

**TANGIPAOA PARISH GRAVITY DRAINAGE**  
**DISTRICT NO. 5**

**COMPILED FINANCIAL STATEMENTS**

**DECEMBER 31, 2021**

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To Board of Commissioners  
Tangipahoa Parish Gravity Drainage District No. 5  
Kentwood, Louisiana

Management is responsible for the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the Tangipahoa Parish Gravity Drainage District No. 5 (a component unit of the Tangipahoa Parish Government), as of and for the year ended December 31, 2021, which collectively comprise the District's basic financial statements as listed in the table of contents, and related notes to the financial statements in accordance with accounting principles generally accepted in the United States of America. We have performed a compilation engagement in accordance with Statements on Standards for Accounting and Review Services promulgated by the Accounting and Review Services Committee of the AICPA. We did not audit or review the financial statements nor were we required to perform any procedures to verify the accuracy or completeness of the information provided by management. Accordingly, we do not express an opinion, a conclusion, nor provide any form of assurance on these financial statements.

Management has elected to omit substantially all of the disclosures required by accounting principles generally accepted in the United States of America. If the omitted disclosures were included in the financial statements, they might influence the user's conclusions about the company's financial position, results of operations, and cash flows. Accordingly, the financial statements are not designed for those who are not informed about such matters

Accounting principles generally accepted in the United States of America require that the budgetary comparison information on page 9 be presented to supplement the basic financial statements. Such information, although not a required 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 and for placing the basic financial statements in an appropriate operational, economic, or historical context. The information is the responsibility of management. The information was subject to our compilation engagement; however, we have not audited or reviewed the information and do not express an opinion, a conclusion, nor provide any assurance on such information.

Management has omitted the management's discussion and analysis that Accounting Principles generally accepted in the United States of America requires to be presented to supplement the basic financial statements. Such missing information, although not a part of the basic financial statements, is required by Governmental Accounting Standards Board who considers it to be an essential part of financial reporting and for placing the basic financial statements in an appropriate operational, economic, or historical context.

The supplementary information contained in the Other Supplementary Information as listed in the table of contents is presented for purposes of additional analysis and is not a required part of the basic financial statements. The supplementary information is the responsibility of management. The supplementary information was subject to our compilation engagement. We have not audited or reviewed the supplementary information and do not express an opinion, a conclusion, nor provide any assurance on such information.

The District restated its 2020 financial statements in the current year to record adjustments to correct ad valorem tax revenue and prepaid insurance. We performed a compilation engagement on the adjustments to restate the 2020 financial statements which are reflected as a prior period adjustment to beginning Net Position and beginning Fund Balance. The December 31, 2020 financial statements prior to adjustment of Tangipahoa Parish Gravity Drainage District No. 5 were compiled by other accountants who have ceased operations and whose report dated May 11, 2021, stated that they have not audited or reviewed the 2020 financial statements and, accordingly, do not express an opinion, a conclusion, nor provide any form of assurance about whether the financial statements are in accordance with accounting principles generally accepted in the United States of America.

We are not independent with respect to the Tangipahoa Parish Gravity Drainage District No. 5.

Respectfully submitted,  
*Hannis T. Bourgeois, LLP*

Denham Springs, Louisiana  
June 13, 2022

BASIC FINANCIAL STATEMENTS  
GOVERNMENT-WIDE FINANCIAL STATEMENTS

**Statement A**

**TANGIPAHOA PARISH GRAVITY DRAINAGE DISTRICT NO. 5**

STATEMENT OF NET POSITION

AS OF DECEMBER 31, 2021

		<u>Primary Government</u>
		<u>Governmental Activities</u>
<b>Assets</b>		
Current Assets:		
Cash and Cash Equivalents	\$	103,906
Receivables, Net:		
Ad Valorem Taxes		71,472
Prepaid Insurance		100
Total Current Assets		<u>175,478</u>
<b>Total Assets</b>		<u>175,478</u>
<b>Liabilities</b>		
Current Liabilities:		
Accounts Payable		4,643
Due To Other Governments - Pension Fund Mandate		2,713
Total Current Liabilities		<u>7,356</u>
<b>Total Liabilities</b>		<u>7,356</u>
<b>Net Position</b>		
Unrestricted		<u>168,122</u>
<b>Total Net Position</b>	\$	<u><u>168,122</u></u>

See accountant's compilation report.

## TANGIPAOA PARISH GRAVITY DRAINAGE DISTRICT NO. 5

STATEMENT OF ACTIVITIES

FOR THE YEAR ENDED DECEMBER 31, 2021

	<u>Program Revenues</u>		<u>Net (Expenses) Revenues and Changes in Net Position of Primary Government</u>	
	<u>Expenses</u>	<u>Charges for Services</u>	<u>Net (Expenses) Revenues</u>	<u>Governmental Activities</u>
<b>Governmental Activities</b>				
Public Works	\$ 87,599	\$ -	\$ (87,599)	\$ (87,599)
<b>Total Governmental Activities</b>	<u>\$ 87,599</u>	<u>\$ -</u>	<u>\$ (87,599)</u>	<u>(87,599)</u>
<b>General Revenues:</b>				
Ad Valorem Taxes				71,089
State Revenue Sharing				3,173
Interest Income				447
<b>Total General Revenues</b>				<u>74,709</u>
<b>Change in Net Position</b>				<u>(12,890)</u>
<b>Net Position - Beginning</b>				<u>134,028</u>
Prior Period Adjustments				<u>46,984</u>
<b>Net Position - Beginning (Restated)</b>				<u>181,012</u>
<b>Net Position - Ending</b>			\$	<u><u>168,122</u></u>

See accountant's compilation report.

BASIC FINANCIAL STATEMENTS  
FUND FINANCAL STATEMENTS



## TANGIPAHOA PARISH GRAVITY DRAINAGE DISTRICT NO. 5

BALANCE SHEET, GOVERNMENTAL FUNDS

AS OF DECEMBER 31, 2021

	<u>General Fund</u>
<b>Assets</b>	
Cash and Equivalents	\$ 103,906
Receivables, Net:	
Ad Valorem Taxes	71,472
Prepaid Insurance	<u>100</u>
<b>Total Assets</b>	<u>175,478</u>
<b>Liabilities, Deferred Inflows of Resources, and Fund Balances</b>	
Liabilities:	
Accounts Payable	4,643
Due to Other Governments - Pension Fund Mandate	<u>2,713</u>
Total Liabilities	<u>7,356</u>
Deferred Inflows of Resources:	
Ad Valorem Taxes - Unavailable	<u>17,020</u>
Total Deferred Inflows of Resources	<u>17,020</u>
Fund Balances:	
Nonspendable	100
Unassigned	<u>151,002</u>
Total Fund Balances	<u>151,102</u>
<b>Total Liabilities, Deferred Inflows of Resources, and Fund Balances</b>	<u>\$ 175,478</u>

See accountant's compilation report.

## TANGIPAOA PARISH GRAVITY DRAINAGE DISTRICT NO. 5

RECONCILIATION OF THE GOVERNMENTAL FUNDS BALANCE SHEET  
TO THE GOVERNMENT-WIDE FINANCIAL STATEMENT OF NET POSITION

AS OF DECEMBER 31, 2021

<b>Fund Balances, Total Governmental Funds (Statement C)</b>	\$ 151,102
Amounts reported for governmental activities in the Statement of Net Position are different because:	
Ad valorem taxes collected after year end, but not available soon enough to pay for current expenditures are reported as deferred inflows of resources in the governmental funds.	<u>17,020</u>
<b>Net Position of Governmental Activities (Statement A)</b>	<u><u>\$ 168,122</u></u>

See accountant's compilation report.

**Statement E**

**TANGIPAHOA PARISH GRAVITY DRAINAGE DISTRICT NO. 5**

STATEMENT OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCE

FOR THE YEAR ENDED DECEMBER 31, 2021

	<u>General Fund</u>
<b>Revenues</b>	
Ad Valorem Taxes	\$ 59,512
State Revenue Sharing	3,173
Interest Income	447
<b>Total Revenues</b>	63,132
 <b>Expenditures</b>	
Public Works:	
Board Member Per Diem	6,700
Canal Maintenance	55,652
Consultant	10,292
Contract Labor - Secretary/Treasurer	6,000
Insurance	1,935
Official Journal	444
Pension Fund Mandate	2,713
Professional Fees	3,510
Miscellaneous	353
<b>Total Expenditures</b>	87,599
 <b>Excess (Deficiency) of Revenues Over (Under) (Expenditures)</b>	(24,467)
 <b>Net Change in Fund Balance</b>	(24,467)
 <b>Fund Balance, Beginning</b>	
Before Prior Period Adjustments	134,028
Prior Period Adjustments	41,541
Fund Balance, Beginning After Prior Period Adjustments	175,569
 <b>Fund Balance, Ending</b>	\$ 151,102

See accountant's compilation report.

## TANGIPAOA PARISH GRAVITY DRAINAGE DISTRICT NO. 5

RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES,  
AND CHANGES IN FUND BALANCE OF GOVERNMENTAL FUNDS  
TO THE STATEMENT OF ACTIVITIES

FOR THE YEAR ENDED DECEMBER 31, 2021

<b>Net Change in Fund Balance, Total Governmental Funds (Statement E)</b>	\$ (24,467)
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Amounts reported for governmental activities in the Statement of Activities are different because:

Some revenues in the statement of activities do not provide current financial resources and are not reported as revenue in the governmental funds:

Deferred inflows of resources for ad valorem taxes collected after year end, but not available soon enough to pay for current expenditures changed by the following

	11,577
<b>Change in Net Position, Governmental Activities (Statement B)</b>	\$ (12,890)

See accountant's compilation report.

REQUIRED SUPPLEMENTARY INFORMATION

## TANGIPAOHA PARISH GRAVITY DRAINAGE DISTRICT NO. 5

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE -  
BUDGET (GAAP BASIS) TO ACTUAL GENERAL FUND

FOR THE YEAR ENDED DECEMBER 31, 2021

	Budgeted Amounts		Actual Amounts GAAP Basis	Variance Favorable (Unfavorable)
	Original	Final		
<b>Revenues</b>				
Ad Valorem Taxes	\$ 72,000	\$ 68,163	\$ 59,512	\$ (8,651)
State Revenue Sharing	2,300	3,183	3,173.00	(10)
Interest	500	387	447	60
<b>Total Revenues</b>	<u>74,800</u>	<u>71,733</u>	<u>63,132</u>	<u>(8,601)</u>
<b>Expenditures</b>				
Public Works:				
Board Member Per Diem	6,000	6,700	6,700	-
Canal Maintenance	40,000	45,877	55,652	(9,775)
Consultant	3,600	5,700	10,292	(4,592)
Contract Labor - Secretary/Treasurer	6,000	6,000	6,000	-
Insurance	2,500	1,934	1,935	(1)
Official Journal	1,000	500	444	56
Pension Fund Mandate	3,000	2,800	2,713	87
Professional Fees	3,600	3,500	3,510	(10)
Miscellaneous	700	380	353	27
<b>Total Expenditures</b>	<u>66,400</u>	<u>73,391</u>	<u>87,599</u>	<u>(14,208)</u>
<b>Excess Revenues (Expenditures)</b>	<u>8,400</u>	<u>(1,658)</u>	<u>(24,467)</u>	<u>(22,809)</u>
<b>Net Change in Fund Balance</b>	<u>8,400</u>	<u>(1,658)</u>	<u>(24,467)</u>	<u>(22,809)</u>
<b>Fund Balances, Beginning</b>				
Before Prior Period Adjustments	134,028	134,028	134,028	-
Prior Period Adjustments	-	-	41,541	41,541
<b>Fund Balances, Beginning After Prior Period Adjustments</b>	<u>134,028</u>	<u>134,028</u>	<u>175,569</u>	<u>41,541</u>
<b>Fund Balance, Ending</b>	<u>\$ 142,428</u>	<u>\$ 132,370</u>	<u>\$ 151,102</u>	<u>\$ 18,732</u>

See accountant's compilation report.

OTHER SUPPLEMENTARY INFORMATION

## TANGIPAHOA PARISH GRAVITY DRAINAGE DISTRICT NO. 5

SCHEDULE OF COMPENSATION PAID TO BOARD MEMBERS

FOR THE YEAR ENDED DECEMBER 31, 2021

<u>Name and Title / Contact Number</u>	<u>Address</u>	<u>Compensation Received</u>	<u>Term Expiration</u>
Russ Carter, President 985-514-3316	402 Avenue F Kentwood, LA 70444	\$ 1,100	July, 2022
Steven Smith, Vice President 985-514-1586	PO Box 623 Kentwood, LA 70444	1,500	July, 2022
Ronald Robertson, Board Member 985-215-5832	12160 JR Feets Lane Kentwood, LA 70444	1,500	July, 2022
Michael Kazerooni, Board Member 985-614-9807	723 Ave E Kentwood, LA 70444	1200	July, 2024
William Barrett Travis, Board Member 985-229-3836	603 Ave B Kentwood, LA 70444	1400	July, 2024
		<u>\$ 6,700</u>	

See accountant's compilation report.



**TANGIPAHOA PARISH GRAVITY DRAINAGE DISTRICT NO. 5**

SCHEDULE OF COMPENSATION, REIMBURSEMENTS, BENEFITS,  
AND OTHER PAYMENTS TO AGENCY HEAD

FOR THE YEAR ENDED DECEMBER 31, 2021

Agency Head Name: Russ Carter, President

<u>Purpose</u>	<u>Amount</u>
Board Member Per Diem	\$ <u>1,100</u>

See accountant's compilation report.

**TANGIPAOHA PARISH GRAVITY DRAINAGE DISTRICT NO. 5**

**SCHEDULE OF FINDINGS AND RESPONSES**

FOR THE YEAR ENDED DECEMBER 31, 2021

**Finding Number: 2021-001 Local Budget Act (Noncompliance)**

**Criteria:** LRS 39:1310 requires amending the budget when the governing authority has received notification pursuant to R.S. 39:1311 (when total revenue and other sources plus projected revenue and other sources for the remainder of the year, within a fund, are failing to meet total budgeted revenues and other sources by five percent or more; when total actual expenditures and other uses plus projected expenditures and other uses for the remainder of the year, within a fund, are exceeding the total budgeted expenditures and other uses by five percent or more; or when actual beginning fund balance, within a fund, fails to meet estimated beginning fund balance by five percent or more and fund balance is being used to fund current year expenditures), or there has been a change in operations upon which the original budget was developed.

**Condition:** The District's actual revenues and other sources were less than the total budgeted revenues and other sources by five percent or more. Also, the District's actual expenditures and other uses were more than total budgeted expenditures and other uses by five percent or more.

**Cause:** The District amended the budget; however, ad valorem taxes received were lower than anticipated. Additionally, certain expenditures in the last month of the year were higher than anticipated.

**Effect:** Apparent noncompliance with the above referenced statutes.

**Recommendations:** The District should continue to monitor its budget and amend in accordance with statutes.

**Response by Management:** We will continue to monitor budget compliance and amend the budget as required.

Contact Person:  
Russ Carter, Board President  
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