

**Terrebonne Levee and Conservation District**  
**Houma, Louisiana**

Annual Financial Report

Year Ended June 30, 2024

Terrebonne Levee and Conservation District  
Annual Financial Report  
Year Ended June 30, 2024

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**Martin  
and  
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## **INDEPENDENT AUDITOR'S REPORT**

Board of Commissioners  
Terrebonne Levee and Conservation District  
Houma, Louisiana

### **Report on the Audit of the Financial Statements**

#### ***Opinion***

We have audited the financial statements of the governmental activities and each major fund of the Terrebonne Levee and Conservation District (the District), a component unit of the Terrebonne Parish Consolidated Government, as of and for the year ended June 30, 2024, and the related notes to the financial statements, which collectively comprise the District's basic financial statements as listed in the table of contents.

In our opinion, the accompanying financial statements present fairly, in all material respects, the respective financial position of the governmental activities and each major fund of the Terrebonne Levee and Conservation District as of June 30, 2024, and the respective changes in financial position for the year then ended in accordance with accounting principles generally accepted in the United States of America.

#### ***Basis for Opinion***

We conducted our audit in accordance with auditing standards generally accepted in the United States of America (GAAS) and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the District and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

#### ***Responsibilities of Management for the Financial Statements***

The District's management 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 and for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the District's ability to continue as a going concern for twelve months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

### ***Auditor's Responsibilities for the Audit of the Financial Statements***

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinions. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS and *Government Auditing Standards* will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with GAAS and *Government Auditing Standards*, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the District's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the District's ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control-related matters that we identified during the audit.

## ***Other Matters***

### ***Required Supplementary Information***

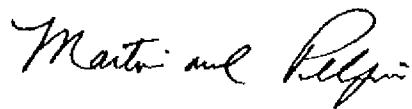
Accounting principles generally accepted in the United States of America require that the Management's Discussion and Analysis on pages 5 through 10, the Budgetary Comparison Schedules on pages 42 and 43, the Schedule of Employer's Share of Net Pension Liability on page 44, the Schedule of Employer Contributions on page 45, and the Schedule of Changes in Net OPEB Liability and Related Ratios on page 46 be presented to supplement the basic financial statements. Such information is the responsibility of management and, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

### ***Other Information***

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the District's basic financial statements. The Schedule of Compensation, Benefits, and Other Payments to Executive Director on page 47 and the Schedule of Expenditures of Federal Awards on pages 56 and 57, as required by Title 2 U.S. Code of Federal Regulations, Part 200, Uniform Administration Requirements, Cost Principles, and Audit Requirements for Federal Awards are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the Schedule of Compensation, Benefits, and Other Payments to the Executive Director and the Schedule of Expenditures of Federal Awards are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

**Other Reporting Required by Government Auditing Standards**

In accordance with *Government Auditing Standards*, we have also issued our report dated December 31, 2024 on our consideration of the District's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the District's internal control over financial reporting and compliance.

A handwritten signature in black ink, appearing to read "Martin and Pelgri". The signature is written in a cursive, flowing style.

Houma, Louisiana  
December 31, 2024

## **MANAGEMENT'S DISCUSSION AND ANALYSIS**

**Terrebonne Levee and Conservation District**  
**Houma, Louisiana**  
**Management's Discussion and Analysis**  
**Year Ended June 30, 2024**

This discussion and analysis of the Terrebonne Levee and Conservation District's financial performance provides an overview of the financial activities as of and for the fiscal year ended June 30, 2024. Please read it in conjunction with the financial statements and the accompanying notes to the financial statements.

**OVERVIEW OF THE FINANCIAL STATEMENTS**

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

Our auditor has provided reasonable assurance in his Independent Auditor's report that the financial statements are fairly stated. With regards to the Required Supplementary Information and the Other Information, the auditor is providing varying degrees of assurance. A user of this report should read the Independent Auditor's Report carefully to ascertain the level of assurance being provided for each of the parts in the Annual Financial Report.

**Government-Wide Financial Statements**

One of the most important questions asked about finances is, "Is the Terrebonne Levee and Conservation District as a whole better off or worse off as a result of the year's activities?" The Statement of Net Position and the Statement of Activities report information as a whole and about 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 net position and changes in them. You can think of net position—the difference between assets and liabilities—as one way to measure the financial health, or financial position. Over time, increases or decreases in net position are one indicator of whether its financial health is improving or deteriorating. To assess the overall health of the District, you need to consider additional nonfinancial factors such as changes in the District's property tax base, sales and use taxes, and factors that affect grant funding.



**Terrebonne Levee and Conservation District**  
**Houma, Louisiana**  
Management's Discussion and Analysis  
Year Ended June 30, 2024

**Fund Financial Statements**

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

Terrebonne Levee and Conservation District utilizes the governmental type of fund, which 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 readily be converted to cash. The governmental fund statements provide a detailed short-term view of the general government operations and the basic services it provides. Governmental fund information helps you determine whether there are more or fewer financial resources that can be spent in the near future to finance programs. We describe the relationship (or differences) between governmental activities (reported in the Statement of Net Position and the Statement of Activities) and governmental funds in the reconciliations on pages 17 and 18.

**FINANCIAL HIGHLIGHTS**

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

- Net position of our governmental activities increased by \$29,395,246 or 6.92%.
- During the year, the District had governmental expenses of \$29,792,822 that were \$29,395,246 less than the \$59,188,068 generated in program and general revenues.
- The governmental funds reported total ending fund balance of -\$5,765,346. This compared to the prior year ending fund balance of \$2,138,887 results in a decrease of \$7,904,233.

The Statement of Net Position and the Statement of Activities reports all transactions as governmental activities. All of the basic governmental services are reported as this type. Property taxes and water sales finance most of these activities.

**Terrebonne Levee and Conservation District**  
**Houma, Louisiana**  
Management's Discussion and Analysis  
Year Ended June 30, 2024

**FINANCIAL ANALYSIS AS A WHOLE (GWFS)**

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

Condensed Statement of Net Position

	2024	2023	Dollar Change	Percent Change
Current assets	\$ 19,232,932	\$ 20,601,440	\$ (1,368,508)	-6.64%
Non-current assets, net	578,768,691	544,692,668	34,076,023	6.26%
<b>Total assets</b>	<b>598,001,623</b>	<b>565,294,108</b>	<b>32,707,515</b>	<b>5.79%</b>
<b>Deferred outflows of resources</b>	<b>8,832,760</b>	<b>10,560,926</b>	<b>(1,728,166)</b>	<b>-16.36%</b>
Current liabilities	27,690,165	21,893,471	5,796,694	26.48%
Non-current liabilities	118,087,605	125,264,993	(7,177,388)	-5.73%
<b>Total liabilities</b>	<b>145,777,770</b>	<b>147,158,464</b>	<b>(1,380,694)</b>	<b>-0.94%</b>
<b>Deferred inflows of resources</b>	<b>6,587,194</b>	<b>3,622,397</b>	<b>2,964,797</b>	<b>81.85%</b>
Net investment in capital assets	461,675,377	420,358,009	41,317,368	9.83%
Unrestricted	(7,205,958)	4,716,164	(11,922,122)	-252.79%
<b>Total net position</b>	<b>\$454,469,419</b>	<b>\$425,074,173</b>	<b>\$29,395,246</b>	<b>6.92%</b>

The District's net position increased as a result of this year's operations. Unrestricted net position—the part of net position that can be used to finance day-to-day operations without constraints established by debt covenants, enabling legislation, or other legal requirements—decreased during the year. The balance in net position represents the accumulated results of all past years' operations.

**Terrebonne Levee and Conservation District**  
**Houma, Louisiana**  
Management's Discussion and Analysis  
Year Ended June 30, 2024

**FINANCIAL ANALYSIS AS A WHOLE (GWFS) (Cont.)**

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

Condensed Statement of Activities

	<u>2024</u>	<u>2023</u>	<u>Dollar Change</u>	<u>Percent Change</u>
Total program revenues	\$ 34,342,525	\$ 18,176,062	\$ 16,166,463	88.94%
Total program expenses	<u>29,792,822</u>	<u>27,425,387</u>	<u>2,367,435</u>	<u>8.63%</u>
<b>Net program income</b>	4,549,703	(9,249,325)	13,799,028	-149.19%
 General revenues	<u>24,845,543</u>	<u>22,687,827</u>	<u>2,157,716</u>	<u>9.51%</u>
<b>Change in net position</b>	29,395,246	13,438,502	15,956,744	118.74%
 <b>Net position:</b>				
Beginning of the year	<u>425,074,173</u>	<u>411,635,671</u>	<u>13,438,502</u>	<u>3.26%</u>
End of the year	<u>\$ 454,469,419</u>	<u>\$ 425,074,173</u>	<u>\$ 29,395,246</u>	<u>6.92%</u>

The amount spent on programs related to operating the District's office increased by \$2,367,435. Total program revenues and general revenues increased by \$16,166,463 and \$2,157,716, respectively, from the prior year. The increase in expenses is mostly attributable to increases in salaries and related benefits including pensions, depreciation expense, and interest/issuance costs on bonds. The increase in revenues is due to the many capital outlay projects of the District, of which more funding was received during the year to pay for the related capital expenses.

**FINANCIAL ANALYSIS OF INDIVIDUAL FUNDS (FFS)**

The Terrebonne Levee and Conservation District uses funds to help it control and manage money for particular purposes. Looking at individual funds helps you consider whether the District is being accountable for the resources provided to it but may also give you more insight into the overall financial health.

The General Fund includes revenue and expenditures necessary to the operation of the District's office such as personnel, benefits, and operation and maintenance of facilities and vehicles. The General Fund reflected \$5,473,898 in total revenues, including \$5,109,138 in property taxes, and \$364,760 in other revenues. The General Fund reflected \$566,829 in other financing uses. Total current expenditures were \$4,278,236. Total capital outlay was \$420,250. Total debt service was \$469,563. After a \$450,887 excess of expenditures and other financing uses over revenues for the year, the ending fund balance was \$1,687,998.

**Terrebonne Levee and Conservation District**  
**Houma, Louisiana**  
Management's Discussion and Analysis  
Year Ended June 30, 2024

**FINANCIAL ANALYSIS OF INDIVIDUAL FUNDS (FFS) (Cont.)**

The Morganza to the Gulf Fund includes revenue and expenditures necessary to the operation of the District's Morganza to the Gulf Hurricane Protection Project. The fund reflected \$53,714,171 in total revenues, including \$25,019,657 in state grants, \$19,273,403 in sales taxes, \$9,322,868 in federal grant revenues, and \$98,243 in other revenues. The fund reflected \$7,308,424 in other financing uses (to pay for debt in the debt service fund). Total current expenditures were \$1,411,012. Total capital outlay was \$52,448,081. After a \$7,453,346 excess of expenditures and other financing uses over revenues for the year, the ending fund balance was -\$7,453,346.

**BUDGETARY HIGHLIGHTS**

The District's annual budgets are adopted on a modified accrual basis of accounting excluding noncash items, such as depreciation. The District amended its General Fund budget once during the year. The District experienced a favorable revenue variance of 7.31%, and an unfavorable expenditure variance of 1.78%. The District amended its Morganza to the Gulf Fund budget once during the year. The District experienced a favorable revenue variance of 5.45%, and an unfavorable expenditure variance of 1.78%.

**CAPITAL ASSETS**

Capital assets include land, construction in progress, office building, equipment, furniture and fixtures, and hurricane and flood protection system infrastructure, recorded at historical cost of \$756,448,967. Accumulated depreciation as of June 30, 2024 is \$177,813,287 resulting in an ending book balance of \$578,635,680. Depreciation expense of \$18,674,346 was recorded for the year.

More detailed information about the capital assets is presented in the notes to financial statements. However, a summary of current and prior year capital assets follows:

	<u>2024</u>	<u>2023</u>
Land	\$ 537,961	\$ 537,961
Construction in progress	37,124	37,124
Office building	745,108	611,151
Equipment, furniture and fixtures	4,361,801	4,210,396
Hurricane and flood protection system infrastructure	<u>750,766,973</u>	<u>698,184,004</u>
Total capital assets	756,448,967	703,580,636
Less accumulated depreciation	<u>(177,813,287)</u>	<u>(159,138,941)</u>
Total capital assets, net	<u>\$578,635,680</u>	<u>\$544,441,695</u>

**Terrebonne Levee and Conservation District**  
**Houma, Louisiana**  
Management's Discussion and Analysis  
Year Ended June 30, 2024

**CONTACTING FINANCIAL MANAGEMENT**

This financial report is designed to provide our citizens, taxpayers, customers, and creditors with a general overview of the District's finances and to demonstrate the District's accountability for the money it receives. If you have questions about this report or need additional financial information, contact:

Ms. Angela Hidalgo, NP, MBA, Executive Director  
220 Clendenning Rd.  
Houma, Louisiana 70363-5413  
Phone number (985) 868-8523

## FINANCIAL STATEMENTS

**Terrebonne Levee and Conservation District**  
**Houma, Louisiana**  
Statement of Net Position  
June 30, 2024

**Assets**

Cash and cash equivalents	\$ 4,671,133
Investments	3,663,604
Receivables	
Ad valorem taxes	185,313
Sales and use taxes	2,396,328
Other	10,582
Due from other government	8,305,667
Security deposits	<u>305</u>

Total current assets	<u>19,232,932</u>
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Lease right-of-use asset	133,011
Capital assets being depreciated, net	578,060,595
Capital assets not being depreciated	<u>575,085</u>

Total non-current assets	<u>578,768,691</u>
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<b>Total Assets</b>	<u><b>598,001,623</b></u>
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**Deferred Outflows of Resources**

Deferred refunding on bonds	7,546,019
Other post employment benefits	638,951
Pensions	<u>647,790</u>

<b>Total Deferred Outflows of Resources</b>	<u><b>8,832,760</b></u>
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See accompanying notes.

**Terrebonne Levee and Conservation District**  
**Houma, Louisiana**  
Statement of Net Position (Cont.)  
June 30, 2024

**Liabilities**

Accounts payable	\$ 13,842,442
Accrued expenses	662,518
Liability for work completed on contracts	2,786,034
Due to other governments	5,674,752
Bonds payable - current	4,650,000
Lease liability - current	74,419

Total current liabilities	27,690,165
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Bonds payable - non-current	112,310,303
Compensated absences	175,630
Net pension liability	3,452,656
Other post employment benefit liability	2,077,467
Lease liability - non-current	71,549

Total non-current liabilities	118,087,605
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<b>Total Liabilities</b>	<b>145,777,770</b>
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**Deferred Inflows of Resources**

Ad Valorem	2,578,177
Other post employment benefits	747,650
Deferred refunding on bonds	3,261,367

<b>Total Deferred Inflows of Resources</b>	<b>6,587,194</b>
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**Net Position**

Net investment in capital assets	461,675,377
Unrestricted	(7,205,958)

<b>Total Net Position</b>	<b>\$ 454,469,419</b>
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See accompanying notes.



**Terrebonne Levee and Conservation District**  
**Houma, Louisiana**  
Statement of Activities  
Year Ended June 30, 2024

Functions/Programs	Expenses	Program Revenues			Net Revenue (Expense) and Increase (Decrease) in Net Position
		Charges for Services	Federal Grants	Local / State Grants	
<b>GOVERNMENTAL ACTIVITIES</b>					
General government:					
Ad valorem deduction for pension	\$ 142,922	\$ -	\$ -	\$ -	\$ (142,922)
Ad valorem tax adjustment	46,985	-	-	-	(46,985)
Public safety:					
Salaries and related benefits	3,224,523	-	-	-	(3,224,523)
Office and shop supplies	75,221	-	-	-	(75,221)
Fuel for heavy equipment	141,863	-	-	-	(141,863)
Disaster recovery	14,917	-	2,862,663	-	2,847,746
Insurance	421,165	-	-	-	(421,165)
Professional services	923,620	-	-	-	(923,620)
Travel and meals	29,141	-	-	-	(29,141)
Repairs and maintenance	1,009,446	-	6,460,205	25,019,657	30,470,416
Miscellaneous	235,815	-	-	-	(235,815)
Interest and issuance costs	4,738,608	-	-	-	(4,738,608)
Depreciation	18,674,346	-	-	-	(18,674,346)
Amortization	114,250	-	-	-	(114,250)
<b>TOTAL GOVERNMENTAL ACTIVITIES</b>	<b>\$29,792,822</b>	<b>\$ -</b>	<b>\$ 9,322,868</b>	<b>\$25,019,657</b>	<b>\$ 4,549,703</b>
General Revenues:					
Ad valorem taxes				\$ 5,109,138	
State revenue sharing				110,068	
Sales tax				19,273,403	
Other				38,822	
Interest income				314,112	
Total General Revenues					24,845,543
Increase in Net Position					29,395,246
<b>NET POSITION - BEGINNING OF YEAR</b>					425,074,173
<b>NET POSITION - END OF YEAR</b>					\$ 454,469,419

See accompanying notes.

**Terrebonne Levee and Conservation District**  
**Houma, Louisiana**  
Balance Sheet  
Governmental Funds  
June 30, 2024

	General Fund	Morganza to the Gulf Fund	Debt Service Fund	Total
<b>Assets</b>				
Cash and cash equivalents	\$1,839,373	\$ 2,831,758	\$ 2	\$ 4,671,133
Investments	3,137,719	525,885	-	3,663,604
Receivables				
Ad valorem taxes	185,313	-	-	185,313
Sales and use taxes	-	2,396,328	-	2,396,328
Due from other funds	16,263	234,781	-	251,044
Due from other government	-	8,305,667	-	8,305,667
Security deposits	305	-	-	305
<b>Total Assets</b>	<b>\$5,178,973</b>	<b>\$14,294,419</b>	<b>\$ 2</b>	<b>\$19,473,394</b>
<b>Liabilities</b>				
Accounts payable	\$ 111,724	\$13,730,718	\$ -	\$13,842,442
Accrued expenses	66,293	40,000	-	106,293
Retainage payable	-	2,786,032	-	2,786,032
Due to other funds	234,781	16,263	-	251,044
Due to other governments	500,000	5,174,752	-	5,674,752
<b>Total Liabilities</b>	<b>912,798</b>	<b>21,747,765</b>	<b>-</b>	<b>22,660,563</b>
<b>Deferred Inflows of Resources</b>				
Ad valorem	2,578,177	-	-	2,578,177
<b>Fund Balance</b>				
Restricted for debt service	4,986,666	-	2	4,986,668
Unassigned	(3,298,668)	(7,453,346)	-	(10,752,014)
<b>Total Fund Balance</b>	<b>1,687,998</b>	<b>(7,453,346)</b>	<b>2</b>	<b>(5,765,346)</b>
<b>Total Liabilities and Fund Balance</b>	<b>\$5,178,973</b>	<b>\$14,294,419</b>	<b>\$ 2</b>	<b>\$19,473,394</b>

See accompanying notes.

**Terrebonne Levee and Conservation District**  
**Houma, Louisiana**  
Statement of Revenues, Expenditures, and Changes in Fund Balance –  
Governmental Funds  
Year Ended June 30, 2024

	General Fund	Morganza to the Gulf Fund	Debt Service Fund	Total
<b>Revenues</b>				
Taxes:				
Ad valorem taxes	\$5,109,138	\$ -	\$ -	\$ 5,109,138
Sales and use taxes	-	14,186,155	-	14,186,155
Intergovernmental:				
FEMA	-	1,862,663	-	1,862,663
GOMESA	-	3,800,000	-	3,800,000
RESTORE	-	2,660,205	-	2,660,205
State of Louisiana:				
State revenue sharing	110,068	-	-	110,068
State reimbursement grants	-	25,019,657	-	25,019,657
LWCC dividend income	31,710	-	-	31,710
Terrebonne Parish Government:				
Sales tax	-	5,087,248	-	5,087,248
FEMA pass-through	-	1,000,000	-	1,000,000
Miscellaneous:				
Investment earnings	222,179	91,933	-	314,112
Other	803	6,310	-	7,113
<b>Total Revenues</b>	<b>5,473,898</b>	<b>53,714,171</b>	<b>-</b>	<b>59,188,069</b>
<b>Expenditures</b>				
General government:				
Ad valorem deduction for pension	142,922	-	-	142,922
Ad valorem tax adjustment	46,985	-	-	46,985
<b>Total general government</b>	<b>189,907</b>	<b>-</b>	<b>-</b>	<b>189,907</b>

See accompanying notes.

**Terrebonne Levee and Conservation District**  
**Houma, Louisiana**  
Statement of Revenues, Expenditures, and Changes in Fund Balance –  
Governmental Funds (Cont.)  
Year Ended June 30, 2024

Public safety:				
Personnel services				
Salaries and related benefits	2,718,875	5,988	-	2,724,863
Supplies and materials:				
Office and shop supplies	75,221	-	-	75,221
Fuel for heavy equipment	138,947	2,916	-	141,863
Other services and charges:				
Disaster recovery	-	14,917	-	14,917
Insurance	421,165	-	-	421,165
Professional services	148,814	774,805	-	923,619
Travel and meals	29,141	-	-	29,141
Miscellaneous	119,406	116,233	-	235,639
Repairs and maintenance	626,667	496,153	-	1,122,820
Total public safety	<u>4,278,236</u>	<u>1,411,012</u>	<u>-</u>	<u>5,689,248</u>
Debt service:				
Bond issuance costs	-	-	564,304	564,304
Principal payments	-	-	4,200,000	4,200,000
Interest payments	469,563	-	3,110,949	3,580,512
Total debt service	<u>469,563</u>	<u>-</u>	<u>7,875,253</u>	<u>8,344,816</u>
Capital outlay				
General operations	285,362	-	-	285,362
Hurricane and flood protection	134,888	52,448,081	-	52,582,969
Total capital outlay	<u>420,250</u>	<u>52,448,081</u>	<u>-</u>	<u>52,868,331</u>
Total Expenses	<u>5,357,956</u>	<u>53,859,093</u>	<u>7,875,253</u>	<u>67,092,302</u>
<b>Excess (Deficiency) of Revenues over Expenditures</b>	<u>115,942</u>	<u>(144,922)</u>	<u>(7,875,253)</u>	<u>(7,904,233)</u>
<b>Other Financing Sources (Uses)</b>				
Transfers in	-	-	7,875,253	7,875,253
Transfers out	(566,829)	(7,308,424)	-	(7,875,253)
Total Other Financing Sources (Uses)	<u>(566,829)</u>	<u>(7,308,424)</u>	<u>7,875,253</u>	<u>-</u>
<b>Deficiency of Revenues and Other Financing Sources (Uses) over Expenditures</b>	<u>(450,887)</u>	<u>(7,453,346)</u>	<u>-</u>	<u>(7,904,233)</u>
<b>FUND BALANCES</b>				
Beginning of year	2,138,885	-	2	2,138,887
End of year	<u>\$1,687,998</u>	<u>\$(7,453,346)</u>	<u>\$ 2</u>	<u>\$(5,765,346)</u>

See accompanying notes.

**Terrebonne Levee and Conservation District**  
**Houma, Louisiana**  
Reconciliation of the Governmental Funds Balance Sheet  
to the Statement of Net Position  
June 30, 2024

Fund balances - governmental funds	\$	(5,765,346)
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Amounts reported for governmental activities in the statement of net position are different because:

Capital assets of \$756,448,967, net of accumulated depreciation of \$177,813,287 are not financial resources and, therefore, are not reported in the governmental funds.		578,635,680
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Lease assets of \$410,209, net of accumulated amortization of \$277,198 are not financial resources and, therefore, are not reported in the governmental funds.		133,011
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Deferred outflows of resources related to net pension liability, bonds, and OPEB liabilities are not available resources, and therefore, are not reported in the funds.		8,832,760
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Other assets used in governmental activities are not financial and, therefore, are not reported in the governmental funds. Accrued interest receivable		10,582
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Long-term liabilities are not due and payable in the current period and, therefore, are not reported in the funds:

Accrued interest expense		(556,227)
Lease liability		(145,968)
Bonds payable		(116,960,303)
Other postemployment benefit obligation		(2,077,467)
Net pension liability		(3,452,656)
Compensated absences payable		(175,630)

Deferred inflows of resources related to other post-employment benefits and bonds are not payable from current expendable resources, and therefore, are not reported in the funds.		(4,009,017)
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Net position of governmental activities	\$	<u>454,469,419</u>
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See accompanying notes.

**Terrebonne Levee and Conservation District**  
**Houma, Louisiana**  
Reconciliation of the Statement of Governmental Funds Revenues,  
Expenditures, and Changes in Fund Balances to the  
Statement of Activities  
Year Ended June 30, 2024

Net change in fund balances - governmental funds	\$ (7,904,233)
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Amounts reported for governmental activities in the statement of activities are different because:

Governmental funds report capital outlays as expenditures, where in the statement of activities, these costs are depreciated over their estimated useful lives.

Depreciation expense	(18,674,346)
Capital outlays	52,868,331

The net effect of various miscellaneous transactions involving leases decrease net position.

Amortization expense on leases	117,962
Principal payments on leases	113,374

Governmental funds report payments of note payable as expenses, where in the Statement of Activities, such payments are presented as a reduction in liabilities.	4,200,000
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Effects of recording net pension liability and deferred inflows outflows of resources related to net pension liability and OPEB liability.	(1,304,566)
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Certain expenses reported on the Statement of Activities do not require the use of current financial resources and, therefore, are not reported as expenditures in governmental funds.

Amortization of bond premiums	289,355
Amortization of deferred outflows of resources - bonds	(503,068)
Amortization of deferred inflows of resources - bonds	217,425
Compensated absences	<u>(24,988)</u>

Change in net position of government activities	<u>\$ 29,395,246</u>
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See accompanying notes.

**Terrebonne Levee and Conservation District**  
**Houma, Louisiana**  
Notes to Financial Statements  
Year Ended June 30, 2024

**Introduction**

The Terrebonne Levee and Conservation District (the District) was created on July 1, 1997 by enactment of House Bill No. 1396 Regular Session as a political subdivision of the State of Louisiana. The District consists of all lands in Terrebonne Parish. The District is governed by a board of directors appointed by the Governor from a list of nominees submitted by local state legislators, local government officials and civic groups. The primary duty of the board is to establish, construct, operate and maintain flood control works as they relate to hurricane protection, tidewater flooding, saltwater intrusion and conservation. Because of fiscal interdependency, the District is a component unit of the Terrebonne Parish Consolidated Government and, as such, these financial statements will be included in the annual comprehensive financial report of the Parish for the year ended December 31, 2024.

The financial statements of the Terrebonne Levee and Conservation District (the District) have been prepared in conformity with generally accepted accounting principles (GAAP) as applied to governmental units. The Governmental Accounting Standards Board is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The following is a summary of significant accounting policies:

**Note 1 – Summary of Significant Accounting Policies**

**A. Financial Reporting Entity**

The accompanying financial statements present information only on the funds maintained by the Terrebonne Levee and Conservation District.

The District has reviewed all of its activities and determined that there are no potential component units that should be included in its financial statements.

**B. Basis of Presentation**

GASB Statements establish standards for external financial reporting for all state and local governmental entities which includes a statement of net position and a statement of activities. It requires the classification of net position into three components – net investment in capital assets; restricted; and unrestricted. These classifications are defined as follows:

Net investment in capital assets – This component of net position consists of capital assets, net of accumulated depreciation and reduced by the balances of any bonds, mortgages, notes, or other borrowings that are attributable to the acquisition, construction, or improvement of those assets. If there are significant unspent related debt proceeds at year-end, the portion of the debt attributable to the unspent proceeds are not included in the calculation of net investment in capital assets. Rather, that portion of the debt is included in the same net position component as the unspent proceeds.

**Terrebonne Levee and Conservation District**  
**Houma, Louisiana**  
Notes to Financial Statements  
Year Ended June 30, 2024

**Note 1 – Summary of Significant Accounting Policies (Cont.)**

Restricted – This component of net position consists of constraints placed on net position use through external constraints imposed by creditors (such as through debt covenants), grantors, contributors, or laws or regulations of other governments or constraints imposed by law through constitutional provisions or enabling legislation.

Unrestricted – This component of net position consists of net position that does not meet the definition of restricted or net investment in capital assets.

GASB Statement No. 54, *Fund Balance Reporting and Governmental Fund Type Definitions*, enhances the usefulness of fund balance information by providing clearer fund balance classifications that can be more consistently applied. It establishes fund balance classifications that comprise hierarchy based primarily on the extent to which a government is bound to observe constraints imposed upon the use of the resources reported in governmental funds. These classifications are defined as follows:

Nonspendable – This component of fund balance includes amounts that cannot be spent due to form, including inventories and prepaid amounts. Also included are amounts that must be maintained intact legally or contractually.

Restricted – This component of fund balance includes amounts that can be spent only for the specific purposes stipulated by constitution, external resource providers, or through enabling legislation.

Committed – This component of fund balance includes amounts that can be used only for the specific purposes determined by a formal action of the District's highest level of decision-making authority. The Board of Directors must vote on commitments.

Assigned – This component of fund balance is intended to be used by the District for specific purposes but do not meet the criteria to be classified as restricted or committed. The Board of Directors can vote on applicable assigned amounts.

Unassigned – This component of fund balance is the residual classification for the District's general fund and includes all spendable amounts not contained in the other classifications.

Stabilization Funds – This component of fund balance covers such things as revenue shortfalls, emergencies, or other purposes. The authority to set aside resources often comes from a statute, ordinance, or constitution.

The District's basic financial statements consist of the government-wide statements on all activities of the District and the governmental fund financial statements.



Terrebonne Levee and Conservation District  
Houma, Louisiana  
Notes to Financial Statements  
Year Ended June 30, 2024

**Note 1 – Summary of Significant Accounting Policies (Cont.)**

*Government-wide Financial Statements:*

The government-wide financial statements include the Statement of Net Position and the Statement of Activities for all activities of the District. The government-wide presentation focuses primarily on the sustainability of the District as an entity and the change in aggregate financial position resulting from the activities of the fiscal period. Governmental activities generally are financed through taxes and intergovernmental revenues.

*Fund Financial Statements:*

The daily accounts and operations of the District are organized on the basis of a fund and account groups, each of which is considered a separate accounting entity. The operations of the fund are accounted for with a separate set of self-balancing accounts that comprise its assets, liabilities, equity, revenues, and expenditures. Government resources are allocated to and accounted for in the fund based upon the purpose for which they are to be spent and the means by which spending activities are controlled. The governmental funds of the District are:

**General Fund** – The General Fund is the general operating fund of the District. It is used to account for all financial resources except those required to be accounted and reported in the Debt Service Fund or the Morganza to the Gulf Fund.

**Morganza to the Gulf Fund** – The Morganza to the Gulf Fund is used to account for and report the proceeds from bonds, drawdowns of a dedicated ¼% sales tax from the Parish, a dedicated ½% sales tax levied by the District, and expenditures for the Morganza to the Gulf Hurricane Protection Project. The purpose of the fund is for the construction and maintenance of a hurricane protection system. Sales tax and drawdowns from the Parish are legally restricted to expenditures for the Morganza to the Gulf Hurricane Protection Project. The fund is a capital projects fund and is reported as a major fund.

**Debt Service Fund** – The Debt Service Fund is used to account for and report financial resources that are restricted, committed or assigned to expenditures for debt principal, interest and related costs. The Debt Service Fund is reported as a major fund.

C. Measurement Focus/Basis of Accounting

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

**Terrebonne Levee and Conservation District**  
**Houma, Louisiana**  
Notes to Financial Statements  
Year Ended June 30, 2024

**Note 1 – Summary of Significant Accounting Policies (Cont.)**

*Government-wide Financial Statements:*

The government-wide financial statements are reported 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. Property taxes are recognized in the year for which they are levied.

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

Revenues, expenses, gains, losses, assets, and liabilities resulting from nonexchange transactions are recognized in accordance with the requirements of GASB Statement No. 33, Accounting and Financial Reporting for Nonexchange Transactions.

*Fund Financial Statements:*

All governmental funds are accounted for using a current financial resources measurement focus. With this measurement focus, only current assets and current liabilities generally are included on the balance sheet. Operating statements of these funds present increases (revenues and other financing sources) and decreases (expenditures and other uses) in net current assets. Governmental funds are maintained on the modified accrual basis of accounting.

Governmental fund revenues resulting from exchange transactions are recognized in the fiscal year in which the exchange takes place and meets the government's availability criteria (susceptible to accrual). Available means that the resources will be collected within the current year or are expected to be collected soon enough thereafter to be used to pay liabilities of the current year. For this purpose, the District considers revenues to be available if they are collected within 60 days of the end of the current fiscal year. Ad valorem taxes and the related state revenue-sharing (intergovernmental revenue) are recognized as revenue in the year levied.

Charges for services are recorded when earned since they are measurable and available. Miscellaneous revenues are recorded as revenues when received in cash by the District because they are generally not measurable until actually received.

Expenditures are generally recognized under the modified accrual basis of accounting when the related fund liability is incurred. Allocations of cost such as depreciation are not recognized in the governmental funds.

**Terrebonne Levee and Conservation District**  
**Houma, Louisiana**  
Notes to Financial Statements  
Year Ended June 30, 2024

**Note 1 – Summary of Significant Accounting Policies (Cont.)**

**D. Budgets**

Budgets are adopted on a basis consistent with generally accepted accounting principles. An annual appropriated budget is adopted for the general fund. Annual budgets are also adopted for the Morganza to the Gulf fund and the debt service fund. All annual appropriations lapse at fiscal year-end. Formal budgetary integration is employed as part of the accounting system, and the budget is amended by supplemental appropriations as needed to comply with State law.

**E. Cash and Cash Equivalents**

The District considers all highly liquid investments purchased with an initial maturity of ninety days or less to be cash equivalents.

**F. Bad Debts**

The financial statements of the District contain no allowance for bad debts. Uncollectible amounts are recognized as bad debts at the time information becomes available which would indicate the uncollectibility of the particular receivable. These amounts are not considered to be material in relation to the financial position or operation of the District.

**G. Capital Assets**

The accounting treatment over capital assets depends on whether the assets are reported in the government-wide or fund financial statements.

In the government-wide financial statements, fixed assets are accounted for as capital assets. Capital assets purchased or acquired with an original cost of \$500 or more are valued at historical cost or estimated historical cost if actual is unavailable, except for donated capital assets which are recorded at their acquisition value at the date of donation. Additions, improvements, and other capital outlays that significantly extend the useful life of an asset are capitalized. Other costs incurred for repairs and maintenance are expensed as incurred.

Depreciation of all exhaustible capital assets is recorded as an expense in the Statement of Activities, with accumulated depreciation reflected in the Statement of Net Position.

Depreciation is provided over the assets' estimated useful lives using the straight-line method of depreciation. The range of estimated useful lives by type of assets is as follows:

**Terrebonne Levee and Conservation District**  
**Houma, Louisiana**  
Notes to Financial Statements  
Year Ended June 30, 2024

**Note 1 – Summary of Significant Accounting Policies (Cont.)**

<u>Category</u>	<u>Life</u>
Hurricane protection infrastructure	40 years
Office building	40 years
Equipment, furniture and fixtures	5 - 20 years

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

**H. Interfund Transactions**

Interfund transactions are reported as transfers. Non-recurring or non-routine permanent transfers of equity are reported as residual equity transfers. All other interfund transfers are reported as operating transfers.

**I. Compensated Absences**

Employees of the District accumulate an unlimited amount of annual and sick leave at varying rates based upon years of service. Upon resignation or retirement, unused annual leave of up to 300 hours is paid to employees at the employee's rate of pay at the time of termination. Unused sick leave is not paid upon termination.

Upon retirement, annual leave in excess of 300 hours and unused sick leave is credited as earned service in computing retirement benefits. The cost of leave privileges is computed in accordance with GASB Codification Section C60. The District records accrued leave on the government-wide financial statements. As of June 30, 2024, the District accrued \$175,630 of compensated absences payable.

**J. Estimates**

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

**K. Recent Pronouncements**

The following is a summary of accounting standards adopted by the Governmental Accounting Standards Board (GASB) that have been or are scheduled to be implemented in the future that may affect the District's financial report:

Terrebonne Levee and Conservation District  
Houma, Louisiana  
Notes to Financial Statements  
Year Ended June 30, 2024

**Note 1 – Summary of Significant Accounting Policies (Cont.)**

GASB Statement 100, *Accounting Changes and Error Corrections - An Amendment of GASB Statement No. 62*. The primary objective of this Statement is to enhance accounting and financial reporting requirements for accounting changes and error corrections to provide more understandable, reliable, relevant, consistent, and comparable information for making decisions or assessing accountability. The standard is effective for annual reporting periods beginning after June 15, 2023, and implementation on the District's financial statements has resulted in no material impact.

GASB Statement No. 101, *Compensated Absences*. The objective of this Statement is to better meet the information needs of financial statement users by updating the recognition and measurement guidance for compensated absences. That objective is achieved by aligning the recognition and measurement guidance under a unified model and by amending certain previously required disclosures. This standard is effective for annual reporting periods beginning after December 15, 2023. The effect of implementation on the District's financial statements has not yet been determined.

**Note 2 – Deposits and Investments**

**Deposits:**

Under state law, the Commission may deposit funds with a fiscal agent bank organized under the laws of the State of Louisiana, the laws of another State of the Union, or the laws of the United States Treasury.

State law requires that deposits (cash and certificates of deposits) of all political subdivisions be fully collateralized at all times. Acceptable collateralization includes FDIC insurance and the market value of securities purchased and pledged to the political subdivision. Obligations of the United States, the State of Louisiana, and certain political subdivisions are allowed as security for deposits. Obligations furnished as security must be held by the political subdivision or with an unaffiliated bank or trust company for the account of the political subdivisions. The year end balances of the District's deposits are as follows:

	<u>Bank Balance</u>	<u>Reported Amount</u>
Cash and cash equivalents	<u>\$ 4,332,755</u>	<u>\$ 4,671,133</u>

Custodial credit risk is the risk that in the event of a bank failure, the District's deposits may not be returned to it. The District has a written policy for custodial credit risk. As of June 30, 2024, \$3,832,755 of the District's bank balances were exposed to credit risk. These deposits were uninsured and collateralized with securities held by the pledging financial institution's trust department or agent, but not in the District's name.

**Terrebonne Levee and Conservation District**  
**Houma, Louisiana**  
Notes to Financial Statements  
Year Ended June 30, 2024

**Note 2 – Deposits and Investments (Cont.)**

Cash was adequately collateralized in accordance with State law by securities held by unaffiliated banks for the accounts of the District. The Governmental Accounting Standards Board (GASB), which promulgates the standards for accounting and financial reporting for state and local governments, considers these securities subject to custodial credit risk. Even though the pledged securities are considered subject to custodial credit risk under the provisions of GASB Statement 40, Louisiana Revised Statute 39:1229 imposes a statutory requirement on the custodial bank to advertise and sell the pledged securities within ten days of being notified by the depositor that the fiscal agent has failed to pay deposited funds upon demand.

**Investments:**

State statutes authorize the District to invest in obligations of the U.S. Treasury, agencies and instrumentalities; guaranteed investment contracts and investment grade (A-1/P-1) commercial paper of domestic corporations; repurchase agreements, and the Louisiana Asset Management Pool (LAMP).

As a means of limiting its exposure to fair value losses arising from interest rates, the District's investment policy limits investments to securities with maturity dates less than six months from the date of purchase unless the investment is matched to a specific cash flow.

Credit risk is defined as the risk that an issuer or other counterparty to an investment will not fulfill its obligations. The District's investment policy requires the application of the prudent person rule. The District's investment policy limits investments to those discussed earlier in this note.

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

LAMP is administered by LAMP, Inc., a non-profit corporation organized under the laws of the State of Louisiana. Only local government entities 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 in accordance with LA – R.S. 33:2955.

GASB Statement No. 40 Deposit and Investment Risk Disclosure, requires disclosure of credit risk, custodial credit risk, concentration of credit risk interest rate risk, and foreign currency risk for all public entity investments.

**Terrebonne Levee and Conservation District**  
**Houma, Louisiana**  
Notes to Financial Statements  
Year Ended June 30, 2024

**Note 2 – Deposits and Investments (Cont.)**

LAMP is an investment pool that, to the extent practical, invests in a manner consistent with GASB Statement No. 79. The following facts are relevant for investment pools:

- Credit risk: LAMP is rated AAAm by Standard & Poor's.
- Custodial credit risk: LAMP participants' investments in the pool are evidenced by shares of the pool. Investments in pools should be disclosed, but are not categorized because they are not evidenced by securities that exist in physical or book-entry form. The public entity's investment is with the pool, not the securities that make up the pool; therefore, no disclosure is required.
- Concentration of credit risk: Pooled investments are excluded from the 5 percent disclosure requirement.
- Interest rate risk: LAMP is designed to be highly liquid to give its participants immediate access to their account balances. LAMP prepares its own interest rate risk disclosure using the weighted average maturity (WAM) method. The WAM of LAMP assets is restricted to not more than 90 days, and consists of no securities with a maturity in excess of 397 days or 762 days for US Government floating/variable rate investments. The WAM for LAMP's total investments is 70 days as of June 30, 2024.
- Foreign currency risk: Not applicable.

The investments in LAMP are stated at fair value. The fair value is determined on a weekly basis by LAMP and the value of the position in the external investment pool is the same as the net asset value of the pool shares. Investments in LAMP as of June 30, 2024 amounted to \$3,151,548 and are classified on the Statement of Net Position as "Investments".

LAMP, Inc. is subject to the regulatory oversight of the state treasurer and the board of directors. LAMP is not registered with the SEC as an investment company.

The District also classifies a capitalized interest investment fund held with Regions Bank as "Investments". As of June 30, 2024, the fixed income account had a balance of \$512,056.

**Note 3 – Capital Assets**

For the year ended June 30, 2024, depreciation expense on the District's capital assets amounted to \$18,674,346.

**Terrebonne Levee and Conservation District**  
**Houma, Louisiana**  
Notes to Financial Statements  
Year Ended June 30, 2024

**Note 3 – Capital Assets (Cont.)**

A summary of changes in capital assets follows:

Governmental Activities	Balance as of 06/30/23	Additions	Deletions	Balance as of 06/30/24
Capital assets not being depreciated				
Land	\$ 537,961	\$ -	\$ -	\$ 537,961
Construction in progress	37,124	-	-	37,124
	<u>575,085</u>	<u>-</u>	<u>-</u>	<u>575,085</u>
Capital assets being depreciated				
Hurricane and flood protection system infrastructure	698,184,004	52,582,969	-	750,766,973
Office building	611,151	133,957	-	745,108
Equipment, furniture and fixtures	4,210,396	151,405	-	4,361,801
	<u>703,005,551</u>	<u>52,868,331</u>	<u>-</u>	<u>755,873,882</u>
Less: Accumulated depreciation				
Hurricane and flood protection system infrastructure	(156,213,223)	(18,274,141)	-	(174,487,364)
Office building	(167,036)	(34,553)	-	(201,589)
Equipment, furniture and fixtures	(2,758,682)	(365,652)	-	(3,124,334)
	<u>(159,138,941)</u>	<u>(18,674,346)</u>	<u>-</u>	<u>(177,813,287)</u>
Total capital assets, net of accumulated depreciation	<u>\$ 544,441,695</u>	<u>\$ 34,193,985</u>	<u>\$ -</u>	<u>\$ 578,635,680</u>

**Note 4 – Property Taxes**

Property taxes are levied each November 1 on the assessed value listed as of the prior January 1 for all real property, merchandise, and movable property located in the Parish. Assessed values are established by the Terrebonne Parish Assessor's Office and the State Tax Commission at percentages of actual value as specified by Louisiana law. A reevaluation of all property is require to be completed no less than every four years. The last reevaluation was completed for the list of 2021. Taxes are due and payable December 31, with interest being charged on payments after January 1. Taxes can be paid through the tax sale date, which is the last Wednesday in June. Properties for which the taxes have not been paid are sold for the amount of the taxes. The tax rate for the year ended June 30, 2024 was \$4.89 per \$1,000 of assessed valuation on property within Terrebonne Levee and Conservation District for the purpose of acquiring, constructing, maintaining and operating hurricane protection facilities within the District.

As indicated in Note 1, taxes levied November 1, 2023 are used to fund expenditures in calendar year 2024, therefore, one half of the 2023 tax levy is recognized as revenues in the fiscal year ended June 30, 2024 and one half in the year ending June 30, 2025. The one half of the 2023 tax levy and related state revenue sharing to be recognized as revenues in the fiscal year ending June 30, 2025 amounted to \$2,578,177 and is reported as deferred inflows of resources in the General Fund as of June 30, 2024.



**Terrebonne Levee and Conservation District**  
**Houma, Louisiana**  
Notes to Financial Statements  
Year Ended June 30, 2024

**Note 5 – Due To and From Other Governmental Units**

Amounts due from other governmental units as of June 30, 2024 consisted of the following:

	General Fund	Morganza to the Gulf Fund
State of Louisiana:		
Coastal Protection and Restoration Authority	\$ -	\$ 7,954,624
Federal Emergency Management Agency	-	351,043
Totals	<u>\$ -</u>	<u>\$ 8,305,667</u>

Amounts due to other governmental units as of June 30, 2024 consisted of the following:

	Fund	Fund
State of Louisiana:		
Coastal Protection and Restoration Authority	<u>\$ 500,000</u>	<u>\$ 5,174,752</u>

The amount due to the State of Louisiana from the General Fund is for a short-term loan from the Louisiana State Coastal Protection and Restoration Authority for assistance in meeting expenditures incurred during the 2011 High River Flood Threat. The loan was for \$500,000, non-interest bearing and is due upon demand.

The District received \$10,700,000 in reimbursements from the Louisiana State Coastal Protection and Restoration Authority for assistance in meeting expenditures incurred in response to Hurricane Ida. The District has agreed to pay the Louisiana State Coastal Protection and Restoration Authority back any funds collected from the Federal Emergency Management Agency (FEMA) for those same expenditures. As of June 30, 2024, the District has received \$5,174,752 from FEMA for these expenditures.

**Note 6 – Lease Commitments**

The District entered into a lease with a financing company for equipment. The lease term began on May 13, 2021 and covers 60 months with payments of \$3,507 due monthly. The lease interest rate is approximated at the incremental borrowing rate of 4%. Lease expense for the excavator was \$43,630 for the year ended June 30, 2024.

**Terrebonne Levee and Conservation District**  
**Houma, Louisiana**  
Notes to Financial Statements  
Year Ended June 30, 2024

**Note 6 – Lease Commitments (Cont.)**

The District entered into a second lease with a financing company for equipment. The lease term began on November 1, 2021 and covers 60 months with payments of \$2,695 due monthly. The lease interest rate is approximated at the incremental borrowing rate of 4%. Lease expense for the tractor was \$33,937 for the year ended June 30, 2024.

The District entered into a lease with a financing company for equipment. The lease term began on August 24, 2022 and covers 24 months with payments of \$38,954 due annually. The lease interest rate is approximated at the incremental borrowing rate of 4%. Lease expense for the tractor was \$40,395 for the year ended June 30, 2024.

The following tables set forth supplemental statement of net position information related to leases as of June 30, 2024:

Lease right-of-use asset	\$ 410,209
Accumulated amortization	<u>(277,198)</u>
Lease right-of-use asset, net	<u>133,011</u>
Current portion of long-term debt	\$ 74,419
Long-term debt	<u>71,549</u>
Total finance lease obligation	<u>\$ 145,968</u>

The weighted-average remaining lease term in year as of June 30, 2024 is 1.9 years.

The weighted average of the interest rate as of June 30, 2024 is 4.0%.

As of June 30, 2024, minimum future obligations of the leases are as follows:

Fiscal year ending June 30, 2025	\$ 74,419
Fiscal year ending June 30, 2026	74,419
Fiscal year ending June 30, 2027	<u>13,472</u>
Total minimum lease payments	162,310
Less amount representing interest	<u>(16,342)</u>
Present value of capital lease obligation	145,968
Less: current maturities	<u>(74,419)</u>
	<u>\$ 71,549</u>

**Terrebonne Levee and Conservation District**  
**Houma, Louisiana**  
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Year Ended June 30, 2024

**Note 7 – Long-term Obligations**

In response to Hurricane Ida, the District issued \$26,495,000 of Hurricane Recovery Revenue Bonds, Series 2022 on March 28, 2022. The bonds were issued with a maturity date of March 1, 2035, with principal due March 1st beginning on March 1, 2026 and interest due March 1st and September 1st beginning September 1, 2022. The bonds carry an interest rate of 3.75% and are secured by and payable from a pledge of reimbursements from private insurance and grant funding from the Federal Emergency Management Agency (FEMA), and all other funds or revenues received or to be received by the District to the extent legally available for the payment of the principal and interest on the bonds, provided that no such funds or revenues shall be so included which have been or are in the future legally dedicated and required for purposes inconsistent therewith by the electorate, by the terms of specific grants, by the terms of existing obligations previously issued or to be issued, or by operation of law. The bonds call for an initial funding construction draw of \$19,495,000 and a secondary supplemental draw of \$7,000,000 on January 1, 2023. The bond discount totaled \$1,242,509 and the bond costs totaled \$252,491.

On May 1, 2021, the District, in connection with the sole bank bondholder, issued \$3,500,000 of Revenue Bonds Series-2019 (replacement bonds), with an average yield of 2.65% to currently replace and call \$3,500,000 Revenue Bonds Series-2019 held by the sole bank bondholder with an average rate of 3.50%. The non-cash replacement transaction is accounted for and reported as a call and current refunding. The refunding was undertaken to obtain lower interest rates. The bonds have a balance of \$1,400,000 as of June 30, 2024.

On September 9, 2020, the District issued \$103,595,000 of Revenue Bonds Series- 2020A, \$85,845,000 with a June 2035 maturity date and interest rate of 3.1%, and 2020B, \$17,750,000 with a June 2041 maturity date and interest rate of 4.0%, with an average yield of 2.58%, and 2.86%, respectively, to advance refund \$74,810,000 of outstanding public improvement bonds and to currently refund and call \$9,990,000 Series 2017 Revenue Bonds with an average rate of 4.78% and 2.55%, respectively and issue \$10,035,827 of additional bonds. The net proceeds of \$104,822,267 (includes bond premium of \$2,551,035 and deductions for underwriters' discount of \$776,963 and \$546,806 of other issuance costs) were used as follows: \$84,748,322 of the net proceeds were used to purchase U.S. government securities to provide for the future debt service payments of \$84,748,322 of the Series 2013 Bonds as of the July 1, 2023 call date or \$113,355,312 as of maturity in 2038 and debt service payments of \$10,038,118 of the Series 2017 Bonds as of the 2020 call date or \$13,643,767 as of maturity in 2040. The U.S. government securities purchased with the proceeds of the Series 2020A Bonds were deposited into an irrevocable trust with an escrow agent. As a result, the Series 2020A bonds are considered to be defeased and the liability for those bonds were removed from the Statement of Net Position. The Series 2020B Bonds were called September 9, 2020 and the liability for those bonds were removed from the Statement of Net Position.

**Terrebonne Levee and Conservation District**  
**Houma, Louisiana**  
Notes to Financial Statements  
Year Ended June 30, 2024

**Note 7 – Long-term Obligations (Cont.)**

The advance refunding of the public improvement bonds and the current refunding of Series 2017 Revenue Bonds resulted in a difference, \$9,986,441, between the reacquisition price, \$94,786,441, and the net carrying amount of the old debt, \$84,800,000. This difference was reported in the financial statements as a deferred outflows of resources from refunding of bonds payable, will be charged to operations through the year 2041 using the effective-interest method. The balance was \$7,546,019 as of June 30, 2024.

On August 22, 2023, the District issued \$14,550,000 of Series 2023 Sales Tax Revenue Refunding Bonds with an average coupon of 4.6%, average life of 10.7 years, and maturing date of June 1, 2039 to advance refund \$17,435,000 of outstanding Series 2020A Sales Tax Revenue Refunding Bonds with an average coupon of 2.8% and average life of 9.9 years. The refunding resulted in a net present value savings of \$511,337. The net proceeds from the refunding of \$15,616,674 (bond proceeds of \$14,550,000 and net bond premium/discount of \$1,066,674) were used to provide for future debt service payments of \$17,435,000 on the Series 2020A Sales Tax Revenue Refunding Bonds as of the call date June 1, 2024 or as of maturity date of June 1, 2039 less the redemption premium of \$2,412,118, to pay accrued interest on the bonds of \$102,674, and to pay for underwriter and other costs. The U.S. Government securities purchased with the proceeds from the 2023 Sales Tax Revenue Refunding Bonds are now considered defeased and the liability for those bonds has been removed from the Statement of Net Position as of June 30, 2024. The refunding resulted in a difference of \$3,478,792 between the acquisition price and the net carrying amount of the old debt. The difference has been reported as a deferred inflow and will be charged to operations through 2039 using the effective interest method.

The following is a summary of the changes in long-term obligations of the District for the year ended June 30, 2024:

	Payable at July 1, 2023	Obligations Retired	New Issues	Payable at June 30, 2024
Series 2019 revenue bonds replacement bonds	\$ 2,100,000	\$ 700,000	\$ -	\$ 1,400,000
Public improvement sales tax refunding bonds, series 2020A	73,360,000	20,935,000	-	52,425,000
Public improvement sales tax refunding bonds, series 2020B	17,750,000	-	-	17,750,000
Hurricane recovery revenue bonds, series 2022	26,495,000	-	-	26,495,000
Sales tax revenue refunding bonds, series 2023	-	-	14,550,000	14,550,000
	119,705,000	21,635,000	14,550,000	112,620,000
Unamortized bond premium	4,629,658	289,355	-	4,340,303
	<u>\$124,334,658</u>	<u>\$21,924,355</u>	<u>\$14,550,000</u>	<u>\$116,960,303</u>

**Terrebonne Levee and Conservation District**  
**Houma, Louisiana**  
Notes to Financial Statements  
Year Ended June 30, 2024

**Note 7 – Long-term Obligations (Cont.)**

The annual requirements to amortize all long-term debt outstanding as of June 30, 2024 are as follows:

Year	Principal	Interest	Total
2025	\$ 4,650,000	\$ 3,689,561	\$ 8,339,561
2026	6,935,000	3,616,106	10,551,106
2027	6,695,000	3,442,138	10,137,138
2028	6,820,000	3,274,952	10,094,952
2029	6,985,000	3,092,579	10,077,579
2030-2034	37,240,000	11,937,407	49,177,407
2035-2039	30,715,000	5,673,891	36,388,891
2040-2041	12,580,000	759,800	13,339,800
	<u>\$ 112,620,000</u>	<u>\$ 35,486,434</u>	<u>\$ 148,106,434</u>

**Note 8 – Pension and Retirement Plans**

**Plan Description.** Employees of the District are provided with pensions through a cost sharing multiple-employer defined benefit plan administered by the Louisiana State Employees' Retirement System (LASERS). Section 401 of Title 11 of the Louisiana Revised Statutes (La. R.S. 11:401) grants to the LASERS Board of Trustees and the Louisiana Legislature the authority to review administration, benefit terms, investments, and funding of the plan. LASERS issues a publicly available financial report that can be obtained at [www.lasersonline.org](http://www.lasersonline.org).

**Benefits Provided.** LASERS provides retirement, deferred retirement, disability and death benefits. Retirement benefits are generally equal to 2.5% of the average compensation multiplied by the years of creditable service. Members hired prior to July 1, 2006 may either retire with full benefits at any age upon completing 30 years of service or at age 55 after completing 10 years of service. Those members hired between July 1, 2006 and June 30, 2015 may retire at age 60 upon completing 5 years of service and those hired on or after July 1, 2015 may retire at age 62 upon completing 5 years of service. Additionally, members may choose to retire with 20 years of service at any age with an actuarially reduced benefit. The State legislature authorized LASERS to establish a Deferred Retirement Option Plan (DROP). When a member enters DROP their status changes from active to retired even though they continue to work and draw their salary for up to three years. During DROP participation, accumulated benefits that would have been paid are separately tracked in the participant's DROP account. When participation in DROP ends, the participant must choose among available alternatives for distribution of benefits accumulated in the DROP account. The election to participate in DROP is irrevocable once participation begins. Members with 10 or more years of service who become disabled may receive retirement benefits determined in the same manner as retirement benefits. Death benefits are payable to eligible surviving dependents based on the deceased member's compensation and the dependent's relationship

**Terrebonne Levee and Conservation District**  
**Houma, Louisiana**  
Notes to Financial Statements  
Year Ended June 30, 2024

**Note 8 – Pension and Retirement Plans (Cont.)**

to the deceased member. LASERS provides permanent benefit increases, and cost of living adjustments (COLA) as approved by the State legislature.

**Contributions.** The employer contribution rate for all employees is established annually under La. R.S. 11:101-11:104 by the Public Retirement Systems' Actuarial Committee (PRSAC), taking into consideration the recommendation of the System's Actuary. Contribution requirements of active employees, 7.5% if hired before July 1, 2006 and 8% if hired after June 30, 2006, are governed by Section 401 of Title 11 of the Louisiana Revised Statutes (La. R.S. 11:401). The District's contractually required composite contribution rate for the year ended June 30, 2023 was 40.40% of annual payroll, actuarially determined as an amount that, when combined with employee contributions, is expected to finance the costs of benefits earned by employees during the year, with an additional amount to finance any unfunded actuarial accrued liability. Contributions to the pension plan from the District were \$541,059 for the year ended June 30, 2024.

**Pension Liabilities.** As of June 30, 2024, the District reported a liability of \$3,452,656 for its proportionate share of the net pension liability. The net pension liability was measured as of June 30, 2023 and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date. The District's proportion of the net pension liability was based on a projection of the District's long-term share of contributions to the pension plan relative to the projected contributions of all participating employers, actuarially determined. As of June 30, 2023, the District's proportion was 0.051580% which was a decrease of 0.001010% from its proportion measured as of June 30, 2022.

**Pension Expense.** For the year ended June 30, 2024, the District recognized a pension expense of \$522,850.

**Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions.** As of June 30, 2024, the District reported deferred outflows of resources and deferred inflows of resources related to pensions from the sources below:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 74,740	\$ -
Changes in assumptions	-	-
Changes in proportion	12,253	-
Difference between projected and actual investment earnings on pension plan investments	19,738	-
Employer contributions subsequent to the measurement date	541,059	-
Total Deferred Outflows and Inflows	<u>\$ 647,790</u>	<u>\$ -</u>

**Terrebonne Levee and Conservation District**  
**Houma, Louisiana**  
Notes to Financial Statements  
Year Ended June 30, 2024

**Note 8 – Pension and Retirement Plans (Cont.)**

The District reported \$541,059 as deferred outflows of resources related to pensions resulting from contributions subsequent to the measurement date which will be recognized as a reduction of the net pension liability in the year ended June 30, 2024. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

<u>Year</u>	
2025	\$ 97,438
2026	(121,623)
2027	173,117
2028	<u>(42,201)</u>
Total	<u>\$ 106,731</u>

Actuarial Assumptions. The total pension liability in the June 30, 2023 actuarial valuation was determined using the following actuarial methods and assumptions, applied to all periods included in the measurement:

Valuation Date	June 30, 2023
Actuarial Cost Method	Entry Age Normal
Actuarial Assumptions:	
Expected Remaining Service Lives	2 years
Investment Rate of Returns	7.25% per annum, net of investment expenses
Inflation Rate	2.3% per annum
Mortality	Non-disabled members - The RP-2014 Blue Collar (males/females) and White Collar (females) Healthy Annuitant Tables projected on a fully generational basis by Mortality Improvement Scale MP-2018. Disabled members - Mortality rates based on the RP-2000 Disabled Retiree Mortality Table, with no projection for mortality improvement.
Termination, Disability and Retirement	Termination, disability, and retirement assumptions were projected on a five year (2014 - 2018) experience study of the System's members.

**Terrebonne Levee and Conservation District**  
**Houma, Louisiana**  
Notes to Financial Statements  
Year Ended June 30, 2024

**Note 8 – Pension and Retirement Plans (Cont.)**

Salary Increases	Salary increases were projected based on a 2014 - 2018 experience study of the System's members. The salary increase ranges from 3.0% to 12.8% for regular members.
Cost of Living Adjustments	The present value of future retirement benefits is based on benefits currently being paid by the System and includes previously granted cost of living increases. The projected benefit payments do not include provisions for potential future increases not yet authorized by the Board of Trustees and they were deemed not to be substantively automatic.

The long-term expected rate of return on pension plan investments was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation and an adjustment for the effect of rebalancing/diversification. Best estimates of geometric real rates of return for each major asset class included in the pension plan's target asset allocation as of June 30, 2023 are summarized in the following table:

<u>Asset Class</u>	<u>Long-term Expected Real Rate of Return</u>
Cash	0.80%
Domestic Equity	4.45%
International Equity	5.44%
Domestic Fixed Income	2.04%
International Fixed Income	5.33%
Alternative Investments	8.19%
Total Fund	5.91%

**Discount Rate.** The discount rate used to measure the total pension liability was 7.25%. The projection of cash flows used to determine the discount rate assumed that employee contributions will be made at the current contribution rate and that employer contributions from participating employers will be made at contractually required rates, actuarially determined. Based on those assumptions, the pension plan's fiduciary net position was projected to be



**Terrebonne Levee and Conservation District**  
**Houma, Louisiana**  
Notes to Financial Statements  
Year Ended June 30, 2024

**Note 8 – Pension and Retirement Plans (Cont.)**

available to make all projected future benefit payments of current active and inactive plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

Sensitivity of the District's Proportionate Share of the Collective Net Pension Liability to Changes in the Discount Rate. The table on the next page presents the District's proportionate share of the collective net pension liability using the discount rate of 7.25%, as well as what the District's proportionate share of the collective net pension liability would be if it were calculated using a discount rate that is one percentage-point lower (6.25%) or one percentage-point higher (8.25%) than the current rate:

	Changes in Discount Rate:		
	1% Decrease 6.25%	Current Discount Rate 7.25%	1% Increase 8.25%
Net Pension Liability (Asset)	<u>\$ 4,520,968</u>	<u>\$ 3,452,656</u>	<u>\$ 2,547,570</u>

**Note 9 – Other Post-Employment Benefits**

*Plan Description.* The Terrebonne Levee & Conservation District (the District) provides certain continuing health care and life insurance benefits for its retired employees. The Terrebonne Levee & Conservation District's OPEB Plan (the OPEB Plan) is a single-employer defined benefit OPEB plan administered by the District. The authority to establish and/or amend the obligation of the employer, employees and retirees rests with the District. No assets are accumulated in a trust that meets the criteria in Governmental Accounting Standards Board (GASB) Codification Section P52 *Postemployment Benefits Other Than Pensions—Reporting for Benefits Not Provided Through Trusts That Meet Specified Criteria—Defined Benefit*.

*Benefits Provided.* Benefits are provided through comprehensive plans and are made available to employees upon actual retirement. Employees are covered by the Louisiana State Employees' Retirement System (LASERS), whose retirement eligibility (DROP entry) provisions are as follows: Attainment of age 60 and 10 years of service; or, age 55 and 25 years of service; or, any age and 30 years of service; employees hired after July 1, 2006 and on or Before June 30, 2015 are not able to retire or enter DROP until age 60 with 5 years of service; or hired thereafter, age 62 with 5 years of service.

Life insurance coverage is provided to retirees and 50% of the unblended rate is paid by the employer. The amount of insurance coverage while active is continued after retirement, but insurance coverage amounts are reduced to 75% of the original amount at age 65 and to 50% of the original amount at age 70.

**Terrebonne Levee and Conservation District**  
**Houma, Louisiana**  
Notes to Financial Statements  
Year Ended June 30, 2024

**Note 9 – Other Post-Employment Benefits (Cont.)**

*Employees Covered by Benefit Terms.* As of June 30, 2024, the following employees were covered by the benefit terms:

Inactive employees currently receiving benefit payments	4
Inactive employees entitled to but not yet receiving benefit payments	-
Active employees	<u>24</u>
Total	<u>28</u>

The District's total OPEB liability of \$2,077,467 was measured as of June 30, 2024 and was determined by an actuarial valuation as of July 1, 2023.

**Total OPEB Liability**

**Actuarial Assumptions and Other Inputs**

The total OPEB liability as of June 30, 2024 was determined using the following actuarial assumptions and other inputs, applied to all periods included in the measurement, unless otherwise specified:

Measurement date	June 30, 2024
Actuarial valuation date	July 1, 2023
Inflation	2.50%
Salary increases, including inflation	13.9% first year after hire, decreasing to an ultimate rate of 3.26% at 19 years of
Discount rate	3.93%
Healthcare cost trend rates	5.50% until 2032, then 4.50%

The discount rate was based on the average of the Bond Buyers' 20 Year General Bond Obligation Index as of June 30, 2024.

Mortality rates were based on the PubG-2010 with adjustments.

The actuarial assumptions used in the July 1, 2023 valuation were based on the results of ongoing evaluations of the assumptions through July 1, 2023.

**Terrebonne Levee and Conservation District**  
**Houma, Louisiana**  
Notes to Financial Statements  
Year Ended June 30, 2024

**Note 9 – Other Post-Employment Benefits (Cont.)**

**Changes in the Total OPEB Liability**

Service cost	\$ 112,067
Interest cost	67,440
Changes in assumptions/inputs	(202,158)
Difference between expected and actual experience	379,042
Benefit payments and net transfers	<u>(28,789)</u>
Net change in total OPEB liability	327,602
Total OPEB liability - beginning of year	<u>1,749,865</u>
Total OPEB liability - end of year	<u>\$ 2,077,467</u>

**Sensitivity to the Total OPEB Liability to Changes in the Health Cost Trend Rates**

The following presents the total OPEB liability of the District, as well as what the District's total OPEB liability would be if it were calculated using a discount rate that is 1% lower (2.93%) or higher (4.93%) than the current discount rate.

	1% Decrease 2.93%	Current Discount Rate 3.93%	1% Increase 4.93%
Net OPEB Liability	<u>\$ 2,488,231</u>	<u>\$ 2,077,467</u>	<u>\$ 1,755,593</u>

The following presents the total OPEB liability of the District, as well as what the District's total OPEB liability would be if it were calculated using healthcare cost trend rates that are 1% lower (4.50%) or higher (6.50%) than healthcare cost trend rates.

	1% Decrease 4.50%	Current Health Cost Trend 5.50%	1% Increase 6.50%
Net OPEB Liability	<u>\$ 1,721,523</u>	<u>\$ 2,077,467</u>	<u>\$ 2,542,370</u>

**OPEB Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB**

For the year ended June 30, 2024, the District recognized OPEB benefit of \$37,434. As of June 30, 2024, the District reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

**Terrebonne Levee and Conservation District**  
**Houma, Louisiana**  
Notes to Financial Statements  
Year Ended June 30, 2024

**Note 9 – Other Post-Employment Benefits (Cont.)**

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between actual and experience	\$ 367,212	\$ 431,798
Changes in assumptions	271,739	315,852
Total Deferred Outflows and Inflows	<u>\$ 638,951</u>	<u>\$ 747,650</u>

**Total OPEB Liability**

Amounts reported as deferred outflows of resources and deferred inflows of resources related to OPEB will be recognized in OPEB expense as shown below:

Year	
2025	\$ (235,906)
2026	25,469
2027	25,469
2028	25,468
2029	36,585
Thereafter	<u>14,216</u>
Total	<u>\$ (108,699)</u>

**Note 10 – Risk and Insurance**

The District is exposed to various risks of loss related to tort; theft of, damage to, or destruction of assets; errors and omissions; and injuries to the public; and natural disasters. To protect against these risks, the District has purchased commercial or other insurance for the losses to which it is exposed.

**Note 11 – Contingencies**

The District is named as a defendant in legal claims arising in the ordinary course of operations. In the opinion of management, the ultimate resolution of these matters should not materially affect the financial statements of the District.

The District receives funding under grants from various federal and state governmental agencies. The agency grants specify the purpose for which the grant monies are to be used; the grants are subject to audit by the granting agency or its representative.

**Terrebonne Levee and Conservation District**  
**Houma, Louisiana**  
Notes to Financial Statements  
Year Ended June 30, 2024

**Note 12 – Compensation of Board Members**

Per Diem payments are authorized by Louisiana Revised Statute 38:308 and are included in the personal service expenditures of the General Fund. Board members are paid \$117.75 per day, to a maximum of 36 days per year, for board meetings and official business.

The following amounts were paid to board members for the year ended June 30, 2024:

<u>Board Member</u>	<u>Number of Days</u>	<u>Per Diem</u>
Anthony Alford, President*	20	\$ -
Tenner Cenac	14	1,648
Carl Chauvin	24	2,826
Dan Davis	23	2,708
Leward Henry	24	2,826
Jack Moore	25	2,944
Daniel Walker	21	2,473
Arlanda Williams	17	2,002
Jefferson Daisy	16	1,884
		<u>\$ 19,311</u>

\* Anthony Alford waived his right to receive per diem.

**Note 13 – Subsequent Events**

Subsequent events were evaluated through December 31, 2024, which is the date the financial statements were available to be issued, and it was determined that events occurred that require disclosure as described below. No events occurring after this date have been evaluated for inclusion in these financial statements.

One July 1, 2024, Mr. Reggie Dupre retired from his position as executive director of the District and Ms. Angela Hidalgo, NP, MBA was named the new executive director.

On December 23, 2024, the District issued \$33,000,000 of Hurricane Recovery Revenue Bonds, Series 2024, with an average coupon of 6%, maturing March 1, 2050. This debt will be reflected on the District's Statement of Net Position in the following fiscal year.

**REQUIRED SUPPLEMENTARY INFORMATION**

**Terrebonne Levee and Conservation District**  
**Houma, Louisiana**  
Budgetary Comparison Schedule – General Fund  
Year Ended June 30, 2024

	Original Budget	Final Budget	Actual	Variance Favorable (Unfavorable)
<b>REVENUES</b>				
Ad valorem taxes	\$4,900,000	\$4,750,000	\$5,109,138	\$ 359,138
State of Louisiana:				
State revenue sharing	115,000	109,000	110,068	1,068
State reimbursement grants	-	-	-	-
LWCC dividend income	25,000	31,000	31,710	710
Investment earnings	100,000	210,000	222,179	12,179
Other	50,000	1,000	803	(197)
Total Revenues	5,190,000	5,101,000	5,473,898	372,898
<b>EXPENDITURES</b>				
General government:				
Ad valorem deduction for pension	-	140,000	142,922	(2,922)
Ad valorem tax adjustment	-	50,000	46,985	3,015
Public safety:				
Personnel services				
Salaries and related benefits	2,759,000	2,748,300	2,718,875	29,425
Supplies and materials:				
Office and shop supplies	70,000	70,500	75,221	(4,721)
Fuel for heavy equipment	173,500	133,050	138,947	(5,897)
Other services and charges:				
Disaster recovery	50,000	-	-	-
Insurance	432,547	537,547	421,165	116,382
Professional services	130,250	148,500	148,814	(314)
Travel and meals	21,000	26,900	29,141	(2,241)
Miscellaneous	114,350	115,545	119,406	(3,861)
Repairs and maintenance	495,000	593,000	626,667	(33,667)
Debt service	-	470,000	469,563	437
Capital outlay	1,770,000	230,663	420,250	(189,587)
Total Expenditures	6,015,647	5,264,005	5,357,956	(93,951)
Excess (deficiency) of revenues over expenditures	(825,647)	(163,005)	115,942	278,947
<b>OTHER FINANCING USES</b>				
Transfers out	-	-	(566,829)	566,829
Total Other Financing Uses	-	-	(566,829)	566,829
<b>Excess (Deficiency) of Revenues and Other Financing Sources (Uses) over Expenditures</b>	(825,647)	(163,005)	(450,887)	845,776
<b>FUND BALANCES</b>				
Beginning of year	2,138,885	2,138,885	2,138,885	-
End of year	\$1,313,238	\$1,975,880	\$1,687,998	\$ 845,776

See Independent Auditor's Report.

**Terrebonne Levee and Conservation District**  
**Houma, Louisiana**  
Budgetary Comparison Schedule – Morganza to the Gulf Fund  
Year Ended June 30, 2024

	Original Budget	Final Budget	Actual	Variance Favorable (Unfavorable)
<b>REVENUES</b>				
Sales and use taxes	\$ 5,600,000	\$ 14,300,000	\$ 14,186,155	\$ (113,845)
Intergovernmental				
Federal				
FEMA	16,257,234	3,386,079	1,862,663	(1,523,416)
GOMESA	3,800,000	3,800,000	3,800,000	-
RESTORE	64,949,807	2,775,000	2,660,205	(114,795)
State of Louisiana:				
State reimbursement grants	25,240,000	20,706,235	25,019,657	4,313,422
Terrebonne Parish Government				
Sales tax	2,000,000	5,006,310	5,087,248	80,938
FEMA pass-through	1,000,000	878,236	1,000,000	121,764
Investment earnings	-	84,273	91,933	7,660
Other	566,655	-	6,310	6,310
Total Revenues	<u>119,413,696</u>	<u>50,936,133</u>	<u>53,714,171</u>	<u>2,778,038</u>
<b>EXPENDITURES</b>				
Other services and charges:				
Salaries and related benefits	4,500	5,900	5,988	(88)
Fuel for heavy equipment	-	400	2,916	(2,516)
Disaster recovery	-	15,000	14,917	83
Professional services	431,500	646,500	774,805	(128,305)
Miscellaneous	274,379	155,104	116,233	38,871
Repairs and maintenance	450,000	497,364	496,153	1,211
Capital outlay	<u>112,196,462</u>	<u>50,825,432</u>	<u>52,448,081</u>	<u>(1,622,649)</u>
Total Expenditures	<u>113,356,841</u>	<u>52,145,700</u>	<u>53,859,093</u>	<u>(1,713,393)</u>
Excess (deficiency) of revenues over expenditures	6,056,855	(1,209,567)	(144,922)	1,064,645
<b>OTHER FINANCING USES</b>				
Transfers out (debt)	<u>-</u>	<u>(7,586,034)</u>	<u>(7,308,424)</u>	<u>(277,610)</u>
Total Other Financing Uses	<u>-</u>	<u>(7,586,034)</u>	<u>(7,308,424)</u>	<u>(277,610)</u>
<b>Excess (Deficiency) of Revenues and Other Financing Sources (Uses) over Expenditures</b>	6,056,855	(8,795,601)	(7,453,346)	4,769,041
<b>FUND BALANCES</b>				
Beginning of year	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
End of year	<u>\$ 6,056,855</u>	<u>\$ (8,795,601)</u>	<u>\$ (7,453,346)</u>	<u>\$ 4,769,041</u>

See Independent Auditor's Report.



**Terrebonne Levee and Conservation District**  
**Houma, Louisiana**  
Schedule of Employer's Share of Net Pension Liability  
Year Ended June 30, 2024

<u>Year</u>	<u>Employer's Proportion of the Net Pension Liability</u>	<u>Employer's Proportionate Share of the Net Pension Liability</u>	<u>Employer's Covered Employee Payroll</u>	<u>Employer's Proportionate Share of the Net Pension Liability as a Percentage of Its Covered Payroll</u>	<u>Plan Fiduciary Net Position as a Percentage of the Total Pension Liability</u>
2024	0.051580%	\$ 3,452,656	\$ 1,245,795	277.14%	68.40%
2023	0.055020%	4,159,597	1,220,998	340.67%	63.70%
2022	0.052590%	2,894,486	1,057,410	273.73%	72.80%
2021	0.052610%	4,350,950	1,143,192	380.60%	58.00%
2020	0.050570%	3,663,463	985,675	371.67%	62.90%
2019	0.045520%	3,104,158	1,029,887	301.41%	64.30%
2018	0.047530%	3,345,556	1,077,258	310.56%	62.50%
2017	0.047130%	3,701,065	1,010,673	366.20%	57.70%
2016	0.043040%	2,927,574	943,939	310.14%	62.70%

Notes to Schedule:

This schedule is intended to show information for ten years. Additional years will be displayed as they become available.

See Independent Auditor's Report and Notes to Financial Statements.

**Terrebonne Levee and Conservation District**  
**Houma, Louisiana**  
**Schedule of Employer Contributions**  
**Year Ended June 30, 2024**

<u>Year</u>	<u>Statutorily Required Contributions</u>	<u>Contributions in Relation to Statutorily Required Contributions</u>	<u>Contribution Deficiency (Excess)</u>	<u>Employer's Covered Payroll</u>	<u>Contributions as a Percentage of Covered Payroll</u>
2024	\$ 483,487	\$ 483,487	\$ -	\$ 1,310,070	36.91%
2023	503,301	503,301	-	1,245,795	40.40%
2022	493,684	493,684	-	1,220,998	40.43%
2021	506,169	506,169	-	1,073,232	47.16%
2020	465,279	465,279	-	1,143,192	40.70%
2019	373,571	373,571	-	985,675	37.90%
2018	390,327	390,327	-	1,029,887	37.90%
2017	385,658	385,658	-	1,077,258	35.80%
2016	375,970	375,970	-	1,010,673	37.20%

**Notes to Schedule:**

This schedule is intended to show information for ten years. Additional years will be displayed as they become available.

See Independent Auditor's Report and Notes to Financial Statements.

**Terrebonne Levee and Conservation District**  
**Houma, Louisiana**  
Schedule of Changes in Net OPEB Liability and Related Ratios  
Year Ended June 30, 2024

	2018	2019	2020	2021	2022	2023	2024
Service cost	\$ 159,564	\$ 146,972	\$ 106,554	\$ 203,794	\$ 106,617	\$ 96,460	\$ 112,067
Interest cost	62,000	67,934	74,928	54,428	54,063	61,143	67,440
Changes in assumptions/inputs	(68,929)	98,343	297,237	1,093,922	(390,711)	(22,867)	(202,158)
Difference between expected and actual experience	(40,177)	95,354	(202,405)	(1,260,307)	(521,682)	(43,842)	379,042
Benefit payments and net transfers	(2,831)	(2,987)	(2,941)	(3,103)	(18,951)	(19,993)	(28,789)
Net change in total OPEB liability	109,627	405,616	273,373	88,734	(770,664)	70,901	327,602
Total OPEB liability - beginning of year	1,572,278	1,681,905	2,087,521	2,360,894	2,449,628	1,678,964	1,749,865
Total OPEB liability - end of year	<u>\$1,681,905</u>	<u>\$2,087,521</u>	<u>\$2,360,894</u>	<u>\$2,449,628</u>	<u>\$1,678,964</u>	<u>\$1,749,865</u>	<u>\$2,077,467</u>
Covered-employee payroll	<u>\$1,058,595</u>	<u>\$1,090,353</u>	<u>\$1,175,188</u>	<u>\$1,210,444</u>	<u>\$1,291,870</u>	<u>\$2,207,775</u>	<u>\$1,277,991</u>
Net OPEB liability as a percentage of covered-employee payroll	158.88%	191.45%	200.90%	202.37%	129.96%	79.26%	162.56%
Notes to schedule:							
Changes of benefit terms:	None	None	None	None	None	None	None
Changes of assumptions and other inputs reflected the effects of changes in the discount rate each period	3.87%	3.50%	2.21%	2.16%	3.54%	3.65%	3.93%

Notes to Schedule:

This schedule is intended to show information for ten years. Additional years will be displayed as they become available.

See Independent Auditor's Report and Notes to Financial Statements.

## OTHER INFORMATION

**Terrebonne Levee and Conservation District**  
**Houma, Louisiana**  
Schedule of Compensation, Benefits, and Other  
Payments to Executive Director  
Year Ended June 30, 2024

**Agency Head Name:** Mr. Reggie Dupre, Executive Director

<u>Purpose</u>	<u>Mr. Reggie Dupre</u>
Salary	\$ 203,947
Benefits - insurance	28,189
Benefits - vehicle allowance	13,800
Benefits - retirement	8,996
Reimbursements	-
Meals	-
Cell phone	-
Conference travel	-
Dues	-
Continuing professional education	-
Housing	-
Membership fees	-
Per diem	-
Registration fees	-
Service fees	-
Unvouchered expenses	-
	<u>\$ 254,932</u>

This schedule is used to satisfy the reporting requirements of  
R.S. 24:513(A)(3).

**REPORTS REQUIRED BY GOVERNMENT AUDITING STANDARDS**  
**AND UNIFORM GUIDANCE**

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**INDEPENDENT AUDITOR'S REPORT ON INTERNAL CONTROL OVER FINANCIAL  
REPORTING AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF  
FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH  
GOVERNMENT AUDITING STANDARDS**

Board of Commissioners  
Terrebonne Levee and Conservation District  
Houma, Louisiana

We have audited in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities and each major fund of the Terrebonne Levee and Conservation District (the District), a component unit of the Terrebonne Parish Consolidated Government, as of and for the year ended June 30, 2024, and the related notes to the financial statements, which collectively comprise the District's basic financial statements, and have issued our report thereon dated December 31, 2024.

**Report on Internal Control Over Financial Reporting**

In planning and performing our audit of the financial statements, we considered the District's internal control over financial reporting (internal control) as a basis for designing audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the District's internal control. Accordingly, we do not express an opinion on the effectiveness of the District's internal control.

*A deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A *material weakness* is a deficiency, or combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the District's financial statements will not be prevented, or detected and corrected, on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

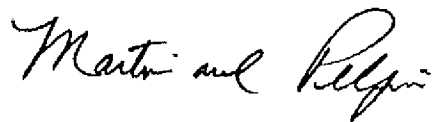
Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not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

### **Report on Compliance and Other Matters**

As part of obtaining reasonable assurance about whether the District's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the financial statements. However, providing an opinion on compliance with those provisions was not an objective of our audit and, accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance that are required to be reported under *Government Auditing Standards*.

### **Purpose of this Report**

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the District's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the District's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.



Houma, Louisiana  
December 31, 2024



**Terrebonne Levee and Conservation District**  
**Houma, Louisiana**  
Schedule of Findings and Questioned Costs  
Year Ended June 30, 2024

**Section I – Summary of Auditor’s Results**

1. The auditor's report expresses an unmodified opinion on the financial statements of the Terrebonne Levee and Conservation District.
2. No control deficiencies were noted during the audit of the financial statements.
3. No instances of noncompliance required to be reported in accordance with *Government Auditing Standards* were disclosed during the audit.
4. No deficiencies in internal control were noted during the audit of internal control over the major federal award programs.
5. The auditor's report on compliance for the major federal award programs for the District expresses an unmodified opinion on the major federal programs.
6. No audit findings relative to the major federal award programs were noted.
7. The programs tested as major programs were the Gulf Coast Ecosystem Restoration Council Oil Spill Impact Program, Assistance Listing Number 87.052, and GoMESA, Assistance Listing Number 15.435.
8. The threshold used for distinguishing between Type A and B programs was \$750,000.
9. The District qualified as a low-risk auditee.
10. A management letter was not issued.
11. The District received and expended \$11,296,739 of federal funds during the year.

**Section II – Financial Statement Findings**

No findings related to the basic financial statements of the Terrebonne Levee and Conservation District were noted during the audit.

**Section III – Internal Control and Compliance Findings**

No significant control deficiencies, findings, or questioned costs were noted during the audit of the basic financial statements.

**Section IV – Findings and Questioned Costs – Major Federal Award Program Audit**

No significant control deficiencies, findings, or questioned costs were noted during the audit of the major federal programs.

**Terrebonne Levee and Conservation District**  
**Houma, Louisiana**  
Management's Corrective Action Plan for Current Year Findings  
Year Ended June 30, 2024

The contact person for all corrective actions noted below is Ms. Angela Hidalgo, NP, MBA, Executive Director.

**Section I – Internal Control and Compliance**

This section is not applicable.

**Section II – Internal Control and Compliance Material to Federal Awards**

This section is not applicable.

**Section III – Management Letter**

This section is not applicable.

**Terrebonne Levee and Conservation District**  
**Houma, Louisiana**  
Schedule of Prior Findings and Resolution Matters  
Year Ended June 30, 2024

Note: The prior findings all relate to the December 31, 2023 audit engagement.

**Section I – Internal Control and Compliance Material to the Financial Statements**

This section is not applicable.

**Section II – Internal Control and Compliance Material to Federal Awards**

This section is not applicable.

**Section III – Management Letter**

This section is not applicable.

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**INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE FOR EACH MAJOR FEDERAL  
PROGRAM AND REPORT ON INTERNAL CONTROL OVER COMPLIANCE  
IN ACCORDANCE WITH THE UNIFORM GUIDANCE**

Board of Commissioners  
Terrebonne Levee and Conservation District  
Houma, Louisiana

**Report on Compliance for Each Major Federal Program**

***Opinion on Each Major Federal Program***

We have audited Terrebonne Levee and Conservation District's compliance with the types of compliance requirements identified as subject to audit in the OMB Compliance Supplement that could have a direct and material effect on Terrebonne Levee and Conservation District's major federal programs for the year ended June 30, 2024. Terrebonne Levee and Conservation District's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

In our opinion, Terrebonne Levee and Conservation District complied, in all material respects, with the compliance requirements referred to above that could have a direct and material effect on its major federal programs for the year ended June 30, 2024.

***Basis for Opinion on Each Major Federal Program***

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America (GAAS); the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States (*Government Auditing Standards*); and the audit requirements of Title 2 (U.S. Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards) (Uniform Guidance). Our responsibilities under those standards and the Uniform Guidance are further described in the Auditor's Responsibilities for the Audit of Compliance section of our report.

We are required to be independent of Terrebonne Levee and Conservation District and to meet our other ethical responsibilities, in accordance with relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion on compliance for each major federal program. Our audit does not provide a legal determination of Terrebonne Levee and Conservation District's compliance with the compliance requirements referred to above.

### ***Responsibilities of Management for Compliance***

Management is responsible for compliance with the requirements referred to above and for the design, implementation, and maintenance of effective internal control over compliance with the requirements of laws, statutes, regulations, rules and provisions of contracts or grant agreements applicable to Terrebonne Levee and Conservation District's federal programs.

### ***Auditor's Responsibilities for the Audit of Compliance***

Our objectives are to obtain reasonable assurance about whether material noncompliance with the compliance requirements referred to above occurred, whether due to fraud or error, and express an opinion on Terrebonne Levee and Conservation District's compliance based on our audit. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS, *Government Auditing Standards*, and the Uniform Guidance will always detect material noncompliance when it exists. The risk of not detecting material noncompliance resulting from fraud is higher than for that resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Noncompliance with the compliance requirements referred to above is considered material, if there is a substantial likelihood that, individually or in the aggregate, it would influence the judgment made by a reasonable user of the report on compliance about Terrebonne Levee and Conservation District's compliance with the requirements of each major federal program as a whole.

In performing an audit in accordance with GAAS, *Government Auditing Standards*, and the Uniform Guidance, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material noncompliance, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding Terrebonne Levee and Conservation District's compliance with the compliance requirements referred to above and performing such other procedures as we considered necessary in the circumstances.
- Obtain an understanding of Terrebonne Levee and Conservation District's internal control over compliance relevant to the audit in order to design audit procedures that are appropriate in the circumstances and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of Terrebonne Levee and Conservation District's internal control over compliance. Accordingly, no such opinion is expressed.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and any significant deficiencies and material weaknesses in internal control over compliance that we identified during the audit.

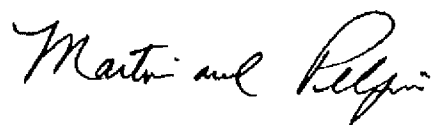
## **Report on Internal Control Over Compliance**

*A deficiency in internal control over compliance* exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis. A *material weakness in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis. A *significant deficiency in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

Our consideration of internal control over compliance was for the limited purpose described in the Auditor's Responsibilities for the Audit of Compliance section above and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies in internal control over compliance. Given these limitations, during our audit we did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above. However, material weaknesses or significant deficiencies in internal control over compliance may exist that were not identified.

Our audit was not designed for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, no such opinion is expressed.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of the Uniform Guidance. Accordingly, this report is not suitable for any other purpose.



Houma, Louisiana  
December 31, 2024

**Terrebonne Levee and Conservation District**  
**Houma, Louisiana**  
Schedule of Expenditures of Federal Awards  
Year Ended June 30, 2024

Federal Grantor/Pass-Through Grantor/Program Title	Federal ALN	Project Number	Federal Expenditures
<u>U.S. Department of Homeland Security</u>			
<u>Pass-Through Program From</u>			
<u>Louisiana Office of Homeland</u>			
<u>Security and Emergency</u>			
<u>Preparedness:</u>			
Disaster Grants			
Public Assistance			
(Presidentially Declared			
Disasters)			
Hurricane Ida	97.036	FEMA-DR-4611-LA	\$ 1,969,925
Hurricane Laura	97.036	FEMA-DR-4559-LA	540,730
Hurricane Delta	97.036	FEMA-DR-4570-LA	201,642
Hurricane Zeta	97.036	FEMA-DR-4577-LA	553,877
Hurricane Barry	97.036	FEMA-DR-4458-LA	<u>353,650</u>
Subtotal Louisiana Office of Homeland			
Security and Emergency Preparedness			<u>3,619,824</u>
 <u>Pass-Through Program From South</u>			
<u>Lafourche Levee District</u>			
Disaster Grants			
Public Assistance			
(Presidentially Declared			
Disasters)			
Hurricane Ida	97.036	FEMA-DR-4611-LA	216,711
 <u>Pass-Through Program From</u>			
<u>Terrebonne Parish Consolidated</u>			
<u>Government</u>			
Disaster Grants			
Public Assistance			
(Presidentially Declared			
Disasters)			
Hurricane Ida	97.036	FEMA-DR-4611-LA	<u>1,000,000</u>
Total U.S. Department of Homeland			
Security			<u>4,836,535</u>

See Notes to the Schedule of Expenditures of Federal Awards.

**Terrebonne Levee and Conservation District**  
**Houma, Louisiana**  
**Schedule of Expenditures of Federal Awards (Cont.)**  
**Year Ended June 30, 2024**

Consumer Product Safety Commission

Pass-Through Program From

Coastal Protection and

Restoration Authority of Louisiana

Gulf Coast Ecosystem

Restoration Council Oil

Spill Impact Program

87.052 OCPR-TE-113

2,660,204

Department of the Interior

GoMESA

15.435 OCPR-TE-0158 &  
OCPR-TE-0167

3,800,000

**Total Expenditures of Federal Awards**

\$ 11,296,739

**Notes to the Schedule of Expenditures of Federal Awards**

**Note A – Basis of Presentation**

The accompanying schedule of expenditures of federal awards includes the federal award activity of Terrebonne Levee and Conservation District and is prepared on the accrual basis of accounting. The information in this schedule is presented in accordance with the requirements of Title 2 *U.S. Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Because the Schedule presents only a selected portion of the operations of Terrebonne Levee and Conservation District, it is not intended to and does not present the financial position, changes in net assets, or cash flows of Terrebonne Levee and Conservation District.

**Note B – Summary of Significant Accounting Policies**

Expenditures reported on the Schedule are reported on the accrual basis of accounting. Such expenditures are recognized following the cost principles contained in the Uniform Guidance, wherein certain types of expenditures are not allowable or are limited as to reimbursement.

**Note C – Indirect Cost Rate**

Terrebonne Levee and Conservation District has elected not to use the 10-percent de minimis indirect cost rate allowed under the Uniform Guidance.

**Note D – Assistance Listing Numbers (ALN)**

The Assistance Listing Numbers included in this report were determined based on the program name, review of grant contract information, and resources on the sam.gov website.

**Note E – Passed through to Subrecipients**

There were no awards passed through to subrecipients.



**STATEWIDE AGREED-UPON PROCEDURES**

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

Board of Commissioners  
Terrebonne Levee and Conservation District  
Houma, Louisiana

We have performed the procedures enumerated below on the control and compliance (C/C) areas identified in the Louisiana Legislative Auditor's (LLA's) Statewide Agreed-Upon Procedures (SAUPs) for the fiscal period July 1, 2023 through June 30, 2024. The Terrebonne Levee and Conservation District is responsible for those C/C areas identified in the SAUPs.

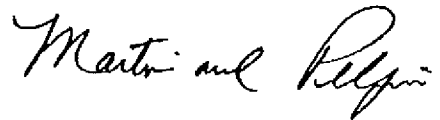
The Terrebonne Levee and Conservation District has agreed to and acknowledged that the procedures performed are appropriate to meet the intended purpose of the engagement, which is to perform specified procedures on the C/C areas identified in LLA's SAUPs for the fiscal period July 1, 2023 through June 30, 2024. Additionally, LLA has agreed to and acknowledged that the procedures performed are appropriate for its purposes. This report may not be suitable for any other purpose. The procedures performed may not address all the items of interest to a user of this report and may not meet the needs of all users of this report and, as such, users are responsible for determining whether the procedures performed are appropriate for their purposes.

The procedures and associated findings are described on pages 60-76.

We were engaged by the Terrebonne Levee and Conservation District to perform this agreed-upon procedures engagement and conducted our engagement in accordance with attestation standards established by the American Institute of Certified Public Accountants and applicable standards of *Government Auditing Standards*. We were not engaged to and did not conduct an examination or review engagement, the objective of which would be the expression of an opinion or conclusion, respectively, on those C/C areas identified in the SAUPs. Accordingly, we do not express such an opinion or conclusion. Had we performed additional procedures, other matters might have come to our attention that would have been reported to you.

We are required to be independent of the Terrebonne Levee and Conservation District and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements related to our agreed-upon procedures engagement.

This report is intended solely to describe the scope of testing performed on those C/C areas identified in the SAUPs, and the result of that testing, and not to provide an opinion on control or compliance. Accordingly, this report is not suitable for any other purpose. Under Louisiana Revised Statute 24:513, this report is distributed by the LLA as a public document.

A handwritten signature in cursive script, appearing to read "Martin and Kelly".

Houma, Louisiana  
December 31, 2024

**Terrebonne Levee and Conservation District**  
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The required procedures and our findings are as follows:

Procedures performed on the Terrebonne Levee and Conservation District's written policies and procedures:

**Written Policies and Procedures**

1. Obtain and inspect the Terrebonne Levee and Conservation District's written policies and procedures and observe that they address each of the following categories and subcategories, as applicable:

- a) Budgeting, including preparing, adopting, monitoring, and amending the budget

Performance: Obtained and read the written policy for budgeting and found it to contain the requirements included above.

Exceptions: There were no exceptions noted.

Management's response: Not applicable.

- b) Purchasing, including (1) how purchases are initiated; (2) how vendors are added to the vendor list; (3) the preparation and approval process of purchase requisitions and purchase orders; (4) controls to ensure compliance with the public bid law; and (5) documentation required to be maintained for all bids and price quotes

Performance: Obtained and read the written policy for purchasing and found it to contain all requirements above.

Exceptions: We noted that the policy lacks a provision on how vendors are added to the vendor list.

Management's response: Management will consider adding such a provision to its purchasing policies.

- c) Disbursements, including processing, reviewing, and approving

Performance: Obtained and read the written policy for disbursements and found it to contain the requirements included above.

Exceptions: There were no exceptions noted.

Management's response: Not applicable.

- d) Receipts/Collections, including receiving, recording, and preparing deposits. Also, policies and procedures should include management's actions to determine the completeness of all collections for each type of revenue additions

Performance: Obtained and read the written policy for receipts and found it to contain the requirements listed above.

Exceptions: We noted that the policy lacks a provision on management's actions in determining completeness of collections.

Management's response: Management will consider adding such a provision to its collection policies.

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- e) Payroll/Personnel, including (1) payroll processing, (2) reviewing and approving time and attendance records, including leave and overtime worked, and (3) approval process for employee rates of pay or approval and maintenance of pay rate schedules.

Performance: Obtained and read the written policy for payroll and personnel and found it to contain the requirements listed above.

Exceptions: There were no exceptions noted.

Management's response: Not applicable.

- f) Contracting, including (1) types of services requiring written contracts, (2) standard terms and conditions, (3) legal review, (4) approval process, and (5) monitoring process

Performance: Obtained and read the written policy related to contracting and found it to contain the requirements listed above.

Exceptions: There were no exceptions noted.

Management's response: Not applicable.

- g) Travel and expense reimbursement, including (1) allowable expenses, (2) dollar thresholds by category of expense, (3) documentation requirements, and (4) required approvers

Performance: Obtained and read the travel and expense reimbursement policy and found it contained all requirements listed above.

Exceptions: There were no exceptions noted.

Management's response: Not applicable.

- h) Credit Cards (and debit cards, fuel cards, P-Cards, if applicable), including (1) how cards are to be controlled, (2) allowable business uses, (3) documentation requirements, (4) required approvers of statements, and (5) monitoring card usage

Performance: Obtained and read the written policy related to credit cards and found it to contain the requirements listed above.

Exceptions: There were no exceptions noted.

Management's response: Not applicable.

- i) Ethics, including (1) the prohibitions as defined in Louisiana Revised Statute 42:1111-1121, (2) actions to be taken if an ethics violation takes place, (3) system to monitor possible ethics violations, and (4) a requirement that documentation is maintained to demonstrate that all employees and officials were notified of any changes to the entity's ethics policy.

Performance: Obtained and read the written policy related to ethics and found it to contain the requirements listed above.

Exceptions: There were no exceptions noted.

Management's response: Not applicable.

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- j) Debt Service, including (1) debt issuance approval, (2) continuing disclosure/EMMA reporting requirements, (3) debt reserve requirements, and (4) debt service requirements.

Performance: Determined whether the District has a written debt service policy including the above requirements.

Exceptions: There were no exceptions noted.

Management's response: Not applicable.

- k) Information Technology Disaster Recovery/Business Continuity, including (1) identification of critical data and frequency of data backups, (2) storage of backups in a separate physical location isolated from the network, (3) periodic testing/verification that backups can be restored, (4) use of antivirus software on all systems, (5) timely application of all available system and software patches/updates, and (6) identification of personnel, processes, and tools needed to recover operations after a critical event.

Performance: Requested the policy for information technology disaster recovery/business continuity.

Exceptions: The District does not have a policy addressing the requirements listed above.

Management's response: Management indicated that they will add the above to their list of policies.

- l) Prevention of Sexual Harassment, including R.S. 42:342-344 requirements for (1) agency responsibilities and prohibitions, (2) annual employee training, and (3) annual reporting.

Performance: Obtained and read written policy for prevention of sexual harassment and found it to contain the requirements listed above.

Exceptions: There were no exceptions noted.

Management's response: Not applicable.

**Board or Finance Committee**

2. Obtain and inspect the board/finance committee minutes for the fiscal period, as well as the board's enabling legislation, charter, bylaws, or equivalent document in effect during the fiscal period, and:

- a) Observe that the board/finance committee met with a quorum at least monthly, or on a frequency in accordance with the board's enabling legislation, charter, bylaws, or other equivalent document.

Performance: Obtained the minutes of the meetings, taking note of the frequency of meetings.

Exceptions: There were no exceptions noted.

Management's response: Not applicable.

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- b) Observe that the minutes referenced or included monthly budget-to-actual comparisons on the general fund.

Performance: Determined whether the minutes referenced or included monthly budget-to-actual comparisons.

Exceptions: There were no exceptions noted.

Management's response: Not applicable.

- c) Obtain the prior year audit report and observe the unassigned fund balance in the general fund. If the general fund had a negative ending unassigned fund balance in the prior year audit report, observe that the minutes for at least one meeting during the fiscal period referenced or included a formal plan to eliminate the negative unassigned fund balance in the general fund.

Performance: Determined that the District did have a negative unassigned fund balance in its general fund per the prior year audit report. Reviewed minutes for a formal plan to eliminate the negative unassigned fund balance.

Exceptions: The minutes did not detail such a plan.

Management's response: Management has no formal plan to eliminate its negative unassigned fund balance.

- d) Observe whether the board received written updates of the progress of resolving audit finding(s), according to management's corrective action plan at each meeting until the findings are considered fully resolved.

Performance: Determined that there were no unresolved audit findings.

**Bank Reconciliations**

3. Obtain a listing of entity bank accounts for the fiscal period from management and management's representation that the listing is complete. Ask management to identify the entity's main operating account. Select the entity's main operating account and randomly select four additional accounts (or all accounts if less than five). Randomly select one month from the fiscal period, obtain and inspect the corresponding bank statement and reconciliation for each selected account, and observe that:

Performance: Obtained the listing of bank accounts from management and received management's representation in a separate letter.

Exceptions: There were no exceptions noted.

Management's response: Not applicable.

- a) Bank reconciliations include evidence that they were prepared within two months of the related statement closing date;

Performance: Determined that randomly selected bank statements were reconciled within two months of the related statement closing date.

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Exceptions: There were no exceptions noted.  
Management's response: Not applicable.

- b) Bank reconciliations include written evidence that a member of management/board member who does not handle cash, post ledgers, or issue checks has reviewed each bank reconciliation within one month of the date the reconciliation was prepared (e.g., initialed, dated, or electronically logged);

Performance: Inspected documentation for management approvals of each randomly selected bank reconciliation.  
Exceptions: There were no exceptions noted.  
Management's response: Not applicable.

- c) Management has documentation reflecting that it has researched reconciling items that have been outstanding for more than 12 months from the statement closing date.

Performance: Determined that there were no items outstanding for more than 12 months on the bank statements selected for testing.  
Exceptions: There were no exceptions noted.  
Management's response: Not applicable.

**Collections**

4. Obtain a listing of deposit sites for the fiscal period where deposits for cash/checks/money orders (cash) are prepared and management's representation that the listing is complete. Randomly select five deposit sites (or all deposit sites if less than five).

Performance: Observed the listing of deposit sites from management and received management's representation in a separate letter.  
Exceptions: There were no exceptions noted.  
Management's response: Not applicable.

5. For each deposit site selected, obtain a listing of collection locations and management's representation that the listing is complete. Randomly select one collection location for each deposit site, obtain and inspect written policies and procedures relating to employee job duties at each collection location, and observe that job duties are properly segregated at each collection location such that:

- a) Employees that are responsible for cash collections do not share cash drawers/registers.

Performance: Determined whether cash drawers/registers are shared by employees.  
Exceptions: There were no exceptions noted.  
Management's response: Not applicable



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- b) Each employee responsible for collecting cash is not also responsible for preparing/making bank deposits, unless another employee/official is responsible for reconciling collection documentation to the deposit.

Performance: Inspected policy manuals and inquired of client to ensure separation of duties for those employees collecting cash and those employees preparing/making bank deposits.

Exceptions: There were no exceptions noted.

Management's response: Not applicable.

- c) Each employee responsible for collecting cash is not responsible for posting collection entries to the general ledger or subsidiary ledgers, unless another employee/official is responsible for reconciling ledger postings to each deposit.

Performance: Inspected policy manuals and inquired of client to ensure separation of duties for those employees collecting cash and those employees posting collection entries to the general ledger or subsidiary ledgers.

Exceptions: There were no exceptions noted.

Management's response: Not applicable.

- d) The employee(s) responsible for reconciling cash collections to the general ledger and/or subsidiary ledgers, by revenue source, are not responsible for collecting cash, unless another employee/official verifies the reconciliation.

Performance: Inspected policy manuals and inquired of client to ensure separation of duties for those employees collecting cash and those employees posting collection entries to the general ledger or subsidiary ledgers.

Exceptions: There were no exceptions noted.

Management's response: Not applicable.

6. Obtain from management a copy of the bond or insurance policy for theft covering all employees who have access to cash. Observe that the bond or insurance policy for theft was in force during the fiscal period.

Performance: Determined that employees who have access to cash are covered by a bond or insurance policy for theft.

Exceptions: There were no exceptions noted.

Management's response: Not applicable.

7. Randomly select two deposit dates for each of the bank accounts selected for procedure #3 under "Bank Reconciliations" above. Obtain supporting documentation for each of the deposits and:

- a) Observe that receipts are sequentially pre-numbered.

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Performance: Determined that sequentially pre-numbered receipts are not required for the type of deposits that are received by the District.

Exceptions: There were no exceptions noted.

Management's response: Not applicable.

- b) Trace sequentially pre-numbered receipts, system reports, and other related collection documentation to the deposit slip.

Performance: Inspected deposits from two random deposit dates to determine if they had collection documentation that agreed to the respective deposit slips. Noted that all collections were supported by adequate documentation.

Exceptions: There were no exceptions noted.

Management's response: Not applicable.

- c) Trace the deposit slip total to the actual deposit per the bank statement.

Performance: Inspected deposits from two random deposit dates to determine if the deposit slips agreed to the actual deposits per the bank statements.

Exceptions: There were no exceptions noted.

Management's response: Not applicable.

- d) Observe that the deposit was made within one business day of receipt at the collection location.

Performance: Determined if deposits from two random deposit dates were deposited within one business day of receipt.

Exceptions: There were no exceptions noted.

Management's response: Not applicable.

- e) Trace the actual deposit per the bank statement to the general ledger.

Performance: Inspected deposits from two random deposit dates to determine if the deposits per the bank statements agree to the general ledger.

Exceptions: There were no exceptions noted.

Management's response: Not applicable.

**Non-Payroll Disbursements (excluding card purchases, travel reimbursements, and petty cash purchases)**

8. Obtain a listing of locations that process payments for the fiscal period and management's representation that the listing is complete. Randomly select five locations (or all locations if less than five).

Performance: Obtained a listing of locations that processed payments for the fiscal period from management and received management's representation in a separate letter. Determined that only one location processed payments.

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Exceptions: There were no exceptions noted.  
Management's response: Not applicable.

9. For each location selected under #8 above, obtain a listing of those employees involved with non-payroll purchasing and payment functions. Obtain written policies and procedures relating to employee job duties, and observe that job duties are properly segregated such that:

- a) At least two employees are involved in initiating a purchase request, approving a purchase, and placing an order/making the purchase.

Performance: Obtained a listing of those employees involved with non-payroll purchasing and payment functions along with written policies and procedures for those functions to determine if there was a proper segregation of duties for initiating, approving, and making purchases.

Exceptions: There were no exceptions noted.  
Management's response: Not applicable.

- b) At least two employees are involved in processing and approving payments to vendors.

Performance: Obtained a listing of those employees involved with non-payroll purchasing and payment functions along with written policies and procedures for those functions to determine if there was a proper segregation of duties for processing and approving payments to vendors.

Exceptions: There were no exceptions noted.  
Management's response: Not applicable.

- c) The employee responsible for processing payments is prohibited from adding/modifying vendor files, unless another employee is responsible for periodically reviewing changes to vendor files.

Performance: Inspected policy manual and inquired of management as to separation of duties related to vendor files.

Exceptions: There were no exceptions noted.  
Management's response: Not applicable.

- d) Either the employee/official responsible for signing checks mails the payment or gives the signed checks to an employee to mail who is not responsible for processing payments.

Performance: Inquired of management to determine if the employee responsible for processing payments mails those respective payments.

Exceptions: There were no exceptions noted.  
Management's response: Not applicable.

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- e) Only employees/officials authorized to sign checks approve the electronic disbursement (release) of funds, whether through automated clearinghouse (ACH), electronic funds transfer (EFT), wire transfer, or some other electronic means.

Performance: Inquired of management to determine if the employee responsible for signing checks approves electronic release of funds.

Exceptions: There were no exceptions noted.

Management's response: Not applicable.

- 10. For each location selected under #8 above, obtain the entity's non-payroll disbursement transaction population (excluding cards and travel reimbursements) and obtain management's representation that the population is complete. Randomly select five disbursements for each location, obtain supporting documentation for each transaction and:

Performance: Obtained the completed general ledger for the fiscal period and obtained management's representations in a separate letter. Randomly selected five disbursements using a random number generator for check numbers to test the requirements below.

Exceptions: There were no exceptions noted.

Management's response: Not applicable.

- a) Observe whether the disbursement, whether by paper or electronic means, matched the related original itemized invoice and that supporting documentation indicates that deliverables included on the invoice were received by the entity.

Performance: Determined that the five random disbursements matched their respective original invoices and that the invoices indicate that deliverables were received by the entity.

Exceptions: There were no exceptions noted.

Management's response: Not applicable.

- b) Observe that the disbursement documentation included evidence (e.g., initial/date, electronic logging) of segregation of duties tested under #9, as applicable.

Performance: Determined whether the documentation for the five random disbursements gave evidence of the segregation of duties tested in #9 above.

Exceptions: There were no exceptions noted.

Management's response: Not applicable.

- 11. Using the entity's main operating accounts and the month selected in Bank Reconciliations procedure #3, randomly select 5 non-payroll-related electronic disbursements (or all electronic disbursements if less than 5) and observe that each electronic disbursement was (a) approved by only those persons authorized to disburse funds (e.g., sign checks) per the entity's policy, and (b) approved by the required number of authorized signers per the entity's policy:

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Performance: Determined whether the documentation for the five random electronic disbursements gave evidence of the disbursements being appropriately approved.

Exceptions: There were no exceptions noted.

Management's response: Not applicable.

**Credit Cards/Debit Cards/Fuel Cards/P-Cards**

12. Obtain from management a listing of all active credit cards, bank debit cards, fuel cards, and P-cards (cards) for the fiscal period, including the card numbers and the names of the persons who maintained possession of the cards. Obtain management's representation that the listing is complete.

Performance: Obtained a listing of cards for the fiscal period from management and management's representations in a separate letter.

Exceptions: There were no exceptions noted.

Management's response: Not applicable.

13. Using the listing prepared by management, randomly select five cards (or all cards if less than five) that were used during the fiscal period. Randomly select one monthly statement or combined statement for each card (for a debit card, randomly select one monthly bank statement), obtain supporting documentation, and:

- a) Observe that there is evidence that the monthly statement or combined statement and supporting documentation was reviewed and approved, in writing, by someone other than the authorized card holder.
- b) Observe that finance charges and late fees were not assessed on the selected statements.

Performance: Determined that statements received were reviewed and approved in writing by someone other than the authorized card holder, and that no finance charges or late fees were assessed.

Exceptions: There were no exceptions noted.

Management's response: Not applicable.

14. Using the monthly statements or combined statements selected under #12 above, excluding fuel cards, randomly select 10 transactions (or all transactions if less than 10) from each statement, and obtain supporting documentation for the transactions. For each transaction, observe that it is supported by (1) an original itemized receipt that identifies precisely what was purchased, (2) written documentation of the business/public purpose, and (3) documentation of the individuals participating in meals.

Performance: Determined whether the 10 transactions selected were supported by an original itemized receipt, written documentation of the business/public purpose, and documentation of the individual participating in meals.

Exceptions: There were no exceptions noted.

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Management's response: Not applicable.

**Travel and Travel-Related Expense Reimbursements (excluding card transactions)**

15. Obtain from management a listing of all travel and travel-related expense reimbursements during the fiscal period and management's representation that the listing or general ledger is complete. Randomly select five reimbursements and obtain the related expense reimbursement forms/prepaid expense documentation of each selected reimbursement, as well as the supporting documentation. For each of the five reimbursements selected:

- a) If reimbursed using a per diem, observe that the approved reimbursement rate is no more than those rates established either by the State of Louisiana or the U.S. General Services Administration ([www.gsa.gov](http://www.gsa.gov)).

Performance: Determined that all five randomly selected reimbursements were paid on a per diem basis, and the per diem rates paid were proper.

Exceptions: There were no exceptions noted.

Management's response: Not applicable.

- b) If reimbursed using actual costs, observe that the reimbursement is supported by an original itemized receipt that identifies precisely what was purchased.

Performance: Determined that none of the five randomly selected reimbursements were reimbursed using actual costs.

Exceptions: There were no exceptions noted.

Management's response: Not applicable.

- c) Observe that each reimbursement is supported by documentation of the business/public purpose (for meal charges, observe that the documentation includes the names of those individuals participating) and other documentation required by written policy (procedure #1g).

Performance: Determined that all five randomly selected reimbursements were supported by documentation of the business/public purpose and other documentation required by written policy.

Exceptions: There were no exceptions noted.

Management's response: Not applicable.

- d) Observe that each reimbursement was reviewed and approved, in writing, by someone other than the person receiving reimbursement.

Performance: Determined that all five randomly selected reimbursements were reviewed and approved by someone other than the person receiving the reimbursement.

Exceptions: There were no exceptions noted.

Management's response: Not applicable.

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**Contracts**

16. Obtain from management a listing of all agreements/contracts for professional services, materials and supplies, leases, and construction activities that were initiated or renewed during the fiscal period. Obtain management's representation that the listing is complete. Randomly select five contracts (or all contracts if less than five) from the listing, excluding the practitioner's contract, and:

Performance: Obtained the listing of contracts in effect during the fiscal year from management and received management's representation of completeness in a separate letter.

Exceptions: There were no exceptions noted.

Management's response: Not applicable.

- a) Observe that the contract was bid in accordance with the Louisiana Public Bid Law, if required by law.

Performance: Determined that the contracts required to be bid were bid in accordance with the bid law.

Exceptions: There were no exceptions noted.

Management's response: Not applicable.

- b) Observe that the contract was approved by the governing body/board, if required by policy or law.

Performance: Determined that the selected contracts were approved by the District's board.

Exceptions: There were no exceptions noted.

Management's response: Not applicable.

- c) If the contract was amended, observe that the original contract terms provided for such an amendment and that amendments were made in compliance with the contract terms.

Performance: Determined that none of the five selected contracts were amended.

Exceptions: There were no exceptions noted.

Management's response: Not applicable.

- d) Randomly select one payment from the fiscal period for each of the five contracts, obtain the supporting invoice, agree the invoice to the contract terms, and observe that the invoice and related payment agreed to the terms and conditions of the contract.

Performance: Inspected the randomly selected invoices and compared to the written contract information to determine that the invoices and related payment complied with the terms of the contract.

Exceptions: There were no exceptions noted.

Management's response: Not applicable.

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**Payroll and Personnel**

17. Obtain a listing of employees and officials employed during the fiscal period and management's representation that the listing is complete. Randomly select five employees or officials, obtain related paid salaries and personnel files, and agree paid salaries to authorized salaries/pay rates in the personnel files.

Performance: Observed the listing of employees and received management's representation of completeness in a separate letter. Selected all of the District's employees, obtained their related paid salaries and personnel files, and agreed paid salaries to the authorized rates.

Exceptions: There were no exceptions noted.

Management's response: Not applicable.

18. Randomly select one pay period during the fiscal period. For the five employees or officials selected under #17 above, obtain attendance records and leave documentation for the pay period, and:

- a) Observe that all selected employees or officials documented their daily attendance and leave.
- b) Observe that supervisors approved the attendance and leave of the selected employees or officials.
- c) Observe that any leave accrued or taken during the pay period is reflected in the entity's cumulative leave records.
- d) Observe that the rate paid to the employees or officials agree to the authorized salary/pay rate found within the personnel file.

Performance: Performed procedures under #18 above.

Exceptions: There were no exceptions noted.

Management's response: Not applicable.

19. Obtain a listing of those employees or officials that received termination payments during the fiscal period and management's representation that the list is complete. Randomly select two employees or officials, obtain related documentation of the hours and pay rates used in management's termination payment calculations and the entity policy on termination payments. Agree the hours to the employee or officials' cumulative leave records, agree the pay rates to the employee or officials' authorized pay rates in the employee or officials' personnel files, and agree the termination payment to entity policy.

Performance: Obtained a listing of the employees receiving termination payments and management's written representation that the list is complete. For the one such payment during the year, agreed the hours to the employee's cumulative leave



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records, agreed the pay rate to the employee's personnel file, and determined that the termination payment agreed to the District's policy.

Exceptions: There were no exceptions noted.

Management's response: Not applicable.

20. Obtain management's representation that employer and employee portions of third-party payroll-related amounts have been paid, and any associated forms have been filed, by required deadlines.

Performance: Performed procedures under #20 above.

Exceptions: There were no exceptions noted.

Management's response: Not applicable.

**Ethics**

21. Using the five employees from procedure #17 under "Payroll and Personnel" above, obtain ethics documentation from management, and:

- a) Observe that the documentation demonstrates each employee/official completed one hour of ethics training during the calendar year.

Performance: Observed the ethics course completion certificates for the employees/officials tested.

Exceptions: There were no exceptions noted.

Management's response: Not applicable.

- b) Observe that the entity maintains documentation which demonstrates each employee and official was notified of any changes to the entity's policy during the fiscal period, as applicable.

Performance: Determined that there were no changes to the ethics policy during the fiscal period.

Exceptions: There were no exceptions noted.

Management's response: Not applicable.

22. Inquire and/or observe whether the agency has appointed an ethics designee as required by R.S. 42:1170.

Performance: Inquired as to whether the agency has appointed an ethics designee as required by R.S. 42:1170.

Exceptions: There were no exceptions noted.

Management's response: Not applicable.

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**Debt Service**

23. Obtain a listing of bonds/notes and other debt instruments issued during the fiscal period and management's representation that the listing is complete. Select all debt instruments on the listing, obtain supporting documentation, and observe that State Bond Commission approval was obtained for each bond/note issued.

Performance: Determined that the District issued Series 2023 bonds during the fiscal period and observed that State Bond Commission approval was obtained.

Exceptions: There were no exceptions noted.

Management's response: Not applicable.

24. Obtain a listing of bonds/notes outstanding at the end of the fiscal period and management's representation that the listing is complete. Randomly select one bond/note, inspect debt covenants, obtain supporting documentation for the reserve balance and payments, and agree actual reserve balances and payments to those required by debt covenants.

Performance: Selected the new bonds, inspected debt covenants, and obtained supporting documentation for the reserve balance and payments, and agreed actual reserve balances and payments to those required by the debt covenants.

Exceptions: There were no exceptions noted.

Management's response: Not applicable.

**Fraud Notice**

25. Obtain a listing of misappropriations of public funds and assets during the fiscal period and management's representation that the listing is complete. Select all misappropriations on the listing, obtain supporting documentation, and observe that the entity reported the misappropriation(s) to the legislative auditor and the district attorney of the parish in which the entity is domiciled.

Performance: Inquired of management of any misappropriations of public funds or assets and determined that none were noted.

Exceptions: There were no exceptions noted.

Management's response: Not applicable.

26. Observe that the entity has posted on its premises and website the notice required by R.S. 24:523.1 concerning the reporting of misappropriation, fraud, waste, or abuse of public funds.

Performance: Inquired and observed such notice posted on the premises and website.

Exceptions: There were no exceptions noted.

Management's response: Not applicable.

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**Information Technology Disaster Recovery/Business Continuity**

27. Perform the following procedures:

- a) Obtain and inspect the entity's most recent documentation that it has backed up its critical data (if no written documentation, inquire of personnel responsible for backing up critical data) and observe that such backup occurred within the past week, was not stored on the government's local server or network, and was encrypted.
- b) Obtain and inspect the entity's most recent documentation that it has tested/verified that its backups can be restored (if no written documentation, inquire of personnel responsible for testing/verifying backup restoration) and observe evidence that the test/verification was successfully performed within the past three months.
- c) Obtain a listing of the entity's computers currently in use and their related locations, and management's representation that the listing is complete. Randomly select five computers and observe while management demonstrates that the selected computers have current and active antivirus software and that the operating system and accounting software in use are currently supported by the vendor.

Performance: We performed the procedures and discussed the results with management.

28. Randomly select 5 terminated employees (or all terminated employees if less than 5) using the list of terminated employees obtained in procedure #19. Observe evidence that the selected terminated employees have been removed or disabled from the network.

Performance: Selected the only terminated employee and observed evidence that the terminated employee had been removed/disabled from the network.

Exceptions: There were no exceptions noted.

Management's response: Not applicable.

29. Using the 5 randomly selected employees/officials from Payroll and Personnel procedure #17, obtain cybersecurity training documentation from management, and observe that the documentation demonstrates that the following employees/officials with access to the agency's information technology assets have completed cybersecurity training as required by R.S. 42:1267. The requirements are as follows:

- a) Hired before June 9, 2020 – completed the training; and
- b) Hired on or after June 9, 2020 – completed the training within 30 days of initial service or employment.

Performance: Determined whether the required cybersecurity training was completed and documented by 5 randomly selected employees/officials.

Exceptions: There were no exceptions noted.

Management's response: Not applicable.

**Terrebonne Levee and Conservation District**  
Schedule of Procedures and Associated Findings of the  
Statewide Agreed-Upon Procedures  
Year Ended June 30, 2024

**Prevention of Sexual Harassment**

30. Using the five randomly selected employees/officials from procedure #17 under "Payroll and Personnel" above, obtain sexual harassment training documentation from management, and observe that the documentation demonstrates each employee/official completed at least one hour of sexual harassment training during the calendar year.

Performance: Determined that the five employees selected in the payroll and personnel section completed at least one hour of sexual harassment training.

Exceptions: There were no exceptions noted.

Management's response: Not applicable.

31. Observe that the entity has posted its sexual harassment policy and complaint procedure on its website.

Performance: Reviewed the District's website to determine if its sexual harassment policy is posted.

Exceptions: Per review of the District's website, the sexual harassment policy is not posted.

Management's response: Management will post its policy on the District's website.

32. Obtain the entity's annual sexual harassment report for the current fiscal period, observe that the report was dated on or before February 1, and observe that it includes the applicable requirements of R.S. 42:344:

- a) Number and percentage of public servants in the agency who have completed the training requirements;
- b) Number of sexual harassment complaints received by the agency;
- c) Number of complaints which resulted in a finding that sexual harassment occurred;
- d) Number of complaints in which the finding of sexual harassment resulted in discipline or corrective action; and
- e) Amount of time it took to resolve each complaint.

Performance: Obtained the District's annual sexual harassment report, noting that it met the applicable requirements of R.S. 42:344.

Exceptions: There were no exceptions noted.

Management's response: Not applicable.