

CALCASIEU PARISH

**GRAVITY DRAINAGE DISTRICT NO. 4
OF CALCASIEU PARISH
CALCASIEU PARISH POLICE JURY
COMPONENT UNIT FINANCIAL REPORT
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. This report is available for public inspection at the Baton Rouge office of the Legislative Auditor and, where appropriate, at the office of the parish clerk of court.

Release Date: 7-28-04

GRAVITY DRAINAGE DISTRICT NO. 4
OF CALCAHOUSS PARISH
Lake Charles, Louisiana

FINANCIAL REPORT
December 31, 2000

TABLE OF CONTENTS

	Page
INTRODUCTORY SECTION	
Title Page	i
Table of Contents	ii
List of Principal Officials	3
FINANCIAL SECTION	
Report of Independent Auditors	4-5
Required Supplementary Information: Management's Discussion and Analysis	6-11
Basic Financial Statements:	
Government-wide Financial Statements:	
Statements of Net Assets	22
Statement of Activities	23
Fund Financial Statements:	
Balance Sheets - Governmental Funds	24
Statements of Revenues, Expenditures, and Changes in Fund Balance - Governmental Funds	25-26
Notes to Financial Statements	27-31
Required Supplementary Information: Special Revenue Fund	32-33
REPORT ON COMPLIANCE AND INTERNAL CONTROL	
Report on Compliance and on Internal Control Over Financial Reporting Based on an Audit Performed in Accordance with Government Auditing Standards	37-38
Schedule of Findings and Questioned Costs	39-40
Schedule of Prior Year Findings and Questioned Costs	41

GRAVITY DRAINAGE DISTRICT NO. 4
OF CALDWELL PARISH

December 31, 1993

COMMISSIONERS

Denise Foster - President
Patrick Key - Vice President
Ernest Walker - Secretary
Tommarae
Lowell Guillory - Board Member
Jack Chalatta - Board Member

LEGAL COUNSEL

Terry Mansel - District Attorney

McELROY, QUIRK & BURCH

A Professional Corporation • Certified Public Accountants • Since 1909
528 Kirby Street • P.O. Box 8878 • Lake Charles, LA 70602-0878
337 • 434-3662 • Fax 337-438-6818 • Web page www.mqba.com

Cliff W. Frazier, CPA
James McElroy, CPA
Shawn L. Gotschall, CPA, CFE
Robert M. Lee, CPA, CIT
Shawn C. Stinson, CPA



Bill E. Fife, CPA
Joan L. Galtney, CPA
Craig Dwyer, CPA, CFP®
Jo C. Poffitt, CPA, CFA

Charles Egan, CPA, AICPA
Carol E. Winkler, CPA, AICPA
Robert C. Long, CPA, AICPA
William A. Stinson, CPA, AICPA
James J. Stinson, Jr., CPA, AICPA

CPA • Certified Public Accountant
CMA • Master of Accountancy
CFP® • Certified Financial Planner
CFA • Chartered Financial Analyst

REPORT OF INDEPENDENT AUDITORS

Board of Commissioners
Gravity Drainage District No. 4
of Calcasieu Parish
Calcasieu Parish Police Jury
Lake Charles, Louisiana

We have audited the accompanying financial statements of the governmental activities of Gravity Drainage District No. 4 of Calcasieu Parish, Louisiana, a component unit of the Calcasieu Parish Police Jury, as of and for the years ended December 31, 2003 and 2002, which comprises the District's Basic Financial statements as listed in the table of contents. These financial statements are the responsibility of Gravity Drainage District No. 4 of Calcasieu Parish, Louisiana, management. 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 applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free 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 financial statements referred to above present fairly, in all material respects, the financial position of the governmental activities of the Gravity Drainage District No. 4 of Calcasieu Parish, Louisiana, as of December 31, 2003 and 2002, and the changes in financial position for the years then ended in conformity with accounting principles generally accepted in the United States of America.

As described in Note 2-a, the District has implemented a new financial reporting model, as required by the provisions of GRSB Statement No. 34, Major Financial Statements - and Management's Discussion and Analysis - for State and Local Governments, as of December 31, 2003.

In accordance with Government Auditing Standards, we have also issued our report dated April 14, 2004, on our consideration of the Gravity Drainage District No. 4 of Calcasieu 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 in considering the results of our audit.

The Management's discussion and analysis and budgetary comparison information on pages 4 through 11 and 12 through 14, 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 the 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 audit committee, management, Legislative Auditor, and Federal awarding agencies and pass-through entities and is not intended to be used should not be used by anyone other than these specified parties. Under Louisiana Revised Statute 24:513, this report is distributed by the Legislative Auditor as a public document.

W. Elroy David - David

Lake Charles, Louisiana
April 14, 2004

Board of Commissioners

*Jack Chelotte
Denise Foster
Lewell Gallberry
Patrick Hay
Ernest L. Walker*

*Engineer
D.W.James, C.E.*



MANAGEMENT'S DISCUSSION AND ANALYSIS

Our discussion and analysis of Gravity Drainage District No. 4 (District) financial performance provides an overview of the District's financial activities for the year ended December 31, 2003.

USING THE ANNUAL REPORT

This annual report consists of a series of financial statements. The Statement of Net Assets and the Statement of Activities provide information about the activities of the District as a whole and present a longer-term view of the District's finances. For governmental activities, these statements tell how those services were financed in the short-term, as well as what remains for future spending. Fund financial statements also report the District's operations in more detail than the government-wide statements by providing information about the District's special revenue fund.

The Statement of Net Assets and the Statement of Activities

The Statement of Net Assets and the Statement of Activities report information about the District as a whole and about its activities in a way that helps answer this question: These statements include all assets and liabilities using the accrual basis of accounting, which is similar to the accounting used by most private-sector companies. All of the current year's revenues and expenses are taken into account regardless of when cash is received or paid.

These two statements report the District's net assets and changes in them. The District's net assets (the difference between assets and liabilities) is one way to measure the District's financial position. Over time, increases or decreases in the District's net assets are one indicator of whether its financial health is improving or deteriorating.

Fund Financial Statements

The fund financial statements provide detailed information about the most significant funds, not the District as a whole. Since the District is not a complex entity, only a special revenue fund is utilized. The District's governmental fund uses a certain account approach described below:

Governmental funds - The District's special revenue fund is reported as governmental funds. The governmental fund focuses 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 be converted to cash. The governmental fund statements provide a detailed short-term view of the District's 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 readily be spent in the near future to finance the District's projects.

Gravity Drainage District No. 4 as a Whole

For the year ended December 31, 2020 and 2021, net assets changed as follows:

ASSETS	2020	2021
Current assets	\$ 8,818,894	\$ 8,184,243
Capital assets (net)	<u>22,628,742</u>	<u>22,418,972</u>
Total assets	31,447,636	30,603,215
LIABILITIES		
Total liabilities	<u>103,168</u>	<u>167,968</u>
NET ASSETS		
Total net assets	<u>\$ 31,344,468</u>	<u>\$ 30,435,247</u>

The \$1.4 million increase in net assets is due to many factors:

- The District received additional state and local grant money of approximately \$400,000 in the current year, however, the expenditures for those projects are being capitalized due to the implementation of GASB 34.
- Additionally, the District received extraordinary income of approximately \$200,000 by way of a sales tax refund.
- Also, one other reason for the large increase in net assets is due to better cash management. This allowed the District to reduce its expenditures by approximately \$100,000, excluding capital expenditures.

Governmental Activities

This section will show a condensed financial comparison of revenues and expenses and provide explanations for significant differences. To aid in the understanding of the statement of activities some additional explanation is given. Of particular interest is the format that is significantly different than a typical statement of revenues, expenses and changes in fund balance. You will notice that expenses are listed in the first column with revenues from that particular program reported to the right. The result is a net (expense)/revenue. It also identifies how much each function draws from the general revenues or if it is self-financing through fees.

Some of the individual line item revenues reported for each function are:

Administration (general government) ad valorem taxes and state revenue sharing used to fund daily activities

Drainage projects State, parish and city grants are used to fund drainage repair and construction

	<u>Function/Process:</u>		<u>Total</u>		<u>Change</u>
	<u>2018</u>	<u>2017/2018</u>	<u>2018</u>	<u>2017</u>	<u>2018-2017</u>
Expenses:					
Salaries and benefits	\$ 123,543	\$ 928,884	\$ 728,744	\$ 883,247	\$ (154,503)
Other expenses	127,843	323,263	1,528,312	1,184,828	343,484
Total expenses	251,386	1,252,147	1,758,256	1,268,075	490,181
Program revenues:					
Charges for services	-	12,880	12,880	-	12,880
State and local grants	-	494,518	494,528	-	494,528
General revenue			2,225,114	2,244,793	(19,679)
Other revenue			282,467	-	282,467
TOTAL REVENUES			2,487,621	2,244,793	242,828
Change in net assets			<u>\$ 1,629,365</u>	<u>\$ 286,718</u>	<u>\$ 1,342,647</u>

Seewy Drainage District No. 5

The following schedule presents a summary of the special revenue funds and expenditures for the years ended December 31, 2003 and 2002. Also presented on the schedule are the amounts and percentages of increases and decreases from amount from the year ended December 31, 2001.

	<u>2003</u>	<u>2002</u>	<u>Change</u> <u>From 2001</u>	<u>Variance</u>
Revenues:				
Ad valorem taxes	\$ 2,007,387	\$ 1,799,829	\$ 2,068	0.48%
State income sharing	88,418	80,418	-	0.00%
State and local grants	494,516	-	518,004	200.00%
Other income	<u>487,819</u>	<u>228,228</u>	<u>211,301</u>	90.10%
Total revenues	<u>\$ 3,488,130</u>	<u>\$ 3,108,475</u>	<u>\$ 382,755</u>	18.10%

- The District was awarded state and local grant money during 2003
- Other income increased due to approximately \$200,000 of sales taxes being refunded to the District.

Expenditures:				
Salaries and benefits	\$ 764,488	\$ 787,893	\$ (23,405)	-14.66%
Per diem Board of Commissioners	38,280	17,875	4,888	80.41%
Operating services	471,888	523,818	(51,930)	-9.88%
Materials and supplies	299,549	184,311	134,888	20.38%
Intergovernmental service charges	67,265	80,310	4,991	11.54%
Capital outlay	<u>1,229,862</u>	<u>524,828</u>	<u>705,034</u>	289.34%
Total expenditures	<u>\$ 3,489,516</u>	<u>\$ 3,738,435</u>	<u>\$ (249,325)</u>	-49.49%

- The decrease in salary due to attrition
- The Board of Commissioners receive a rate increase in 2003
- Capital outlay increased due to the additional grant money received which allowed for additional construction projects

SIGNIFICANT BUDGET VARIANCES

Gravity Drainage District No. 4

Annually, the Gravity Drainage District No. 4 adopts a revenue and expenditure budget for the special revenue fund. A forecast of revenues and expenditures is made based upon the prior year's expenditures and taking into consideration additional expenditures which can be predetermined and estimated. All budgetary appropriations lapse at the end of each fiscal year. There were no revisions made to the original budget, therefore, no budget variances occurred.

CAPITAL ASSETS

At the end of December 31, 2005, Gravity Drainage District No. 4 had \$13,138,742 net invested in capital assets including investments, construction in progress, building improvements, heavy and light equipment and land. The chart listed below represents the breakdown:

	<u>2005</u>	<u>2004</u>
Land	\$ 298,818	\$ 307,818
Buildings-improvements	48,218	47,818
Furniture and fixtures	20,603	20,603
Light equipment	244,888	167,848
Heavy equipment	1,370,104	1,008,387
Infrastructure	18,740,894	18,408,804
Construction in progress	<u>814,248</u>	<u>-</u>
	18,136,863	17,188,388
Less accumulated depreciation	<u>4,810,210</u>	<u>3,685,313</u>
Net capital assets	<u>\$ 13,326,243</u>	<u>\$ 13,438,072</u>

- The increase in heavy equipment purchases because of the equipment replacement schedule. Old equipment was replaced with new equipment.
- Infrastructure increased due to the completion of two projects, the replacement of gates at Griffith Coulee and drainage improvements on the 80.
- Gravity Drainage District No. 4 had no long-term agreements with state or local entities for new projects.

ECONOMIC FACTORS AND NEXT YEAR'S RATES

Presently, the District operates on a millage of 3.83 mills levied on the yearly tax bill on all property subject to taxation. It is foreseen that this pattern will continue for some time, but there is no indication when this pattern will decrease.

CONTACTING GRAVITY DRAINAGE DISTRICT NO. 4 FINANCIAL MANAGEMENT

This financial report is designed to provide our citizens and taxpayers with a general overview of Gravity Drainage District No. 4's finances and to show the District's accountability for the money it receives. If you have any questions about this report or need additional financial information, contact the Gravity Drainage District No. 4 at 2204 Lakeshore Drive, Lake Charles, LA.

Media Contact
Office Manager
Gravity Drainage District No. 4

GRAVITY DRAINAGE DISTRICT NO. 4
OF CALCASIEU PARISH

STATEMENT OF NET ASSETS - GOVERNMENTAL FUNDS
DECEMBER 31, 2021 and 2020

ASSETS	2021	2020
CURRENT ASSETS:		
Cash	\$ 770,100	\$ 889,818
Investments, at cost	5,125,740	5,575,363
Taxes receivable (net)	2,876,445	2,868,882
Grants receivable	-	63,383
Other receivables	84,573	22,318
Total current assets	8,856,858	9,339,664
Noncurrent assets:		
Capital assets (net)	12,126,742	12,425,872
Total assets	20,983,600	21,765,536
LIABILITIES		
Accounts payable	21,869	67,541
Contracts payable	84,388	242,448
Other current liabilities	50,843	51,883
Deferred revenue	-	26,829
Total liabilities	156,100	388,699
NET ASSETS		
Investment in capital assets, net of related debt	12,126,742	12,425,872
Fund balance - unrestricted	8,856,858	7,828,722
Total net assets	20,983,600	20,254,594

See Notes to Financial Statements.

GRAVITY DRAINAGE DISTRICT NO. 4
OF CRACKED ROCK BASIN

STATEMENT OF ACTIVITIES - GOVERNMENTAL FUNDS
Years Ended December 31, 2003 and 2002

	Functions/Programs		Total	
	Administration	Business	2003	2002
Expenses:				
Salaries and benefits	\$ 323,540	\$ 485,694	\$ 719,234	\$ 605,147
Materials and supplies	21,320	86,214	107,540	148,331
Operating services	88,318	428,780	477,098	822,458
Other program expenses	67,893	-	67,893	48,322
Depreciation	<u>1,882</u>	<u>482,820</u>	<u>484,702</u>	<u>379,887</u>
Total expenses	360,783	1,827,678	1,778,164	1,963,144
Program revenues:				
Charges for services	-	12,850	12,850	-
State and local grants	<u>-</u>	<u>688,516</u>	<u>688,516</u>	<u>-</u>
Net program expenses	<u>\$ 360,783</u>	<u>\$ 821,852</u>	<u>\$ 1,183,889</u>	<u>\$ 1,963,144</u>
General revenues:				
Ad valorem taxes			1,907,787	1,908,829
State revenue sharing			88,428	88,428
Interest income			143,429	237,598
Miscellaneous income (expense)			<u>18,317</u>	<u>8,928</u>
Total general revenues			1,958,131	1,908,784
Other revenues:				
Sales tax refund			<u>328,197</u>	<u>-</u>
Change in net assets			1,402,729	397,446
Net assets at beginning of year			<u>18,213,887</u>	<u>18,819,142</u>
Net assets at end of year			<u>\$ 20,019,345</u>	<u>\$ 19,213,887</u>

See Notes to Financial Statements.

GRAVITY DRAINAGE DISTRICT NO. 4
OF CALCASIEU PARISH

BALANCE SHEETS - GOVERNMENTAL FUNDS
December 31, 2022

ASSETS	Special Revenue Fund	
	2021	2022
Cash and cash equivalents	\$ 179,190	\$ 509,518
Investments	5,923,946	5,923,946
Taxes receivable (net of allowance for uncollectibles of \$21,508)	3,476,648	3,469,683
Grants receivable	-	43,343
Other receivable	64,871	28,318
Total assets	\$ 8,644,655	\$ 8,973,818
<u>LIABILITIES AND FUND EQUITY</u>		
Liabilities:		
Accounts payable	21,869	87,343
Contracts payable	84,388	243,648
Other current liabilities	50,943	51,893
Deferred revenue	-	20,829
Total liabilities	157,199	303,613
Fund equity:		
Fund balance - unrestricted- Designated (Note 11)	6,909,793	7,819,718
Amounts reported for governmental activities in the statement of net assets are different because: Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds, net of accumulated depreciation of \$6,810,318		
	32,326,343	31,615,872
Net assets of governmental activities	\$ 26,636,517	\$ 25,233,807

See NOTES TO FINANCIAL STATEMENTS.

SEWERAGE DRAINAGE DISTRICT NO. 4
OF CALHOUN COUNTY

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - GOVERNMENTAL FUNDS
YEARS ENDED DECEMBER 31, 1981 and 1982

	Special Revenue Fund	
	1981	1982
Revenues:		
Ad valorem taxes	\$ 2,897,707	\$ 2,959,019
State grants - DOTH	219,804	-
Local grants:		
City of Lake Charles	398,364	-
Calcasieu Parish Police Jury	26,548	-
State revenue sharing	80,428	80,428
Interest	143,409	217,208
Proceeds from sale of assets	4,300	7,888
Miscellaneous	12,268	3,088
Total revenues	<u>\$ 3,891,113</u>	<u>\$ 3,266,731</u>
Expenditures:		
Public works:		
Sewerage and flood control:		
Salaries and benefits	704,485	769,587
Per diem (Board of Commissioners)	24,200	17,378
Operating services	673,088	843,485
Materials and supplies	169,343	148,321
Intergovernmental charges	87,282	98,122
Capital outlay	<u>3,123,267</u>	<u>238,285</u>
Total expenditures	<u>\$ 4,691,565</u>	<u>\$ 1,752,498</u>
Excess of revenues over expenditures	599,548	947,345
Other financing sources:		
Sales tax refund	<u>289,447</u>	<u>-</u>
Excess of revenues and other financing sources over expenditures	888,995	947,345
Fund balance at beginning of year	<u>7,818,718</u>	<u>7,273,182</u>
Fund balance at end of year	<u>\$ 8,707,713</u>	<u>\$ 8,220,527</u>

See Notes to Financial Statements.

GRAVITY SEWERAGE DISTRICT NO. 4
OF CHICAGO'S PARISH

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND
BALANCE - GOVERNMENTAL FUNDS
Years Ended December 31, 2003 and 2002

	Total Governmental Funds	
	2003	2002
Reconciliation of the change in fund balances - total governmental funds to the change in net assets of governmental activities:		
Net change in fund balances - total governmental funds	\$ 695,650	\$ 547,145
Amounts reported for governmental activities in the statement of activities are different because:		
Governmental funds report capital outlays while governmental activities report depreciation expense to allocate those expenditures over the life of the assets:		
Capital asset purchases	1,183,067	814,395
Depreciation expense	(460,887)	(274,887)
Loss on disposal of assets	(18,322)	-
Change in net assets of governmental activities	<u>\$ 1,402,731</u>	<u>\$ 572,445</u>

See Notes to Financial Statements.

SEWAGE TREATMENT DISTRICT NO. 4
OF CALCASIEU PARISH

NOTES TO FINANCIAL STATEMENTS

1. Nature of Business

Sewage Treatment District No. 4 is a component unit of the Calcasieu Parish Police Jury responsible for maintenance of certain natural drainage laterals located in Ward 3, Calcasieu Parish.

The financial statements of the Sewage Treatment District No. 4 have been prepared in conformity with accounting principles generally accepted in the United States of America (GAAP) as applied to government units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The District applies all relevant GASB pronouncements and applicable financial accounting standards Board (FASB) pronouncements and Accounting Principles Board (APB) opinions issued on or before November 30, 1989, unless they conflict with GASB pronouncements. The District does not apply FASB pronouncements or APB opinions issued after November 30, 1989. The District's more significant accounting policies are described below.

2. Summary of Significant Accounting Policies

The accounting policies of Sewage Treatment District No. 4 of Calcasieu Parish, Louisiana, conform to accounting principles generally accepted in the United States of America as applicable to governmental units. Such accounting and reporting procedures also conform to the requirements of Louisiana Revised Statutes 24:537 and to the guides set forth in the Louisiana Municipal Audit and Accounting Guide, and to the industry audit guide, Audits of State and Local Governmental Units. The following is a summary of the more significant policies:

A. Financial Reporting Entity

The accompanying financial statements include the various activities that are within the control and authority of the Board of Commissioners of the Sewage Treatment District No. 4 of Calcasieu Parish, Louisiana. The decision to include a potential component unit in the reporting entity was made by applying the criteria set forth in Statement No. 14 of the Governmental Accounting Standards Board. This statement defines the reporting entity as the primary government and those component units for which the primary government is financially accountable. Financial accountability is defined as appointment of a voting majority of the component unit's Board, and either a) the ability to impose will by the

NOTES TO FINANCIAL STATEMENTS

primary government, or (b) the possibility that the component unit will provide a financial benefit to or impose a financial burden on the primary government.

Based on the foregoing criteria, the Gravity Drainage District No. 4 is a component unit of the Calcasieu Parish Police Jury and has no other fiscal or administrative managerial responsibility over any other governmental unit that is not included in the financial statements of the Gravity Drainage District No. 4 of Calcasieu Parish, Louisiana.

B. Change in Accounting Principles

The Gravity Drainage District No. 4 adopted the provisions of GAOB Statement 34, Basic Financial Statements - and Management's Discussion and Analysis - for State and Local Governments (Statement 34) and GAOB Statement 33, Accounting and Financial Reporting for Monoclassification Transactions (Statement 33) for the year ended December 31, 2003. Statement 34 establishes financial reporting standards for all state and local governments and related entities. Statement 33 primarily relates to presentation and disclosure requirements. This had an impact on capital assets, the presentation of net assets and the inclusion of management's discussion and analysis. Concurrent with the implementation of Statement 34, the following additional standards have been adopted: GAOB Statement 37, Basic Financial Statements and Management's Discussion and Analysis for State and Local Governments: Clarifies. This Statement amends Statement 34 to either (1) clarify certain provisions or (2) modify other provisions that the GAOB believes may have unintended consequences in some circumstances. GAOB Statement 36, Certain Financial Statement Note Disclosures. This Statement modifies, establishes and rescinds certain financial statement disclosure requirements.

C. Basis of Presentation

GOVERNMENT-WIDE FINANCIAL STATEMENTS

The government-wide financial statements (i.e., the Statement of Net Assets and the Statement of Activities) report information on all of the non-fiduciary activities of the primary government. Internal service fund activity is eliminated to avoid "doubling up" revenues and expenses.

NOTES TO FINANCIAL STATEMENTS

The Statement of Net Assets and the Statement of Activities report financial information for the District as a whole. However, the Statement of Activities reports the expense of a given function offset by program revenues directly connected with the functional program. A function is an assembly of similar activities and may include portions of a fund or summaries more than one fund to capture the expense and program revenues associated with a distinct functional activity. Program revenues include: (1) charges for services performed for individuals within the Parish and (2) state and local grants that are awarded to finance specific projects. These revenues are subject to externally imposed restrictions to those program uses. Other revenue sources not properly included with program revenues are reported as general revenues.

FUND FINANCIAL STATEMENTS

The accounts of the Gravity Sewerage District No. 4 of Calcasieu Parish are organized on the basis of funds and account group, 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, revenues and expenditures. Revenues are accounted for in these individual funds based upon the purpose for which they are to be spent and the means by which spending activities are controlled. The funds presented in the financial statements are described as follows:

GOVERNMENTAL FUNDS

Special Revenue Fund - Special Revenue Funds are used to account for all specific revenue sources that are legally restricted to expenditures for specified purposes.

B. Measurement Focus and Basis of Accounting

Measurement focus refers to what is being measured. 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 measurement made, regardless of the measurement focus applied.

NOTES TO FINANCIAL STATEMENTS

The government-wide statements are prepared using the economic resources measurement focus and the accrual basis of accounting. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Therefore, governmental fund financial statements include reconciliations with brief explanations to better identify the relationship between the government-wide statements and the statements for government funds. The primary effect of internal activity (between or within funds) has been eliminated from the government-wide financial statements.

In the fund financial statements, governmental funds are accounted for using the modified accrual basis of accounting and the current financial resources measurement focus. Under this basis, the following practices are utilized in recording revenues and expenditures:

Revenues - The governmental fund type uses a current financial resources measurement focus and is accounted for using the modified accrual basis of accounting. The revenues are recognized when susceptible to accrual, i.e., when they become measurable and available. Available means collectible within the current period or soon enough thereafter to be used to pay liabilities of the current period.

Those revenues susceptible to accrual are property taxes, intergovernmental, and interest revenues. Grant revenue is recognized when program expenditures are incurred in accordance with program guidelines. Such revenue is subject to review by the funding agency and may result in disallowance in subsequent periods.

Expenditures - Expenditures are generally recognized under the modified accrual basis of accounting when the related fund liability is incurred.

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 the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from these estimates.

NOTES TO FINANCIAL STATEMENTS

B. Budgets and Budgetary Accounting

Annually, the District 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 and taking into consideration additional expenditures which can be predetermined and estimated. All budgetary appropriations lapse at the end of each fiscal year.

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

Encumbrance accounting is not used.

F. Cash, Cash Equivalents and Investments

Cash and cash equivalents include amounts in demand deposits and U.S. Government Agency securities.

Louisiana state statutes, as stipulated in U.S. 22-1272, authorize the District to invest in United States bonds, treasury notes, or certificates, or time certificates of deposit of state banks organized under the laws of Louisiana and national banks having the principal office in the State of Louisiana. The state statutes also authorize the District to invest in any other federally insured investment, or in mutual or trust fund institutions, which are registered with the Securities and Exchange Commission under the Security Act of 1933 and the Investment Act of 1940, and which have underlying investments consisting solely of and limited to securities of the United States government or its agencies. In addition, the District is authorized to invest in the Louisiana Asset Management Pool, Inc. (LAMP), a nonprofit corporation formed by the initiative of the State Treasurer and organized under the laws of the State of Louisiana, which operates a local government investment pool. Investing is performed in accordance with investment policies complying with state statutes and those adopted by the Board of Commissioners.

NOTES TO FINANCIAL STATEMENTS

Cash and cash equivalents, which include cash, demand deposits, and U.S. Government agencies having an original maturity of three months or less from the date acquired are stated at amortized cost at December 31, 2021 and 2020. Investments, which include U.S. Government agencies, having an original maturity in excess of three months from the date acquired are stated at fair market value. LAMP investments are stated at cash which approximates fair market value and are classified as cash equivalents.

D. Capital Assets and Depreciation

The accounting and reporting treatment applied to capital assets associated with a fund are determined by their measurement basis. General capital assets are recorded as expenditures in the governmental funds and capitalized. The valuation basis for general capital assets are historical cost, or where historical cost is not available, estimated historical cost based on replacement cost. The minimum capitalization threshold is any individual item with a total cost greater than \$500.

Depreciation of capital assets is computed and recorded by the straight-line method. Estimated useful lives of the various classes of depreciable capital assets are as follows:

Buildings	15 to 40 years
Improvements, other than buildings	5 to 40 years
Furniture and fixtures	3 to 10 years
Machinery and equipment	3 to 15 years
Infrastructure	10 to 40 years

E. Vacation and Sick Leave

Substantially all employees earn five to twenty days of vacation leave each year depending on length of service with the Drainage District. Generally, vacation leave cannot be accumulated. However, vacation leave is allowed to be carried forward for the Superintendent, the Assistant Superintendent, and the Office Manager.

All Drainage District employees earn twelve and one-half hours of sick leave per month. Sick leave can be accumulated without limitation. Upon retirement, all unused sick leave is used in the retirement benefit computation as earned service.

NOTES TO FINANCIAL STATEMENTS

Upon resignation, unused sick leave is forfeited and unused vacation leave must be taken and may not be settled in cash. The amount of unused sick leave was \$141,422 and \$120,844 at December 31, 2003 and 2002, respectively. Because these liabilities will not be settled in cash, they are not included in the financial statements.

2. Total Columns on Combined Statements-Overview

Total columns on the combined statements-overview are captioned Memorandum only to indicate they are presented only to facilitate financial analysis. Data in these columns do not present financial position, results of operations, or changes in financial position in conformity with accounting principles generally accepted in the United States of America. Neither is such data comparable to a consolidation.

3. Ad Valorem Taxes and State Revenue Sharing

Ad Valorem taxes attach as an enforceable lien on property as of January 1 of each year. Taxes are levied by Calcasieu Parish around October and are actually billed to the taxpayers in November. Billed taxes become delinquent on December 31.

The parish bills and collects its property taxes using the assessed values determined by the Calcasieu Parish Tax Assessor.

Accounting principles generally accepted in the United States of America for government prescribe a modified accrual basis to be applied to property tax revenues. An assessment is made to finance the budget of a particular period and the revenue produced from any property tax assessment should be recognized in the fiscal period for which it was provided (budgeted) and for which the collections are reasonably available. Expected collections and collections of the 2003 levy are accrued as receivable and as revenue in the current year (2003). For budget purposes, property taxes collected in 2003 are designated as revenue appropriate in the 2003 budget year.

NOTES TO FINANCIAL STATEMENTS

3. Cash and Cash Equivalents

Cash and cash equivalents at December 31, 2003 were as follows:

	<u>Carrying Amount</u>	<u>Bank Balance</u>
Demand deposits-interest bearing category 1	\$ 56,069	\$ 67,194
Demand deposits-interest bearing category 2	-	-
Total demand deposits	<u>56,069</u>	<u>67,194</u>
Deposits held by LAMP	<u>726,121</u>	<u>726,121</u>
Total cash and cash equivalents	<u>\$ 782,190</u>	<u>\$ 893,315</u>

Balances at December 31, 2002 were as follows:

	<u>Carrying Amount</u>	<u>Bank Balance</u>
Demand Deposits-interest bearing category 1	\$ 180,000	\$ 100,000
Demand deposits-interest bearing category 2	<u>122,671</u>	<u>126,166</u>
Total demand deposits	<u>302,671</u>	<u>226,166</u>
Deposits held by LAMP	<u>372,843</u>	<u>372,843</u>
Total cash and cash equivalents	<u>\$ 675,514</u>	<u>\$ 599,009</u>

Cash and Demand deposits of the District are classified into three categories to give an indication of the level of risk assumed at year end. Category 1 represents those deposits insured (inclusive of FDIC) or collateralized with securities held by the District or its agent in the District's name. Category 2 represents deposits collateralized with securities held by the pledging financial institution's trust department or agent in the District's name. Category 3 represents deposits uncollateralized including any securities held for the entity but not in the District's name.

The Sewerage Drainage District No. 4 maintains Demand Deposits (cash) through local depository banks which are members of the Federal Reserve System. In accordance with an agreement with the Calcasieu Parish Police Jury, which is approved by the Board, certain funds are levied and managed by that agency.

NOTES TO FINANCIAL STATEMENTS

Deposits in excess of federally insured amounts are required by Louisiana state statute to be protected by collateral of equal market value. Authorized collateral includes general obligations of the U.S. Government, obligations issued or guaranteed by an agency established by the U.S. Government, general obligation bonds of any state of the U.S., or of any Louisiana parish, municipality or school district.

The District's bank demand deposits at year end were entirely covered by federal depository insurance or by pledge of securities owned by the financial institution in the District's name.

Deposits held by LAMP at December 31, 2003, consist of \$738,121 in the Louisiana Asset Management Pool, Inc. (LAMPI), a local government investment pool (see Summary of Significant Accounting Policies). In accordance with GASB Codification Section 138.148 the investment in LAMP at December 31, 2003, is not categorized in the three risk categories provided by GASB Codification Section 138.148 because the investment is in the pool of funds and therefore not evidenced by securities that exist in physical or book entry form. LAMP 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 1991. The corporation is governed by a board of directors comprising the State Treasurer, representatives from various organizations of local government, the Government Finance Officers Association of Louisiana, and the Society of Louisiana CGAs. Only local governments having contracted to participate in LAMP have an investment interest in its pool of assets. 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. 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 these securities. The dollar weighted average portfolio maturity of LAMP assets is restricted to not more than 90 days, and consists of no securities with a maturity in excess of 187 days. LAMP is designed to be highly liquid to give its participants immediate access to their account balances.

NOTES TO FINANCIAL STATEMENTS

4. Investments

Following are investments reported at fair market value of the District at year end and categorized to give an indication of the level of risk assumed by the District. Category 1 includes investments that are insured or registered, or for which the securities are held by the District or its agent in the name of the District. Category 2 includes uninsured and unregistered investments for which the securities are held by the financial institution's trust department or agent in the name of the District. Category 3 includes uninsured and unregistered investments for which the securities are held by the financial institution, or by its trust department or agent but not in the name of the District.

	<u>Reported Amount</u>		
	<u>Category</u>		
	<u>1</u>	<u>2</u>	<u>3</u>
December 31, 2021			
U.S. Government Agencies securities	<u>\$ 8,732,748</u>	<u>\$ -</u>	<u>\$ -</u>

	<u>Reported Amount</u>		
	<u>Category</u>		
	<u>1</u>	<u>2</u>	<u>3</u>
December 31, 2020			
U.S. Government Agencies securities	<u>\$ 8,328,282</u>	<u>\$ -</u>	<u>\$ -</u>

5. Grants Receivable

This represents the grants receivable from the following for the indicated construction projects:

	<u>2021</u>	<u>2020</u>
Calcasieu Parish Police Jury:		
Antoine Gully (Phase 2)	\$ -	\$ 28,183
State of Louisiana:		
Antoine Gully (Phase 2)	-	28,807
City of Lake Charles:		
Louis Street drainage and driveway rehabilitation	<u>-</u>	<u>433</u>
	<u>\$ -</u>	<u>\$ 43,183</u>

NOTES TO FINANCIAL STATEMENTS

6. Capital Assets

Capital asset activity for the year ended December 31, 1993, was as follows:

	Balance 1/1/93	Additions	Deletions	Balance 12/31/93
Governmental activities:				
Land	\$ 227,318	\$ -	\$ -	\$ 227,318
Buildings	47,428	1,480	-	48,908
Furniture and fixtures	25,893	-	-	25,893
Light equipment	284,849	14,000	12,000	386,849
Heavy equipment	1,066,147	262,469	47,800	1,280,816
Infrastructure	12,925,094	242,000	-	13,167,094
Construction in progress	-	512,258	-	512,258
Total at historical cost	<u>13,182,188</u>	<u>1,029,807</u>	<u>59,800</u>	<u>14,152,195</u>
Less accumulated depreciation:				
Buildings	7,066	1,241	-	8,307
Furniture and fixtures	12,000	891	-	12,891
Light equipment	173,280	28,203	12,000	189,483
Heavy equipment	917,142	48,317	12,000	953,459
Infrastructure	<u>4,287,891</u>	<u>122,822</u>	<u>-</u>	<u>4,410,713</u>
Total accumulated depreciation	<u>5,495,381</u>	<u>181,472</u>	<u>24,000</u>	<u>5,699,313</u>
Governmental activities capital assets, net	<u>\$ 7,686,807</u>	<u>\$ 848,335</u>	<u>\$ 3,500</u>	<u>\$ 8,452,882</u>

7. Retirement Benefits

Defined benefit pension plan:

Plan description:

Substantially all employees are members of the Parochial Employees' Retirement System of Louisiana. Act 139 of 1991 established this retirement system, effective January 1, 1993. A comprehensive revision of the Parochial Employees' Retirement System law became effective January 1, 1994. This retirement system is operated by a Board of Trustees, an Administrative Director, an Actuary and a Legal Advisor.

NOTES TO FINANCIAL STATEMENTS

All permanent employees of the District who work at least 24 hours a week shall become members on the date of employment. Members become entitled to receive retirement benefits after 10 years of creditable service. Eligibility to actually begin receiving benefits is a function of fulfilling the eligibility provisions of age and service.

Members with 10 years of creditable service may retire at age sixty; members with 25 years of service may retire at age fifty-five; members with 30 years of service may retire regardless of age. The retirement allowance is equal to three percent of the member's final average compensation (defined as the average of the highest consecutive 36 months) multiplied by his years of creditable service.

Act 218 of 1980 established the deferred retirement option plan (DROPP) for this retirement system. DROPP is an option for those members who have been eligible for normal retirement for one year. The plan allows the pension benefit that is accrued at that point in time to be calculated and to accumulate with the retirement system while the DROPP participant continues to work, freezing the future retirement benefit at retirement.

Funding policy:

The system is funded primarily by employer and employee contributions which are expressed as percentages of payroll. The amount of employee contributions is fixed by law. Covered employees were required by Louisiana state statute to contribute 7.5% of their salary to the plan. The District was required by the same statute to contribute 7.12% of eligible salaries. In addition, each sheriff and an officio tax collector deducts one-fourth of one percent of the aggregate amount of the tax shown to be collected by the tax roll of each respective parish (excepting Orleans and East Baton Rouge Parish) and remits the money to the system on an annual basis. The cost of operating the system is funded by a portion of the contribution.

NOTES TO FINANCIAL STATEMENTS

The District's contributions to the Parochial Employees' Retirement System of Louisiana for each of the years ending December 31, 2002, 2003 and 2004 are presented below. These contributions are equal to the required contributions for each year.

	<u>2002</u>	<u>2003</u>	<u>2004</u>
Employer's contribution	\$ 14,400	\$ 15,368	\$ 14,790
Employees' contribution	<u>42,182</u>	<u>43,111</u>	<u>43,828</u>
	<u>\$ 56,582</u>	<u>\$ 58,479</u>	<u>\$ 58,618</u>

The Parish of the District does not guarantee any benefits granted by the retirement system.

8. Employee Benefit Plan

The District maintains a medical and death benefits plan covering substantially all employees of the District. The plan is subject to the provisions of the Employee Retirement Income Security Act of 1974 (ERISA) and is funded through contributions made by the District through premiums and expenditures made by the District. Effective October 1, 2001, the District changed its medical benefit plan to provide medical benefits through a health insurance policy for which the District is responsible for the premium costs only.

The plan provides benefits that cover permanent, full-time employees of the District who choose to participate following the employee waiting period. The employee waiting period for all new employees is the first of the month following three months of full-time employment. Employees are not required to contribute to the plan in order to participate. The plan also provides continuation coverage as required by the Consolidated Omnibus Budget Reconciliation Act of 1985 (COBRA) for qualified beneficiaries who would otherwise have lost coverage under the plan.

Although it has not expressed an intent to do so, the District has the right to discontinue its contributions at any time and to terminate the plan subject to the provisions of ERISA.

NOTES TO FINANCIAL STATEMENTS

9. Bad Debts

Uncollectible accounts due for all valorem taxes are recognized as bad debts at the time information becomes available which would indicate the uncollectibility of the particular receivable. Tax revenue is shown net of the change in estimated uncollectible taxes of \$21,128.

10. Contracts Payable

This represents the amount due to contractors relating to the following construction projects:

Beard Road lateral (Phase II)	\$ 18,945
Griffith Conlee gate	<u>22,383</u>
Total	<u>\$ 41,328</u>

11. Unreserved Fund Balance Designation

The Board of Commissioners maintains their policy of designating fund balance to provide a contingency reserve of resources to respond to major equipment overhaul and replacement needs. The various pump systems of the District (with unit replacements ranging from \$300,000 to \$2,000,000 per pump and possibly involving critically short turnaround times) comprise the major objectives of this contingency designation. Total designations as December 31, 2000 are as follows:

Property tax revenue designated for subsequent year	\$ 3,915,586
Major equipment overhaul and replacement needs	<u>6,528,122</u>
	<u>\$ 10,443,708</u>

12. Conditions and Contingencies

On November 4, 1999, Gravity Drainage District No. 4 entered into a contract for Astorian Gully Phases 4 and 5 at a total cost of \$7,137,489. However, as of December 31, 1999, no expenditures have been incurred.

NOTES TO FINANCIAL STATEMENTS

13. Budget - GAAP Reporting Reconciliation

The accompanying required supplementary budgetary comparison schedule for the special revenue fund, presents comparisons of the legally adopted budget (more fully described in Note 2) with actual data on a budgetary basis. Because accounting principles applied for purposes of developing data on a budgetary basis (such basis of accounting) differ significantly from those used to present financial statements in conformity with GAAP, a reconciliation of resultant basis, timing, perspective, and entity differences in the source (adequacy) of revenues and other sources of financial resources over expenditures and other uses of financial resources for the year ended December 31, 2021 is presented on that budgetary comparison statement.

14. Schedule of Commissioners' Compensation

Commissioners:	
Jack Chalotte	\$ 4,800
Debbie Foster	4,800
Ernieck Ray	4,800
Ernest Walker	4,800
Lowell Quillary	<u>3,200</u>
Total	<u>\$ 24,000</u>

Commissioners are compensated at the rate of \$480 per month. Lowell Quillary received an additional \$320 for the month of June, 2021 that was not paid in the previous year.

15. Subsequent Events

On January 14, 2021, Gravity Drainage District No. 4 entered into a contract for drainage improvements for Oak Meadows Subdivision at a total cost of \$10,299.

16. Sales Tax Refund

Gravity Drainage District No. 4 is a governmental entity which is not subject to local sales taxes. Therefore, local sales taxes were not applicable for the construction contracts entered into with P. Miller & Sons, LLC for Woodbine Street and Antoine Quilly pump stations. The District filed suit against the Calumet Parish School Board for the taxes collected under protest. Upon litigation, the District's position was upheld. This resulted in \$298,467 in taxes previously paid under protest being refunded to the District in the year ended December 31, 2021.

GRAVITY DRAINAGE DISTRICT NO. 4
OF CALCAHUIE PARISH

REQUIRED SUPPLEMENTARY INFORMATION
December 31, 1993

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 - Special Revenue Fund (Budgetary and Actual Basis)

GRAVITY DRAINAGE DISTRICT NO. 4
OF CHICAGO'S WATER

STATEMENT OF REVENUE, EXPENDITURES AND CARRYOVER IN FUND
BALANCED (NON-GRANT ACCOUNTING BASIS) - BUDGET AND ACTUAL
Year Ended November 30, 1982

	1981		BUDGET Budgetary Basis	1982
	Budgeted Amounts			Variance With Final Budget
	Original	Final	Final	Final/Original
Revenues:				
Ad valorem taxes	\$ 1,908,000	\$ 1,908,000	\$ 1,908,000	\$ 180,000
State grants - DOTS	-	-	282,048	282,048
Local grants:				
City of Lake Charles	380,000	380,000	380,000	318,000
Chicago Park Police Jury	-	-	28,048	28,048
State revenue sharing	90,400	90,400	90,400	109,700
Interest	210,000	210,000	210,000	0,000
Proceeds from sale of assets	-	-	4,000	4,000
Miscellaneous	1,100	1,100	12,000	10,900
Total revenues	<u>3,389,500</u>	<u>3,389,500</u>	<u>3,837,152</u>	<u>508,600</u>
Expenditures:				
Salaries and benefits	701,400	701,400	700,400	0,000
Fee dues (Board of Commissioners)	24,000	24,000	24,000	18900
Operating services	580,000	580,000	671,000	210,000
Materials and supplies	170,000	170,000	100,000	40,000
Intergovernmental service charges	87,310	87,310	87,000	1,310
Capital outlay:				
Acquisition of land	24,000	24,000	-	24,000
Acquisition of right of way	0,000	0,000	000	0,000
Acquisition/improvement of buildings	1,000	1,000	1,000	(000)
Acquisition of equipment	100,000	100,000	100,000	20,000
Acquisition of vehicles	210,000	210,000	80,000	100,000
Construction	528,000	528,000	1,000,000	(500,000)
Total expenditures	<u>3,326,710</u>	<u>3,326,710</u>	<u>3,493,400</u>	<u>(166,700)</u>
Excess (deficiency) of revenues over expenditures - budget basis	<u>662,790</u>	<u>662,790</u>	<u>343,752</u>	<u>675,300</u>

(Continued on next page)

CREDITED BRIDGE DISTRICT NO. 4
OF CHARLESTON HARBOR

STATEMENT OF REVENUE, EXPENDITURES AND CHANGES IN FUND
BALANCES (NON-UNAF SECRETARY SERVICE) - BUDGET AND ACTUAL
Year Ended December 31, 2003
(Continued)

	2003		ACTUAL Budgetary Basis	2002
	Budgeted Amounts			Variance With Final Budget Possible (Unfavorable)
	Original	Final		
Other revenue sources:				
Sales tax refund	-	-	208,487	(208,487)
Appropriation of prior year fund balance	188,798	188,798	-	188,798
Excess (deficiency) of revenues and other sources over expenditures - budget basis	(218)	(218)	208,488	208,128
Fund balance at beginning of year	2,458,738	2,818,738	2,818,738	-
Fund balance at end of year	<u>2,240,520</u>	<u>2,600,520</u>	<u>2,818,451</u>	<u>2,600,128</u>

GRANTY BRANSON DISTRICT NO. 4
OF CALDWELL PARISH

STATEMENT OF REVENUE, EXPENDITURES AND DEBTS IN FUND
ENLARGED (NON-GRAP INDEPENDENT AGENTS) - BUDGET AND ACTUAL
Year Ended December 31, 2003

	2003		2002	
	Actual Amounts Budgetary Basis	Budget to BMMB Difference Cont. Funded	Actual BMMB Basis	Actual BMMB Basis
Revenues:				
Ad valorem taxes	\$ 3,808,000	\$ 3,764	\$ 3,804,236	\$ 3,808,810
State grants - DOTD	262,949	182,264	218,284	-
Total grants:				
City of Lake Charles	228,184	-	228,284	-
Caldwell Parish Police Jury	34,765	-	34,765	-
State revenue sharing	30,000	24,000	26,434	60,810
Interest	128,411	2,468	141,427	217,000
STORAGE fees sale of assets	4,262	-	4,262	7,885
Miscellaneous	22,500	-	22,000	3,000
Total revenues	<u>4,387,162</u>	<u>18,904</u>	<u>4,431,128</u>	<u>4,826,705</u>
Expenditures:				
Salaries and benefits	794,480	-	794,480	787,861
Per diem (Board of Commissioners)	24,210	-	24,210	17,070
Printing services	471,000	-	471,000	503,400
Materials and supplies	189,843	-	189,783	248,321
Intergovernmental service charges	87,280	-	87,280	48,100
Capital outlay:				
Acquisition of land	-	-	-	41,000
Acquisition of right of way	908	-	908	-
Acquisition/improvement of buildings	1,800	-	1,800	-
Acquisition of equipment	189,843	-	189,843	10,000
Acquisition of vehicles	48,838	-	48,838	80,000
Construction	<u>1,863,000</u>	<u>118,000</u>	<u>879,000</u>	<u>60,000</u>
Total expenditures	<u>4,387,612</u>	<u>118,000</u>	<u>4,486,526</u>	<u>4,758,481</u>
Excess of revenues over expenditures - budget basis				
	<u>500,550</u>	<u>70,904</u>	<u>944,602</u>	<u>668,224</u>

(Continued on next page)

GRANTY DRAINAGE DISTRICT NO. 4
OF CHICAGO'S PRISM

STATEMENT OF REVENUE, EXPENDITURES AND CHANGES IN FUND
BALANCES (NON-GRAP ACCOUNTS BASIS) - BUDGET AND ACTUAL

Year Ended December 31, 1991

(Continued)

	1991		1990	
	Actual Amounts Budgetary Basis	Budget to GRAP DIFFERENCE Over (Under)	ACTUAL GRAP Basis	ACTUAL GRAP Basis
SECRET SERVICE ACCOUNT:				
Sales tax refund	289,417	-	289,417	-
Appropriation of prior year fund balance	-	-	-	-
	289,417	-	289,417	-
Excess of revenues and SECRET account over expenditures - budget basis	589,818	182,128	691,951	549,848
Fund balance at beginning of year	<u>7,818,718</u>	<u>-</u>	<u>7,828,728</u>	<u>7,211,149</u>
FUND BALANCE at end of year	<u><u>\$ 8,408,536</u></u>	<u><u>\$ 182,128</u></u>	<u><u>\$ 8,520,679</u></u>	<u><u>\$ 7,760,997</u></u>

McELROY, QUIRK & BURCH

A Professional Corporation • Certified Public Accountants • Since 1929
808 Kelly Street • P.O. Box 3078 • Lake Charles, La. 70602-0878
507 481-1961 • Fax 507 481-6443 • Web page: www.mq-b.com

Cliff W. Frazier, CPA
Bobby Bruce Spradley, CPA
Shawn L. Chabrous, CPA, CFRE
James M. Cook, CPA, CFRE
Bobby C. Howard, CPA



Bill O. Pinks, CPA
Ann L. Chaffin, CPA
Craig E. Phipps, CPA, CFRE
Joe C. Boudinot, CPA, CFRE

Charles E. Quirk, CPA, AICPA
Clay J. Winkler, CPA, AICPA
Robert F. Cagle, CPA, AICPA
William A. Muzzey, CPA, AICPA
John L. McLean, Jr., CPA, AICPA

CPA • Certified Audit Partner
CFE • Certified Estimator
CFRE • Certified Financial Reviewer
CFP® • Certified Financial Planner

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

Board of Directors
Gravity Drainage District No. 4
of Calcasieu Parish
Lake Charles, Louisiana

We have audited the financial statements of governmental activities of the Gravity Drainage District No. 4 of Calcasieu Parish, Louisiana (District), a component unit of the Calcasieu Parish Police Jury, as of and for the year ended December 31, 2003, which comprise the District's basic financial statements and have issued our report thereon dated April 14, 2004. 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 District's 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 instance of noncompliance that is required to be reported under government auditing standards.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered the District's internal control over financial reporting in order to determine our auditing procedures for the purpose of expressing our opinion on the general purpose financial statements and not to provide assurance on the internal control over financial reporting. However, we noted certain matters, as described below, involving the internal control over financial reporting and its operation that we consider to be reportable conditions. 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 District's ability to record, process, summarize and report financial data consistent with the assertions of management in the general purpose financial statements. Reportable conditions are described in the accompanying schedule of findings and questioned costs as items 2020-21.

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 accounts that would be material in relation to the general purpose 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. However, we considered the reportable conditions reported above to be a material weakness.

This report is intended solely for the information and use of the Board of Directors, management, and state bonding agencies and pass-through entities and is not intended to be and should not be used by anyone other than those specified parties. However, under Louisiana Revised Statute 24:513, this report is distributed by the legislative auditor as a public document.

M. Barry Smith - Board

Lake Charles, Louisiana

April 14, 2024

GRAVITY SEWERAGE DISTRICT NO. 4
OF CALHOUN PARISH

SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Year Ended December 31, 2000

We have audited the financial statements of Gravity Sewerage District No. 4 of Calhoun Parish as of and for the year ended December 31, 2000, and have issued our report thereon dated April 24, 2004. 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. Our audit of the financial statements as of December 31, 2000 resulted in an unqualified opinion.

Section I - Summary of Auditor's Results

a. Report on Internal Control and Compliance Material to the Financial Statements

Internal control

Material weaknesses	<u> X </u> Yes <u> </u> No
Other conditions	<u> </u> Yes <u> X </u> No

Compliance

Compliance material to financial statements	<u> </u> Yes <u> X </u> No
---	-----------------------------------

(continued on next page)

GRAVITY BUSINESS DISTRICT NO. 4
OF COLORADO SPRINGS

SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Year Ended December 31, 2003
(Continued)

Section II - Financial Statement Findings

Internal Control Findings:

2003-01

Criteria: Effective internal control requires adequate segregation of duties among client personnel.

Condition: Because of the entity's size and the limited number of accounting personnel, it is not possible to maintain a complete segregation of duties to achieve effective internal control.

Effect: Without proper segregation of duties, errors within the financial records or fraud could go undetected.

Recommendation: To the extent cost effective, duties should be segregated and management should attempt to mitigate this weakness by supervision and review procedures.

This condition was also reported as a result of the prior year's audit.

Response: Management has responded that it does not believe that it is cost effective to employ adequate personnel to achieve an adequate level of segregation of responsibilities. Management has implemented supervision and review procedures such as review and approval of supporting documents related to expenditures and periodic review of bank reconciliations.

SEWAGE DRAINAGE DISTRICT NO. 4
OF CALHOUN COUNTY

SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Year Ended December 31, 1961

Five Year Findings

Internal Control Findings:

1961-61 Material weakness relating to inadequate segregation of duties continues to exist during the year 1961. This matter has been discussed above at item 2003-61.