements prepared using full accrual accounting for all the Fund's activities. These and other changes are reflected in the accompanying financial statements including the notes to the financial statements. The Fund has elected to implement the general provisions of the Statement in the current year and plans to retroactively report capital assets acquired prior to January 1, 2000. The financial report consists of Management Discussion and Analysis (MDA), basic financial statements, notes to the basic financial statements and required supplemental information other than the MDA. The MDA provides an analytical overview of the financial activities of the State. The basic financial statements include the government-wide financial statements and the fund financial statements.

Government-wide financial statements - The statement of net assets and statement of activities display information about the reporting government as a whole. They include all funds of the reporting entity.

Fund financial statements - The financial transactions of the Fund are reported in individual funds in the fund financial statements. Each fund is accounted for by a separate set of self-balancing accounts that comprise its assets, liabilities, fund equity, revenues, and expenditures.

## C. FUND ACCOUNTING

Funds are used to report the financial position and results of operations. Fund accounting is designed to demonstrate legal compliance and to aid financial management by segregating transactions relating to certain governmental functions or activities.

A fund is a separate accounting entity with a self-balancing set of accounts. The Gravity Drainage District #7 is classified as a governmental fund type (general fund).

The governmental fund (general fund) is the primary operating fund. It is used to account for all financial resources, except those required to be accounted for in other funds.

## D. MEASUREMENT FOCUS AND BASIS OF ACCOUNTING

Measurement focus is a term used to describe which transactions are recorded within the various financial statements. Basis of accounting refers to when transactions are recorded regardless of the measurement focus applied.

**Measurement focus** - The government-wide financial statements are prepared using the economic resources measurement focus. The accounting objectives of this measurement focus are the determination of operating income, changes in net assets, and financial position. All assets and liabilities (whether current or non-current) associated with their activities are reported. All governmental funds within a current financial resources measurement focus in the fund financial statements. Only current financial assets and liabilities are generally included on the balance sheet. Operating statements present sources and uses of available spendable financial resources during a given period. The fund balance is the measure of available spendable financial resources at the end of the period.

**Basis of accounting** - The government-wide financial statements are prepared using the accrual basis of accounting. Revenues are recognized when earned and expenses are recognized when incurred or economic events are used. Revenues, expenses, gains, losses, assets, and liabilities resulting from the exchange and exchange-like transactions are recognized when the exchange takes place. In the fund financial statements, governmental funds are prepared on the modified accrual basis of accounting. Revenues are recognized when measurable and available. Measurable means the amount of the transaction can be determined, and available means collectible within the current period or soon enough thereafter to be used to pay liabilities of the current period. Expenditures (including capital outlay) are recorded when the related fund liability is incurred.

**8. ASSETS, LIABILITIES AND NET ASSETS, EQUITY OR NET FUND BALANCES**

**Cash, Cash Equivalents, and Investments** - Cash and Cash Equivalents includes all demand deposits, savings accounts and certificates of deposit maturing within one year. Investments includes certificates of deposit maturing in more than one year.

**Receivables** - In the government-wide statements, receivables consist of all revenues earned at year-end and not yet received. Receivables are included in the fund financial statements if they are both measurable and available.

**Capital assets** - In the government-wide financial statements, capital assets (other than infrastructure) purchased or acquired with an original cost of \$5,000 or more are reported at historical cost. A capitalization threshold of \$100,000 is used for infrastructure such as drainage systems. Additions, improvement 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. Depreciation on all assets is provided on the straight-line basis over the following useful lives:

Computer equipment, including software	5 - 10 years
Furniture and office equipment	5 - 10 years
Buildings and improvements	10 - 40 years
Infrastructure	40 years

In the Fund financial statements, fixed assets are accounted for as capital outlay expenditures of the fund upon acquisition. Capital assets reported herein include only those assets purchased by the Gravity Business District #7 and do not reflect assets of the district obtained from other sources. The Fund has no infrastructure assets.

Fund Balances and Net Assets - In the Fund financial statements, governmental funds report reservations of fund balance for amounts that are not available for appropriation or are legally restricted by outside parties for use for a specific purpose. Designations of fund balance represent tentative management plans that are subject to change. Net assets are categorized into three categories on the government-wide statement of net assets: 1) investment in capital assets, net of related debt; 2) restricted; and 3) unrestricted. Net assets are restricted when constraints placed on them are either externally imposed or are imposed by constitutional provisions or enabling legislation. Internally imposed designations of resources are not presented as restricted net assets. The Fund does have restricted assets for expenses incurred for which both restricted and unrestricted assets are available. It may defer the use of restricted assets based on a review of the specific transaction.

Program Expenses - Program revenues include amounts for administering expedited support payments as well as the various operational and capital grants. Management's policy is to allocate indirect expenses to the programs in the statement of activities based on the relative amount of time spent administering each program. Indirect expenses associated with administration of the grant program in 2003 were considered negligible and not allocated for 2003.

#### F. BUDGETS AND BUDGETARY ACCOUNTING

Annually, the Fund adopts a revenue and expenditure budget for the general fund. A forecast of revenues and expenditures is made based upon the prior year's expenditures, taking into consideration additional expenditures which can be predicted and estimated. Amendments to the budget as required when actual receipts for the year failed to meet budgeted revenues by five percent or more, or when actual expenditures for the year exceeded budgeted expenditures by five percent or more.

The budget is adopted on the cash basis method of accounting. Budgetary comparisons presented in this report are on this non-GRAP budgetary basis. Budget amounts are as originally adopted, adjusted for subsequent amendments.

Memorandum accounting is not used.



**MOVING TAXES**

All valorem taxes are assessed on a calendar year basis (levied in October), become due on November 15 of each year, and become delinquent on December 15. The limit date is the date in which the tax assessor files the tax roll with the Clerk of Court, which is the same date as the levy date. The taxes are generally collected in December of the current year and January and February of the ensuing year. The property tax receivable of \$18,848 is net of an estimate of uncollectible amount of \$-0-. Delinquent revenue in the amount of \$8,488 was recorded on the balance sheet for the portion of the 2008 tax levy not considered available (collected after February, 2009). On the statement of net assets there is no deferred revenue because the full assessment was recognized as revenue on the Statement of Activities. Management believes any credit risk related to this receivable is minimal.

All valorem taxes are levied on the assessed value as of the prior January 1 for all real estate, merchandise, and movable property located in the Parish. Assessed values are established by the Cameron Parish Assessor and the Louisiana Tax Commission at a per cent of actual value, as specified by Louisiana law. An assessment of all property is required to be completed no less than every four years. The authorized and levied all valorem tax is 4.4 millage.

**B. VACATION/BOOK LEAVE AND PENSION PLAN**

The full time employee's salary is paid by the Cameron Parish Police Jury and his retirement and vacation benefits are established and provided by the Police Jury since the individual is an employee of the Police Jury. The District does reimburse the Police Jury for the salaries and benefits of individuals specifically working with this district's activities. The District does not provide any direct benefits in the form of retirement or vacation.

**C. FUND EQUITY**

Management represents those portions of fund equity not appropriate for expenditures or legally appropriated for a specific future use. Gravity Drainage District No. 7 has reserved \$4,821 of fund balance for prepaid insurance and \$7,132 for taxes paid under protest (see Note 10).

**D. ACCOUNTING ESTIMATES**

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make certain estimates and assumptions. These estimates affect the reported amounts of assets and liabilities and disclosures of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenditures during the reporting period. Actual results could differ from those estimates.



The District participates in the Insurance and Trust Fund established by the Cameron Parish Police Jury (an entity other than a public entity risk pool) for purposes of obtaining better rates on the District's general liability insurance and errors and omissions insurance.

The Police Jury (as an oversight entity) purchases commercial insurance for all of the above risks. The coverage obtained is similar to prior years and the District has not been required to fund any excess amounts for settlements exceeding insurance coverage. The Cameron Parish Police Jury has also stated that they did not issue any claim in excess of insurance coverage. For the 2001-2002 policy period, the District contributed approximately \$2,000 to the Insurance and Trust Fund. The payment should constitute the majority of the responsibility of the District. The District does have separate insurance policies on their office building and on specific equipment items with premiums of \$1,000 and \$1,700, respectively.

Note 5: CONTINGENCY FOR TAXES PAID UNDER PROTEST

As of March, 2004, the District has received taxes paid under protest from the Cameron Parish Tax Collector's office in the amount of \$29,609 with an estimated 40% or \$7,132 subject to judgment. This amount is included in the ad valorem taxes receivable of \$20,477 accrued for the District at December 31, 2003. In the event the taxpayer is successful with his protest, the judgment in favor of the taxpayer may operate as a credit against future taxes or may require a cash payment out of future tax receipts. Under the provisions of Louisiana Revised Statute 47:2034B, any funds received as payment of taxes under protest shall generally be used only for non-recurring expenses. The District has segregated \$7,132 of the Fund Balance for its estimate of the portion of the receivable subject to judgment and, therefore, not available for recurring expenses.

Management has represented that there is no litigation pending against the Stanley Drainage District No. 7 as of December 31, 2003.



GRAVITY SEWERAGE DISTRICT NO. 7  
CADDIS PARISH, LOUISIANA

REQUIRED SUPPLEMENTARY INFORMATION  
DECEMBER 31, 2001

Required supplementary information includes financial information and disclosures that are required by GASB and are not considered a part of the basic financial statements. Such information includes:

- \* Budgetary Comparison Schedule - Budgetary (GAS-BAP) Basis
- \* Note to Required Supplementary Information - Budgetary Reporting

QUALITY DRUGS DISTRICT NO. 9  
 CAROL WALKER, LOUISIANA  
 HOSPITALITY COMMITTEE FUNDING  
 HOSPITALITY (NON-BAUD) BUDGET  
 FOR THE YEAR ENDING DECEMBER 31, 1991

REVENUE	BUDGET	FINAL BUDGET	ACTUAL	VARIANCE PAYABLE (OR FAVORABLE)
Ad valorem taxes and state revenue sharing	\$ 128,880	\$ 128,876	\$ 128,314	\$ (5,566)
Interest earnings	15,000	7,150	3,820	3,330
<b>total revenues</b>	<b>143,880</b>	<b>136,026</b>	<b>132,134</b>	<b>3,892</b>
<b>EXPENDITURES</b>				
For the board committee	3,400	2,190	2,800	80
Salaries and payroll taxes	42,700	48,727	52,870	17,067
Operating expenses	58,480	47,180	48,020	840
Materials & supplies	48,000	48,000	42,887	5,113
Travel	4,000	3,932	3,482	518
Intergovernmental charges	0	0	8,171	(8,171)
<b>Total Expenditures</b>	<b>156,580</b>	<b>148,029</b>	<b>154,150</b>	<b>(7,121)</b>
Excess of revenues over expenditures	(12,700)	(11,993)	9,466	(11,951)
Fund balance - January 1	481,378	490,378	490,378	0
<b>Fund balance - December 31</b>	<b>\$ 468,678</b>	<b>\$ 478,385</b>	<b>\$ 499,834</b>	<b>\$ 127,551</b>

\*The accompanying table is an integral part of this schedule.\*



PROPERTY DAMAGE DISTRICT NO. 3  
CAMDEN PARISH, LOUISIANA  
NOTE TO REQUIRED SUPPLEMENTARY INFORMATION -  
BUDGETARY REPORTING

The accompanying Budgetary Comparison Schedule presents comparisons of the adopted budget with actual data on a budgetary basis. Because accounting principles applied for purposes of developing data on a budgetary basis differ from those used to present financial statements in conformity with GAAP, a reconciliation of resultant basis, timing, perspective, and entry differences in the excess (deficiency) of revenues and other sources of financial resources over expenditures and other uses of financial resources for the year ended December 31, 2003 is presented below:

Excess of revenues and other financial resources over expenditures and other uses of financial resources (budgetary basis)	\$ 4,469
Adjustments:	
To adjust revenues for property tax and interest revenue accruals	1,008
To adjust expenditures for expense accruals and prepaid insurance	<u>119,168</u>
Excess of expenditures and other financial resources over revenues and other uses of financial resources (GAAP basis)	<u>\$ 113,699</u>

SUPPLEMENTAL  
INFORMATION



CITY OF ST. LOUIS, MISSOURI  
CITY OF ST. LOUIS, MISSOURI  
SCHEDULE OF PER DIEM PAID TO BOARD MEMBERS  
DECEMBER 31, 1993

PER DIEM PAID TO BOARD MEMBERS

Per Diem and other compensation amounts paid to the Board of Commissioners for the year ended December 31, 1993 are as follows:

Gregory Romero	\$ 400
Carroll Troman	500
Ivan Barenblat	400
Margus Koon	700
Curtis Troman	<u>500</u>
Total	<u>\$2,500</u>





**INDEPENDENT AUDITORS' REPORT ON COMPLIANCE AND ON  
INTERNAL CONTROL OVER FINANCIAL REPORTING BASED ON  
AN AUDIT OF FINANCIAL STATEMENTS CONDUCTED IN  
ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS**

Board of Commissioners  
Gravity Drainage District No. 7  
of Cameron Parish  
Cameron, Louisiana

We have audited the component unit financial statements of the Gravity Drainage District No. 7 as of and for the year ended December 31, 2000, and have issued our report thereon dated June 14, 2001. We conducted our audit in accordance with generally accepted auditing standards 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 Gravity Drainage District No. 7 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 an instance of noncompliance that is required to be reported under Government Auditing Standards which is described below as Item 2001-02.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered the Fund's internal control over financial reporting in order to determine our auditing procedures for the purpose of expressing our opinion on the component unit financial statements and not to provide assurance on the internal control over financial reporting. However, we noted certain matters 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, would adversely affect the Fund's ability to record, process, summarize and report financial data consistent with the assertions of management in the component unit financial statements. The reportable conditions are described below as items 2000-02 and 2001-02.

**1881-81: Lack of Segregation of Duties**

**Condition:** There is a lack of segregation of duties over financial activity.

**Criteria:** An effective internal control is dependent to a great extent on segregation of responsibilities for initiating, evaluating, and approving transactions from those for detail accounting and other related functions.

**Risks:** When internal control is limited by a lack of segregation of duties there is always a possibility that transactions could be processed that would negatively affect the entity.

**Cause:** Because of the entity's size, it is not feasible to segregate duties to achieve effective internal accounting control.

**Recommendation:** We do recommend that, whenever possible, management take an active interest in reviewing the monthly financial information.

**Management's Response:** Management concurs with the above recommendation.

**1881-81:**

**Condition:** Authorized signatures on investment accounts were not updated for changes in personnel and changes in the board of commissioners.

**Criteria:** Effective safeguarding of assets is dependent to a great extent on internal controls that prevent unauthorized access.

**Cause:** Update of authorized signatures on these accounts was overlooked during the District's transition to a new executive secretary until brought to our attention during the audit.

**Risks:** When internal control is limited by inadequate safeguarding of deposit accounts, there is always a possibility that transactions could be processed that would negatively affect the entity.

**Recommendation:** We do recommend that management review areas of internal control in conjunction with transitions of key personnel.

**Management's Response:** Management concurs with the above recommendation.

A material weakness is a reportable 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 accounts that would be material in relation to the component unit 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 sectors 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 that the reportable conditions described above are material weaknesses.

This report is intended for the information of the management of Gravity Drainage District No. 7 and the Louisiana Legislative Auditor. However, this report is a matter of public record and its distribution is not limited.

Don Schram, AICPA

June 14, 2004



CRETE DRAINAGE DISTRICT NO. 7  
CAMDEN PARISH, LOUISIANA  
SCHEDULE OF CURRENT YEAR FINANCES  
DECEMBER 31, 2001

SECTION I. SUMMARY OF AUDITOR'S REPORTS/RESULTS

- A. The type of report issued on the financial statements was an unqualified opinion.
- B. Report on Internal Control and Compliance Material to the Financial Statements
- |   |           |          |           |
|---|-----------|----------|-----------|
| Internal Control Material Weaknesses        | <u>1</u>  | See      | <u>NO</u> |
| Internal Control Reportable Conditions      | <u>1</u>  | See      | <u>NO</u> |
| Compliance Material to Financial Statements | <u>NO</u> | <u>1</u> | <u>NO</u> |
- C. Federal Awards
- Not applicable

SECTION II. FINANCIAL STATEMENT FINDINGS

- 2003-1 Internal Control - See page 21 - Reportable condition and material weakness for Lack of Segregation of Duties is reported directly on Report on Compliance and Internal Control over Financial Reporting.
- 2003-2 Internal Control - See page 21 - Reportable condition and material weakness for Failure to Update Authorized Signatories on Investment accounts after employee transition.



GRAVITY DRAINAGE DISTRICT NO. 7  
COMMON PARISH, LOUISIANA  
SUMMARY SCHEDULE OF PRICE YEAR FINISHED  
DECEMBER 31, 2003

Findings: Lack of segregation of duties

Notes: Due to the entity's size, there is an ongoing lack of segregation of duties.



GRAVITY DRAINAGE DISTRICT NO. 7  
CAMERON PARISH, LOUISIANA  
MANAGEMENT'S CORRECTIVE ACTION PLAN  
FOR CURRENT YEAR AUDIT FINDINGS (UNAUDITED)  
DECEMBER 31, 2021

SECTION 1 - INTERNAL CONTROL AND COMPLIANCE MATERIAL TO THE FINANCIAL STATEMENTS

1993-1 - Lack of Segregation of Duties

A part-time Executive Secretary is the only office employee. It is not economically feasible to hire additional office staff. The Board of Commissioners' position is to take an active role in the financial matters of the District. In addition, the Executive Secretary is needed and cannot write and sign checks over \$1,000.

1993-2 - Unauthorized signers

Authorized signers were updated in June, 2021.