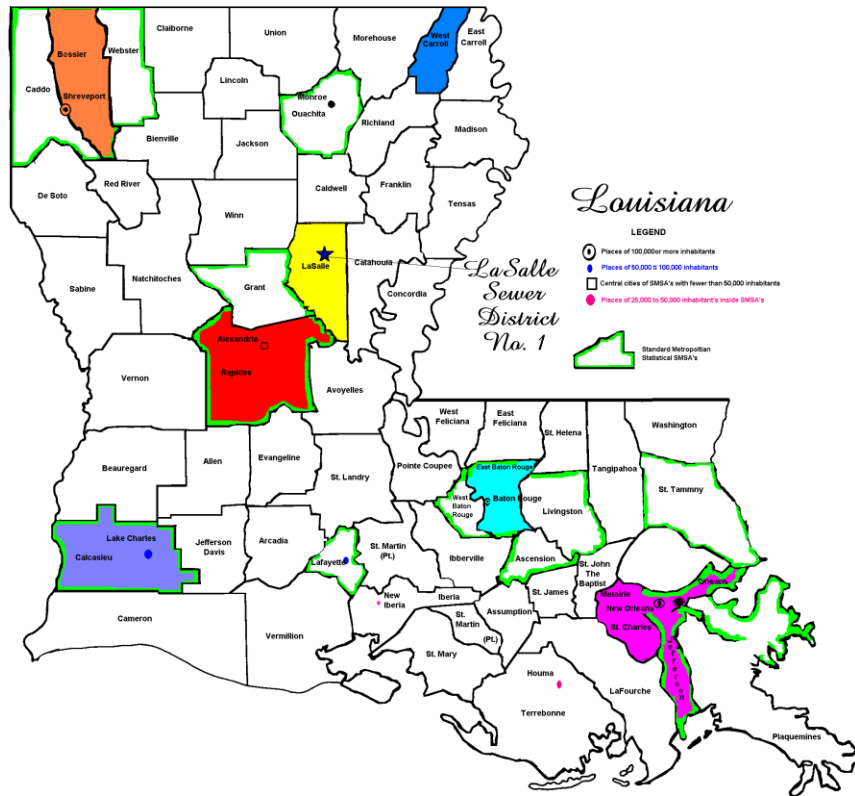


**LASALLE PARISH SEWERAGE  
DISTRICT NO. 1**

**Basic Financial Statements**

**December 31, 2022**

# LASALLE SEWERAGE DISTRICT NO. 1 TROUT, LOUISIANA



**\* LaSalle Sewerage District No. 1**

LaSalle Sewerage District No. 1 was created by the LaSalle Parish Police Jury, as authorized by Louisiana Revised Statute 33:4562. The Sewerage District is administered by a board of commissioners who are appointed by the LaSalle Parish Police Jury. The district owns and operates sewerage facilities and engages in activities designed to provide sewerage disposal to the Trout, Goodpine and Midway Communities.

**LASALLE PARISH SEWERAGE DISTRICT NO. 1  
LASALLE PARISH POLICE JURY  
TROUT, LOUISIANA**

**C O N T E N T S**

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Certified Public Accountants

Society of Louisiana  
Certified Public Accountants

Association of  
Certified Fraud Examiners

## **INDEPENDENT ACCOUNTANT'S REPORT**

LaSalle Parish Sewerage District No. 1  
Trout, Louisiana

We have reviewed the accompanying financial statements of the business-type activities of the LaSalle Parish Sewerage District No. 1, as of and for the year ended December 31, 2022, and the related notes to the financial statements, which collectively comprise the District's basic financial statements as listed in the table of contents. A review includes primarily applying analytical procedures to management's financial data and making inquiries of the management of the LaSalle Parish Sewerage District No. 1. A review is substantially less in scope than an audit, the objective of which is the expression of an opinion regarding the financial statements as a whole. Accordingly, we do not express such an opinion.

### **Management's Responsibility for the Financial Statements**

The management of the LaSalle Parish Sewerage District No. 1 is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of the financial statements that are free from material misstatement whether due to fraud or error.

### **Accountant's Responsibility**

Our responsibility is to conduct the review engagement in accordance with *Statements on Standards for Accounting and Review Services* promulgated by the Accounting and Review Services Committee of the AICPA. Those standards require us to perform procedures to obtain limited assurance as a basis for reporting whether we are aware of any material modifications that should be made to the financial statements for them to be in accordance with accounting principles generally accepted in the United States of America. We believe that the results of our procedures provide a reasonable basis for our conclusion. We are required to be independent of the LaSalle Parish Sewerage District, and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements related to our review.

### **Accountant's Conclusion**

Based on our review, we are not aware of any material modifications that should be made to the accompanying financial statements in order for them to be in accordance with accounting principles generally accepted in the United States of America.

## **Required Supplementary Information**

Accounting principles generally accepted in the United States of America require that the Management's Discussion and Analysis (MD&A) be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of the financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. The information is the representation of management. We have not audited or reviewed such required supplementary information, and, accordingly, we do not express an opinion, a conclusion, nor provide any form of assurance on it.

## **Other Information**

The Schedule of Compensation Benefits and Other Payments to Agency Head or Chief Executive Officer has not been subjected to the inquiry and analytical procedures applied in the review of the basic financial statements, but it has been compiled from information that is the representation of management. We have not audited or reviewed the supplementary information and accordingly, we do not express an opinion or provide any assurance on such supplementary information.

*The Vercher Group*

Jena, Louisiana  
June 5, 2023

**LASALLE PARISH SEWERAGE DISTRICT NO. 1  
TROUT, LOUISIANA**

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**MANAGEMENT’S DISCUSSION AND ANALYSIS**

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As management of the District, we offer readers of the LaSalle Sewage District No. 1’s financial statements, this narrative overview and analysis of the financial activities of the District for the fiscal year ended December 31, 2022. We encourage readers to consider the information presented here in conjunction with the District’s audited financial statements.

The Management’s Discussion and Analysis (MD&A) is an element of the new reporting model adopted by the Governmental Accounting Standards Board (GASB) in their Statement No. 34 Basic Financial Statements – and Management’s Discussion and Analysis – for State and Local Governments issued June 1999. Certain comparative information between the current year and the prior year is required to be presented in the MD&A.

**FINANCIAL HIGHLIGHTS**

The assets of the District exceeded its liabilities at the close of the most recent fiscal year by \$ 1,042,575 (*net position*).

The District had total revenue of \$364,056 in its enterprise fund, including interest income of \$899.

Expenses totaled \$379,299, including depreciation expense in the amount of \$73,014, which is a non-cash transaction.

The change in net position of the enterprise fund was \$(15,243).

**OVERVIEW OF THE FINANCIAL STATEMENTS**

This discussion and analysis is intended to serve as an introduction to the District’s basic financial statements. The District’s basic financial statements consist of two components: 1) fund financial statements, and 2) notes to the financial statements. This report also contains other supplementary information in addition to the basic financial statements themselves. The District is a special-purpose entity engaged in business-type and governmental activities. Accordingly, only fund financial statements are presented as the basic financial statements.

Effective, December 31, 2004, the District adopted Governmental Accounting Standards (GASB) Statement No. 34, *Basic Financial Statements – Management’s Discussion and Analysis – for State and Local Governments*.

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## MD&A

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**Table 1**  
**Balance Sheet (*Enterprise Fund*)**

The following table represents a Comparative Balance Sheet as of December 31, 2022:

<b>Assets</b>	<b>2021</b>	<b>2022</b>	<b>% Change</b>
Current Assets	\$ 406,660	\$ 463,641	14.0
Restricted Assets	38,755	40,475	4.4
Capital Assets, Net	<u>672,648</u>	<u>599,634</u>	-10.9
<b>Total Assets</b>	<u>1,118,063</u>	<u>1,103,750</u>	-1.3
 <b>Liabilities &amp; Net Position</b>			
Current Liabilities	21,490	20,700	-3.7
Current Liabilities Payable From Restricted Assets	38,755	40,475	4.4
Long-Term Liabilities	<u>-0-</u>	<u>-0-</u>	0.0
<b>Total Liabilities</b>	<u>60,245</u>	<u>61,175</u>	1.5
 <b>Net Position</b>			
Net Investment in Capital Assets	672,648	599,634	-10.9
Restricted for Debt Service	-0-	-0-	0.0
Unrestricted	<u>385,170</u>	<u>442,941</u>	15.0
<b>Total Net Position</b>	<u>1,057,818</u>	<u>1,042,575</u>	-1.4
 <b>Total Liabilities &amp; Net Position</b>	 <u>\$ 1,118,063</u>	 <u>\$ 1,103,750</u>	 -1.3

**Table 2**  
**Changes in Net Position (*Enterprise Fund*)**

The following table reflects the Comparative Statement of Revenues, Expenses, and Changes in Net Position for the year ended December 31, 2022:

	<b>2021</b>	<b>2022</b>	<b>% Change</b>
<b>Revenues</b>			
Operating Revenues	\$ 377,340	\$ 363,157	-3.8
Non-Operating Revenues	<u>1,257</u>	<u>899</u>	-28.5
<b>Total Revenues</b>	<u>378,597</u>	<u>364,056</u>	-3.8
 <b>Expenses</b>			
Operating Expenses	364,937	379,299	3.9
Non-Operating Expenses	<u>-0-</u>	<u>-0-</u>	0.0
<b>Total Expenses</b>	<u>364,937</u>	<u>379,299</u>	3.9
 <b>Increase (Decrease) in Net Position</b>	 13,660	 (15,243)	 -211.6
 <b>Prior Period Adjustment</b>	 8,651	 -0-	 0.0
 <b>Beginning Net Position</b>	 <u>1,035,507</u>	 <u>1,057,818</u>	 2.2
<b>Ending Net Position</b>	<u>\$ 1,057,818</u>	<u>\$ 1,042,575</u>	-1.4

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## MD&A

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### CAPITAL ASSETS

#### *Capital Assets*

At December 31, 2022, the District had \$599,634 invested in a broad range of capital assets, including the sewer system, leasehold improvements, and equipment. This amount represents a net decrease (including additions, deductions, and depreciation) of \$73,014, or -10.9% from last year.

#### Capital Assets at Year-End

	<u>2021</u>	<u>2022</u>
Sewer System, Machinery & Equipment	\$ 3,331,035	\$ 3,331,035
Accumulated Depreciation	(2,658,387)	(2,731,401)
<b>Total Capital Assets, Net</b>	<u>\$ 672,648</u>	<u>\$ 599,634</u>

### USING THIS ANNUAL REPORT

The District's annual report consists of financial statements that show information about the District's fund, an enterprise fund.

Our accountant has provided limited assurance in his independent accountant's report, located immediately preceding this Management's Discussion and Analysis. Varying degrees of assurance are being provided by the accountant regarding the other information included in this report. A user of this report should read the independent accountant's report carefully to ascertain the level of assurance being provided for each of the other parts of this report.

### CONTACTING THE SEWER DISTRICT'S FINANCIAL MANAGEMENT

Our financial report is designed to provide our citizens, taxpayers, and creditors with a general overview of the LaSalle Sewerage District No. 1's finances and to show the District's accountability for the money it receives. If you have questions about this report or wish to request additional financial information, contact the Sewerage District, PO Box 1, Trout, Louisiana 71371, telephone number (318) 992-4777.



## **Basic Financial Statements**

**LASALLE PARISH SEWERAGE DISTRICT NO. 1  
TROUT, LOUISIANA**

**Statement of Net Position  
December 31, 2022**

	<b>ENTERPRISE FUND</b>
<b>ASSETS</b>	
<b>CURRENT ASSETS</b>	
Cash & Cash Equivalents	\$ 276,788
Investments	85,303
Receivables (Net of Allowances for Uncollectable)	101,550
<b>TOTAL CURRENT ASSETS</b>	<b>463,641</b>
<b>NON-CURRENT ASSETS</b>	
Restricted Cash	40,475
Capital Assets (Net of Accumulated Depreciation)	599,634
<b>TOTAL NON-CURRENT ASSETS</b>	<b>640,109</b>
<b>TOTAL ASSETS</b>	<b>1,103,750</b>
<b>LIABILITIES</b>	
<b>CURRENT LIABILITIES</b>	
Accounts Payable	9,426
Accrued Wage/Payroll Taxes Payable	2,931
Accrued Compensated Absences	5,934
Deduction from Ad Valorem Tax	2,409
<b>TOTAL CURRENT LIABILITIES</b>	<b>20,700</b>
<b>LIABILITIES PAYABLE FROM RESTRICTED ASSETS</b>	
Customer Deposits	40,475
<b>TOTAL LIABILITIES PAYABLE FROM RESTRICTED ASSETS</b>	<b>40,475</b>
<b>NON-CURRENT LIABILITIES</b>	
<b>TOTAL NON-CURRENT LIABILITIES</b>	<b>-0-</b>
<b>TOTAL LIABILITIES</b>	<b>61,175</b>
<b>NET POSITION</b>	
Net Investment in Capital Assets	599,634
Unrestricted	442,941
<b>TOTAL NET POSITION</b>	<b>\$ 1,042,575</b>

See accompanying notes and independent accountant's review report.

**LASALLE PARISH SEWERAGE DISTRICT NO. 1  
TROUT, LOUISIANA**

**Statement of Revenues, Expenses, & Changes in Net Position  
December 31, 2022**

	<b>ENTERPRISE FUND</b>
<b>OPERATING REVENUES</b>	
Service Charge	\$ 300,341
Ad Valorem Tax	62,816
Miscellaneous Revenue	-0-
<b>TOTAL OPERATING REVENUES</b>	<b>363,157</b>
 <b>OPERATING EXPENSES</b>	
Cost of Sales & Services	182,145
Administration	124,140
Depreciation	73,014
<b>TOTAL OPERATING EXPENSES</b>	<b>379,299</b>
 <b>OPERATING INCOME (LOSS)</b>	<b>(16,142)</b>
 <b>NON-OPERATING REVENUES (EXPENSES)</b>	
Interest Earnings	899
<b>TOTAL NON-OPERATING REVENUES (EXPENSES)</b>	<b>899</b>
 <b>CHANGE IN NET POSITION</b>	<b>(15,243)</b>
 <b>TOTAL NET POSITION - BEGINNING</b>	<b>1,057,818</b>
<b>TOTAL NET POSITION - ENDING</b>	<b>\$ 1,042,575</b>

See accompanying notes and independent accountant's review report.

**LASALLE PARISH SEWERAGE DISTRICT NO. 1  
TROUT, LOUISIANA**

**Statement of Cash Flows  
Year Ended December 31, 2022**

	<b>ENTERPRISE FUND</b>
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>	
Receipts from Customers & Users	\$ 296,618
Receipts from Ad Valorem Taxes	60,407
Receipts from Other Operating	-0-
Payments to Suppliers	(181,668)
Payments to Employees	(123,688)
<b>NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES</b>	<b>51,669</b>
<b>CASH FLOWS FROM CAPITAL &amp; RELATED FINANCING ACTIVITIES</b>	
Acquisition and Construction of Capital Assets	-0-
Additions of Long-Term Debt	-0-
Interest Expense	-0-
Principal Payment on Long-Term Debt	-0-
<b>NET CASH PROVIDED (USED) BY CAPITAL &amp; RELATED FINANCING ACTIVITIES</b>	<b>-0-</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>	
Interest Earnings	899
<b>NET CASH PROVIDED (USED) BY INVESTING ACTIVITIES</b>	<b>899</b>
<b>NET INCREASE (DECREASE) IN CASH &amp; CASH EQUIVALENTS</b>	<b>52,568</b>
<b>CASH - BEGINNING OF YEAR</b>	<b>264,695</b>
<b>CASH - END OF YEAR</b>	<b>\$ 317,263</b>
<b>RECONCILIATION TO BALANCE SHEET</b>	
Cash and Cash Equivalents	276,788
Restricted Cash	40,475
<b>TOTAL CASH &amp; CASH EQUIVALENTS</b>	<b>\$ 317,263</b>

See accompanying notes and independent accountant's review report.

**LASALLE PARISH SEWERAGE DISTRICT NO. 1  
TROUT, LOUISIANA**

**Statement of Cash Flows  
Year Ended December 31, 2022**

**Reconciliation**

**RECONCILIATION OF OPERATING INCOME TO NET CASH  
PROVIDED (USED) BY OPERATING ACTIVITIES**

Operating Income (Loss)	\$ <u>(16,142)</u>
Depreciation Expense	73,014
(Increase) Decrease in Accounts Receivable	(3,723)
Increase (Decrease) in Accounts Payable	(678)
Increase (Decrease) in Accrued Wage/Payroll Taxes Payable	452
Increase (Decrease) in Accrued Compensated Absences	(565)
Increase (Decrease) in Deduction From Ad Valorem Tax	(2,409)
Increase (Decrease) in Customer Deposits	<u>1,720</u>
<b>TOTAL ADJUSTMENTS</b>	<u>67,811</u>
<b>NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES</b>	<u>51,669</u>

**LISTING OF NONCASH INVESTING, CAPITAL, & FINANCIAL ACTIVITIES**

Contributions of Capital Assets From Government	\$ <u><u>-0-</u></u>
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See accompanying notes and independent accountant's review report.

**Notes to the Basic  
Financial Statements**

**LASALLE PARISH SEWERAGE DISTRICT NO. 1  
TROUT, LOUISIANA**

**NOTES TO THE BASIC FINANCIAL STATEMENTS**

**1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

LaSalle Sewerage District No. 1 was created by the LaSalle Parish Police Jury, as authorized by Louisiana Revised Statute 33:4562. The Sewerage District is administered by a board of five commissioners who are appointed by the LaSalle Parish Police Jury. The district owns and operates sewerage facilities and engages in activities designed to provide sewerage disposal to the Trout, Goodpine, and Midway Communities.

For financial reporting purposes the District is a component unit of the LaSalle Parish Police Jury, the governing body of the parish. The accompanying financial statements present financial information only on the funds and account groups maintained by LaSalle Sewerage District No. 1 and do not present information on the Police Jury and the general government services provided by that governmental unit or any of its other component units.

**A. GOVERNMENT-WIDE & FUND FINANCIAL STATEMENTS**

The government-wide financial statements (i.e., the Statement of Net Position and the Statement of Changes in Net Position) report information on all of the nonfiduciary activities of the primary government and its component units. For the most part, the effect of interfund activity has been removed from these statements. Governmental activities, which normally are supported by taxes and intergovernmental revenues, are reported separately from business-type activities, which rely to a significant extent on fees and charges for support. Likewise, the primary government is reported separately from certain legally separate component units for which the primary government is financially accountable.

Separate financial statements are provided for governmental funds, proprietary funds, and fiduciary funds, even though the latter are excluded from the government-wide financial statements. Major individual governmental funds and major individual enterprise funds are reported as separate columns in the fund financial statements.

**B. MEASUREMENT FOCUS, BASIS OF ACCOUNTING, & FINANCIAL STATEMENT PRESENTATION**

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting, as are the proprietary fund and fiduciary fund financial statements. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

**LASALLE PARISH SEWERAGE DISTRICT NO. 1  
TROUT, LOUISIANA**

**NOTES TO THE BASIC FINANCIAL STATEMENTS  
(CONTINUED)**

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the government considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences and claims and judgments, are recorded only when payment is due.

Property taxes, franchise taxes, licenses, and interest associated with the current fiscal period are all considered to be susceptible to accrual and so have been recognized as revenues of the current fiscal period. All other revenue items are considered to be measurable and available only when cash is received by the government.

The municipality reports the following major proprietary funds:

- Sewer Fund – The Enterprise Fund is the municipality’s primary operating fund. It accounts for all financial resources of the general government, except those required to be accounted for in another fund.

As a general rule the effect of interfund activity has been eliminated from the government-wide financial statements. Exceptions to this general rule are payments-in-lieu of taxes and other charges between the government’s enterprise operations. Elimination of these charges would distort the direct costs and program revenues reported for the various functions concerned.

Amounts reported as program revenues include 1) charges to customers or applicants for goods, services, or privileges provided, 2) operating grants and contributions, and 3) capital grants and contributions, including special assessments. Internally dedicated resources are reported as general revenues rather than as program revenues. Likewise, general revenues include all taxes.

Proprietary funds distinguish operating revenues and expenses from nonoperating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund’s principal ongoing operations. The principal operating revenues are utility billings. Operating expenses for enterprise funds include the cost of sales and services, administrative expenses, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.



**LASALLE PARISH SEWERAGE DISTRICT NO. 1  
TROUT, LOUISIANA**

**NOTES TO THE BASIC FINANCIAL STATEMENTS  
(CONTINUED)**

**C. EQUITY CLASSIFICATIONS**

In the government-wide financial statements, equity is classified as Net Position and displayed in three components as applicable. The components are as follows:

Net Investment in Capital Assets - Capital assets including restricted capital assets, when applicable, net of accumulated depreciation.

Restricted Net Position - Net position with constraints placed on their use either by (1) external groups such as creditors, grantors, contributors, or laws or regulations of other governments or (2) law through constitutional provisions or enabling legislation.

Unrestricted Net Position - All other net positions that do not meet the definition of “restricted” or “net investment” in capital assets.

When an expense is incurred for the purposes for which both restricted and unrestricted net position is available, management applies restricted resources first. The policy concerning which to apply first varies with the intended use and legal requirements. The decision is typically made by management at the incurrence of the expense.

**D. CASH & INVESTMENTS – (C.D.’S IN EXCESS OF 90 DAYS)**

***Custodial Credit Risk***

Custodial credit risk for deposits is the risk that, in the event of the failure of a depository financial institution, the government will not be able to recover its deposits. Under state law, these deposits (or the resulting bank balances) must be secured by federal deposit insurance, or the pledge of securities owned by the fiscal agent bank. The market value of the pledged securities plus the federal deposit insurance must at all times equal the amount on deposit with the fiscal agent.

These securities are held in the name of the pledging fiscal agent bank in a holding or custodial bank that is mutually acceptable to both parties.

Louisiana Revised Statute 39:1229 imposes a statutory requirement on the custodial bank to advertise and sell the pledged securities within 10 days of being notified by the Entity that the fiscal agent bank has failed to pay deposit funds upon demand. Further, Louisiana Revised Statute 39:1224 states that securities held by a third party shall be deemed to be held in the Entity’s name.

**LASALLE PARISH SEWERAGE DISTRICT NO. 1  
TROUT, LOUISIANA**

**NOTES TO THE BASIC FINANCIAL STATEMENTS  
(CONTINUED)**

***Deposits***

It is the District’s policy for deposits to be 100% secured by collateral at market or par, whichever is lower, less the amount of the Federal Deposit Insurance Corporation insurance. The District’s deposits are categorized to give an indication of the level of risk assumed by the District at year end. The categories are describes as follows:

- **Category 1** – Insured or collateralized with securities held by the District or by its agent in the District’s name.
- **Category 2** – Collateralized with securities held by the pledging financial institution’s trust department or agent in the District’s name.
- **Category 3** – Uncollateralized.

<u>Bank</u>	<u>Bank Balance At 12/31/2022</u>
Southern Heritage Bank	\$ <u>402,820</u>

Amounts on deposit are secured by the following pledges:

<u>Description</u>	<u>Southern Heritage Market Value</u>
FDIC (Category 1)	\$ 351,478
Securities (Category 2)	108,986
<b>Total</b>	<b>\$ <u>460,464</u></b>

All deposits were fully secured as of December 31, 2022.

For purposes of the Statement of Net Position, cash and interest-bearing deposits include all demand accounts, savings accounts, and certificates of deposit of LaSalle Parish Sewerage District 1. For the purpose of the proprietary fund Statement of Cash Flows, “Cash and Cash Equivalents” include all demand savings accounts and certificates of deposit under 90 days.

**E. INVENTORIES**

Inventories of materials and supplies are considered to be expenditures at the time purchased. Amounts on hand at the financial statement date are considered immaterial and therefore not included on the statements of assets and liabilities.

**F. CAPITAL ASSETS**

Capital assets, which include property, plant, equipment, and infrastructure assets, are reported in the applicable columns in the basic financial statements. Capital assets are capitalized at historical cost. The entity maintains a threshold level of \$1,500 or more for capitalizing capital assets.

**LASALLE PARISH SEWERAGE DISTRICT NO. 1  
TROUT, LOUISIANA**

**NOTES TO THE BASIC FINANCIAL STATEMENTS  
(CONTINUED)**

All fixed assets are recorded at cost and are depreciated using the straight-line method over the following useful lives:

<b>Description</b>	<b>Estimated Lives</b>
Water System & Building	40-50 years
Vehicles	7 years
Equipment	5-7 years

**G. ACCOUNTS RECEIVABLE & ALLOWANCES FOR BAD DEBTS**

Uncollectable amounts due for customers' utility receivables are recognized as bad debts through the establishment of an allowance account at the time information becomes available which would indicate the uncollectable of the receivable. Below is a summary of accounts receivable and allowance for bad debts by funds:

*Proprietary-*

Accounts Receivable	\$ 23,364
Ad Valorem Tax Receivable	78,186
<b>Total Receivables</b>	<b>\$101,550</b>

**H. AD VALOREM TAXES**

The LaSalle Parish Sewerage District No. 1 levies taxes on real and business personal property located within its boundaries. The LaSalle Parish Sheriff bills and collects property taxes.

**Property Tax Calendar**

Assessment Date	January 1
Levy Date	No Later Than June 1
Tax Bills Mailed	On Or About October 15
Total Taxes Are Due	December 31
Penalties And Interest Are Added	January 1
Lien Date	January 1

The following is a summary of authorized and levied ad valorem taxes:

	<b>Authorized Millage</b>	<b>Levied Millage</b>	<b>Expiration Date</b>	<b>Total Tax</b>
Sewerage District	11.78	11.78	December 31	\$74,436

**LASALLE PARISH SEWERAGE DISTRICT NO. 1  
TROUT, LOUISIANA**

**NOTES TO THE BASIC FINANCIAL STATEMENTS  
(CONTINUED)**

**2. RESTRICTED ASSETS - PROPRIETARY FUND TYPES**

At December 31, 2022, restricted assets for the proprietary fund were applicable to the following:

Customers' Deposit	\$39,056
Customer Deposit Savings	12,286
<b>Total</b>	<b>\$51,342</b>

**3. CHANGES IN FIXED ASSETS – PROPRIETARY FUNDS**

A summary of proprietary fund type property, plant and equipment at December 31, 2022:

	<b>Beginning Balance</b>	<b>Additions</b>	<b>Deletions</b>	<b>Ending Balance</b>
System (Cost)	\$ 3,331,035	\$ -0-	\$ -0-	\$ 3,331,035
Less Allowance for Depreciation	(2,658,387)	-0-	-0-	(2,731,401)
<b>Net Plant</b>	<b>\$ 672,648</b>	<b>\$ -0-</b>	<b>\$ -0-</b>	<b>\$ 599,634</b>

**4. ACCOUNTS PAYABLE**

The payables of \$20,788 at December 31, 2022, were as follows:

Accounts Payable	\$ 9,426
Accrued Wages/Payroll Taxes Payable	2,931
Accrued Absences	5,934
Deduction from Ad Valorem Tax	2,409
<b>Total</b>	<b>\$ 20,700</b>

**5. BOARD MEMBERS**

The following is a list of board members for the year ended December 31, 2022:

John Jenkins- Chairman  
Johnny Beard  
Danny Brown Jr.  
Derick Lee  
Cliff Smith

Board members are each paid \$80 per meeting when present.

**LASALLE PARISH SEWERAGE DISTRICT NO. 1  
TROUT, LOUISIANA**

**NOTES TO THE BASIC FINANCIAL STATEMENTS  
(CONTINUED)**

**6. USE OF ESTIMATES**

The preparation of financial statements in conformity with generally accepted accounting principles 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 those estimates.

**7. ACCRUED SICK LEAVE AND VACATION**

The following is a summary of changes in compensated absences payable at December 31, 2022:

		<u>Current</u>		<u>Noncurrent</u>		<u>Total</u>
Beginning of year	\$	4,805	\$	-0-	\$	4,805
Additions/(Retirements)		<u>1,129</u>		<u>-0-</u>		<u>1,129</u>
<b>End of year</b>	<b>\$</b>	<b><u>5,934</u></b>	<b>\$</b>	<b><u>-0-</u></b>	<b>\$</b>	<b><u>5,934</u></b>

The accrued sick leave and vacation is as follows:

<u>Employee</u>	<u>Amount</u>
Charles Smith	\$ 4,448
Aubrey Brown	629
Deborah Smith	482
Brenda Jackson	375
Devin Cotton	<u>-0-</u>
<b>Total Accrued Sick Leave &amp; Vacation</b>	<b>\$ <u>5,934</u></b>

**8. LITIGATION**

The District had no outstanding judgments or pending litigations as of December 31, 2022.

**9. RETIREMENT PLANS**

The system does not offer its employees a retirement plan. All employees are in the social security system.

**LASALLE PARISH SEWERAGE DISTRICT NO. 1  
TROUT, LOUISIANA**

**NOTES TO THE BASIC FINANCIAL STATEMENTS  
(CONTINUED)**

**10. SEWER RATES**

The District's current sewer rates are as follows:

<i>Residential</i>	\$ 18.00 per month flat rate plus \$5.00 for each 1,000 gallons of water
<i>Commercial</i>	\$ 50.00 per month flat rate plus \$5.00 for each 1,000 gallons of water
<i>Industrial</i>	\$ 150.00 per month flat rate plus \$5.00 for each 1,000 gallons of water

**11. JOINT VENTURE WITH TOWN OF JENA**

The Town of Jena owns and maintains the sewer treatment plant that processes the District's sewerage. The Town of Jena charges the District 1/3 of the operation and maintenance costs of the sewer plant.

**12. SUBSEQUENT EVENTS**

Management has evaluated events and transactions subsequent to the Statement of Net Position date through, June 5, 2023, of the independent auditor's report for potential recognition or disclosure in the financial statements. The following item is reported as a subsequent event.

**Other Supplemental Schedules**

**LASALLE PARISH SEWERAGE DISTRICT NO. 1  
TROUT, LOUISIANA**

**Schedule of Compensation Benefits and Other Payments  
to Agency Head or Chief Executive Officer  
For the Year Ended December 31, 2022**

LaSalle Parish Sewerage District No. 1  
John Jenkins-Chairman

<u>Purpose</u>	<u>Amount</u>
Salary	\$ 960
Benefits-Insurance	-0-
Benefits-Retirement	-0-
Benefits (List any other here)	-0-
Car Allowance	-0-
Vehicle Provided by Government	-0-
Per Diem	-0-
Reimbursements	-0-
Travel	-0-
Registration Fees	-0-
Conference Travel	-0-
Continuing Professional Education Fees	-0-
Housing	-0-
Un-vouchered Expenses*	-0-
Special Meals	\$ -0-

\*An example of an un-vouchered expense would be a travel advance.

See independent accountant's report



## **Other Reports**

**LASALLE PARISH SEWERAGE DISTRICT NO. 1  
TROUT, LOUISIANA**

**MANAGEMENT LETTER COMMENTS**

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During the course of our review, we observed conditions and circumstances that may be improved. Below are findings noted for improvement and our recommendation for improvement.

**CURRENT YEAR MANAGEMENT LETTER COMMENTS**

No comments.

**LASALLE PARISH SEWERAGE DISTRICT NO. 1  
TROUT, LOUISIANA**

**MANAGEMENT'S SUMMARY  
OF PRIOR YEAR FINDINGS**

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Legislative Auditor  
State of Louisiana  
Baton Rouge, Louisiana 70804-9397

The management of the LaSalle Parish Sewerage District No. 1 has provided the following action summaries relating to audit findings brought to their attention as a result of their financial review for the year ended December 31, 2021.

**PRIOR YEAR FINDINGS**

No prior findings identified.

John R. Vercher C.P.A.  
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David R. Vercher M.B.A., C.P.A., C.F.E.  
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## **THE VERCHER GROUP**

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### MEMBERS

American Institute of  
Certified Public Accountants

Society of Louisiana  
Certified Public Accountants

Association of  
Certified Fraud Examiners

### **INDEPENDENT ACCOUNTANT'S REPORT ON APPLYING AGREED-UPON PROCEDURES**

To the LaSalle Sewerage District No. 1

We have performed the procedures included in the *Louisiana Government Audit Guide* and enumerated below, which were agreed to by the management of the LaSalle Sewerage District No. 1 and the Legislative Auditor, State of Louisiana, solely to assist the users in evaluating management's assertions about the LaSalle Sewerage District No. 1's compliance with certain laws and regulations during the year ended December 31, 2022, included in the accompanying *Louisiana Attestation Questionnaire*. This agreed-upon procedures engagement was performed in accordance with standards established by the American Institute of Certified Public Accountants and applicable standards of *Government Auditing Standards*. The sufficiency of these procedures is solely the responsibility of the specified users of the report. Consequently, we make no representation regarding the sufficiency of the procedures described below whether for the purpose for which this report has been requested or for any other purpose.

#### *Public Bid Law*

1. Obtain documentation for all expenditures made during the year for materials and supplies exceeding \$30,000, and public works exceeding \$250,000. Compare the documentation for these expenditures to Louisiana Revised Statute (R.S.) 39:1551-39:1775 (the state procurement code) or R.S. 38:2211-2296 (the public bid law), whichever is applicable; and report whether the expenditures were made in accordance with these laws.

\*During our review of expenditures, we found no such expenditures.

#### *Code of Ethics for Public Officials and Public Employees*

2. Obtain a list of the immediate family members of each board member as defined by R.S. 42:1101-1124 (the ethics law).

\*Management provided us with the requested information.

3. Obtain a list of all employees paid during the fiscal year.

\*Management provided us with the requested information.

4. Report whether any employees' names appear on both lists obtained in Procedures 2 and 3.

\*None of the employees included on the list of employees provided by management [agreed-upon

procedure (3)] appeared on the list provided by management in agreed-upon procedure (2).

5. Obtain a list of all disbursements made during the year; and a list of outside business interests of board members, employees, and board members' and employees' immediate families. Report whether any vendors appear on both lists.

\*Management provided the requested information. None of the businesses of board members, employees, and board members' and employees' immediate families appeared as vendors on the list of disbursements.

### *Budgeting*

6. Obtain a copy of the legally adopted budget and all amendments.

\*The District is an enterprise fund and budgeting are not required. The District prepares a budget on its operations on a governmental fund basis and therefore is not comparable to the financial statements on an enterprise fund basis.

7. Trace documentation for the adoption of the budget and approval of any amendments to the minute book, and report whether there are any exceptions.

\*Not applicable.

8. Compare the revenues and expenditures of the final budget to actual revenues and expenditures. Report whether actual revenues failed to meet budgeted revenues by 5% or more, and whether actual expenditures exceeded budgeted amounts by 5% or more. (For agencies that must comply with the Licensing Agency Budget Act only, compare the expenditures of the final budget to actual expenditures, and report whether actual expenditures exceeded budgeted amounts by 10% or more per category or 5% or more in total).

\*Not applicable.

### *Accounting and Reporting*

9. Obtain the list of all disbursements made during the fiscal year. Randomly select six disbursements and obtain documentation from management for these disbursements. Compare the selected disbursements to the supporting documentation, and:

(a) Report whether the six disbursements agree to the amount and the payee in the supporting documentation.

\*We examined supporting documentation for the six selected documents, and they all agreed.

(b) Report whether the six disbursements were coded to the correct fund and general ledger account.

\*All of the payments were properly coded to the correct fund and correct general ledger account.

(c) Report whether the six disbursements were approved in accordance with management's policies and procedures.

\*All disbursements were approved in accordance with management's policies and procedures.

### *Meetings*

10. Obtain evidence from management to support that agendas for meetings recorded in the minute book were posted or advertised as required by R.S. 42:11 through 42:28 (the open meetings law); and report whether there are any exceptions.

\*Discussions with the clerk and our review of the minutes found that the agendas for the meetings were posted.

### *Debt*

11. Obtain bank deposit slips for the fiscal year and scan the deposit slips in order to identify and report whether there are any deposits that appear to be proceeds of bank loans, bonds, or like indebtedness. If any such proceeds are identified, obtain from management evidence of approval by the State Bond Commission, and report any exceptions.

\*The District did not enter into any long-term debt this fiscal year.

### *Advances and Bonuses*

12. Obtain the list of payroll disbursements and meeting minutes of the governing board, if applicable. Scan these documents to identify and report whether there are any payments or approval of payments to employees that may constitute bonuses, advances, or gifts.

\*We inspected payroll records and minutes for the year and noted no instances which would indicate payments to employees that constitute bonuses, advances, and gifts.

### *State Audit Law*

13. Report whether the agency provided for a timely report in accordance with R.S. 24:513.

\*The District's report is due on June 30, 2023, and was submitted in a timely manner.

14. Inquire of management and report whether the agency entered into any contracts that utilized state funds as defined in R.S. 39:72.1 A. (2); and that were subject to the public bid law (R.S. 38:2211, et seq.), while the agency was not in compliance with R.S. 24:513 (the audit law).

\*The District did not enter into any new contracts this fiscal year.

### *Prior-Year Comments*

15. Obtain and report management's representation as to whether any prior-year suggestions, exceptions, recommendations, and/or comments have been resolved.

\*Our report dated June 2, 2022, did not have any prior-year suggestions, exceptions, recommendations, and/or comments.

We were not engaged to, and did not perform an examination, the objective of which would be the expression of an opinion on management's assertions. Accordingly, we do not express such an opinion. Had we performed additional procedures, other matters might have come to our attention that would have been reported to you.

This report is intended solely for the use of management of the LaSalle Sewerage District No. 1 and the Legislative Auditor, State of Louisiana, and should not be used by those who have not agreed to the procedures and taken responsibility for the sufficiency of the procedures for their purposes. Under Louisiana Revised Statute 24:513, this report is distributed by the Legislative Auditor as a public document.

*The Vercher Group*

Jena, Louisiana

June 5, 2023

**LaSalle Parish Sewerage District No. 1**  
**LOUISIANA ATTESTATION QUESTIONNAIRE**

**The Vercher Group**

A Professional Group of  
Certified Public Accountants  
P.O. Box 1608  
Jena, Louisiana 71342  
Tel: (318) 992-6348  
Fax: (318) 992-4374

In connection with your review of our financial statements as of December 31, 2022, and for the year then ended, and as required by Louisiana Revised Statute 24:513 and the *Louisiana Governmental Audit Guide*, we make the following representations to you. We accept full responsibility for our compliance with the following laws and regulations and the internal controls over compliance with such laws and regulations. We have evaluated our compliance with the following laws and regulations prior to making these representations.

These representations are based on the information available to us as of June 5, 2023, (date of completion/representations).

**Public Bid Law**

It is true that we have complied with the public bid law, LSA-RS Title 38:2212, and, where applicable, the regulations of the Division of Administration, State Purchasing Office.

Yes [  ] No [  ]

**Code of Ethics for Public Officials and Public Employees**

It is true that no employees or officials have accepted anything of value, whether in the form of a service, loan, or promise, from anyone that would constitute a violation of LSA-RS 42:1101-1124.

Yes[] No[]

It is true that no member of the immediate family of any member of the governing authority, or the chief executive of the governmental entity, has been employed by the governmental entity after April 1, 1980, under circumstances that would constitute a violation of LSA-RS 42:1119.

Yes [  ] No [  ]

**Budgeting**

We have complied with the state budgeting requirements of the Local Government Budget Act (LSA-RS 39:1301-14) or the budget requirements of LSA-RS 39:34.

Yes [  ] No [  ]

**Accounting and Reporting**

All non-exempt governmental records are available as a public record and have been retained for at least three years, as required by LSA-RS 44:1, 44:7, 44:31, and 44:36.

Yes [  ] No [  ]



We have filed our annual financial statements in accordance with LSA-RS 24:514, 33:463, and/or 39:92, as applicable.

YesNo[ ]

We have had our financial statements reviewed in accordance with RS 24:513.

Yes [  ] No [ ]

We have complied with R.S. 24:513 A. (3) regarding disclosure of compensation, reimbursements, benefits and other payments to the agency head, political subdivision head, or chief financial officer.

Yes [  ] No [ ]

**Meetings**

We have complied with the provisions of the Open Meetings Law, provided in RS 42:1 through 42:12.

Yes [  ] No [ ]

**Debt**

It is true we have not incurred any indebtedness, other than credit for 90 days or less to make purchases in the ordinary course of administration, nor have we entered into any lease-purchase agreements, without the approval of the State Bond Commission, as provided by Article VII, Section 8 of the 1974 Louisiana Constitution, Article VI, Section 33 of the 1974 Louisiana Constitution, and LSA-RS 39:1410.60.

Yes [  ] No [ ]

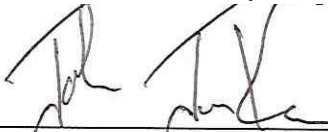
**Advances and Bonuses**

It is true we have not advanced wages or salaries to employees or paid bonuses in violation of Article VII, Section 14 of the 1974 Louisiana Constitution, LSA-RS 14:138, and AG opinion 79-729.

Yes [  ] No [ ]

We have disclosed to you all known noncompliance of the foregoing laws and regulations, as well as any contradictions to the foregoing representations. We have made available to you documentation relating to the foregoing laws and regulations.

We have provided you with any communications from regulatory agencies or other sources concerning any possible noncompliance with the foregoing laws and regulations, including any communications received between the end of the period under examination and the issuance of this report. We acknowledge our responsibility to disclose to you any known noncompliance which may occur subsequent to the issuance of your report.

Signed: 

Title: Supervisor Chairman